

HG METAL MANUFACTURING LIMITED

(Incorporated in Singapore under the Companies Act, Chapter 50)
Registered office: No. 15 Jurong Port Road, Singapore 619119
(Company Registration No.: 198802660D)

NOTICE OF EXPIRY OF WARRANTS

TO: ALL HOLDERS OF WARRANTS TO SUBSCRIBE FOR NEW ORDINARY SHARES IN THE CAPITAL OF HG METAL MANUFACTURING LIMITED (THE "COMPANY").

THIS NOTICE IS AN IMPORTANT NOTICE WHICH REQUIRES YOUR IMMEDIATE ATTENTION.

If you are in doubt as to the action you should take, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser immediately.

Holders of the Company's Warrants (the "**Warranholders**") who have sold their Warrants should immediately upon receipt of a copy of this Notice, send it to the purchaser or the bank, stockbroker or agent through whom the sale was effected for onward transmission to the purchaser.

In this Notice, the term "Warrants" refer to all warrants issued by the Company, the terms of which are constituted in the deed poll executed by the Company on 16 November 2009.

EXPIRY OF WARRANTS ON 22 NOVEMBER 2012 AT 5.00 P.M.

Warranholders are reminded that in accordance with the terms and conditions of the Warrants, the rights to subscribe for new ordinary shares (the "**New Shares**") in the capital of the Company **will expire at 5.00 p.m. on Thursday, 22 November 2012**, after which time, any rights comprised in the Warrants which have not been exercised will lapse and the Warrants will cease to be valid for any purpose whatsoever.

EXERCISE PRICE

The exercise price of the Warrants is **S\$0.1248** for each New Share (the "**Exercise Price**").

PROCEDURE FOR EXERCISE OF WARRANTS

Warranholders who wish to exercise their subscription rights must do so in accordance with the terms and conditions of the Warrants. In order to exercise the Warrants, a Warranholder must complete and sign the exercise notice relating to the Warrants in the prescribed form (the "**Exercise Notice**"). A copy of the Exercise Notice is attached with this Notice sent out to each Warranholder and copies of the Exercise Notice are also available from the Company. The address, telephone and business hours of the Company are as follows:

HG Metal Manufacturing Limited
15 Jurong Port Road
Singapore 619119
Tel : 6268 2828
Business Hours : Mondays to Fridays 8.00 a.m. to 5.30 p.m.

Completed Exercise Notice must be delivered to the Company not later than **5.00 p.m. on Thursday, 22 November 2012** accompanied by the following:

1. A remittance (in Singapore currency) by banker's draft or by cashier's order drawn on a bank in Singapore made payable to "**HG METAL MANUFACTURING LIMITED**" for the full amount of the aggregate Exercise Price payable in respect of the Warrants exercised. The name of the exercising Warranholder, the number of Warrants being exercised and where the relevant Warrant certificate being registered in the name of a person other than the The Central Depository (Pte) Limited ("**CDP**"), the certificate number of the relevant Warrant certificate, or where the relevant certificate is registered with CDP, the securities account number of the exercising Warranholder from which the number of Warrants being exercised is to be debited should be clearly written on the reverse side of the banker's draft or cashier's order, as the case may be;

2. Any such evidence as the Company may require to determine or verify the due execution of the Exercise Notice by or on behalf of the exercising Warranholder (including every joint Warranholder, if any);
3. Any deposit or other fees for the time being chargeable by and payable to the CDP if any, and any stamp issue, registration or other similar taxes or duties arising on the exercise of the relevant Warrants as the Company may require; and
4. Any payment of the expenses for, and the submission of any necessary documents required in order to effect, the registration of the New Shares and any property or other securities to be delivered upon the exercise of the relevant Warrants to the place specified by the exercising Warranholder in the Exercise Notice or to CDP.

Where the Warrants are registered in the name of CDP, Warranholders should note that the exercise of their Warrants is conditional upon, inter alia, the number of Warrants which they wish to exercise standing to the credit of the "Free Balance" of their securities accounts with CDP.

Any New Shares arising from such exercise of the Warrants will rank *pari passu* with then existing Shares of the Company save for dividends, rights, allotments and other distributions, the Record Date of which is on or before the relevant Exercise Date of the Warrants. Record Date in this context means, in relation to any dividends, rights, allotments or other distributions, the date at the close of business on which Members must be registered in order to participate in such dividends, rights, allotments or other distributions.

Copies of the Exercise Notice have been sent to all Warranholders whose names appear in the Register of Warrant Holders as at 19 October 2012.

AFTER THE CLOSE OF BUSINESS AT 5.00 P.M. ON 22 NOVEMBER 2012, ANY SUBSCRIPTION RIGHTS UNDER THE WARRANTS WHICH HAVE NOT BEEN EXERCISED AS AFORESAID WILL LAPSE AND EVERY WARRANT WILL THEREAFTER CEASE TO BE VALID FOR ANY PURPOSE WHATSOEVER.

BY ORDER OF THE BOARD
HG METAL MANUFACTURING LIMITED

Name : Goh Kian Sin
Designation : Chief Executive Officer
19 October 2012