



VENTURE'S FY 2021 EARNINGS EXCEED MARKET EXPECTATIONS

- FY 2021 Revenue rose 3.1% year-on-year (YoY) to S\$3,107.5 million; Net Profit rose 5.0% YoY to S\$312.1 million
- 4Q 2021 Revenue increased 17.6% quarter-on-quarter (QoQ) to S\$905.4 million; Net Profit grew 22.9% QoQ to S\$94.6 million
- FY 2021 Earnings Per Share up 4.7% YoY to S\$1.07
- Strong Cash position of S\$807.9 million
- Proposed Final Dividend of S\$0.50 per share, bringing the total dividend to S\$0.75 per share for the year

SINGAPORE, 25 FEBRUARY 2022 – Venture Corporation Limited (“Venture”, or the “Group”) today reported its financial performance for the full year ended 31 December 2021 (“FY 2021”).

FINANCIAL RESULTS HIGHLIGHTS

	FY 2021	FY 2020	Chg (%)	2H 2021	2H 2020	Chg (%)	4Q 2021	3Q 2021	Chg (%)
Revenue	3,107.5	3,012.9	+3.1	1,675.3	1,647.2	+1.7	905.4	769.9	+17.6
Net Profit	312.1	297.3	+5.0	171.7	166.8	+2.9	94.6	77.0	+22.9
Net Profit Margin (%)	10.0	9.9	-	10.2	10.1	-	10.5	10.0	-
Earnings Per Share (cents)	107.0	102.2	+4.7	58.9	57.3	+2.8	32.5	26.4	+23.0

	31 December 2021	31 December 2020
Cash and Cash Balances	807.9	928.7
Net Asset Value per share (cents)	934.8	891.8

In S\$ million unless otherwise stated

The Group recorded a 3.1% YoY increase in FY 2021 revenue to S\$3,107.5 million. 2H 2021 Revenue was S\$1,675.3 million, up 1.7% YoY, and 4Q 2021 revenue was S\$905.4 million, an increase of 17.6% from 3Q 2021.

The Group achieved a 5.0% YoY increase in Net Profit attributable to owners of the Company to S\$312.1 million for FY 2021. 2H 2021 Net Profit was S\$171.7 million, up 2.9% from the same period last year. 4Q 2021 Net Profit increased 22.9% to S\$94.6 million compared to the preceding quarter.

The robust financial performance is attributable to diversified growth across Venture's various technology domains. Notwithstanding a challenging operating environment due to global component shortages and Covid lockdowns, Venture's special task forces worked collaboratively with customers and suppliers, as well as relevant government agencies and industry associations, to overcome supply chain disruptions and deliver on customers' commitments.

Venture's business remains resilient. The safety and well-being of its employees continues to be paramount, and the Group achieved a high vaccination rate for its workforce, allowing business continuity during the year.

The Group's Net Profit Margin was 10.0% in FY 2021, up from 9.9% in FY 2020.

Diluted Earnings Per Share increased 4.7% YoY to 107.0 cents in FY 2021.

FINANCIAL POSITION AND CASHFLOW

For the financial year ended 31 December 2021, the Group generated operating cash flow of S\$399.7 million before working capital changes, an increase of 4.2% YoY. The Group registered an increase in working capital position in 2H 2021 mainly due to higher inventories to support its customer orders in the coming quarters.

On 17 September 2021, the Group paid an interim tax-exempt dividend of 25 cents per ordinary share amounting to S\$72.6 million. As at 31 December 2021, the Group's balance sheet remained healthy with S\$807.9 million of cash and bank balances.

Equity attributable to owners of the Company grew 5.0% YoY to S\$2,716.4 million and Net Asset Value per share rose 4.8% YoY to approximately S\$9.35 as at 31 December 2021.

PROPOSED FINAL DIVIDEND

The Board of Directors has recommended a final dividend of S\$0.50 per share on a one-tier tax-exempt basis for FY 2021. Including the interim dividend of S\$0.25 per share paid in September 2021, the total dividend for FY 2021 will amount to S\$0.75 per share.

Subject to the approval of shareholders at the upcoming Annual General Meeting to be held in April 2022, the proposed final dividend will be paid on 24 May 2022.

OUTLOOK

Venture anticipates a robust demand outlook based on customers' orders and forecasts across various technology domains. In the Life Science domain, demand for products in the area of analytical instruments remains strong. Growing trends in Next-Generation Sequencing and other breakthrough technologies where its R&D Labs are engaged, are driving demand. Positive market momentum is also visible across Instrumentation, Test and Measurement, Networking and Communications, as well as Advanced Industrials domains, where several new product introductions are expected. Customers in the Lifestyle and Wellness sectors have provided positive outlook regarding their demand schedule for the year.

Notwithstanding a healthy order pipeline, the key impediment to fulfilment is the ongoing supply chain disruptions which affects the availability of parts and components. Other potential headwinds include the emergence of new Covid variants which may impact macro-economic activities.

Several task forces established in prior years will continue to work conscientiously to manage the disruptions that may arise from material shortages or the sporadic lockdown in customers' retail outlets, suppliers or any of our facilities.

Venture remains positive of its long-term growth as it continues to engage and collaborate with successful and innovative customers in various high-growth, fast-expanding market segments.

The Group is gearing up for its next phase of expansion, both organically and inorganically, by investing in new technological capabilities and human capital to support its strong business momentum across its technology domains, and deliver sustainable growth to all stakeholders.

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Submitted by Devika Rani Davar, Company Secretary, on 25 February 2022 to the Singapore Exchange Securities Trading Limited.

This press release is also available at www.venture.com.sg.
(Company Reg. No.: 198402886H)

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ABOUT VENTURE (www.venture.com.sg)

Venture Corporation Limited (“Venture” or the “Group”) was formed in 1989 as an electronic services provider after the merger of three companies. Today, it is a leading global provider of technology services, products and solutions 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 widely diversified range of technology domains.

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 expertise in several technology domains. These include life science, genomics, molecular diagnostics, medical devices and equipment, healthcare and wellness technology, lifestyle consumer technology, health improvement products, instrumentation, test and measurement technology, networking and communications, fintech, as well as computing, printing and imaging technology. The Group manages a portfolio of more than 5,000 products and solutions and continues to expand into new technology domains through its collaborations with customers and partners in selected ecosystems of interests.

Venture is a strategic partner of choice for over 100 global companies including Fortune 500 corporations. It ranks among the best in managing the value chain for leading electronics companies. The Group is committed to enhancing its competencies through further investments in technologies, market access capabilities, its people and expanding connectivity with other enterprises and research-intensive organisations/institutions in its ecosystems of interests. It stands poised to be a leading provider of cutting-edge technology in an ever-evolving world.