



HG METAL MANUFACTURING LIMITED

(Company Registration No. 198802660D)
(Incorporated in the Republic of Singapore)

PLACEMENT OF UP TO 50,130,000 NEW SHARES TO RAISE PLACEMENT CONSIDERATION OF UP TO S\$13.33 MILLION

- FULFILMENT OF CONDITIONS PRECEDENT FOR SECOND TRANCHE COMPLETION

1. INTRODUCTION

The Board of Directors ("**Board**") of HG Metal Manufacturing Limited ("**Company**") refers to its earlier announcements dated 25 March 2024, 5 June 2024, 27 June 2024 (the "**Earlier Announcements**") as well as the circular ("**Circular**") despatched to shareholders of the Company ("**Shareholders**") on 12 June 2024 in relation to the proposed placement of up to 50,130,000 fully paid-up ordinary shares in the capital of the Company (the "**Placement Shares**") at an issue price of S\$0.266 for each Placement Share amounting to an aggregate placement consideration of up to S\$13,334,580 pursuant to the placement agreement entered into amongst the Company and the Subscribers dated 25 March 2024 (the "**Placement Agreement**"). As contemplated in the Company's earlier announcement dated 27 June 2024, 16,130,000 of the Placement Shares were allotted and issued on 28 June 2024.

Unless otherwise defined, all capitalised terms used and not defined herein shall have the same meanings ascribed to them in the Circular.

2. FULFILMENT OF THE CCCS CONDITION

- 2.1 The further allotment and issue ("**Second Tranche Placement**") of 34,000,000 Placement Shares ("**Second Tranche Placement Shares**") is conditional upon, *inter alia*, obtaining clearance from the Competition and Consumer Commission of Singapore ("**CCCS**") that the placement of the Second Tranche Placement Shares does not infringe Section 54 of the Competition Act 2004 of Singapore ("**Competition Act**") as may be necessary or appropriate in connection with the placement of the Second Tranche Placement Shares having been obtained and remaining in full force and effect as at the date of completion of the Second Tranche Placement ("**CCCS Condition**").
- 2.2 The Board is pleased to announce that the Company has on 12 August 2024 received a letter ("**Letter**") from the CCCS assessing that the Second Tranche Placement, if carried into effect, will not infringe Section 54 of the Competition Act and that no further action will be taken in respect of the Second Tranche Placement under Section 54 unless CCCS has reasonable grounds to suspect that any information on which the decision was based was incomplete, false, or misleading in a material particular ("**Decision**"). In accordance with section 57(7) of the Competition Act, the Decision is valid for a period of one (1) year from the date of the Letter. Accordingly, the CCCS Condition (being the last of the conditions precedent capable of being fulfilled prior to completion of the Second Tranche Placement) has been fulfilled under the Placement Agreement.
- 2.3 As stated in the Company's announcement dated 27 June 2024, the Second Tranche Placement Shares must be placed out within seven (7) market days from the receipt of the clearance from the CCCS that the Second Tranche Placement does not infringe Section 54 of the Competition Act. The Company will make the necessary announcement(s) on completion of the Second Tranche Placement.

3. CAUTION AND FURTHER ANNOUNCEMENTS

The Board would like to emphasise that the Second Tranche Placement remains subject to, amongst others, the continued satisfaction of the conditions precedent under the Placement Agreement as at the Second Tranche Completion Date.

Shareholders, securityholders and investors are advised to read this announcement and any past and future announcements by the Company carefully when dealing with the Shares and securities of the Company. Shareholders, securityholders, and investors should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take or when dealing with their Shares or securities of the Company. The Company will make the necessary announcements as and when there are further material developments.

BY ORDER OF THE BOARD

Xiao Xia
Executive Director and Chief Executive Officer

12 August 2024