



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

**NEW TRADE RECEIVABLE FINANCING LOAN FACILITY GRANTED BY PT BANK OCBC NISP
TBK TO PT SUMBER GRAHA SEJAHTERA**

1. Introduction

The board of directors (the “**Board**” or the “**Directors**”) of Samko Timber Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that PT Sumber Graha Sejahtera (“**PT SGS**”), a 99.99% owned subsidiary of the Company, has entered into a Facility Agreement (the “**Facility Agreement**”) with PT Bank OCBC NISP Tbk (the “**Bank**”), pursuant to which PT SGS (as borrower) has procured and accepted a new working capital loan in the form of trade receivable financing of up to USD20,000,000 (approximately equivalent to SGD27,343,948.29 based on an approximate exchange rate of SGD1.00 : Rp10,638 as at 31 May 2022) (the “**Facility**”) granted by the Bank (as lender), in accordance with the terms and conditions as stipulated in the Facility Agreement.

2. Information on Facility

2.1 Salient Terms of the Facility

The principal terms of the Facility Agreement are summarised as follows:

Type of Facility	Trade Receivable Financing (TRF)
Facility Amount	USD20,000,000 (approximately equivalent to SGD 27,343,948.29 based on an approximate exchange rate of SGD1.00 : Rp10,638 as at 31 May 2022)
Purpose	Working capital to finance PT SGS trade receivables, arising from PT SGS sales and export to overseas buyers (customers)
Term of Facility	Up to 30 May 2023
Interest Rate	LIBOR 1 (one) month plus 3.5% per year, floating
Collateral / Security	Fiducia over PT SGS trade receivables with a collateral value of up to USD20,000,000

2.2 Change of Control Provisions

For the purpose of disclosure under Rule 704(31) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board wishes to announce that the Facility contain the mandatory prepayment provision, which states that PT SGS (as the borrower) must prepay any outstanding amount of the Facility, among other, when any of the following events occur:

- (i) Sampoerna Forestry Limited (“SFL”), an indirect majority shareholder of PT SGS, fails to maintain its direct and/or indirect current shares ownership interest (percentage) in PT SGS; or
- (ii) SFL no longer has control over the of PT SGS (i.e. representative of SFL no longer becoming the President Commissioner and CFO of PT SGS); or
- (iii) Mr Putera Sampoerna, his siblings and his children no longer jointly own and have controls directly or indirectly over 100% of SFL shares; or
- (iv) SFL, directly or indirectly, no longer has the ownership or control over at least (minimum) 40.86% equity interest in PT SGS.

The occurrence of any of the above may cause the Bank to require PT SGS to prepay all outstanding sums under the Facility, the aggregate amount of the Facility that may be affected by such a breach is up to USD20,000,000 (approximately equivalent to SGD27,343,948.29 based on an approximate exchange rate of SGD1.00 : Rp10,638 as at 31 May 2022), being the principal amount under the Facility, or the cumulative principal sum disbursed at that juncture and any interest capitalized and accrued till the date of occurrence of such an event.

2.3 Financial Effects

The Facility is not expected to have any material effects on the Group’s consolidated earnings and net tangible assets per share for the financial year ending 31 December 2022.

3. **Interests of Directors and Controlling Shareholders**

None of the Directors and/or the controlling shareholders of the Company and their respective associates is deemed to have any interest, direct or indirect, in the Facility, save for their interests by virtue of their shareholdings (if any) in the Company and the Group.

4. **Directors’ Responsibility Statement**

In respect of the Facility, the Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries that, to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Facility, the Company and the Group, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

5. **Cautions Statement**

The Board wishes to advise shareholders and potential investors to exercise caution when dealing in the shares of the Company and to refrain from taking any action in relation to such shares which may be prejudicial to their interests. Shareholders and potential investors should consult their legal, financial, tax or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Riko Setyabudhy Handoko
Executive Director and Chief Executive Officer

31 May 2022