



**SUCCESS TRANSFORMER CORPORATION BERHAD ("STC")**  
(200301034518) (636939-W)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF  
PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

	<b>Current Quarter 30-Sep-22 RM'000</b>	<b>Comparative Quarter 30-Sep-21 RM'000</b>	<b>Cumulative 3 Months</b>	
			<b>30-Sep-22 RM'000</b>	<b>30-Sep-21 RM'000</b>
<b>Revenue</b>	57,587	45,880	57,587	45,880
<b>Operating profit</b>	4,956	1,421	4,956	1,421
Interest expense	(226)	(75)	(226)	(75)
Interest income	12	705	12	705
<b>Profit before taxation</b>	<u>4,742</u>	<u>2,051</u>	<u>4,742</u>	<u>2,051</u>
Taxation	(1,417)	(316)	(1,417)	(316)
<b>Profit for the period</b>	<u>3,325</u>	<u>1,735</u>	<u>3,325</u>	<u>1,735</u>
<b>Profit / (Loss) attributable to :</b>				
Owners of the Company	3,573	1,800	3,573	1,800
Non-controlling interests	(248)	(65)	(248)	(65)
	<u>3,325</u>	<u>1,735</u>	<u>3,325</u>	<u>1,735</u>
<b>Earnings per share (sen) :</b>				
Basic	<u>1.56</u>	<u>0.78</u>	<u>1.56</u>	<u>0.78</u>
Diluted	<u>1.55</u>	<u>0.77</u>	<u>1.55</u>	<u>0.77</u>
<b>Profit for the period</b>	3,325	1,735	3,325	1,735
<b>Other comprehensive (loss) / income</b>				
Currency translation differences for foreign operations	(806)	433	(806)	433
<b>Total comprehensive income for the period</b>	<u>2,519</u>	<u>2,168</u>	<u>2,519</u>	<u>2,168</u>
<b>Total comprehensive income / (loss) attributable to :</b>				
Owners of the Company	3,654	2,062	3,654	2,062
Non-controlling interests	(1,135)	106	(1,135)	106
<b>Total comprehensive income for the period</b>	<u>2,519</u>	<u>2,168</u>	<u>2,519</u>	<u>2,168</u>

The unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2022 with the accompanying explanatory notes attached to these interim financial statements.



SUCCESS TRANSFORMER CORPORATION BERHAD ("STC")  
(200301034518) (636939-W)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2022

	As at 30-Sep-22 Unaudited RM'000	As at 30-Jun-22 Audited RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	98,866	97,831
Investment properties	33,484	33,518
Right-of-use assets	11,363	8,514
Investment in associate company	427	431
Amount due from a related party	2,287	2,188
Deferred tax assets	522	514
<b>TOTAL NON-CURRENT ASSETS</b>	<b>146,949</b>	<b>142,996</b>
<b>Current assets</b>		
Inventories	102,197	106,060
Trade receivables	68,336	71,323
Other receivables, deposits and prepayments	13,320	10,959
Contract assets	335	374
Amount due from associates	1,261	905
Amount due from a related party	209	293
Tax recoverable	8,559	8,684
Short term investment	58,258	59,769
Cash and bank balances	23,403	26,088
<b>TOTAL CURRENT ASSETS</b>	<b>275,878</b>	<b>284,455</b>
<b>TOTAL ASSETS</b>	<b>422,827</b>	<b>427,451</b>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	73,860	73,735
Treasury shares	(15,571)	(15,571)
Reserves	294,264	290,647
	352,553	348,811
<b>NON-CONTROLLING INTERESTS</b>	<b>27,600</b>	<b>28,735</b>
<b>TOTAL EQUITY</b>	<b>380,153</b>	<b>377,546</b>
<b>LIABILITIES</b>		
<b>Non-Current liabilities</b>		
Lease liabilities	1,682	213
Long term borrowings	11,971	11,998
Other payable	685	675
Deferred tax liabilities	2,788	2,772
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>17,126</b>	<b>15,658</b>
<b>Current liabilities</b>		
Trade payables	10,016	19,124
Other payables and accruals	12,487	13,278
Lease liabilities	1,617	142
Short term borrowings	1,214	1,477
Current tax payable	214	226
<b>TOTAL CURRENT LIABILITIES</b>	<b>25,548</b>	<b>34,247</b>
<b>TOTAL LIABILITIES</b>	<b>42,674</b>	<b>49,905</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>422,827</b>	<b>427,451</b>
<b>Net assets per share attributable to owners of the parent (RM) *</b>	<b>1.54</b>	<b>1.52</b>

\* Non-controlling interests are excluded from the computation of the net assets per shares

The unaudited Condensed Consolidation Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2022 with the accompanying explanatory notes attached to these interim financial statements.



SUCCESS TRANSFORMER CORPORATION BERHAD ("STC")  
(200301034518) (636939-W)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	Current Year - To - date 30-Sep-22 RM'000	Preceding Year Corresponding Year 30-Sep-21 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	4,742	2,051
Adjustments for:		
Non-cash items	3,381	2,373
Non-operating items	209	(642)
Operating profit before changes in working capital	8,332	3,782
Changes in working capital:		
Inventories	3,863	(2,932)
Trade and other receivables	(362)	10,467
Trade and other payables	(9,031)	(11,850)
Cash generated from / (used in) operating activities	2,802	(533)
Tax paid	(1,333)	(2,549)
Tax refund	46	449
Interest paid	(226)	(75)
Interest received	12	705
<b>Net cash generated from / (used in) operating activities</b>	<b>1,301</b>	<b>(2,003)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of investment properties	-	(953)
Purchase of property, plant and equipment ("PPE")	(4,195)	(1,521)
Proceeds from disposal of PPE	-	10
<b>Net cash used in investing activities</b>	<b>(4,195)</b>	<b>(2,464)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of lease liabilities	(427)	(298)
Repayment of bank borrowings	(293)	(88)
Proceeds from issuance of new shares	88	22
<b>Net cash used in financing activities</b>	<b>(632)</b>	<b>(364)</b>
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>	<b>(3,526)</b>	<b>(4,831)</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>85,840</b>	<b>115,753</b>
<b>EFFECTS ON EXCHANGE RATES FLUCTUATIONS ON CASH HELD</b>	<b>(670)</b>	<b>241</b>
<b>CASH &amp; CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>81,644</b>	<b>111,163</b>
<b>The cash and cash equivalents comprise the following:-</b>		
Cash & bank balances	23,056	19,875
Deposits with licensed banks	347	1,167
	23,403	21,042
Less: Bank Overdraft	-	-
	23,403	21,042
Add : Short term investment	58,258	90,138
Less : Deposits pledged to licensed banks	(17)	(17)
	<b>81,644</b>	<b>111,163</b>

The unaudited Condensed Consolidation Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2022 with the accompanying explanatory notes attached to these interim financial statements.



SUCCESS TRANSFORMER CORPORATION BERHAD ("STC")  
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	← Non-distributable →					Distributable			
	Share Capital RM'000	Treasury Shares RM'000	Employees Share Option Reserve RM'000	Translation Reserve RM'000	Capital Reserve RM'000	Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
<b>Current year-to-date ended 30 September 2022</b>									
<b>As at 1 July 2022</b>	73,735	(15,571)	454	5,113	14,288	270,792	348,811	28,735	377,546
Profit / (Loss) for the period	-	-	-	-	-	3,573	3,573	(248)	3,325
Other comprehensive income / (loss) - Foreign currency translation differences	-	-	-	81	-	-	81	(887)	(806)
<b>Total comprehensive income / (loss) for the period</b>	-	-	-	81	-	3,573	3,654	(1,135)	2,519
<b>Contributions by and distributions to owners of the Company :</b>									
Employees' share option exercised	125	-	(37)	-	-	-	88	-	88
<b>Total transactions with owners of the Company</b>	125	-	(37)	-	-	-	88	-	88
<b>As at 30 September 2022</b>	<b>73,860</b>	<b>(15,571)</b>	<b>417</b>	<b>5,194</b>	<b>14,288</b>	<b>274,365</b>	<b>352,553</b>	<b>27,600</b>	<b>380,153</b>



SUCCESS TRANSFORMER CORPORATION BERHAD ("STC")  
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

	← Non-distributable →				Distributable				
	Share Capital RM'000	Treasury Shares RM'000	Employees Share Option Reserve RM'001	Translation Reserve RM'000	Capital Reserve RM'000	Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
<b>Preceding year corresponding period ended 30 September 2021</b>									
<b>As at 1 July 2021</b>	73,149	(15,201)	615	5,174	14,288	255,579	333,604	23,486	357,090
Profit / (Loss) for the period	-	-	-	-	-	1,800	1,800	(65)	1,735
Other comprehensive income									
- Foreign currency translation differences	-	-	-	262	-	-	262	171	433
<b>Total comprehensive income for the period</b>	-	-	-	262	-	1,800	2,062	106	2,168
<b>Contributions by and distributions to owners of the Company :</b>									
Employees' share option exercised	31	-	(9)	-	-	-	22	-	22
<b>Total transactions with owners of the Company</b>	31	-	(9)	-	-	-	22	-	22
<b>As at 30 September 2021</b>	<b>73,180</b>	<b>(15,201)</b>	<b>606</b>	<b>5,436</b>	<b>14,288</b>	<b>257,379</b>	<b>335,688</b>	<b>23,592</b>	<b>359,280</b>

The unaudited Condensed Consolidation Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2021 with the accompanying explanatory notes attached to these interim financial statements.



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 30 September 2022**

**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134**

**A1. Basis of Preparation**

These condensed consolidated financial statements for the financial period ended (“FPE”) 30 September 2022 have been prepared in accordance with MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and should be read in conjunction with the audited financial statements of STC and its subsidiaries (“Group”) for the FYE 30 June 2022.

These condensed interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

**A2. Changes in Accounting Policies**

The significant accounting policies and the methods adopted for the unaudited condensed financial statements are consistent with those adopted for the audited financial statements for the FYE 30 June 2022.

The Group has not applied in advance the following accounting standards (including the consequential amendments, if any) that have been issued by the MASB but are not yet effective for the current financial year: -

**MFRSs (including the Consequential Amendments)**

<b><u>Standard issued but not effective</u></b>		<b><u>Effective date</u></b>
Amendments to MFRS 10 and MFRS 128	: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 16	: Lease Liability in a Sale and Leaseback	1 January 2024
MFRS 17 and Amendments to MFRS 17 Insurance Contracts	: Insurance Contracts	1 January 2023
Amendments to MFRS 101	: Presentation of Financial Statements – Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101	: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108	: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112	: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 30 September 2022**

**A2. Changes in Accounting Policies (Cont.)**

**MFRSs (including the Consequential Amendments) (Cont’d)**

The adoption of the above-mentioned accounting standards (including the consequential amendments) is expected to have no material impact on the Group’s financial statements upon their initial application.

The Group has applied the following accounting standards that have been issued by the MASB and effective for the financial period which has no material impact on the Group’s financial statements: -

<b><u>Standard issued but not effective</u></b>			<b><u>Effective date</u></b>
Amendments to MFRS 3	:	Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116	:	Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137	:	Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018- 2020			1 January 2022



**Notes on the quarterly report – 30 September 2022**

**A3. Qualification of Annual Financial Statements**

The latest audited consolidated financial statements of STC for the FYE 30 June 2022 was not subject to any qualification.

**A4. Seasonal and Cyclical Factors**

The Group’s business operation results were not materially affected by any major seasonal or cyclical factors during the FPE 30 September 2022.

**A5. Unusual Nature and Amounts of Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no items of unusual nature and amounts affecting assets, liabilities, equity, net income or cash flows during the FPE 30 September 2022.

**A6. Changes in Accounting Estimates**

There were no changes in accounting estimates that have a material effect in the current quarter results.

**A7. Debt and Equity Securities**

Saved as disclosed below, there were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial period under review.

a) Share Buy Back

As at 30 September 2022, the number of 22,949,254 ordinary shares in STC (“**STC Share(s)**”) were held as treasury shares at an average cost of RM0.6785 per STC Share out of its 252,232,700 STC Shares.

b) Employees’ Share Option Scheme (“**ESOS**”)

During the FPE 30 September 2022, a total number of 167,900 STC Shares were issued under the Company’s ESOS, increasing the issued ordinary shares of the Company to 252,232,700 STC Shares as at 30 September 2022.

**A8. Dividend Paid**

No dividend has been paid, proposed or declared during the period under review.





Notes on the quarterly report – 30 September 2022

**A9. Segment Information**

The Group operates predominantly within the business of design, manufacturing and distribution of electrical apparatus and industrial lighting. Accordingly, the information by business segments is not presented.

For geographical information, revenue is based on the country in which the customers are located. The revenue based on geographical information are as follows:

	<b>3 Months Period Ended</b>	
	<b>30-Sep-22</b>	<b>30-Sep-21</b>
	<b>RM'000</b>	<b>RM'000</b>
Revenue		
Malaysia	29,108	20,135
Overseas	<u>28,479</u>	<u>25,745</u>
	<u>57,587</u>	<u>45,880</u>

**A10. Valuation of Property, Plant & Equipment**

There was no revaluation of property, plant and equipment. All property, plant and equipment were stated at cost less accumulated depreciation.

**A11. Capital Commitments**

The amount of capital commitments of the Group as at 30 September 2022 is as follows:

	<b>RM'000</b>
Approved and contracted for Property, plant and equipment	<u>1,249</u>

**A12. Material Events Subsequent to The End of the Interim Period**

There were no material events subsequent to the FPE 30 September 2022.

**A13. Changes in the composition of the Group**

There were no changes in the composition of the Group during the current quarter under review.

**A14. Changes in contingent liabilities and contingent assets**

As at the date of this announcement, there were no material contingent liabilities and contingent assets incurred by the Group which, upon becoming enforceable, may have a material impact on the financial position of the Group.



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**Notes on the quarterly report – 30 September 2022**

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING  
REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of Performance**

	<b>3 Months Period Ended</b>		<b>Changes (%)</b>
	<b>30-Sep-22 RM'000</b>	<b>30-Sep-21 RM'000</b>	
Revenue	<b>57,587</b>	<b>45,880</b>	26%
Profit before tax	4,742	2,051	131%
Taxation	(1,417)	(316)	348%
<b>Net profit after tax</b>	<b>3,325</b>	<b>1,735</b>	92%
<b>Profit attributable to Owners of the Company</b>	<b>3,573</b>	<b>1,800</b>	99%

**Current quarter review**

The Group recorded a revenue of RM57.59 million for the current quarter ended 30 September 2022 as compared to RM45.88 million in the previous year corresponding quarter, showing an increase of RM11.71 million or approximately 26%. Profit after tax (“PAT”) attributable to owners of the Company of RM3.57 million for the current quarter ended 30 September 2022 as compared to RM1.80 million in the previous year corresponding quarter, showing an increase of RM1.77 million or approximately 99%.

The increase of revenue and PAT was mainly due to higher sales recorded in both local and overseas market, especially from local market. While for the preceding year corresponding quarter, the lower of revenue and PAT was due to Full Movement Control Order implemented from 1 June 2022.

Save as disclosed as above, there were no material factors affecting the earnings and/or revenue of the Group and the Company for the financial period under review.



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 30 September 2022**

**B2. Variation of Results against Preceding Quarter**

	<b>Current Quarter 30-Sep-22 RM'000</b>	<b>Preceding Quarter 30-Jun-22 RM'000</b>	<b>Changes (%)</b>
Revenue	57,587	56,908	1%
Profit before tax	4,742	8,594	-45%
Taxation	<u>(1,417)</u>	<u>(1,279)</u>	11%
<b>Net profit after tax</b>	<b><u>3,325</u></b>	<b><u>7,315</u></b>	-55%
<b>Profit attributable to Owners of the Company</b>	<b>3,573</b>	<b>5,936</b>	-40%

The Group recorded a revenue of RM57.59 million for the current quarter ended 30 September 2022 as compared to revenue of RM56.91 million in the preceding quarter showing an increase of RM0.68 million or 1%.

PAT attributable to owners of the Company of RM3.57 million for the current quarter ended 30 September 2022 as compared to RM5.94 million in the preceding quarter, showing a decrease of RM2.37 million or 40%. The decrease was mainly due to higher operating cost incurred during the quarter and higher foreign currency exchange gain in the preceding quarter.

**B3. Prospects**

The market remains challenging and volatile due to uncertainty in both macro and micro economy activities that is triggered by geopolitical concerns, inflation, foreign exchange volatility and liquidity tightening across the market.

Despite all the uncertainty, the Group is confident of its ability to deliver long term sustainable growth premised on the underlying strength of the business and supported by the steady demand for smart lighting and LED lighting and low voltage transformer market.

Barring any unforeseen circumstances, the Group believes that the overall performance for the financial year ending 30 June 2023 will remain satisfactory.

**B4. Profit Forecast, Profit Estimate or Profit Guarantee**

The Group has not issued any profit forecast, profit estimate or profit guarantee in any public documents.



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 30 September 2022**

**B5. Tax Expense**

	3 Months Period Ended	
	30-Sep-22	30-Sep-21
	RM'000	RM'000
Income tax	1,401	431
Deferred tax	16	(115)
Total	<u>1,417</u>	<u>316</u>

The effective tax rate for the current quarter is higher than statutory tax rate was due to loss incurred in subsidiaries and adding back of non-allowable expenses.

**B6. Status of Corporate Proposals**

Save as disclosed below, there was no corporate proposal announced but not completed in the interval from the date of the last report and the date of this announcement.

ESOS

The Company's ESOS of up to 15% of the total number of issued shares of STC (excluding treasury shares) for the eligible employees and executive directors of the Group (excluding dormant subsidiary companies) was approved by the shareholders of STC at the extraordinary general meeting convened on 2 July 2018. The effective date for the implementation of the ESOS was 3 July 2018 and the ESOS shall be for a duration of 5 years commencing from the effective date.

A total of 7,102,200 ESOS options were offered to the eligible employees and an executive director of the Group at RM0.54 on 16 November 2018 and a total number of 6,771,200 ESOS options were accepted by the eligible employees and executive director on 15 December 2018.



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 30 September 2022**

**B6. Status of Corporate Proposals (Cont’d)**

The total number of ESOS options granted, exercised or vested and outstanding since its commencement up to 22 November 2022 are set out in the table below:

Descriptions	Number of ESOS options	
	Grand total	Director <sup>#</sup>
Total number of options granted and accepted as at 15 December 2018	6,771,200	232,700
<b><u>FYE 30 June 2019</u></b>		
ESOS options granted and accepted	-	-
ESOS options exercised	(456,800)	-
<b><u>FYE 30 June 2020</u></b>		
ESOS options granted and accepted	-	-
ESOS options exercised	(788,100)	(69,800)
<b><u>FYE 30 June 2021</u></b>		
ESOS options granted and accepted	-	-
ESOS options exercised	(1,533,700)	-
<b><u>FYE 30 June 2022</u></b>		
Unexercised options lapsed due to staff resignations*	(1,030,500)	-
Options re-offered and accepted <sup>*^</sup>	1,143,200	35,900
ESOS options exercised	(788,000)	-
<b><u>FPE 30 September 2022</u></b>		
ESOS options granted and accepted	-	-
ESOS options exercised	(167,900)	-
<b><u>From 1 October 2022 to 22 November 2022</u></b>		
ESOS options granted and accepted	-	-
ESOS options exercised	-	-
<b>Total number of options outstanding as at 22 November 2022</b>	<b>3,149,400</b>	<b>198,800</b>

Notes:

# ESOS options granted to an eligible director, namely Dato’ Tan Wei Neng, being the Executive Director of the Company.

\* The unexercised options lapsed due to staff resignations have been subsequently re-offered to other eligible employees and an executive director at an exercise price of RM0.54, at the discretion of the ESOS Committee in accordance with the ESOS By-Laws.

^ 112,700 ESOS options were re-offered to other eligible employees at an exercise price of RM0.54, at the discretion of the ESOS Committee in accordance with the ESOS By-Laws, as a result of non-acceptance of ESOS options by the eligible employees on 15 December 2018.



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**Notes on the quarterly report – 30 September 2022**

**B6. Status of Corporate Proposals (Cont’d)**

The fair value of the share options granted to eligible employees and directors was determined using Black-Scholes Option Pricing model, after taking into account the terms and conditions upon which the options were granted. The fair value of share options measured at the grant date and the input assumed by the Company in arising the fair value are as follows:

Weighted average share price (RM)	0.59
Weighted average exercise price (RM)	0.54
Expected volatility (%)	58.00
Expected life (years)	1.11
Risk-free Interest rate (%)	3.77
Expected dividend yield (%)	<u>2.60</u>

**B7. Group Borrowings**

The Group’s borrowings as at 30 September 2022 were as follows:

	<b>Payable within 12 months RM’000</b>	<b>Payable after 12 months RM’000</b>
<u>Secured</u> Bank borrowings	<u>1,214</u>	<u>11,971</u>

Details of the borrowings denominated in each currency are as follows.

	<b>Amount RM’000</b>
Malaysian Ringgit	<u>13,185</u>



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**Notes on the quarterly report – 30 September 2022**

**B8. Changes in material litigation**

The Group is not engaged in any material litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Group, and the Board is not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Group.

**B9. Proposed Dividend**

On 11 October 2022, the Company declared a tax-exempt single-tier interim dividend of RM0.018 per ordinary shares on 229,283,446 STC Shares in respect of the financial year ending 30 June 2023 amounting to RM 4,127,101. The single-tier interim dividend will be paid on on 28 November 2022 to shareholders whose names appeared in Company’s record of depositors on 31 October 2022.



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(200301034518) (636939-W)**

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**B10. Earnings per share**

**(a) Basic**

Basic earnings per share of the Group is calculated based on the profit attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during current quarter ended 30 September 2022.

	<b>3 Months Period Ended</b>	
	<b>30-Sep-22</b>	<b>30-Sep-21</b>
Profit attributable to Owners of the Company (RM'000)	3,573	1,800
Weighted average number of STC Shares in issue ('000)	229,174	231,451
Basic earnings per STC Share (sen)	<u>1.56</u>	<u>0.78</u>

**(b) Diluted**

Pursuant to the requirements of MFRS 133 Earnings per Share, the weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share for the current quarter ended 30 September 2022 have been retrospectively adjusted to reflect the unexercised ESOS as disclosed in Note B6.

	<b>3 Months Period Ended</b>	
	<b>30-Sep-22</b>	<b>30-Sep-21</b>
Profit attributable to Owners of the Company (RM'000)	3,573	1,800
Weighted average number of STC Shares in issue ('000)	229,174	231,451
Adjusted for unexercised Employees Share Option Scheme ('000)	230,021	232,917
Diluted earnings per STC Share (sen)	<u>1.55</u>	<u>0.77</u>





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**B11. Notes to the Statement of Profit or Loss and Other Comprehensive Income / (Loss)**

<b>Other income / (loss)</b>	<b>3 Months Period Ended</b>	
	<b>30-Sep-22 RM'000</b>	<b>30-Sep-21 RM'000</b>
Gain on disposal of property, plant and equipment	6	11
Interest income	12	705
Other income	97	89
Reversal of write down of inventories	-	30
Depreciation	(3,081)	(2,500)
Interest expense	(226)	(75)
Gain / (Loss) on foreign currency exchange	626	10
Property, plant and equipment written off	(846)	-

Save as disclosed above, the other items required under Paragraph 16, Part A of the Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

By order of the Board

Tan Ah Bah @ Tan Ah Ping  
Managing Director  
22 November 2022