

SAMKO TIMBER LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 200517815M)

ADDITIONAL CAPITAL INJECTION IN PT SUMBER GRAHA SEJAHTERA

The board of directors (the “**Board**”) of Samko Timber Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the Company has increased its investment in PT Sumber Graha Sejahtera (“**PT SGS**”), a wholly-owned subsidiary of the Company, which shares are 99.69% directly owned by the Company and 0.31% owned by PT Alam Raya Makmur (“**PT ARM**”), an indirect wholly-owned subsidiary of the Company, by an additional cash injection of USD26,000,000 thereby increasing its paid-up share capital from USD50,380,169.173 to USD76,380,169.173 (the “**Capital Injection**”).

The payment of the Capital Injection will be made in three tranches as follows:

Date of Injection	USD
28 September 2018	6,000,000
31 October 2018	10,000,000
30 November 2018	10,000,000
Total Paid-up Share Capital	26,000,000

The cash proceeds from the Capital Injection will be used for additional working capital and capital expenditures of PT SGS.

Upon the completion of the Capital Injection, the Company continues to hold 99.69% equity interest in PT SGS and the remaining 0.31% equity interest is held by PT ARM.

The above Capital Injection was funded through internal resources and is not expected to have any material impact on the net tangible assets and earning per share of the Group for the financial year ending 31 December 2018.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect (other than their shareholdings in the Company), in the above transaction.

BY ORDER OF THE BOARD

Riko Setyabudhy Handoko
Executive Director and Chief Executive Officer

28 September 2018