



RAFFLES MEDICAL GROUP LTD
(Company Registration No. 198901967K)

INCORPORATION OF A WHOLLY FOREIGN-OWNED ENTITY IN SHANGHAI, CHINA

The Board of Directors of Raffles Medical Group Ltd wishes to announce that a wholly foreign-owned entity, Renguang Management Consultancy (Shanghai) Co. Ltd ("RMCS"), has been set up with a registered capital of US\$500,000 in Shanghai, China. The interest in RMCS is held through a wholly-owned subsidiary, Raffles Medical International Pte Ltd.

The principal activity of RMCS is the provision of management and operational services to enterprises in China.

The incorporation of the above subsidiary is not expected to have any material impact on the earnings per share and the net tangible assets per share of the Company for the financial year ending 31 December 2010.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect in the foregoing, save through interests in the Company.

Sok Lee Chandran
Company Secretary

18 March 2010