



VENTURE CORPORATION LIMITED
(CO REG. NO. 198402886H)

FOR THE QUARTER ENDED 30 JUNE 2014, VENTURE REPORTS

- **REVENUE OF S\$601.1 MILLION**
- **NET PROFIT OF S\$33.5 MILLION**
- **EPS OF 12.2 CENTS**

SINGAPORE, 8 AUGUST 2014 – For the quarter ended 30 June 2014, Venture Corporation Limited (“**Venture**” or the “**Group**”) registered revenue of S\$601.1 million, a slight increase of 2.3% compared to the corresponding quarter of the prior year. The Test & Measurement/Medical/Others segment and the Networking & Communications segment registered year-on-year revenue growth of 18.4% and 4.6% respectively. This improvement was offset by the year-on-year revenue decline in the other segments, namely Computer Peripherals & Data Storage (-17.9%), Retail Store Solutions & Industrial Products (-2.8%) and Printing & Imaging (-5.7%). Revenue for the first six months of this year grew 6.6% year-on-year to S\$1,192.1 million.

For the quarter ended 30 June 2014, the Group registered profit attributable to owners of the company (“net profit”) of S\$33.5 million, an increase of 11.6% compared to the corresponding quarter of the prior year. The Group’s profitability is mainly derived from its operations. At a pre-tax level, profitability stood at S\$37.3 million with PBT (profit before tax) margin of 6.2% (2Q 2013: 5.8%). For the six months ended 30 June 2014, the Group recorded a net profit of S\$64.3 million, 10.7% higher than the prior year period.

Diluted Earnings Per Share for the quarter was 12.2 cents (2Q 2013: 10.9 cents).

For the quarter ended 30 June 2014, the Group recorded S\$47.6 million of operating profit before working capital changes and generated cash from operations of S\$47.3 million. Working capital stood at S\$697.2 million. During the quarter, the Group made further progress in managing its working capital.

For the six months ended 30 June 2014, the Group reported S\$92.1 million of operating profit before working capital changes and generated cash from operations of S\$89.0 million. During the quarter, the Group declared and paid a final one-tier tax-exempt dividend of 50¢ per Ordinary Share amounting to S\$137.4 million. This lowered the Group’s cash and cash equivalent balances to S\$310.4 million, compared to S\$390.9 million as at the end of 2013. The Group remained net cash positive at S\$137.2 million.

As at 30 June 2014, equity attributable to owners of the Company was S\$1,741.4 million (As at 31 December 2013: S\$1,826.8 million) and the Net Asset Value per share was S\$6.34 (As at 31 December 2013: S\$6.65).

OUTLOOK

Business sentiment of most of the Group's customers has been generally positive. However, continued M&A (Mergers & Acquisitions) and consolidation activities among some of the Group's customers may present some short-term uncertainty. Nevertheless, the Group continues to pursue opportunities to grow with the merged entities.

Going forward, the Group will strive for continuous improvement in its key differentiating strengths. These differentiators include the Group's proven ability to manage a highly diversified product portfolio; its growing and expanding engineering and R&D capabilities; and Kaizen initiatives for sustaining excellence in every aspect of its business. The Group is also well recognized for its ability to attain high value creation through innovation in product and system development, complete with software and firmware.

The Group continues to invest in growing its Centres of Excellence in selected domain areas. Through collaborations with partners in the same ecosystem, new Clusters of Excellence are being forged and developed for long-term competitive advantage.



Submitted by Angeline Khoo, Company Secretary, on 8 August 2014 to the Singapore Exchange Securities Trading Limited.

This press release is also available at www.venture.com.sg.

For more information, please contact:-

Ms Chua Mun Yuen
Senior Manager, Corporate Communications
Venture Corporation Limited

Tel : +65-6484 8136
E-mail : munyuen.chua@venture.com.sg

BACKGROUND

About Venture (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 12,000 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.