

PRESTAR RESOURCES BHD (123066-A)

**Condensed Consolidated Income Statement
For the 2nd financial quarter ended 30 June 2006**

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/6/2006	Preceding Year Corresponding Quarter 30/6/2005	Current Year To Date 30/6/2006	Preceding Year Corresponding To Date 30/6/2005
	RM'000	RM'000	RM'000	RM'000
Revenue	144,445	144,693	271,365	275,896
Cost of Sales	-125,097	-127,629	-240,697	-241,196
Gross Profit	19,348	17,064	30,668	34,700
Other Operating Income	1,511	1,964	2,955	3,962
Operating Expenses	-8,710	-7,973	-15,984	-14,870
Profit from operations	12,149	11,055	17,639	23,792
Finance costs	-2,149	-2,736	-4,248	-5,068
Interest Income	11	6	30	10
Share of loss of associate	-6	-6	-8	-9
Profit before taxation	10,005	8,319	13,413	18,725
Tax expenses	-3,786	-2,004	-4,557	-4,878
Profit for the period	6,219	6,315	8,856	13,847
Attributable to:				
Equity holders of the parent	3,152	4,118	4,559	9,239
Minority interest	3,067	2,197	4,297	4,608
	6,219	6,315	8,856	13,847
Earnings per share (sen)				
- Basic	1.80	2.36	2.61	5.29
- Diluted	1.80	2.36	2.61	5.29

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.)

PRESTAR RESOURCES BHD (123066-A)

Condensed Consolidated Balance Sheet as at 30 June 2006

(The figures have not been audited)

	As at End of Current Quarter 30/6/2006 RM'000	As at Preceding Financial Year Ended 31/12/2005 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	121,918	115,586
Investment Properties	954	965
Intangible assets	2,557	2,422
Investments in associates	9	17
Quoted Investments	454	431
Deferred tax assets	1,719	1,719
	127,611	121,140
Current assets		
Inventories	127,339	147,606
Trade receivables	138,553	129,840
Other receivables, deposits and prepayment	17,741	9,882
Tax Recoverable	1,661	2,170
Cash and cash equivalent	18,509	14,597
	303,803	304,095
TOTAL ASSETS	431,414	425,235
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	88,801	88,801
Reserves	67,518	62,959
Treasury shares	-2,811	-2,696
	153,508	149,064
Minority interests	48,851	45,294
Total equity	202,359	194,358
Non-current liabilities		
Hire purchase liabilities	1,559	2,427
Bank borrowings	1,314	1,493
Deferred taxation	5,574	4,666
	8,447	8,586
Current liabilities		
Trade payables	32,648	20,112
Other payables	10,701	12,692
Hire purchase liabilities	2,297	2,598
Bank borrowings	173,562	186,480
Taxation	1,400	409
	220,608	222,291
Total liabilities	229,055	230,877
TOTAL EQUITY AND LIABILITIES	431,414	425,235
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.88	0.85

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements)

PRESTAR RESOURCES BHD (123066-A)

**Condensed Consolidated Statement of Changes in Equity
For the 2nd financial quarter ended 30 June 2006**

	Attributable to Equity Holders of the Parent						Minority	Total	
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserves RM'000	Warrant Reserves RM'000	Retained profits RM'000	Treasury Shares RM'000	Total RM'000	Interest RM'000	Equity RM'000
At 1 January 2006	88,801	858	1,135	3,862	57,041	-2,696	149,001	45,294	194,295
Effect of adopting FRS 3 [note 1(a)]					63		63		63
Restated	88,801	858	1,135	3,862	57,104	-2,696	149,064	45,294	194,358
Crystalisation of revaluation reserve			-17		17		0		0
Net profit for the period					4,559		4,559	4,297	8,856
Dividends paid							0	-740	-740
Exercise of ESOS							0		0
Shares Buy-back						-115	-115		-115
At 30 June 2006	88,801	858	1,118	3,862	61,680	-2,811	153,508	48,851	202,359
At 1 January 2005	87,662	293	1,168	0	58,472	-1,305	146,290	41,223	187,513
Crystalisation of revaluation reserve			-17		17		0		0
Net profit for the period					9,239		9,239	4,608	13,847
Dividends paid					-5,778		-5,778	-300	-6,078
Exercise of ESOS	1,139	566					1,705		1,705
Shares Buy-back						-1,391	-1,391		-1,391
At 30 June 2005	88,801	859	1,151	0	61,950	-2,696	150,065	45,531	195,596

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.)

PRESTAR RESOURCES BHD (123066-A)**Condensed Consolidated Cash Flow Statement
For the 2nd financial quarter ended 30 June 2006**

	30.6.2006 RM'000	30.6.2005 RM'000
Profit before taxation	13,413	18,725
Adjustments for :-		
Non-cash items	4,171	5,254
Non-operating items	4,218	5,058
Operating profit before working capital changes	21,802	29,037
Net change in current assets	2,239	-73,052
Net change in current liabilities	10,545	11,579
Tax paid	-2,148	-6,432
Net cash generated from / (used in) operating activities	32,438	-38,868
Net cash outflow from investing activities	-9,157	-4,879
Net cash inflow/(outflow) from financing activities	-17,613	49,320
Net increase/(decrease) in cash and cash equivalent	5,668	5,573
Cash and cash equivalents at 1 January	11,090	8,131
Foreign exchange differences on opening balances	0	0
Cash and cash equivalents at 30 June	16,758	13,704
Cash and cash equivalents comprise:		
Fixed deposits with licensed banks	2,545	650
Cash and bank balances	15,964	14,969
Bank overdrafts	-856	-1,765
	<u>17,653</u>	<u>13,854</u>
Less : Fixed deposits pledged to licensed banks	-895	-150
	<u>16,758</u>	<u>13,704</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.)