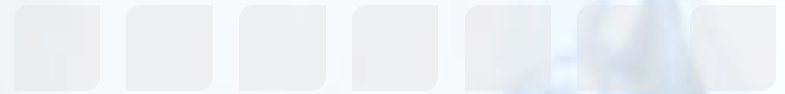


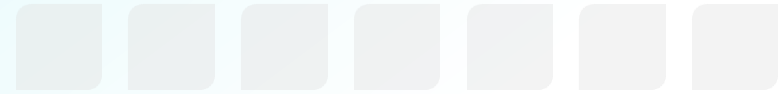


# Riverstone Holdings Limited

1QFY2017 Results Briefing – 5 May 2017



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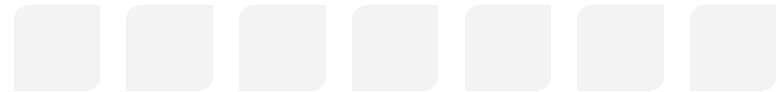
# Agenda

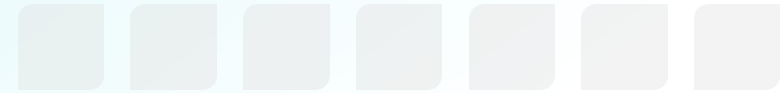


**Group  
Financial  
Highlights for  
1QFY2017**



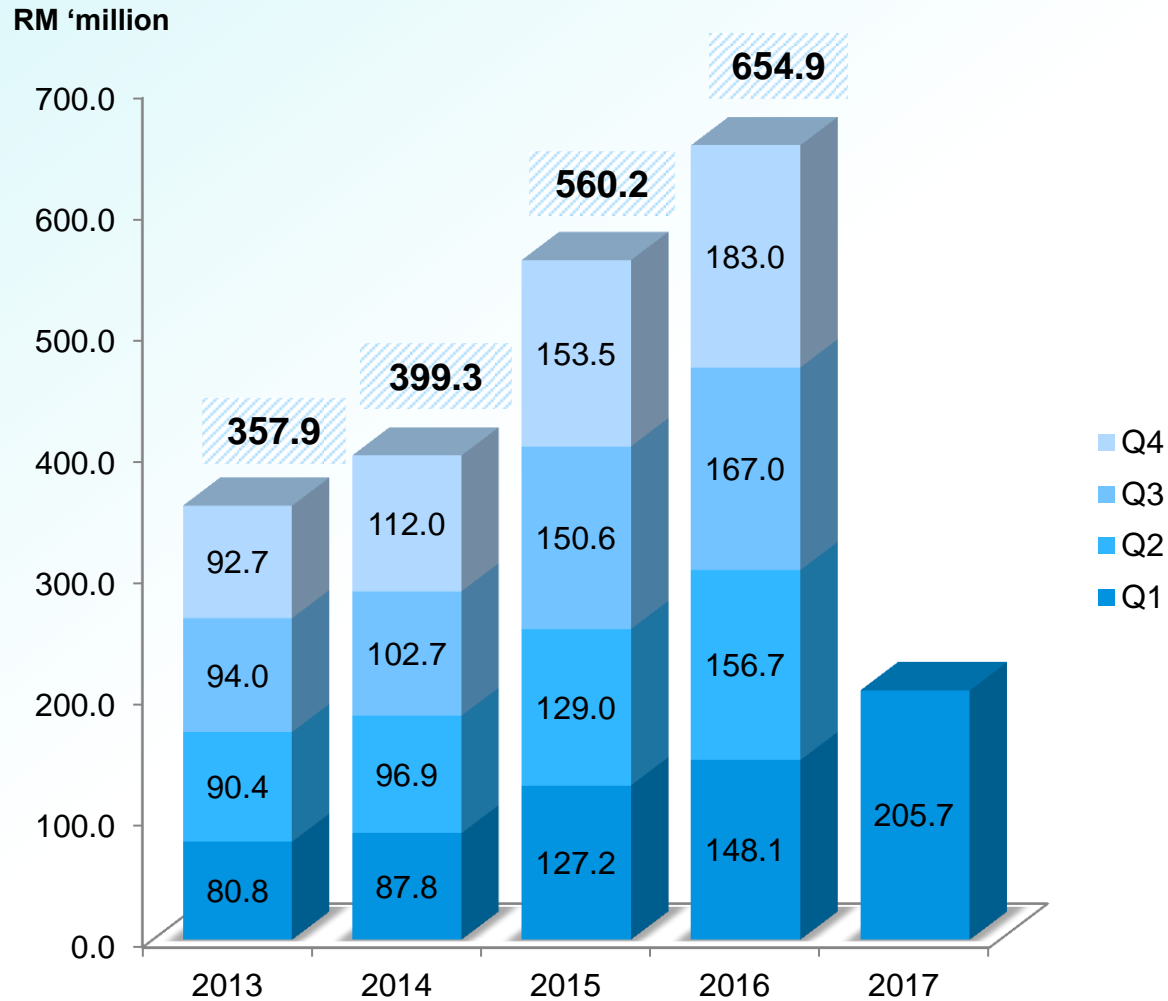
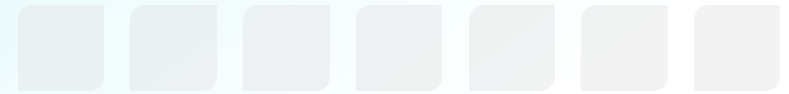
**Outlook & Key  
Challenges**





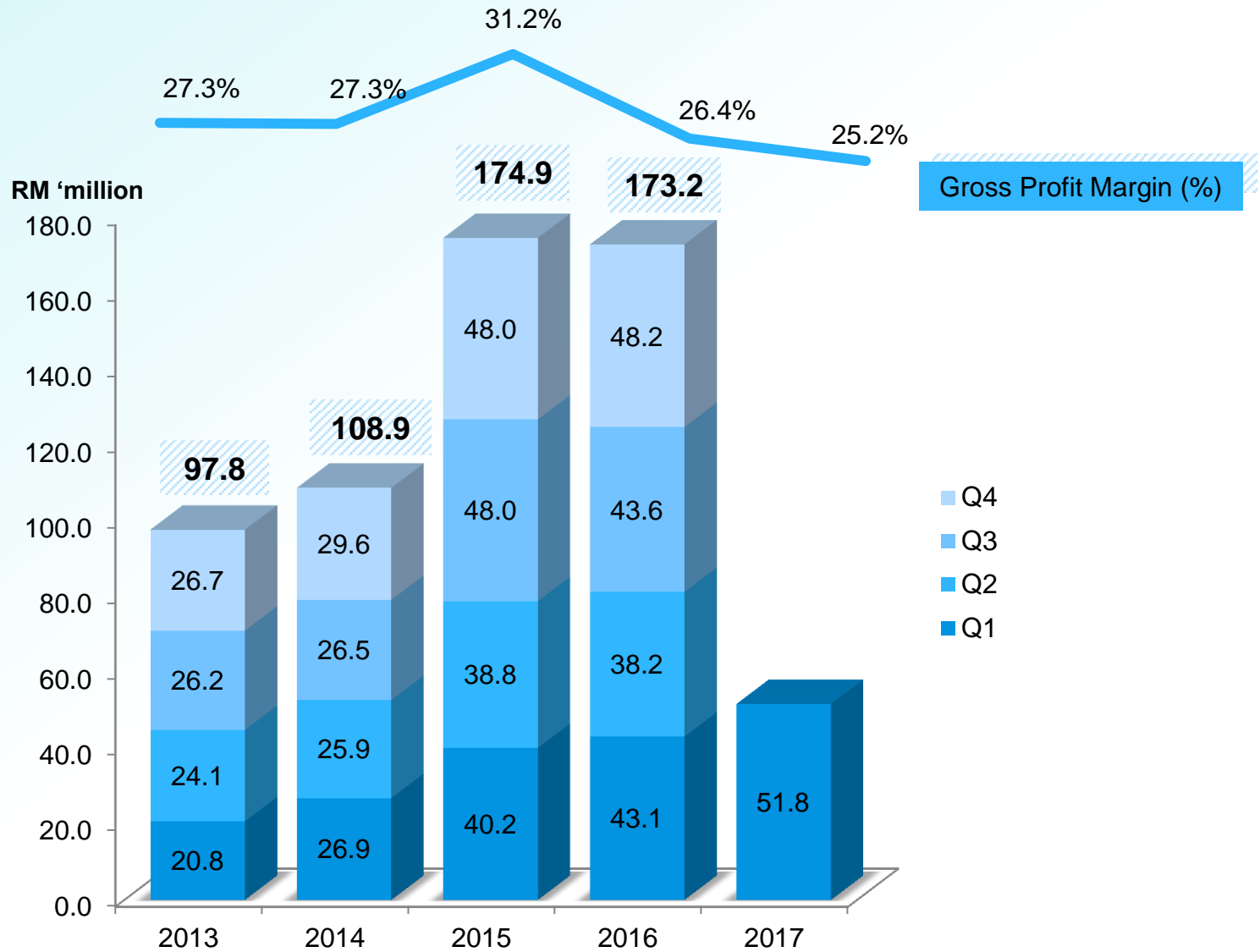
- Revenue increased 38.9% yoy from RM148.1 million for 1QFY2016 to **RM205.7 million** for 1QFY2017
  - 12.4% qoq increase from RM183.0 million for 4QFY2016
- Net profit increased 23.7% yoy from RM27.2 million for 1QFY2016 to **RM33.6 million** for 1QFY2017
  - 6.7% qoq decrease from RM36.0 million for 4QFY2016
- Continues to generate positive operating free cash flow of **RM40.4 million** for 1QFY2017
- Net cash position of **RM122.7 million**

# Growing Revenues



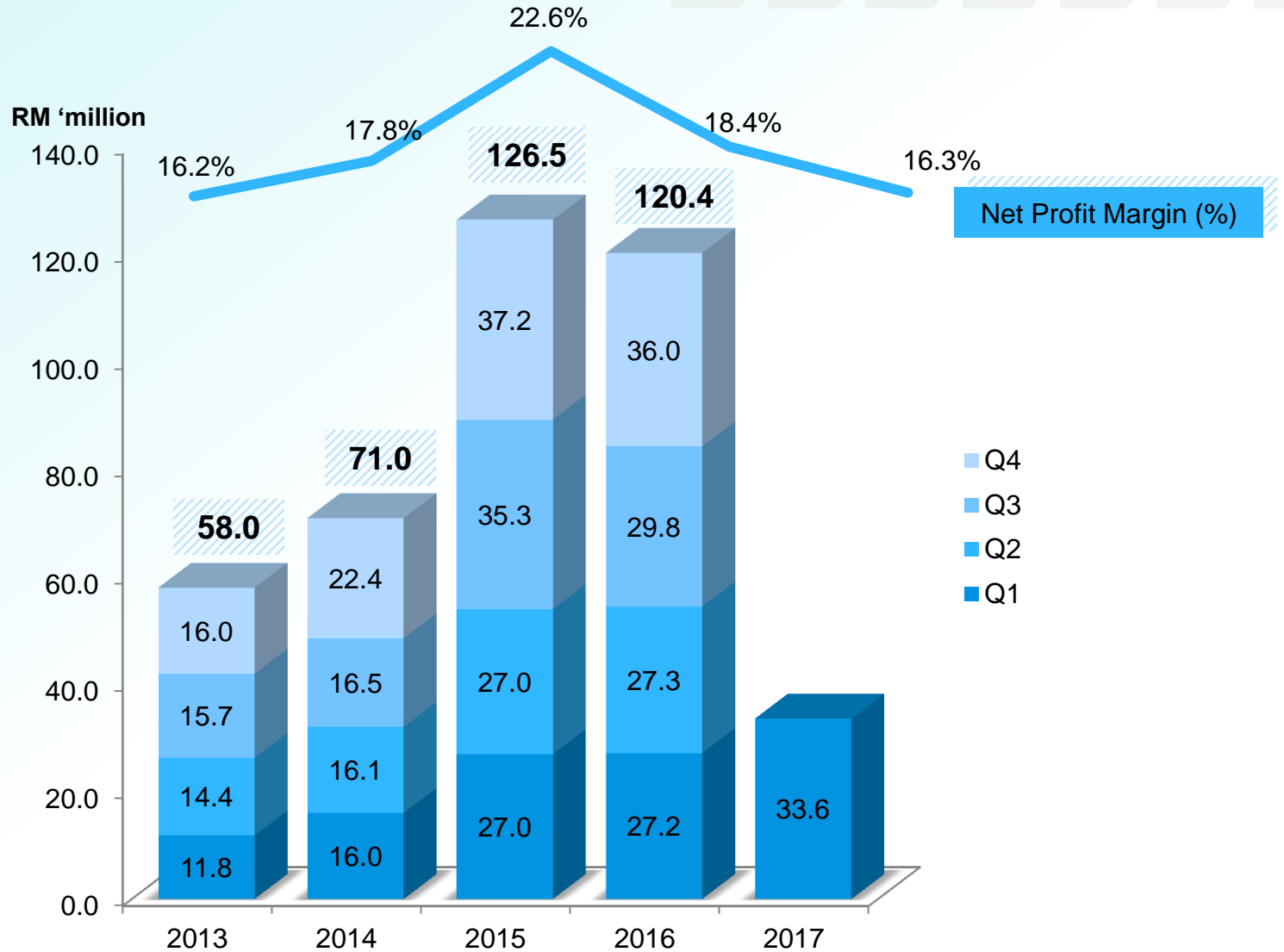
\* Annual figures may have some discrepancy due to rounding

# Gross Profit & Gross Profit Margin



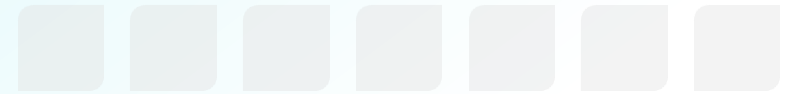
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# Net Profit & Net Profit Margin

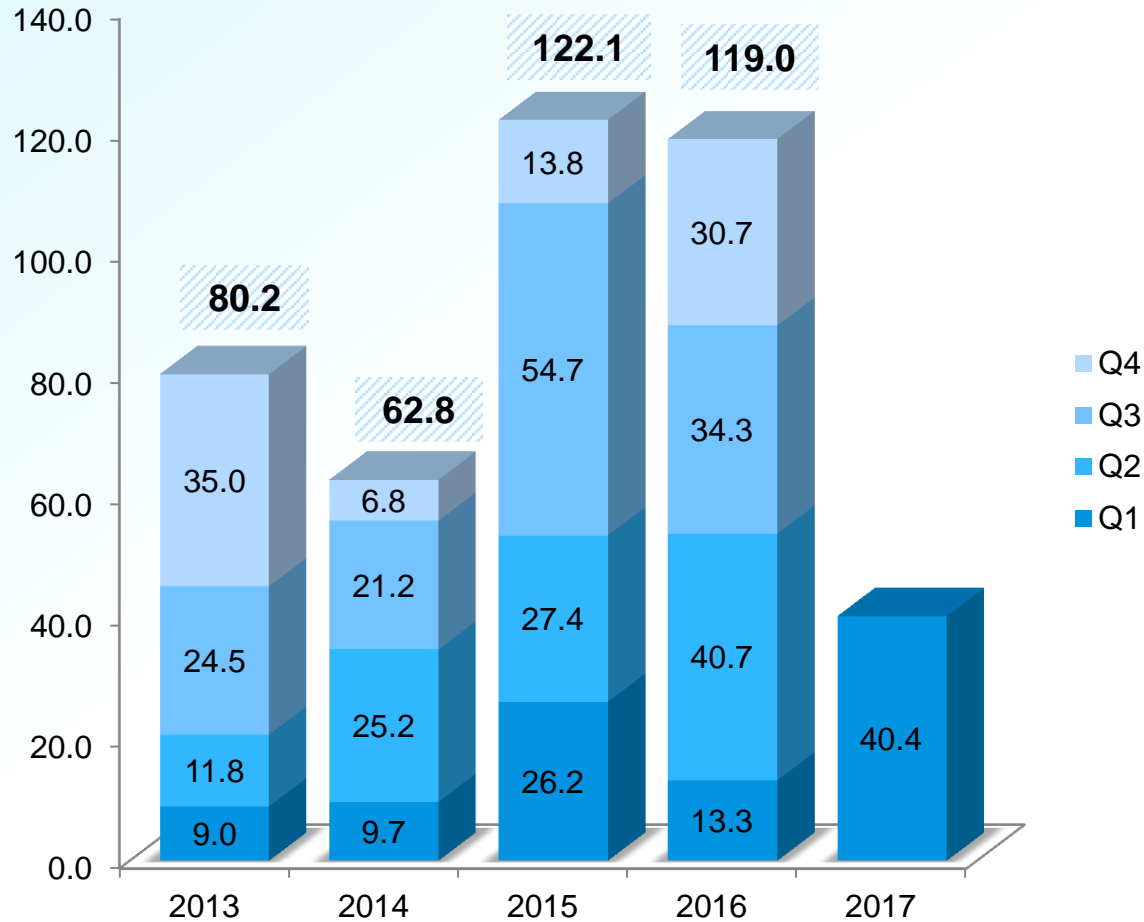


\* Annual figures may have some discrepancy due to rounding

# Positive Cash Flow Generation From Operating Activities



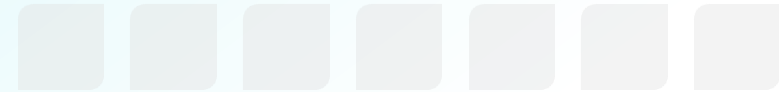
RM 'million



\* Annual figures may have some discrepancy due to rounding



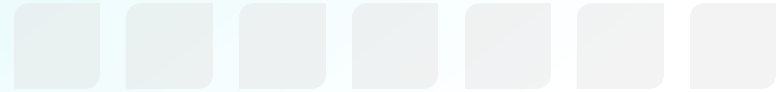
# Robust Balance Sheet Strength



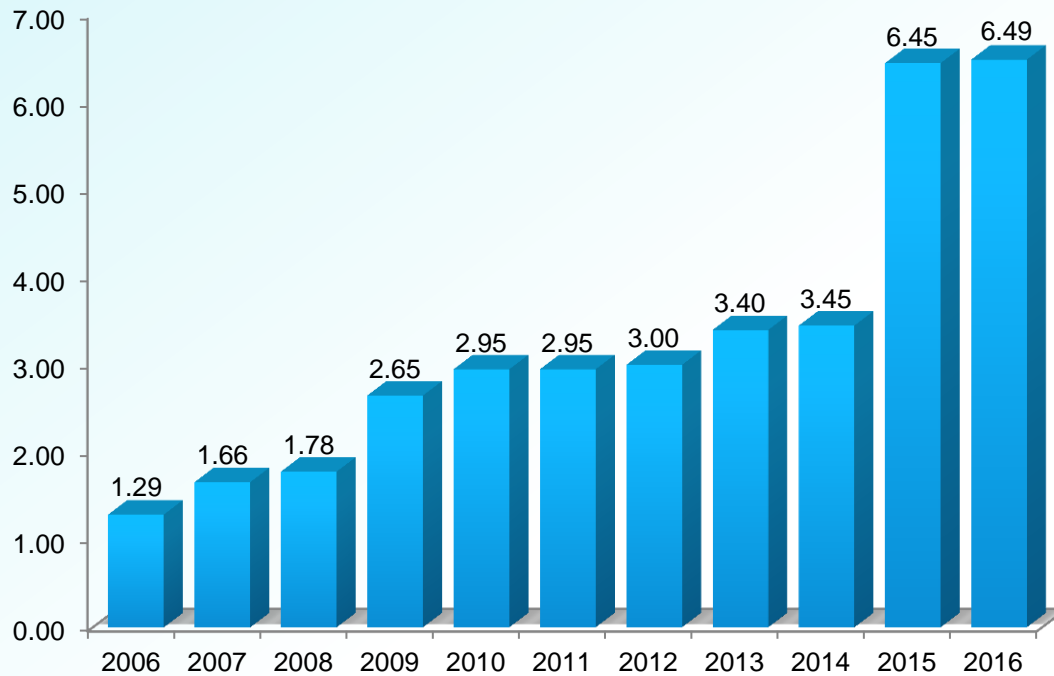
Year End 31 Dec	As at 31 Mar 2017 (RM'000)	As at 31 Dec 2016 (RM'000)
Net cash and cash equivalents	152,249	103,195
Total borrowings	29,500	0
Shareholders equity	590,251	554,508
Net assets (RM Sen per share) <sup>1</sup>	79.65	74.82
Return on equity ("ROE") <sup>2</sup>	22.8% (1QFY2017)	21.6% (1QFY2016)

<sup>1</sup>Based on 741.1 million shares in issue excluding treasury shares as at 31 March 2017 and 31 December 2016 respectively

<sup>2</sup>Calculated on an annualised basis



**Dividends Declared (RM Sen/Share)~**



Dividend Payout Ratio	
FY2016	40.0%
FY2015	37.8%
FY2014	36.0%
FY2013	42.4%
FY2012	49.3%
FY2011	48.4%
FY2010	45.5%
FY2009	55.6%^
FY2008	45.2%
FY2007	45.0%
FY2006	28.0%


^ including a special 1 sen tax-exempt dividend

~Adjusted for the 1:1 bonus shares

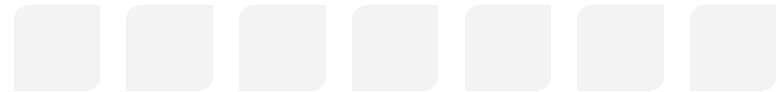
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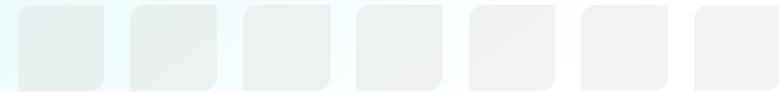


**Group  
Financial  
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1QFY2017**



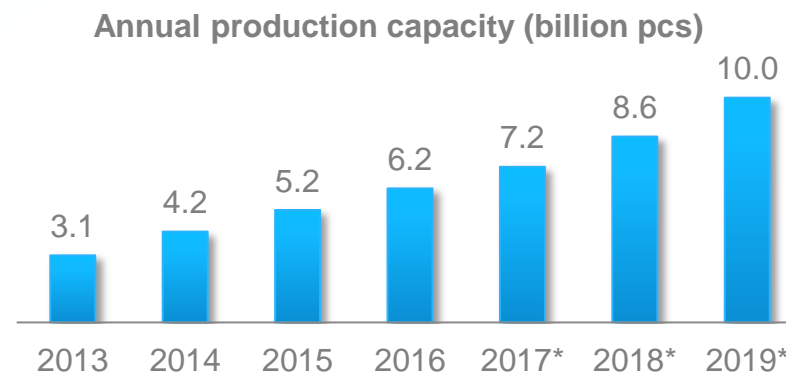
**Outlook & Key  
Challenges**





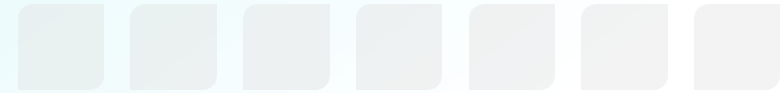
- Phase 3 expansion added 1 billion pieces of gloves to total annual production capacity of 6.2 billion at end FY2016; Phase 4 expansion has begun and will bring total annual production capacity to 7.2 billion by end FY2017
- Phase 5 expansion with an additional 1.4 billion pieces to ramp up total annual production capacity to 8.6 billion pieces by end FY2018; new expansion to add another 1.4 billion pieces by end FY2019 to 10.0 billion pieces in total annual production capacity
- Non-HDD markets for cleanroom gloves as well as US and Japan markets for both cleanroom and healthcare gloves continue to gain traction
- Continue to tap on fast-growing markets for healthcare gloves

*Expanding  
annual  
production  
capacity for  
gloves*



*\*expected*

## Key Challenges



Challenges	Actions
Competition	<ul style="list-style-type: none"><li>• Cleanroom: Continue to target new markets and customers</li><li>• Healthcare: Focus on customised and premium products</li></ul>
Increase in costs such as raw material, labor, and fuel	<ul style="list-style-type: none"><li>• Automation</li><li>• Improve productivity using Lean Six Sigma</li><li>• Reduce changeover time by installing an additional line</li></ul>

# Investment Merits

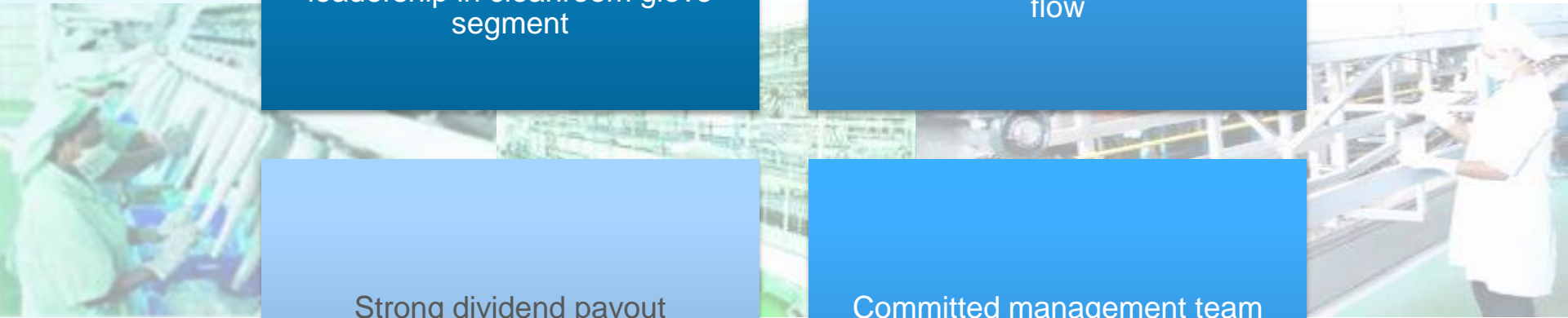


Continues to be in expansion mode driven by growth in healthcare glove segment and supported by leadership in cleanroom glove segment

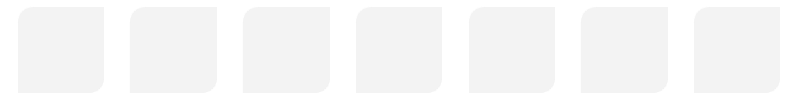
Resilient balance sheet underpinned by continued ability to generate positive operating cash flow

Strong dividend payout

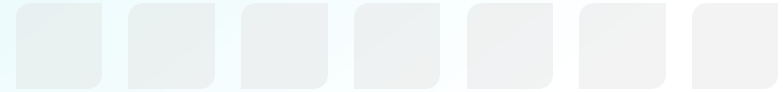
Committed management team



# Q & A



Thank You!



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