



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

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED INCOME STATEMENTS**  
**FOR THE 4TH QUARTER ENDED 31 DECEMBER 2007**

	<b>4th QUARTER ENDED</b>		<b>TWELVE MONTHS ENDED</b>	
	<b>31-DEC-07</b>	<b>31-DEC-06</b>	<b>31-DEC-07</b>	<b>31-DEC-06</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	<u>44,175</u>	<u>21,451</u>	<u>146,096</u>	<u>80,998</u>
Operating profit	8,044	3,869	28,047	15,409
Interest expense	(278)	(25)	(1,003)	(89)
Interest income	54	39	287	226
Profit before tax	<u>7,820</u>	<u>3,883</u>	<u>27,331</u>	<u>15,546</u>
Income tax expense	(1,555)	(221)	(6,788)	(3,398)
Profit for the period	<u>6,265</u>	<u>3,662</u>	<u>20,543</u>	<u>12,148</u>
Attributable to:				
Equity holders of the parent	5,405	3,666	17,910	12,070
Minority interest (MI)	<u>860</u>	<u>(4)</u>	<u>2,633</u>	<u>78</u>
	<u>6,265</u>	<u>3,662</u>	<u>20,543</u>	<u>12,148</u>
Earnings per share attributable to equity holders of the parent (sen)	4.54	3.27	15.05	10.78

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SUCCESS TRANSFORMER CORPORATION BERHAD  
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CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2007

	31-Dec-07 RM'000	31-Dec-06 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	27,331	15,546
Adjustments for:		
Non-cash items	3,811	2,002
Non-operating items	76	(133)
Operating profit before changes in working capital	31,218	17,415
Changes in working capital:		
Inventories	(3,253)	(7,185)
Trade and other receivables	(11,784)	(4,800)
Trade and other payables	734	871
Cash generated from operating activities	16,915	6,301
Tax paid	(6,283)	(2,783)
Interest paid / ( received )	(76)	133
<b>Net cash from / (used in) operating activities</b>	<b>10,556</b>	<b>3,651</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment (PPE)	(5,663)	(8,970)
Prepaid lease payment	(190)	-
Proceeds from disposal of PPE	27	-
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>(11,101)</b>	<b>(8,946)</b>
<b>Cash flows from financing activities</b>		
Net increase in fixed deposit pledged	(308)	(6)
Repayment of bank borrowings and hire purchase payables	(9,919)	(85)
Net movement in trade bills	380	(100)
Proceeds from bank borrowings	12,432	3,750
Share issue expenses paid	(279)	-
Dividend paid	(3,000)	-
Proceeds from issuance of share	5,067	-
<b>Net cash from financing activities</b>	<b>4,373</b>	<b>3,559</b>
Net increase / (decrease) in cash and cash equivalents	3,828	(1,736)
Cash and cash equivalents at beginning of financial period	6,781	8,517
Cash and cash equivalents at end of financial period	<b>10,609</b>	<b>6,781</b>
<b>Cash and cash equivalents at end of period comprise:</b>		
Cash & bank balances	8,392	2,680
Deposits with licensed banks	3,779	4,305
	12,171	6,985
Less : Non-cash & cash equivalent		
-Fixed deposit pledge for banking facilities	(1,562)	(204)
	<b>10,609</b>	<b>6,781</b>

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

CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONSOLIDATED BALANCE SHEETS AS AT 31 DECEMBER 2007

	31-Dec-07 RM'000	Audited 31-Dec-06 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	41,864	27,456
Investment property	838	460
Other investment	2	2
Goodwill on consolidation	4,821	-
Prepaid lease payments	5,413	5,286
Deferred tax assets	56	49
	52,994	33,253
<b>Current assets</b>		
Inventories	38,472	21,477
Trade receivables	48,964	25,467
Other receivables	1,240	2,613
Cash and bank balances	12,171	6,985
	100,847	56,542
<b>TOTAL ASSETS</b>	<b>153,841</b>	<b>89,795</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	60,000	56,000
Reserves	30,810	15,112
	90,810	71,112
<b>Minority interest</b>	9,811	542
<b>Total equity</b>	100,621	71,654
<b>Non-current liabilities</b>		
Long term borrowings	3,812	893
Deferred tax liabilities	2,703	2,004
	6,515	2,897
<b>Current liabilities</b>		
Trade payables	15,801	5,213
Other payables	13,340	5,974
Short term borrowings	17,026	3,720
Current tax payable	538	337
	46,705	15,244
<b>TOTAL LIABILITIES</b>	53,220	18,141
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>153,841</b>	<b>89,795</b>
Net Assets per share attributable to ordinary equity holders of the parent (RM)*	0.76	0.63

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

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

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 4TH QUARTER ENDED 31 DECEMBER 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	-	-	17,910	17,910	2,633	20,543
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 31 December 2007	<u>60,000</u>	<u>822</u>	<u>29,988</u>	<u>90,810</u>	<u>9,811</u>	<u>100,621</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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