Lot 55 & 56, No. 13, Jalan Jasmin 2, Kawasan
Perindustrian Bukit Beruntung,
48300 Bukit Beruntung, Selangor, Malaysia.
Tel: +603-6028 3033, +603-6028 3077
Fax: +603-6028 3022

Riverstone records four consecutive quarters of profit growth as net profit surges 46.2% to RM58.0 million in FY2013

- Revenue increases 15.5% to RM357.9 million
- Net cash position of RM114.0 million
- Board of Directors recommends a final dividend per share of 4.5 sen (RM)

Financial Highlights

RM million (Y/E Dec)	4Q2013	4Q2012	Change (%)	FY2013	FY2012	Change (%)
Revenue	92.7	79.2	17.1	357.9	309.8	15.5
Cost of Goods Sold	(66.1)	(59.8)	10.5	(260.1)	(238.2)	9.2
Gross Profit	26.7	19.4	37.2	97.8	71.6	36.7
Profit Before Taxation	20.2	12.7	58.6	72.6	48.3	50.3
Profit After Taxation	16.0	8.4	90.6	58.0	39.7	46.2
EPS* - basic (sen)				16.02	12.18	
EPS# - fully diluted (sen)				16.02	11.72	

*Based on weighted average of 361.9 million shares (FY2012: 325.7 million shares)
Based on weighted average of 361.9 million shares (FY2012: 338.2 million shares)

SINGAPORE - 26 February 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, announced its financial results for the full year ended 31 December 2013 ("FY2013").

"We are pleased to announce a strong set of financial results for the year as we continue to focus on enhancing shareholder value through our consistent performance. Our overall strategy in adopting a two-prong approach by venturing into both cleanroom and healthcare gloves to grow our business is testament to our success.

Despite our continuous push for expansion and growth, we remain committed to rewarding our shareholders as the Board of Directors has recommended a final dividend of 4.5 sen (RM) per share, bringing the full year dividends to 6.8 sen (RM) per share."

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

Income statement review

The Group reported a 15.5% year-on-year ("yoy") growth in revenue to RM357.9 million in FY2013, driven by the Group's expansion in its production capacity and increased demand for its product offerings, particularly healthcare gloves.

Gross profit correspondingly increased 36.7% yoy to RM97.8 million in FY2013, attributed to the improvement in productivity and favourable raw material prices.

In FY2013, other income for the Group increased to RM2.2 million from RM0.9 million in FY2012 due to a utility rebate obtained, compensation from a contractor for late completion of contract and increase in interest income from fixed deposits.

The Group's selling and distribution expenses increased 23.2% yoy to RM9.4 million in FY2013 due to the overall increase in sales activities from cleanroom and healthcare gloves. General and administrative expenses also climbed 22.7% yoy to RM17.3 million in FY2013 due to an increase in payroll cost. Other operating expenses for the Group declined 70.8% yoy to RM0.7 million in FY2013 as research and development costs outweighed the net foreign exchange gain.

As a result of the above, the Group recorded a 46.2% yoy increase in profit after taxation of RM58.0 million in FY2013.

Balance sheet review

As at 31 December 2013, non-current assets increased to RM165.8 million as compared to RM161.0 million in 31 December 2012 due to RM11.1 million worth of acquisition of property, plant and equipment, installment paid and payable for purchase of land amounting to RM12.4 million and foreign exchange adjustment of RM0.2 million which offset the depreciation charge of RM19.0 million.

Trade receivables increased from RM58.1 million as at 31 December 2012 to RM62.5 million as at 31 December 2013 while inventories also increased from RM30.4 million to RM35.7 million for the same period due to an increase in sales and higher production volume.

Moreover, current liabilities declined from RM49.7 million as at 31 December 2012 to RM44.9 million as at 31 December 2013. This was attributed to lower payables and accruals that offset the increases in derivatives and provision for taxation.

Cash flow statement review

As at 31 December 2013, the Group generated positive cash flow from operating activities amounting to RM80.2 million and used RM40.0 million cash for investing activities which were mainly used for purchase of property, plant and equipment and installment paid for purchase of land.

The Group remains debt-free with a strong cash balance of RM114.0 million as at 31 December 2013, marking a 78.1% yoy increase from RM64.0 million in 31 December 2012.

Outlook

Mr Wong concluded, "With the first phase of the 30-acre site and production capacity expansion in Taiping, Malaysia expected to commence operations in the third quarter of 2014, we are well-positioned to benefit from the global increase in demand. While maintaining our leadership position in the high-end cleanroom gloves segment through our offering of customized solutions, we are also increasing our market share within the fast-growing healthcare gloves segment.

In view of the uncertainty surrounding the macro-environment, we remain vigilant about the movement in commodity prices, fluctuations in the US currency and competition from other glove manufacturers."

-- 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 clean room 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

Financial PR Pte. Ltd.

Mr. Gabriel Tan
Associate Director
gabriel@financialpr.com.sg

Mr. Chong Yap, Tok
Senior Associate
chongyap@financialpr.com.sg

Tel: (65) 6438 2990
Fax: (65) 6438 0064