



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

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**CLARIFICATION REGARDING STRAITS TIMES ARTICLE**

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The Board of Directors (the “**Board**”) of HG Metal Manufacturing Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the article published in the Straits Times on 1 June 2017 titled “HG Metal urged to divest BRC Asia stake” (“**ST Article**”).

The Board wishes to inform shareholders of the Company (“**Shareholders**”) that the Company has received the letter from Quarz Capital Management, Ltd. dated 31 May 2017 (“**Quarz Letter**”) referred to in the ST Article. The Board conducts regular reviews of the strategic options of the Group from time to time. Certain issues raised in the Quarz Letter have also been considered by the Board in its engagement with the Company’s shareholders during the Company’s Annual General Meetings. However, as at the date hereof, no definitive decision regarding the Company’s business and assets have been made and the Board will update shareholders of the Company as and when material developments occur.

As at the date of this announcement, the Company has not been approached by any third party in relation to the potential sale of its interest in BRC.

**In the meantime, Shareholders and potential investors are reminded to exercise caution when dealing with the Company’s securities. In the event that Shareholders and potential investors are in doubt when dealing in the Company’s securities, they should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.**

**By Order of the Board**

Foo Sey Liang  
Executive Director

1 June 2017