



Business Update for 1Q 2024

3 May 2024

1Q 2024 Performance

Revenue

S\$666.7 million

Revenue achieved in 1Q 2024 was S\$667 million due to lower overall customer demand amid some remaining headwinds, which are beginning to taper off.

Net profit

S\$60.1 million

In particular, the Life Sciences sector and certain segments of the Network and Communications market still saw some destocking in 1Q 2024.

Net margin

9.0%

With increasing focus on operational execution and productivity enhancements, net profit margin was maintained at a robust 9.0%.



Solid Balance Sheet

**Net cash generated from
operating activities**

S\$132.9 million

For 1Q 2024

Working capital

**Improved by
S\$66.9 million**

Compared to 31 Dec 2023

- We continued to generate strong operating cash flow. Our net cash position, with zero borrowings, improved to S\$1.19 billion as at 31 March 2024.
- Working capital optimisation continues to reflect positive proactive management.
- Net asset value per share improved to S\$10.06 as at 31 March 2024.



Business Outlook

The Group is targeting for revenue to improve on a sequential basis from the first quarter of 2024 to the second quarter of 2024. In addition, it is expected that Group revenue will be higher in the second half of 2024 compared to the first half of 2024.

Growing with Customers

We are growing with our customers through transformational and innovative capabilities in manufacturing, research and design, to enlarge and deepen our market share.

Onboarding New Customers

We are onboarding new customers in the EMS++, Precision Engineering and Ventech Group businesses, including customers in the medtech and lifestyle sectors, as well as promising technology domains.

Geopolitical Risk Mitigation

We also anticipate new businesses from supporting customers through geopolitical risk mitigation strategies.

Demand Strengthening

Based on customers' feedback, we are starting to see demand strengthening in several technology domains for the rest of 2024.



Disclaimer

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 Venture 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.

Thank you