



One Venture
Infinite
Possibilities

FY 2017 RESULTS ANNOUNCEMENT

4Q 2017 PERFORMANCE REVIEW



FY 2017 RESULTS ANNOUNCEMENT



4Q 2017 Results Summary



| (S\$m) | 4Q 2017 |
|--------------------------------------|----------------|
| Revenue | 1,086.5 |
| Profit before taxation | 168.0 |
| Income tax expense | (25.0) |
| Profit attributable to owners | 143.0 |
| EPS (cents) | 49.5 |

4Q 2017 Results Summary - YoY Comparison

| (S\$m) | 4Q 2017 | 4Q 2016 | % |
|--|----------------|---------------|--------------|
| Revenue | 1,086.5 | 854.6 | 27.1 |
| Profit before taxation | 168.0 | 65.1 | 158.0 |
| PBT Margin (%) | 15.5% | 7.6% | |
| Income tax expense | (25.0) | (11.1) | 125.3 |
| Effective Tax Rate (%) | 14.9% | 17.1% | |
| Profit attributable to owners | 143.0 | 54.1 | 164.5 |
| Net Profit Margin (%) | 13.2% | 6.3% | |
| Gain on disposal of associate | 11.3 | -- | n.m |
| Profit excluding gain from associate's disposal | 131.7 | 54.1 | 143.4 |
| Margin excluding gain from associate's disposal (%) | 12.1% | 6.3% | |
| EPS (cents) | 49.5* | 19.3 | 156.5 |

* EPS includes gain on disposal of associate

FY 2017 PERFORMANCE REVIEW



FY 2017 RESULTS ANNOUNCEMENT



Group FY 2017 Results Summary

| (S\$m) | FY 2017 | 1Q 2017 | 2Q 2017 | 3Q 2017 | 4Q 2017 |
|--|---------------|-------------|-------------|--------------|--------------|
| Revenue | 4,004.5 | 843.1 | 1,013.1 | 1,061.9 | 1,086.5 |
| Profit before tax | 443.7 | 60.0 | 84.5 | 131.3 | 168.0 |
| PBT Margin (%) | 11.1% | 7.1% | 8.3% | 12.4% | 15.5% |
| Income tax expense | (71.0) | (11.4) | (14.7) | (19.9) | (25.0) |
| Effective Tax Rate (%) | 16.0% | 19.0% | 17.3% | 15.2% | 14.9% |
| Profit attributable to owners | 372.8 | 48.6 | 69.8 | 111.4 | 143.0 |
| Net Profit Margin (%) | 9.3% | 5.8% | 6.9% | 10.5% | 13.2% |
| Gain on disposal of associate | 11.3 | -- | -- | -- | 11.3 |
| Profit excluding gain from associate's disposal | 361.5 | 48.6 | 69.8 | 111.4 | 131.7 |
| Margin excluding gain from associate's disposal (%) | 9.0% | 5.8% | 6.9% | 10.5% | 12.1% |
| EPS (cents) | 130.0* | 17.2 | 24.4 | 38.9 | 49.5* |

* EPS includes gain on disposal of associate

FY 2017 RESULTS ANNOUNCEMENT



FY 2017 Results Summary - YoY Comparison

| (S\$m) | FY 2017 | FY 2016 | % |
|--|----------------|----------------|--------------|
| Revenue | 4,004.5 | 2,874.2 | 39.3 |
| Profit before taxation | 443.7 | 215.9 | 105.6 |
| PBT Margin (%) | 11.1% | 7.5% | |
| Income tax expense | (71.0) | (35.2) | 102.0 |
| Effective Tax Rate (%) | 16.0% | 16.3% | |
| Profit attributable to owners | 372.8 | 180.7 | 106.3 |
| Net Profit Margin (%) | 9.3% | 6.3% | |
| Gain on disposal of associate | 11.3 | -- | n.m |
| Profit excluding gain from associate's disposal | 361.5 | 180.7 | 100.1 |
| Margin excluding gain from associate's disposal (%) | 9.0% | 6.3% | |
| EPS (cents) | 130.0* | 64.8 | 100.6 |

* EPS includes gain on disposal of associate

FY 2017 FINANCIAL POSITION & CASHFLOW



FY 2017 Balance Sheet Summary



| (S\$m) | As at 31.12.17 | As at 31.12.16 |
|-------------------------------------|---------------------------|---------------------------|
| Cash & Bank Balances | 752.4 | 499.7 |
| Net Current Assets | 1,301.7 | 1,079.8 |
| Net Non-current Assets | 866.3 | 882.7 |
| Total Net Assets | 2,168.0 | 1,962.5 |
| Accumulated Profits | 1,617.8 | 1,385.2 |
| Share Capital & Reserves | 547.9 | 574.9 |
| Non-Controlling Interests | 2.3 | 2.4 |
| Total Equity | 2,168.0 | 1,962.5 |
| NAV | S\$7.61 | S\$7.03 |

Comparison of Net Cash Position

| (S\$m) | As at 31.12.17 | As at 30.09.17 | As at 31.12.16 |
|-------------------------------------|---------------------------|---------------------------|---------------------------|
| Cash & Bank Balances | 752.4 | 599.6 | 499.7 |
| Total Loans | (30.8) | (64.5) | (92.6) |
| Net Cash | 721.6 | 535.1 | 407.1 |

Comparison of Working Capital

| (S\$m) | As at 31.12.17 | As at 30.09.17 | As at 31.12.16 |
|--------------------------|-------------------|-------------------|-------------------|
| Trade Receivables | 765.7 | 803.7 | 713.0 |
| Trade Payables | (591.3) | (627.9) | (490.9) |
| AR - AP | 174.4 | 175.8 | 222.1 |
| Inventories | 699.6 | 703.9 | 623.0 |
| Working Capital | 874.0 | 879.7 | 845.1 |

- In tandem with the revenue recorded for the reported quarter, Trade receivables was S\$765.7 million
- The Group held S\$699.6 million of Inventories as at 4Q 2017 to support customers' requirements and programmes.

YoY Comparison of Free Cash Flow

| (S\$m) | FY 2017 | FY2016 |
|--|---------------|---------------|
| Operating profit before working capital changes | 486.1 | 273.8 |
| Cash generated from operations | 499.9 | 265.7 |
| <u>Less</u> Capex | (37.0) | (33.5) |
| Free cash flow | 462.9 | 232.2 |

- The Group generated operating cash flow of S\$486.1 million before working capital changes.
- Capital expenditure of S\$37.0 million is related to upgrade of facilities and equipment.

PROPOSED DIVIDEND



FY 2017 RESULTS ANNOUNCEMENT



Proposed Dividend



The Board of Directors has recommended a final dividend of 60 cents per share on a one-tier tax-exempt basis

| | |
|----------------------------------|---------------------------|
| Name of Dividend | Final |
| Dividend Type | Cash |
| Dividend Amount Per Share | 60 cents |
| Tax Rate | Exempt |
| <hr/> | |
| Book Closure Date | 5.00pm 21 May 2018 |
| Date Payable | 31 May 2018 |
| <hr/> | |

* Subject to shareholders' approval at the forthcoming AGM.

OUTLOOK





In 2017, Venture's focus on its strategic thrusts, transformational engineering and operational excellence has delivered a stellar set of financial results. Venture remains confident that it is well placed to create significant value for the benefit of its partners. However it is expected that the business environment may remain volatile. The next leap forward will entail more intensive preparation and investment in the development of new engineering and advanced manufacturing capabilities. Venture continues to relentlessly grow an able and resilient talent pool with strong technical, professional and leadership qualities.

A stronger focus is in place for Venture to strengthen its next-gen, globally connected Clusters of Excellence to position itself to better serve the major economic and growth regions of the world. This new infrastructure is part of an ongoing multi-year transformation aimed at sustaining the Group's abilities to deliver superior technological solutions, products and services. These initiatives will also enable Venture to forge ahead in its quest to deepen and broaden collaborative alliances with leaders in fast-growing technology domains of interest and to capture new opportunities in emerging adjacent ecosystems.

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.