

RAFFLES EDUCATION CORPORATION LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No.: 199400712N)

ACQUISITION BY SUBSIDIARY OF RAFFLESE EDUCATION CORP THROUGH MARKET PURCHASES AND DIRECT SUBSCRIPTION OF UP TO 19.90 PER CENT. OF THE EQUITY OF AXIOM PROPERTIES LIMITED, A COMPANY LISTED ON THE AUSTRALIAN STOCK EXCHANGE

Capitalised terms used in this announcement, which are not otherwise defined, shall have the meanings ascribed to them in the announcement of Raffles Education Corporation Limited dated 12 June 2015 (the "Announcement").

The Board of Directors of Raffles Education Corporation Limited ("RafflesEducationCorp" or the "Company") refers to the Announcement on 12 June 2015 on the purchase by Oriental University City Holdings (H.K.) Limited ("OUCHK"), a subsidiary of the Company that is listed on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited, of 61,300,000 shares representing 14.90 per cent. of the equity of Axiom Properties Limited ("AXIOM"). In the Announcement, it was stated that OUCHK had entered into a share subscription agreement with AXIOM to subscribe for new shares to increase its shareholding up to 19.90 per cent. of the total issued capital of AXIOM and that the subscription is subject to obtaining, if necessary, any requisite regulatory approvals including under the Foreign Acquisitions and Takeovers Act 1975 of Australia.

OUCHK announced today that it has received advice from the Australian Government Foreign Investment Review Board that it has no objection to OUCHK increasing its shareholding in AXIOM to 19.90 per cent. Under the subscription agreement, if OUCHK is unable to purchase the entire additional 5 per cent. by way of market acquisition on the Australian Stock Exchange at or below A\$0.06 per share by 30 November 2015, AXIOM will issue to OUCHK sufficient new ordinary shares at A\$0.06 per share to increase the shareholding of OUCHK in AXIOM to 19.90 per cent. The new shares will rank equally with the existing shares.

A copy of the announcement (in English and Chinese) by OUCHK is attached herewith.

By Order of the Board
RAFFLES EDUCATION CORPORATION LIMITED

Chew Hua Seng
Chairman

7 September 2015