

SAMKO TIMBER LIMITED

(Company Registration No.: 200517815M)

(Incorporated in Singapore)

Announcement - Unusual Price Movement

The Board of Directors (the "Board") of Samko Timber Limited (the "Company") notes that on 20 April 2011, the share price of the Company increased approximately 28% from 12.5 cents at the commencement of the trading day to 16 cents on the close of trading.

The tsunami in Japan on 11 March 2011 has resulted in increased orders from Japan at higher prices and profitability. There is however no certainty that this export situation will continue, although the Company will endeavor to position itself to benefit from any increased demand from Japan.

The Board would also like to announce that it is currently in discussions to acquire a bio-technology company with the technology in tissue culture and tree seedling production, for a total consideration of approximately S\$5 million to S\$10 million. In the event that the acquisition is completed, the technology is expected to facilitate the Company's move upstream into tree planting. To date, no definitive agreements have yet to be entered into by the parties, and the Company wishes to remind shareholders that there is no certainty or assurance as at the date of this announcement that the definitive agreements will be entered into or that the proposed acquisition will be proceeded with. If completed, the acquisition is not expected to have any material impact on the Company's current year's financial performance.

The Company will make the necessary announcements to update shareholders on developments. Shareholders are advised to exercise caution in trading their shares in the Company, and should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Aris Sunarko @ Ko Tji Kim
Chief Executive Officer

21 April 2011