



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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF  
PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 MARCH 2024**

	<b>Current Quarter 31-Mar-24 RM'000</b>	<b>Comparative Quarter 31-Mar-23 RM'000</b>	<b>Cumulative 9 Months</b>	
			<b>31-Mar-24 RM'000</b>	<b>31-Mar-23 RM'000</b>
<b>Revenue</b>	55,495	52,013	184,225	176,951
<b>Operating profit</b>	5,054	4,536	19,866	18,447
Interest expense	(250)	(226)	(768)	(684)
Interest income	180	55	574	530
<b>Profit before taxation</b>	4,984	4,365	19,672	18,293
Taxation	(866)	(1,303)	(4,287)	(4,542)
<b>Profit for the period</b>	4,118	3,062	15,385	13,751
<b>Profit attributable to :</b>				
Owners of the Company	4,053	3,385	15,357	13,508
Non-controlling interests	65	(323)	28	243
	4,118	3,062	15,385	13,751
<b>Earnings per share (sen) :</b>				
Basic	1.72	1.48	6.60	5.89
Diluted	1.71	1.47	6.58	5.87
<b>Profit for the period</b>	4,118	3,062	15,385	13,751
<b>Other comprehensive (loss) / income</b>				
Currency translation differences for foreign operations	848	909	672	(2,277)
<b>Total comprehensive income for the period</b>	4,966	3,971	16,057	11,474
<b>Total comprehensive income / (loss) attributable to :</b>				
Owners of the Company	4,576	3,964	15,624	12,543
Non-controlling interests	390	7	433	(1,069)
<b>Total comprehensive income for the period</b>	4,966	3,971	16,057	11,474

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 2023 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 FINANCIAL POSITION  
AS AT 31 MARCH 2024

	As at 31-Mar-24 Unaudited RM'000	As at 30-Jun-23 Audited RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	89,050	97,463
Investment properties	46,217	40,448
Right-of-use assets	5,186	6,900
Investment in associate company	326	321
Trade Receivables	1,583	2,153
Amount due from a related party	1,964	1,995
Deferred tax assets	253	262
<b>TOTAL NON-CURRENT ASSETS</b>	<b>144,579</b>	<b>149,542</b>
<b>Current assets</b>		
Inventories	95,049	96,666
Trade receivables	68,604	69,178
Other receivables, deposits and prepayments	7,631	7,773
Contract assets	50	342
Amount due from associates	768	694
Amount due from a related party	390	355
Tax recoverable	3,700	7,083
Short term investment	96,055	76,462
Cash and bank balances	27,331	38,528
<b>TOTAL CURRENT ASSETS</b>	<b>299,578</b>	<b>297,081</b>
<b>TOTAL ASSETS</b>	<b>444,157</b>	<b>446,623</b>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	74,287	73,943
Treasury shares	(11,678)	(15,571)
Reserves	312,290	304,049
	374,899	362,421
<b>NON-CONTROLLING INTERESTS</b>	<b>29,914</b>	<b>29,481</b>
<b>TOTAL EQUITY</b>	<b>404,813</b>	<b>391,902</b>
<b>LIABILITIES</b>		
<b>Non-Current liabilities</b>		
Lease liabilities	172	294
Long term borrowings	12,628	14,898
Other payable	-	715
Deferred tax liabilities	3,193	2,949
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>15,993</b>	<b>18,856</b>
<b>Current liabilities</b>		
Trade payables	7,048	16,182
Other payables and accruals	14,726	15,994
Lease liabilities	484	1,869
Short term borrowings	759	1,530
Current tax payable	334	290
<b>TOTAL CURRENT LIABILITIES</b>	<b>23,351</b>	<b>35,865</b>
<b>TOTAL LIABILITIES</b>	<b>39,344</b>	<b>54,721</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>444,157</b>	<b>446,623</b>
<b>Net assets per share attributable to owners of the parent (RM) *</b>	<b>1.59</b>	<b>1.58</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 2023 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 31 MARCH 2024**

	<b>Current Year - To - date 31-Mar-24 RM'000</b>	<b>Preceding Year Corresponding Year 31-Mar-23 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	19,672	18,293
Adjustments for:		
Non-cash items	9,619	8,615
Non-operating items	152	104
Operating profit before changes in working capital	<u>29,443</u>	<u>27,012</u>
Changes in working capital:		
Inventories	855	9,286
Trade and other receivables	1,120	5,111
Trade and other payables	(11,415)	(7,515)
Cash generated from operating activities	<u>20,003</u>	<u>33,894</u>
Tax paid	(947)	(3,861)
Tax refund	340	47
Interest paid	(768)	(684)
Interest received	574	530
<b>Net cash generated from operating activities</b>	<u>19,202</u>	<u>29,926</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of investment properties	-	(315)
Purchase of property, plant and equipment ("PPE")	(3,773)	(9,025)
Additional to right-of-use assets	(56)	-
Proceeds from disposal of PPE	138	-
<b>Net cash used in investing activities</b>	<u>(3,691)</u>	<u>(9,340)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net movement in fixed deposit pledged	292	(82)
Repayment of lease liabilities	(1,559)	(1,322)
Repayment of bank borrowings	(3,245)	(2,164)
Drawdown from bank borrowings	186	5,525
Proceeds from issuance of new shares	67	146
Purchase of treasury shares	-	-
Dividend paid by the Company	(3,213)	(4,127)
Dividend paid by subsidiary to non-controlling interests	-	-
<b>Net cash used in financing activities</b>	<u>(7,472)</u>	<u>(2,024)</u>
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>	8,039	18,562
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	114,972	85,840
<b>EFFECTS ON EXCHANGE RATES FLUCTUATIONS ON CASH HELD</b>	358	(114)
<b>CASH &amp; CASH EQUIVALENTS AT END OF THE PERIOD</b>	<u><u>123,369</u></u>	<u><u>104,288</u></u>
<b>The cash and cash equivalents comprise the following:-</b>		
Cash & bank balances	27,313	34,978
Deposits with licensed banks	18	434
	<u>27,331</u>	<u>35,412</u>
Add : Short term investment	96,055	68,975
Less : Deposits pledged to licensed banks	(17)	(99)
	<u><u>123,369</u></u>	<u><u>104,288</u></u>

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 2023 with the accompanying explanatory notes attached to these interim financial



SUCCESS TRANSFORMER CORPORATION BERHAD ("STC")  
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MARCH 2024

	← Non-distributable →					Distributable			Total Equity RM'000
	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	
<b>Current year-to-date ended 31 March, 2024</b>									
<b>As at 1 July 2023</b>	73,943	(15,571)	397	2,919	14,288	286,445	362,421	29,481	391,902
Profit for the period	-	-	-	-	-	15,357	15,357	28	15,385
Other comprehensive (loss)/income - Foreign currency translation differences	-	-	-	267	-	-	267	405	672
<b>Total comprehensive (loss) / income for the period</b>	-	-	-	267	-	15,357	15,624	433	16,057
<b>Contributions by and distributions to owners of the Company :</b>									
Dividends paid to owners of the company - by Cash Dividend	-	-	-	-	-	(3,213)	(3,213)	-	(3,213)
- by Share Dividend	252	3,893	-	-	-	(4,145)	-	-	-
Capital reduction by a subsidiary	-	-	-	-	-	-	-	-	-
Employees' share option exercised	92	-	(25)	-	-	-	67	-	67
<b>Total transactions with owners of the Company</b>	344	3,893	(25)	-	-	(7,358)	(3,146)	-	(3,146)
<b>As at 31 March, 2024</b>	74,287	(11,678)	372	3,186	14,288	294,444	374,899	29,914	404,813



**SUCCESS TRANSFORMER CORPORATION BERHAD ("STC")**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 31 MARCH 2023**

	← 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 March 31, 2023</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 for the period	-	-	-	-	-	13,508	13,508	243	13,751
Other comprehensive (loss)/income - Foreign currency translation differences	-	-	-	(965)	-	-	(965)	(1,312)	(2,277)
<b>Total comprehensive income for the period</b>	-	-	-	(965)	-	13,508	12,543	(1,069)	11,474
<b>Contributions by and distributions to owners of the Company :</b>									
Arising from additional investment in subsidiary	-	-	-	-	-	-	-	2,200	2,200
Dividends paid to owners of the company - Cash dividend	-	-	-	-	-	(4,127)	(4,127)	-	(4,127)
- by subsidiary to non-controlling interests	-	-	-	-	-	-	-	-	-
Capital reduction by a subsidiary	-	-	-	-	-	-	-	-	-
Employees' share option exercised	200	-	(54)	-	-	-	146	-	146
<b>Total transactions with owners of the Company</b>	200	-	(54)	-	-	(4,127)	(3,981)	2,200	(1,781)
<b>As at 31 March, 2023</b>	73,935	(15,571)	400	4,148	14,288	280,173	357,373	29,866	387,239

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 2023 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 – 31 March 2024

**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”) 31 March 2024 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 financial year ended (“FYE”) 30 June 2023.

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 2023.

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>Standard issued but not effective</b>			<b>Effective date</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
Amendments to MFRS 101	:	Presentation of Financial Statements – Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101	:	Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 and MFRS 7	:	Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121	:	Lack of Exchangeability	1 January 2025



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 31 March 2024**

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

**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</u></b>		<b><u>Effective date</u></b>
MFRS 17 and Amendments to MFRS 17 Insurance Contracts	: Insurance Contracts	1 January 2023
Amendments to MFRS 17	: Initial Application of MFRS 17 and MFRS 9 – Comparative Information	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
Amendments to MFRS 112	: International Tax Reform- Pillar Two Model Rules	1 January 2023



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 31 March 2024**

**A3. Qualification of Annual Financial Statements**

The latest audited consolidated financial statements of STC for the FYE 30 June 2023 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 actors during the FPE 31 March 2024.

**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 31 March 2024.

**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

On 28 November 2023, the Company distributed 5,736,649 treasury shares as share dividend to shareholders whose names appeared in the Company’s record of depositors on 30 October 2023 on the basis of one (1) treasury share for every forty (40) existing ordinary shares held in STC (“**STC Share(s)**”). Further details on the share dividend are set out in Note A8 below.

As at 31 March 2024, 17,212,605 ordinary shares in STC (“**STC Share(s)**”) were held as treasury at an average cost of RM0.6785 per STC Share out of its 252,466,700 STC Shares.





**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 31 March 2024**

**A7. Debt and Equity Securities (Cont’d)**

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

During the FPE 31 March 2024, a total number of 122,700 STC Shares were issued under the Company’s ESOS, increasing the issued ordinary shares of the Company to 252,466,700 STC Shares as at 31 March 2024.

**A8. Dividend Paid**

On 10 October 2023, the Company declared the following dividends on 229,486,546 STC Shares in respect of the financial year ending 30 June 2024 to the shareholders whose names appeared in Company’s record of depositors on 30 October 2023: -

- (a) tax-exempt single-tier interim dividend of RM0.014 per STC Shares amounting to RM3,212,810.65 and paid on 28 November 2023; and
- (b) share dividend in the form of distribution of treasury shares on the basis of one (1) treasury share for every forty (40) existing STC Shares held amounting to 5,736,649 treasury shares or equivalent to RM3,892,316 based on the treasury shares book cost. The share dividend was fully credited into the entitled Depositors’ Securities Accounts maintained with Bursa Malaysia Depository Sdn. Bhd on 28 November 2023.

In the previous year corresponding FPE 31 March 2023, the Company had on 11 October 2022, declared a tax-exempt single-tier interim dividend of RM0.018 per ordinary shares on 229,283,446 STC Shares in respect of the FYE 30 June 2023 amounting to RM4,127,101 and paid on 28 November 2022 to shareholders whose names appeared in Company’s record of depositors on 31 October 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>9 Months Period Ended</b>	
	<b>31-Mar-24</b>	<b>31-Mar-23</b>	<b>31-Mar-24</b>	<b>31-Mar-23</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue				
Malaysia	30,389	27,623	96,754	87,458
Overseas	25,106	24,390	87,471	89,493
	<u>55,495</u>	<u>52,013</u>	<u>184,225</u>	<u>176,951</u>



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 31 March 2024**

**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 31 March 2024 is as follows:

	<b>RM’000</b>
Approved and contracted for Property, plant and equipment	<u>684</u>

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

There were no material events subsequent to the FPE 31 March 2024.

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

Save as disclosed below, there were no changes in the composition of the Group during the FPE 31 March 2024.

On 31 January 2024, Boxon Industries Hardware (M) Sdn Bhd (“**BIHM**”), a 60.00% owned dormant subsidiary of STC has been struck off from the register of Companies Commission of Malaysia pursuant to Section 550 of the Companies Act 2016. Arising from that, BIHM has ceased to be a subsidiary of the Company.

**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.



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 31 March 2024**

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

**B1. Review of Performance**

	3 Months Period Ended		Changes (%)	9 Months Period Ended		Changes (%)
	31-Mar-24 RM'000	31-Mar-23 RM'000		31-Mar-24 RM'000	31-Mar-23 RM'000	
Revenue	55,495	52,013	7%	184,225	176,951	4%
Profit before tax	4,984	4,365	14%	19,672	18,293	8%
Taxation	(866)	(1,303)	34%	(4,287)	(4,542)	6%
<b>Profit after tax</b>	<b>4,118</b>	<b>3,062</b>	34%	<b>15,385</b>	<b>13,751</b>	12%
<b>Profit attributable to Owners of the Company</b>	<b>4,053</b>	<b>3,385</b>	20%	<b>15,357</b>	<b>13,508</b>	14%

**Current quarter review**

The Group recorded a revenue of RM55.50 million for the current quarter ended 31 March 2024 as compared to RM52.01 million in the previous year corresponding quarter, showing an increase of RM3.49 million or approximately 7%. The increase of revenue was mainly due to higher sales recorded in local market.

Profit after tax (“PAT”) attributable to owners of the Company of RM4.05 million for the current quarter ended 31 March 2024 as compared to RM3.39 million in the previous year corresponding quarter, showing an increase of RM0.66 million or approximately 20%. The increase of PAT was mainly due to higher gain on short-term investment.

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.

**Nine months’ financial period review**

The Group recorded a revenue of RM184.23 million for the FPE 31 March 2024 as compared to RM176.95 million in the previous year corresponding financial period, showing an increase of RM7.28 million or approximately 4%. PAT attributable to owners of the Company of RM15.36 million for the FPE 31 March 2024 as compared to RM13.51 million in the previous year corresponding financial period, showing an increase of RM1.85 million or approximately 14%.

The increase of revenue and PAT was mainly due to higher sales recorded in local market despite lower sales in oversea market, together with the higher gain on short-term investment and rental income in current financial period.

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 – 31 March 2024

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

	<b>Current Quarter 31-Mar-24 RM'000</b>	<b>Preceding Quarter 31-Dec-23 RM'000</b>	<b>Changes (%)</b>
Revenue	55,495	66,748	-17%
Profit before tax	4,984	8,685	-43%
Taxation	(866)	(1,877)	54%
<b>Profit after tax</b>	<b>4,118</b>	<b>6,808</b>	-40%
<b>Profit attributable to Owners of the Company</b>	<b>4,053</b>	<b>6,826</b>	-41%

The Group recorded a profit before tax of RM4.98 million for the current quarter ended 31 March 2024 as compared to RM8.69 million in the preceding quarter ended 31 December 2023, showing a decrease of RM3.71 million or 43%. This decrease was mainly due to lower sales recorded in both local and overseas market, especially in overseas market.

**B3. Prospects**

Bank Negara Malaysia (“BNM”) projected the Malaysian economy to grow between 4% to 5% in 2024, driven by resilient domestic expenditure, with additional support from the expected recovery in exports. (Source: BNM’s Economic and Monetary Review 2023 issued on 20 March 2024)

The Group believes that the favourable momentum of the domestic economic activities will continue, supported by factors which include but not limited to improving labour market conditions, steady income growth and higher infrastructure projects. However, the challenging external environment amid ongoing geopolitical tensions may potentially slow down the global growth or subdued global demand.

Nevertheless, the Group remain optimistic on the business performance and prospects of the Group. The Group will continue to maintain its strategy by focusing on its core business segments and explore any new business opportunities which align with its strategy. The Group will also remain vigilant and exercise prudence in managing the operations of the Group.

Barring any unforeseen circumstances, we anticipate that the financial performance for financial year ending 30 June 2024 will remain satisfactory.



**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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**Notes on the quarterly report – 31 March 2024**

**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.

**B5. Tax Expense**

	<b>3 Months Period Ended</b>		<b>9 Months Period Ended</b>	
	<b>31-Mar-24</b>	<b>31-Mar-23</b>	<b>31-Mar-24</b>	<b>31-Mar-23</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Income tax	637	1,233	4,043	4,467
Deferred tax	229	70	244	75
Total	<u>866</u>	<u>1,303</u>	<u>4,287</u>	<u>4,542</u>

The effective tax rate for current quarter is lower than statutory tax rate was mainly due to non-taxable income recognized and over provision in prior year.

**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. On 23 May 2023, pursuant to Clause 18.3 of the By-Laws of the ESOS, upon recommendation of the ESOS Committee, the Board has approved the extension of the duration of the ESOS, which will be expiring on 2 July 2023, for a period from 3 July 2023 to 2 July 2028.

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.



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

The total number of ESOS options granted, exercised or vested and outstanding since its commencement up to 23 May 2024 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>FYE 30 June 2023</u></b>		
ESOS options granted and accepted	-	-
ESOS options exercised	(279,200)	-
<b><u>FPE 31 March 2024</u></b>		
ESOS options granted and accepted	-	-
ESOS options exercised	(122,700)	-
<b><u>From 1 April 2024 to 21 May 2024</u></b>		
ESOS options granted and accepted	-	-
ESOS options exercised	(296,200)	-
<b>Total number of options outstanding as at 21 May 2024</b>	<b>2,619,200</b>	<b>198,800</b>



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

*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.*

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 (%)	2.60



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**B7. Group Borrowings**

The Group’s borrowings as at 31 March 2024 were as follows:

	<b>Payable within 12 months RM’000</b>	<b>Payable after 12 months RM’000</b>
<u>Secured</u>		
Bank borrowings	759	12,628

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

	<b>Amount RM’000</b>
Malaysian Ringgit	13,346
Indonesia Rupiah	41

**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**

There was no dividend proposed or declared during the quarter under review save as disclosed in Note A8.





**SUCCESS TRANSFORMER CORPORATION BERHAD (“STC”)  
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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 31 March 2024.

	<b>3 Months Period Ended</b>		<b>9 Months Priod Ended</b>	
	<b>31-Mar-24</b>	<b>31-Mar-23</b>	<b>31-Mar-24</b>	<b>31-Mar-23</b>
Profit attributable to Owners of the Company (RM'000)	4,053	3,385	15,357	13,508
Weighted average number of STC Shares in issue ('000)	235,234	229,359	232,633	229,272
Basic earnings per STC Share (sen)	<u>1.72</u>	<u>1.48</u>	<u>6.60</u>	<u>5.89</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 31 March 2024 have been retrospectively adjusted to reflect the unexercised ESOS as disclosed in Note B6.

	<b>3 Months Period Ended</b>		<b>9 Months Period Ended</b>	
	<b>31-Mar-24</b>	<b>31-Mar-23</b>	<b>31-Mar-24</b>	<b>31-Mar-23</b>
Profit attributable to Owners of the Company (RM'000)	4,053	3,385	15,357	13,508
Weighted average number of STC Shares in issue ('000)	235,234	229,359	232,633	229,272
Adjusted for unexercised Employees Share Option Scheme ('000)	235,960	230,057	233,297	230,008
Diluted earnings per STC Share (sen)	<u>1.71</u>	<u>1.47</u>	<u>6.58</u>	<u>5.87</u>



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

	3 Months Period Ended		9 Months Period Ended	
	31-Mar-24 RM'000	31-Mar-23 RM'000	31-Mar-24 RM'000	31-Mar-23 RM'000
<b>Other income / (loss)</b>				
Fair value gain on short-term investment	1,676	1,303	2,425	1,750
Gain on disposal of property, plant and equipment	-	44	42	52
Gain / (Loss) on foreign currency exchange	226	348	(539)	1,240
Gain on disposal of short-term investment	297	-	494	-
Interest income	180	55	574	79
Interest income on financial assets measured at fair value through profit or loss (short-term investment)	33	-	506	451
Rental income	283	31	697	87
Other income	59	287	208	406
Reversal of allowance for impairment losses on trade receivables	32	-	48	17
Bad debt written off	-	(1)	-	(45)
Allowance for impairment losses on trade receivables	-	-	-	(154)
Depreciation	(2,241)	(2,404)	(7,654)	(7,265)
Interest expense	(250)	(226)	(768)	(684)
Property, plant and equipment written off	(152)	(112)	(152)	(953)
Write down of inventories	-	-	(762)	(757)

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  
21 May 2024