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PRESS RELEASE

Top Glove Corporation Berhad

For Immediate Release

TOP GLOVE CONSISTENTLY DELIVERS TOP PERFORMANCE

New historical high attained for profit and revenue

Shah Alam, Thursday, 15 October 2015 – Top Glove Corporation Bhd (“Top Glove”) today announced its results for the Fourth Quarter (“4QFY15”) and full year ended 31 August 2015 (“FY2015”), posting its most outstanding performance ever, surpassing its previous all-time high quarterly results achieved in 3QFY2015.

Exceeding its own record in the previous quarter and full year results, while setting a new high for the glove industry, the Group delivered an unprecedented Profit Before Tax for 4QFY15 at RM134.5 million, an upsurge of 173.4% against 4QFY14, while Profit After Tax increased by 123% to RM103.6 million year-on-year. On a full year basis, Profit Before Tax came in at RM363.7 million, up 68.1% versus FY2014, while Profit After Tax registered at RM281.6 million, an upturn of 53.4% compared with FY2014, topping the previous record high of RM250.4 million in FY2010.

Sales Revenue for 4QFY15 registered at RM709.4 million, 22.5% higher compared with 4QFY2014 and a 7.3% increase over the previous quarter. Top Glove also achieved the highest Sales Revenue for any year in FY2015 of RM2.51 billion, representing a 10.3% increase over FY2014.

The Group also recorded robust growth in sales volume (quantity) of 8%, having strengthened its presence in developed markets where nitrile glove sales increased by more than 27% versus FY2014. Meanwhile, natural rubber gloves sales continued to rise steadily.

The exceptionally good performance was largely attributed to continuous internal quality and cost efficiency improvements which the Group had embarked on, in particular, concerted efforts in automation, R&D and reengineering. Upgrading initiatives resulting in newer and more efficient production lines, as well as glove quality enhancements also contributed to higher margins. A sustained turnaround in its China operations had a positive effect on the Group's bottomline as well. In addition,

Top Glove also benefitted from a strong US Dollar and weak raw material prices. However, in line with industry norms, it has shared the gains with customers and also adjusted its selling price.

Meanwhile, raw material prices remained soft in FY2015 with average latex prices dropping by 17% to RM3.94/kg and average nitrile latex prices decreasing by 2.8% to USD1.05/kg compared with FY2014.

“Our Fourth Quarter and full year financial results represent a new historical high for Top Glove, even better than the record high we set in the Third Quarter. We are very pleased with our performance, as the greatest satisfaction comes from bettering our results continuously.” Tan Sri Lim remarked.

“We view the strengthening US Dollar as a bonus. However, we cannot and do not rely on temporal factors to boost our performance. The only way to enduring success is through an unwavering focus on quality and cost efficiency, which has always been our emphasis, and has once again proven to be the correct direction.” Tan Sri Lim continued.

On the back of strong demand, Top Glove will continue to aggressively pursue capacity expansion, building new optimised facilities that feature faster, more efficient and technologically-advanced production lines towards better profitability. In progress and on track, are expansion plans for Factory 27 in Lukut, Port Dickson (to commence production by February 2016) and Factory 6 in Thailand (to commence production by August 2016), as well as the construction of a new facility, Factory 30 (to commence production by February 2017) which will respectively bring the number of production lines and capacity to 540 and 52.4 billion gloves per annum. To complement organic expansion, Top Glove is also keenly pursuing M&A opportunities that synergise with its current business, in similar or related industries.

Top Glove Tower, the Group’s 23-storey corporate headquarters in Setia Alam, completed in April 2015, was officiated by D.Y.M.M. Sultan of Selangor in a recent grand opening ceremony on 1st October 2015. A *Grade A* and *Green Building Index (GBI) Certified Gold* office and retail building, constructed to CONQUAS and QLASSIC quality standards, it will house Top Glove's key departments, towards enhancing quality, communication and operational efficiency.

In line with its commitment to enhance shareholder value, The Board of Directors proposed a final dividend of 12 sen, bringing the total proposed dividend payout to 20 sen, which is a 25% increase over the same last year, subject to shareholders' approval at the upcoming AGM in January 2016. The Group also proposed to undertake a bonus issue of up to 630,697,962 new Top Glove shares on the basis of 1 Bonus Share for every existing Top Glove share held on the entitlement date.

Top Glove's financials remain sound and as at 31 August 2015, the Group maintained a healthy balance sheet and a positive net cash position of RM186.5 million.

In spite of its stellar performance, the Group remains alert to challenges ahead. While the strengthening US Dollar serves as an advantage to the rubber glove industry, its impact will not be permanent. It is also expected that the environment will continue to be competitive as glove players increase their nitrile glove capacity. Nonetheless, Top Glove is upbeat in terms of outlook, reiterating that as an essential item in the healthcare sector, the demand for rubber gloves will keep growing steadily at a rate of 5% to 6% every year.

Notwithstanding its commendable results, Top Glove will not be complacent, but will instead further intensify its efforts, pressing ahead with its on-going quality and efficiency initiatives.

“We have now reset the bar for ourselves at a higher level. Hence, we must work even harder, smarter and faster to improve our quality, costing and service, in order to continue delivering the performance that you have come to expect of us”, Tan Sri Lim affirmed.

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About Top Glove Corporation Berhad

Top Glove Corporation Berhad is listed on the Bursa Malaysia Stock Exchange Main Board and is one of the component stocks of the FTSE Bursa Malaysia (“FBM”) Mid 70 Index, FBM Top 100 Index and FBM Emas Index. Top Glove is currently the world’s largest rubber glove manufacturer with an established corporate culture and good business direction of producing consistently high quality, cost efficient gloves. Top Glove has over 2,000 customers worldwide and exports to more than 195 countries.

Summary of key information:

	As at 15 October 2015
Number of Factories	27 (22 in Malaysia, 4 in Thailand, 1 in China)
Number of Glove Production Lines	484
Glove Production Capacity	44.6 billion pieces per annum
Number of Employees	10,000
Estimated world demand	180 billion pieces of gloves for the year 2015



15 October 2015

SUMMARY OF CURRENT & HISTORICAL PERFORMANCE
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CURRENT

Financial results for the financial year ended 31 August 2015

- 1) Strong and healthy balance sheet
- 2) On-going expansion plans

HISTORICAL TREND

- 3) Compounded annual growth rate in revenue of 25%
- 4) Compounded annual growth rate in net profit of 29%
- 5) Financial results of the Group since year 2005
- 6) Dividends

CURRENT:

Financial results for the financial year ended 31 August 2015

1) Strong and healthy balance sheet:

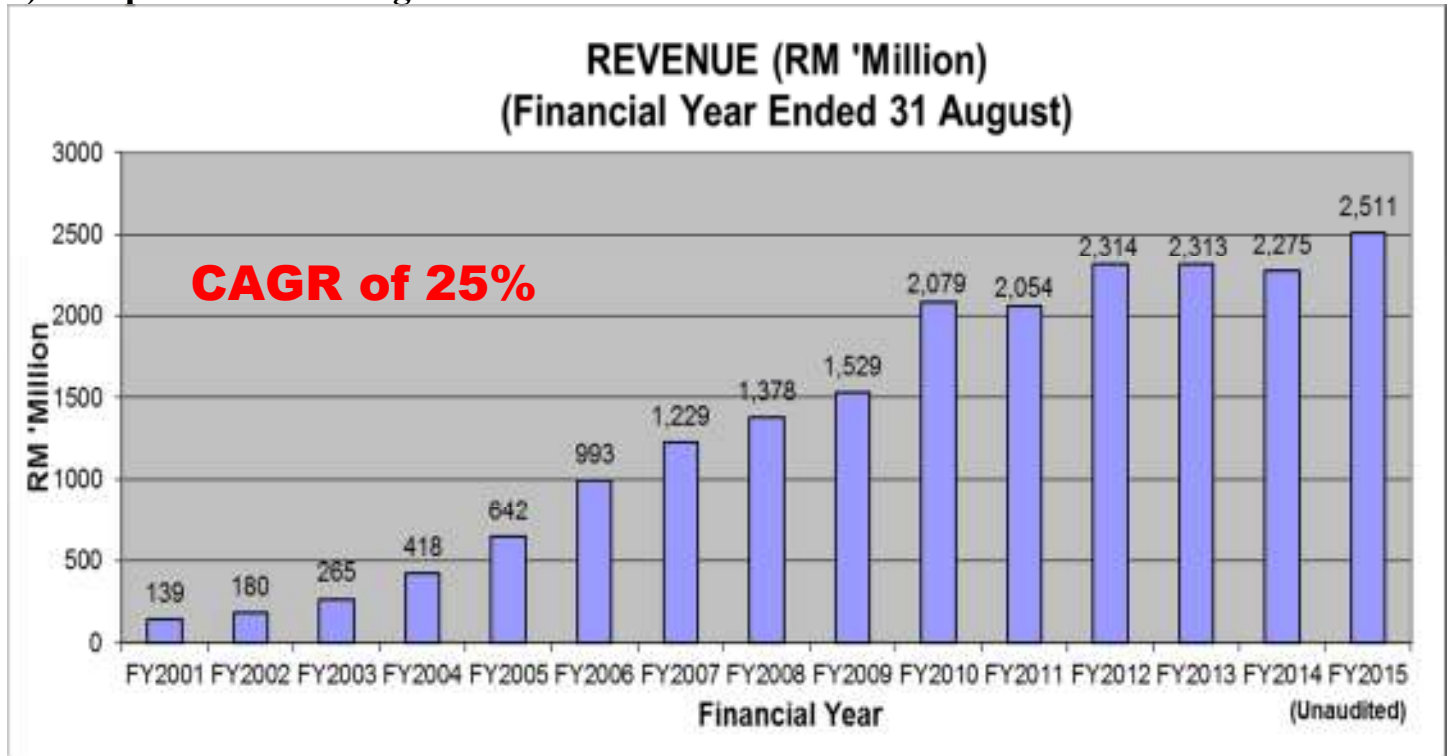
	As at 31 August 2015 (RM'million)	As at 31 August 2014 (RM'million)	Variance (%)
Total cash and short term investments	816.1	338.4	141
Total borrowings	629.6	180.7	248
Net cash and short term investments	186.5	157.7	18
Net cash flow from operating activities	296.6	308.5	(4)
Shareholders equity	1,614.8	1,397.6	16
Net assets per share (RM)	2.59	2.25	15

2) On-going expansion plans:

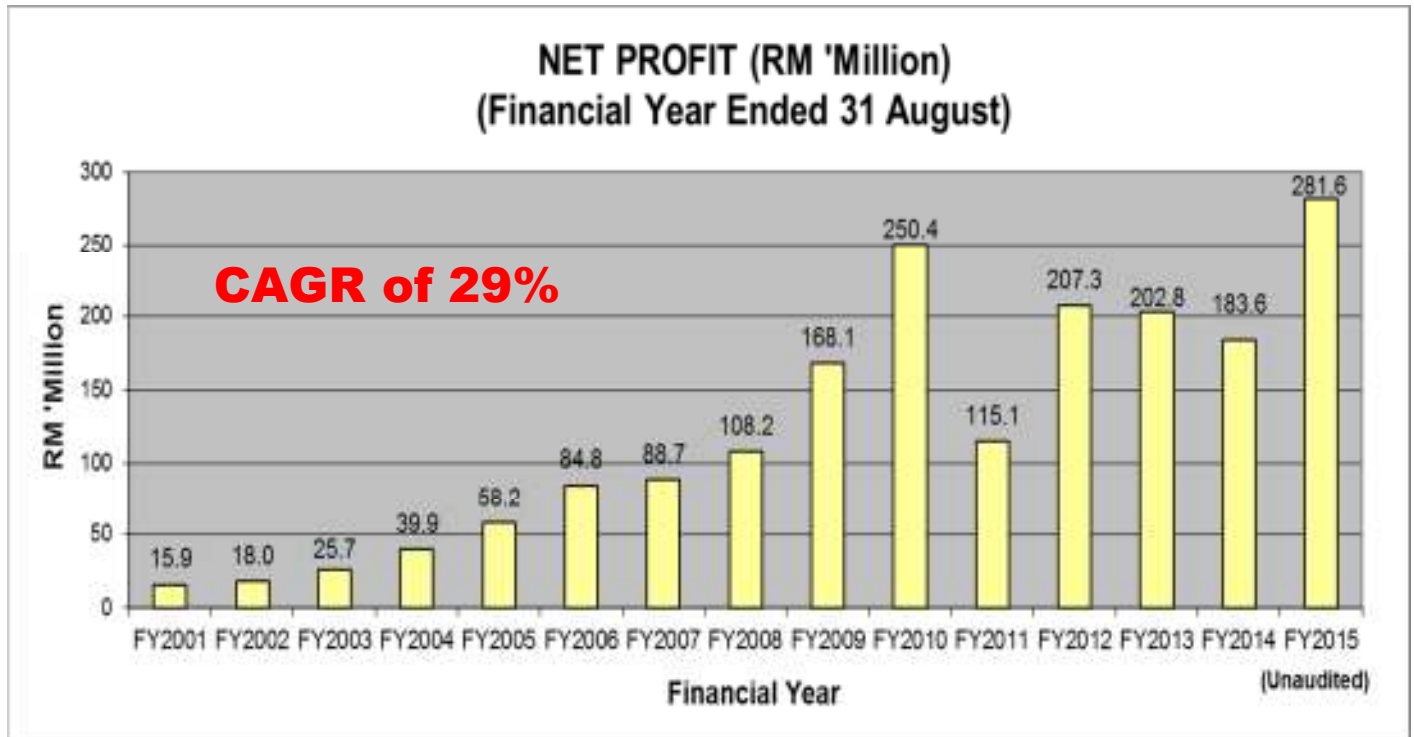
Factory	Location	No. of additional lines	Capacity p.a	Commence production by
Factory 27	Lulut, Port Dickson, Malaysia	16	2.0 billion pcs	February 2016
Factory 6	Phuket, Malaysia	12	1.4 billion pcs	August 2016
Factory 30	Klang, Malaysia	28	4.4 billion pcs	February 2017
	Total	56	7.8 billion pcs	

HISTORICAL TREND:

3) Compounded annual growth rate in revenue of 25%.



4) Compounded annual growth rate in net profit of 29%.



5) Financial results of the Group since year 2005 :

RM 'mil	Financial year ended 31 August											Average margin (%) (from year 2001- 2015)
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015 (unaudited)	
Revenue	641.8	992.6	1,228.8	1,377.9	1,529.1	2,079.4	2,053.9	2,314.5	2,313.2	2,275.4	2,510.5	
EBITDA	89.2	130.3	175.7	197.8	287.5	364.7	207.3	310.0	323.3	312.1	466.3	
EBITDA margin	13.9%	13.1%	14.3%	14.4%	18.8%	17.5%	10.1%	13.4%	14.0%	13.7%	18.6%	14.9%
PBT	65.7	91.8	118.6	134.6	222.0	305.0	145.5	240.7	242.2	216.3	363.7	
PBT margin	10.2%	9.2%	9.7%	9.8%	14.5%	14.7%	7.1%	10.4%	10.5%	9.5%	14.5%	11.0%
Taxation	7.5	7.0	29.9	26.5	53.9	54.6	30.3	33.4	39.4	32.7	82.1	
PAT	58.2	84.8	88.7	108.1	168.1	250.4	115.1	207.3	202.8	183.6	281.6	
PAT margin	9.1%	8.5%	7.2%	7.8%	11.0%	12.0%	5.6%	9.0%	8.8%	8.1%	11.2%	9.3%

6) Dividends

The Group dividend record is as follow:

Financial Year	Net Dividend per share (sen)	Total Dividend (RM'000)	Status
2015	12.00 (Final)	74,600	Proposed
	8.00 (Interim)	49,419	Paid
2014	16.00	99,009	Paid
2013	16.00	99,252	Paid
2012	16.00	99,038	Paid
2011	11.00	68,035	Paid
2010	16.00	98,877	Paid
2009	11.00	65,873	Paid
2008	5.50	32,389	Paid
2007	4.61	27,435	Paid
2006	3.67	21,173	Paid
2005	2.66	14,110	Paid
2004	2.36	12,295	Paid
2003	1.85	9,550	Paid
2002	0.56	2,808	Paid
2001	0.80	4,000	Paid
Total		777,863	

Note : Net dividend per share has been adjusted to reflect :

- Subdivision of shares from one ordinary share of RM1.00 to two ordinary shares of RM0.50 each which was completed in February 2005.
- Bonus issue of 30% in April 2002, 40% in April 2003, 40% in February 2007 and 100% in July 2010.
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