



One Venture
Infinite
Possibilities

FY 2015 RESULTS ANNOUNCEMENT

FY 2015 PERFORMANCE REVIEW



FY 2015 RESULTS ANNOUNCEMENT



FY 2015 Results Summary - YoY Comparison

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(S\$m)	FY 2015	FY 2014
		(Restated)
Revenue	2,656.5	2,465.5
Profit before taxation	181.7	92.7
Income tax expense	(27.6)	(16.6)
Profit attributable to owners	154.0	76.0
EPS (cents)	55.6	27.7

FY 2015 Results Summary - YoY Comparison

(S\$m)	FY 2015	FY 2014	%
		(Without PYA)	
Revenue	2,656.5	2,465.5	7.7
Profit before taxation	181.7	156.5	16.1
PBT Margin (%)	6.8%	6.3%	
Income tax expense	(27.6)	(16.6)	66.1
Effective Tax Rate (%)	15.2%	10.6%	
Profit attributable to owners	154.0	139.8	10.2
Net Profit Margin (%)	5.8%	5.7%	
EPS (cents)	55.6	50.9	9.2

Restatement to FY2014

Statement of Comprehensive Income

(S\$m)	4Q 2014	FY 2014
PATMI (as reported end 2014)	39.3	139.8
Impairment loss on associate	(63.8)	(63.8)
PATMI (Restated)	(24.5)	76.0

- For the year ended 31 December 2015, the Company recorded an impairment loss of S\$63.8 million relating to DMX as a Prior Year Adjustment in FY2014. Based on latest information available to the Company, it was concluded that the impairment was appropriate and prudent to reflect the uncertainty in the recovery value of the investment arising from past transactions at DMX.

4Q 2015 Results Summary - YoY Comparison

(S\$m)	4Q 2015	4Q 2014
Revenue	694.0	674.7 (Restated)
Profit (loss) before taxation	53.1	(19.3)
Income tax expense	(8.3)	(5.2)
Profit (loss) attributable to owners	44.8	(24.5)
EPS (cents)	16.2	(8.9)

4Q 2015 Results Summary - YoY Comparison

(S\$m)	4Q 2015	4Q 2014	%
		(Without PYA)	
Revenue	694.0	674.7	2.9
Profit before taxation	53.1	44.5	19.3
PBT Margin (%)	7.6%	6.6%	
Income tax expense	(8.3)	(5.2)	60.5
Effective Tax Rate (%)	15.6%	11.6%	
Profit attributable to owners	44.8	39.3	14.0
Net Profit Margin (%)	6.5%	5.8%	
EPS (cents)	16.2	14.3	13.3

Comparison of Net Cash Position



(S\$m)	As at 31.12.15	As at 31.12.14
Cash & Cash Equivalents	459.3	393.3
Total Loans	(135.0)	(169.0)
Net Cash	324.3	224.3

- For the twelve months ended 31 December 2015, the Company generated cash from operations of S\$260.1 million.

Free Cash Flow

(S\$m)	1Q 2015	2Q 2015	3Q 2015	4Q 2015		12M 2015	12M 2014
							(Restated)
Operating profit before working capital changes	49.9	55.0	59.7	66.9	→	231.5	196.7
Cash generated from operations	40.0	33.6	71.5	115.1	→	260.1	186.2
<u>Less</u> Capex	(2.8)	(5.6)	(3.1)	(3.2)	→	(14.6)	(56.7)*
Free cash flow	37.2	28.0	68.4	111.9	→	245.5	129.5

* The S\$56.7 million investment in property, plant and equipment includes the consideration for Block 5006 TECHplace II located at Ang Mo Kio Avenue 5 on completion.

FY 2015 Balance Sheet Summary



(S\$m)	As at 31.12.15	As at 31.12.14
		(Restated)
Cash & Cash Equivalents	459.3	393.3
Net Current Assets	1,016.6	882.1
Net Non-current Assets	879.2	918.9
Total Net Assets	1,895.8	1,801.0
Accumulated Profits	1,343.2	1,292.6
Share Capital & Reserves	550.0	505.9
Non-Controlling Interests	2.6	2.5
Total Equity	1,895.8	1,801.0
NAV	S\$6.85	S\$6.55

FY 2015 Working Capital



(S\$m)	As at 31.12.15	As at 31.12.14	As at 30.09.15
Trade Receivables	570.4	557.0	588.9
Trade Payables	(353.3)	(385.7)	(416.8)
AR - AP	217.1	171.3	172.1
Inventories	556.5	552.7	642.4
Working Capital	773.6	724.0	814.4

- Compared to a year ago, the Group registered an increase in working capital with higher balances in trade receivables.
- Compared to the prior quarter, working capital requirement is lower by S\$40.8 million.

PROPOSED DIVIDEND



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Proposed Dividend



The Board of Directors has recommended a final dividend of 50 cents per share on a one-tier tax-exempt basis

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount Per Share	50 cents
Tax Rate	Exempt
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Book Closure Date	5.00pm 9 May 2016
Date Payable	18 May 2016
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* Subject to shareholders' approval at the forthcoming AGM.

OUTLOOK



Outlook

Notwithstanding the challenging economic conditions, the Venture Group continued to make progress in growing its profitability, improving its revenue and strengthening its cash generation. Strong execution in engineering design, new product development and operational excellence has resulted in significant value creation and gain in market share.

The Group will continue to pursue its strategy of building distinctive differentiation by developing new strengths, dynamism and capabilities to drive superior performance and stay ahead of competition. Venture will also focus on new business and product development in several domain areas. The recruitment and development of strong and dynamic technical and management talents is on-going. This is to deepen and broaden the Group's core competencies for enhanced competitiveness and customer support. Going forward, there will be renewed focus on Venture's core values with emphasis on bringing the values to life. Enriched by strong core competencies and powered by greater conviction to its core values, the Group will continue to drive sustainable performance and growth.

Caution Concerning Forward-Looking Statements

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.