

VENTURE CORPORATION LIMITED

Full Year Financial Statements And Dividend Announcement

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

Fourth quarter and year-to-date financial statements on consolidated results for the period ended December 31, 2017. These figures have not been audited or reviewed.

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

	Group			Group		
	3 months ended 31.12.2017 S\$'000	3 months ended 31.12.2016 S\$'000	% increase/ (decrease)	12 months ended 31.12.2017 S\$'000	12 months ended 31.12.2016 S\$'000	% increase/ (decrease)
<b>Revenue</b>	1,086,480	854,581	27.1	4,004,539	2,874,219	39.3
Other income (Note 1)	11,699	1,412	n.m.	13,618	2,886	n.m.
Changes in finished goods, work in progress and raw materials used (Note 2)	(793,518)	(643,264)	23.4	(3,039,127)	(2,172,305)	39.9
Employee benefits expense	(87,039)	(74,066)	17.5	(346,066)	(285,001)	21.4
Depreciation and amortisation expense (Note 3)	(8,465)	(13,586)	(37.7)	(31,056)	(45,111)	(31.2)
Research and development expense (Note 4)	(23,142)	(12,524)	84.8	(49,909)	(36,912)	35.2
Foreign currency exchange gain (loss)	1,185	3,900	(69.6)	(4)	6,108	n.m.
Other operating expenses (Note 5)	(20,409)	(53,228)	(61.7)	(112,708)	(133,147)	(15.4)
Investment revenue	1,338	861	55.4	3,801	3,059	24.3
Finance costs (interest expense on bank loans)	(167)	(216)	(22.7)	(1,012)	(895)	13.1
Share of profit of associates	-	1,238	n.m.	1,671	2,962	(43.6)
<b>Profit before tax</b>	<b>167,962</b>	<b>65,108</b>	<b>158.0</b>	<b>443,747</b>	<b>215,863</b>	<b>105.6</b>
Income tax expense	(25,031)	(11,110)	125.3	(71,048)	(35,173)	102.0
<b>Profit for the period</b>	<b>142,931</b>	<b>53,998</b>	<b>164.7</b>	<b>372,699</b>	<b>180,690</b>	<b>106.3</b>
<b>Other comprehensive income (loss):</b>						
<b>- Items may be reclassified subsequently to profit or loss</b>						
Exchange differences on translation of foreign operations	(13,387)	51,629	n.m.	(76,176)	7,446	n.m.
Translation loss (gain) reclassified to profit or loss on disposal / loss of significant influence on an associate	-	-	n.m.	-	(2,108)	n.m.
Fair value gain on available-for-sale investments	771	239	n.m.	1,827	183	n.m.
Fair value (loss) gain on cash flow hedge	(8)	64	n.m.	(12)	(27)	(55.6)
<b>Total comprehensive income for the period</b>	<b>130,307</b>	<b>105,930</b>	<b>23.0</b>	<b>298,338</b>	<b>186,184</b>	<b>60.2</b>
<b>Profit attributable to:</b>						
Owners of the Company	<b>142,986</b>	<b>54,050</b>	<b>164.5</b>	<b>372,819</b>	<b>180,678</b>	<b>106.3</b>
Non-controlling interests	(55)	(52)	5.8	(120)	12	n.m.
	<b>142,931</b>	<b>53,998</b>	<b>164.7</b>	<b>372,699</b>	<b>180,690</b>	<b>106.3</b>
<b>Total comprehensive income attributable to:</b>						
Owners of the Company	130,375	105,977	23.0	298,443	186,349	60.2
Non-controlling interests	(68)	(47)	44.7	(105)	(165)	(36.4)
	<b>130,307</b>	<b>105,930</b>	<b>23.0</b>	<b>298,338</b>	<b>186,184</b>	<b>60.2</b>

**Note 1**

The increase in Other income mainly arose from a S\$11.3 million gain on disposal of an investment in associate, as disclosed in 1(a)(ii).

**Note 2**

The increase in Changes in finished goods, work in progress and raw materials used was in tandem with the higher revenue and Allowance for Inventories as disclosed in 1.(a)(ii).

**Note 3**

Amortisation charge for 4Q FY2017 and FY2017 decreased by \$5.7 million and \$19.1 million respectively as the carrying value of intangible asset for customer relationships was fully amortised in FY2016.

**Note 4**

Research and development (R&D) expense which comprised prototyping tooling, materials and its related services was higher in Q4 2017 driven by increased customers' requirements. R&D manpower costs are separately recorded under Employee benefits expense.

**Note 5**

Other operating expenses decreased mainly due to non-recurring charges in 2016 as disclosed in 1(a)(ii) and astute cost management in 4Q 2017.

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

	Group			Group		
	3 months ended 31.12.2017 S\$'000	3 months ended 31.12.2016 S\$'000	% increase/ (decrease)	12 months ended 31.12.2017 S\$'000	12 months ended 31.12.2016 S\$'000	% increase/ (decrease)
(Underprovision) Overprovision of tax in respect of prior years	(849)	37	n.m.	(666)	84	n.m.
Allowance for doubtful trade receivables	-	(3,517)	n.m.	(6,059)	(7,315)	(17.2)
Loss on disposal of property, plant and equipment, net	(78)	(276)	(71.7)	(120)	(384)	(68.8)
(Allowance) reversal for Inventories (Note 6)	(6,287)	541	n.m.	(19,572)	(4,190)	n.m.
Gain on disposal of investment in associate (Note 7)	11,348	-	n.m.	11,348	-	n.m.
Impairment loss on available-for-sale investments (Note 8)	-	(5,910)	n.m.	-	(5,910)	n.m.
Legal settlement cost (Note 9)	-	(22,623)	n.m.	-	(26,308)	n.m.

**Note 6**

The increase in Allowance for inventories was mainly due to provision made for aged inventory based on net realisable value and estimates on forecasted usage.

**Note 7**

Gain on disposal of investment in associate arose from the disposal of the Group's investment in Fischer Tech Ltd which was completed in Nov 2017.

**Note 8**

Impairment loss on available-for-sale investment was made in 2016 in relation to an investment in unquoted equity shares held by the group.

**Note 9**

A non-recurring charge was made in 2016 in relation to a settlement arising from dispute with a customer. Both parties have reached agreement to a full and final settlement on a confidential basis and release and discharge of all claims which the parties have against each other without any admissions or concessions of liability.

Note:

n.m. - not meaningful

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

	Group		Company	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and bank balances	752,447	499,736	186,372	212,760
Trade receivables	765,748	712,994	10,865	227,389
Other receivables and prepayments	58,326	38,270	1,108	12,532
Inventories	699,630	622,988	49,866	47,726
Trade receivables due from subsidiaries	-	-	74,742	15,962
Other receivables due from subsidiaries	-	-	17,611	17,959
Income tax recoverable	5	5	-	-
<b>Total current assets</b>	<b>2,276,156</b>	<b>1,873,993</b>	<b>340,564</b>	<b>534,328</b>
<b>Non-current assets:</b>				
Investments in subsidiaries	-	-	1,227,849	1,227,849
Investments in associates	787	20,253	-	-
Available-for-sale investments	25,087	8,088	8,929	5,241
Other receivables	730	4,231	-	-
Property, plant and equipment	197,860	203,152	39,444	39,170
Intangible assets	209	1,283	-	913
Goodwill	639,708	639,708	-	-
Deferred tax assets	3,668	7,814	-	-
<b>Total non-current assets</b>	<b>868,049</b>	<b>884,529</b>	<b>1,276,222</b>	<b>1,273,173</b>
<b>Total assets</b>	<b>3,144,205</b>	<b>2,758,522</b>	<b>1,616,786</b>	<b>1,807,501</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Bank loans	30,828	92,641	28,035	77,139
Trade payables	591,254	490,936	46,849	53,060
Other payables and accrued expenses	318,298	192,376	40,417	63,045
Trade payables due to subsidiaries	-	-	2,911	126,109
Other payables due to subsidiaries	-	-	21,209	21,223
Income tax payable	34,043	18,234	2,130	3,520
<b>Total current liabilities</b>	<b>974,423</b>	<b>794,187</b>	<b>141,551</b>	<b>344,096</b>
<b>Non-current liabilities:</b>				
Deferred tax liabilities	1,718	1,801	-	-
<b>Total non-current liabilities</b>	<b>1,718</b>	<b>1,801</b>	<b>-</b>	<b>-</b>
<b>Capital and reserves:</b>				
Share capital	761,706	713,686	761,706	713,686
Treasury shares	(1,879)	(2,569)	(1,879)	(2,569)
Share-based awards reserve	3,524	5,063	3,524	4,379
Investments revaluation and hedging reserve	1,836	21	1,876	21
Translation reserve	(220,573)	(144,382)	-	-
Other reserves	3,292	3,066	(247)	-
Accumulated profits	1,617,844	1,385,230	710,255	747,888
<b>Equity attributable to owners of the Company</b>	<b>2,165,750</b>	<b>1,960,115</b>	<b>1,475,235</b>	<b>1,463,405</b>
Non-controlling interests	2,314	2,419	-	-
<b>Total equity</b>	<b>2,168,064</b>	<b>1,962,534</b>	<b>1,475,235</b>	<b>1,463,405</b>
<b>Total liabilities and equity</b>	<b>3,144,205</b>	<b>2,758,522</b>	<b>1,616,786</b>	<b>1,807,501</b>

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

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

Group				Company			
As at 31.12.2017		As at 31.12.2016		As at 31.12.2017		As at 31.12.2016	
Secured	Unsecured	Secured	Unsecured	Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
-	30,828	26,883	65,758	-	28,035	26,883	50,256

(b) Amount repayable after one year  
Not applicable.

(c) Details of any collateral  
The secured bank loan was secured by pledged bank deposits.

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	3 months ended	12 months ended	12 months ended
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Operating activities:</b>				
Profit before Taxation	167,962	65,108	443,747	215,863
Adjustments for:				
Share of profit of associates	-	(1,238)	(1,671)	(2,962)
Allowance (Reversal) for Inventories	6,287	(541)	19,572	4,190
Depreciation expense	7,518	7,552	29,987	26,223
Allowance for doubtful trade receivables	-	3,517	6,059	7,315
Amortisation of intangible assets	507	6,175	1,069	20,183
Interest income	(1,338)	(861)	(3,801)	(3,059)
Dividend income	(162)	(55)	(384)	(233)
Interest expense	167	216	1,012	895
Share-based payments expense	490	376	1,696	1,235
Impairment loss on available-for-sales investment	-	5,910	-	5,910
Loss on disposal of plant and equipment, net	78	276	120	384
Translation loss (gain) reclassified to profit or loss on disposal / loss of significant influence on an associate	-	-	-	(2,108)
Gain on disposal of investment in associates	(11,348)	-	(11,348)	-
<b>Operating profit before working capital changes</b>	<b>170,161</b>	<b>86,435</b>	<b>486,058</b>	<b>273,836</b>
Trade receivables	32,813	(136,902)	(97,387)	(141,208)
Other receivables and prepayments	16,008	2,583	(20,282)	1,518
Inventories	(8,455)	21,532	(139,637)	(62,184)
Trade payables	(32,750)	47,023	131,939	130,014
Other payables and accrued expenses	13,473	37,415	139,165	63,699
<b>Cash generated from operations</b>	<b>191,250</b>	<b>58,086</b>	<b>499,856</b>	<b>265,675</b>
Interest paid	(167)	(216)	(1,012)	(895)
Income tax paid	(18,620)	(9,942)	(50,316)	(33,468)
<b>Net cash from operating activities</b>	<b>172,463</b>	<b>47,928</b>	<b>448,528</b>	<b>231,312</b>
<b>Investing activities:</b>				
Interest received	2,894	313	4,967	1,799
Dividend received from associates	-	314	1,078	1,047
Dividend received from other equity investments	162	18	384	160
Purchase of property, plant and equipment	(10,692)	(7,196)	(36,966)	(33,506)
Proceeds on disposal of plant and equipment	58	30	243	101
Proceeds on disposal of investment in associates	31,609	-	31,609	-
Purchase of available-for-sale investments	(13,473)	-	(15,293)	-
<b>Net cash from (used in) investing activities</b>	<b>10,558</b>	<b>(6,521)</b>	<b>(13,978)</b>	<b>(30,399)</b>
<b>Financing activities:</b>				
Dividend paid	-	-	(140,728)	(138,403)
Refund of unclaimed dividends	5	-	13	26
Repayment of bank loans (Note 10)	(33,365)	(8,415)	(98,000)	(48,485)
Proceeds from new bank loans (Note 10)	-	5,435	41,695	6,512
Proceeds from issue of shares	10,772	8,940	46,211	18,171
Purchase of treasury shares	-	-	-	(488)
Bank balances pledged as securities for bank facilities	24,492	-	24,492	-
<b>Net cash from (used in) financing activities</b>	<b>1,904</b>	<b>5,960</b>	<b>(126,317)</b>	<b>(162,667)</b>
Net increase in cash and cash equivalents	184,925	47,367	308,233	38,246
Cash and cash equivalents at beginning of period	574,914	403,151	474,728	433,154
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies	(7,392)	24,210	(30,514)	3,328
<b>Cash and cash equivalents at end of period</b>	<b>752,447</b>	<b>474,728</b>	<b>752,447</b>	<b>474,728</b>
<b>Cash and cash equivalents comprise:</b>				
Cash	449,653	312,118	449,653	312,118
Fixed deposits	302,794	187,618	302,794	187,618
	752,447	499,736	752,447	499,736
Less: Pledged bank deposits	-	(25,008)	-	(25,008)
<b>Cash and cash equivalents on the consolidated cash flow statement</b>	<b>752,447</b>	<b>474,728</b>	<b>752,447</b>	<b>474,728</b>

**Note 10:** Reconciliation of liabilities arising from financing activities between cash and non-cash changes

	31.12.2017	Cash Flows	Non-cash changes	31.12.2016
	S\$'000	S\$'000	Foreign exchange movement S\$'000	S\$'000
<b>Bank loans</b>	30,828	(56,305)	(5,508)	92,641

1.(d)(i) Statement of changes in equity for the period ended December 31, 2016

	Share capital S\$'000	Treasury shares S\$'000	Share-based awards reserve S\$'000	Investments revaluation & Hedging reserve S\$'000	Translation reserve S\$'000	Other reserves S\$'000	Accumulated profits S\$'000	Equity attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
<b>The Group</b>										
<b>Balance at January 1, 2016</b>	693,333	(2,081)	6,375	(135)	(149,897)	2,415	1,343,215	1,893,225	2,584	1,895,809
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	35,839	35,839	9	35,848
Other comprehensive loss for the period	-	-	-	(222)	(43,060)	-	-	(43,282)	(102)	(43,384)
Total	-	-	-	(222)	(43,060)	-	35,839	(7,443)	(93)	(7,536)
Transactions with owners, recognised directly in equity										
Issue of shares	1,209	-	(143)	-	-	-	-	1,066	-	1,066
Appropriation to reserve fund	-	-	-	-	-	668	(668)	-	-	-
Share options lapsed	-	-	(54)	-	-	-	54	-	-	-
Recognition of share-based payments	-	-	121	-	-	-	-	121	-	121
Total	1,209	-	(76)	-	-	668	(614)	1,187	-	1,187
<b>Balance at March 31, 2016</b>	694,542	(2,081)	6,299	(357)	(192,957)	3,083	1,378,440	1,886,969	2,491	1,889,460
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	43,391	43,391	16	43,407
Other comprehensive loss for the period	-	-	-	(20)	(11,605)	-	-	(11,625)	(58)	(11,683)
Total	-	-	-	(20)	(11,605)	-	43,391	31,766	(42)	31,724
Transactions with owners, recognised directly in equity										
Issue of shares	2,255	-	(252)	-	-	-	-	2,003	-	2,003
Purchase of treasury shares	-	(240)	-	-	-	-	-	(240)	-	(240)
Final tax exempt dividend paid in respect of the previous financial year	-	-	-	-	-	-	(138,403)	(138,403)	-	(138,403)
Share options lapsed	-	-	(45)	-	-	-	45	-	-	-
Recognition of share-based payments	-	-	251	-	-	-	-	251	-	251
Share of associate's reserves	-	-	-	-	-	(17)	17	-	-	-
Refund of unclaimed dividends	-	-	-	-	-	-	26	26	-	26
Total	2,255	(240)	(46)	-	-	(17)	(138,315)	(136,363)	-	(136,363)
<b>Balance at June 30, 2016</b>	696,797	(2,321)	6,253	(377)	(204,562)	3,066	1,283,516	1,782,372	2,449	1,784,821
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	47,398	47,398	39	47,437
Other comprehensive loss for the period	-	-	-	95	8,556	-	-	8,651	(22)	8,629
Total	-	-	-	95	8,556	-	47,398	56,049	17	56,066
Transactions with owners, recognised directly in equity										
Issue of shares	6,678	-	(516)	-	-	-	-	6,162	-	6,162
Purchase of treasury shares	-	(248)	-	-	-	-	-	(248)	-	(248)
Share options lapsed	-	-	(253)	-	-	-	253	-	-	-
Recognition of share-based payments	-	-	487	-	-	-	-	487	-	487
Total	6,678	(248)	(282)	-	-	-	253	6,401	-	6,401
<b>Balance at September 30, 2016</b>	703,475	(2,569)	5,971	(282)	(196,006)	3,066	1,331,167	1,844,822	2,466	1,847,288
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	54,050	54,050	(52)	53,998
Other comprehensive gain for the period	-	-	-	303	51,624	-	-	51,927	5	51,932
Total	-	-	-	303	51,624	-	54,050	105,977	(47)	105,930
Transactions with owners, recognised directly in equity										
Issue of shares	10,211	-	(1,271)	-	-	-	-	8,940	-	8,940
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	-
Share options lapsed	-	-	(13)	-	-	-	13	-	-	-
Recognition of share-based payments	-	-	376	-	-	-	-	376	-	376
Total	10,211	-	(908)	-	-	-	13	9,316	-	9,316
<b>Balance at December 31, 2016</b>	713,686	(2,569)	5,063	21	(144,382)	3,066	1,385,230	1,960,115	2,419	1,962,534

1.(d)(i) Statement of changes in equity for the period ended December 31, 2017

	Share capital S\$'000	Treasury shares S\$'000	Share-based awards reserve S\$'000	Investments revaluation & Hedging reserve S\$'000	Translation reserve S\$'000	Other reserves S\$'000	Accumulated profits S\$'000	Equity attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
<b>The Group</b>										
<b>Balance at January 1, 2017</b>	713,686	(2,569)	5,063	21	(144,382)	3,066	1,385,230	1,960,115	2,419	1,962,534
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	48,596	48,596	(18)	48,578
Other comprehensive gain (loss) for the period	-	-	-	585	(29,087)	-	-	(28,502)	(40)	(28,542)
Total	-	-	-	585	(29,087)	-	48,596	20,094	(58)	20,036
Transactions with owners, recognised directly in equity										
Issue of shares	9,382	-	(529)	-	-	-	-	8,853	-	8,853
Appropriation to reserve fund	-	-	-	-	-	473	(473)	-	-	-
Share options lapsed	-	-	(290)	-	-	-	290	-	-	-
Recognition of share-based payments	-	-	354	-	-	-	-	354	-	354
Refund of unclaimed dividends	-	-	-	-	-	-	8	8	-	8
Total	9,382	-	(465)	-	-	473	(175)	9,215	-	9,215
<b>Balance at March 31, 2017</b>	723,068	(2,569)	4,598	606	(173,469)	3,539	1,433,651	1,989,424	2,361	1,991,785
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	69,839	69,839	(17)	69,822
Other comprehensive gain (loss) for the period	-	-	-	421	(14,899)	-	-	(14,478)	-	(14,478)
Total	-	-	-	421	(14,899)	-	69,839	55,361	(17)	55,344
Transactions with owners, recognised directly in equity										
Issue of shares	15,879	-	(562)	-	-	-	-	15,317	-	15,317
Treasury shares reissued pursuant to equity compensation plans	-	690	(443)	-	-	(247)	-	-	-	-
Final tax exempt dividend paid in respect of the previous financial year	-	-	-	-	-	-	(140,728)	(140,728)	-	(140,728)
Share options lapsed	-	-	(8)	-	-	-	8	-	-	-
Recognition of share-based payments	-	-	358	-	-	-	-	358	-	358
Total	15,879	690	(655)	-	-	(247)	(140,720)	(125,053)	-	(125,053)
<b>Balance at June 30, 2017</b>	738,947	(1,879)	3,943	1,027	(188,368)	3,292	1,362,770	1,919,732	2,344	1,922,076
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	111,398	111,398	(30)	111,368
Other comprehensive gain (loss) for the period	-	-	-	46	(18,831)	-	-	(18,785)	68	(18,717)
Total	-	-	-	46	(18,831)	-	111,398	92,613	38	92,651
Transactions with owners, recognised directly in equity										
Issue of shares	11,635	-	(366)	-	-	-	-	11,269	-	11,269
Share options lapsed	-	-	(1)	-	-	-	1	-	-	-
Recognition of share-based payments	-	-	494	-	-	-	-	494	-	494
Total	11,635	-	127	-	-	-	1	11,763	-	11,763
<b>Balance at September 30, 2017</b>	750,582	(1,879)	4,070	1,073	(207,199)	3,292	1,474,169	2,024,108	2,382	2,026,490
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	142,986	142,986	(55)	142,931
Other comprehensive gain (loss) for the period	-	-	-	763	(13,374)	-	-	(12,611)	(13)	(12,624)
Total	-	-	-	763	(13,374)	-	142,986	130,375	(68)	130,307
Transactions with owners, recognised directly in equity										
Issue of shares	11,124	-	(352)	-	-	-	-	10,772	-	10,772
Share options lapsed	-	-	(684)	-	-	-	684	-	-	-
Recognition of share-based payments	-	-	490	-	-	-	-	490	-	490
Refund of unclaimed dividends	-	-	-	-	-	-	5	5	-	5
Total	11,124	-	(546)	-	-	-	689	11,267	-	11,267
<b>Balance at December 31, 2017</b>	761,706	(1,879)	3,524	1,836	(220,573)	3,292	1,617,844	2,165,750	2,314	2,168,064

1.(d)(i) Statement of changes in equity for the period ended December 31, 2016

	Share capital S\$'000	Treasury shares S\$'000	Share- based awards reserve S\$'000	Investments revaluation & Hedging reserve S\$'000	Accumulated profits S\$'000	Total equity S\$'000
<b>The Company</b>						
<b>Balance at January 1, 2016</b>	693,333	(2,081)	5,691	(135)	715,464	1,412,272
Total comprehensive income for the period						
Profit for the period	-	-	-	-	21,626	21,626
Other comprehensive loss for the period	-	-	-	(222)	-	(222)
Total	-	-	-	(222)	21,626	21,404
Transactions with owners, recognised directly in equity						
Issue of shares	1,209	-	(143)	-	-	1,066
Share options lapsed	-	-	(54)	-	54	-
Recognition of share-based payments	-	-	121	-	-	121
Total	1,209	-	(76)	-	54	1,187
<b>Balance at March 31, 2016</b>	694,542	(2,081)	5,615	(357)	737,144	1,434,863
Total comprehensive income for the period						
Profit for the period	-	-	-	-	75,395	75,395
Other comprehensive loss for the period	-	-	-	(20)	-	(20)
Total	-	-	-	(20)	75,395	75,375
Transactions with owners, recognised directly in equity						
Issue of shares	2,255	-	(252)	-	-	2,003
Purchase of treasury shares	-	(240)	-	-	-	(240)
Final tax exempt dividend paid in respect of the previous financial year	-	-	-	-	(138,403)	(138,403)
Share options lapsed	-	-	(45)	-	45	-
Recognition of share-based payments	-	-	251	-	-	251
Total	2,255	(240)	(46)	-	(138,358)	(136,389)
<b>Balance at June 30, 2016</b>	696,797	(2,321)	5,569	(377)	674,181	1,373,849
Total comprehensive income for the period						
Profit for the period	-	-	-	-	40,576	40,576
Other comprehensive loss for the period	-	-	-	95	-	95
Total	-	-	-	95	40,576	40,671
Transactions with owners, recognised directly in equity						
Issue of shares	6,678	-	(516)	-	-	6,162
Purchase of treasury shares	-	(248)	-	-	-	(248)
Share options lapsed	-	-	(253)	-	253	-
Recognition of share-based payments	-	-	487	-	-	487
Total	6,678	(248)	(282)	-	253	6,401
<b>Balance at September 30, 2016</b>	703,475	(2,569)	5,287	(282)	715,010	1,420,921
Total comprehensive income for the period						
Profit for the period	-	-	-	-	32,865	32,865
Other comprehensive loss for the period	-	-	-	303	-	303
Total	-	-	-	303	32,865	33,168
Transactions with owners, recognised directly in equity						
Issue of shares	10,211	-	(1,271)	-	-	8,940
Purchase of treasury shares	-	-	-	-	-	-
Share options lapsed	-	-	(13)	-	13	-
Recognition of share-based payments	-	-	376	-	-	376
Total	10,211	-	(908)	-	13	9,316
<b>Balance at December 31, 2016</b>	713,686	(2,569)	4,379	21	747,888	1,463,405

1.(d)(i) Statement of changes in equity for the period ended December 31, 2017

	Share capital S\$'000	Treasury shares S\$'000	Share-based awards reserve S\$'000	Investments revaluation & Hedging reserve S\$'000	Other reserves S\$'000	Accumulated profits S\$'000	Total equity S\$'000
<b>The Company</b>							
<b>Balance at January 1, 2017</b>	713,686	(2,569)	4,379	21	-	747,888	1,463,405
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	5,265	5,265
Other comprehensive income for the period	-	-	-	585	-	-	585
<b>Total</b>	-	-	-	585	-	5,265	5,850
Transactions with owners, recognised directly in equity							
Issue of shares	9,382	-	(529)	-	-	-	8,853
Share options lapsed	-	-	(290)	-	-	290	-
Recognition of share-based payments	-	-	354	-	-	-	354
Refund of unclaimed dividends	-	-	-	-	-	8	8
<b>Total</b>	9,382	-	(465)	-	-	298	9,215
<b>Balance at March 31, 2017</b>	723,068	(2,569)	3,914	606	-	753,451	1,478,470
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	5,459	5,459
Other comprehensive income for the period	-	-	-	421	-	-	421
<b>Total</b>	-	-	-	421	-	5,459	5,880
Transactions with owners, recognised directly in equity							
Issue of shares	15,879	-	(562)	-	-	-	15,317
Treasury shares reissued pursuant to equity compensation plans	-	690	(443)	-	(247)	-	-
Final tax exempt dividend paid in respect of the previous financial year	-	-	-	-	-	(140,728)	(140,728)
Share options lapsed	-	-	(8)	-	-	8	-
Recognition of share-based payments	-	-	358	-	-	-	358
<b>Total</b>	15,879	690	(655)	-	(247)	(140,720)	(125,053)
<b>Balance at June 30, 2017</b>	738,947	(1,879)	3,259	1,027	(247)	618,190	1,359,297
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	4,841	4,841
Other comprehensive income for the period	-	-	-	46	-	-	46
<b>Total</b>	-	-	-	46	-	4,841	4,887
Transactions with owners, recognised directly in equity							
Issue of shares	11,635	-	(366)	-	-	-	11,269
Share options lapsed	-	-	(1)	-	-	1	-
Recognition of share-based payments	-	-	494	-	-	-	494
<b>Total</b>	11,635	-	127	-	-	1	11,763
<b>Balance at September 30, 2017</b>	750,582	(1,879)	3,386	1,073	(247)	623,032	1,375,947
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	87,218	87,218
Other comprehensive income for the period	-	-	-	803	-	-	803
<b>Total</b>	-	-	-	803	-	87,218	88,021
Transactions with owners, recognised directly in equity							
Issue of shares	11,124	-	(352)	-	-	-	10,772
Recognition of share-based payments	-	-	490	-	-	-	490
Refund of unclaimed dividends	-	-	-	-	-	5	5
<b>Total</b>	11,124	-	138	-	-	5	11,267
<b>Balance at December 31, 2017</b>	761,706	(1,879)	3,524	1,876	(247)	710,255	1,475,235



1.(d)(ii) **Share capital and treasury shares**

As at December 31, 2017, the total number of ordinary shares in issue was 284,872,577 (December 31, 2016: 279,119,577), of which 245,000 were treasury shares (December 31, 2016: 335,000).

The Company did not purchase any ordinary shares during Q4 2017 (Q4 2016: Nil).

Ordinary shares purchased by the Company are held as treasury shares which can, in accordance with the Companies Act, be sold for cash, transferred for the purposes of or pursuant to an employee's share-based scheme; transferred as consideration for the acquisition of shares in or assets of another company or assets of a person; or cancelled.

Except as disclosed below, there were no other sales, transfers, cancellation and/or use of treasury shares during the period.

	<b>No. of ordinary shares in issue</b>	<b>S\$'000</b>
As at January 1, 2017	279,119,577	713,686
Add: No. of share options exercised in Q1 2017	1,098,000	9,382
As at March 31, 2017	<u>280,217,577</u>	<u>723,068</u>
Add: No. of share options exercised in Q2 2017	2,002,000	15,879
As at June 30, 2017	<u>282,219,577</u>	<u>738,947</u>
Add: No. of share options exercised in Q3 2017	1,347,000	11,635
As at September 30, 2017	<u>283,566,577</u>	<u>750,582</u>
Add: No. of share options exercised in Q4 2017	1,306,000	11,124
As at December 31, 2017	<u><u>284,872,577</u></u>	<u><u>761,706</u></u>

	<b>No. of treasury shares</b>	<b>S\$'000</b>
As at January 1, 2017 and March 31, 2017	335,000	2,569
Less: Treasury shares transferred pursuant to restricted share plan in Q2 2017	(90,000)	(690)
As at June 30, 2017, September 30, 2017 and December 31, 2017	<u>245,000</u>	<u>1,879</u>

	<b>As at 31.12.2017</b>	<b>As at 31.12.2016</b>
% of treasury shares against the total ordinary shares in issue	<u>0.1%</u>	<u>0.1%</u>

	<b>No. of shares</b>	<b>S\$'000</b>
Issued shares excluding treasury shares as at January 1, 2017	<u>278,784,577</u>	<u>711,117</u>
Issued shares excluding treasury shares as at March 31, 2017	<u>279,882,577</u>	<u>720,499</u>
Issued shares excluding treasury shares as at June 30, 2017	<u>281,974,577</u>	<u>737,068</u>
Issued shares excluding treasury shares as at September 30, 2017	<u>283,321,577</u>	<u>748,703</u>
Issued shares excluding treasury shares as at December 31, 2017	<u><u>284,627,577</u></u>	<u><u>759,827</u></u>

1.(d)(iii) **Share-based awards**

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

Since the end of the previous financial quarter, 892,000 options (Q4 2016: 1,118,000) were exercised and Nil options (Q4 2016: 28,000) have lapsed.

As at December 31, 2017, there were 1,078,000 unissued shares of the Company under options in the 2004 Scheme (December 31, 2016: 5,749,000).

Venture Corporation Executives' Share Option Scheme ("The 2015 Scheme")

Since the end of the previous financial quarter, 414,000 options (Q4 2016: 4,000) were exercised and 3,000 options (Q4 2016: 17,000) have lapsed.

As at December 31, 2017, there were 6,199,000 unissued shares of the Company under options in the 2015 Scheme. (December 31, 2016: 4,782,000).

Venture Corporation Restricted Share Plan ("RSP")

The RSP has a 5-year vesting period and is subject to the rules of the RSP.

As at December 31, 2017 the number of RSP shares stood at 960,000 (December 31, 2016: 850,000).

	<b>No. of RSP shares awarded</b>	<b>Lapsed shares</b>	<b>No. of RSP shares net of lapsed shares</b>
May 2013 Award	120,000	(60,000)	60,000
May 2014 Award	120,000	(20,000)	100,000
May 2015 Award	270,000	(20,000)	250,000
June 2016 Award	280,000	(20,000)	260,000
June 2017 Award	290,000	-	290,000
	<u>1,080,000</u>	<u>(120,000)</u>	<u>960,000</u>

1.(d)(iv) **Subsidiary holdings**

There were no holdings in Venture Corporation Limited by any subsidiary as at the end of the current financial period reported on.

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 December 31, 2016.

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**

There are no changes in accounting policies and methods of computation.

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**

(a) Based on the weighted average number of ordinary shares on issue (cents)

(b) On a fully diluted basis (cents)  
(detailing any adjustments made to the earnings)

	3 months ended 31.12.2017	3 months ended 31.12.2016	12 months ended 31.12.2017	12 months ended 31.12.2016
(a)	50.6	19.5	132.2	65.2
(b)	49.5	19.3	130.0	64.8

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

Net asset value per ordinary share based on the total number of issued shares excluding treasury shares at the end of the financial period reported on (cents)

	Group		Company	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
	760.9	703.1	518.3	524.9

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.

**PERFORMANCE REVIEW**

For the financial year ended 31 December 2017, the Group registered record revenue of S\$4.0 billion, an increase of 39.3% year-on-year. For the three months ended 31 December 2017, the Group registered revenue of S\$1.1 billion, an improvement of 27.1% year-on-year. The financial year 2017 marked a year of excellent execution of customers' programmes across the Group's diversified customer base and further deepening of complementary and collaborative partnerships.

For the twelve months ended 31 December 2017, the Group recorded profit before tax (PBT) of S\$443.7 million, an increase of 105.6% year-on-year. For the quarter ended 31 December 2017, the Group recorded a net profit of S\$168.0 million, an increase of 158.0% year-on-year. The improvement in profitability was driven by revenue growth, higher value creation through Engineering Design and Development and Operational Excellence across several technology domains. During the quarter, the Group recorded a gain of S\$11.3 million arising from disposal of an investment in associate. In line with the higher PBT, the Group reported income tax expense of S\$71.0 million for the full year of 2017 and S\$25.0 million for the reported quarter.

Net profit (profit attributable to owners of the Company) rose 106.3% year-on-year to S\$372.8 million for FY2017 and 164.5% year-on-year to S\$143.0 million for the reported quarter. This translates to net margin of 9.3% for the twelve months ended 31 December 2017 (FY 2016: 6.3%) and 13.2% for the reported quarter (4Q 2016: 6.3%).

Diluted Earnings Per Share was 130.0 cents for FY 2017 (FY 2016: 64.8 cents) and 49.5 cents for the reported quarter (4Q 2016: 19.3 cents).

**FINANCIAL POSITION AND CASHFLOW**

For the financial year ended 31 December 2017, the Group generated cash from operations of S\$499.9 million (FY 2016: S\$265.7 million). For the quarter ended 31 December 2017, Cash generated from operations amounted to S\$191.3 million (4Q 2016: S\$58.1 million). Compared to FY 2016, The Group registered an increase in working capital position arising from higher balances in trade receivables and inventories, partially offset by an increase in trade payables.

As at 31 December 2017, Group's total assets increased 14.0% year-on-year to S\$3.1 billion (FY 2016: S\$2.8 billion), mainly attributable to a higher cash and bank balances of S\$752.4 million as at 31 December 2017 (FY 2016: S\$499.7 million). As at the end of the reported quarter, the Group remained net cash positive at S\$721.6 million (FY 2016: S\$407.1 million).

As at 31 December 2017, shareholders' funds grew to S\$2.2 billion (FY 2016: S\$2.0 billion) and Net Asset Value per share was S\$7.61 (S\$7.03 as at 31 December 2016).

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**

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.

11. **Dividend**

**(a) Current Financial Period Reported On**

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	60 cents per ordinary share*
Tax Rate	Exempt

\*subject to shareholders' approval at the forthcoming AGM

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	50 cents per ordinary share
Tax Rate	Exempt
Payment Date	May 25, 2017

**(c) Date payable**

31 May 2018

**(d) Books closure date**

5pm on 21 May 2018

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

No applicable

13. **If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not sought a general mandate from shareholders for Interested Person Transactions.

14. **Please disclose a confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1).**

The Group has procured undertakings from all its directors and executive officers

15. Segmental revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

**Segmental Results**

**a) By Reportable Segments**

	Electronic Services Provider	Retail Store Solution & Industrial	Components Technology	Eliminations	Group
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>2017</b>					
Revenue:					
External Sales	3,068,508	799,725	136,306	-	4,004,539
Inter-segment Sales	22,724	26,422	145,121	(194,267)	-
Total revenue	3,091,232	826,147	281,427	(194,267)	4,004,539
Results:					
Segment results	337,306	57,950	32,683	-	427,939
Investment revenue					3,801
Finance costs					(1,012)
Share of profit of associates					1,671
Gain on disposal of associates					11,348
Profit before income tax					443,747
Income tax					(71,048)
Profit for the year					372,699

	Electronic Services Provider	Retail Store Solution & Industrial	Components Technology	Eliminations	Group
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>2016</b>					
Revenue:					
External Sales	2,041,056	719,425	113,738	-	2,874,219
Inter-segment Sales	22,240	2,824	64,713	(89,777)	-
Total revenue	2,063,296	722,249	178,451	(89,777)	2,874,219
Results:					
Segment results	148,713	45,389	16,635	-	210,737
Investment revenue					3,059
Finance costs					(895)
Share of profit of associates					2,962
Profit before income tax					215,863
Income tax					(35,173)
Profit for the year					180,690

**b) By Product Segments**

	2017 S\$'000	2016 S\$'000
<u>Revenue</u>		
Printing and Imaging	154,801	180,033
Networking and Communications	596,781	533,331
Retail Store Solutions and Industrial	799,725	719,425
Computer Peripherals & Data Storage	165,036	197,126
Test & Measurement/Medical & Life Science/Others	2,288,196	1,244,304
	<u>4,004,539</u>	<u>2,874,219</u>

**c) By Geographical Segments**

	2017 S\$'000	2016 S\$'000
<u>Revenue</u>		
Singapore	779,868	581,600
Asia-Pacific (excluding Singapore)	2,982,652	2,117,883
Others	242,019	174,736
	<u>4,004,539</u>	<u>2,874,219</u>

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business and geographical segments

Please refer to item 8

17. A breakdown of sales as follows:-

	Group		
	Year Ended 31.12.2017 S\$'000	Year Ended 31.12.2016 S\$'000	% Increase
(a) Revenue reported for first half year	1,856,201	1,313,986	41.3%
(b) Operating profit after income tax before deducting non-controlling interests reported for first half year	118,400	79,255	49.4%
(c) Revenue reported for second half year	2,148,338	1,560,233	37.7%
(d) Operating profit after tax before deducting non-controlling interests reported for second half year	254,299	101,435	150.7%

18. A breakdown of the annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	Latest Full Year (Proposed) S\$'000	Previous Full Year (Paid) S\$'000
Ordinary dividend for 2016	-	140,728
Proposed final ordinary dividend for 2017*	170,777	-
	<u>170,777</u>	<u>140,728</u>

\*Based on 284,627,577 issued shares excluding treasury shares as at December 31, 2017

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the prescribed format. If there are no such persons, the issuer must make an appropriate negative statement.

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company confirms that there is no person occupying a managerial position in the Company who is related to a director, chief executive officer or substantial shareholder of the Company.

**BY ORDER OF THE BOARD**

Angeline Khoo Cheng Nee  
Company Secretary  
February 28, 2018