

SAMKO TIMBER LIMITED

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

QUARTERLY UPDATE ON COMPLIANCE WITH MTP EXIT CRITERION

The Board of Directors (the “**Board**”) of Samko Timber Limited (the “**Company**”) refers to its announcement dated 2 March 2016 relating to its notification of inclusion on the watch-list due to the Minimum Trading Price (“**MTP**”) Entry Criterion with effect from 3 March 2016 pursuant to Listing Rule 1311(2) of the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual.

The Board has been reviewing several options to meet the MTP Exit Criterion pursuant to Listing Rule 1314(2) of the SGX-ST Listing Manual for its removal from the watch-list within 36 months from 3 March 2016, including but not limited to:

- (a) a share consolidation exercise; or
- (b) transfer of its listing to Catalist board of the SGX-ST.

After considering several factors such as current volatile market conditions, global economic outlook and reception by the market of the measures undertaken by other SGX-ST listed companies to meet MTP Exit Criterion, the Board is of the opinion that it is not the opportune time to make a decision on the option which will best serve the interest of the shareholders of the Company.

The Board is monitoring the situation closely and considering all options available to the Company to meet the MTP Exit Criterion. The Company will, in the meantime, comply with its obligations under Rule 1313(2) of the SGX-ST Listing Manual to provide its shareholders with quarterly update on its efforts and the progress made in meeting the MTP Exit Criterion. If any material development occurs between the quarterly updates, the Company will make immediately announcement of such development.

The Company would like to notify all its shareholders and business partners that while the Company remains on the watch-list, the Company’s business shall continue as usual and that trading in its securities will also continue unless a trading halt or suspension is effected.

By Order of the Board

Aris Sunarko @ KoTji Kim
Chief Executive Officer
7 June 2016