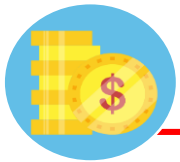




1Q 2019 Results Presentation

25 April 2019



FINANCIAL PERFORMANCE

- ▼ Revenue 8.5% higher year-on-year to S\$928.8 million.
- ▼ Net profit¹ grew 8.6% year-on-year to S\$90.9 million.
- ▼ Earnings per share² improved to 31.5 Singapore cents.



FINANCIAL POSITION & CASH FLOW

- ▼ Healthy net cash position of S\$805.2 million as at 31 March 2019.
- ▼ Free cash flow of S\$100.7 million generated in 1Q 2019.
- ▼ Net asset value per share improved to S\$8.45 as at 31 March 2019.

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

2. Earnings per share (EPS) on a fully diluted basis



FINANCIAL PERFORMANCE REVIEW

1Q 2019 Results Summary



(S\$m)	1Q 2019
Revenue	928.8
Profit before tax	106.2
PBT Margin (%)	11.4
Income tax expense	(15.4)
Effective Tax Rate (%)	14.5
Net profit	90.9
Net Margin (%)	9.8
EPS (cents)	31.5

1Q 2019 Results – YoY Comparison



(S\$m)	1Q 2019	1Q 2018	%
Revenue	928.8	856.0	8.5
Profit before tax	106.2	98.6	7.7
PBT Margin (%)	11.4	11.5	
Income tax expense	(15.4)	(14.9)	3.2
Effective Tax Rate (%)	14.5	15.1	
Net profit	90.9	83.7	8.6
Net Margin (%)	9.8	9.8	
EPS (cents)	31.5	28.8	9.4



FINANCIAL POSITION AND CASH FLOW

Balance Sheet Summary




(S\$m)	31 March 2019	31 December 2018
Cash & Bank Balances	806.8	712.8
Net Current Assets	1,532.8	1,455.7
Net Non-current Assets	901.7	896.4
Total Net Assets	2,434.5	2,352.1
Accumulated Profits	1,703.7	1,613.3
Share Capital & Reserves	728.5	736.6
Non-Controlling Interests	2.3	2.2
Total Equity	2,434.5	2,352.1
Net Asset Value per Share	S\$8.45	S\$8.16

Comparison of Net Cash Position



(S\$m)	31 March 2019	31 December 2018
Cash & Bank Balances	806.8	712.8
Total Loans	(1.5)	(1.8)
Net Cash	805.2	711.0

 Group net cash position increased by S\$94.2 million (+13.2%) to S\$805.2 million, mainly due to strong operating cash flow.

Comparison of Working Capital



(S\$m)	31 March 2019	31 December 2018
Trade Receivables	736.0	735.9
Trade Payables	(557.6)	(529.0)
AR – AP	178.5	206.9
Inventories	818.2	808.2
Working Capital	996.7	1,015.1

 Working Capital lowered by S\$18.4 million to S\$996.7 million.

Comparison of Free Cash Flow

(S\$m)	1Q 2019	1Q 2018
Operating profit before working capital changes	112.8	105.0
Cash generated from operations	109.0	38.2
<u>Less</u> Capex	(8.3)	(45.0)
Free cash flow	100.7	(6.8)

- Capital expenditure in 1Q 2018 included the acquisition of a freehold property in Milpitas, California, USA for S\$38.4 million.
- Free cash flow increased by S\$107.5 million year-on-year.



OUTLOOK



Venture has started the year with positive momentum but remains vigilant to the overhang of several macroeconomic factors, such as the protracted trade tensions and the global economy slowdown. These have led to a mixed business sentiment across the Group's diversified customer base. Some customers' product transitions might introduce near-term volatility to the Group's performance, but this will be mitigated by customers' new product launches in the second half of 2019. Contribution from new customers won in past years is also expected to grow year-on-year in 2019.

To stay ahead of competition, Venture will continue to execute its differentiating strategy and harness synergies from its collective strengths in operational excellence, R&D solutions and engineering capabilities. The Group endeavours to scale new heights of excellence across its broad-based technology domains of interest. To achieve this, Venture will continue to create impactful value for its partners, while capturing value along multiple pathways in several selected ecosystems.

This presentation may contain certain forward-looking statements including, but not limited to, statements as to future operating results and plans.

These statements are based on our assumptions and estimates and are subject to known and unknown risks and uncertainties and other factors which may cause the actual results, performance or achievements of the Group to differ materially from any future results, performance or achievements expressed or implied by those projected in the forward-looking statements.

Consequently, readers are cautioned not to place undue reliance on any forward-looking statements.



Thank You