



SAMKO TIMBER LIMITED

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

PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF UP TO 7,224,513,285 NEW ORDINARY SHARES IN THE CAPITAL OF THE COMPANY AT AN ISSUE PRICE OF S\$0.003 FOR EACH RIGHTS SHARE, ON THE BASIS OF THREE (3) RIGHTS SHARES FOR EVERY ONE (1) EXISTING ORDINARY SHARE HELD BY THE ENTITLED SHAREHOLDERS OF THE COMPANY AS AT THE RECORD DATE, FRACTIONAL ENTITLEMENTS TO BE DISREGARDED

- RECEIPT OF IN-PRINCIPLE APPROVAL FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

1. INTRODUCTION

The board of directors (the “**Directors**”) of Samko Timber Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to:

- (a) the Company’s announcement dated 5 September 2023 (“**Rights Issue Announcement**”) in relation to, *inter alia*, the proposed Rights Issue of up to 7,224,513,285 new ordinary shares in the capital of the Company at an issue price of S\$0.003 for each Rights Share on the basis of three (3) Rights Shares for every one (1) existing ordinary share in the capital of the Company held by Entitled Shareholders as at a time and date to be determined by the Directors for the purpose of determining the Entitled Shareholders’ entitlements under the Rights Issue, fractional entitlements to be disregarded; and
- (b) the addendum dated 31 October 2023 to the Rights Issue Announcement (“**Addendum Announcement**”).

Unless otherwise defined, capitalised terms used herein shall bear the same meanings as ascribed to them in the Rights Issue Announcement and the Addendum Announcement.

2. RECEIPT OF APPROVAL IN-PRINCIPLE FROM THE SGX-ST

2.1 Further to the Rights Issue Announcement and the Addendum Announcement, the Directors wish to announce that the Company had on 16 November 2023, received the approval in-principle from the SGX-ST for the listing and quotation of up to 7,224,513,285 Rights Shares on the Mainboard of the SGX-ST, subject to the following conditions:

- (i) compliance with the SGX-ST’s listing requirements;
- (ii) Shareholders’ approval for the Rights Issue at the EGM to be convened;

- (iii) submission of:
 - (a) a written undertaking from the Company that it will comply with Rules 704(30), 877(8) and 1207(20) of the Listing Manual in relation to the use of proceeds from the Rights Issue and where proceeds are to be used for working capital purposes, the Company will disclose a breakdown with specific details on the use of proceeds for working capital in the Company's announcements on use of proceeds and in the annual report;
 - (b) written confirmation from financial institution(s) as required under Rule 877(9) of the Listing Manual that the Undertaking Shareholder who has given the Irrevocable Undertaking has sufficient financial resources to fulfil its obligations under the Irrevocable Undertaking;
 - (c) a written undertaking from the Company that it will comply with Rule 877(10) of the Listing Manual with regard to the allotment of any excess Rights Shares; and
 - (d) a written undertaking from the Company that Rule 820 of the Listing Manual will be complied with.

2.2 The Company has submitted the written undertakings and confirmations referred to in paragraphs 2.1(iii)(a), (b) and (c) above to the SGX-ST. The Company will provide the written undertaking referred to in paragraph 2.1(iii)(d) above to the SGX-ST in due course.

2.3 The SGX-ST's approval in-principle is not to be taken as an indication of the merits of the Rights Shares, the Company and/or its subsidiaries.

3. CIRCULAR AND EGM

The notice of the EGM to be convened and a circular to Shareholders containing details on, among others, the Rights Issue will be made available to Shareholders in due course. Further announcements on the Rights Issue will be made by the Company as and when appropriate.

BY ORDER OF THE BOARD

Riko Setyabudhy Handoko
Executive Director and Chief Executive Officer

16 November 2023