

HG METAL MANUFACTURING LIMITED

(Company Registration No. 198802660D)

PROPOSED BONUS ISSUE OF SHARES - LISTING & QUOTATION OF BONUS SHARES

The Board of Directors (the "**Directors**") of HG Metal Manufacturing Limited (the "**Company**") refers to the announcement made on 23 November 2007 in relation to the proposed bonus issue of 106,174,534 new ordinary shares (the "**Bonus Shares**") in the capital of the Company (the "**Bonus Issue**").

The Directors are pleased to announce that the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") has given its approval in-principle for the listing and quotation of the Bonus Shares, subject to the specific approval of the Bonus Issue by the shareholders of the Company at an Extraordinary General Meeting to be convened.

The approval in-principle is not an indication of the merits of the Bonus Issue.

By order of the Board

Submitted by Foong Lee Heng on 27 December 2007 to the SGX-ST