

SAMKO TIMBER LIMITED

(Company Registration No.: 200517815M)

(Incorporated in Singapore)

INCORPORATION OF A WHOLLY-OWNED SUBSIDIARY

The Board of Directors of Samko Timber Limited (the "Company") wishes to announce that the Company has incorporated a wholly-owned subsidiary, Samko Trading Pte. Ltd. ("Samko Trading") with a total issued and paid-up capital of 60,000 shares at S\$1.00 per share.

The principal activities of Samko Trading are trading of timber products and re-processing of timber products.

The above transaction is funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year ending 31 December 2009.

None of the Directors or the substantial shareholders of the Company has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

Aris Sunarko @ Ko Tji Kim
Chief Executive Officer
12 November 2009