



**VENTURE CORPORATION LIMITED**

(CO REG. NO. 198402886H)

**FOR THE THREE MONTHS ENDED 30 JUNE 2010, VENTURE REPORTS**

- **REVENUE OF S\$652.9 MILLION**
- **PATMI OF S\$45.8 MILLION**
- **EPS OF 16.7 CENTS**

**SINGAPORE, 5 AUGUST 2010** – Venture Corporation Limited (“**Venture**” or the “**Group**”) registered revenue of S\$652.9 million for the quarter ended 30 June 2010.

Profit After Tax and Minority Interests (“**PATMI**”) for the quarter ended 30 June 2010 was S\$45.8 million, compared to PATMI of S\$39.5 million recorded for the prior quarter. The Group reported a PATMI of S\$60.9 million for the corresponding quarter of the prior year which included a positive fair value adjustment of S\$25.0 million on its derivative financial instrument which had since matured in December 2009.

Earnings Per Share was 16.7 cents for the quarter ended 30 June 2010.

For the second quarter of 2010, cash used in operations amounted to S\$26.1 million. As at 30 June 2010, cash and cash equivalent balances stood at S\$374.1 million. Excluding bank loans of S\$171.4 million and after dividend payment of S\$137.1 million in May 2010, the Group remained net cash positive at S\$202.7 million.

As at 30 June 2010, total shareholders’ equity of the Group amounted to S\$1.8 billion.

The Net Asset Value per share of the Group was S\$6.53 at the end of the financial period reported on.

**OPERATIONS & FINANCIAL REVIEW**

The Group reported revenue of S\$652.9 million for the second quarter of 2010, compared to S\$639.5 million for the prior quarter. Revenue for the corresponding quarter of the previous year was S\$846.0 million.

Quarter-on-quarter, the Test & Measurement/Medical/Others segment recorded a revenue improvement of 18.4%. The Retail Store Solutions and Industrial segment and the Networking and Communications segment also registered sequential double-digit revenue growth of 16.9% and 10.6% respectively. The revenue contributions of these three segments offset the anticipated paring down of the lower value-added portion of the Printing and Imaging (“P&I”) business and related P&I peripherals and accessories classified under the Computer Peripherals and Data Storage segment. These segments registered revenue decline of 23.3% and 12.0% respectively.

For the quarter ended 30 June 2010, the Group achieved a net margin of 7.0%. In prior quarter, the net margin was 6.2%. For the second quarter of 2009, the reported net margin was 7.2% (inclusive of a positive fair value adjustment on its derivative financial instrument) and 4.2% without the adjustment.

Inventories stood at S\$541.6 million as at the end of 30 June 2010. Trade Receivables decreased to S\$464.7 million in the second quarter of 2010 from S\$588.4 million as at the end of 2009. Trade Payables declined to S\$353.6 million in the reporting quarter from S\$509.1 million in the fourth quarter of 2009.

## **OUTLOOK**

Most customers continue to have a positive outlook but remain cautious in their demand commitments.

Assurance of supply for certain semiconductors, passive components and mechanical parts remain challenging. The Group has allocated additional resources to proactively manage this and will continue to leverage its strengths to capture opportunities arising from this situation.

The Group will stay focused on continuous enhancement of operational excellence, technology and innovation to sustain and strengthen its position as a leading global provider of technology services, products and solutions.

## **BACKGROUND**

### **About Venture ([www.venture.com.sg](http://www.venture.com.sg))**

Venture (SGX: VENM.SI) was founded in 1984 as a global electronics services provider. 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 range of high-mix, high-value and complex products.

The Group has built know-how and intellectual property with domain expertise in printing and imaging; advanced storage systems and devices; handheld interactive scanning and computing products; RF communications and network; test and measurement equipment; medical devices; retail store solution suite of products and industrial products and installations.

Headquartered in Singapore, the Group comprises about 40 companies with global clusters of excellence in South-east Asia, North Asia, America and Europe and employs more than 14,000 people worldwide.

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 for successful global companies 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

Submitted by Angeline Khoo, Company Secretary, on 5 August 2010 to the Singapore Exchange Securities Trading Limited.

This press release is also available at [www.venture.com.sg](http://www.venture.com.sg).

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