

Full Year Financial Statements And Dividend Announcement

The Board of Directors of Venture Corporation Limited wishes to make the following announcement:

Fourth Quarter and Year-to-date financial statements on consolidated results for the period ended December 31, 2010. These figures have not been audited or reviewed.

1.(a)(i) A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group			Group		
	3 months ended 31.12.2010 S\$'000	3 months ended 31.12.2009 S\$'000	% increase/ (decrease)	12 months ended 31.12.2010 S\$'000	12 months ended 31.12.2009 S\$'000	% increase/ (decrease)
Revenue	705,466	913,197	(22.7)	2,675,837	3,412,511	(21.6)
Other operating income	562	639	(12.1)	1,517	1,668	(9.1)
Changes in inventories of finished goods and work in progress	24,646	(4,943)	n.m.	(2,382)	(66,186)	(96.4)
Raw materials and consumables used	(565,945)	(758,688)	(25.4)	(2,061,919)	(2,798,907)	(26.3)
Employee benefits expense	(63,058)	(60,566)	4.1	(243,262)	(221,951)	9.6
Depreciation and amortisation expense (Note 1)	(12,500)	(14,074)	(11.2)	(52,308)	(59,617)	(12.3)
Research and development expense	(6,995)	(3,488)	100.5	(22,711)	(13,402)	69.5
Foreign currency exchange adjustment loss	(227)	(2,981)	(92.4)	(3,028)	(752)	302.7
Other expenses (Note 2)	(26,439)	(53,823)	(50.9)	(102,931)	(115,219)	(10.7)
Investment revenue	1,426	1,305	9.3	1,928	6,833	(71.8)
Finance costs (interest on bank borrowings)	(461)	(941)	(51.0)	(1,642)	(3,573)	(54.0)
Share of profit (loss) of associates	262	552	(52.5)	1,313	(765)	n.m.
Profit before tax	56,737	16,189	250.5	190,412	140,640	35.4
Income tax	(2,531)	587	n.m.	(2,111)	2,759	n.m.
Profit for the period	54,206	16,776	223.1	188,301	143,399	31.3
Other comprehensive income:						
Exchange differences arising on translation of foreign operations	(11,722)	(12,968)	(9.6)	(65,455)	(24,982)	162.0
(Loss) gain on available-for-sale investments taken to equity	(3,893)	(33,869)	(88.5)	759	(43,391)	n.m.
Reclassification adjustment upon maturity of available-for-sale investment	-	27,012	(100.0)	-	27,012	(100.0)
Reclassification adjustment upon impairment of available-for-sale investments	159	213	(25.4)	159	426	(62.7)
Total comprehensive income (expense) for the period	38,750	(2,836)	n.m.	123,764	102,464	20.8
Profit (loss) attributable to:						
Owners of the Company	54,175	16,805	222.4	188,059	143,706	30.9
Non-controlling interests	31	(29)	n.m.	242	(307)	n.m.
	54,206	16,776	223.1	188,301	143,399	31.3
Total comprehensive income (expense) attributable to:						
Owners of the Company	38,713	(2,776)	n.m.	123,617	102,815	20.2
Non-controlling interests	37	(60)	n.m.	147	(351)	n.m.
	38,750	(2,836)	n.m.	123,764	102,464	20.8

Note 1

This included amortisation of customer relationships amounting to S\$4.2million per quarter and S\$16.8million for the year.

Note 2

In 2009, Other Expenses included a charge of S\$30.6million for the fourth quarter and S\$18.2million for the full year upon the maturity of a Collateralised Debt Obligation on December 20, 2009.

1.(a)(ii) The profit after income tax includes the following (charges)/credits:

	Group			Group		
	3 months ended 31.12.2010 S\$'000	3 months ended 31.12.2009 S\$'000	% increase/ (decrease)	12 months ended 31.12.2010 S\$'000	12 months ended 31.12.2009 S\$'000	% increase/ (decrease)
Overprovision of tax in respect of prior years	649	910	(28.7)	1,535	2,262	(32.1)
Write-back of deferred tax liabilities	-	17	(100.0)	-	1,525	(100.0)
Reversal of (allowance) for doubtful trade receivables	64	-	n.m.	(300)	(2,947)	(89.8)
Bad debt written off	-	(54)	(100.0)	(22)	(210)	(89.5)
Gain (loss) on disposal of property, plant and equipment, net	25	14	78.6	(194)	2,043	n.m.
(Allowance) reversal of allowance for inventories	(42)	56	n.m.	(282)	(19)	1,384.2
Inventories written off	(503)	(1,714)	(70.7)	(571)	(2,094)	(72.7)
Impairment of plant and equipment	-	-	n.m.	(6)	-	n.m.
Impairment of available-for-sale investments	(159)	(213)	(25.4)	(159)	(426)	(62.7)
Fair value gain on derivative financial instruments	-	-	n.m.	-	12,401	(100.0)
Transfer from investments revaluation reserve on maturity of a collateralised debt obligation	-	(27,012)	(100.0)	-	(27,012)	(100.0)
Loss on maturity of a collateralised debt obligation	-	(3,627)	(100.0)	-	(3,627)	(100.0)
Loss on dilution of investment in an associate	-	-	n.m.	(769)	-	n.m.

Note:

n.m. - not meaningful

1.(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets:				
Cash and cash equivalents	441,700	567,068	249,725	252,539
Available-for-sale investments	-	5,038	-	5,038
Trade receivables	524,026	588,449	76,903	100,141
Other receivables and prepayments	21,382	41,775	2,466	22,273
Inventories	513,126	475,832	49,603	62,253
Trade receivables due from subsidiaries	-	-	57,820	21,721
Other receivables due from subsidiaries	-	-	9,311	2,338
Income tax recoverable	1,657	5,057	-	-
Total current assets	1,501,891	1,683,219	445,828	466,303
Non-current assets:				
Investments in subsidiaries	-	-	1,231,522	1,234,726
Investments in associates	18,382	17,979	-	-
Available-for-sale investments	121,671	104,617	110,087	94,338
Property, plant and equipment	144,987	165,367	4,636	7,450
Intangible assets	117,847	131,705	17,135	13,335
Goodwill	640,593	640,593	-	-
Deferred tax assets	61	1,006	-	-
Total non-current assets	1,043,541	1,061,267	1,363,380	1,349,849
Total assets	2,545,432	2,744,486	1,809,208	1,816,152
LIABILITIES AND EQUITY				
Current liabilities:				
Bank loans	83,418	223,688	81,731	221,578
Trade payables	352,948	509,115	44,367	92,187
Other payables and accrued expenses	104,882	118,141	25,032	24,448
Trade payables due to subsidiaries	-	-	33,205	17,114
Other payables due to subsidiaries	-	-	7,242	7,259
Trade payables due to associates	536	838	-	-
Income tax payable	5,557	2,490	602	1,295
Total current liabilities	547,341	854,272	192,179	363,881
Non-current liabilities:				
Bank loans	119,810	-	119,810	-
Deferred tax liabilities	20,687	24,607	-	-
Total non-current liabilities	140,497	24,607	119,810	-
Capital and reserves:				
Share capital	671,952	671,906	671,952	671,906
Share options reserve	35,929	32,185	35,262	31,518
Investments revaluation reserve	(30,646)	(31,564)	(28,596)	(29,497)
Translation reserve	(226,313)	(160,953)	-	-
Reserve fund	1,414	924	-	-
Accumulated profits	1,402,254	1,350,252	818,601	778,344
Equity attributable to owners of the Company	1,854,590	1,862,750	1,497,219	1,452,271
Non-controlling interests	3,004	2,857	-	-
Total equity	1,857,594	1,865,607	1,497,219	1,452,271
Total Liabilities and Equity	2,545,432	2,744,486	1,809,208	1,816,152

1.(b)(ii) Aggregate amount of group's borrowings and debt securities

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

Group				Company			
As at 31.12.2010		As at 31.12.2009		As at 31.12.2010		As at 31.12.2009	
Secured	Unsecured	Secured	Unsecured	Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
-	83,418	-	223,688	-	81,731	-	221,578

(b) Amount repayable after one year

Group				Company			
As at 31.12.2010		As at 31.12.2009		As at 31.12.2010		As at 31.12.2009	
Secured	Unsecured	Secured	Unsecured	Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
-	119,810	-	-	-	119,810	-	-

(c) Details of any collateral
Not applicable.

1.(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	3 months ended 31.12.2010 S\$'000	3 months ended 31.12.2009 S\$'000	12 months ended 31.12.2010 S\$'000	12 months ended 31.12.2009 S\$'000
Operating activities:				
Profit before tax	56,737	16,189	190,412	140,640
Adjustments for:				
Share of (profit) loss of associates	(262)	(552)	(1,313)	765
Allowance (Reversal of allowance) for inventories	42	(56)	282	19
Inventories written off	503	1,714	571	2,094
Depreciation expense	8,074	9,792	34,591	41,304
Bad debt written off	-	54	22	210
(Reversal of) allowance for doubtful trade receivables	(64)	-	300	2,947
Amortisation of intangible assets	4,426	4,282	17,717	18,313
Amortisation of deferred expenditure	1,911	658	5,044	710
Transfer from investments revaluation reserve on maturity of Collateralised Debt Obligation	-	27,012	-	27,012
Loss on maturity of Collateralised Debt Obligation	-	3,627	-	3,627
Impairment loss on available-for-sale investments	159	213	159	426
Impairment loss on plant and equipment	-	-	6	-
Interest income	(1,426)	(1,305)	(1,928)	(6,833)
Dividend income	(256)	(342)	(659)	(640)
Interest expense	461	941	1,642	3,573
Share-based payments expense	2,612	-	5,304	1,707
Fair value gain on derivative financial instruments	-	-	-	(12,401)
(Gain) loss on disposal of plant and equipment, net	(25)	(14)	194	(2,043)
Loss on dilution of investment in an associate	-	-	769	-
Operating profit before working capital changes	72,892	62,213	253,113	221,430
Trade receivables	(57,472)	(937)	31,514	(61,082)
Other receivables and prepayments	3,514	22,331	1,801	29,583
Inventories	59,107	(10,396)	(76,138)	51,232
Amount due from associates	(184)	(106)	(257)	559
Trade payables	(62,013)	(15,595)	(134,069)	83,305
Other payables and accrued expenses	2,943	23,169	(7,410)	23,289
Cash generated from operations	18,787	80,679	68,554	348,316
Interest paid	(431)	(464)	(1,449)	(2,371)
Income tax (paid) refunded	(468)	(2,077)	1,208	(6,563)
Net cash from operating activities	17,888	78,138	68,313	339,382
Investing activities:				
Interest received	1,616	1,305	2,118	6,870
Dividends received from other equity investments	256	342	659	640
Purchase of property, plant and equipment	(6,111)	(3,057)	(26,293)	(16,368)
Proceeds on disposal of plant and equipment	6	119	1,590	3,848
Addition of intangible assets	(1,428)	(2,845)	(8,927)	(13,434)
Recoverable amount of Collateralised Debt Obligation	-	(17,090)	17,090	(17,090)
Proceeds on maturity of available-for-sale investments	266	-	5,306	7,000
Purchase of available-for-sale investments	(16,090)	(349)	(17,003)	(5,146)
Net cash used in investing activities	(21,485)	(21,575)	(25,460)	(33,680)
Financing activities:				
Dividends paid	-	-	(137,127)	(137,127)
Proceeds from new bank loans	-	71,721	303,918	101,721
Repayment of bank loans	(243)	(55,000)	(317,877)	(201,311)
Proceeds from issue of shares	46	-	46	-
Net cash (used in) from financing activities	(197)	16,721	(151,040)	(236,717)
Net (decrease) increase in cash and cash equivalents	(3,794)	73,284	(108,187)	68,985
Cash and cash equivalents at beginning of period	441,827	499,899	567,068	513,770
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies	3,667	(6,115)	(17,181)	(15,687)
Cash and cash equivalents at end of period	441,700	567,068	441,700	567,068
Cash and cash equivalents at end of period include the following:				
Cash	427,478	374,688	427,478	374,688
Fixed Deposits	14,222	192,380	14,222	192,380
Cash and cash equivalents at the end of the period	441,700	567,068	441,700	567,068

1.(d)(i) Statement of changes in equity for the period ended December 31, 2009

	Share capital S\$'000	Share options reserve S\$'000	Investments revaluation reserve S\$'000	Translation reserves S\$'000	Reserve Fund 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 January 1, 2009	671,906	31,805	(15,611)	(136,015)	690	1,342,865	1,895,640	3,208	1,898,848
Total comprehensive income for the period	-	-	5,109	47,066	-	27,728	79,903	42	79,945
Recognition of share-based payments	-	614	-	-	-	-	614	-	614
Share options lapsed	-	(164)	-	-	-	164	-	-	-
Balance at March 31, 2009	671,906	32,255	(10,502)	(88,949)	690	1,370,757	1,976,157	3,250	1,979,407
Total comprehensive income for the period	-	-	(15,749)	(34,931)	-	60,947	10,267	(212)	10,055
Final tax exempt dividend paid in respect of the previous financial year	-	-	-	-	-	(137,127)	(137,127)	-	(137,127)
Recognition of share-based payments	-	600	-	-	-	-	600	-	600
Share options lapsed	-	(208)	-	-	-	208	-	-	-
Balance at June 30, 2009	671,906	32,647	(26,251)	(123,880)	690	1,294,785	1,849,897	3,038	1,852,935
Total comprehensive income for the period	-	-	1,331	(24,136)	-	38,226	15,421	(121)	15,300
Recognition of share-based payments	-	493	-	-	-	-	493	-	493
Share options lapsed	-	(107)	-	-	-	107	-	-	-
Balance at September 30, 2009	671,906	33,033	(24,920)	(148,016)	690	1,333,118	1,865,811	2,917	1,868,728
Total comprehensive income for the period	-	-	(6,644)	(12,937)	-	16,805	(2,776)	(60)	(2,836)
Share options lapsed	-	(563)	-	-	-	563	-	-	-
Reversal of share of an associate's share options reserve	-	(285)	-	-	-	-	(285)	-	(285)
Appropriation to reserve fund	-	-	-	-	234	(234)	-	-	-
Balance at December 31, 2009	671,906	32,185	(31,564)	(160,953)	924	1,350,252	1,862,750	2,857	1,865,607

1.(d)(i) Statement of changes in equity for the period ended December 31, 2010

	Share capital S\$'000	Share options reserve S\$'000	Investments revaluation reserve S\$'000	Translation reserves S\$'000	Reserve Fund 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 January 1, 2010	671,906	32,185	(31,564)	(160,953)	924	1,350,252	1,862,750	2,857	1,865,607
Total comprehensive income for the period	-	-	(6,143)	(4,435)	-	39,457	28,879	6	28,885
Share options lapsed	-	(482)	-	-	-	482	-	-	-
Adjustment to reserve fund	-	-	-	-	(4)	4	-	-	-
Balance at March 31, 2010	671,906	31,703	(37,707)	(165,388)	920	1,390,195	1,891,629	2,863	1,894,492
Total comprehensive income for the period	-	-	(3,025)	(8,933)	-	45,803	33,845	140	33,985
Final tax exempt dividend paid in respect of the previous financial year	-	-	-	-	-	(137,127)	(137,127)	-	(137,127)
Recognition of share-based payments	-	1,257	-	-	-	-	1,257	-	1,257
Share options lapsed	-	(505)	-	-	-	505	-	-	-
Balance at June 30, 2010	671,906	32,455	(40,732)	(174,321)	920	1,299,376	1,789,604	3,003	1,792,607
Total comprehensive income for the period	-	-	13,820	(40,264)	-	48,624	22,180	(36)	22,144
Recognition of share-based payments	-	1,435	-	-	-	-	1,435	-	1,435
Share options lapsed	-	(298)	-	-	-	298	-	-	-
Balance at September 30, 2010	671,906	33,592	(26,912)	(214,585)	920	1,348,298	1,813,219	2,967	1,816,186
Total comprehensive income for the period	-	-	(3,734)	(11,728)	-	54,175	38,713	37	38,750
Recognition of share-based payments	-	2,612	-	-	-	-	2,612	-	2,612
Share options lapsed	-	(275)	-	-	-	275	-	-	-
Issue of shares	46	-	-	-	-	-	46	-	46
Appropriation to reserve fund	-	-	-	-	494	(494)	-	-	-
Balance at December 31, 2010	671,952	35,929	(30,646)	(226,313)	1,414	1,402,254	1,854,590	3,004	1,857,594

1.(d)(i) Statement of changes in equity for the period ended December 31, 2009

	Share capital S\$'000	Share options reserve S\$'000	Investments revaluation reserves S\$'000	Accumulated profits S\$'000	Total equity S\$'000
The Company					
Balance at January 1, 2009	671,906	30,853	(14,777)	630,847	1,318,829
Total comprehensive income for the period	-	-	5,266	117,590	122,856
Recognition of share-based payments	-	614	-	-	614
Share options lapsed	-	(164)	-	164	-
Balance at March 31, 2009	671,906	31,303	(9,511)	748,601	1,442,299
Total comprehensive income for the period	-	-	(15,807)	33,448	17,641
Final tax exempt dividend paid in respect of the previous financial year	-	-	-	(137,127)	(137,127)
Recognition of share-based payments	-	600	-	-	600
Share options lapsed	-	(208)	-	208	-
Balance at June 30, 2009	671,906	31,695	(25,318)	645,130	1,323,413
Total comprehensive income for the period	-	-	737	4,796	5,533
Recognition of share-based payments	-	493	-	-	493
Share options lapsed	-	(107)	-	107	-
Balance at September 30, 2009	671,906	32,081	(24,581)	650,033	1,329,439
Total comprehensive income for the period	-	-	(4,916)	127,748	122,832
Share options lapsed	-	(563)	-	563	-
Balance at December 31, 2009	671,906	31,518	(29,497)	778,344	1,452,271

1.(d)(i) Statement of changes in equity for the period ended December 31, 2010

	Share capital S\$'000	Share options reserve S\$'000	Investments revaluation reserves S\$'000	Accumulated profits S\$'000	Total equity S\$'000
The Company					
Balance at January 1, 2010	671,906	31,518	(29,497)	778,344	1,452,271
Total comprehensive income for the period	-	-	(6,179)	8,139	1,960
Share options lapsed	-	(482)	-	482	-
Balance at March 31, 2010	671,906	31,036	(35,676)	786,965	1,454,231
Total comprehensive income for the period	-	-	(2,845)	127,043	124,198
Final tax exempt dividend paid in respect of the previous financial year	-	-	-	(137,127)	(137,127)
Recognition of share-based payments	-	1,257	-	-	1,257
Share options lapsed	-	(505)	-	505	-
Balance at June 30, 2010	671,906	31,788	(38,521)	777,386	1,442,559
Total comprehensive income for the period	-	-	14,146	3,664	17,810
Recognition of share-based payments	-	1,435	-	-	1,435
Share options lapsed	-	(298)	-	298	-
Balance at September 30, 2010	671,906	32,925	(24,375)	781,348	1,461,804
Total comprehensive income for the period	-	-	(4,221)	36,978	32,757
Recognition of share-based payments	-	2,612	-	-	2,612
Share options lapsed	-	(275)	-	275	-
Issue of shares	46	-	-	-	46
Balance at December 31, 2010	671,952	35,262	(28,596)	818,601	1,497,219

1.(d)(ii) **Details of any changes in the Company's issued share capital**

Venture Corporation Executives' Share Option Scheme ("The 2004 Scheme")

Since the end of the previous financial quarter, 2,990,000 options were granted to 3 directors and 375 employees of the Group at the following subscription prices payable during different exercise periods in accordance with the 2004 scheme which was adopted by the Company during an Extraordinary General Meeting held on April 30, 2004.

<u>Exercise period</u>	<u>Exercise price</u>
September 15, 2011 to September 14, 2012	S\$11.010
September 15, 2012 to September 14, 2013	S\$9.689
September 15, 2013 to September 14, 2014	S\$9.248
September 15, 2014 to September 14, 2015	S\$8.808

The options are exercisable during the period commencing twelve months from the date of offer and expiring at the end of five years from the date of offer.

Since the end of the previous financial quarter, 5,000 options were exercised (December 31, 2009: Nil). As at December 31, 2010, there were 12,890,000 unissued shares of the Company under options in the 2004 Scheme (December 31, 2009: 9,259,000).

Since the end of the previous financial quarter, 178,000 options (December 31, 2009: 281,000) have lapsed.

Share Capital

	31.12.2010	31.12.2009	31.12.2010	31.12.2009
	Number of ordinary shares		\$'000	
Issued and paid-up capital:				
At beginning of year	274,253,577	274,253,577	671,906	671,906
Issue of shares	5,000	-	46	-
At end of year	<u>274,258,577</u>	<u>274,253,577</u>	<u>671,952</u>	<u>671,906</u>

1.(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

Please refer to 1.(d)(ii). There were no treasury shares as at December 31, 2010.

1.(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/ or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. **Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice**

These figures have not been audited or reviewed.

3. **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter)**

Not applicable.

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied**

The Group has adopted the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements for the year ended December 31, 2009.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change**

There are no changes in accounting policies and methods of computation.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

	3 months ended 31.12.2010	3 months ended 31.12.2009	12 months ended 31.12.2010	12 months ended 31.12.2009
(a) Based on the weighted average number of ordinary shares on issue (cents)	19.8	6.1	68.6	52.4
(b) On a fully diluted basis (cents) (detailing any adjustments made to the earnings)	19.7	6.1	68.5	52.4

7. **Net asset value per ordinary share**

	Group		Company	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Net asset value per ordinary share based on issued share capital at the end of the financial period reported on (cents)	676.2	679.2	545.9	529.5

8. **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.

FY 2010 PERFORMANCE

The Group registered sequential quarterly revenue improvement for FY 2010, culminating in full year revenue of S\$2.7 billion. For FY 2009, the Group generated revenue of S\$3.4 billion. The year-on-year revenue decline for FY 2010 was within expectation given the Group's earlier guidance on its business-mix shifting towards technology services, products and solutions with greater design and engineering content.

Full year profit attributable to shareholders of the Company ("net profit") rose 30.9% year-on-year to S\$188.1 million.

In FY 2010, the Group registered sequential margin improvement every quarter, yielding a full year net margin of 7.0%. This compares favourably to FY 2009 net margin of 4.2%.

The Group's improved profitability profile largely reiterated that its strategic direction is panning out well.

Diluted Earnings Per Share for FY 2010 increased to 68.5 cents from 52.4 cents in the prior year.

For the full year of 2010, the Group generated cash of S\$253.1 million from operations before working capital changes. As at 31 December 2010, cash and cash equivalent balances stood at S\$441.7 million. Excluding bank loans of S\$203.2 million, the Group remained net cash positive at S\$238.5 million.

As at 31 December 2010, the value of the Group's inventories was S\$513.1 million. The Group closed the year with trade receivables of S\$524.0 million and trade payables of S\$352.9 million.

At the year end, total shareholders' equity of the Group amounted to S\$1.9 billion with Net Asset Value per share at S\$6.76.

4Q 2010 PERFORMANCE

The Group reported revenue of S\$705.5 million for 4Q 2010, compared to S\$913.2 million for the corresponding quarter of FY 2009 and S\$677.9 million for the prior quarter.

The Group registered net profit of S\$54.2 million for 4Q 2010. The year-on-year profit jump of 222.4% is contributed by better 4Q 2010 performance as well as by a one-time non-operational charge in 4Q 2009. Compared to the prior quarter, net profit for 4Q 2010 improved by 11.4%.

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

Not applicable.

10. **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 is progressing well towards its vision to be a leading global provider of technology services, products and solutions. It is expanding its capabilities, enhancing its operational excellence, growing its technology and enlarging its network of market access.

The Group will continue in this strategic direction taking advantage of its diversity in product portfolio, technology services' offering and customer base. This diversity will also provide opportunities for further growth.

11. **Dividend**

(a) Current Financial Period Reported On

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	55 cents per ordinary share*
Tax Rate	Exempt

*Subject to shareholders' approval at the forthcoming AGM

(b) Corresponding Period of the Immediately Preceding Financial Year

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	50 cents per ordinary share*
Tax Rate	Exempt

*Paid on May 20, 2010

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. **If no dividend has been declared (recommended), a statement to that effect.**

Not applicable.

13. Segmental revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

Segmental Results

a) By Reportable Segments

	Electronic Services Provider	Retail Store Solution & Industrial	Components Technology	Eliminations	Group
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2010					
Revenue:					
External Sales	1,883,294	669,857	122,686	-	2,675,837
Inter-segment Sales	18,255	17,467	4,065	(39,787)	-
Total revenue	1,901,549	687,324	126,751	(39,787)	2,675,837
Results:					
Segment results	136,895	47,086	4,832	-	188,813
Investment revenue					1,928
Finance costs					(1,642)
Share of profits of associates					1,313
Profit before income tax					190,412
Income tax					(2,111)
Profit for the year					188,301

	Electronic Services Provider	Retail Store Solution & Industrial	Components Technology	Eliminations	Group
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2009					
Revenue:					
External Sales	2,749,941	560,615	101,955	-	3,412,511
Inter-segment Sales	10,042	9,990	8,102	(28,134)	-
Total revenue	2,759,983	570,605	110,057	(28,134)	3,412,511
Results:					
Segment results	121,116	35,139	128	-	156,383
Transfer from investment revaluation reserve on maturity of a collateralised debt obligation					(27,012)
Loss on maturity of a collateralised debt obligation					(3,627)
Fair value gain on derivative financial instruments					12,401
Investment revenue					6,833
Finance costs					(3,573)
Share of loss of associates					(765)
Profit before income tax					140,640
Income tax					2,759
Profit for the year					143,399

b) By Product Segments

	2010 S\$'000	2009 S\$'000
Printing and Imaging	552,954	1,376,708
Networking and Communications	562,389	490,360
Retail Store Solutions	669,857	560,829
Computer Peripherals	306,518	566,023
Test and Measurement/Medical/Others	584,119	418,591
	<u>2,675,837</u>	<u>3,412,511</u>

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business and geographical segments

Please refer to item 8

15. A breakdown of sales as follows:-

	Group		% (Decrease)/ Increase
	Year Ended 31.12.2010 S\$'000	Year Ended 31.12.2009 S\$'000	
(a) Revenue reported for first half year	1,292,435	1,571,552	-17.8%
(b) Operating profit after income tax before deducting minority interests reported for first half year	85,417	88,450	-3.4%
(c) Revenue reported for second half year	1,383,402	1,840,959	-24.9%
(d) Operating profit/ loss after tax before deducting minority interests reported for second half year	102,884	54,949	87.2%

16. A breakdown of the annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	Latest Full Year (Proposed) S\$'000	Previous Full Year (Paid) S\$'000
Ordinary dividend for 2009	-	137,127
Proposed final dividend for 2010	150,849*	-
	<u>150,849*</u>	<u>137,127</u>

*Based on 274,270,577 issued and paid up shares as at February 1, 2011

17 Interested Person Transactions ("IPT")
Not Applicable

BY ORDER OF THE BOARD

Angeline Khoo
Company Secretary
February 23, 2011