

Third Quarter and Year-to-Date Financial Statements And Dividend Announcemen

The Board of Directors of Venture Corporation Limited wishes to make the following announcement:

Third Quarter and Year-to-date financial statements on consolidated results for the financial period ended 30 September 2006. These figures have not been audited or reviewed.

1.(a)(i) **An income statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year**

| | Group | | | Group | | |
|---|---|---|------------------------------|---|---|------------------------------|
| | 3 months ended 30.09.2006 S\$'000 | 3 months ended 30.09.2005 S\$'000 | % increase/ (decrease) | 9 months ended 30.09.2006 S\$'000 | 9 months ended 30.09.2005 S\$'000 | % increase/ (decrease) |
| Revenue | 799,236 | 820,189 | (2.6) | 2,283,690 | 2,360,487 | (3.3) |
| Other income | 4,709 | 2,082 | 126.2 | 22,795 | 6,618 | 244.4 |
| Changes in inventories of finished goods and work in progress | 4,156 | 35,845 | (88.4) | 49,866 | 78,222 | (36.3) |
| Raw materials and consumables used | (650,088) | (707,712) | (8.1) | (1,883,146) | (2,023,212) | (6.9) |
| Staff costs | (58,303) | (55,025) | 6.0 | (168,210) | (158,868) | 5.9 |
| Depreciation and amortisation expense | (10,725) | (11,455) | (6.4) | (31,757) | (35,837) | (11.4) |
| Research and development expense (exclude R&D staff costs) | (11,844) | (8,697) | 36.2 | (40,002) | (22,373) | 78.8 |
| Foreign currency exchange adjustment (loss) gain | (398) | (2,583) | (84.6) | (26,153) | 1,512 | n.m. |
| Other expenses | (20,828) | (26,752) | (22.1) | (65,164) | (74,726) | (12.8) |
| Investment revenue | 7,258 | 6,424 | 13.0 | 23,603 | 18,167 | 29.9 |
| Finance costs | (631) | (58) | 987.9 | (815) | (217) | 275.6 |
| Share of profits of associates | 1,998 | 777 | 157.1 | 4,202 | 1,398 | 200.6 |
| Profit before income tax | 64,540 | 53,035 | 21.7 | 168,909 | 151,171 | 11.7 |
| Income tax expense | (5,034) | (1,421) | 254.3 | (6,408) | (4,570) | 40.2 |
| Profit after income tax | 59,506 | 51,614 | 15.3 | 162,501 | 146,601 | 10.8 |
| Attributable to: | | | | | | |
| Equity holders of the company | 58,966 | 51,522 | 14.4 | 160,884 | 146,367 | 9.9 |
| Minority interests | 540 | 92 | 487.0 | 1,617 | 234 | 591.0 |
| | 59,506 | 51,614 | 15.3 | 162,501 | 146,601 | 10.8 |

1.(a)(ii) **The profit after income tax includes the following (charges)/credits:**

| | Group | | | Group | | |
|--|---|---|------------------------------|---|---|------------------------------|
| | 3 months ended 30.09.2006 S\$'000 | 3 months ended 30.09.2005 S\$'000 | % increase/ (decrease) | 9 months ended 30.09.2006 S\$'000 | 9 months ended 30.09.2005 S\$'000 | % increase/ (decrease) |
| Overprovision of tax in respect of prior years | 347 | 337 | 3.0 | 3,220 | 535 | 501.9 |
| Reversal of allowance on doubtful trade receivables | - | - | n.m. | 339 | - | n.m. |
| (Loss) Gain on disposal of plant and equipment, net | (237) | 345 | n.m. | (115) | 310 | n.m. |
| (Loss) Gain on sale of available-for-sale investments | (15) | 113 | (113.3) | (10) | 3,330 | n.m. |
| Allowance for inventories | (2,000) | - | n.m. | (2,000) | - | n.m. |
| Provision for impairment on available-for-sale investments | - | (5,000) | n.m. | - | (5,000) | n.m. |
| Fair value gain on derivative financial instruments | 4,449 | 5,223 | (14.8) | 19,965 | 263 | 7,491.3 |

Note:

(1) n.m. - not meaningful

1.(b)(i) **A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year**

| | Group | | Company | |
|---|------------------|------------------|------------------|------------------|
| | 30.09.2006 | 31.12.2005 | 30.09.2006 | 31.12.2005 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| ASSETS | | | | |
| Current assets: | | | | |
| Cash and bank balances | 524,114 | 556,586 | 333,844 | 401,096 |
| Available-for-sale investments | 35,291 | 38,756 | 25,042 | 25,000 |
| Trade receivables | 525,455 | 590,598 | 172,914 | 220,083 |
| Other receivables and prepayments | 46,498 | 30,214 | 7,893 | 3,951 |
| Inventories | 487,604 | 408,136 | 111,473 | 98,892 |
| Amount due from subsidiaries | - | - | 102,901 | 101,340 |
| Amount due from associates | 30 | - | - | - |
| Amount due from joint venture | 54 | - | - | - |
| Total current assets | 1,619,046 | 1,624,290 | 754,067 | 850,362 |
| Non-current assets: | | | | |
| Investments in subsidiaries | - | - | 190,867 | 190,867 |
| Investments in associates | 107,625 | 21,112 | 82,536 | - |
| Investment in joint venture | - | - | 1,000 | 1,000 |
| Available-for-sale investments | 260,283 | 274,779 | 241,382 | 253,620 |
| Property, plant and equipment | 156,983 | 168,114 | 14,051 | 13,149 |
| Intangible assets | 8,544 | 4,851 | 227 | 432 |
| Goodwill | 79,550 | 79,086 | - | - |
| Total non-current assets | 612,985 | 547,942 | 530,063 | 459,068 |
| Total assets | 2,232,031 | 2,172,232 | 1,284,130 | 1,309,430 |
| LIABILITIES AND EQUITY | | | | |
| Current liabilities: | | | | |
| Bank overdraft and loans | 5,769 | 5,844 | - | - |
| Trade payables | 407,619 | 386,709 | 87,865 | 64,006 |
| Other payables and accrued expenses | 86,326 | 74,633 | 41,395 | 37,238 |
| Amount due to subsidiaries | - | - | 170,677 | 190,038 |
| Amount due to associates | 648 | 383 | - | - |
| Amount due to joint venture | 71 | 59 | 47 | 48 |
| Income tax payable | 9,815 | 3,781 | 5,780 | - |
| Total current liabilities | 510,248 | 471,409 | 305,764 | 291,330 |
| Non-current liabilities: | | | | |
| Derivative financial instruments | 7,403 | 27,281 | 7,403 | 27,281 |
| Bank loans | 225 | 236 | - | - |
| Deferred tax liabilities | 2,451 | 2,522 | - | - |
| Total non-current liabilities | 10,079 | 30,039 | 7,403 | 27,281 |
| Capital and reserves: | | | | |
| Issued capital | 649,933 | 67,368 | 649,933 | 67,368 |
| Share premium | - | 554,145 | - | 554,145 |
| Share options reserve | 23,455 | 21,299 | 22,923 | 21,299 |
| Investments revaluation reserve | (14,559) | (16,103) | (10,027) | (10,881) |
| Accumulated profits | 1,082,999 | 1,055,471 | 308,134 | 358,888 |
| Reserve on consolidation | 51 | 51 | - | - |
| Currency translation reserves | (38,924) | (19,042) | - | - |
| Equity attributable to equity holders of the company | 1,702,955 | 1,663,189 | 970,963 | 990,819 |
| Minority interests | 8,749 | 7,595 | - | - |
| Total equity | 1,711,704 | 1,670,784 | 970,963 | 990,819 |
| Total liabilities and equity | 2,232,031 | 2,172,232 | 1,284,130 | 1,309,430 |

1.(b)(ii) **Aggregate amount of group's borrowings and debt securities**

(a) Amount repayable in one year or less, or on demand

| As at 30.09.2006 | | As at 31.12.2005 | |
|------------------|-----------|------------------|-----------|
| Secured | Unsecured | Secured | Unsecured |
| S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| 1,325 | 4,444 | 2,137 | 3,707 |

(b) Amount repayable after one year

| As at 30.09.2006 | | As at 31.12.2005 | |
|------------------|-----------|------------------|-----------|
| Secured | Unsecured | Secured | Unsecured |
| S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| 225 | - | 236 | - |

(c) Details of any collateral

Some of the short term bank loans are provided to subsidiaries of Univac Precision Engineering Pte Ltd. These loans are secured by proportionate guarantees provided by the shareholders of the subsidiaries.

The long term bank loan is provided to Scinetic Engineering Pte Ltd. The loan is secured by a first legal mortgage on its leasehold property and a joint & several directors' guarantee from certain of its directors.

1.(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

| | 3 months ended 30.09.2006 S\$'000 | 3 months ended 30.09.2005 S\$'000 | 9 months ended 30.09.2006 S\$'000 | 9 months ended 30.09.2005 S\$'000 |
|---|---|---|---|---|
| Cash flows from operating activities: | | | | |
| Profit before income tax | 64,540 | 53,035 | 168,909 | 151,171 |
| Adjustments for: | | | | |
| Share of profits of associates | (1,998) | (777) | (4,202) | (1,398) |
| Depreciation expense | 9,480 | 10,447 | 28,804 | 30,720 |
| Amortisation of other intangible assets | 1,245 | 1,008 | 2,953 | 5,117 |
| Impairment loss on available-for-sale investments | - | 5,000 | - | 5,000 |
| Interest income | (7,258) | (6,424) | (23,603) | (18,167) |
| Dividend income | (26) | (82) | (266) | (386) |
| Interest expense | 106 | 58 | 290 | 217 |
| Share-based payments expense | 901 | - | 3,851 | 3,603 |
| Fair value gain on derivative financial instruments | (4,449) | (5,223) | (19,965) | (263) |
| Loss (Gain) on disposal of available-for-sale investments | 15 | (113) | 10 | (3,330) |
| Loss (Gain) on disposal of plant and equipment, net | 237 | (345) | 115 | (310) |
| Operating profit before working capital changes | 62,793 | 56,584 | 156,896 | 171,974 |
| Trade receivables | 3,299 | (44,577) | 65,143 | (36,648) |
| Other receivables and prepayments | (4,980) | (1,166) | (16,622) | (628) |
| Inventories | (23,991) | (73,949) | (79,468) | (144,147) |
| Amount due from/to joint venture | (3) | 26 | (42) | 64 |
| Amount due from/to associates | (45) | (368) | 235 | 311 |
| Trade payables | (4,229) | 88,809 | 20,910 | 92,951 |
| Other payables and accrued expenses | 12,852 | 23,507 | 11,693 | 11,411 |
| Cash generated from operations | 45,696 | 48,866 | 158,745 | 95,288 |
| Interest paid | (106) | (58) | (290) | (217) |
| Income tax paid | (327) | (1,800) | (74) | (5,560) |
| Dividends paid | - | - | (135,354) | (133,973) |
| Net cash from (used in) operating activities | 45,263 | 47,008 | 23,027 | (44,462) |
| Cash flows from investing activities: | | | | |
| Interest received | 7,258 | 6,424 | 23,603 | 18,167 |
| Dividends received | 26 | 82 | 266 | 386 |
| Purchase of property, plant and equipment | (7,860) | (16,756) | (25,152) | (39,149) |
| Proceeds on disposal of plant and equipment | 928 | 1,432 | 3,091 | 2,988 |
| Addition of other intangible assets | (240) | (286) | (7,085) | (805) |
| Proceeds on disposal of other intangible assets | 246 | - | 305 | - |
| Proceeds on disposal of available-for-sale investments | 12,984 | 5,451 | 37,903 | 48,096 |
| Purchase of available-for-sale investments | (5,000) | (26,554) | (21,582) | (51,475) |
| Dividends received from associates | 628 | 628 | 628 | 628 |
| Acquisition of shareholdings in an associate | - | - | (82,536) | - |
| Payment to minority shareholders for acquisition of additional shares in a subsidiaries | - | - | (569) | (780) |
| Net cash from (used in) investing activities | 8,970 | (29,579) | (71,128) | (21,944) |
| Cash flows from financing activities: | | | | |
| (Decrease) Increase in short-term bank loans | (11) | 16 | (908) | (2,901) |
| Decrease in long-term bank loan | (4) | - | (11) | - |
| Proceeds from issue of shares | 15,247 | 11,811 | 28,420 | 53,340 |
| Net cash from financing activities | 15,232 | 11,827 | 27,501 | 50,439 |
| Net effect of exchange rate changes in consolidating subsidiaries | (4,109) | 7,348 | (12,705) | 13,887 |
| Net increase (decrease) in cash and cash equivalents | 65,356 | 36,604 | (33,305) | (2,080) |
| Cash and cash equivalents at beginning of period | 457,894 | 570,923 | 556,555 | 609,607 |
| Cash and cash equivalents at end of period | 523,250 | 607,527 | 523,250 | 607,527 |
| Cash and cash equivalents at end of period include the following: | | | | |
| Cash and bank balances | 524,114 | 607,529 | 524,114 | 607,529 |
| Bank overdrafts | (864) | (2) | (864) | (2) |
| | 523,250 | 607,527 | 523,250 | 607,527 |

1.(d)(i) Statement of changes in equity for the period ended 30 September 2005 and 2006

| | Issued capital S\$'000 | Share premium S\$'000 | Share options reserve S\$'000 | Investments revaluation reserve S\$'000 | Currency translation reserves S\$'000 | Reserve on consolidation S\$'000 | Accumulated profits S\$'000 | Total S\$'000 | Minority interests S\$'000 | Total equity S\$'000 |
|--|------------------------------|-----------------------------|--|--|--|---|-----------------------------------|------------------|----------------------------------|----------------------------|
| The Group | | | | | | | | | | |
| Balance at 1 January 2005 As previously stated | 65,895 | 501,751 | 18,017 | - | (33,647) | 51 | 1,018,198 | 1,570,265 | 2,246 | 1,572,511 |
| Effect of adoption of FRS 39 | - | - | - | (1,665) | - | - | (31,881) | (33,546) | - | (33,546) |
| As restated | 65,895 | 501,751 | 18,017 | (1,665) | (33,647) | 51 | 986,317 | 1,536,719 | 2,246 | 1,538,965 |
| Currency translation differences | - | - | - | - | (2,620) | - | - | (2,620) | 8 | (2,612) |
| Profit for the period | - | - | - | - | - | - | 44,805 | 44,805 | 87 | 44,892 |
| Recognition of share-based payments | - | - | 3,603 | - | - | - | - | 3,603 | - | 3,603 |
| Net fair value changes in available-for-sale investments | - | - | - | (1,738) | - | - | - | (1,738) | - | (1,738) |
| Released on disposal of available-for-sale investments | - | - | - | (1,718) | - | - | - | (1,718) | - | (1,718) |
| Acquisition of shareholdings from minority shareholders | - | - | - | - | - | - | - | - | (780) | (780) |
| Issue of shares | 203 | 8,884 | - | - | - | - | - | 9,087 | - | 9,087 |
| Balance at 31 March 2005 | 66,098 | 510,635 | 21,620 | (5,121) | (36,267) | 51 | 1,031,122 | 1,588,138 | 1,561 | 1,589,699 |
| Currency translation differences | - | - | - | - | 12,529 | - | - | 12,529 | 46 | 12,575 |
| Share options lapsed | - | - | (1,500) | - | - | - | 1,500 | - | - | - |
| Net fair value changes in available-for-sale investments | - | - | - | (6,163) | - | - | - | (6,163) | - | (6,163) |
| Released on disposal of available-for-sale investments | - | - | - | 550 | - | - | - | 550 | - | 550 |
| Profit for the period | - | - | - | - | - | - | 50,040 | 50,040 | 55 | 50,095 |
| First and final tax exempt dividend and bonus tax exempt dividend paid in respect of the previous financial year | - | - | - | - | - | - | (133,973) | (133,973) | - | (133,973) |
| Issue of shares | 977 | 31,465 | - | - | - | - | - | 32,442 | - | 32,442 |
| Balance at 30 June 2005 | 67,075 | 542,100 | 20,120 | (10,734) | (23,738) | 51 | 948,689 | 1,543,563 | 1,662 | 1,545,225 |
| Currency translation differences | - | - | - | - | 9,686 | - | - | 9,686 | 76 | 9,762 |
| Net fair value changes on available-for-sale investments | - | - | - | (2,419) | - | - | - | (2,419) | - | (2,419) |
| Released on disposal of available-for-sale investments | - | - | - | 287 | - | - | - | 287 | - | 287 |
| Net profit for the period | - | - | - | - | - | - | 51,522 | 51,522 | 92 | 51,614 |
| Issue of shares | 279 | 11,532 | - | - | - | - | - | 11,811 | - | 11,811 |
| Balance at 30 September 2005 | 67,354 | 553,632 | 20,120 | (12,866) | (14,052) | 51 | 1,000,211 | 1,614,450 | 1,830 | 1,616,280 |

1.(d)(i) Statement of changes in equity for the period ended 30 September 2005 and 2006

| | Issued capital S\$'000 | Share premium S\$'000 | Share options reserve S\$'000 | Investments revaluation reserve S\$'000 | Currency translation reserves S\$'000 | Reserve on consolidation S\$'000 | Accumulated profits S\$'000 | Total S\$'000 | Minority interests S\$'000 | Total equity S\$'000 |
|--|---------------------------|--------------------------|----------------------------------|--|--|-------------------------------------|--------------------------------|------------------|-------------------------------|-------------------------|
| Balance at 1 January 2006 | 67,368 | 554,145 | 21,299 | (16,103) | (19,042) | 51 | 1,055,471 | 1,663,189 | 7,595 | 1,670,784 |
| Adjustment arising from abolition of par value of shares | 554,145 | (554,145) | - | - | - | - | - | - | - | - |
| | 621,513 | - | 21,299 | (16,103) | (19,042) | 51 | 1,055,471 | 1,663,189 | 7,595 | 1,670,784 |
| Currency translation differences | - | - | - | - | (9,007) | - | - | (9,007) | (182) | (9,189) |
| Profit for the period | - | - | - | - | - | - | 49,363 | 49,363 | 380 | 49,743 |
| Recognition of share-based payments | - | - | 1,635 | - | - | - | - | 1,635 | - | 1,635 |
| Net fair value changes in available-for-sale investments | - | - | - | (1,074) | - | - | - | (1,074) | - | (1,074) |
| Acquisition of shareholdings from minority shareholders | - | - | - | - | - | - | - | - | (105) | (105) |
| Issue of shares | 887 | - | - | - | - | - | - | 887 | - | 887 |
| Balance at 31 March 2006 | 622,400 | - | 22,934 | (17,177) | (28,049) | 51 | 1,104,834 | 1,704,993 | 7,688 | 1,712,681 |
| Currency translation differences | - | - | - | - | (5,291) | - | - | (5,291) | (149) | (5,440) |
| Recognition of share-based payments | - | - | 1,315 | - | - | - | - | 1,315 | - | 1,315 |
| Share options lapsed | - | - | (1,900) | - | - | - | 1,900 | - | - | - |
| Share of an associate's share options reserve | - | - | 532 | - | - | - | (229) | 303 | - | 303 |
| Net fair value changes in available-for-sale investments | - | - | - | (2,160) | - | - | - | (2,160) | - | (2,160) |
| Released on disposal of available-for-sale investments | - | - | - | (5) | - | - | - | (5) | - | (5) |
| Profit for the period | - | - | - | - | - | - | 52,555 | 52,555 | 697 | 53,252 |
| First and final tax exempt dividend and bonus tax exempt dividend paid in respect of the previous financial year | - | - | - | - | - | - | (135,354) | (135,354) | - | (135,354) |
| Issue of shares | 12,286 | - | - | - | - | - | - | 12,286 | - | 12,286 |
| Balance at 30 June 2006 | 634,686 | - | 22,881 | (19,342) | (33,340) | 51 | 1,023,706 | 1,628,642 | 8,236 | 1,636,878 |
| Currency translation differences | - | - | - | - | (5,584) | - | - | (5,584) | (27) | (5,611) |
| Recognition of share-based payments | - | - | 901 | - | - | - | - | 901 | - | 901 |
| Share options lapsed | - | - | (327) | - | - | - | 327 | - | - | - |
| Net fair value changes on available-for-sale investments | - | - | - | 4,763 | - | - | - | 4,763 | - | 4,763 |
| Released on disposal of available-for-sale investments | - | - | - | 20 | - | - | - | 20 | - | 20 |
| Net profit for the period | - | - | - | - | - | - | 58,966 | 58,966 | 540 | 59,506 |
| Issue of shares | 15,247 | - | - | - | - | - | - | 15,247 | - | 15,247 |
| Balance at 30 September 2006 | 649,933 | - | 23,455 | (14,559) | (38,924) | 51 | 1,082,999 | 1,702,955 | 8,749 | 1,711,704 |

1.(d)(i) **Statement of changes in equity for the period ended 30 September 2005 and 2006**

| | Issued capital S\$'000 | Share premium S\$'000 | Share options reserve S\$'000 | Investments revaluation reserve S\$'000 | Accumulated profits S\$'000 | Total equity S\$'000 |
|--|---------------------------------------|--------------------------------------|--|--|--|-------------------------------------|
| The Company | | | | | | |
| Balance at 1 January 2005 | 65,895 | 501,751 | 18,017 | - | 455,315 | 1,040,978 |
| Effect of adoption of FRS 39 | - | - | - | 1,426 | (31,881) | (30,455) |
| As restated | 65,895 | 501,751 | 18,017 | 1,426 | 423,434 | 1,010,523 |
| Profit for the period | - | - | - | - | 15,716 | 15,716 |
| Recognition of share-based payments | - | - | 3,603 | - | - | 3,603 |
| Net fair value changes in available-for-sale investments | - | - | - | (1,325) | - | (1,325) |
| Issue of shares | 203 | 8,884 | - | - | - | 9,087 |
| Balance at 31 March 2005 | 66,098 | 510,635 | 21,620 | 101 | 439,150 | 1,037,604 |
| Share options lapsed | - | - | (1,500) | - | 1,500 | - |
| Net fair value changes in available-for-sale investments | - | - | - | (7,149) | - | (7,149) |
| Released on disposal of available-for-sale investments | - | - | - | 636 | - | 636 |
| Profit for the period | - | - | - | - | 24,394 | 24,394 |
| First and final tax exempt dividend and bonus tax exempt dividend paid in respect of the previous financial year | - | - | - | - | (133,973) | (133,973) |
| Issue of shares | 977 | 31,465 | - | - | - | 32,442 |
| Balance at 30 June 2005 | 67,075 | 542,100 | 20,120 | (6,412) | 331,071 | 953,954 |
| Net fair value changes on available-for-sale investments | - | - | - | (2,727) | - | (2,727) |
| Released on disposal of available-for-sale investments | - | - | - | 291 | - | 291 |
| Net profit for the period | - | - | - | - | 25,967 | 25,967 |
| Issue of shares | 279 | 11,532 | - | - | - | 11,811 |
| Balance at 30 September 2005 | 67,354 | 553,632 | 20,120 | (8,848) | 357,038 | 989,296 |

1.(d)(i) **Statement of changes in equity for the period ended 30 September 2005 and 2006**

| | Issued capital S\$'000 | Share premium S\$'000 | Share options reserve S\$'000 | Investments revaluation reserve S\$'000 | Accumulated profits S\$'000 | Total equity S\$'000 |
|--|-----------------------------------|----------------------------------|--|--|--|---------------------------------|
| Balance at 1 January 2006 | 67,368 | 554,145 | 21,299 | (10,881) | 358,888 | 990,819 |
| Adjustment arising from abolition of par value of shares | 554,145 | (554,145) | - | - | - | - |
| | 621,513 | - | 21,299 | (10,881) | 358,888 | 990,819 |
| Profit for the period | - | - | - | - | 31,297 | 31,297 |
| Recognition of share-based payments | - | - | 1,635 | - | - | 1,635 |
| Net fair value changes in available-for-sale investments | - | - | - | (2,705) | - | (2,705) |
| Issue of shares | 887 | - | - | - | - | 887 |
| Balance at 31 March 2006 | 622,400 | - | 22,934 | (13,586) | 390,185 | 1,021,933 |
| Share options lapsed | - | - | (1,900) | - | 1,900 | - |
| Recognition of share-based payments | - | - | 1,315 | - | - | 1,315 |
| Net fair value changes in available-for-sale investments | - | - | - | (477) | - | (477) |
| Released on disposal of available-for-sale investments | - | - | - | (5) | - | (5) |
| Profit for the period | - | - | - | - | 25,158 | 25,158 |
| First and final tax exempt dividend and bonus tax exempt dividend paid in respect of the previous financial year | - | - | - | - | (135,354) | (135,354) |
| Issue of shares | 12,286 | - | - | - | - | 12,286 |
| Balance at 30 June 2006 | 634,686 | - | 22,349 | (14,068) | 281,889 | 924,856 |
| Recognition of share-based payments | - | - | 901 | - | - | 901 |
| Share options lapsed | - | - | (327) | - | 327 | - |
| Net fair value changes on available-for-sale investments | - | - | - | 4,041 | - | 4,041 |
| Released on disposal of available-for-sale investments | - | - | - | - | - | - |
| Net profit for the period | - | - | - | - | 25,918 | 25,918 |
| Issue of shares | 15,247 | - | - | - | - | 15,247 |
| Balance at 30 September 2006 | 649,933 | - | 22,923 | (10,027) | 308,134 | 970,963 |

1.(d)(ii) **Details of any changes in the Company's issued share capital**

Venture Manufacturing (Singapore) Ltd Executives' Share Option Scheme ("The 1993 Scheme")

Since the end of the previous financial quarter, 1,894,000 ordinary shares were issued to holders of options who exercised 1,894,000 of their options under the 1993 Scheme. As at 30 September 2006, there were 7,665,000 unissued shares of the Company under options in the 1993 Scheme (30 September 2005: 13,492,000).

Since the end of the previous financial year, 1,474,000 options to take up ordinary shares (30 September 2005: 599,000) in the capital of the Company under the 1993 Scheme lapsed.

Venture Corporation Executives' Share Option Scheme ("The 2004 Scheme")

Since the end of the previous financial year, 2,816,000 options were granted to 3 directors and 990 employees of the Group at the following subscription prices payable during different exercise periods in accordance with the New Scheme which was adopted by the Company during an Extraordinary General Meeting held on 28 April 2004.

| <u>Exercise period</u> | <u>Exercise price</u> |
|--|-----------------------|
| 15 September 2007 to 14 September 2008 | S\$14.275 |
| 15 September 2008 to 14 September 2009 | S\$12.562 |
| 15 September 2009 to 14 September 2010 | S\$11.991 |
| 15 September 2010 to 14 September 2011 | S\$11.420 |

The options are exercisable during the period commencing twelve (12) months from the date of offer and expiring at the end of five (5) years from the date of offer.

Since the end of the previous financial quarter, no ordinary shares were issued to holders of options under the 2004 Scheme. As at 30 September 2006, there were 2,050,000 unissued shares of the Company under options in the 2004 Scheme (30 September 2005: Nil).

Since the end of the previous financial year, 230,000 options to take up ordinary shares (30 September 2005: Nil) in the capital of the Company under the 2004 Scheme lapsed.

Share Capital

| | 30.09.2006 | 31.12.2005 | 30.09.2006 | 31.12.2005 |
|-------------------------------------|---------------------------|--------------------|----------------|---------------|
| | Number of ordinary shares | | S\$'000 | |
| Issued and paid-up capital: | | | | |
| At beginning of year | 269,473,577 | 263,580,577 | 67,368 | 65,895 |
| Transfer from share premium account | - | - | 554,145 | - |
| Issue of shares | 3,188,000 | 5,893,000 | 28,420 | 1,473 |
| At end of period | <u>272,661,577</u> | <u>269,473,577</u> | <u>649,933</u> | <u>67,368</u> |

As a result of the Companies (Amendment) Act 2005, the concept of authorised share capital and par value has been abolished. Any amount standing to the credit of share premium account has been transferred to the Company's share capital account in the current year.

2. **Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice**

These figures have not been audited or reviewed.

3. **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter)**

Not applicable.

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied**

The Group has adopted the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements for the year ended 31 December 2005 as well as all the applicable Financial Reporting Standards (FRS) which became effective for financial years beginning on or after 1 January 2006.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change**

The adoption of the new/revised FRS does not have a material financial impact on the Group and the Company.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

| | 9 months ended 30.09.2006 | 9 months ended 30.09.2005 |
|--|--|---------------------------------|
| (a) Based on the weighted average number of ordinary shares on issue (cents) | 59.5 | 54.8 |
| (b) On a fully diluted basis (cents) (detailing any adjustments made to the earnings) | 59.3 | 54.3 |

7. **Net asset value per ordinary share**

Net asset value per ordinary share based on issued share capital at the end of the financial period reported on (cents)

| Group | | Company | |
|-------------------|------------|-------------------|------------|
| 30.09.2006 | 31.12.2005 | 30.09.2006 | 31.12.2005 |
| 624.6 | 617.2 | 356.1 | 367.7 |

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

The Group reported revenue of S\$2.3b for the nine months ended 30 September 2006. This was 3.3% lower than the S\$2.4b recorded in the corresponding period last year. Higher demand for test & measurement equipment, power rectifiers / systems, medical products and laser systems resulted in a 33% revenue growth for this segment. The printing & imaging segment recorded a 26% rise in revenue with the Group engaging in more activities involving new technological platforms. Revenue for the networking & communication, and the computer peripherals & data storage product segments declined 29% and 26% respectively.

The Group's profit after tax improved 11% to S\$163m compared to the previous corresponding period. Contributing to an overall improvement in profit margin were the Group's shift in product mix towards higher value-added businesses as well as its improved productivity. Foreign exchange loss incurred over the nine-month period was S\$26.2m while fair value gain on derivative financial instruments amounted to S\$20.0m.

With the expiry of Pioneer Status for the Company on 31 July 2006, the Company provided for income tax in full with effect from 1 August 2006. As a result, income tax expense was higher at S\$6.4m compared to S\$4.6m in the corresponding period in 2005. The Company is in the process of negotiating with the Economic Development Board ("EDB") for new tax incentives.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results**

Not applicable.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

Going forward, the Group expects prospects for its test & measurement / other product segment to continue its positive momentum with increased demand for existing products and the addition of new products in 2007. Outlook for the printing & imaging product segment remains stable with increased activities in areas involving higher technological content. The computer peripherals & data storage, and the networking & communication businesses are expected to see some softness in the near-term with improvements expected to come about in 2007.

The Company had on 26 July 2006 announced the proposed acquisition of the entire issued share capital of GES International Limited ("GES") at S\$1.25 per share. The transaction, which was approved by the shareholders on 20 October 2006, is expected to be completed in the fourth quarter of 2006, after Court approval for the Scheme of Arrangement is obtained by GES.

11. **Dividend**

(a) Current Financial Period Reported On

| | |
|--------------------------------------|------------|
| Name of Dividend | Nil |
| Dividend Type | Nil |
| Dividend Amount per Share (in cents) | Nil |
| Dividend Rate | Nil |
| Par value of shares | Nil |
| Tax Rate | Nil |

(b) Corresponding Period of the Immediately Preceding Financial Year

| | |
|--------------------------------------|-----|
| Name of Dividend | Nil |
| Dividend Type | Nil |
| Dividend Amount per Share (in cents) | Nil |
| Dividend Rate | Nil |
| Par value of shares | Nil |
| Tax Rate | Nil |

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. **If no dividend has been declared (recommended), a statement to that effect.**

No dividend for the period ended 30 September 2006 is recommended or declared.

BY ORDER OF THE BOARD

Yvonne Choo
Company Secretary
3 November 2006

VENTURE CORPORATION LIMITED
Company Registration Number 198402886H

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(4) OF THE LISTING MANUAL

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the third quarter ended 30 September 2006 to be false or misleading.

On behalf of the Board of Directors

(Signed)
Wong Ngit Liong
Director

(Signed)
Cecil Vivian Richard Wong
Director

3 November 2006