

UNAUDITED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013

The Company was incorporated on 3 August 2005 and listed on the Official List of the Singapore Exchange Securities Trading Limited (the "SGX-ST") on 20 November 2006.

1 (a) (i) An income statement and statement of comprehensive income, (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Income Statement

	Group			Group		
	2Q2013	2Q2012		1H2013	1H2012	
	1 Apr 2013 to 30 Jun 2013	1 Apr 2012 to 30 Jun 2012	Increase / (decrease)	1 Jan 2013 to 30 Jun 2013	1 Jan 2012 to 30 Jun 2012	Increase / (decrease)
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	90,432	78,301	15.5%	171,218	151,568	13.0%
Cost of sales	(66,288)	(61,356)	8.0%	(126,323)	(118,624)	6.5%
Gross profit	24,144	16,945	42.5%	44,895	32,944	36.3%
Other income	371	262	41.6%	1,057	441	139.7%
Selling and distribution expenses	(2,312)	(1,772)	30.5%	(4,375)	(3,385)	29.2%
General and administrative expenses	(4,316)	(3,379)	27.7%	(8,185)	(6,541)	25.1%
Other operating expenses	165 #	115 #	43.5%	(785)	(467) #	68.1%
Finance costs	-	- *	N/M	-	- *	N/M
Profit before taxation	18,052	12,171	48.3%	32,607	22,992	41.8%
Income tax expense	(3,622)	(1,170)	209.6%	(6,331)	(2,243)	182.3%
Profit after taxation	14,430	11,001	31.2%	26,276	20,749	26.6%
Profit attributable to:						
Equity holders of the Company	14,430	11,001	31.2%	26,276	20,749	26.6%
Non-controlling interests	- *	- *	N/M	- *	- *	N/M
	14,430	11,001		26,276	20,749	

Consolidated Statement of Comprehensive Income

	Group			Group		
	2Q2013	2Q2012		1H2013	1H2012	
	1 Apr 2013 to 30 Jun 2013	1 Apr 2012 to 30 Jun 2012	Increase / (decrease)	1 Jan 2013 to 30 Jun 2013	1 Jan 2012 to 30 Jun 2012	Increase / (decrease)
	RM'000	RM'000	%	RM'000	RM'000	%
Profit after taxation	14,430	11,001	31.2%	26,276	20,749	26.6%
Other comprehensive expense:						
Foreign currency translation (loss)/ gain	(804)	1,033	(177.8%)	1,023	506	102.2%
Total comprehensive income	13,626	12,034	13.2%	27,299	21,255	28.4%
Total comprehensive income attributable to:						
Equity holders of the Company	13,626	12,034	13.2%	27,299	21,255	28.4%
Non-controlling interests	- *	- *	N/M	- *	- *	N/M
	13,626	12,034		27,299	21,255	

1 (a) (ii) The net profit attributable to shareholders includes the following (charges)/credits:

	Group			Group		
	2Q2013	2Q2012		1H2013	1H2012	
	1 Apr 2013 to 30 Jun 2013	1 Apr 2012 to 30 Jun 2012	Increase / (decrease)	1 Jan 2013 to 30 Jun 2013	1 Jan 2012 to 30 Jun 2012	Increase / (decrease)
	RM'000	RM'000	%	RM'000	RM'000	%
Depreciation of property, plant and equipment	(4,742)	(3,927)	20.8%	(9,460)	(7,889)	19.9%
Net foreign exchange gain	2,171 #	2,290 #	(5.2%)	2,620 #	1,777 #	47.4%
Property, plant and equipment written off	-	(5)	(100.0%)	(2)	(5)	(60.0%)
Gain/ (loss) on disposal of property, plant and equipment	-	- *	N/M	(1)	- *	N/M
Fair value loss on derivatives	(1,185) #	(1,391) #	(14.8%)	(1,618) #	(815) #	98.5%
Research and development expenses	(636)	(520)	22.3%	(1,325)	(985)	34.5%
Interest income from bank balances	119	57	108.8%	208	109	90.8%
Interest on bank borrowings	-	- *	N/M	-	- *	N/M
(Under)/ over provision of income tax	(2)	-	N/M	(2)	-	N/M

N/M Not Meaningful

* Denote amount less than RM500

The net foreign exchange gain/ (loss) has been included in other operating expenses

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1 (b) (i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	As at 30.06.13	As at 31.12.12	As at 30.06.13	As at 31.12.12
	RM'000	RM'000	RM'000	RM'000
Non-current assets				
Property, plant and equipment	159,875	161,014	-	-
Investments in subsidiary companies	-	-	140,515	124,899
	<u>159,875</u>	<u>161,014</u>	<u>140,515</u>	<u>124,899</u>
Current assets				
Inventories	33,928	30,406	-	-
Trade receivables	65,553	58,075	-	-
Other receivables	1,001	671	9,274	-
Prepayments	1,088	1,315	23	70
Tax recoverable	317	388	-	-
Derivatives	-	663	-	-
Fixed deposits	53,169	33,910	21,596	25,242
Cash at banks and in hand	38,028	30,077	2,594	1,186
	<u>193,084</u>	<u>155,505</u>	<u>33,487</u>	<u>26,498</u>
Current liabilities				
Payables and accruals	37,559	47,926	172	230
Amount due to a subsidiary company	-	-	136	5
Derivatives	955	-	-	-
Provision for taxation	6,617	1,762	-	2
	<u>45,131</u>	<u>49,688</u>	<u>308</u>	<u>237</u>
Net current assets	<u>147,953</u>	<u>105,817</u>	<u>33,179</u>	<u>26,261</u>
Non-current liabilities				
Deferred tax liabilities	12,194	12,194	-	-
	<u>12,194</u>	<u>12,194</u>	<u>-</u>	<u>-</u>
Net assets	<u>295,634</u>	<u>254,637</u>	<u>173,694</u>	<u>151,160</u>
Equity attributable to equity holders of the Company				
Share capital	153,521	123,846	153,521	123,846
Treasury shares	(815)	(97)	(815)	(97)
Reserves	142,924	130,884	20,988	27,411
	<u>295,630</u>	<u>254,633</u>	<u>173,694</u>	<u>151,160</u>
Non-controlling interests	4	4	-	-
Total equity	<u>295,634</u>	<u>254,637</u>	<u>173,694</u>	<u>151,160</u>

1 (b) (ii) Aggregate amount of group's borrowings and debt securities

Not applicable

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1 (c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Group	
	2Q2013 1 Apr 2013 to 30 Jun 2013	2Q2012 1 Apr 2012 to 30 Jun 2012	1H2013 1 Jan 2013 to 30 Jun 2013	1H2012 1 Jan 2012 to 30 Jun 2012
	RM'000	RM'000	RM'000	RM'000
Cash flows from operating activities				
Profit before taxation	18,052	12,171	32,607	22,992
Adjustments for:				
Depreciation of property, plant and equipment	4,742	3,927	9,460	7,889
Property, plant and equipment written off	-	5	2	5
(Gain)/ Loss on disposal of property, plant and equipment	-	-	1	-
Fair value loss on derivatives	1,185	1,391	1,618	815
Interest expense	-	-	-	-
Interest income	(119)	(57)	(208)	(109)
Operating cash flows before working capital changes	23,860	17,437	43,480	31,592
Decrease/ (increase) in inventories	1,193	2,341	(3,522)	1,411
Increase in receivables and prepayments	(8,498)	(3,422)	(7,581)	(6,232)
(Decrease)/ increase in payables and accruals	(3,900)	3,980	(10,367)	(5,250)
Cash flows from operations	12,655	20,336	22,010	21,521
Income tax paid	(932)	(602)	(1,405)	(925)
Interest paid	-	-	-	-
Interest received	119	57	208	109
Net cash flows from operating activities	11,842	19,791	20,813	20,705
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	2	2	4	2
Purchase of property, plant and equipment	(7,140)	(2,076)	(7,925)	(5,052)
Net cash flows used in investing activities	(7,138)	(2,074)	(7,921)	(5,050)
Cash flows from financing activities				
Net proceeds from warrants conversion	9,089	3,709	28,348	5,415
Purchase of treasury shares	(718)	-	(718)	-
Repayment of finance leases	-	(4)	-	(7)
Dividends paid	(13,932)	(12,025)	(13,932)	(12,025)
Net cash flows (used in)/ from financing activities	(5,561)	(8,320)	13,698	(6,617)
Net (decrease)/ increase in cash and cash equivalents	(857)	9,397	26,590	9,038
Effect of foreign currency exchange rates	(503)	828	620	500
Cash and cash equivalents at beginning of period	92,557	40,883	63,987	41,570
Cash and cash equivalents at end of period	91,197	51,108	91,197	51,108
Cash and cash equivalents comprise the followings at end of the financial period				
Fixed deposits	53,169	26,670	53,169	26,670
Cash at banks and in hand	38,028	24,438	38,028	24,438
Cash and cash equivalent at end of the financial period	91,197	51,108	91,197	51,108

* Denote amount less than RM500

1 (d) (i)

A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding year of the immediately preceding financial year.

	Share Capital RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Other Reserves RM'000	Total Reserves RM'000	Non- controlling Interests RM'000	Total Equity RM'000
GROUP							
1H2012							
Balance at 1 January 2012	113,242	-	162,491	(51,722)	110,769	4	224,015
Total comprehensive income for the period	-	-	20,749	506	21,255	- *	21,255
Payment of FY2011 final dividend	-	-	(12,025)	-	(12,025)	-	(12,025)
Issuance of ordinary shares upon the exercise of warrants	5,676	-	-	(261)	(261)	-	5,415
Balance at 30 June 2012	118,918	-	171,215	(51,477)	119,738	4	238,660
1H2013							
Balance at 1 January 2013	123,846	(97)	182,744	(51,860)	130,884	4	254,637
Total comprehensive income for the period	-	-	26,276	1,023	27,299	- *	27,299
Payment of FY2012 final dividend	-	-	(13,932)	-	(13,932)	-	(13,932)
Issuance of ordinary shares upon the exercise of warrants	29,675	-	-	(1,327)	(1,327)	-	28,348
Purchase of treasury shares	-	(718)	-	-	-	-	(718)
Balance at 30 June 2013	153,521	(815)	195,088	(52,164)	142,924	4	295,634
2Q2012							
Balance at 1 April 2012	115,031	-	172,239	(52,332)	119,907	4	234,942
Total comprehensive income for the period	-	-	11,001	1,033	12,034	- *	12,034
Payment of FY2011 final dividend	-	-	(12,025)	-	(12,025)	-	(12,025)
Issuance of ordinary shares upon the exercise of warrants	3,887	-	-	(178)	(178)	-	3,709
Balance at 30 June 2012	118,918	-	171,215	(51,477)	119,738	4	238,660
2Q2013							
Balance at 1 April 2013	144,005	(97)	194,590	(50,933)	143,657	4	287,569
Total comprehensive income for the period	-	-	14,430	(804)	13,626	- *	13,626
Payment of FY2012 final dividend	-	-	(13,932)	-	(13,932)	-	(13,932)
Issuance of ordinary shares upon the exercise of warrants	9,516	-	-	(427)	(427)	-	9,089
Purchase of treasury shares	-	(718)	-	-	-	-	(718)
Balance at 30 June 2013	153,521	(815)	195,088	(52,164)	142,924	4	295,634

* Denote amount less than RM500

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<u>COMPANY</u>	Share Capital RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Other Reserves RM'000	Total Reserves RM'000	Total Equity RM'000
1H2012						
Balance at 1 January 2012	113,242	-	15,850	7,763	23,613	136,855
Total comprehensive income for the period	-	-	4,836	3,488	8,324	8,324
Payment of FY2011 final dividend	-	-	(12,025)	-	(12,025)	(12,025)
Issuance of ordinary shares upon the exercise of warrants	5,676	-	-	(261)	(261)	5,415
Balance at 30 June 2012	118,918	-	8,661	10,990	19,651	138,569
1H2013						
Balance at 1 January 2013	123,846	(97)	16,608	10,803	27,411	151,160
Total comprehensive income for the period	-	-	8,508	328	8,836	8,836
Payment of FY2012 final dividend	-	-	(13,932)	-	(13,932)	(13,932)
Issuance of ordinary shares upon the exercise of warrants	29,675	-	-	(1,327)	(1,327)	28,348
Purchase of treasury shares	-	(718)	-	-	-	(718)
Balance at 30 June 2013	153,521	(815)	11,184	9,804	20,988	173,694
2Q2012						
Balance at 1 April 2012	115,031	-	15,572	7,580	23,152	138,183
Total comprehensive income for the period	-	-	5,114	3,588	8,702	8,702
Payment of FY2011 final dividend	-	-	(12,025)	-	(12,025)	(12,025)
Issuance of ordinary shares upon the exercise of warrants	3,887	-	-	(178)	(178)	3,709
Balance at 30 June 2012	118,918	-	8,661	10,990	19,651	138,569
2Q2013						
Balance at 1 April 2013	144,005	(97)	16,301	9,107	25,408	169,316
Total comprehensive income for the period	-	-	8,815	1,124	9,939	9,939
Payment of FY2012 final dividend	-	-	(13,932)	-	(13,932)	(13,932)
Issuance of ordinary shares upon the exercise of warrants	9,516	-	-	(427)	(427)	9,089
Purchase of treasury shares	-	(718)	-	-	-	(718)
Balance at 30 June 2013	153,521	(815)	11,184	9,804	20,988	173,694

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1 (d) (ii)

Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous year reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current period reported on and as at the end of the corresponding year of the immediately preceding financial year.

Share capital	Number of shares	Share Capital RM'000
Issued and fully paid up:		
As at 31 December 2012	<u>331,149,702</u>	<u>123,846</u>
As at 30 June 2013	<u>367,765,845</u>	<u>153,521</u>

On 19 May 2010, the Company announced a renounceable non-underwritten rights issue of up to 61,900,000 warrants at an issue price of S\$0.02 for each warrant, each warrant carrying the right to subscribe for one (1) new share at the exercise price of S\$0.31 for each new share, on the basis of one (1) warrant for every five (5) existing ordinary shares.

On 5 August 2010, the Company allotted and issued 61,900,000 rights warrants for valid acceptance received.

The warrants are exercisable within three (3) years from the date of issue of warrants on 5 August 2010 and expired on 2 August 2013. At the expiry date, there were in total issue and allotment of 61,726,025 ordinary shares in the capital of the Company at the exercise price of S\$0.31 each, pursuant to the conversion of warrants valued at S\$19.14 million. The total number of issued and paid-up shares in the capital of the Company has increased from 371,133,525 ordinary shares to 371,226,025 ordinary shares. At the expiry date, there were 173,975 outstanding warrants which have not exercised have lapsed and these warrants have ceased to be valid for any purpose.

The total net proceeds of approximately S\$20.17 million from the issuance of warrants and conversion of warrants were allocated for both the Group's general working capital and capital expenditure.

As at 30 June 2013, the Company held 684,000 of its issued shares as treasury shares (31 December 2012: 96,000).

Other than the above mentioned, the Company does not have any outstanding share convertibles at the end of the financial period under review.

1 (d)(iii) **To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	As at 30.06.13	As at 31.12.12
Total number of issued shares	367,765,845	331,149,702
Less: Treasury shares	<u>(684,000)</u>	<u>(96,000)</u>
Total number of issued shares excluding treasury shares	<u>367,081,845</u>	<u>331,053,702</u>

1 (d) (iv) **A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

There were no sales, transfers, disposal, cancellation and/ or use of treasury shares during the current financial period reported on.

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2. **Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by the Company's auditors.

3. **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

Except as explained in note 5, the Group and the Company have applied the same accounting policies and method of computation applied in the financial statements for the current reporting period as those adopted in the most recently audited consolidated financial statements for the financial year ended 31 December 2012.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The adoption of the new and revised FRSs is assessed to have no material impact to the results of the Group and the Company for the financial year ended 31 December 2013.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:-**

		Group	
		2Q2013	2Q2012
Earnings per share ("EPS") in sen (RM)			
a)	Basic	4.01	3.40
b)	On a fully diluted basis	3.99	3.28

Earnings per share for the second quarter ended 30 June 2013 is calculated based on profit from ordinary activities after taxation of RM14.4 million divided by weighted average of 360.2 million number of ordinary shares in issue. As for comparative, earnings per share for the second quarter ended 30 June 2012 is calculated based on profit attributable to shareholders of RM11.0 million divided by weighted average of 323.3 million number of ordinary shares in issue.

The fully diluted earnings per share for the second quarter ended 30 June 2013 is calculated based on the weighted average number of 361.6 million (2Q2012: 335.4 million) ordinary shares after adjustments for the dilutive effects assuming the full exercise of warrants outstanding during the period and after adjusting the weighted average number of shares in issue during the period.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**

- (a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	As at 30.06.13	As at 31.12.12	As at 30.06.13	As at 31.12.12
Net asset per share in sen (RM)	80.54	76.92	47.32	45.66

The Group and Company net asset backing per ordinary share as at 30 June 2013 and 31 December 2012 are calculated based on 367.1 million and 331.1 million ordinary shares in issue excluding treasury shares respectively.

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8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

a) INCOME STATEMENT REVIEW

For the 2Q2013, the profit before tax and profit after tax rose by 48.3% and 31.2% to RM18.1 million and RM14.4 million respectively when compared to 2Q2012. This was achieved on the back of an increase in total revenue by 15.5% from RM78.3 million in 2Q2012 to RM90.4 million in 2Q2013. The revenue growth was in line with the Group's expansion in production capacity and growing demand of our products especially in healthcare gloves. The Group's gross profit increased by 42.5% to RM24.1 million in 2Q2013 from RM16.9 million in 2Q2012 mainly due to improvement in production productivity and favourable raw material prices.

The Group's other income increased from RM0.3 million in 2Q2012 to RM0.4 million in 2Q2013 mainly due to increase in interest income from fixed deposits.

Selling and distribution expenses increased by RM0.5 million or 30.5% from RM1.8 million in 2Q2012 to RM2.3 million in 2Q2013 due to the increase in sales activities.

General and administrative expenses increased by RM0.9 million or 27.7% from RM3.4 million in 2Q2012 to RM4.3 million in 2Q2013 mainly due to increase in payroll cost.

Other operating expenses increased by 43.5% mainly as a result of higher research and development expenses and lower net foreign exchange gain in 2Q2013 when compared to 2Q2012 .

The Group's effective tax rate was higher when compared to 2Q2012 mainly due to the lower tax incentives claimable by the Group.

b) BALANCE SHEET REVIEW

As at 30 June 2013, non-current assets reduced to RM159.9 million from RM161.0 million mainly due to acquisition of property, plant and equipment of RM7.9 million coupled with the foreign exchange adjustment of RM0.4 million and offset by the depreciation charge of RM9.5 million.

Trade receivables and inventories increased from RM58.1 million to RM65.6 million and from RM30.4 million to RM33.9 million as at 30 June 2013 respectively mainly due to increase in sales and higher production volume.

Cash and cash equivalents increased from RM64.0 million as at 31 December 2012 to RM91.2 million as at 30 June 2013. For the 2Q2013, the Group generated RM11.8 million in net cash flows from operating activities and net cash flows used in investing activities amounted to RM7.1 million were for the purchase of property, plant and equipment. The Group has net cash flows used in financing activities in 2Q2013 amounted to RM5.6 million due to payment of dividends and offset of the proceeds from warrants conversion to ordinary shares.

Current liabilities decreased by 9.2% from RM49.7 million as at 31 December 2012 to RM45.1 million as at 30 June 2013 mainly due to lower payables and accruals from RM47.9 million as at 31 December 2012 to RM37.6 million as at 30 June 2013 which offsetted with the increase in derivatives of RM1.0 million and also the increase in provision of taxation from RM1.8 million as at 31 December 2012 to RM6.6 million as at 30 June 2013.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

Not applicable.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The movement in commodity prices, the US currency fluctuation and competition from the other glove manufacturers remains as challenges for the Group.

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11. If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

The Board has recommended to pay a one-tier tax exempt interim dividend of 2.3 sen (RM) per ordinary share for the financial year ending 31 December 2013.

(b) Corresponding period of the immediately preceding financial year

Yes

Name of Dividend	Interim Tax Exempt Dividend
Dividend Type	Cash
Dividend amount per Share (in sen)	2.200 sen (RM) per ordinary share
Tax Rate	Tax-exempt one-tier

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country

The dividend will be a one-tier tax exempt dividend and will not be taxable in the hands of shareholders in Singapore.

(d) The date the dividend is payable.

Not applicable

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

To be determined

12. If no dividend has been declared (recommended), a statement to that effect.

Not applicable

13. If the group has obtained a general mandate from shareholders for Interested Parties Transactions (IPTs), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company does not have an Interested Person Transactions mandate.

14. Statement by Directors

Pursuant to SGX Listing Rule 705(5)

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial results of Riverstone Holdings Limited for the second quarter ended 30 June 2013 presented in this announcement to be false or misleading in any material respect.

BY ORDER OF THE BOARD

WONG TEEK SON
EXECUTIVE CHAIRMAN AND CHIEF EXECUTIVE OFFICER

05 August 2013

This release may contain forward looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies, shifts in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, governmental and public policy changes and the continued availability of financing in the amounts and the terms necessary to support future business. You are cautioned not to place undue reliance on these forward looking statements, which are based on current view of management on future events.