



VENTURE CORPORATION LIMITED
(CO REG. NO. 198402886H)

PROPOSED ACQUISITION OF PROPERTY LOCATED IN TEBRAU, JOHOR, MALAYSIA

The Board of Directors of Venture Corporation Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that a wholly-owned subsidiary of the Venture Group, Technocom Systems Sdn Bhd (“**Technocom**”), has entered into a sale and purchase agreement (the “**SPA**”) with Brother Industries Technology (M) Sdn Bhd (the “**Vendor**”) to acquire the land and building located at No. 6 Jalan Firma 1, Tebrau Industrial Estate, Johor Bahru, Johor, Malaysia which is subject to an existing lease (the “**Lease**”) in favour of the Vendor (collectively the “**Property**”, and this transaction shall hereinafter be referred to as the “**Proposed Acquisition**”).

Further details on the Proposed Acquisition are set out below.

1. Description of the Property and the Lease.

The Property comprises:

- (a) the land at Geran 459977 Lot 44897 (previously held under document of title H.S.(D) 270913 PTD 68795) in Mukim Tebrau, Daerah Johor Bahru, Negeri Johor (the “**Land**”) of approximately 16,046 metres square; and
- (b) the industrial building erected on the Land (the “**Building**”). The Building consists of a single-storey factory and a two-storey annex.

The Lease over the Property was registered vide Presentation No. 16954/1998 Jil 17 Fol 41. The lessor is the Johor Corporation, and the Lease will expire on 31 March 2024. Technocom has received a letter of offer from the Johor Corporation to extend the duration of the Lease for a further period of 30 years from 1 April 2024 (i.e. to 31 March 2054) (the “**Extension**”) for the lease consideration of RM6,217,755. Technocom has signed the acceptance to this letter of offer, and will enter into a formal lease agreement with the Johor Corporation to effect the Extension.

2. Rationale for the Proposed Acquisition.

Upon completion of the Proposed Acquisition, the Property will further augment the Group’s strong foothold in Southeast Asia and reinforce its position as a leading provider of high technology solutions, products and services. Specifically, the Property will be used by the Group for activities in connection with, *inter alia*, the expansion and deepening of partnerships and collaborations with its existing and potential business partners.

3. The salient terms of the Proposed Acquisition and the Extension are as follows:

- (a) **Purchase Consideration.** The purchase consideration of the Property is RM6,000,000 and was arrived at after arm’s length negotiations on a willing-buyer-willing-seller basis taking into account, *inter alia*, prevailing market rates.
- (b) **Funding of the Proposed Acquisition and the Extension.** The Proposed Acquisition and Extension will be entirely funded by internal resources.

- (c) **Closing Conditions and the Expected Completion Date.** The completion of the Proposed Acquisition is conditional upon customary closing conditions and state authority approval and is expected to be completed in June 2019.

4. Financial Effects.

The Proposed Acquisition and the Extension are not expected to have any material impact on the net earnings per share or the net tangible assets per share of the Group for the financial year ending 31 December 2019.

5. Further Information.

None of the Directors or controlling shareholders of the Company has any direct or indirect interest in the Proposed Acquisition, save for their respective shareholdings in the Company.

By Order of the Board

Submitted by Angeline Khoo Cheng Nee, Company Secretary, on 22 February 2019 to the Singapore Exchange Securities Trading Limited.

This press release is also available at www.venture.com.sg.

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BACKGROUND

About Venture (www.venture.com.sg)

Venture Corporation Limited ("Venture" or the "Group") was founded in 1984 as a global electronics services provider. Today, it is a leading global provider of technology solutions, products and services with established capabilities spanning marketing research, design and development, product and process engineering, design for manufacturability, supply chain management, as well as product refurbishment and technical support across a range of high-mix, high-value and complex products.

Headquartered in Singapore, the Group comprises more than 30 companies with global clusters in Southeast Asia, Northeast Asia, America and Europe and employs over 12,000 people worldwide.

The Group has built know-how and intellectual property with domain expertise in printing and imaging; networking and communications devices; handheld interactive scanning and computing products; advanced storage systems and devices; financial-related equipment and technology; Industrial, power and energy-related products; test and measurement equipment and instrumentation; medical and healthcare devices and life science equipment. The Group manages a portfolio of more than 5,000 products and solutions and continues to expand into new product categories through its collaboration with existing and new customers.

In its pursuit to create unparalleled enterprise excellence across design and engineering, manufacturing and distribution, Venture has forged numerous meaningful partnerships and alliances. As it assumes a key role in the enterprise chain, Venture will continue to tap the knowledge and best-in-class capabilities of global enterprises for breakthrough innovations.

Venture is a strategic partner of choice of over 100 global companies including Fortune 500 corporations and ranks among the best in managing the value chain for leading electronics companies. It is committed to enhancing its competencies through further investments in technologies, market access capabilities and its people. It stands poised, to provide the leading edge and remain relevant in a constantly changing and evolving world.