

Appendix A

CORRIGENDUM TO SAMKO TIMBER LIMITED ANNUAL REPORT 2022

Page 4 – CEO Statement

For FY2022, the Group's sales decreased 8% year-on-year (“**yo**y”) to Rp 3.6 trillion. The decrease in sales revenue was largely driven by the downturn in our export markets, especially in the US, in which revenue decreased by ~~37%~~ 11%, brought about by the downturn in the housing and recreational vehicle market. The Group had undertaken prompt actions to dampen the impact of this loss, expanding our presence in other markets, especially in the Middle East.

The Group's selling expenses for FY2022 increased by ~~6%~~ 8% to ~~Rp 285.6 billion~~ Rp 291.7 billion, mainly due to the increase in logistics costs in the first half of the year. However, in FY2022, the Group attained significant impact in the optimization of our operations, thus, reducing our general and administrative expenses by 10% to Rp 289.7 billion. Finance expenses, which is related to interest expense, increased 26% to Rp 155.5 billion due to the incurrence of additional loans for working capital.

Page 60 – Corporate Governance Report

Messrs Moore Stephens LLP (“**MS**”) was re-appointed as the external auditors at the last AGM held on 29 April 2022 until the conclusion of the forthcoming AGM of the Company. The aggregate amount of audit fees paid to MS in FY2022 was ~~S\$154,050~~ S\$157,500. There were no non-audit fees paid to MS in FY2022.

Page 119 – Notes to the Financial Statements for the FY2022

Included were unrealised net fair value losses on foreign exchange forward contracts amounted to Rp2,116 million (2021: Rp2,509 million), the details of which are disclosed in Note 36(a).

Page 122 – Notes to the Financial Statements for the FY2022

A deferred tax liability of approximately Rp14,112 million (2021 (**Restated**): Rp12,524 million) has not been recognised in these financial statements for withholding taxes that would be payable on the undistributed earnings of the Group's foreign subsidiaries as the Group is able to control the timing of dividend distributions of the subsidiaries and has determined that these undistributed earnings will not be distributed in the foreseeable future.

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A reconciliation of liabilities arising from financing activities is as follows:

	Cash flows			Non-cash changes		Additions of right-of-use assets Rp'million	Ending balance Rp'million
	Beginning balance Rp'million	Proceeds ⁽¹⁾ Rp'million	Repayments Rp'million	Foreign exchange movement Rp'million	Non-cash items ⁽²⁾ Rp'million		
Group							
<u>2022</u>							
Interest-bearing loans:							
Short-term loans	988,454	4,866,554	(4,236,101)	81,904	27,704	-	1,728,515
Long-term loan	406,371	110,876	(67,595)	81,801	-	-	1,728,412
Medium-term notes	71,649	-	-	32,865	731	-	482,517
Bank overdraft	50,924	548,697	(525,606)	4,386	-	-	76,766
				-	-	-	74,015
	1,517,398	5,526,127	(4,829,302)	119,155	28,435	-	2,361,813
				119,052	21,371	21,691	2,361,710
Lease liabilities	32,622	-	(34,198)	433	1,630	-	20,228
				113	1,630	-	21,858
	1,550,020	5,526,127	(4,863,500)	119,588	49,806	21,691	2,382,041
				119,165	30,065	-	2,383,568

Page 155 – Notes to the Financial Statements for the FY2022

The Group has the following subsidiary that has material non-controlling interests (“NCI”) at the end of the reporting period:

Name of subsidiary	Proportion of ownership interest and voting rights held by NCI	Profit/(Loss) allocated to NCI Rp'million	Other comprehensive (loss)/income allocated to NCI Rp'million	Accumulated NCI Rp'million
<u>2022</u>				
PT Sumber Graha Maluku and its subsidiaries*	49%	14,319	(48)	330,382
Individual immaterial subsidiaries with NCI		14,327	(60)	330,390
		994	(60)	3,128
		986	(108)	3,120
		15,313	(108)	333,510
<u>2021</u> (restated)				
PT Sumber Graha Maluku and its subsidiaries*	49%	9,413	80	316,111
Individual immaterial subsidiaries with NCI		(1,689)	(30)	2,194
		7,724	50	318,305

* Group entities refer to Note 14.