



**HG METAL MANUFACTURING LIMITED**

(Company Registration No. 198802660D)

**LISTING & QUOTATION OF ADDITIONAL WARRANTS AND NEW SHARES ARISING FROM THE EXERCISE OF SUCH ADDITIONAL WARRANTS**

The Board of Directors (the "**Directors**") of HG Metal Manufacturing Limited (the "**Company**") refers to (a) the Circular to shareholders dated 11 January 2008 in relation to the proposed bonus issue of 120,827,048 new ordinary shares (the "**Bonus Shares**") in the capital of the Company (the "**Bonus Issue**") and (b) the warrants of the Company that had been issued on 12 August 2005 (the "**Warrants**").

The Company currently has 43,949,541 Warrants that have yet to be exercised. Under the terms and conditions of the Warrants (the "**Conditions**"), an adjustment to the exercise price of the Warrants and/or the number of Warrants may be made as a result of, *inter alia*, a bonus issue of shares undertaken by the Company. Pursuant to the terms of the Conditions, up to 14,649,847 additional warrants (the "**Additional Warrants**") will be issued as a result of the Bonus Issue if the Bonus Issue is approved by the shareholders of the Company at the Extraordinary General Meeting of the Company to be held on 29 January 2008. The Conditions also provide that no adjustment to the number of Warrants shall be made unless, *inter alia*, the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") has granted its approval-in-principle for the listing and quotation of the Additional Warrants. Accordingly, the Company had, on 18 January 2008, made an application to the SGX-ST for the listing and quotation of the Additional Warrants and 14,649,847 new shares arising from the exercise of the Additional Warrants (the "**New Shares**").

In this regard, the Directors are pleased to announce that the SGX-ST has given its approval in-principle for the listing and quotation of the Additional Warrants and the New Shares, subject to

- a) the specific approval of the Bonus Issue by the shareholders of the Company;
- b) a confirmation from the Company's auditors that the adjustment is in accordance with the Deed Poll constituting the creation and issue of the Warrants; and
- c) the Company announcing the adjustments made to the exercise price and number of Warrants as soon as practicable.

The approval in-principle by the SGX-ST is not an indication of the merits of the Warrants.

Submitted by Foong Lee Heng on 25 January 2008 to the SGX-ST