

Hammond Manufacturing Company Limited

394 Edinburgh Road North Guelph, Ontario, Canada

N1H 1E5

Toronto: (905) 456-3770 Guelph: (519) 822-2960 Fax: (519) 822-8987

PRESS RELEASE

Trade Symbol TSX:HMM.A

Email: <u>ir@hammfg.com</u>

HAMMOND MANUFACTURING COMPANY LIMITED announces financial results for the first quarter ended April 1, 2011:

Three months ending:

	4/1/11	4/2/10
Net Sales	\$21,731,000	\$19,617,000
Earnings from operations(*)	1,558,000	911,000
Net Earnings	767,000	129,000
Earnings per share	\$0.07	\$0.01
Shares outstanding Net Book value per share	11,334,300 \$2.49	11,334,300 \$2.32

^(*) Earnings from operations is before interest, foreign exchange, equity interest, other income and taxes NOTE: All numbers have been stated under IFRS

GUELPH, ONTARIO - May 5, 2011

To all employees and shareholders:

Our first quarter was busy as sales increased 10.8% from the first quarter 2010 to \$21.7 million.

Earnings reflected the higher level of capacity utilization and grew to \$767,000 or 7 cents per share.

Going forward we will be facing headwinds from the high value of the Canadian dollar and the requirement for investments in new capacity.

Special appreciation is due to all staff that made this quarter possible. Our quality products and service excellence is our strength.

Hammond Manufacturing Company Limited manufactures a broad range of products for the electronic and electrical products industry, including metallic and non-metallic enclosures, racks, small cases, outlet strips, surge suppressors and electronic transformers.

For information, contact: Hammond Manufacturing Company Limited Robert F. Hammond, Chairman and CEO Tel. (519) 822-2960

Fax. (519) 822-7289

The interim financial results have not been reviewed by an auditor