



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

COMMENCEMENT OF ARBITRATION PROCEEDINGS

Capitalised words which are not defined in this announcement shall carry the same meanings ascribed to them in the announcement dated 8 September 2015 and 10 November 2017 (“Announcements”).

The Board of Directors (the “**Board**”) of HG Metal Manufacturing Limited (the “**Company**”) refers to the Announcements in relation to the legal proceedings against Gayathri Steels Pte. Ltd. (“**Gayathri**”) and Gayathri’s guarantors. The Board wishes to update its shareholders that after obtaining judgment against Gayathri, the Company has commenced arbitration proceedings against Gayathri’s guarantors (who are the shareholders of Gayathri) (“**Respondents**”) for the judgment sums of S\$411,647.21 and US\$998,763.03, and interest accrued thereon, as Gayathri and the Respondents have failed and/or refused to make payment of the same.

The Company will keep shareholders informed of any material developments as and when they occur.

By Order of the Board

Foo Sey Liang
Executive Director

5 September 2018