



HG METAL MANUFACTURING LIMITED

(the "**Company**")

(Incorporated in the Republic of Singapore on 4 August 1988)

(Company Registration No. 198802660D)

ANNOUNCEMENT

**PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF SHARES
LODGMET AND DESPATCH OF THE OFFER INFORMATION STATEMENT AND ITS
ACCOMPANYING DOCUMENTS**

Unless otherwise defined, all terms used herein shall bear the same meanings as in the Offer Information Statement (defined below).

1. LODGEMENT OF THE OFFER INFORMATION STATEMENT

The Directors of the Company wish to announce that the offer information statement dated 23 January 2009 (the "**Offer Information Statement**") in relation to the Rights Issue has been lodged with the Monetary Authority of Singapore today. A copy of the Offer Information Statement is attached hereto.

2. DESPATCH OF THE OFFER INFORMATION STATEMENT

Copies of the Offer Information Statement together with copies of the Provisional Allotment Letter (the "**PAL**") and the Application Form for Rights Shares and Excess Rights Shares (the "**ARE**"), as the case may be, will be despatched by the Company to the Entitled Shareholders on or around 30 January 2009.

3. ACCEPTANCES OF PROVISIONAL ALLOTMENTS OF RIGHTS SHARES AND APPLICATIONS FOR EXCESS RIGHTS SHARES

Acceptances of provisional allotments of Rights Shares and (if applicable) applications for Excess Rights Shares under the Rights Issue may only be made:

- (i) in the case of Entitled Scripholders, on the PAL; and/or
- (ii) in the case of Entitled Depositors, on the ARE and/or by way of Electronic Application through an ATM of a Participating Bank.

More information on the procedures for acceptance, payment and excess application by Entitled Shareholders may be found in the Offer Information Statement.

Trading for the provisional allotments of Rights Shares (the "**nil-paid Rights**") on the SGX-ST will commence at **9.00 a.m. on 30 January 2009** and end at **5.00 p.m. on 9 February 2009**. Entitled Depositors who sell their "nil-paid" Rights entitlements during this period do not

need to forward the ARE to the purchasers of the provisional allotments of Rights Shares (the "**Purchasers**"), as arrangements will be made by CDP for the Application Form for Rights Shares (the "**ARS**") to be issued to the Purchasers. Purchasers should note that CDP will, on behalf of the Company, send the ARS accompanied by the Offer Information Statement, by ordinary post and at the Purchasers' own risk, to their respective Singapore addresses as recorded with CDP.

The Offer Information Statement and its accompanying documents will not be despatched to Purchasers whose registered addresses with CDP are not in Singapore ("**Foreign Purchasers**"). Foreign Purchasers who wish to accept the provisional allotments of Rights Shares credited to their Securities Accounts should make the necessary arrangements with their Depository Agents or stockbrokers in Singapore.

4. WHERE TO COLLECT THE OFFER INFORMATION STATEMENT

Entitled Shareholders who do not receive the Offer Information Statement and the relevant forms within a week from the date of this announcement may obtain copies of the documents from:

The Central Depository (Pte) Limited

4 Shenton Way #02-01
SGX Centre 2
Singapore 068807

M & C Services Private Limited

138 Robinson Road #17-00
The Corporate Office
Singapore 068906

Purchasers of the "nil-paid" Rights entitlements who do not receive the Offer Information Statement and the ARS may also obtain copies of the same from CDP or M & C Services Private Limited (at the addresses stated above).

5. IMPORTANT DATES AND TIMES

Entitled Shareholders and Purchasers are requested to take note of the following important dates and times in respect of the Rights Issue: -

Last date and time for splitting Rights	:	10 February 2009 at 5.00 p.m.
Last date and time for acceptance of and payment for Rights Shares	:	13 February 2009 at 5.00 p.m. (13 February 2009 at 9.30 p.m. for Electronic Applications)
Last date and time for renunciation of and payment for Rights Shares	:	13 February 2009 at 5.00 p.m.
Last date and time for application and payment for Excess Rights Shares	:	13 February 2009 at 5.00 p.m. (13 February 2009 at 9.30 p.m. for Electronic Applications)

Purchasers should also note the last date and time for acceptance and payment as stated above. Purchasers who do not receive the ARS accompanied by the Offer Information Statement may obtain the same from CDP or the Share Registrar for the period up to 5.00 p.m. on 13 February 2009 (or such other time(s) and/or date(s) as may be announced from time to time by or on behalf of the Company).

BY ORDER OF THE BOARD

Wee Piew
Chief Executive Officer
23 January 2009