



Success Transformer Corporation Berhad
[Registration No. 200301034518 (636939-W)]
(Incorporated in Malaysia)

Non-Audit Service Policy

(Adopted on 24 May 2022)

1. Introduction

The Audit Committee's ("AC") objective is to ensure that the provision of non-audit services of the Company does not impair the external auditors' independence or objectivity. The policy provides guideline to the AC to access and monitor the provision of non-audit services by the external auditors.

2. Non-Audit Service

The external auditors are permitted to provide the following non-audit services that are closely associated with the external auditors' role: -

- (a) Quarter and half year reviews;
- (b) Reviews of regulatory returns;
- (c) Agreed upon services closely associated with the external auditors' responsibility;
- (d) Reporting on government grants;
- (e) Other reports, certifications or examinations required from the external auditors by the regulators or authorities;
- (f) Comfort letters (e.g. over audited numbers in capital raising prospectuses);
- (g) Consent letter;
- (h) Reporting on working capital statements;
- (i) Prospectus or capital markets reporting;
- (j) Advising on accounting standards, regulatory rules, other changes in legislation and associated reporting requirements;
- (k) Tax compliance, where much of the information derives from the audited financial statements; and
- (l) Review on Annual Report, where much of the information derives from the audited financial statements.

Other than the abovementioned non-audit services, review and approval would be required by the AC.

3. Approval of Non-Audit Service Fee

The external auditors are permitted to provide non-audit services that are capped by value of 20% of the preceding annual audit fee. Within the pre-approval fee limits, the engagement of the external auditors shall be proposed and reviewed by the Group Finance Controller before approved by the Executive Directors.

All engagement of the external auditors to provide non-audit services above 20% of the preceding annual audit fee are subject to the review and approval of the AC, before recommending to the Board of Directors for approval.