



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

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2010

	4TH QUARTER ENDED		TWELVE MONTHS ENDED	
	31-Dec-10	31-Dec-09 <i>(Restated)</i>	31-Dec-10	31-Dec-09 <i>(Restated)</i>
	RM'000	RM'000	RM'000	RM'000
Revenue	67,042	52,805	207,363	198,095
Operating profit	10,796	9,001	35,305	35,952
Interest expense	(257)	(206)	(778)	(995)
Interest income	115	20	374	99
Profit before tax	<u>10,654</u>	<u>8,815</u>	<u>34,901</u>	<u>35,056</u>
Income tax expense	(2,547)	(1,989)	(8,511)	(8,546)
Net profit for the period	<u>8,107</u>	<u>6,826</u>	<u>26,390</u>	<u>26,510</u>
Other comprehensive income				
Currency translation differences for foreign operations	437	(103)	(371)	(114)
Total comprehensive income for the period	<u>8,544</u>	<u>6,723</u>	<u>26,019</u>	<u>26,396</u>
Net profit attributable to:				
Owners of the parent	7,013	6,508	24,368	25,678
Non-controlling interest	1,094	318	2,022	832
	<u>8,107</u>	<u>6,826</u>	<u>26,390</u>	<u>26,510</u>
Total comprehensive income attributable to:				
Owners of the parent	7,450	6,405	23,997	25,564
Non-controlling interest	1,094	318	2,022	832
	<u>8,544</u>	<u>6,723</u>	<u>26,019</u>	<u>26,396</u>
Earnings per share (in sen) for net profit attributable to owners of the parents :				
Basic earnings per share	6.06	5.45	21.04	21.52

The Condensed Interim Financial Statements should be read in conjunction with STC's audited consolidated financial statements for the financial year ended 31 December 2009 with the accompanying explanatory notes attached to the financial statements.



CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2010

	31-Dec-10 RM'000	Audited 31-Dec-09 RM'000 (Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	73,369	62,870
Investment properties	847	847
Investment in jointly controlled entity	1	14
Other investment	-	2
Goodwill on consolidation	7,616	11,717
Deferred tax assets	189	139
	82,022	75,589
Current assets		
Inventories	50,654	29,702
Trade and other receivables	81,192	67,629
Amount due from contract customer	2,561	3,170
Derivative financial asset	-	-
Cash and bank balances	27,881	19,124
	162,288	119,625
TOTAL ASSETS	244,310	195,214
EQUITY AND LIABILITIES		
Equity		
Share capital	60,000	60,000
Treasury shares	(8,630)	(110)
Reserve	98,701	73,590
Equity attributable to owners of the parent	150,071	133,480
Non-controlling interests	19,634	4,425
Total equity	169,705	137,905
Non-current liabilities		
Long term borrowings	10,464	5,208
Deferred tax liabilities	5,364	4,837
	15,828	10,045
Current liabilities		
Trade and other payables	40,587	36,098
Short term borrowings	15,947	9,678
Derivative financial liabilities	-	-
Current tax payable	2,243	1,488
	58,777	47,264
TOTAL LIABILITIES	74,605	57,309
TOTAL EQUITY AND LIABILITIES	244,310	195,214
Net Assets per share attributable to owners of the parent holders of the parent (RM)*	1.30	1.12

* Non-controlling interests are excluded from the computation of the net assets per STC Share.

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SUCCESS TRANSFORMER CORPORATION BERHAD ("STC")
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CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2010

	31-Dec-10 RM'000	31-Dec-09 RM'000
Cash flows from operating activities		
Profit before tax	34,901	35,056
Adjustments for:		
Non-cash items	3,477	5,739
Non-operating items	404	896
Operating profit before changes in working capital	<u>38,782</u>	<u>41,691</u>
Changes in working capital:		
Inventories	(20,952)	13,120
Trade and other receivables	(12,359)	(16,444)
Trade and other payables	4,489	(295)
Cash generated from operating activities	<u>9,960</u>	<u>38,072</u>
Tax paid	(7,275)	(7,507)
Interest paid / (received)	(404)	(896)
Net cash from / (used) in operating activities	<u>2,281</u>	<u>29,669</u>
Cash flows from investing activities		
Purchase of property, plant and equipment (PPE)	(13,636)	(10,078)
Proceeds from disposal of PPE	405	-
Proceeds from disposal of quoted shares	4	-
Net proceeds from disposal of shares in subsidiary	6,732	-
Investment in jointly controlled entity	-	(18)
Net cash from / (used) in investing activities	<u>(6,495)</u>	<u>(10,096)</u>
Cash flows from financing activities		
Net movement in fixed deposit pledged	(21)	(36)
Repayment of bank borrowings and hire purchase payables	(1,264)	(14,586)
Net movement in trade bills	6,767	(7,327)
Drawdown from bank borrowings	5,197	4,511
Purchase of treasury shares	(8,520)	554
Payment of share issue expenses	(1,877)	-
Proceeds from issuance of new shares from its subsidiary company shareholder	16,939	401
Dividend Paid	(4,153)	(3,581)
Net cash from / (used) in financing activities	<u>13,068</u>	<u>(20,064)</u>
Net increase / (decrease) in cash and cash equivalents	8,854	(490)
Effects of exchange rate changes	(38)	(114)
Cash and cash equivalents at beginning of financial period	17,217	17,821
Cash and cash equivalents at end of financial period	<u>26,033</u>	<u>17,217</u>
Cash and cash equivalents at end of period comprise:		
Cash & bank balances	25,224	15,368
Deposits with licensed banks	2,657	3,756
	<u>27,881</u>	<u>19,124</u>
Less: Bank Overdraft	(189)	(269)
	<u>27,692</u>	<u>18,855</u>
Less : Non-cash & cash equivalent -Fixed deposit pledge for banking facilities	(1,659)	(1,638)
	<u>26,033</u>	<u>17,217</u>

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SUCCESS TRANSFORMER CORPORATION BERHAD ("STC")
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CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2010

	Attributable to Owners of the Parent						-	-	Total Equity
	Share Capital	Share Premium	Treasury shares	Reserve	Foreign currency translation reserve	Distributable Retained Profit			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2010	60,000	978	(110)	291	172	72,149	133,480	4,425	137,905
Net profit for the period	-	-	-	-	-	24,368	24,368	2,022	26,390
Other comprehensive income	-	-	-	-	(371)	-	(371)	-	(371)
Total comprehensive income	-	-	-	-	(371)	24,368	23,997	2,022	26,019
Share buy back	-	-	(8,520)	-	-	-	(8,520)	-	(8,520)
Dividend	-	-	-	-	-	(4,153)	(4,153)	-	(4,153)
Reserve	-	-	-	-	-	168	168	-	168
Arising from incorporation of subsidiary company	-	-	-	-	-	-	-	1,264	1,264
Issuance of share capital in subsidiary	-	6,976	-	-	-	-	6,976	11,923	18,899
Listing expenses of subsidiary	-	(1,877)	-	-	-	-	(1,877)	-	(1,877)
At 31 December 2010	60,000	6,077	(8,630)	291	(199)	92,532	150,071	19,634	169,705
At 1 January 2009	60,000	822	(507)	-	286	50,052	110,653	3,191	113,844
Net profit for the period	-	-	-	-	-	25,678	25,678	832	26,510
Other comprehensive income	-	-	-	-	(114)	-	(114)	-	(114)
Total comprehensive income	-	-	-	-	(114)	25,678	25,564	832	26,396
Share buy back / Disposal of treasury shares	-	156	397	-	-	-	553	-	553
Dividend	-	-	-	-	-	(3,581)	(3,581)	-	(3,581)
Arising from revaluation of landed properties	-	-	-	291	-	-	291	-	291
Arising from acquisition of subsidiary company	-	-	-	-	-	-	-	402	402
At 31 December 2009	60,000	978	(110)	291	172	72,149	133,480	4,425	137,905

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