



**SUCCESS TRANSFORMER CORPORATION BERHAD**  
(Company No. 636939-W)

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED INCOME STATEMENTS**  
**FOR THE 2ND QUARTER ENDED 30 JUNE 2007**

	<b>2nd QUARTER ENDED</b>		<b>SIX MONTHS ENDED</b>	
	<b>30-JUN-07</b>	<b>30-JUN-06</b>	<b>30-JUN-07</b>	<b>30-JUN-06</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	<u>39,638</u>	<u>22,488</u>	<u>65,402</u>	<u>39,447</u>
Operating profit	8,916	4,977	13,236	8,126
Interest expense	(286)	(25)	(419)	(46)
Interest income	92	31	149	80
Profit before tax	<u>8,722</u>	<u>4,983</u>	<u>12,966</u>	<u>8,160</u>
Income tax expense	(2,889)	(1,335)	(3,755)	(2,176)
Profit for the period	<u>5,833</u>	<u>3,648</u>	<u>9,211</u>	<u>5,984</u>
Attributable to:				
Equity holders of the parent	5,001	3,620	8,122	5,945
Minority interest (MI)	<u>832</u>	<u>28</u>	<u>1,089</u>	<u>39</u>
	<u>5,833</u>	<u>3,648</u>	<u>9,211</u>	<u>5,984</u>
Earnings per share attributable to equity holders of the parent (sen)	4.24	3.23	6.89	5.31

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SUCCESS TRANSFORMER CORPORATION BERHAD  
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CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE 2ND QUARTER ENDED 30 JUNE 2007

	30-Jun-07 RM'000	Audited 30-Jun-06 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	12,966	8,160
Adjustments for:		
Non-cash items	1,087	912
Non-operating items	76	(34)
Operating profit before changes in working capital	14,129	9,038
Changes in working capital:		
Inventories	(5,794)	(6,422)
Trade and other receivables	(3,507)	(4,155)
Trade and other payables	8,908	3,060
Cash generated from operating activities	13,736	1,521
Tax paid	(2,460)	(1,354)
Interest paid / ( received )	(76)	34
<b>Net cash from operating activities</b>	<b>11,200</b>	<b>201</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(1,641)	(810)
Proceeds from disposal of quoted share	-	24
Net cash outflow from acquisition of subsidiary	(5,292)	-
Net cash inflow from acquisition of subsidiary	17	-
<b>Net cash used in investing activities</b>	<b>(6,916)</b>	<b>(786)</b>
<b>Cash flows from financing activities</b>		
Net increase in fixed deposit pledged	(290)	(3)
Repayment of bank borrowings and hire purchase payables	(7,103)	(219)
Net movement in trade bills	(35)	-
Proceeds from bank borrowings	11,180	350
Share issue expenses paid	(279)	-
Dividend paid	(3,000)	-
Proceeds from issuance of share	5,067	-
<b>Net cash from financing activities</b>	<b>5,540</b>	<b>128</b>
Net increase / (decrease) in cash and cash equivalents	9,824	(457)
Cash and cash equivalents at beginning of financial period	6,781	8,517
Cash and cash equivalents at end of financial period	<b>16,605</b>	<b>8,060</b>
<b>Cash and cash equivalents at end of period comprise:</b>		
Cash & bank balances	3,791	2,190
Deposits with licensed banks	14,357	6,070
	18,148	8,260
Less : Non-cash & cash equivalent -Fixed deposit pledge for banking facilities	(1,543)	(200)
	<b>16,605</b>	<b>8,060</b>

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SUCCESS TRANSFORMER CORPORATION BERHAD  
(Company No. 636939-W)

CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONSOLIDATED BALANCE SHEETS AS AT 30 JUNE 2007

	30-Jun-07 RM'000	Audited 31-Dec-06 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	39,553	27,456
Investment property	460	460
Other investment	2	2
Goodwill on consolidation	4,821	-
Prepaid lease payments	5,512	5,286
Deferred tax assets	60	49
	<u>50,408</u>	<u>33,253</u>
<b>Current assets</b>		
Inventories	42,144	21,477
Trade receivables	40,349	25,467
Other receivables	1,576	2,613
Cash and bank balances	18,148	6,985
	<u>102,217</u>	<u>56,542</u>
<b>TOTAL ASSETS</b>	<b><u>152,625</u></b>	<b><u>89,795</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	60,000	56,000
Reserves	21,022	15,112
	<u>81,022</u>	<u>71,112</u>
<b>Minority interest</b>	8,267	542
<b>Total equity</b>	<u>89,289</u>	<u>71,654</u>
<b>Non-current liabilities</b>		
Long term borrowings	3,370	893
Deferred tax liabilities	2,449	2,004
	<u>5,819</u>	<u>2,897</u>
<b>Current liabilities</b>		
Trade payables	20,670	5,213
Other payables	16,645	5,974
Short term borrowings	18,617	3,720
Current tax payable	1,585	337
	<u>57,517</u>	<u>15,244</u>
<b>TOTAL LIABILITIES</b>	63,336	18,141
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>152,625</u></b>	<b><u>89,795</u></b>
Net Assets per share attributable to ordinary equity holders of the parent (RM)*	<u>0.69</u>	<u>0.63</u>

\* Minority interests are excluded from the computation of the net assets per STC Share.

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**SUCCESS TRANSFORMER CORPORATION BERHAD**  
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**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 2ND QUARTER ENDED 30 JUNE 2007**

	┌ Attributable to Equity Holders of the Parent ─┐					
	Share Capital RM'000	Non- Distributable		Total RM'000	Minority Interest RM'000	Total Equity RM'000
		Share Premium RM'000	Retained Profit RM'000			
At 1 January 2007	56,000	34	15,078	71,112	542	71,654
Net profit for the period	-	-	8,122	8,122	1,089	9,211
Arising from acquisition of subsidiary company	-	-	-	-	6,636	6,636
Issuance of shares	4,000	1,067	-	5,067	-	5,067
Dividend paid	-	-	(3,000)	(3,000)	-	(3,000)
Expenses recognised to equity - share issue expenses	-	(279)	-	(279)	-	(279)
At 30 June 2007	<u>60,000</u>	<u>822</u>	<u>20,200</u>	<u>81,022</u>	<u>8,267</u>	<u>89,289</u>
At 1 January 2006	40,000	34	19,008	59,042	464	59,506
Net profit for the financial year	-	-	12,070	12,070	78	12,148
Bonus Issue	16,000	-	(16,000)	-	-	-
At 31 Dec 2006	<u>56,000</u>	<u>34</u>	<u>15,078</u>	<u>71,112</u>	<u>542</u>	<u>71,654</u>

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