RIVERSTONE HOLDINGS LIMITED
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Riverstone's 2QFY2014 hits a quarterly record of RM96.9 million in Revenue and RM16.1 million in Net Profit -declares interim dividend of 2.35 sen (RM) per share-

- Revenue rose 7.1% to record high of RM96.9 million as gloves demand increased
- Supported by net cash position of RM89.2 million
- Board of Directors declares an interim dividend of 2.35 sen (RM) per share

Financial Highlights

RM million (Y/E Dec)	2QFY2014	2QFY2013	Change (%)
Revenue	96.9	90.4	▲7.1
Cost of Goods Sold	(71.0)	(66.3)	▲7.1
Gross Profit	25.9	24.1	▲7.1
Profit Before Tax	19.0	18.1	▲5.2
Net Profit	16.1	14.4	▲11.3
EPS* - basic (sen)	4.32	4.01	▲7.7
EPS# - fully diluted (sen)	4.32	3.99	▲8.3

*Based on weighted average of 371.2 million shares (2QFY2013: 360.2 million shares)
Based on weighted average of 371.2 million shares (2QFY2013: 361.6 million shares)

SINGAPORE - 4 August 2014 – Mainboard-listed Riverstone Holdings Limited ("Riverstone" or "the Group") 立合斯顿有限公司, a leading manufacturer of specialised cleanroom and healthcare gloves, today reports a 7.1% year-on-year ("yoy") growth in revenue to a record high of RM96.9 million while net profit correspondingly increased 11.3% yoy to RM16.1 million for the three months ended 30 June 2014 ("2QFY2014").

"Our overall two-prong growth strategy with a focus on both cleanroom and healthcare glove markets has enabled us to push our revenue and net profit to new heights as we report record high figures this quarter. With our provision of customized solutions, we establish our competitive advantage to grow consistently amidst a competitive landscape.

As we continue to see an increase in demand for our products, we seek to improve our product mix to maximize shareholders' returns. I am pleased to announce that the Directors have declared an interim dividend of 2.35 sen (RM) per share."

- **Executive Chairman and CEO, Mr Wong Teek Son (黄德顺)**

Income statement review

The Group reported a 7.1% yoy increase in revenue to RM96.9 million in 2QFY2014 boosted by the increase in demand for its cleanroom and healthcare gloves. In line with the increase in total revenue, gross profit for the Group also grew 7.1% yoy to RM25.9 million in 2QFY2014.

Other income for the Group increased to RM0.8 million from RM0.4 million in 2QFY2013 due to a utility rebate obtained by the Group and increase in interest income from fixed deposits.

The Group's selling and distribution expenses increased 18.3% yoy to RM2.7 million in 2QFY2014 as sales activities increased correspondingly. Comparatively, general and administrative expenses declined 8.8% yoy to RM3.9 million in 2QFY2014 due to lower spending on levy charges. Other operating expenses for the Group increased to RM1.0 million from RM0.2 million in 2QFY2013 due to net foreign exchange loss and higher research and development expenses.

As a result of the above, the Group recorded an 11.3% yoy increase in net profit to RM16.1 million in 2QFY2014.

Balance sheet review

Non-current assets increased from RM165.8 million on 31 December 2013 to RM198.5 million as at 30 June 2014 due to acquisition of property, plant and equipment amounting to RM42.2 million and foreign exchange adjustment of RM0.2 million offsetting a depreciation charge of RM9.3 million.

With the increase in sales and higher production volume, trade receivables increased from RM62.5 million on 31 December 2013 to RM66.7 million as at 30 June 2014 while inventories also increased from RM35.7 million to RM43.0 million for the same period.

Current liabilities also increased from RM44.9 million on 31 December 2013 to RM52.1 million as at 30 June 2014. This was due to a higher payables and accruals recorded, from RM39.3 million on 31 December 2013 to RM45.1 million as at 30 June 2014 and an increase in tax provision from RM5.3 million to RM7.0 million for the same period.

Cash flow statement review

As at 30 June 2014, the Group generated net cash flow from operating activities amounting to RM25.2 million and used RM27.4 million cash in investing activities for the purchase of property, plant and equipment. The Group also used RM16.7 million in financing activities for the payment of dividends.

The Group maintains debt-free with a net cash balance of RM89.2 million as at 30 June 2014.

Outlook

On the Group's prospects, **Mr Wong** commented, "The first phase of our expansion plans is on track as we have commenced trial production and expect to be at full production capacity by 4QFY2014. This will add 1.0 billion gloves to our total annual production capacity of 4.2 billion gloves by 31 December 2014.

In our push for sustainable growth and expansion, we remain vigilant about industry competition and continue to monitor closely the movement in commodity prices and fluctuations in the US currency."

-- The End –

About Riverstone Holdings Limited（"Riverstone" or 立合斯顿有限公司）

Malaysia-based Riverstone is a global market leader in the manufacturing of nitrile and natural rubber cleanroom gloves used in highly controlled and critical environments as well as premium nitrile gloves used in the healthcare industry. The company's proprietary "RS Riverstone Resources" brand is the preferred cleanroom glove for use in high-tech manufacturing industries. The company also manufactures cleanroom consumables such as finger cots and facemasks. Its customers are global leaders in the HDD, LCD, semiconductor, consumer electronics, pharmaceutical and healthcare industries. The company employs more than 1,000 people throughout its five manufacturing facilities in Malaysia (3), Thailand (1) and China (1) with an annual production capacity of 3.1 billion gloves as at 31 December 2013. It also has an established global network of sales offices to serve its customers in Singapore, Malaysia, Thailand, the Philippines, China and the U.S. Riverstone was listed on the Mainboard of the Singapore in 2006. (www.riverstone.my)

Issued for and on behalf of **Riverstone Holdings Limited** by

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