



Condensed Consolidated Statement of Profit Or Loss and Other Comprehensive Income
Period ended 30 June 2023

	Notes to Financial Statements	Group		% increase/ (decrease)
		6 months ended		
		30 Jun 2023 S\$'000	30 Jun 2022 S\$'000	
Revenue (Note A)	5	1,582,220	1,796,121	(11.9)
Other income		904	573	57.8
Changes in finished goods, work in progress and raw materials used (Note A)		(1,185,521)	(1,346,079)	(11.9)
Employee benefits expense (Note B)		(162,972)	(172,217)	(5.4)
Depreciation and amortisation expense (Note C)		(15,639)	(16,476)	(5.1)
Research and development expense (Note D)		(12,344)	(7,466)	65.3
Foreign currency exchange gain (Note E)		117	2,548	(95.4)
Other operating expenses (Note F)		(47,482)	(47,211)	0.6
Investment revenue (Note G)		12,482	3,155	295.6
Finance costs		(380)	(147)	158.5
Profit before tax		171,385	212,801	(19.5)
Income tax expense		(31,099)	(38,305)	(18.8)
Profit for the period	3	140,286	174,496	(19.6)
Other comprehensive income:				
- Items that will not be reclassified subsequently to profit or loss				
Fair value loss on other financial assets, through other comprehensive income (FVTOCI)		(355)	(2,181)	(83.7)
Other comprehensive income:				
- Items may be reclassified subsequently to profit or loss				
Exchange differences on translation of foreign operations		(22,188)	19,971	n.m.
Total comprehensive income for the period		117,743	192,286	(38.8)
Profit attributable to:				
Owners of the Company		140,006	174,279	(19.7)
Non-controlling interests		280	217	29.0
		140,286	174,496	(19.6)
Total comprehensive income attributable to:				
Owners of the Company		117,602	192,217	(38.8)
Non-controlling interests		141	69	104.3
		117,743	192,286	(38.8)
		Cents	Cents	
Basic earnings per share		48.1	59.9	
Fully diluted earnings per share		48.0	59.8	



Note A

Group revenue decreased due to softer market demand attributable to weaker macroeconomic conditions and customers' inventory destocking. Changes in finished goods, work-in progress and raw materials used decreased in tandem with the lower revenue.

Note B

Employee benefits expense decreased year-on-year driven mainly by reduction in staff costs, subcontract labour and lower overtime charges. The Group continues to actively manage the impact of the rising cost of operations due to global inflationary pressures through lean initiatives and improvement in productivity.

Note C

Depreciation and amortisation expense decreased year-on-year mainly due to more fully depreciated machinery and equipment.

Note D

Research and development (R&D) expenses (which comprised prototyping, tooling, non-recurring engineering (NRE), materials and related services) were higher driven by customers' requirements. R&D manpower costs are separately recorded under Employee benefits expense.

Note E

Foreign currency exchange gains were lower but positive returns were maintained despite currency headwinds.

Note F

Other operating expenses remained flat year-on-year. Increase in operating costs mainly driven by inflation & higher utilities rates was negated by reductions in freight & storage and repairs & maintenance cost. The Group continues to drive cost control initiatives to maintain a lean cost structure.

Note G

Investment revenue increased year-on-year on the back of strong interest income growth, as the Group continued to capitalize on a favourable high interest rate environment.

Condensed Statement Of Financial Position
As at 30 June 2023

	Notes to Financial Statements	Group		Company	
		30 Jun 2023 S\$'000	31 Dec 2022 S\$'000	30 Jun 2023 S\$'000	31 Dec 2022 S\$'000
ASSETS					
Current assets:					
Cash and bank balances		895,580	812,593	265,836	93,161
Trade receivables		757,751	906,378	12,838	13,918
Other receivables and prepayments		37,088	37,900	4,951	5,934
Contract assets		15,263	10,735	534	-
Inventories		1,002,849	1,065,300	87,705	91,116
Trade receivables due from subsidiaries		-	-	72,932	162,912
Other receivables due from subsidiaries		-	-	562	519
Total current assets		2,708,531	2,832,906	445,358	367,560
Non-current assets:					
Investments in subsidiaries		-	-	1,229,672	1,227,849
Investment in associate		649	799	-	-
Other financial assets	4	24,961	25,429	8,664	9,041
Property, plant and equipment		239,461	224,934	32,637	34,383
Right-of-use assets		17,371	22,745	7,165	10,327
Intangible assets		1,038	1,053	-	-
Goodwill		639,708	639,708	-	-
Deferred tax assets		5,113	3,829	-	-
Total non-current assets		928,301	918,497	1,278,138	1,281,600
Total assets		3,636,832	3,751,403	1,723,496	1,649,160
LIABILITIES AND EQUITY					
Current liabilities:					
Trade payables		492,105	533,137	39,567	42,973
Other payables and accrued expenses		150,603	173,424	21,407	31,157
Contract liabilities		104,901	121,211	6,009	9,155
Lease liabilities	6	9,620	10,800	6,921	6,299
Trade payables due to subsidiaries		-	-	2	931
Other payables due to subsidiaries		-	-	17,819	17,852
Income tax payable		52,057	54,567	8,298	6,753
Total current liabilities		809,286	893,139	100,023	115,120
Non-current liabilities:					
Deferred tax liabilities		1,783	1,888	-	-
Lease liabilities	6	9,628	13,485	1,946	5,462
Total non-current liabilities		11,411	15,373	1,946	5,462
Capital and reserves:					
Share capital	7	839,081	838,280	839,081	838,280
Treasury shares	7	(16,212)	(15,535)	(16,212)	(15,535)
Share-based awards reserve		4,688	3,827	4,688	3,827
Investments revaluation reserve		1,559	1,914	2,879	3,259
Foreign exchange translation reserve		(109,264)	(87,215)	-	-
Other reserves		1,533	28	(7,306)	(7,306)
Accumulated profits		2,091,402	2,098,385	798,397	706,053
Equity attributable to owners of the Company		2,812,787	2,839,684	1,621,527	1,528,578
Non-controlling interests		3,348	3,207	-	-
Total equity		2,816,135	2,842,891	1,621,527	1,528,578
Total liabilities and equity		3,636,832	3,751,403	1,723,496	1,649,160

Condensed Consolidated Statement of Cash Flow
Period ended 30 June 2023

	6 months ended	
	30 Jun 2023	30 Jun 2022
	S\$'000	S\$'000
Operating activities:		
Profit before income tax	171,385	212,801
Adjustments for:		
(Reversal of) Allowance for inventory provisions	(1,950)	1,253
Depreciation of property, plant and equipment	9,838	11,032
Depreciation of right-of-use assets	5,574	5,246
Amortisation of intangible assets	227	198
Net re-measurement of expected credit loss	16	24
Interest income	(12,482)	(3,155)
Dividend income	(710)	(477)
Interest expense	380	147
Share-based payments expense	907	533
Fair value adjustment on derivative instrument	716	76
Gain on disposal of plant and equipment, net	(53)	(32)
Operating profit before working capital changes	173,848	227,646
Trade receivables	140,845	(3,765)
Other receivables, prepayments and contract assets	(3,838)	3,038
Inventories	52,458	(188,624)
Trade payables	(36,002)	6,643
Other payables, accrued expenses and contract liabilities	(36,422)	25,839
Cash generated from operating activities	290,889	70,777
Interest paid	(380)	(147)
Income tax paid	(34,767)	(22,840)
Net cash generated from operating activities	255,742	47,790
Investing activities:		
Interest received	10,863	3,140
Dividend received from associate	150	-
Dividend received from other equity investments	710	477
Purchase of property, plant and equipment	(26,097)	(7,785)
Proceeds on disposal of plant and equipment	71	69
Addition of intangible assets	(213)	(139)
Purchase of other financial assets	-	(1,380)
Net cash used in investing activities	(14,516)	(5,618)
Financing activities:		
Dividends paid	(145,505)	(145,337)
Proceeds from issue of shares	776	3,637
Purchase of treasury shares	(677)	(939)
Repayments of lease liabilities (Note H)	(5,244)	(4,961)
Net cash used in financing activities	(150,650)	(147,600)
Net increase (decrease) in cash and cash equivalents	90,576	(105,428)
Cash and cash equivalents at beginning of period	812,593	807,934
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies	(7,589)	1,785
Cash and cash equivalents at end of period	895,580	704,291
Cash and cash equivalents comprises:		
Cash	148,049	378,020
Fixed deposits	747,531	326,271
Cash and cash equivalents on the condensed consolidated cash flow statement	895,580	704,291

Note H: Reconciliation of liabilities arising from financing activities between cash and non-cash changes

	31 Dec 2022	Financing Cash Flows	Non-cash changes		30 Jun 2023
			Net lease liabilities additions	Foreign exchange movement	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Lease Liabilities	24,285	(5,244)	352	(145)	19,248

Condensed Statement Of Changes In Equity For The Period Ended 30 June 2022

	Notes to Financial Statements	Share capital S\$'000	Treasury shares S\$'000	Share-based awards reserve S\$'000	Investments revaluation reserve S\$'000	Foreign exchange translation reserve S\$'000	Other reserves S\$'000	Accumulated profits S\$'000	Equity attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
The Group											
Balance at 1 January 2022		832,827	(16,061)	5,077	3,307	(56,974)	(173)	1,948,349	2,716,352	3,098	2,719,450
Total comprehensive income for the period											
Profit for the year		-	-	-	-	-	-	174,279	174,279	217	174,496
Other comprehensive income for the year		-	-	-	(2,181)	20,119	-	-	17,938	(148)	17,790
Total		-	-	-	(2,181)	20,119	-	174,279	192,217	69	192,286
Transactions with owners, recognised directly in equity											
Issue of shares	7	3,716	-	(79)	-	-	-	-	3,637	-	3,637
Appropriation to reserve fund		-	-	-	-	-	1,616	(1,616)	-	-	-
Treasury shares reissued pursuant to equity compensation plans	7	-	3,390	(1,975)	-	-	(1,415)	-	-	-	-
Purchase of treasury shares	7	-	(939)	-	-	-	-	-	(939)	-	(939)
Final tax exempt dividend paid in respect of the previous financial year	8	-	-	-	-	-	-	(145,337)	(145,337)	-	(145,337)
Share options lapsed	7	-	-	(94)	-	-	-	94	-	-	-
Recognition of share-based payments	7	-	-	533	-	-	-	-	533	-	533
Total		3,716	2,451	(1,615)	-	-	201	(146,859)	(142,106)	-	(142,106)
Balance at 30 June 2022		836,543	(13,610)	3,462	1,126	(36,855)	28	1,975,769	2,766,463	3,167	2,769,630

Condensed Statement Of Changes In Equity For The Period Ended 30 June 2023

	Notes to Financial Statements	Share capital S\$'000	Treasury shares S\$'000	Share-based awards reserve S\$'000	Investments revaluation reserve S\$'000	Foreign exchange translation reserve S\$'000	Other reserves S\$'000	Accumulated profits S\$'000	Equity attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
The Group											
Balance at 1 January 2023		838,280	(15,535)	3,827	1,914	(87,215)	28	2,098,385	2,839,684	3,207	2,842,891
Total comprehensive income for the period											
Profit for the period		-	-	-	-	-	-	140,006	140,006	280	140,286
Other comprehensive income for the period		-	-	-	(355)	(22,049)	-	-	(22,404)	(139)	(22,543)
Total		-	-	-	(355)	(22,049)	-	140,006	117,602	141	117,743
Transactions with owners, recognised directly in equity											
Issue of shares	7	801	-	(25)	-	-	-	-	776	-	776
Appropriation to reserve fund		-	-	-	-	-	1,505	(1,505)	-	-	-
Purchase of treasury shares	7	-	(677)	-	-	-	-	-	(677)	-	(677)
Final tax exempt dividend paid in respect of the previous financial year	8	-	-	-	-	-	-	(145,505)	(145,505)	-	(145,505)
Share options lapsed	7	-	-	(21)	-	-	-	21	-	-	-
Recognition of share-based payments	7	-	-	907	-	-	-	-	907	-	907
Total		801	(677)	861	-	-	1,505	(146,989)	(144,499)	-	(144,499)
Balance at 30 June 2023		839,081	(16,212)	4,688	1,559	(109,264)	1,533	2,091,402	2,812,787	3,348	2,816,135

Condensed Statement Of Changes In Equity For The Period Ended 30 June 2022

	Notes to Financial Statements	Share capital S\$'000	Treasury shares S\$'000	Share- based awards reserve S\$'000	Investments revaluation reserve S\$'000	Other reserves S\$'000	Accumulated profits S\$'000	Total equity S\$'000
The Company								
Balance at 1 January 2022		832,827	(16,061)	5,077	2,978	(5,891)	903,688	1,722,618
Total comprehensive income for the period								
Profit for the period		-	-	-	-	-	20,490	20,490
Other comprehensive income for the period		-	-	-	(503)	-	-	(503)
Total		-	-	-	(503)	-	20,490	19,987
Transactions with owners, recognised directly in equity								
Issue of shares	7	3,716	-	(79)	-	-	-	3,637
Treasury shares reissued pursuant to equity compensation plans	7	-	3,390	(1,975)	-	(1,415)	-	-
Purchase of treasury shares		-	(939)	-	-	-	-	(939)
Final tax exempt dividend paid in respect of the previous financial year	8	-	-	-	-	-	(145,337)	(145,337)
Share options lapsed	7	-	-	(94)	-	-	94	-
Recognition of share-based payments	7	-	-	533	-	-	-	533
Total		3,716	2,451	(1,615)	-	(1,415)	(145,243)	(142,106)
Balance at 30 June 2022		836,543	(13,610)	3,462	2,475	(7,306)	778,935	1,600,499

Condensed Statement Of Changes In Equity For The Period Ended 30 June 2023

	Notes to Financial Statements	Share capital S\$'000	Treasury shares S\$'000	Share- based awards reserve S\$'000	Investments revaluation reserve S\$'000	Other reserves S\$'000	Accumulated profits S\$'000	Total equity S\$'000
The Company								
Balance at 1 January 2023		838,280	(15,535)	3,827	3,259	(7,306)	706,053	1,528,578
Total comprehensive income for the period								
Profit for the period		-	-	-	-	-	237,828	237,828
Other comprehensive income for the period		-	-	-	(380)	-	-	(380)
Total		-	-	-	(380)	-	237,828	237,448
Transactions with owners, recognised directly in equity								
Issue of shares	7	801	-	(25)	-	-	-	776
Purchase of treasury shares	7	-	(677)	-	-	-	-	(677)
Final tax exempt dividend paid in respect of the previous financial year	8	-	-	-	-	-	(145,505)	(145,505)
Share options lapsed	7	-	-	(21)	-	-	21	-
Recognition of share-based payments	7	-	-	907	-	-	-	907
Total		801	(677)	861	-	-	(145,484)	(144,499)
Balance at 30 June 2023		839,081	(16,212)	4,688	2,879	(7,306)	798,397	1,621,527

SELECTED NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate Information

Venture Corporation Limited (Registration No. 198402886H) is incorporated in the Republic of Singapore with its principal place of business and registered office at 5006 Ang Mo Kio Avenue 5, #05-01/12 TECHplace II, Singapore 569873. The Company is listed on the mainboard of the Singapore Exchange Securities Trading Limited ("SGX-ST"). These condensed consolidated financial statements as at and for the six months ended 30 June 2023 comprise the Company and its subsidiaries (collectively, the Group). The Company is a leading global provider of technology solutions, products and services.

The principal activities of the Group can be found in Note 11 to annual financial statements for the year ended 31 December 2022.

2. Basis of Preparation

The condensed financial statements for the six months ended 30 June 2023 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2022.

The condensed financial statements are presented in Singapore dollar which is the Company's functional currency.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards. Standards issued but not effective can be found in Note 34 to annual financial statements for the full year ended 31 December 2022.

The condensed financial statements for the six months period ended 30 June 2023 have not been audited or reviewed.

2.1 Use of Judgements and Estimates

In preparing the condensed financial statements in conformity with SFRS(I)1-34 Interim Financial Reporting, the management is required to make judgement, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. These estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. In applying the Group's accounting policies, the judgements and the key sources of estimation uncertainty made were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2022. Details can be found in Note 3 to annual financial statements for the year ended 31 December 2022.

3. Profit after Income Tax

The profit after income tax includes the following (charges) credits:

	Group	
	6 months ended	
	30 Jun 2023	30 Jun 2022
	S\$'000	S\$'000
Overprovision of tax in respect of prior years	635	895
Net re-measurement of expected credit loss	(16)	(24)
Gain on disposal of property, plant and equipment, net	53	32
Reversal of (allowance for) inventory provisions	1,950	(1,253)



4. Financial Assets measured at Fair Value

4.1 Fair Value Measurement

The Group classifies financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- a) Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- b) Inputs other than quoted prices included within Level 1 which are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2); and
- c) Inputs for the assets or liability which are not based on observable market data (unobservable inputs) (Level 3)

Fair value of financial assets and financial liabilities

Other than the fair values of derivative financial instruments and other financial assets, the carrying amounts of cash and bank balances, trade and other receivables, and trade and other payables approximate their respective fair values due to the relatively short-term maturity of these financial instruments.

Financial Assets/Liabilities	Fair Value as at				Fair Value Hierarchy	Valuation Technique(s) and Key Input(s)
	30 Jun 2023 Assets S\$'000	30 Jun 2023 Liabilities S\$'000	31 Dec 2022 Assets S\$'000	31 Dec 2022 Liabilities S\$'000		

Derivative Financial Instruments

The Group and the Company

Foreign exchange forward contract	-	40	676	-	Level 2	Forward pricing: The fair value is determined using quoted forward exchange rates at the reporting date discounted at a rate that reflects credit risk of counterparties
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Other Financial Assets

The Group

Quoted equity shares	20,771	-	21,228	-	Level 1	Quoted bid prices in an active market
Unquoted equity shares / debt instrument	4,190	-	4,201	-	Level 2	Net tangible asset of the underlying investment / most recent transacted prices which approximate fair value

The Company

Quoted equity shares	8,664	-	9,041	-	Level 1	Quoted bid prices in an active market
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There were no significant transfers between Level 1 and Level 2 of the fair value hierarchy during the year.

5. Segment and Revenue Information

a) By Reportable Segments

In accordance with disclosures under SFRS (I) 8 Operating Segments, the Group's report on its operating segments are based on information shared internally with the Group's chief operating decision makers.

Historically, the Group reported its operating segments as follows: (i) Advanced Manufacturing and Design Solutions (AMDS) and, (ii) Technology Products and Design Solutions (TPS).

In May 2023, the Group announced a reorganization of its business groupings. The Group is predominantly a provider of manufacturing, engineering, design and fulfilment services to the global electronics industry and the nature of the production process and distribution modes of the products for Venture's wide range of customers are fairly similar within EMS++. Hence, in alignment with this restructuring, it is more appropriate to discontinue reporting under AMDS & TPS. This change will be effective from 1H 2023 interim financial statements. The revised disclosure is also consistent with the presentation of the Group's Statement of Comprehensive Income.

Disclosures by geographical locations and technology domains accurately reflect the nature and scope of the Group's current undertakings and provide a clear picture of its diverse global businesses to readers.

b) Revenue By Technology Domains

	1H 2023 S\$'000	1H 2022 S\$'000
Portfolio A	691,255	812,734
Portfolio B	890,965	983,387
	<u>1,582,220</u>	<u>1,796,121</u>

Portfolio A comprised Life Science, Genomics, Molecular Diagnostics and Related Materials Technology, Medical Devices and Equipment, Healthcare & Wellness Technology, Lifestyle Consumer Tech, Health Improvement Products and Others.

Portfolio B comprised Instrumentation, Test & Measurement Technology, Networking & Communications, Security & Safety, Building Automation, Industrial IOT, Fintech & Advanced Payment Systems, Computing & Productivity Systems, Advanced Industrial Technology, Semiconductor Related Products, Printing & Imaging, Related Components Technology and Others.

The majority of the revenue is recognised at a point in time, with revenue recognised over time contributing less than 10% of the total revenue.

c) Revenue By Geographical Locations

The Group operates in the following principal geographical areas:

	1H 2023 S\$'000	1H 2022 S\$'000
Singapore	415,894	416,382
Asia-Pacific (excluding Singapore)	1,080,311	1,284,632
Others	86,015	95,107
	<u>1,582,220</u>	<u>1,796,121</u>

6. Aggregate Amount of Group's Borrowings and Debt Securities

(a) Amount repayable in one year or less, or on demand

	Group				Company			
	As at 30 Jun 2023		As at 31 Dec 2022		As at 30 Jun 2023		As at 31 Dec 2022	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Lease liabilities	9,620	-	10,800	-	6,921	-	6,299	-

(b) Amount repayable after one year

	Group				Company			
	As at 30 Jun 2023		As at 31 Dec 2022		As at 30 Jun 2023		As at 31 Dec 2022	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Lease liabilities	9,628	-	13,485	-	1,946	-	5,462	-

(c) Details of any collateral

Not applicable.



7. Share Capital and Treasury Shares

As at 30 June 2023, the total number of ordinary shares in issue was 292,004,577 (30 June 2022: 291,855,577), of which 994,000 were treasury shares (30 June 2022: 843,000).

The Company purchased 40,000 ordinary shares during 1H 2023 (1H 2022: 53,000). Ordinary shares purchased by the Company are held as treasury shares which can, in accordance with the Companies Act, be sold for cash, transferred for the purposes of or pursuant to an employee's share-based scheme; transferred as consideration for the acquisition of shares in or assets of another company or assets of a person; or cancelled. Except as disclosed below, there were no other sales, transfers, cancellation and/or use of treasury shares during the period.

	No. of Ordinary Shares in Issue	S\$'000
As at 1 January 2023	291,957,577	838,280
Add: No. of share options exercised in 1H 2023	47,000	801
As at 30 June 2023	292,004,577	839,081
	No. of Treasury Shares	S\$'000
As at 1 January 2023	954,000	15,535
Add: Treasury shares repurchased in 1H 2023	40,000	677
As at 30 June 2023	994,000	16,212
	As at 30 June 2023	As at 30 June 2022
% of treasury shares against the total ordinary shares in issue	0.3%	0.3%
	No. of shares	S\$'000
Issued shares excluding treasury shares as at 1 January 2023	291,003,577	822,745
Issued shares excluding treasury shares as at 30 June 2023	291,010,577	822,869

Venture Corporation Executives' Share Option Scheme ("The 2015 Scheme")

Since 31 December 2022, 47,000 options (1H 2022: 288,000) were exercised and 48,200 options (1H 2022: 167,000) have lapsed. As at 30 June 2023, there were 1,994,700 unissued shares of the Company under options in the 2015 Scheme. (30 June 2022: 1,557,500).

Venture Corporation Restricted Share Plan ("RSP")

The RSP has a 5-year vesting period and is subject to the rules of the RSP. As at 30 June 2023, the number of RSP shares stood at 480,000 (30 June 2022: 354,000).

8. Dividend

(a) Current Financial Period Reported On

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per Share (in cents)	25 cents per ordinary share
Tax Rate	Exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per Share (in cents)	25 cents per ordinary share
Tax Rate	Exempt

(c) Date Payable

14 September 2023

(d) Books Closure Date

5pm on 4 September 2023

9. Net Asset Value

Net asset value per ordinary share based on the total number of issued shares excluding treasury shares at the end of the financial period reported on (cents)

Group		Company	
30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
966.6	950.6	557.2	550.0

OTHER INFORMATION

1. Subsidiary Holdings

There were no holdings in Venture Corporation Limited by any subsidiary as at the end of the current financial period reported on.

2. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

PERFORMANCE REVIEW

For the six months ended 30 June 2023 (1H 2023), revenue declined 11.9% year-on-year (YoY) to S\$1,582.2 million. Venture recorded a weaker set of 1H 2023 results against a high base last year due to demand softening across the majority of its technology domains and customers' inventory destocking.

Profit before tax (PBT) fell 19.5% YoY to S\$171.4 million for 1H 2023. In line with the lower PBT, the Group reported a lower income tax expense of S\$31.1 million for 1H 2023 (1H 2022: S\$38.3 million).

The Group recorded net profit (profit attributable to owners of the Company) of S\$140.0 million for 1H 2023 (1H 2022: S\$174.3 million) with a net margin of 8.8% (1H 2022: 9.7%).

Diluted earnings per share was 48.0 cents for 1H 2023 (1H 2022: 59.8 cents).

FINANCIAL POSITION AND CASHFLOW

The Group generated operating cash flow of S\$173.8 million before working capital changes for 1H 2023 (1H 2022: S\$227.6 million). The working capital position improved from stronger trade receivable collections and inventory management efforts while ensuring assurance of supply. For the six months ended 30 June 2023, the Group achieved strong cash flow from operations at S\$290.9 million (1H 2022: S\$70.8 million).

As at 30 June 2023, the Group recorded healthy cash and bank balances and a net cash position of S\$895.6 million (S\$812.6 million as at 31 December 2022). This includes a final tax-exempt dividend of 50 cents per share amounting to S\$145.5 million (1H 2022: S\$145.3 million) paid on 23 May 2023.

As at 30 June 2023, equity attributable to owners of the Company was S\$2,812.8 million (S\$2,839.7 million as at 31 December 2022) and net asset value per share was S\$9.67 (S\$9.76 as at 31 December 2022).

3. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

4. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Group has taken steps to work on several new initiatives to drive revenue, profitability and working capital improvement going forward. This includes proactively working with customers and partners who are 'de-risking' out of a geographic presence into Venture's Southeast Asian manufacturing sites as well as our supplier base. This will accelerate our ability to capture more market share. New customer acquisitions and New Product Introduction (NPI) activities are gaining traction, with opportunities to scale the business.

With rapid changes in the global business environment, we have embarked on a multi-faceted organisational development and transformation to achieve the next level of excellence. The Group will remain focused on staying relevant and impactful with an unwavering commitment on investing in its people and advanced technology. The Group is now well-positioned to capitalise on its strengths to deliver long-term, sustainable stakeholder value.

5. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not sought a general mandate from shareholders for Interested Person Transactions.

6. Please disclose a confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1).

The Group has procured undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.



VENTURE CORPORATION LIMITED
Company Registration Number 198402886H

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the condensed financial statements for the half year ended 30 June 2023 to be false or misleading in any material aspect.

On behalf of the Directors

(signed)
Wong Ngit Liong
Director

4 August 2023

(signed)
Tan Seok Hoong @ Mrs Audrey Liow
Director