



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

RESPONSE TO SGX QUERY ON ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

The Board of Directors of HG Metal Manufacturing Limited (the “**Company**”) refers to the query raised by Singapore Exchange Securities Trading Limited (“**SGX-ST**”) in respect of the Company’s Annual Report for the financial year ended 31 December 2015 (“**Annual Report**”) and wishes to respond as follows:-

SGX-ST’s query:

It is stated on page 36 of the 2015 Annual Report, “*In accordance with Rule 1207(19) of the Listing Manual issued by SGX-ST, the Company notifies all employees that they are prohibited from trading in the Company’s shares one month prior to the announcement of the Company’s full year results and 14 days before the announcement of the first three quarters of the Company’s financial results. The Company has also issued a policy on Insider Trading to all employees which sets out the principles of relevant laws relating to insider trading which are applicable at all times. The Company prohibits its officers from dealing in the Company’s shares on short-term considerations or when they are in possession of unpublished price-sensitive information.*”

Please disclose whether and how the Company has complied with the best practices on dealing in securities pursuant to Listing Rule 1207(19)(c), in particular that the listed issuer should not deal in the listed issuer’s securities during the period commencing two weeks before the announcement of the company financial statements for each of the first three quarters of its financial year and one month before the announcement of the company’s full year financial statements (if required to announce quarterly financial statements), or one month before the announcement of the company’s half year and full year financial statements (if not required to announce quarterly financial statements).

Company’s response:

The Company refers to the disclosure on page 36 of the Annual Report and wishes to inform that an internal memo was circulated to all Directors, officers and employees of the Company two weeks before the announcement of the Company’s financial results for the first three quarters and one month prior to the announcement of the full year results (“**Black-out Period**”). The internal memo is to notify and remind all Directors, officers and employees of the Company on compliance with the best practices on dealing in securities pursuant to Listing Rule 1207(19)(c), in not dealing with the Company’s securities during the Black-out Period. The Company, its Directors and officers are also aware that the Company should not deal in its own securities (including undertaking any share repurchases) during the Black-out Period. Therefore, the Company wishes to confirm that it has complied with the Listing Rule 1207(19)(c).

By Order of the Board

Foo Sey Liang
Executive Director

27 April 2016