

HG METAL MANUFACTURING LIMITED

(Company Registration Number: 198802660D)
(Incorporated in the Republic of Singapore)

INCREASE IN SHARE CAPITAL OF WHOLLY-OWNED SUBSIDIARY

The Board of Directors of HG Metal Manufacturing Limited ("the Company", and together with its subsidiaries, the "Group") is pleased to announce that HG Metal Manufacturing Sdn Bhd ("HGMMSB"), an indirect wholly-owned subsidiary of the Company, has increased its issued and paid-up capital from RM10,000,000 to RM17,650,060.

HG Metal Investments Pte Ltd ("HGMI"), a wholly-owned subsidiary of the Company, has subscribed for an additional 7,650,060 ordinary shares in HGMMSB, which shall be satisfied by capitalization of RM7,650,060 debts owed by HGMMSB to HGMI. Following the aforesaid subscription, HGMI now holds 17,650,060 ordinary shares in the capital of HGMMSB.

The above transaction is not expected to have any material impact on the consolidated net tangible assets or earnings per share of the Group for the current financial year.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

FOO SEY LIANG
Executive Director

17 August 2015