



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

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED INCOME STATEMENTS
FOR THE 2ND QUARTER ENDED 30 JUNE 2008

	2nd QUARTER ENDED		SIX MONTHS ENDED	
	30-JUN-08	30-JUN-07	30-JUN-08	30-JUN-07
	RM'000	RM'000	RM'000	RM'000
Revenue	<u>48,651</u>	<u>39,638</u>	<u>91,297</u>	<u>65,402</u>
Operating profit	9,543	8,916	17,424	13,236
Interest expense	(318)	(286)	(572)	(419)
Interest income	43	92	94	149
Profit before tax	<u>9,268</u>	<u>8,722</u>	<u>16,946</u>	<u>12,966</u>
Income tax expense	(2,364)	(2,889)	(4,245)	(3,755)
Profit for the period	<u>6,904</u>	<u>5,833</u>	<u>12,701</u>	<u>9,211</u>
Attributable to:				
Equity holders of the parent	6,584	5,001	11,684	8,122
Minority interest (MI)	<u>320</u>	<u>832</u>	<u>1,017</u>	<u>1,089</u>
	<u>6,904</u>	<u>5,833</u>	<u>12,701</u>	<u>9,211</u>
Earnings per share attributable to equity holders of the parent (sen)	5.49	4.24	9.74	6.89

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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 2008

	30-Jun-08 RM'000	30-Jun-07 RM'000
Cash flows from operating activities		
Profit before tax	16,946	12,966
Adjustments for:		
Non-cash items	2,819	1,087
Non-operating items	478	76
Operating profit before changes in working capital	20,243	14,129
Changes in working capital:		
Inventories	1,242	(5,794)
Trade and other receivables	(7,364)	(3,507)
Trade and other payables	4,857	8,908
Cash generated from operating activities	18,978	13,736
Tax paid	(3,866)	(2,460)
Interest paid / (received)	(478)	(76)
Net cash from operating activities	14,634	11,200
Cash flows from investing activities		
Purchase of property, plant and equipment (PPE)	(2,796)	(1,641)
Proceeds from disposal of PPE	101	-
Net cash outflow from acquisition of subsidiary	(21,867)	(5,292)
Net cash inflow from acquisition of subsidiary	-	17
Net cash used in investing activities	(24,562)	(6,916)
Cash flows from financing activities		
Net increase in fixed deposit pledged	(34)	(290)
Repayment of bank borrowings and hire purchase payables	(3,819)	(7,103)
Net movement in trade bills	(3,526)	(35)
Proceeds from bank borrowings	15,300	11,180
Share issue expenses paid	-	(279)
Dividend paid	-	(3,000)
Proceeds from issuance of share	-	5,067
Net cash from financing activities	7,921	5,540
Net decrease / (increase) in cash and cash equivalents	(2,007)	9,824
Cash and cash equivalents at beginning of financial period	10,608	6,781
Cash and cash equivalents at end of financial period	8,601	16,605
Cash and cash equivalents at end of period comprise:		
Cash & bank balances	6,235	3,791
Deposits with licensed banks	3,963	14,357
	10,198	18,148
Less : Non-cash & cash equivalent		
-Fixed deposit pledge for banking facilities	(1,597)	(1,543)
	8,601	16,605

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SUCCESS TRANSFORMER CORPORATION BERHAD
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CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED BALANCE SHEETS AS AT 30 JUNE 2008

	30-Jun-08 RM'000	Audited 31-Dec-07 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	48,622	41,759
Investment property	1,170	910
Other investment	2	2
Goodwill on consolidation	11,717	4,844
Prepaid lease payments	5,381	5,413
Deferred tax assets	61	56
	66,953	52,984
Current assets		
Inventories	36,076	38,472
Trade receivables	56,806	48,963
Other receivables	1,019	1,541
Cash and bank balances	10,198	12,208
	104,099	101,184
TOTAL ASSETS	171,052	154,168
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	60,000	60,000
Reserves	38,938	30,854
	98,938	90,854
Minority interest	795	9,798
Total equity	99,733	100,652
Non-current liabilities		
Long term borrowings	3,926	3,781
Deferred tax liabilities	3,818	2,676
	7,744	6,457
Current liabilities		
Trade payables	22,075	15,801
Other payables	15,562	13,379
Short term borrowings	24,867	17,095
Current tax payable	1,071	784
	63,575	47,059
TOTAL LIABILITIES	71,319	53,516
TOTAL EQUITY AND LIABILITIES	171,052	154,168
Net Assets per share attributable to ordinary equity holders of the parent (RM)*	0.82	0.76

* 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 2ND QUARTER ENDED 30 JUNE 2008

	┌ 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 2008	60,000	822	30,032	90,854	9,798	100,652
Net profit for the period	-	-	11,684	11,684	1,017	12,701
Dividend	-	-	(3,600)	(3,600)	-	(3,600)
Effects of acquiring additional interest in subsidiary	-	-	-	-	(10,020)	(10,020)
At 30 June 2008	<u>60,000</u>	<u>822</u>	<u>38,116</u>	<u>98,938</u>	<u>795</u>	<u>99,733</u>
At 1 January 2007	56,000	34	15,077	71,111	542	71,653
Net profit for the financial year	-	-	17,955	17,955	2,635	20,590
Arising from acquisition of subsidiary company	-	-	-	-	6,621	6,621
Issue of new shares	4,000	1,067	-	5,067	-	5,067
Share issue expenses written off against share premium	-	(279)	-	(279)	-	(279)
Dividend paid	-	-	(3,000)	(3,000)	-	(3,000)
At 31 December 2007	<u>60,000</u>	<u>822</u>	<u>30,032</u>	<u>90,854</u>	<u>9,798</u>	<u>100,652</u>

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