

SAMKO TIMBER LIMITED

(the **Company**)

(Registration No. 200517815M)

(a company with limited liability incorporated under the laws of Singapore on 26 December 2005)

RENOUNCEABLE UNDERWRITTEN RIGHTS ISSUE RESULTS OF THE RIGHTS ISSUE

*Unless otherwise defined, all capitalised terms used herein shall bear the same meaning as in the offer information statement dated 29 December 2009 (the "**Offer Information Statement**") in relation to the renounceable rights issue of Samko Timber Limited (the "**Company**").*

LEVEL OF SUBSCRIPTION

The Board of Directors of the Company wishes to announce that, as at the close of the Rights Issue on 15 January 2010 (the "**Closing Date**"), valid acceptances and excess applications for a total of 448,445,145 Rights Shares (including the Committed Rights Shares pursuant to the Irrevocable Undertakings) were received. This represents approximately 99.86% of the total number of Rights Shares that were offered pursuant to the Rights Issue.

Details of the valid acceptances and excess applications received are as follows:

| | Number of Rights Shares | As a percentage of the total number of Rights Shares available under the Rights Issue |
|---------------------------|--------------------------------|--|
| Valid acceptances | 396,356,045 | 88.26% |
| Valid excess applications | 52,089,100 | 11.60% |
| Total | 448,445,145 | 99.86% |

The Rights Issue was not fully subscribed for, and as disclosed in the Offer Information Statement, the Underwriter will underwrite the Underwritten Rights Shares (being the total number of Rights Shares less the Committed Rights Shares) on the terms and subject to the conditions of the underwriting agreement dated 11 December 2009 entered into between the Company and the Underwriter ("**Underwriting Agreement**"). The Underwriter will subscribe for 636,136 Rights Shares being the amount of Rights Shares that have not been validly subscribed for under the Rights Issue.

EXCESS APPLICATIONS

The balance of 52,089,100 Rights Shares (which were not validly accepted) will be used to satisfy all valid excess applications in full.

ALLOTMENT OF RIGHTS SHARES

Successful subscribers with CDP Securities Accounts, including those who have elected to receive their Rights Shares in their respective CDP Securities Accounts, will receive via ordinary post, on or about 29 January 2010, a notification from CDP stating the number of Rights Shares that have been credited to their respective CDP Securities Accounts.

Other successful subscribers will receive, via ordinary post, a share certificate representing the number of Rights Shares validly subscribed by them within 10 Market Days after the Closing Date.

Credit Suisse (Singapore) Limited was the Sole Global Coordinator, Bookrunner, Issue Manager and Underwriter for the initial public offering of shares in Samko Timber Limited.

REFUND

Subscription moneys accompanying invalid acceptances or unsuccessful applications will be refunded, without interest or any share of revenue or other benefit arising therefrom, within 14 days after the Closing Date, by means of a crossed cheque in Singapore currency drawn on a bank in Singapore at the applicants' own risk to their mailing addresses in Singapore as maintained with CDP or the Share Registrar, as the case may be, or (where such acceptances or applications have been made through ATMs) by crediting the bank accounts of the relevant applicants with the relevant Participating Banks.

"NIL-PAID" RIGHTS OF FOREIGN SHAREHOLDERS

A total of 3,944,500 "nil-paid" Rights which would otherwise have been provisionally allotted to Foreign Shareholders have not been sold on the SGX-ST, and as such the Rights Shares represented by such provisional allotments will be issued to satisfy excess Rights Shares applications.

ISSUE AND LISTING OF THE RIGHTS SHARES

The Rights Shares are expected to be issued on 25 January 2010, and listed and quoted on the SGX-ST with effect from 9.00 a.m. on 26 January 2010. Completion of the issue of the Rights Shares will be announced via SGXNET in due course.

The Rights Shares will, when issued and fully paid, rank *pari passu* in all respects with the then existing Shares, except that they will not rank for any dividends or other distributions the record date for which falls on or before the date of issue of the Rights Shares.

ODD-LOT TRADING FACILITY

A temporary counter to facilitate the trading of Shares in board lots of 100 Shares will be maintained for a period of one calendar month commencing on 26 January 2010.

By Order Of The Board

Aris Sunarko @ Ko Tji Kim
Chief Executive Officer
19 January 2010

Important Notice

This Announcement is for information purposes only and does not constitute or form part of any offer or invitation to sell or issue, or any solicitation of any offer to acquire, any Rights or Rights Shares or to take up any entitlements to Rights Shares in any jurisdiction in which such an offer or solicitation is unlawful. No person should acquire any Rights or Rights Shares except on the basis of the information contained in the OIS. The information contained in this Announcement is not for release, publication or distribution to persons in the United States and should not be distributed, forwarded to or transmitted in or into any jurisdiction where to do so might constitute a violation of applicable securities laws or regulations. The issue, exercise or sale of rights and the acquisition or purchase of the Rights Shares are subject to specific legal or regulatory restrictions in certain jurisdictions. The Company assumes no responsibility in the event there is a violation by any person of such restrictions.

The distribution of this Announcement, the OIS, the provisional allotment letters and/or the application forms for Rights Shares and excess Rights Shares into jurisdictions other than Singapore may be restricted by law. Persons into whose possession this Announcement and such other documents come should inform themselves about and observe any such restrictions. Any failure to comply with these restrictions may constitute a violation of the securities laws of any such jurisdiction. Neither the content of the Company's website nor any website accessible by hyperlinks on the Company's website is incorporated in, or forms part of, this Announcement.

This Announcement contains or incorporates by reference "forward-looking statements" regarding the belief or current expectations of the Company, the Board and other members of its senior management about the Group's businesses and the transactions described in this Announcement. Generally, words such as "may", "could", "will", "expect", "intend", "estimate", "anticipate", "believe", "plan", "seek", "continue" or similar expressions identify forward-looking statements. These forward-looking statements are not guarantees of future performance. Rather, they are based on current views and assumptions and involve known and unknown risks, uncertainties and other factors, many of which are outside the control of the Company and are difficult to predict, that may cause actual results to differ materially from any future results or developments expressed or implied from the forward-looking statements. Such risks and uncertainties include the effects of continued

or increasing volatility in international financial markets, economic conditions both internationally and in individual markets in which the Group operates, and other factors affecting the level of the Group's business activities and the costs and availability of financing for the Group's activities. Any forward-looking statement contained in this Announcement based on past or current trends and/or activities of the Group should not be taken as a representation that such trends or activities will continue in the future. No statement in this Announcement is intended to be a profit forecast or to imply that the earnings of the Company for the current year or future years will necessarily match or exceed the historical or published earnings of the Company. In light of the ongoing turmoil in the global financial markets and its contagion effect on the economy, any forward-looking statement contained in this Announcement must be considered with significant caution and reservation. Each forward-looking statement speaks only as of the date of the particular statement. The Company expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statements contained herein to reflect any change in the Company's expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based.