

EARNINGS RELEASE

RAFFLESE EDUCATION CORP POSTS REVENUE OF S\$31.8 MILLION FOR FY2014Q1

- Revenue of S\$31.8 million
- Other operating income of S\$1.7 million
- Net Loss of S\$2.9 million
- EPS at (0.25) cents
- Net Asset Value per share of 53.69 cents
- Cash position of S\$101.4 million
- Net gearing ratio of 0.18 times

Singapore, 7 November 2013 - Raffles Education Corporation Limited ("RafflesEducationCorp" or "the Group"), the largest private education provider in the Asia Pacific region, today reported a revenue of S\$31.8 million and a loss of S\$2.9 million respectively for its first quarter FY2014, ended 30 September 2013 ("FY2014Q1").

Revenue for FY2014Q1 decreased 3% from S\$32.8 million a year ago to S\$31.8 million as the Group continues to experience a decline in PRC revenues, albeit at a slower rate.

FY2014Q1 recorded a net loss of S\$2.9 million as the Group took in costs related to the consolidation of non-viable operations in addition to interest expense of S\$2.7 million and a net foreign exchange loss of S\$1 million. Without the effects of the interest expense and foreign exchange losses, the Group would have achieved breakeven notwithstanding the costs it incurred to streamline its operations.

Chew Hua Seng, Chairman and CEO of RafflesEducationCorp, said, "The Group will continue to reposition and implement new strategies in PRC even as our geographic

diversification and expansion strategies in Ex-PRC continue to bring forth positive results.”

Net cash generated from operations amounted to S\$20.6 million this quarter, reflecting the strength of operations. Cash and cash equivalents as at FY2014Q1 amounted to S\$101.4 million.

-Ends-

About Raffles Education Corporation Limited

Raffles Education Corporation Limited (“RafflesEducationCorp”) is the largest private education group in Asia-Pacific. Since establishing its first college in Singapore in 1990, the Group has grown to operate 34 colleges in 31 cities across 12 countries in Asia-Pacific: Australia, Cambodia, China, India, Indonesia, Malaysia, Mongolia, Philippines, Saudi Arabia, Singapore, Sri Lanka and Thailand.

More than 20,500 students enrolled in RafflesEducationCorp’s tertiary programmes benefit from a quality education that provides graduates with a well-rounded hands-on experience relevant to the industry.

In 2012, the Group launched the Raffles University Iskandar (“RUI”) and Raffles American School (“RAS”) in Iskandar, Malaysia. Raising the profile of the Group is RUI, a comprehensive university approved by the Malaysian government. As the Group’s first pre-tertiary institution offering American K-12 education, RAS marks the Group’s entry into the international school business and its expansion into a new demographic market.

The Group also owns the Oriental University City in Langfang, Hebei Province, China – a 1 million square metre self-contained campus. Within this campus, Oriental University City provides education services to 6 colleges with an additional student population of over 19,000.

Headquartered in Singapore, RafflesEducationCorp employs close to 2,500 academic and administrative staff, and is listed on the Mainboard of the Singapore Exchange. For more information on the Group, please visit the RafflesEducationCorp’s website at www.raffles-education-corporation.com.

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