

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

USE OF PROCEEDS FROM THE PLACEMENT OF 25,059,406 NEW SHARES TO RAISE PLACEMENT CONSIDERATION OF S\$6.97 MILLION

Capitalised terms which are not defined in herein shall have the meanings ascribed to them in the Company's announcements dated 31 August 2023, 16 September 2023 and 19 September 2023 (the "Announcements").

The Board of Directors ("the **"Board"** or the **"Directors"**) of HG Metal Manufacturing Limited (the **"Company"**) refers to the Company's announcement dated 19 September 2023 on the completion of placement of 25,059,406 new ordinary shares (**"Placement Shares"**) in the capital of the Company at an issue price of S\$0.278 for each Placement Share (the **"Placement"**).

The Board wishes to provide an update on the use of the net proceeds raised by the Company from the Placement which amounted to approximately S\$6.89 million (after deducting estimated expenses pertaining to the Placement of approximately S\$76,000) as follows:

	Amount allocated S\$'000	Amount utilised as at the date of this announcement S\$'000	Balance as at the date of this announcement S\$'000
Use of Net Proceeds			
General working capital	6,890	2,183 ⁽¹⁾	4,707

Note

⁽¹⁾ General working capital consists of purely trade payment for purchase of inventory.

The above utilisation of proceeds is in accordance with the intended use as set out in the announcement dated 31 August 2023.

The Company will continue to provide updates on the use of the net proceeds as and when such proceeds are materially disbursed or utilised. The Company will also provide a status report on the use of the Net Proceeds in its annual report(s) and financial results announcement(s).

BY ORDER OF THE BOARD
HG METAL MANUFACTURING LIMITED

Xiao Xia
Executive Director and Chief Executive Officer
12 January 2024