

**Hammond Manufacturing Company Limited**

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PRESS RELEASE

Trade Symbol **TSX:HMM.A****HAMMOND MANUFACTURING COMPANY LIMITED announces financial results for the second quarter ended July 1, 2011:**

	Six months ending:		Three months ending:	
	7/1/11	7/2/10	7/1/11	7/2/10
Net Sales	\$42,466,000	\$39,591,000	\$20,735,000	\$19,974,000
Earnings from operating activities(*)	1,795,000	1,819,000	237,000	918,000
Profit for Period	1,068,000	928,000	96,000	483,000
Total comprehensive income for the period	877,000	972,000	110,000	852,000
Earnings per share				
Basic	\$0.09	\$0.08	\$0.00	\$0.04
Diluted	\$0.09	\$0.08	\$0.00	\$0.04
Shares outstanding	11,334,300	11,334,300	11,334,300	11,334,300
Net Book value per share	\$2.53	\$2.39	\$2.53	\$2.39

(*) Earnings from operations is before interest, foreign exchange, equity interest, other income and taxes

NOTE: All numbers have been stated under IFRS

The interim financial results have not been reviewed by an auditor

GUELPH, ONTARIO – July 21, 2011

To all employees and shareholders:

Lower levels of production, a high Canadian dollar and higher spending on everything from sales, new machinery and parking lot repairs hurt our profits in Q2.

Increasing material costs, a high Canadian dollar and a low growth marketplace will challenge us going forward.

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:

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