



HG METAL MANUFACTURING LIMITED
(Company Registration No. 198802660D)

**Financial Statements and Dividend Announcement for Financial Period Ended
30 June 2013**

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF YEAR AND FULL YEAR RESULTS

1(a)(i) A Statement of Comprehensive Income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group			Group		
	Apr to Jun	Apr to Jun		Jan to Jun	Jan to Jun	
	2013	2012	%	2013	2012	%
	S\$'000	S\$'000	(+/-)	S\$'000	S\$'000	(+/-)
Revenue	67,081	85,738	(22)	140,203	172,245	(19)
Cost of sales	(62,551)	(80,992)	(23)	(130,460)	(164,753)	(21)
Gross profit	4,530	4,746	(5)	9,743	7,492	30
Gross margin	6.8%	5.5%		6.9%	4.3%	
Other operating income	1,489	930	60	2,459	1,900	29
Distribution expenses	(655)	(592)	11	(1,247)	(1,240)	1
Administrative expenses	(3,278)	(2,990)	10	(6,280)	(6,190)	1
Other operating expenses	(3,031)	(2,675)	13	(5,080)	(4,090)	24
Finance expenses	(519)	(320)	62	(909)	(995)	(9)
Share of associate profits	2,193	1,348	63	4,482	1,641	nm*
Profit/(Loss) before tax	729	447	nm*	3,168	(1,482)	nm*
Income tax (expense) /credit	(16)	(17)	nm*	(10)	(54)	nm*
Net profit/(loss) after tax	713	430	nm*	3,158	(1,536)	nm*
Other comprehensive income						
Currency translation adjustments	(25)	(94)	nm*	63	(98)	nm*
Share of other comprehensive income of associates	(23)	3	nm*	(20)	(19)	nm*
Other comprehensive income for the period, net of tax	(48)	(91)	nm*	43	(117)	nm*
Total comprehensive income for the period	665	339	nm*	3,201	(1,653)	nm*
Profit/(Loss) attributable to:						
Equity holders of the Company	707	574	nm*	3,150	(1,346)	nm*
Non-controlling interests	6	(144)	nm*	8	(190)	nm*
	713	430	nm*	3,158	(1,536)	nm*
Total comprehensive income attributable to:						
Equity holders of the Company	670	513	nm*	3,177	(1,431)	nm*
Non-controlling interests	(5)	(174)	nm*	24	(222)	nm*
	665	339	nm*	3,201	(1,653)	nm*

*nm denotes not meaningful

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1(a)(ii) Notes to the Statement of Comprehensive Income for the Group

	Group		Group	
	Apr to Jun 2013	Apr to Jun 2012	Jan to Jun 2013	Jan to Jun 2012
Profit before tax is arrived at after charging/(crediting) the following:	S\$'000	S\$'000	S\$'000	S\$'000
Allowance for doubtful debts	228	3	228	3
Writeback of allowance for doubtful debts	(13)	(20)	(21)	(35)
Bad Debts written off	32	-	46	-
Amortisation of computer software	9	43	56	86
Amortisation of deferred income	(357)	-	(595)	-
Depreciation of property, plant and equipment	666	736	1,270	1,469
Fair value (gain) /loss on investment held for trading	18	15	-	40
Fair value (gain)/loss on derivatives, net	(73)	(536)	(149)	(493)
Foreign exchange loss /(gain), net	109	1,047	143	399
Interest income	(21)	-	(27)	-
Interest on borrowings	519	320	909	995
Loss/(gain) on sale of property, plant and equipment	(16)	57	(2)	57
Write off of inventories	12	-	12	-
Write (back) /down of inventories	9	197	9	197

Note

1. Certain comparative figures in the Statement of Comprehensive Income for the financial period ended 31 December 2012 have been restated to conform to the current year's classification to better reflect the nature of the items. The reclassification has no effect on the results as reported for the previous financial period. Costs incurred as carriage outwards were previously included in Other Operating Expenses are appropriately reclassified to Distribution Expenses.

	<u>As previously reported</u>		<u>As restated</u>	
	<u>Apr to Jun 2012</u>	<u>Jan to Jun 2012</u>	<u>Apr to Jun 2012</u>	<u>Jan to Jun 2012</u>
Distribution Expenses	432	884	592	1,240
Other Operating Expenses	2,835	4,446	2,675	4,090

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1(b)(i) A Statements of Financial Position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	30.06.2013 S\$'000	31.12.2012 S\$'000	30.06.2013 S\$'000	31.12.2012 S\$'000
Non-current assets				
Property, plant and equipment	17,855	17,637	9,109	9,403
Intangible assets	351	381	331	361
Investment in subsidiaries	-	-	13,488	13,488
Investment in associates	44,154	42,853	713	713
	62,360	60,871	23,641	23,965
Current assets				
Investment held for trading	75	75	-	-
Derivative financial instruments	159	22	154	22
Inventories	126,323	86,202	105,370	71,571
Trade and other receivables	63,912	96,629	79,576	114,140
Prepaid expenses	1,145	320	844	128
Cash and cash equivalents	22,206	18,522	7,554	5,589
	213,820	201,770	193,498	191,450
Current liabilities				
Trade and other payables	57,130	47,377	49,904	42,614
Finance lease payables	110	183	22	87
Bank borrowings	61,547	55,743	47,056	47,971
Provision for taxation	162	108	-	-
Deferred income	1,428	1,310	1,429	1,310
Derivative financial instruments	-	12	-	-
	120,377	104,733	98,411	91,982
Net-current assets	93,443	97,037	95,087	99,468
Non current liabilities				
Finance lease payables	156	195	-	-
Bank borrowings	7,780	8,947	7,780	8,947
Provision for reinstatement costs	1,000	1,000	700	700
Deferred income	7,976	8,690	7,976	8,690
Deferred taxation	9	187	-	-
	16,921	19,019	16,456	18,337
	138,882	138,889	102,272	105,096
Capital and reserves				
Share capital	137,314	137,314	137,314	137,314
Treasury shares	(1,885)	(1,885)	(1,885)	(1,885)
Other reserves	1,928	1,901	2,527	2,527
Accumulated (losses) / profits	(360)	(302)	(35,684)	(32,860)
Equity attributable to equity holders of the Company	136,997	137,028	102,272	105,096
Non-controlling interests	1,885	1,861	-	-
Total equity	138,882	138,889	102,272	105,096

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1(b)(ii) Aggregate amount of group's borrowings and debt securities

	As at 30 June 2013			As at 31 December 2012		
	Secured S\$'000	Unsecured S\$'000	Finance lease S\$'000	Secured S\$'000	Unsecured S\$'000	Finance lease S\$'000
Repayable within one year	53,719	7,828	110	49,230	6,513	183
Repayable after one year	7,780	-	156	8,947	-	195
Total	61,499	7,828	266	58,177	6,513	378

Details of collaterals

The Group's borrowings of approximately S\$61.5 million is secured by way of fixed and floating charge over all assets of the Company, legal mortgage over properties of the Company and fixed deposits pledged to banks by Malaysian subsidiaries.

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1(c)(i) A Statement of Cash Flows for the Group, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group		Group	
	Apr to Jun 2013 S\$'000	Apr to Jun 2012 S\$'000	Jan to Jun 2013 S\$'000	Jan to Jun 2012 S\$'000
Cash flows from operating activities				
Profit / (Loss) before tax	729	447	3,168	(1,482)
Adjustments for:				
Depreciation of property, plant and equipment	666	736	1,270	1,469
Amortisation of computer software	9	43	56	86
Loss (Gain) on disposal of property, plant and equipment	(16)	57	(2)	57
(Writeback) / Allowance made for doubtful debts, net	215	(17)	207	(32)
Bad debts written off	32	-	46	-
Write (back) / down of inventories	9	197	9	197
Write off of inventories	12	-	12	-
Fair value loss(gain) on investment held for trading	18	15	-	40
Fair value loss/ (gain) on derivatives, net	(73)	(536)	(149)	(493)
Interest expense	519	320	909	995
Interest income	(21)	-	(27)	-
Share of associates results	(2,193)	(1,348)	(4,482)	(1,641)
Amortisation of deferred income	(357)	-	(595)	-
Foreign currency realignment	-	(70)	49	(75)
Operating cash flow before working capital changes	(451)	(156)	471	(879)
Working capital changes:				
Inventories	(23,899)	(8,178)	(40,144)	10,353
Trade and other receivables	(3,454)	(2,775)	(5,810)	(11,436)
Trade and other payables	(3,116)	14,075	9,860	932
Cash generated (used in) / from operations	(30,920)	2,966	(35,623)	(1,030)
Interest expense paid	(519)	(320)	(909)	(995)
Interest income received	21	-	27	-
Income tax (paid) refund	(112)	(29)	(134)	(82)
Net cash flows generated (used in) / from operating activities	(31,530)	2,617	(36,639)	(2,107)
Cash flows from investing activities				
Dividend income received from quoted investment	-	-	2,107	-
Fixed deposits pledged	-	(8)	-	(16)
Proceeds from disposal of property, plant and equipment	138	53	38,851	56
Purchase of property, plant and equipment	(633)	(1,685)	(1,931)	(3,178)
Purchase of intangible assets	(26)	-	(26)	(19)
Net cash flows (used in) / from investing activities	(521)	(1,640)	39,001	(3,157)
Cash flows from financing activities				
Proceeds from issue of new shares in the Company	-	-	-	7,268
Purchase of treasury shares	-	(362)	-	(362)
Dividends paid on ordinary shares of the Company	(3,208)	(6,555)	(3,208)	(6,555)
Dividends paid to minority shareholders of a subsidiary	-	-	-	-
Proceeds from bank borrowings	58,116	51,419	104,458	90,917
Repayment of bank borrowings	(26,697)	(52,074)	(99,824)	(81,969)
Repayment of finance lease payables	(59)	(84)	(112)	(162)
Restricted cash ⁽²⁾	(1,519)	-	(3,960)	-
Net cash flows from / (used in) generated from financing activities	26,633	(7,656)	(2,646)	9,137
Net change in cash and cash equivalents	(5,418)	(6,679)	(284)	3,873
Cash and cash equivalents at beginning of the period	23,001	22,567	17,867	12,015
Cash and cash equivalents at end of period	17,583	15,888	17,583	15,888

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1(c)(ii) Note to the Consolidated Statement of Cash Flows

For the purposes of the consolidated statement of cash flows, cash and cash equivalents comprise:

	Group	
	As at 30 June 2013 S\$'000	As at 30 June 2012 S\$'000
Cash and bank balances	21,543	16,091
Fixed deposits	663	651
	22,206	16,742
<i>Less</i> : Fixed deposits pledged with banks ⁽¹⁾	(663)	(651)
<i>Less</i> : Restricted cash pledged with banks ⁽²⁾	(3,960)	0
<i>Less</i> : Bank overdrafts	0	(203)
Cash and cash equivalents per consolidated cash flow statement	17,583	15,888

⁽¹⁾ The Group's Malaysian subsidiaries have fixed deposits pledged with banks to secure credit facilities granted to them.

⁽²⁾ An order has been issued by the Malaysia Customs restricting one of the Malaysia subsidiaries to access its banking accounts amounting to S\$4.0 million. This arose as the Malaysia subsidiary had acquired a batch of materials from a local vendor, deemed to be without bone fide title and import duties not fully paid. This matter was resolved and all monies frozen by the Banks were released on 30 July 2013.

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1(d)(i) Statements of Changes in Equity (for the issuer and group) showing all changes in equity, together with a comparative statement for the corresponding period of the immediately preceding financial year

Group	Attributable to equity shareholders of the Company								
	Share capital	Treasury shares	Capital reserve	Fair value reserve	Foreign currency translation reserve	Accumulated (losses) / profits	Total	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2013	137,314	(1,885)	2,527	(4)	(622)	(302)	137,028	1,861	138,889
Profit for the period	-	-	-	-	-	3,150	3,150	8	3,158
<u>Other comprehensive income</u>									
Foreign currency translation	-	-	-	-	47	-	47	16	63
Share of other comprehensive income of associate	-	-	-	-	(20)	-	(20)	-	(20)
Other comprehensive income for the period, net of tax	-	-	-	-	27	-	27	16	43
Total comprehensive income for the period	-	-	-	-	27	3,150	3,177	24	3,201
<u>Contribution by and distributions to owners</u>									
Dividend on ordinary shares	-	-	-	-	-	(3,208)	(3,208)	-	(3,208)
Total contributions by and distributions to owners	-	-	-	-	-	(3,208)	(3,208)	-	(3,208)
Balance as at 30 June 2013	137,314	(1,885)	2,527	(4)	(595)	(360)	136,997	1,885	138,882

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Group	Attributable to equity shareholders of the Company								
	Share capital	Treasury shares	Capital reserve	Fair value reserve	Foreign currency translation reserve	Accumulated (losses) / profits	Total	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2012	130,046	-	2,527	(9)	(424)	1,133	133,273	2,178	135,451
Profit for the period	-	-	-	-	-	(1,346)	(1,346)	(190)	(1,536)
<u>Other comprehensive income</u>									
Foreign currency translation	-	-	-	-	(65)	-	(65)	(33)	(98)
Share of other comprehensive income of associate	-	-	-	-	(19)	-	(19)	-	(19)
Other comprehensive income for the period, net of tax	-	-	-	-	(84)	-	(84)	(33)	(117)
Total comprehensive income for the period	-	-	-	-	(84)	(1,346)	(1,430)	(223)	(1,653)
<u>Contribution by and distributions to owners</u>									
Issuance of ordinary shares	7,268	-	-	-	-	-	7,268	-	7,268
Purchase of treasury shares	-	(362)	-	-	-	-	(362)	-	(362)
Dividend on ordinary shares	-	-	-	-	-	(6,555)	(6,555)	(13)	(6,568)
Total contributions by and distributions to owners	7,268	(362)	-	-	-	(6,555)	351	(13)	338
Balance as at 30 June 2012	137,314	(362)	2,527	(9)	(508)	(6,768)	132,194	1,942	134,136

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Company	Share capital	Treasury shares	Capital reserve	Accumulated (losses) / profits	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2013	137,314	(1,885)	2,527	(32,860)	105,096
Profit for the period, representing total comprehensive income for the period	-	-	-	384	384
<u>Contributions by and distributions to owners</u>					
Issuance of ordinary shares	-	-	-	-	-
Purchase of treasury shares	-	-	-	-	-
Dividend on ordinary shares	-	-	-	(3,208)	(3,208)
Total contributions by and distributions to owners	-	-	-	(3,208)	(3,208)
Balance as at 30 June 2013	137,314	(1,885)	2,527	(35,684)	102,272
Balance as at 1 January 2012	130,046	-	2,527	(27,836)	104,737
Profit for the period, representing total comprehensive income for the period	-	-	-	(2,174)	(2,174)
<u>Contributions by and distributions to owners</u>					
Issuance of ordinary shares	7,268	-	-	-	7,268
Purchase of treasury shares	-	(362)	-	-	(362)
Dividend on ordinary shares	-	-	-	(6,555)	(6,555)
Total contributions by and distributions to owners	7,268	(362)	-	(6,555)	351
Balance as at 30 June 2012	137,314	(362)	2,527	(36,565)	102,914

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year

There was no change in the Company's share capital during the 2nd quarter ended 30 June 2013.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at end of the immediately preceding year.

	30 June 2013	31 December 2012
Total number of shares	1,092,521,962	1,092,521,962
Treasury shares	<u>(23,268,000)</u>	<u>(23,268,000)</u>
Total number of shares excluding treasury shares	<u>1,069,253,962</u>	<u>1,069,253,962</u>

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

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2. Whether figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have not been reviewed or audited by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)

Not Applicable

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited financial statements have been applied

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation to the financial statements for the current financial year and the most recent audited financial statements for the financial period ended 31 December 2012.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change

The Group has adopted the new or revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") which became effective for the current financial year, where applicable. The adoption of these FRS and INT FRS did not result in any substantial changes to the Group's accounting policies and there is no material impact on the financial statements of the Group since 31 December 2012.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

	Group		Group	
	Apr to Jun 2013	Apr to Jun 2012	Jan to Jun 2013	Jan to Jun 2012
Earnings per ordinary shares:				
(a) Basic (cents)	0.07	0.05	0.29	(0.13)
(b) Diluted (cents)	0.07	0.05	0.29	(0.13)

(a) Earnings per share were calculated based on weighted average number of shares of 1,069,253,962 for the period ended 30 June 2013 and 1,090,273,462 for the period ended 30 June 2012.

(b) Diluted earnings per share were calculated based on adjusted weighted average number of shares during the period.

There was no dilution in earnings per ordinary share this quarter and the comparative quarter last year.

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7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year**

	Group		Company	
	30.06.2013	31.12.2012	30.06.2013	31.12.2012
Net asset value per ordinary share (cents)	12.81	12.82	9.56	9.83

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of any significant factors that affected the turnover, costs and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. Any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

Results for Apr to Jun 2013 ("2Q2013") versus Apr to Jun 2012 ("3Q2012")

(Note: There are 5 quarters in financial period ended 31 December 2012 due to change of its year end.)

Revenue and Gross Profit

The Group's revenue decreased by 22% from S\$85.7 million in 3Q2012 to S\$67.1 million in 2Q2013, due to lower selling prices and volume declining by an average of 10% and 12% respectively.

However, the Group's gross profit decreased marginally by S\$0.2 million from S\$4.7 million in 3Q2012, to S\$4.5 million in 2Q2013 mainly due to the increase in the Group's gross profit margin in 2Q2013 by 1.3 percentage points to 6.8% from 5.5% a year ago.

Other Operating Income

Other operating income increased from S\$0.9 million in 3Q2012 to S\$1.5 million in 2Q2013 mainly due to rental income and amortization of deferred revenue on sales of 15 Jurong Port Road ("JPR") in 2Q2013.

Administrative Expenses, Other Operating and Finance Expenses

Administrative expenses increased by 10% from S\$3.0 million in 3Q2012 to S\$3.3 million in 2Q2013 because of staff cost as the group gears up for its development of new businesses of construction steel and expansion of distribution business into the Malaysia market.

Other operating expenses increased by 13% from S\$2.7 million in 3Q2012 compared to S\$3.0 million in 2Q2013. The increase was due to the additional rental payments of S\$1.2million for the office and warehouse at JPR following the completion of the sale and leaseback of JPR in January 2013. This increase in other operating expenses was partially set off by the reduction in the foreign exchange loss of S\$0.9 million.

The increase in finance expenses in 2Q2013 in comparison to 3Q2012 was on the account of reversal of late payment interest to supplier S\$0.2 million in 3Q2012.

Profitability

The Group recorded a net profit after tax of S\$0.7 million in 2Q2013, compared to a profit of S\$0.4 million in 3Q2012.

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Results for Jan to Jun 2013 (“YTD2013”) versus Jan to Jun 2012 (“YTD2012”)

(Note: “YTD2012” refers to the corresponding six months of the immediately preceding financial period ended 31 December 2012)

Revenue and Gross Profit

Although the Group’s revenue decreased by 19% from S\$172.2 million in YTD2012 to S\$140.2 million in YTD2013, the gross profit increased by 30% from S\$7.5 million in YTD2012 to S\$9.7 million in YTD2013 contributed by the improvement in gross profit margin by 2.6 percentage points to 6.9% from 4.3%, as compared to the same period last year.

Other Operating Income

Other operating income increased by 29% from S\$1.9 million in YTD2012 to S\$2.5 million in YTD2013. The increase in other operating income was principally due to the amortization of deferred revenue on sales of JPR and warehouse handling & rental income.

Other Operating Expenses

Other operating expenses increased by 24% from S\$4.1 million in YTD2012 to S\$5.1 million in YTD2013 mainly due to the additional rental payment for office and warehouse at JPR as explained above.

Profitability

The Group recorded a net profit after tax of S\$3.2 million in YTD2013, compared to a loss of S\$1.5 million in YTD12.

Balance Sheet

The Group held an inventory level of S\$126.3 million as at 30 June 2013, as compared to S\$86.2 million as at 31 December 2012, due to business expansion into Malaysia and Myanmar, delays in customers’ request for deliveries and slower sales activities during the quarter under review.

Out of the S\$96.6 million trade and other receivables as at 31 December 2012, S\$38.7 million was received in 1Q2013 from the sale and leaseback of the Group’s property at JPR. Excluding the disposal proceeds, trade and other receivables increased 10% from S\$57.9 million as at 31 December 2012 to S\$63.9 million as at 30 June 2013 due to the increase in sales on credit terms, with debtors turnover days from 55 days to 70 days respectively.

Trade and other payables increased to S\$57.1 million as at 30 June 2013 as compared to S\$47.4 million as at 31 December 2012. The purchases were made in view of anticipated off take of deliveries of project contracts in hand in the next quarter.

Statement of Cash Flows

The Group’s cash and cash equivalents were S\$17.6 million as at 30 June 2013 in comparison to S\$15.9 million as at 30 June 2012.

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The net cash flows used in operating activities for the period was S\$36.7 million, set off by the proceeds received S\$39.0 million from the disposal of the property at JPR included in the net cash flow from investing activities for the period.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

Not applicable.

10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

According to The Organisation for Economic Co-operation and Development (“OECD”), the ASEAN region has experienced an increase in the steel consumption and will continue to rise gradually, fuelled by sustainable positive GDP. The construction sector is expected to maintain its growth and the demand of steel is anticipated to be further supported by new development of infrastructure for ASEAN connectivity.

The Group views ASEAN as a key market and will continue to invest in strategic areas to pursue its business expansion plan. However, the Group also noted that global steel prices are still experiencing volatility impacted by the supply capacity in China.

11. Dividend

(a) Current financial period reported on

Any dividend recommended for the current financial period reported on?

None.

(b) Corresponding period of the immediately preceding financial year

Any dividend recommended for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared for the reporting period.

HG METAL MANUFACTURING LIMITED

Financial Statements and Dividend Announcement for Financial Period Ended 30 June 2013

13. Interested persons transactions

Name of Interested persons	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)*		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)*	
	Jan - Jun 2013 S\$'000	Jan - Jun 2012 S\$'000	Jan - Jun 2013 S\$'000	Jan - Jun 2012 S\$'000
Chye Hin Hardware Pte Ltd				
Sales	-	-	2,101	1,835
Purchases	-	-	3,577	4,739
Other Charges	-	-	-	(29)
Oriental Sheet Piling Pte Ltd				
Sales	-	-	5,219	1,964
Purchase	-	-	5,791	918
Other Charges	-	-	398	-
Other Income	-	-	21	-
Oriental Sheet Piling Sdn Bhd				
Sales	-	-	120	-
Oriental Castle Sdn Bhd				
Management support services	-	-	74	-
Other Charges	-	-	9	271
Oriental SP Sdn Bhd				
Sales	18	-	-	-
Other Charges	10	-	-	-
Other Income	10	-	-	-
Oriental SP Steelworks Sdn Bhd				
Other Charges	22	-	-	-
Oriental Housetop Sdn Bhd				
Other Charges	-	4	-	-
Timuran Engineering Sdn Bhd				
Other Charges	-	32	-	-
PT OSP				
Sales	(11)	-	-	-
Other Income	4	-	-	-
Managing Director				
Option to purchase club membership	-	236	-	-

* The above includes all transactions regardless of value

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14. Confirmation by the Board

The directors of the Company confirm that to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results for the quarter ended 30 June 2013 to be false or misleading in any material respect.

On behalf of the Board,

Mr Goh Kian Sin
Managing Director

7 August 2013