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PRESS RELEASE

Top Glove Corporation Bhd.

For Immediate Release

ANOTHER RECORD BREAKING PROFIT FOR TOP GLOVE

Company delivers an exceptional 163% growth in net profit

Shah Alam, Tuesday, 15 December 2015 – Top Glove Corporation Bhd (“Top Glove”) today announced its financial results for the First Quarter ended 30 November 2015 (“1QFY16”), once again delivering another record-breaking profit for the Group, as well as the glove industry.

Profit Before Tax (PBT) came in at an all-time quarterly high of RM161.3 million, surging 172.9% compared with 1QFY15 and 20.1% higher than 4QFY15. PBT margin also registered a marked improvement at a robust 20.2% versus 10.4% 1QFY15.

Profit After Tax (PAT) was equally strong at RM128.9 million, representing 46% of the net profit achieved for the entire FY2015. This also signifies growth of 163% and 24.9%, year-on-year and quarter-on-quarter respectively. Meanwhile, PAT margin stood at 16.1%, almost doubling that of 1QFY15’s PAT of 8.6%.

Meanwhile, Revenue for the Group also attained a quarterly record high of RM800.3 million, a 41% growth against 1QFY15 and a 12.8% increase over 4QFY15.

Top Glove also achieved the highest quarterly sales volume (quantity sold), which signifies a growth of 15% against 1QFY15, largely attributed to nitrile glove sales which increased 54% compared with 1QFY15.

The excellent set of numbers came on the back of extensive internal improvements which have been continuously implemented across the Group’s operations. These efforts, which focus intensively on automation, R&D and re-engineering, have led to enhanced quality output and substantially reduced downtime, resulting in increased levels of efficiency throughout the manufacturing process.

The strong US Dollar and lower raw material prices have further boosted the Group's performance. For 1QFY16 average latex prices fell by 9.8%% to RM3.96/kg while average nitrile latex prices softened by 4.6% to USD1.03/kg compared with 4QFY15.

“We are pleased to have maintained our upward momentum to continue delivering yet another record high this quarter. We have been consistently investing resources in improving our quality and efficiency, and it is encouraging to see our efforts bear such positive results”, Tan Sri Dr Lim Wee Chai, the Chairman of Top Glove commented.

“While we have benefited from the strong US Dollar, our performance is not reliant on tailwinds, the effects of which are only temporal,” Tan Sri Dr Lim clarified.

To cater to the growing demand for rubber gloves, Top Glove will continue to expand its operations and build new optimised facilities with faster, more efficient and technologically-advanced production lines towards better profitability. Underway 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). This will boost the number of production lines to 540 and capacity to 52 billion gloves per annum. To complement organic expansion, Top Glove is also aggressively pursuing M&A opportunities that synergise with its current business, in similar or related industries.

At the upcoming AGM and EGM on 6 January 2016, the following will be presented for shareholders' approval:

- i) proposed final and Special Single Tier dividend amounting to 15 sen
- ii) proposed bonus issue of up to 630,697,962 new Top Glove shares on the basis of 1 Bonus Share for every 1 existing Top Glove share

In recognition of its commitment in upholding the highest standards of corporate governance, a key priority for the Group, Top Glove was named one of the *Top 2 Publicly Listed Companies with Outstanding Achievement*, at the ASEAN Corporate Governance Outstanding Achievement Awards in Manila, in 2015. It also won an award for the Malaysia-Asean Corporate Governance Transparency Index, Findings and Recognition 2015, garnering the Minority Shareholder Watchdog Group *Annual CG Award* under four categories namely Most Improved, Long Term Value Creation (10 years), Diverse Board and Industry Excellence (Manufacturing), at a ceremony held in Kuala Lumpur. Additionally, Top Glove will be included in the FTSE4Good Bursa Malaysia Index effective 21 December 2015, which was designed to measure the performance of companies demonstrating good Environmental, Social and Governance (ESG) practices. In October 2015, it was also named *2015 Frost & Sullivan Asia Pacific Medical Glove Company of the Year*.

Notwithstanding its excellent performance, the Group is not complacent and remains mindful of challenges in the year ahead. While the US Dollar is expected to stay strong and raw materials prices to remain low, Top Glove anticipates that competition will continue to intensify in the nitrile glove segment, as major industry players expand their capacity. Increases in the cost of utilities and certain raw materials are also likely.

Nonetheless, Top Glove maintains that industry prospects are promising, reiterating that as an essential item in the healthcare sector, the demand for rubber gloves will keep growing steadily at a rate of 6% to 8% every year.

“We have begun the financial year on strong footing. As we continue to work even harder, smarter and faster to keep on producing quality gloves at an efficient cost, I am confident that we can look forward to a very good year ahead”, Tan Sri Dr Lim concluded.

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About Top Glove Corporation Bhd.

Top Glove Corporation Bhd. 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, FBM Emas Index, FBM Emas Syariah Index, FTSE Bursa Malaysia Hijrah Shariah Index and FTSE4Good Bursa Malaysia Index, effective 21 December 2015. 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 December 2015
Number of Factories	27 (22 in Malaysia, 4 in Thailand, 1 in China)
Number of Glove Production Lines	484
Glove Production Capacity	45 billion pieces per annum
Number of Employees	10,000
Estimated world demand	180 billion pieces of gloves for the year 2015