

**PRESTAR RESOURCES BHD ( 123066-A)**

**Condensed Consolidated Income Statement**  
**For the 4th financial quarter ended 31 December 2005**  
 ( The figures have not been audited)

|                                     | Individual Quarter                 |  | Cumulative Quarter                 |  |
|-------------------------------------|------------------------------------|--|------------------------------------|--|
|                                     | Current Year Quarter<br>31/12/2005 | Preceding Year Corresponding Quarter<br>31/12/2004 | Current Year To Date<br>31/12/2005 | Preceding Year Corresponding To Date<br>31/12/2004 |
|                                     | RM'000                             | RM'000   | RM'000                             | RM'000   |
| <b>Revenue</b>                      | <b>127,425</b>                     | <b>110,613</b>                                     | <b>533,636</b>                     | <b>454,688</b>                                     |
| <b>Operating profit</b>             | <b>677</b>                         | <b>12,743</b>                                      | <b>26,906</b>                      | <b>60,419</b>                                      |
| Financing cost                      | -2,326                             | -2,139   | -10,361                            | -7,724   |
| Interest Income                     | 8                                  | 3  | 28                                 | 18   |
| Share of profit/(loss) of associate | -10                                | -9   | -23                                | -15  |
| <b>Profit before taxation</b>       | <b>-1,651</b>                      | <b>10,598</b>                                      | <b>16,550</b>                      | <b>52,698</b>                                      |
| Tax expense                         | 536                                | -1,647   | -5,200                             | -13,553  |
| <b>Profit after taxation</b>        | <b>-1,115</b>                      | <b>8,951</b>                                       | <b>11,350</b>                      | <b>39,145</b>                                      |
| Less : Minority Interest            | -352                               | -2,381   | -5,776                             | -12,860  |
| <b>Net profit for the period</b>    | <b>-1,467</b>                      | <b>6,570</b>                                       | <b>5,574</b>                       | <b>26,285</b>                                      |
| Basic earnings per share (sen)      | -0.84                              | 3.78   | 3.19                               | 15.12  |
| Diluted earnings per share (sen)    | -0.84                              | 3.75   | 3.19                               | 15.02  |

**( The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2004 )**

**PRESTAR RESOURCES BHD ( 123066-A)**

**Condensed Consolidated Balance Sheet as at 31 December 2005**

( The figures have not been audited)

|  | <b>As at<br/>End of<br/>Current<br/>Quarter<br/>31/12/2005<br/>RM'000</b> | <b>As at<br/>Preceding<br/>Financial<br/>Year Ended<br/>31/12/2004<br/>RM'000</b> |
|--|---|---|
| <b>Property, plant and equipment</b>             | 116,551   | 108,201   |
| <b>Investment in Associate</b>                   | 17  | 43  |
| <b>Intangible assets</b>                         | 2,359   | 1,917   |
| <b>Deferred Tax Assets</b>                       | 1,719   | 1,951   |
| <b>Quoted Investments</b>                        | 431   | 553   |
| <b>Current assets</b>                            |   |   |
| <i>Inventories</i>                               | 147,606   | 184,424   |
| <i>Trade receivables</i>                         | 129,840   | 109,754   |
| <i>Other debtors, deposits and prepayments</i>   | 9,882   | 10,722  |
| <i>Tax Recoverable</i>                           | 2,170   | 597   |
| <i>Cash and cash equivalent</i>                  | 14,597  | 11,295  |
|  | 304,095   | 316,792   |
| <b>Current liabilities</b>                       |   |   |
| <i>Trade payables</i>                            | 20,112  | 23,085  |
| <i>Other payables</i>                            | 12,692  | 14,320  |
| <i>Hire purchase liabilities</i>                 | 2,588   | 3,016   |
| <i>Bank borrowings</i>                           | 186,480   | 185,054   |
| <i>Taxation</i>                                  | 409   | 4,833   |
|  | 222,281   | 230,308   |
| <b>Net current assets or current liabilities</b> | 81,814  | 86,484  |
|  | <b>202,891</b>  | <b>199,149</b>  |
| <b>Financed by :</b>                             |   |   |
| <b>Capital and reserves</b>                      |   |   |
| Share capital                                    | 88,801  | 87,662  |
| Reserves   | 62,896  | 59,934  |
| Treasury shares                                  | -2,696  | -1,305  |
|  | 149,001   | 146,291   |
| <b>Minority shareholders' interests</b>          | 45,294  | 41,223  |
| <b>Long term and deferred liabilities</b>        |   |   |
| Hire purchase liabilities                        | 2,437   | 4,265   |
| Bank borrowings                                  | 1,493   | 2,936   |
| Deferred taxation                                | 4,666   | 4,434   |
|  | 8,596   | 11,635  |
|  | <b>202,891</b>  | <b>199,149</b>  |
| Net assets per share (RM)                        | 1.09  | 1.07  |

( The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2004 )

**PRESTAR RESOURCES BHD ( 123066-A)**

**Condensed Consolidated Statement of Changes in Equity  
For the twelve months ended 31 December 2005**

|                                       | Share<br>Capital<br>RM'000 | Share<br>Premium<br>RM'000 | Revaluation<br>Reserves<br>RM'000 | Warrant<br>Reserves<br>RM'000 | Retained<br>profits<br>RM'000 | Treasury<br>Shares<br>RM'000 | Total<br>RM'000 |
|---------------------------------------|----------------------------|----------------------------|-----------------------------------|-------------------------------|-------------------------------|------------------------------|-----------------|
| At 1 January 2005                     | 87,662                     | 293                        | 1,168                             | 0                             | 58,473                        | -1,305                       | 146,291         |
| Crystalisation of revaluation reserve |                            |                            | -34                               |                               | 34                            |                              | 0               |
| Net profit for the period             |                            |                            |                                   |                               | 5,574                         |                              | 5,574           |
| Interim dividends paid for year 2005  |                            |                            |                                   |                               | -1,261                        |                              | -1,261          |
| Dividends paid for year 2004          |                            |                            |                                   |                               | -5,778                        |                              | -5,778          |
| Exercise of ESOS                      | 1,139                      | 565                        |                                   |                               |                               |                              | 1,704           |
| Rights Issue of Warrants              |                            |                            |                                   | 3,862                         |                               |                              | 3,862           |
| Shares Buy-back                       |                            |                            |                                   |                               |                               | -1,391                       | -1,391          |
| <b>At 31 December 2005</b>            | <b>88,801</b>              | <b>858</b>                 | <b>1,134</b>                      | <b>3,862</b>                  | <b>57,042</b>                 | <b>-2,696</b>                | <b>149,001</b>  |
| At 1 January 2004                     | 87,069                     | 0                          | 1,202                             | 0                             | 35,287                        | -1,305                       | 122,253         |
| Crystalisation of revaluation reserve |                            |                            | -34                               |                               | 34                            |                              | 0               |
| Net profit for the period             |                            |                            |                                   |                               | 26,285                        |                              | 26,285          |
| Dividends paid for year 2003          |                            |                            |                                   |                               | -3,133                        |                              | -3,133          |
| Exercise of ESOS                      | 593                        | 293                        |                                   |                               |                               |                              | 886             |
| Shares Buy-back                       |                            |                            |                                   |                               |                               | 0                            | 0               |
| <b>At 31 December 2004</b>            | <b>87,662</b>              | <b>293</b>                 | <b>1,168</b>                      | <b>0</b>                      | <b>58,473</b>                 | <b>-1,305</b>                | <b>146,291</b>  |

( The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2004 )

**PRESTAR RESOURCES BHD ( 123066-A)****Condensed Consolidated Cash Flow Statement  
For the twelve months ended 31 December 2005**

|   | <b>31.12.2005</b><br>RM'000 | <b>31.12.2004</b><br>RM'000 |
|---|-----------------------------|-----------------------------|
| <b>Profit before taxation</b>                                   | <b>16,550</b>               | <b>52,698</b>               |
| <b>Adjustments for :-</b>                                       |                             |                             |
| Non-cash items  | 10,400                      | 14,527                      |
| Non-operating items   | 10,333                      | 7,693                       |
| Operating profit before working capital changes                 | 37,283                      | 74,918                      |
| Net change in current assets                                    | 17,629                      | -101,969                    |
| Net change in current liabilities                               | -4,601                      | 4,317                       |
| Tax paid  | -10,729                     | -9,226                      |
| <b>Net cash generated from / (used in) operating activities</b> | <b>39,582</b>               | <b>-31,960</b>              |
| <b>Net cash outflow from investing activities</b>               | <b>-17,238</b>              | <b>-6,769</b>               |
| <b>Net cash inflow/(outflow) from financing activities</b>      | <b>-18,789</b>              | <b>46,789</b>               |
| Net increase/(decrease) in cash and cash equivalent             | 3,555                       | 8,060                       |
| <b>Cash and cash equivalents at 1 January 2005</b>              | <b>8,131</b>                | <b>71</b>                   |
| Foreign exchange differences on opening balances                | 0                           | 0                           |
| <b>Cash and cash equivalents at 31 December 2005</b>            | <b>11,686</b>               | <b>8,131</b>                |
| Cash and cash equivalents comprise:                             |                             |                             |
| Cash and bank balances  | 14,597                      | 11,295                      |
| Bank overdrafts   | -2,911                      | -3,164                      |
|   | <u>11,686</u>               | <u>8,131</u>                |

**( The Condensed Consolidated Cash Flow Statement should be read in conjunction  
with the Annual Financial Statement for the year ended 31 December 2004 )**

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