



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

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED INCOME STATEMENTS**  
**FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2008**

	<b>3rd QUARTER ENDED</b>		<b>NINE MONTHS ENDED</b>	
	<b>30-SEP-08</b>	<b>30-SEP-07</b>	<b>30-SEP-08</b>	<b>30-SEP-07</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	<u>51,617</u>	<u>36,519</u>	<u>142,915</u>	<u>101,921</u>
Operating profit	9,824	6,768	26,768	20,003
Interest expense	(1,011)	(306)	(1,105)	(725)
Interest income	36	84	131	233
Profit before tax	<u>8,849</u>	<u>6,546</u>	<u>25,794</u>	<u>19,511</u>
Income tax expense	(2,030)	(1,479)	(6,275)	(5,233)
Profit for the period	<u>6,819</u>	<u>5,067</u>	<u>19,519</u>	<u>14,278</u>
Attributable to:				
Equity holders of the parent	6,688	4,383	18,372	12,505
Minority interest (MI)	<u>131</u>	<u>684</u>	<u>1,147</u>	<u>1,773</u>
	<u>6,819</u>	<u>5,067</u>	<u>19,519</u>	<u>14,278</u>
Earnings per share attributable to equity holders of the parent (sen)	5.57	3.69	15.31	10.54

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SUCCESS TRANSFORMER CORPORATION BERHAD  
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CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2008

	30-Sep-08 RM'000	30-Sep-07 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	25,794	19,511
Adjustments for:		
Non-cash items	5,113	1,991
Non-operating items	974	76
Operating profit before changes in working capital	31,881	21,578
Changes in working capital:		
Inventories	(4,828)	(5,773)
Trade and other receivables	(17,129)	(5,276)
Trade and other payables	10,710	(950)
Cash generated from operating activities	20,634	9,579
Tax paid	(5,540)	(4,012)
Interest paid / ( received )	(974)	(76)
<b>Net cash from operating activities</b>	<b>14,120</b>	<b>5,491</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment (PPE)	(5,104)	(3,595)
Proceeds from disposal of PPE	198	1
Net cash outflow from acquisition of subsidiary	(21,867)	(5,292)
Net cash inflow from acquisition of subsidiary	2,068	17
<b>Net cash used in investing activities</b>	<b>(24,705)</b>	<b>(8,869)</b>
<b>Cash flows from financing activities</b>		
Net increase in fixed deposit pledged	(43)	(300)
Repayment of bank borrowings and hire purchase payables	(5,199)	(8,430)
Net movement in trade bills	3,035	1,513
Proceeds from bank borrowings	17,100	11,180
Share issue expenses paid	-	(279)
Dividend paid	-	(3,000)
Proceeds from issuance of share	-	5,067
Purchase of own shares (at net)	(267)	-
<b>Net cash from financing activities</b>	<b>14,626</b>	<b>5,751</b>
Net increase in cash and cash equivalents	4,041	2,373
Effects of exchange rate changes	78	-
Cash and cash equivalents at beginning of financial period	10,608	6,781
Cash and cash equivalents at end of financial period	<b>14,727</b>	<b>9,154</b>
<b>Cash and cash equivalents at end of period comprise:</b>		
Cash & bank balances	10,709	6,145
Deposits with licensed banks	6,280	4,562
	16,989	10,707
Less: Bank overdraft	(656)	-
	16,333	10,707
Less : Non-cash & cash equivalent -Fixed deposit pledge for banking facilities	(1,606)	(1,553)
	<b>14,727</b>	<b>9,154</b>

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

CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONSOLIDATED BALANCE SHEETS AS AT 30 SEPTEMBER 2008

	30-Sep-08 RM'000	Audited 31-Dec-07 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	50,077	41,759
Prepaid lease payments	5,365	5,413
Investment property	1,170	910
Other investment	2	2
Goodwill on consolidation	11,717	4,844
Deferred tax assets	87	56
	68,418	52,984
<b>Current assets</b>		
Inventories	40,627	38,472
Trade receivables	66,740	48,963
Other receivables	849	1,541
Cash and bank balances	16,989	12,208
	125,205	101,184
<b>TOTAL ASSETS</b>	<b>193,623</b>	<b>154,168</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	60,000	60,000
Treasury shares	(267)	-
Reserve	45,704	30,854
<b>Equity attributable to equity holders of the parent</b>	105,437	90,854
<b>Minority interest</b>	2,994	9,798
<b>Total equity</b>	108,431	100,652
<b>Non-current liabilities</b>		
Long term borrowings	4,453	3,781
Deferred tax liabilities	3,892	2,676
	8,345	6,457
<b>Current liabilities</b>		
Trade payables	26,443	15,801
Other payables	17,047	13,379
Short term borrowings	31,978	17,095
Current tax payable	1,379	784
	76,847	47,059
<b>TOTAL LIABILITIES</b>	85,192	53,516
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>193,623</b>	<b>154,168</b>
Net Assets per share attributable to ordinary equity holders of the parent (RM)*	0.88	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 3RD QUARTER ENDED 30 SEPTEMBER 2008**

	Attributable to Equity Holders of the Parent					Total	Minority Interest	Total Equity
	Share Capital	Non distributable		Distributable				
		Share Premium	Foreign currency translation reserve	Retained Profit	Treasury shares			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2008	60,000	822	-	30,032	-	90,854	9,798	100,652
Net profit for the period	-	-	-	18,372	-	18,372	1,147	19,519
Currency translation differences in respect of foreign operation	-	-	78	-	-	78	-	78
Buy-back of shares	-	-	-	-	(267)	(267)	-	(267)
Dividend	-	-	-	(3,600)	-	(3,600)	-	(3,600)
Arising from acquisition of subsidiary company	-	-	-	-	-	-	2,069	2,069
Effects of acquiring additional interest in subsidiary	-	-	-	-	-	-	(10,020)	(10,020)
At 30 September 2008	<u>60,000</u>	<u>822</u>	<u>78</u>	<u>44,804</u>	<u>(267)</u>	<u>105,437</u>	<u>2,994</u>	<u>108,431</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>-</u>	<u>30,032</u>	<u>-</u>	<u>90,854</u>	<u>9,798</u>	<u>100,652</u>

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