



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

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED INCOME STATEMENTS
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2008

	4TH QUARTER ENDED		TWELVE MONTHS ENDED	
	31-DEC-08	31-DEC-07	31-DEC-08	31-DEC-07
	RM'000	RM'000	RM'000	RM'000
Revenue	<u>42,091</u>	<u>44,175</u>	<u>185,006</u>	<u>146,096</u>
Operating profit	6,642	8,044	33,410	28,047
Interest expense	(413)	(278)	(1,518)	(1,003)
Interest income	45	54	176	287
Profit before tax	<u>6,274</u>	<u>7,820</u>	<u>32,068</u>	<u>27,331</u>
Income tax expense	(648)	(1,555)	(6,922)	(6,788)
Profit for the period	<u>5,626</u>	<u>6,265</u>	<u>25,146</u>	<u>20,543</u>
Attributable to:				
Equity holders of the parent	5,429	5,405	23,802	17,910
Minority interest (MI)	<u>197</u>	<u>860</u>	<u>1,344</u>	<u>2,633</u>
	<u>5,626</u>	<u>6,265</u>	<u>25,146</u>	<u>20,543</u>
Earnings per share attributable to equity holders of the parent (sen)	4.53	4.54	19.86	15.05

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

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2008

	31-Dec-08 RM'000	31-Dec-07 RM'000
Cash flows from operating activities		
Profit before tax	32,068	27,331
Adjustments for:		
Non-cash items	3,347	3,811
Non-operating items	1,342	76
Operating profit before changes in working capital	36,757	31,218
Changes in working capital:		
Inventories	(4,398)	(3,253)
Trade and other receivables	(4,551)	(11,784)
Trade and other payables	7,080	734
Cash generated from operating activities	34,888	16,915
Tax paid	(6,710)	(6,283)
Interest paid / (received)	(1,342)	(76)
Net cash from operating activities	26,836	10,556
Cash flows from investing activities		
Purchase of property, plant and equipment (PPE)	(7,164)	(5,663)
Prepaid lease payment		(190)
Proceeds from disposal of PPE	244	27
Net cash outflow from acquisition of subsidiary	(21,867)	(5,292)
Net cash inflow from acquisition of subsidiary	2,068	17
Net cash used in investing activities	(26,719)	(11,101)
Cash flows from financing activities		
Net movement in fixed deposit pledged	(60)	(308)
Repayment of bank borrowings and hire purchase payables	(9,044)	(9,919)
Net movement in trade bills	3,079	380
Drawdown from bank borrowings	17,100	12,432
Payment of share issue expenses	-	(279)
Dividend paid	(3,600)	(3,000)
Proceeds from issuance of new shares	-	5,067
Purchase of own shares (at net)	(507)	-
Net cash from financing activities	6,968	4,373
Net increase in cash and cash equivalents	7,085	3,828
Effects of exchange rate changes	108	-
Cash and cash equivalents at beginning of financial period	10,608	6,781
Cash and cash equivalents at end of financial period	17,801	10,609
Cash and cash equivalents at end of period comprise:		
Cash & bank balances	17,126	8,392
Deposits with licensed banks	2,298	3,779
	19,424	12,171
Less : Non-cash & cash equivalent		
-Fixed deposit pledge for banking facilities	(1,623)	(1,562)
	17,801	10,609

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

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED BALANCE SHEETS AS AT 31 DECEMBER 2008

	31-Dec-08 RM'000	Audited 31-Dec-07 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	51,232	41,759
Prepaid lease payments	5,348	5,413
Investment property	1,170	910
Other investment	2	2
Goodwill on consolidation	11,717	4,844
Deferred tax assets	63	56
	<u>69,532</u>	<u>52,984</u>
Current assets		
Inventories	42,871	38,472
Trade receivables	52,656	48,963
Other receivables	2,324	1,541
Cash and bank balances	19,424	12,208
	<u>117,275</u>	<u>101,184</u>
TOTAL ASSETS	<u>186,807</u>	<u>154,168</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	60,000	60,000
Treasury shares	(507)	-
Reserve	51,164	30,854
Equity attributable to equity holders of the parent	<u>110,657</u>	<u>90,854</u>
Minority interest	<u>3,191</u>	<u>9,798</u>
Total equity	<u>113,848</u>	<u>100,652</u>
Non-current liabilities		
Long term borrowings	4,371	3,781
Deferred tax liabilities	4,058	2,676
	<u>8,429</u>	<u>6,457</u>
Current liabilities		
Trade payables	18,805	15,801
Other payables	17,454	13,379
Short term borrowings	27,603	17,095
Current tax payable	668	784
	<u>64,530</u>	<u>47,059</u>
TOTAL LIABILITIES	<u>72,959</u>	<u>53,516</u>
TOTAL EQUITY AND LIABILITIES	<u>186,807</u>	<u>154,168</u>
Net Assets per share attributable to ordinary equity holders of the parent (RM)*	<u>0.92</u>	<u>0.76</u>

* 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 2008

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	Share Capital	Non distributable		Distributable		Total	Minority Interest		Total Equity
		Share Premium	Foreign currency translation reserve	Retained Profit	Treasury shares				
RM'000	RM'000	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	-	-	-	23,802	-	23,802	1,344	25,146	
Currency translation differences in respect of foreign operation	-	-	108	-	-	108	-	108	
Buy-back of shares	-	-	-	-	(507)	(507)	-	(507)	
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 31 December 2008	<u>60,000</u>	<u>822</u>	<u>108</u>	<u>50,234</u>	<u>(507)</u>	<u>110,657</u>	<u>3,191</u>	<u>113,848</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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