

## UNAUDITED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2015

## PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 &amp; Q3), HALF-YEAR AND FULL YEAR RESULTS

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		
	2Q2015	2Q2014		1H2015	1H2014	
	1 Apr 2015 to 30 Jun 2015	1 Apr 2014 to 30 Jun 2014	Increase / (decrease) %	1 Jan 2015 to 30 Jun 2015	1 Jan 2014 to 30 Jun 2014	Increase / (decrease) %
	RM'000	RM'000		RM'000	RM'000	
<b>Revenue</b>	<b>128,970</b>	<b>96,851</b>	33.2%	<b>256,143</b>	<b>184,686</b>	38.7%
Cost of sales	(90,192)	(70,981)	27.1%	(177,206)	(131,899)	34.3%
<b>Gross profit</b>	<b>38,778</b>	<b>25,870</b>	49.9%	<b>78,937</b>	<b>52,787</b>	49.5%
Other income	338	824	(59.0%)	666	1,442	(53.8%)
Selling and distribution expenses	(3,046)	(2,736)	11.3%	(6,306)	(4,843)	30.2%
General and administrative expenses	(5,185)	(3,936)	31.7%	(11,230)	(8,482)	32.4%
Other operating expenses	1,294 #	(1,031) #	N/M	2,991 #	(1,962) #	N/M
Finance costs	- *	-	N/M	- *	-	N/M
<b>Profit before taxation</b>	<b>32,179</b>	<b>18,991</b>	69.4%	<b>65,058</b>	<b>38,942</b>	67.1%
Income tax expense	(5,190)	(2,936)	76.8%	(11,061)	(6,870)	61.0%
<b>Profit after taxation</b>	<b>26,989</b>	<b>16,055</b>	68.1%	<b>53,997</b>	<b>32,072</b>	68.4%
<b>Profit attributable to:</b>						
Equity holders of the Company	26,988	16,055	68.1%	53,996	32,072	68.4%
Non-controlling interests	1	- *	N/M	1	- *	N/M
	<b>26,989</b>	<b>16,055</b>		<b>53,997</b>	<b>32,072</b>	

**Consolidated Statement of Comprehensive Income**

	Group			Group		
	2Q2015	2Q2014		1H2015	1H2014	
	1 Apr 2015 to 30 Jun 2015	1 Apr 2014 to 30 Jun 2014	Increase / (decrease) %	1 Jan 2015 to 30 Jun 2015	1 Jan 2014 to 30 Jun 2014	Increase / (decrease) %
	RM'000	RM'000		RM'000	RM'000	
<b>Profit after taxation</b>	<b>26,989</b>	<b>16,055</b>	68.1%	<b>53,997</b>	<b>32,072</b>	68.4%
<b>Other comprehensive expense:</b>						
Foreign currency translation (loss)/ gain	(375)	(1,035)	(63.8%)	4,145	(1,126)	N/M
<b>Total comprehensive income</b>	<b>26,614</b>	<b>15,020</b>	77.2%	<b>58,142</b>	<b>30,946</b>	87.9%
<b>Total comprehensive income attributable to:</b>						
Equity holders of the Company	26,613	15,020	77.2%	58,141	30,946	87.9%
Non-controlling interests	1	- *	N/M	1	- *	N/M
	<b>26,614</b>	<b>15,020</b>		<b>58,142</b>	<b>30,946</b>	

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

	Group			Group		
	2Q2015	2Q2014		1H2015	1H2014	
	1 Apr 2015 to 30 Jun 2015	1 Apr 2014 to 30 Jun 2014	Increase / (decrease) %	1 Jan 2015 to 30 Jun 2015	1 Jan 2014 to 30 Jun 2014	Increase / (decrease) %
	RM'000	RM'000		RM'000	RM'000	
Depreciation of property, plant and equipment	(5,982)	(4,632)	29.1%	(11,940)	(9,252)	29.1%
Net foreign exchange gain/ (loss)	1,514 #	(837) #	N/M	3,396 #	(2,131) #	N/M
Property, plant and equipment written off	(3)	(6)	(50.0%)	(18)	(7)	N/M
Gain/ (loss) on disposal of property, plant and equipment	1	(9)	N/M	(161)	55	N/M
Fair value gain on derivatives	588 #	760 #	(22.6%)	1,398 #	1,834 #	(23.8%)
Research and development expenses	(582)	(715)	(18.6%)	(1,106)	(1,265)	(12.6%)
Interest income from bank balances	157	226	(30.5%)	284	528	(46.2%)

N/M Not Meaningful

\* Denote amount less than RM500

# The net foreign exchange gain/ (loss) and fair value gain on derivatives have 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 30.06.15	As at 31.12.14	As at 30.06.15	As at 31.12.14
	RM'000	RM'000	RM'000	RM'000
<b>Non-current assets</b>				
Property, plant and equipment	239,922	227,587	-	-
Investments in subsidiary companies	-	-	184,415	173,605
Deferred tax asset	3,235	3,110	-	-
	<u>243,157</u>	<u>230,697</u>	<u>184,415</u>	<u>173,605</u>
<b>Current assets</b>				
Inventories	56,859	42,117	-	-
Trade receivables	99,485	86,713	-	-
Other receivables	4,524	1,466	-	-
Prepayments	1,084	341	17	19
Fixed deposits	48,611	44,446	10,592	19,755
Cash at banks and in hand	47,303	34,986	5,755	2,765
	<u>257,866</u>	<u>210,069</u>	<u>16,364</u>	<u>22,539</u>
<b>Current liabilities</b>				
Payables and accruals	65,778	50,441	217	196
Amount due to a subsidiary company	-	-	166	65
Derivatives	964	2,362	-	-
Provision for taxation	8,468	3,316	1	2
	<u>75,210</u>	<u>56,119</u>	<u>384</u>	<u>263</u>
<b>Net current assets</b>	<u>182,656</u>	<u>153,950</u>	<u>15,980</u>	<u>22,276</u>
<b>Non-current liabilities</b>				
Deferred tax liabilities	12,979	13,095	-	-
	<u>12,979</u>	<u>13,095</u>	<u>-</u>	<u>-</u>
<b>Net assets</b>	<u>412,834</u>	<u>371,552</u>	<u>200,395</u>	<u>195,881</u>
<b>Equity attributable to equity holders of the Company</b>				
Share capital	156,337	156,337	156,337	156,337
Treasury shares	(815)	(815)	(815)	(815)
Reserves	257,307	216,026	44,873	40,359
	<u>412,829</u>	<u>371,548</u>	<u>200,395</u>	<u>195,881</u>
<b>Non-controlling interests</b>	5	4	-	-
<b>Total equity</b>	<u>412,834</u>	<u>371,552</u>	<u>200,395</u>	<u>195,881</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	
	2Q2015 1 Apr 2015 to 30 Jun 2015	2Q2014 1 Apr 2014 to 30 Jun 2014	1H2015 1 Jan 2015 to 30 Jun 2015	1H2014 1 Jan 2014 to 30 Jun 2014
	RM'000	RM'000	RM'000	RM'000
<b>Cash flows from operating activities</b>				
Profit before taxation	32,179	18,991	65,058	38,942
Adjustments for:				
Depreciation of property, plant and equipment	5,982	4,632	11,940	9,252
Property, plant and equipment written off	3	6	18	7
Loss/ (gain) on disposal of property, plant and equipment	(1)	9	161	(55)
Fair value gain on derivatives	(588)	(760)	(1,398)	(1,834)
Interest expense	- *	-	- *	-
Interest income	(157)	(226)	(284)	(528)
Operating cash flows before working capital changes	37,418	22,652	75,495	45,784
(Increase)/ decrease in inventories	(6,777)	545	(14,742)	(7,355)
Increase in receivables and prepayments	(7,832)	(6,400)	(16,573)	(4,817)
Increase in payables and accruals	7,813	10,649	15,337	5,803
Cash flows from operations	30,622	27,446	59,517	39,415
Income tax paid	(3,334)	(2,521)	(6,150)	(5,103)
Interest paid	- *	-	- *	-
Interest received	157	226	284	528
Net cash flows from operating activities	27,445	25,151	53,651	34,840
<b>Cash flows from investing activities</b>				
Proceeds from disposal of property, plant and equipment	7	9	16	107
Purchase of property, plant and equipment	(11,342)	(27,426)	(23,499)	(42,222)
Net cash flows used in investing activities	(11,335)	(27,417)	(23,483)	(42,115)
<b>Cash flows from financing activities</b>				
Dividends paid	(16,860)	(16,674)	(16,860)	(16,674)
Net cash flows used in financing activities	(16,860)	(16,674)	(16,860)	(16,674)
Net (decrease)/ increase in cash and cash equivalents	(750)	(18,940)	13,308	(23,949)
Effect of foreign currency exchange rates	(114)	(760)	3,174	(868)
Cash and cash equivalents at beginning of period	96,778	108,887	79,432	114,004
Cash and cash equivalents at end of period	95,914	89,187	95,914	89,187
<b>Cash and cash equivalents comprise the followings at end of the financial period</b>				
Fixed deposits	48,611	40,633	48,611	40,633
Cash at banks and in hand	47,303	48,554	47,303	48,554
Cash and cash equivalent at end of the financial period	95,914	89,187	95,914	89,187

\* 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
<b>GROUP</b>							
<b>1H2014</b>							
<b>Balance at 1 January 2014</b>	156,337	(815)	218,155	(51,022)	167,133	4	322,659
Total comprehensive income for the period	-	-	32,072	(1,126)	30,946	- *	30,946
Payment of FY2013 final dividend	-	-	(16,674)	-	(16,674)	-	(16,674)
<b>Balance at 30 June 2014</b>	<b>156,337</b>	<b>(815)</b>	<b>233,553</b>	<b>(52,148)</b>	<b>181,405</b>	<b>4</b>	<b>336,931</b>
<b>1H2015</b>							
<b>Balance at 1 January 2015</b>	156,337	(815)	263,725	(47,699)	216,026	4	371,552
Total comprehensive income for the period	-	-	53,996	4,145	58,141	1	58,142
Payment of FY2014 final dividend	-	-	(16,860)	-	(16,860)	-	(16,860)
<b>Balance at 30 June 2015</b>	<b>156,337</b>	<b>(815)</b>	<b>300,861</b>	<b>(43,554)</b>	<b>257,307</b>	<b>5</b>	<b>412,834</b>
<b>2Q2014</b>							
<b>Balance at 1 April 2014</b>	156,337	(815)	234,172	(51,113)	183,059	4	338,585
Total comprehensive income for the period	-	-	16,055	(1,035)	15,020	- *	15,020
Payment of FY2013 final dividend	-	-	(16,674)	-	(16,674)	-	(16,674)
<b>Balance at 30 June 2014</b>	<b>156,337</b>	<b>(815)</b>	<b>233,553</b>	<b>(52,148)</b>	<b>181,405</b>	<b>4</b>	<b>336,931</b>
<b>2Q2015</b>							
<b>Balance at 1 April 2015</b>	156,337	(815)	290,733	(43,179)	247,554	4	403,080
Total comprehensive income for the period	-	-	26,988	(375)	26,613	1	26,614
Payment of FY2014 final dividend	-	-	(16,860)	-	(16,860)	-	(16,860)
<b>Balance at 30 June 2015</b>	<b>156,337</b>	<b>(815)</b>	<b>300,861</b>	<b>(43,554)</b>	<b>257,307</b>	<b>5</b>	<b>412,834</b>

\* Denote amount less than RM500

<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
<b>1H2014</b>						
<b>Balance at 1 January 2014</b>	156,337	(815)	19,401	15,694	35,095	190,617
Total comprehensive income for the period	-	-	8,340	(1,726)	6,614	6,614
Payment of FY2013 final dividend	-	-	(16,674)	-	(16,674)	(16,674)
<b>Balance at 30 June 2014</b>	<b>156,337</b>	<b>(815)</b>	<b>11,067</b>	<b>13,968</b>	<b>25,035</b>	<b>180,557</b>
<b>1H2015</b>						
<b>Balance at 1 January 2015</b>	156,337	(815)	21,001	19,358	40,359	195,881
Total comprehensive income for the period	-	-	9,855	11,519	21,374	21,374
Payment of FY2014 final dividend	-	-	(16,860)	-	(16,860)	(16,860)
<b>Balance at 30 June 2015</b>	<b>156,337</b>	<b>(815)</b>	<b>13,996</b>	<b>30,877</b>	<b>44,873</b>	<b>200,395</b>
<b>2Q2014</b>						
<b>Balance at 1 April 2014</b>	156,337	(815)	19,075	15,577	34,652	190,174
Total comprehensive income for the period	-	-	8,666	(1,609)	7,057	7,057
Payment of FY2013 final dividend	-	-	(16,674)	-	(16,674)	(16,674)
<b>Balance at 30 June 2014</b>	<b>156,337</b>	<b>(815)</b>	<b>11,067</b>	<b>13,968</b>	<b>25,035</b>	<b>180,557</b>
<b>2Q2015</b>						
<b>Balance at 1 April 2015</b>	156,337	(815)	20,643	23,412	44,055	199,577
Total comprehensive income for the period	-	-	10,213	7,465	17,678	17,678
Payment of FY2014 final dividend	-	-	(16,860)	-	(16,860)	(16,860)
<b>Balance at 30 June 2015</b>	<b>156,337</b>	<b>(815)</b>	<b>13,996</b>	<b>30,877</b>	<b>44,873</b>	<b>200,395</b>

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
<b>Issued and fully paid up:</b>		
<b>As at 31 December 2014</b>	<u>371,226,025</u>	<u>156,337</u>
<b>As at 30 June 2015</b>	<u>371,226,025</u>	<u>156,337</u>

As at 30 June 2015, the Company held 684,000 of its issued shares as treasury shares (31 December 2014: 684,000).

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.**

	<b>As at 30.06.15</b>	<b>As at 31.12.14</b>
Total number of issued shares	371,226,025	371,226,025
Less: Treasury shares	<u>(684,000)</u>	<u>(684,000)</u>
Total number of issued shares excluding treasury shares	<u>370,542,025</u>	<u>370,542,025</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 2014.

**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 2014.

**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:-**

		<b>Group</b>	
		<b>2Q2015</b>	<b>2Q2014</b>
Earnings per share ("EPS") in sen (RM)			
a)	Basic	7.27	4.32
b)	On a fully diluted basis	7.27	4.32

Earnings per share for the second quarter ended 30 June 2015 is calculated based on profit from ordinary activities after taxation of RM27.0 million divided by weighted average of 371.2 million number of ordinary shares in issue. As for comparative, earnings per share for the second quarter ended 30 June 2014 is calculated based on profit attributable to shareholders of RM16.1 million divided by weighted average of 371.2 million number of ordinary shares in issue.

As there were no share options and other potential issuance granted, the basic and fully diluted earnings per share are the same.

**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.**

	<b>Group</b>		<b>Company</b>	
	<b>As at 30.06.15</b>	<b>As at 31.12.14</b>	<b>As at 30.06.15</b>	<b>As at 31.12.14</b>
Net asset per share in sen (RM)	111.41	100.27	54.08	52.86

The Group and Company net asset backing per ordinary share as at 30 June 2015 and 31 December 2014 are calculated based on 370.5 million ordinary shares in issue excluding treasury shares.

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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 2Q2015, the Group recorded RM32.2 million and RM27.0 million of profit before taxation and profit after tax representing 69.4% and 68.1% growth respectively when compared to 2Q2014. This was achieved on the back of an increase in total revenue by 33.2% from RM96.9 million in 2Q2014 to RM129.0 million in 2Q2015. The revenue growth is mainly due to the higher gloves demand. The Group's gross profit increased by 49.9% to RM38.8 million in 2Q2015 from RM25.9 million in 2Q2014.

The Group's other income decreased to RM0.3 million in 2Q2015 from RM0.8 million in 2Q2014 mainly due to a similar utility rebate obtained by the Group in the 2Q2014 has not being finalised yet in 2Q2015.

Selling and distribution expenses increased by RM0.3 million or 11.3% from RM2.7 million in 2Q2014 to RM3.0 million in 2Q2015 due to the increase in sales activities.

General and administrative expenses increased by RM1.2 million or 31.7% from RM3.9 million in 2Q2014 to RM5.2 million in 2Q2015 mainly due to increase in payroll cost.

Other operating expenses decreased by RM2.3 million mainly as a result of net foreign exchange gain in 2Q2015 when compare to net foreign exchange loss in 2Q2014 and lower research and development expenses in 2Q2015.

The Group's effective tax rate was marginally higher when compared to 2Q2014 mainly due to income tax paid for dividend income received during the period from a foreign subsidiary company.

### b) BALANCE SHEET REVIEW

As at 30 June 2015, property, plant and equipment (PPE) increased to RM239.9 million from RM227.6 million mainly due to acquisition of PPE of RM23.5 million coupled with foreign exchange adjustment of RM0.9 million and offset by the depreciation charge and PPE write off/ disposal of RM11.9 million and RM0.2 million respectively.

Trade receivables and inventories increased from RM86.7 million to RM99.5 million and from RM42.1 million to RM56.9 million as at 30 June 2015 respectively mainly due to increase in sales and higher production volume.

Cash and cash equivalents increased from RM79.4 million as at 31 December 2014 to RM95.9 million as at 30 June 2015. For the 2Q2015, the Group generated RM53.7 million in net cash flows from operating activities and net cash flows used in investing activities amounted to RM23.5 million were for the purchase of property, plant and equipment. The Group has net cash flows used in financing activities in 2Q2015 amounted to RM16.9 million for the payment of dividends.

Current liabilities increased by 34.0% from RM56.1 million as at 31 December 2014 to RM75.2 million as at 30 June 2015 mainly due to higher payables and accruals from RM50.4 million as at 31 December 2014 to RM65.8 million as at 30 June 2015 and the increase in provision of taxation from RM3.3 million as at 31 December 2014 to RM8.5 million as at 30 June 2015.

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.**

Our Group's phase II expansion plan in Taiping, Perak, Malaysia has progressed well. By end of third quarter 2015, our Group is expected to have a total annual production capacity of 5.2 billion gloves.

The movement in commodity prices, the US currency fluctuation and competition from the other glove manufacturers remain 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 2.40 sen (RM) per ordinary share for the financial year ending 31 December 2015.

#### (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)	2.35 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.

To be determined

#### (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 2015 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

04 Aug 2015

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.