



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

**Third Quarter Financial Statements and Dividend Announcement
for Financial Period Ended 30 September 2014**

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF YEAR AND FULL YEAR RESULTS

1(a)(i) A Statement of Comprehensive Income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group			Group		
	3Q 2014 S\$'000	3Q 2013 S\$'000	% (+/-)	YTD 2014 S\$'000	YTD 2013 S\$'000	% (+/-)
Revenue	40,618	70,675	(43)	138,586	210,878	(34)
Cost of sales	(37,996)	(67,802)	(44)	(130,058)	(198,262)	(34)
Gross profit	2,622	2,873	(9)	8,528	12,616	(32)
Gross margin	6.5%	4.1%		6.2%	6.0%	
Other operating income	1,760	840	110	4,174	3,299	27
Distribution expenses	(398)	(798)	(50)	(1,380)	(2,045)	(33)
Administrative expenses	(2,253)	(3,076)	(27)	(8,149)	(9,356)	(13)
Other operating expenses	(5,807)	(3,368)	72	(22,874)	(8,448)	171
Finance expenses	(129)	(446)	(71)	(767)	(1,355)	(43)
Share of associate profits	1,554	2,300	(32)	4,762	6,782	(30)
Profit/(loss) before tax	(2,651)	(1,675)	nm*	(15,706)	1,493	nm*
Income tax credit/ (expenses)	(3)	(49)	nm*	140	(59)	nm*
Net profit/(loss) after tax	(2,654)	(1,724)	nm*	(15,566)	1,434	nm*
Other comprehensive income:						
Currency translation adjustments	(9)	16	nm*	8	79	nm*
Share of other comprehensive income of associates	-	179	nm*	2	160	nm*
Other comprehensive income for the period, net of tax	(9)	195	nm*	10	239	nm*
Total comprehensive income for the period	(2,663)	(1,529)	nm*	(15,556)	1,673	nm*
Profit/(loss) attributable to:						
Owners of the Company	(2,574)	(1,664)	nm*	(14,979)	1,486	nm*
Non-controlling interests	(80)	(60)	nm*	(587)	(52)	nm*
	(2,654)	(1,724)	nm*	(15,566)	1,434	nm*
Total comprehensive income attributable to:						
Owners of the Company	(2,586)	(1,443)	nm*	(14,982)	1,735	nm*
Non-controlling interests	(77)	(86)	nm*	(574)	(62)	nm*
	(2,663)	(1,529)	nm*	(15,556)	1,673	nm*

*nm denotes not meaningful

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1(a)(ii) Notes to the Statement of Comprehensive Income for the Group

	Group		Group	
	3Q 2014	3Q 2013	YTD 2014	YTD 2013
Profit before tax is arrived at after charging/(crediting) the following:	S\$'000	S\$'000	S\$'000	S\$'000
Allowance/(reversal of allowance) for impairment of receivables, net	(28)	41	1,931	261
Bad debts write off	1	-	233	32
Amortisation of intangible assets	10	10	32	65
Recognition of deferred income	(357)	(357)	(1,071)	(952)
Depreciation of property, plant and equipment	596	477	1,881	1,747
Fair value gain on investment held for trading	(5)	(10)	(13)	(10)
Fair value (gain)/loss on derivatives, net	(75)	217	46	68
Foreign exchange (gain)/loss, net	(121)	1,177	(445)	1,320
Interest income	(5)	(42)	(43)	(69)
Interest on borrowings	129	446	767	1,355
Gain on disposal of property, plant and equipment	(135)	(45)	(40)	(47)
Loss on disposal of intangible assets	69	-	69	-
Write off property, plant and equipment	-	-	53	-
Impairment provision for property, plant and equipment	3	-	1,446	-
Reversal of provision for intangible assets	(69)	-	-	-
Write off inventories	2	-	374	12
Impairment provision for inventories	3,451	-	11,588	9

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1(b)(i) A Statement of Financial Position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	30.09.2014 S\$'000	31.12.2013 S\$'000	30.09.2014 S\$'000	31.12.2013 S\$'000
Non-current assets				
Property, plant and equipment	16,594	18,277	8,670	8,457
Intangible assets	85	340	80	326
Investment in subsidiaries	-	-	13,187	13,488
Investment in associates	49,748	48,628	713	713
Deferred tax assets	12	-	-	-
	66,439	67,245	22,650	22,984
Current assets				
Investment held for trading	66	53	-	-
Derivative financial instruments	-	44	-	34
Inventories	38,782	96,705	31,307	79,015
Trade and other receivables	32,754	55,495	56,135	85,597
Income tax recoverable	127	115	-	-
Prepaid expenses	704	281	380	154
Cash and cash equivalents	20,069	16,123	14,457	8,754
	92,502	168,816	102,279	173,554
Current liabilities				
Trade and other payables	13,428	24,913	16,866	30,848
Finance lease payables	56	66	-	-
Bank borrowings	6,893	51,052	6,878	44,860
Provision for taxation	57	77	-	-
Deferred income	1,429	1,429	1,429	1,429
Derivative financial instruments	2	-	2	-
	21,865	77,537	25,175	77,137
Net-current assets	70,637	91,279	77,104	96,417
Non current liabilities				
Finance lease payables	28	65	-	-
Bank borrowings	7,956	11,035	7,956	11,035
Provision for reinstatement costs	1,000	1,000	700	700
Deferred income	6,190	7,262	6,190	7,262
Deferred taxation	-	9	-	-
	15,174	19,371	14,846	18,997
	121,902	139,153	84,908	100,404
Capital and reserves				
Share capital	137,314	137,314	137,314	137,314
Treasury shares	(1,885)	(1,885)	(1,885)	(1,885)
Other reserves	1,970	2,150	2,527	2,527
Accumulated losses	(16,148)	(100)	(53,048)	(37,552)
Equity attributable to equity holders of the Company	121,251	137,479	84,908	100,404
Non-controlling interests	651	1,674	-	-
Total equity	121,902	139,153	84,908	100,404

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1(b)(ii) Aggregate amount of group's borrowings and debt securities

	As at 30 September 2014			As at 31 December 2013		
	Secured S\$'000	Unsecured S\$'000	Finance lease S\$'000	Secured S\$'000	Unsecured S\$'000	Finance lease S\$'000
Repayable within one year	6,878	15	56	45,709	5,343	66
Repayable after one year	7,956	-	28	11,035	-	65
Total	14,834	15	84	56,744	5,343	131

Details of collaterals

The Group's borrowings of approximately S\$14.80 million are secured by way of:

- (i) fixed and floating charge over inventories, receivables and bank balance of the Company; and
- (ii) legal mortgage over properties of the Group and of the Company.

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1(c)(i) A Statement of Cash Flows for the Group, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group		Group	
	3Q 2014	3Q 2013	YTD 2014	YTD 2013
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Profit/(loss) before tax	(2,651)	(1,675)	(15,706)	1,493
Adjustments for:				
Depreciation of property, plant and equipment	596	477	1,881	1,747
Amortisation of intangible assets	10	10	32	65
Allowance/(reversal of allowance) for impairment of receivables, net	(28)	41	1,931	261
Bad debts write off	1	-	233	32
Gain on disposal of property, plant and equipment	(135)	(45)	(40)	(47)
Loss on disposal of intangible assets	69	-	69	-
Write off property, plant and equipment	-	-	53	-
Impairment provision for property, plant and equipment	3	-	1,446	-
Write off inventories	2	-	374	12
Impairment provision for inventories	3,451	-	11,588	9
Reversal of provision for intangible assets	(69)	-	-	-
Fair value gain on investment held for trading	(5)	(10)	(13)	(10)
Fair value (gain)/loss on derivatives, net	(75)	217	46	68
Interest expense	129	446	767	1,355
Interest income	(5)	(42)	(43)	(69)
Share of associates results	(1,554)	(2,300)	(4,762)	(6,782)
Recognition of deferred income	(357)	(357)	(1,071)	(952)
Unrealised foreign exchange difference	77	(68)	(478)	49
Operating cash flow before working capital changes	(541)	(3,306)	(3,693)	(2,769)
Working capital changes:				
Inventories	15,408	31,857	44,906	(8,287)
Trade and other receivables	6,381	(1,110)	15,346	(6,920)
Trade and other payables	(3,952)	(27,143)	(11,658)	(17,283)
Cash generated from/(used in) operations	17,296	298	44,901	(35,259)
Interest expense paid	(129)	(446)	(767)	(1,355)
Interest income received	5	42	43	69
Income tax paid	-	(107)	-	(241)
Net cash flows generated from/(used in) operating activities	17,172	(213)	44,177	(36,786)
Cash flows from investing activities				
Dividend income received from quoted investment	1,054	1,115	3,644	3,222
Increase/(decrease) in fixed deposits	-	(8)	-	(8)
Proceeds from disposal of property, plant and equipment	394	418	4,639	39,269
Proceeds from disposal of intangible assets	161	-	161	-
Purchase of property, plant and equipment	(54)	(330)	(959)	(2,260)
Purchase of intangible assets	(5)	(1)	(7)	(27)
Net cash flows generated from investing activities	1,550	1,194	7,478	40,196
Cash flows from financing activities				
Acquisition of non-controlling interests	(390)	-	(390)	-
Dividends paid on ordinary shares of the Company	-	-	(1,069)	(3,208)
Dividends paid to minority shareholders of a subsidiary	-	(12)	-	(12)
Proceeds from bank borrowings	2,391	38,452	38,533	142,910
Repayment of bank borrowings	(22,660)	(45,938)	(85,339)	(145,762)
Repayment of finance lease payables	(4)	(50)	(67)	(162)
Restricted cash	-	3,960	-	-
Amount due from shareholders of a subsidiary	(360)	-	604	-
Net cash flows used in financing activities	(21,023)	(3,588)	(47,728)	(6,234)
Net change in cash and cash equivalents	(2,301)	(2,607)	3,927	(2,824)
Effects on exchange rate changes on cash and cash equivalents	(18)	86	19	19
Cash and cash equivalents at beginning of the period	22,388	17,583	16,123	17,867
Cash and cash equivalents at end of period	20,069	15,062	20,069	15,062

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1(c)(ii) Note to the Consolidated Statement of Cash Flows

For the purposes of the consolidated statement of cash flows, cash and cash equivalents comprise:

	Group	
	30 September 2014 S\$'000	30 September 2013 S\$'000
Cash and bank balances	20,069	15,062
Fixed deposits	-	658
	20,069	15,720
<i>Less</i> : Fixed deposits pledged with banks	-	(658)
Cash and cash equivalents per consolidated cash flow statement	20,069	15,062

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1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	Attributable to equity shareholders of the Company									
	Share capital	Treasury shares	Capital reserve	Fair value reserve	Other reserves	Foreign currency translation reserve	Accumulated (losses) / profits	Total	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2014	137,314	(1,885)	2,527	(4)	-	(373)	(100)	137,479	1,674	139,153
Loss for the period	-	-	-	-	-	-	(14,979)	(14,979)	(587)	(15,566)
<u>Other comprehensive income</u>										
Foreign currency translation	-	-	-	-	-	(5)	-	(5)	13	8
Share of other comprehensive income of associate	-	-	-	-	-	2	-	2	-	2
Other comprehensive income for the period, net of tax	-	-	-	-	-	(3)	-	(3)	13	10
Total comprehensive loss for the period	-	-	-	-	-	(3)	(14,979)	(14,982)	(574)	(15,556)
<u>Contribution by and distributions to owners</u>										
Dividend on ordinary shares	-	-	-	-	-	-	(1,069)	(1,069)	-	(1,069)
Acquisition of minority interests	-	-	-	-	-	-	-	-	(449)	(449)
Premium paid on acquisition of minority interests	-	-	-	-	(177)	-	-	(177)	-	(177)
Total transactions with owners in their capacity as owners	-	-	-	-	(177)	-	(1,069)	(1,246)	(449)	(1,695)
Balance as at 30 September 2014	137,314	(1,885)	2,527	(4)	(177)	(376)	(16,148)	121,251	651	121,902

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Group	Attributable to equity shareholders of the Company							Total	Non-controlling interests	Total equity
	Share capital	Treasury shares	Capital reserve	Fair value reserve	Other reserves	Foreign currency translation reserve	Accumulated (losses) / profits			
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2013	137,314	(1,885)	2,527	(4)	-	(622)	(302)	137,028	1,861	138,889
Profit for the period	-	-	-	-	-	-	1,486	1,486	(52)	1,434
<u>Other comprehensive income</u>										
Foreign currency translation	-	-	-	-	-	89	-	89	(10)	79
Share of other comprehensive income of associate	-	-	-	-	-	160	-	160	-	160
Other comprehensive income for the period, net of tax	-	-	-	-	-	249	-	249	(10)	239
Total comprehensive income for the period	-	-	-	-	-	249	1,486	1,735	(62)	1,673
<u>Contribution by and distributions to owners</u>										
Dividend on ordinary shares	-	-	-	-	-	-	(3,208)	(3,208)	(12)	(3,220)
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	(3,208)	(3,208)	(12)	(3,220)
Balance as at 30 September 2013	137,314	(1,885)	2,527	(4)	-	(373)	(2,024)	135,555	1,787	137,342

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Company	Share capital	Treasury shares	Capital reserve	Accumulated losses	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2014	137,314	(1,885)	2,527	(37,552)	100,404
Loss for the period, representing total comprehensive income for the period	-	-	-	(14,427)	(14,427)
<u>Contributions by and distributions to owners</u>					
Dividend on ordinary shares	-	-	-	(1,069)	(1,069)
Total transactions with owners in their capacity as owners	-	-	-	(1,069)	(1,069)
Balance as at 30 September 2014	137,314	(1,885)	2,527	(53,048)	84,908
Balance as at 1 January 2013	137,314	(1,885)	2,527	(32,860)	105,096
Loss for the period, representing total comprehensive income for the period	-	-	-	(1,987)	(1,987)
<u>Contributions by and distributions to owners</u>					
Dividend on ordinary shares	-	-	-	(3,208)	(3,208)
Total transactions with owners in their capacity as owners	-	-	-	(3,208)	(3,208)
Balance as at 30 September 2013	137,314	(1,885)	2,527	(38,055)	99,901

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There was no change in the Company's share capital during the 3rd quarter ended 30 September 2014.

As at 30 September 2014, the share capital of the Company comprised of 1,069,253,962 shares, excluding treasury shares.

On 31 October 2014, the Company issued 213,600,000 shares to 2 investors in respect of the placement agreement signed on 8 October 2014.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at end of the immediately preceding year.

	30 September 2014	31 December 2013
Total number of issued shares	1,092,521,962	1,092,521,962
Treasury shares	(23,268,000)	(23,268,000)
Total number of issued shares excluding treasury shares	1,069,253,962	1,069,253,962

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

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2. Whether figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have not been reviewed or audited by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited financial statements have been applied.

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation to the financial statements for the current financial period and the most recent audited financial statements for the financial year ended 31 December 2013.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted the new or revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") which became effective for the current financial year, where applicable. The adoption of these FRS and INT FRS did not result in any substantial changes to the Group's accounting policies and there is no material impact on the financial statements of the Group since 31 December 2013.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group		Group	
	3Q 2014	3Q 2013	YTD 2014	YTD 2013
Earnings per ordinary shares:				
(a) Basic (cents)	(0.24)	(0.16)	(1.40)	0.14
(b) Diluted (cents)	(0.24)	(0.16)	(1.40)	0.14

(a) Earnings per share were calculated based on weighted average number of shares of 1,069,253,962 for the period ended 30 September 2014 and 30 September 2013 respectively.

(b) Diluted earnings per share were calculated based on adjusted weighted average number of shares during the period.

There was no dilution in earnings per ordinary share this quarter and the comparative quarter last year.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year.

	Group		Company	
	30.09.2014	31.12.2013	30.09.2014	31.12.2013
Net asset value per ordinary share (cents)	11.34	12.86	7.94	9.39

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8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Results for 3Q 2014 versus 3Q 2013

Revenue and Gross Profit

For 3Q2014 ended 30 September 2014, the Group posted revenue of S\$40.6 million, a reduction of 43% from S\$70.7 million for 3Q2013. This was mainly due to declining steel prices and lower demand for steel products of an average of 12% and 35% respectively.

Despite the lower sales volume, the gross profit fell marginally from S\$2.9 million in 3Q2013 to S\$2.6 million in 3Q2014 as a result of improved gross profit margin.

Other Operating Income

Other operating income increased from S\$0.8 million in 3Q2013 to S\$1.8 million in 3Q2014, mainly due to increased rental income and foreign currency gain in 3Q2014.

Distribution, Administrative Expenses, Other Operating and Finance Expenses

The Group's distribution expenses decreased 50% from S\$0.8 million in 3Q2013 to S\$0.4 million in 3Q2014, in tandem with lower sales volume reported in 3Q2014.

Administrative expenses decreased by 27% from S\$3.1 million in 3Q2013 to S\$2.3 million in 3Q2014, mainly due to lower headcount and overall reduction in other administrative expenses.

Other operating expenses increased by 72% from S\$3.4 million in 3Q2013 to S\$5.8 million in 3Q2014. This was mainly due to a provision for inventory of \$3.5 million offset by lower foreign currency exchange loss incurred in 3Q2014. This provision for inventory was made as a result of the recent significant drop in steel prices.

Lower finance expenses were incurred in 3Q2014 as compared to 3Q2013 as a result of early repayment of bank borrowings.

Profitability

The Group recorded a net loss after tax of S\$2.7 million in 3Q2014, compared to a loss of S\$1.7 million in 3Q2013, mainly attributable to a provision for inventory as described above.

Results for YTD 2014 versus YTD 2013

Revenue and Gross Profit

The Group's revenue decreased by 34% from S\$210.9 million in nine months of FY2013 to S\$138.6 million in nine months of FY2014. Overall sales volume declined by 26% with lower sales for local and Malaysia markets. In view of the lower Group revenue, gross profit declined by 32% from S\$12.6 million in YTD2013 to S\$8.5 million in YTD2014.

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Distribution, Administrative Expenses, Other Operating and Finance Expenses

The Group's distribution expenses decreased 33% from S\$2.0 million in YTD2013 to S\$1.4 million in YTD2014, in tandem with lower sales volume reported in YTD2014.

Administrative expenses decreased by 13% from S\$9.4 million in YTD2013 to S\$8.1 million in YTD2014, mainly due to lower headcount and reduction in other administrative expenses.

Other operating expenses increased by 171% from S\$8.4 million in YTD2013 to S\$22.9 million in YTD2014. The increase was primarily due to provisions for inventory, doubtful debts and other assets of \$15.0 million in YTD2014.

Finance expenses decreased to S\$0.8 million in YTD2014 as compared to S\$1.4 million in YTD2013 due to early repayment of bank borrowings.

Profitability

The Group recorded a net loss after tax of S\$15.6 million in YTD2014, compared to a profit of S\$1.4 million in YTD2013, mainly attributable to lower sales volume, provisions as mentioned above and reduced share of associate profits.

Balance Sheet

As at 30 September 2014, the Group's inventory on hand was S\$38.8 million, as compared to S\$96.7 million as at 31 December 2013. This was due to lower purchase activities, provision for inventories of S\$11.6 million and the Group's stock clearance effort.

Excluding the disposal proceeds from the sale and leaseback of the Group's property at Jurong Port Road of S\$0.3 million (2013 : S\$4.6 million), trade and other receivables decreased in line with lower revenue and improved debt collection to S\$32.5 million as at 30 September 2014 as compared to S\$50.9 million as at 31 December 2013.

Trade and other payables decreased to S\$13.4 million as at 30 September 2014 compared to S\$24.9 million as at 31 December 2013 due to lower inventory purchases.

Statement of Cash Flows

The Group's cash and cash equivalents were S\$20.1 million as at 30 September 2014 compared to S\$16.1 million as at 31 December 2013.

The net cashflow generated from operating activities for YTD2014 was S\$44.2 million. This was mainly due to better management of working capital and the cost rationalization exercise implemented by the Group.

The Group recorded net cash used in financing activities of S\$47.7 million mainly due to substantial early repayment of bank borrowings.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

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10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Our distribution business outlook remains challenging with slow demand and heightened competition in the steel industry.

The factors that may significantly affect the Group in the next 12 months are:

1. The volatility of steel prices which are driven by global demand and supply of steel products, coupled with the state of the Singapore economy
2. The intensity of the competition in the industry
3. The fluctuations of the US dollar against Singapore dollar

The Group will focus on improvement of working capital management, especially on the areas of inventory purchases and bringing down the inventory on hand to an optimum level.

11. Dividend

(a) Current financial period reported on

Any dividend recommended for the current financial period reported on?

None.

(b) Corresponding period of the immediately preceding financial year

Any dividend recommended for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared for the reporting period.

HG METAL MANUFACTURING LIMITED

Financial Statements and Dividend Announcement for Financial Period Ended 30 September 2014

13. Interested persons transactions

Name of Interested persons	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)*	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)*
	YTD 2014 S\$'000	YTD 2014 S\$'000
Arcelor International Steel Trading (Shanghai) Co. Ltd. Purchases	-	1,190
Chye Hin Hardware Pte Ltd Sales	-	598
Oriental Sheet Piling Sdn Bhd Sales	-	154
Oriental Sheet Piling Pte Ltd Purchase	-	842
Oriental SP Steelwork Sdn Bhd Other Charges	372	-
Esun International Pte Ltd Sales	258	-
Himetal Enterprise Pte Ltd Sales	265	-

14. Statement pursuant to Rule 705(5) of the Listing Manual

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of HG Metal Manufacturing Limited which may render the unaudited financial results for the quarter ended 30 September 2014 to be false or misleading in any material respect.

On behalf of the Board of Directors

Ang Yew Lai
Executive Director

Foo Sey Liang
Executive Director

14 November 2014