



FOR THE QUARTER ENDED 30 SEPTEMBER 2017

**VENTURE NET PROFIT SOARED TO S\$111.4 MILLION,
UP 135% YEAR-ON-YEAR, ON RECORD REVENUE OF S\$1.1 BILLION**

SINGAPORE, 3 NOVEMBER 2017 – In the third quarter of 2017, Venture Corporation Limited registered a 135% jump in net profit to S\$111.4 million, driven by strong revenue growth and value creation through engineering and R&D capabilities. Sustained operational excellence also contributed to the high productivity and quality performance. For the nine months ended 30 September 2017, net profit rose 81.5% year-on-year to S\$229.8 million.

FINANCIAL PERFORMANCE

For the quarter ended 30 September 2017, the Group registered revenue of S\$1.1 billion, an increase of 50.5% year-on-year. For the nine months ended 30 September 2017, revenue improved by 44.5% year-on-year to S\$2.9 billion. Revenue improvement for the reported quarter and for the first nine months of 2017 is attributable to the commendable progress achieved by the Group across several strategic and operational imperatives including continuing strong execution of customers' programmes and deepening of collaborative partnership with strategic customers.

S\$'million	3 months ended 30.09.17	3 months ended 30.09.16	% (incr/ decr)	9 months ended 30.09.17	9 months ended 30.09.16	% (incr/ decr)
Revenue	1,061.9	705.7	50.5	2,918.1	2,019.6	44.5
PBT	131.3	56.7	131.7	275.8	150.8	82.9
PBT Margin (%)	12.4%	8.0%		9.5%	7.5%	
Profit Attributable to owners	111.4	47.4	135.0	229.8	126.6	81.5
Net Margin (%)	10.5%	6.7%		7.9%	6.3%	
Fully Diluted EPS (cents)	38.9	17.0		80.5	45.5	

In tandem with the revenue growth, the Group recorded profit before tax (PBT) of S\$131.3 million for the quarter ended 30 September 2017, an increase of 131.7% year-on-year. For the first nine months of 2017, the Group recorded PBT of S\$275.8 million, an increase of 82.9% year-on-year. In line with the higher PBT and based on tax incentives granted to its subsidiaries, the Group reported income tax expense of S\$19.9 million for the reported quarter and S\$46.0 million for the first nine months of 2017.

Net profit rose 135.0% year-on-year to S\$111.4 million for the reported quarter. For the nine months ended 30 September 2017, net profit rose 81.5% year-on-year to S\$229.8 million. The Group registered net margin of 10.5% for the reported quarter (3Q 2016: 6.7%) and 7.9% for the first nine months of 2017 (9M 2016: 6.3%).

Diluted Earnings Per Share for the reported quarter was 38.9 cents (3Q 2016: 17.0 cents) and 80.5 cents for the first nine months of 2017 (9M 2016: 45.5 cents).

FINANCIAL POSITION AND CASHFLOW

The Group generated operating cash flow of S\$153.5 million before working capital changes for the quarter ended 30 September 2017 (3Q 2016: S\$71.2 million). For the nine months ended 30 September 2017, operating profit before working capital changes amounted to S\$315.9 million (9M 2016: S\$187.4 million). For the quarter ended 30 September 2017, the Group registered an increase in working capital position largely due to trade receivables and inventories balances. Trade receivables balance stood at S\$803.7 million in tandem with the revenue recorded for the reported quarter. The increase in inventories was primarily to support customers' requirements and programmes. For the nine months ended 30 September 2017, the Group generated cash from operations of S\$308.6 million (9M 2016: S\$207.6 million).

As of 30 September 2017, the Group had S\$599.6 million of cash and bank balances (S\$499.7 million as at 31 December 2016). As at the end of the reported quarter, the Group remained net cash positive at S\$535.1 million (S\$407.1 million as at 31 December 2016).

As at 30 September 2017, Equity attributable to owners of the Company was S\$2.0 billion (S\$2.0 billion as at 31 December 2016) and Net Asset Value per share was S\$7.14 (S\$7.03 as at 31 December 2016).

OUTLOOK

Venture Corporation's recent financial results and operational excellence are strong indicators of its progress across multi-platforms of strategic and operational initiatives.

Venture continues to forge deeper and mutually beneficial collaborative partnerships and alliances across its diversified portfolio of ecosystems of interests. Partners selected are typically leaders in fast-growing technology domains of interests. Venture's ambition is to be well positioned to effectively deliver and realise impactful values for its partners.

Success is accomplished inter alia, through growing a critical mass of high quality talents across the management, technical and professional disciplines. Venture remains committed to harness the collective strengths and synergies of its human capital to relentlessly deliver compelling differentiation, advancing Venture's position as a leading global provider of technology solutions, products and services.

Submitted by Angeline Khoo Cheng Nee, Company Secretary, on 3 November 2017 to the Singapore Exchange Securities Trading Limited.

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

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BACKGROUND

About Venture (www.venture.com.sg)

Venture Corporation Limited (“**Venture**” or the “**Group**”) was founded in 1984 as a global electronics services provider. Today, it is a leading global provider of technology solutions, products and services 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.

Headquartered in Singapore, the Group comprises more than 30 companies with global clusters in Southeast Asia, Northeast Asia, America and Europe and employs over 12,000 people worldwide.

The Group has built know-how and intellectual property with domain expertise in printing and imaging; networking and communications devices; handheld interactive scanning and computing products; advanced storage systems and devices; financial-related equipment and technology; Industrial, power and energy-related products; test and measurement equipment and instrumentation; medical and healthcare devices and life science equipment. The Group manages a portfolio of more than 5,000 products and solutions and continues to expand into new product categories through its collaboration with existing and new customers.

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 of over 100 global companies including Fortune 500 corporations 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.