



HG METAL MANUFACTURING LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 198802660D)

(the "Company")

**ANNOUNCEMENT ON OUTCOME OF THE HEARING
FOR SUMMARY JUDGMENT AGAINST THE COMPANY**

Further to the announcement made on 10 February 2012 by the Company in respect of an application for summary judgment (numbered Summons No. 597/2012/H) received on 9 February 2012 (where Law Project Management Pte Ltd ("LPM") has asked the court to grant judgment for the sum of S\$696,812.14 together with interest on the said sum as well as the costs of the proceedings from the Company), the board of directors of the Company (the "Board") wishes to inform shareholders that judgment has been obtained against the Company on 2 April 2012 by LPM for the sum of RM 667,537.14 (approximately S\$272,204.69) with interest at the contractual interest rate of 8% per annum payable from 8 December 2011 to 2 April 2012, plus costs of the proceedings fixed at S\$8,000 and reasonable disbursements, in respect of a part of the amount claimed by LPM in Suit No. 891/2011/N (the "Suit").

The Company has been granted unconditional leave to defend the rest of the amount claimed in the Suit for which LPM failed to obtain summary judgment.

The Board is in discussion with their legal advisers to determine the next course of action. The Board will release further announcements of any material developments in connection with the matter.

BY ORDER OF THE BOARD

Goh Kian Sin
Chief Executive Officer
4 April 2012