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MEDIA RELEASE

Riverstone continues strong growth in 2Q2013 Net profit rises 31% to RM14.4 million, revenue hits RM90.4 million

RM million Y/E Dec	2Q2013	2Q2012	Chg	1H2013	1H2012	Chg
Revenue	90.4	78.3	+15.5%	171.2	151.6	+13.0%
Cost of goods sold	(66.3)	(61.4)	+8.0%	(126.3)	(118.6)	+6.5%
Gross Profit	24.1	16.9	+42.5%	44.9	32.9	+36.3%
Profit before tax	18.1	12.2	+48.3%	32.6	23.0	+41.8%
Net Profit	14.4	11.0	+31.2%	26.3	20.7	+26.6%
EPS* – basic (sen)	4.01	3.40		7.38	6.40	
EPS# - fully diluted (sen)	3.99	3.28		7.30	6.17	

*Based on weighted average of 360.2 million shares (2Q2012: 323.3 million shares)

#Based on weighted average of 361.6 million shares (2Q2012: 335.4 million shares)

5 August 2013 – Riverstone Holdings Limited ('Riverstone' or 'the Group') 立合斯顿有限公司, a leading manufacturer of specialised cleanroom and healthcare gloves has reported another strong quarter of growing revenue and profits. Group revenue hit RM90 million for the first time, after just breaking the RM80 million barrier in 1Q2013. Net profit rose 31.2% to RM14.4 million. For the six months ended 30 June 2013 (1H2013), Group revenue rose 13.0% to RM171.2 million while net profit increased by 26.6% to RM26.3 million.

"Riverstone is continuing to grow from strength to strength on the back of healthy demand for our products, especially healthcare gloves. Accordingly, we have expanded our production capacity and will continue to do so in order to capture more of the demand. Due to the good results, I am also pleased to announce that the Board has recommended an interim dividend of 2.3 sen (RM) per share for this period."

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

2Q2013 Performance

Group revenue rose 15.5% from RM78.3 million in 2Q2012 to RM90.4 million in 2Q2013. Gross profit increased 42.5% to RM24.1 million due to improvements in production productivity and favourable raw material prices. This enabled pretax profit to grow by 48.3% to RM18.1 million, despite a 30.5% increase in selling and distribution expenses due to increased sales activities, and a 27.7% increase in general and administrative expenses due to higher payroll costs. Profit after tax was RM14.4 million, 31.2% higher than

in 2Q2012, with the higher effective tax rate in 2Q2013 being mainly due to lower tax incentives claimable by the Group.

1H 2013 Performance

1H2013 revenue increased 13.0% from RM151.6 million to RM171.2 million in line with the Group's expansion of production capacity and robust demand. Gross profit improved by 36.3% to RM44.9 million. Pretax profit rose 41.8% to RM32.6 million, and net profit gained 26.6% from RM20.7 million to RM26.3 million.

Financial Position and Cash Flow

As at 30 June 2013, the Group continues to be debt-free and had RM91.2 million in cash and cash equivalents, compared to RM64.0 million as at 31 December 2012, but down slightly from RM92.6 million as at 31 March 2013. Net cash flow from operating activities was RM11.8 million for 2Q2013, and RM7.1 million net cash flow was used in investing activities for purchasing of property, plant and equipment as part of the Group's expansion plans. During the quarter, the Group also paid out RM13.9 million in dividends to shareholders. Net assets per share was 80.54 sen RM (based on 367.1 million shares issued).

Outlook

In April 2013, the Group acquired a 30 acre land site close to its current facilities in Taiping, Malaysia.

“Work has started on our new site in Taiping and we expect it to commence the first phase of operations in mid-2014. Besides expanding our business through increased production capacity, we are also exploring new frontiers, particularly with our cleanroom glove product line for manufacturers of tablets and mobile devices.”

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

At the same time, the Group continues to be mindful of challenges in the form of commodity price movements, fluctuations in the US dollar exchange rate, and competition from other glove manufacturers.

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 2012. 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 Exchange in 2006. www.riverstone.com.my

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