



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

ANNOUNCEMENT OF LITIGATION – UPDATE

*Capitalised words which are not defined in this announcement shall carry the same meanings ascribed to them in the announcement dated 8 September 2015 (“**Announcement**”).*

The Board of Directors (the “**Board**”) of HG Metal Manufacturing Limited (the “**Company**”) refers to the Announcement in relation to the commencement of legal proceedings against Gayathri Steels Pte. Ltd. (“**Gayathri**”) and its shareholders. The Board wishes to update its shareholders that:

- a. The Company has obtained judgement against Gayathri but not against Gayathri’s guarantors (who are the shareholders of Gayathri), for the sums of S\$411,647.21 and US\$998,763.03, with interest at 5.33% per annum from the date of writ to the date of judgement; and
- b. the counterclaim by Gayathri against the Company has been dismissed.

The Company is reviewing the judgement obtained and will consult with its legal advisors on its next course of action.

The aforesaid is not expected to have any material impact on the Group’s performance for the financial year ending 31 December 2017.

By Order of the Board

Foo Sey Liang
Executive Director

10 November 2017