



One Venture Infinite Possibilities

2Q 2016 RESULTS ANNOUNCEMENT

2Q 2016 PERFORMANCE REVIEW



2Q 2016 RESULTS ANNOUNCEMENT



Group 2Q 2016 Results Summary



(S\$ million)	2Q 2016
Revenue	683.3
Profit before taxation	51.6
PBT Margin (%)	7.6%
Income tax expense	(8.2)
Effective Tax Rate (%)	15.9%
Profit attributable to owners	43.4
Net Profit Margin (%)	6.4%
EPS (cents)	15.6

Group 2Q 2016 Results Summary

– YoY Comparison



(S\$m)	2Q 2016	2Q 2015	%
Revenue	683.3	661.0	3.4
Profit before taxation	51.6	42.3	22.2
PBT Margin (%)	7.6%	6.4%	
Income tax expense	(8.2)	(6.2)	33.2
Effective Tax Rate (%)	15.9%	14.6%	
Profit attributable to owners	43.4	36.1	20.3
Net Profit Margin (%)	6.4%	5.5%	
EPS (cents)	15.6	13.1	19.1

Group 1H 2016 Results Summary



(S\$m)	1Q 2016	2Q 2016		1H 2016
Revenue	630.7	683.3	→	1,314.0
Profit before taxation	42.5	51.6	→	94.1
PBT Margin (%)	6.7%	7.6%		7.2%
Income tax expense	(6.6)	(8.2)	→	14.8
Effective Tax Rate (%)	15.6%	15.9%		15.8%
Profit attributable to owners	35.8	43.4	→	79.2
Net Profit Margin (%)	5.7%	6.4%		6.0%
EPS (cents)	12.9	15.6	→	28.5

Group 1H 2016 Results Summary

– YoY Comparison



(S\$m)	1H 2016	1H 2015	%
Revenue	1,314.0	1,269.6	3.5
Profit before taxation	94.1	80.6	16.7
PBT Margin (%)	7.2%	6.3%	
Income tax expense	(14.8)	(11.9)	24.7
Effective Tax Rate (%)	15.8%	14.7%	
Profit attributable to owners	79.2	68.6	15.5
Net Profit Margin (%)	6.0%	5.4%	
EPS (cents)	28.5	24.9	14.5

Group 1H 2016 Free Cash Flow – YoY Comparison



(S\$m)	1H 2016	1H 2015
Operating profit before working capital changes	116.2	104.9
Cash generated from operations	141.0	73.5
<u>Less</u> Capex*	(18.6)	(8.4)
Free cash flow	122.4	65.1

* The Group completed the acquisition of leasehold property of which S\$5.7 million of the total consideration of S\$13.0 million was paid in 1H 2016.

Group Net Cash Position



(S\$m)	As at 30.06.16	As at 31.12.15	As at 30.06.15
Cash & Bank Balances	377.5	459.3	329.8
Total Loans	(92.7)	(135.0)	(174.8)
Net Cash	284.8	324.2	155.0

- During the quarter, the Company paid a final tax-exempt dividend of 50¢ per Ordinary Share amounting to S\$138.4 million in respect of the financial year ended 31 December 2015.
- For the six months ended 30 June 2016, the Company generated cash from operations of S\$141.0 million.

Group 2Q 2016 Balance Sheet Summary

(S\$m)	As at 30.06.16	As at 31.12.15
Cash & Bank Balances	377.5	459.3
Net Current Assets	915.7	1,016.6
Net Non-current Assets	869.1	879.2
Total Net Assets	1,784.8	1,895.8
Accumulated Profits	1,283.5	1,343.2
Share Capital & Reserves	498.9	550.0
Non-Controlling Interests	2.4	2.6
Total Equity	1,784.8	1,895.8
NAV	S\$6.44	S\$6.85

Group 2Q 2016 Working Capital



(S\$ million)	As at 30.06.16	As at 31.12.15	As at 30.06.15
Trade Receivables	543.6	570.4	566.5
Trade Payables	(409.2)	(353.3)	(415.5)
AR - AP	134.4	217.1	151.0
Inventories	581.7	556.5	623.9
Working Capital	716.1	773.6	774.9

OUTLOOK



The Group continued to strengthen its overall performance in spite of persistently challenging economic conditions. This was primarily driven by strong value creation and increased traction with several of its customers, a result of Venture's deep-bench, differentiating engineering capabilities and its relentless drive for operational excellence.

Going forward, business sentiment is anticipated to remain mixed across the Group's diverse customer-base. However, this customer diversity across niche and strategic technology domains and market verticals can indeed provide stability and resilience to its long-term overall performance.

Venture is well positioned to invest in building greater depth and strengths in engineering and R&D, as well as advanced manufacturing capabilities and supply chain processes. New strategic initiatives, built upon Venture's core values, will drive its energised organisation to strive for new peaks of excellence and high performance alliances with its global partners and customers.

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.