

HG METAL MANUFACTURING LIMITED
(Company Registration Number: 198802660D)
(Incorporated in the Republic of Singapore)

PROPOSED SHARE CONSOLIDATION OF EVERY TEN (10) EXISTING ISSUED ORDINARY SHARES IN THE CAPITAL OF HG METAL MANUFACTURING LIMITED HELD BY SHAREHOLDERS AS AT A BOOKS CLOSURE DATE TO BE DETERMINED, INTO ONE (1) ORDINARY SHARE, FRACTIONAL ENTITLEMENTS TO BE DISREGARDED (THE "PROPOSED SHARE CONSOLIDATION")

The Board of Directors (the "**Board**") of HG Metal Manufacturing Limited (the "**Company**") refers to the Company's announcement dated 29 February 2016 (the "**Announcement**") relating to the proposed share consolidation of every ten (10) existing issued ordinary shares in the capital of the Company into one (1) ordinary share. Unless otherwise defined, all capitalised terms used herein bear the same meanings as in the Announcement.

The Board wishes to announce that the Company has received the approval in-principle from the SGX-ST on 23 March 2016 for the listing and quotation of up to 130,612,196 Consolidated Shares on the Mainboard of the SGX-ST, subject to the following:

- (a) Shareholders' approval being obtained at the forthcoming EGM for the Proposed Share Consolidation; and
- (b) Compliance with the SGX-ST's listing requirements.

The approval in-principle of the SGX-ST is not to be taken as an indication of the merits of the Proposed Share Consolidation, the Consolidated Shares, the Company and/or its subsidiaries.

A circular containing, *inter alia*, further information on the Proposed Share Consolidation and the notice of EGM will be despatched to Shareholders in due course.

BY ORDER OF THE BOARD

Foo Sey Liang
Executive Director
23 March 2016