



4Q & FY2023 Results Presentation

22 February 2024

4Q 2023 Results

Revenue

S\$736.6m

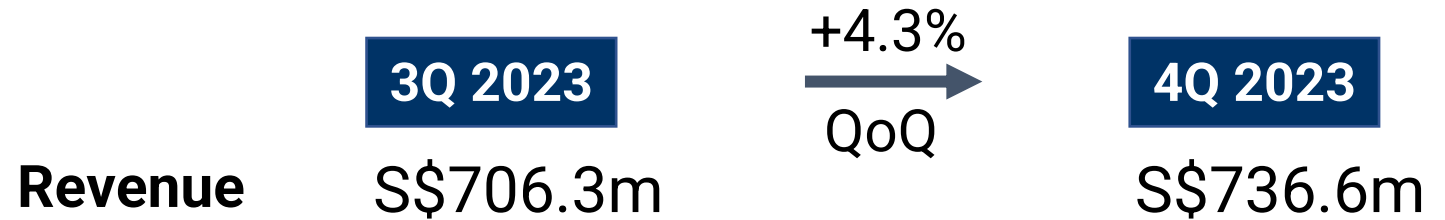
Net profit

S\$66.7m

Net margin

9.1%

On a sequential basis, revenue improved from 3Q23 to 4Q23



On a sequential basis, net profit improved from 3Q23 to 4Q23



The Group maintained a strong net profit margin of 9.1% for 4Q23, higher than prior quarters in 2023

Balance Sheet as at 31 Dec 2023

| S\$m | 31 December 2023 | 31 December 2022 |
|--|---------------------|---------------------|
| Cash & Bank Balances | 1,056.3 | 812.6 |
| Net Current Assets | 1,908.5 | 1,939.8 |
| Net Non Current Assets | 929.3 | 903.1 |
| Total Net Assets | 2,837.9 | 2,842.9 |
| Accumulated Profits | 2,148.7 | 2,098.4 |
| Share Capital & Reserves | 685.4 | 741.3 |
| Non-Controlling Interests | 3.7 | 3.2 |
| Total Equity | 2,837.9 | 2,842.9 |
| Net Asset Value per share (cents) | 975.8 | 975.8 |

Venture ended the quarter with a strong balance sheet position and cash balance of over S\$1 billion. NAV per share remained stable at S\$9.76 as at 31 Dec 2023.

Working Capital position as at 31 Dec 2023

| S\$'m | 31 December 2023 | 31 December 2022 |
|------------------------|------------------|------------------|
| Trade receivables | 677.4 | 906.4 |
| Trade payables | (391.6) | (533.1) |
| AR – AP | 285.8 | 373.2 |
| Inventories | 822.9 | 1,065.3 |
| Working capital | 1,108.7 | 1,438.5 |

Venture reduced its inventories over the course of the year, which improved S\$242 million from 31 Dec 2022 to 31 Dec 2023, in line with plans to optimise working capital



FY2023 Results

Revenue

S\$3,025.0m

-21.7% YoY

FY2023 revenue declined due to lower customer demand and customers' inventory destocking, against a high base in FY2022

Net profit¹

S\$270.0m

-26.9% YoY

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The Group maintained robust net profit margins with its differentiated capabilities as well as a tight focus on cost optimisation and productivity

Net margin

8.9%

1. Net profit refers to profit attributable to owners of the company



FY2023 Results

Free cash flow¹

S\$473.9m

+100.5% YoY

Net cash position

S\$1,056.3m

as at 31 Dec 2023

+30.0% against 31 Dec 2022

Bank borrowings

Zero

Venture continued to generate strong free cash flow growth due to its underlying business strength, as well as proactive management of working capital

Our strong balance sheet provides flexibility for strategic growth options, as well as for enhancing long-term shareholder returns

FY23 proposed total dividends

75 cents per share

Share Buyback Plan

Program established in November 2023 to purchase up to 10 million shares

1. Net cash from operating activities less capital expenditure, for the 12 months ended 31 Dec 2023



Financial Performance Review

FY2023 Financials

| S\$'m | FY2023 | FY2022 | YoY (%) |
|----------------------------|---------|---------|---------|
| Revenue | 3,025.0 | 3,863.7 | (21.7) |
| Profit before tax | 330.8 | 448.9 | (26.3) |
| PBT Margin (%) | 10.9 | 11.6 | |
| Income tax expense | 60.0 | 78.8 | (23.8) |
| Effective Tax Rate (%) | 18.2 | 17.6 | |
| Net profit | 270.0 | 369.6 | (26.9) |
| Net Profit Margin (%) | 8.9 | 9.6 | |
| Diluted EPS (cents) | 92.6 | 126.8 | (26.9) |

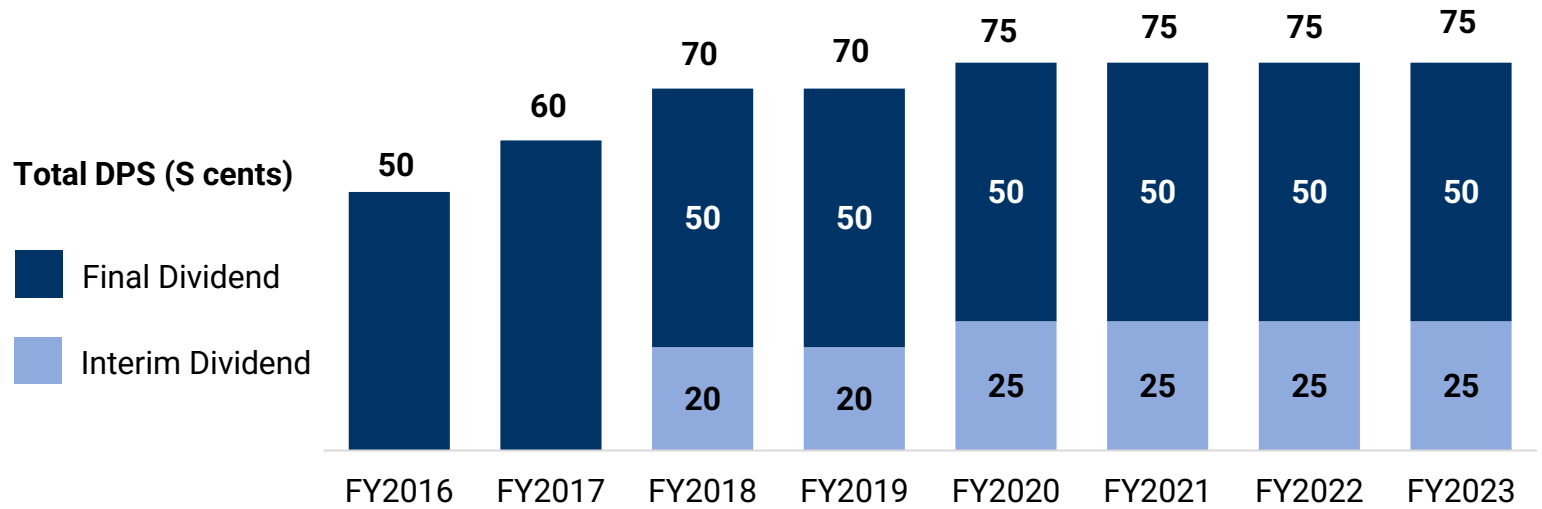


Proposed Dividend

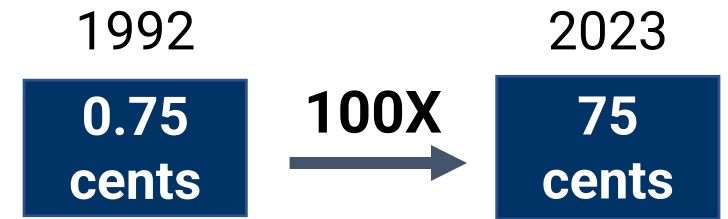
Strong Dividend Track Record

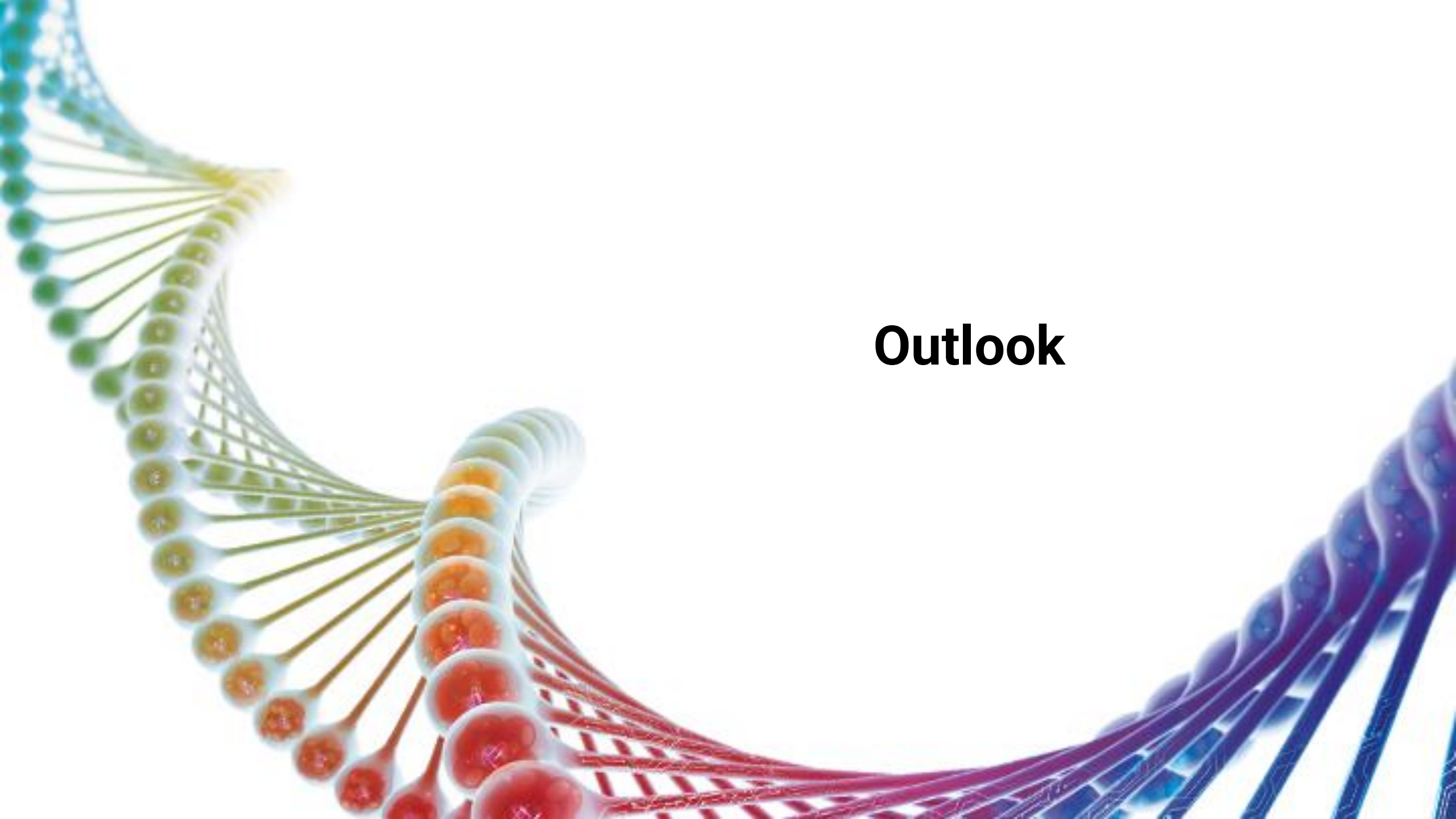
The Board of Directors have proposed a final dividend of **50 cents per share**, bringing the full year dividend to **75 cents per share**.

Book Closure: 8 May 2024 Payment: 21 May 2024



Dividend per share has grown **100 times** since listing in 1992





Outlook

Outlook

Venture ended FY2023 with a strong balance sheet and healthy net cash position exceeding S\$1 billion, demonstrating the underlying strength of our business. Based on customers' feedback, it is expected that the demand schedule will be stronger in the second half of 2024 versus the first half of 2024.

The Venture Group is actively investing and building its manufacturing, engineering and total business excellence to grow further in the Life Sciences, Test & Measurement Instrumentation, Hyperscale Data Centres, Semiconductor Equipment, Advanced Industrial, Networking & Communications and Luxury Lifestyle & Wellness domains. This will deepen collaboration with many of our class-leading customers.

Venture is expanding our participation in our customers' products by providing more services across the design, sourcing, manufacturing and supply chain management process. We are also creating advanced modules that help improve product performance, generating outstanding value for our customers. In addition, we are actively mitigating geopolitical risks for both existing and prospective customers through innovative redesign and supply chain solutions.



Thank you