SAMKO TIMBER LTD

Company Registration No. 200517815M (Incorporated in the Republic of Singapore)

ANNOUNCEMENT TO PROVIDE AN UPDATE ON LEGAL PROCEEDING INVOLVING DIRECTORS OF PT SLJ GLOBAL TBK, FORMERLY KNOWN AS PT SUMALINDO LESTARI JAYA ("SUMALINDO"), AN ASSOCIATED COMPANY OF THE GROUP

The Board of Directors (the "Board") of Samko Timber Ltd ("Company") refers to its announcements dated 24 June 2010, 18 August 2010, 23 September 2010 and 29 October 2010, with regard to the allegation of illegal logging issue involving two directors of Sumalindo (the "Case").

The Board hereby wishes to announce that in relation to the Case, pursuant to the Tenggarong District Court Decision, the two directors of Sumalindo (Mr. Amir Sunarko – also a non-executive director of the Company and Mr. David) had received an acquittal or not guilty verdict from Tenggarong District Court for the illegal logging allegation in 2011. Subsequently, based on a cassation request (appeal in the Supreme Court) on the District Court Decision made by the District Attorney, the Supreme Court had considered the Case and decided to reject the cassation request. Therefore, the acquittal status that has been announced by the Tenggarong District Court remains valid and un-changed.

The Supreme Court Decision was officially informed and provided by the Tenggarong District Court to Sumalindo's directors in June 2013. By the issuance of this decision, the Case is confirmed settled and closed.

By Order of the Board

Aris Sunarko @ KoTji Kim Chief Executive Officer 30 August 2013