



Financial Results

Form Version 8 (Enhanced)

Submitted by CS_SECURITIES SERVICES 2 on 25/11/2010 05:52:02 PM

Reference No CS-101125-6A5A1

Submitting Investment

Bank/Advisor
(if applicable)

Submitting Secretarial Firm Securities Services (Holdings) Sdn. Bhd.
(if applicable)

Company name * PRESTAR RESOURCES BERHAD

Stock name * PRESTAR

Stock code * 9873

Contact person * Chua Siew Chuan
Chin Mun Yee

Designation * Company Secretaries

Part A1 : QUARTERLY REPORT

Financial Year End * 31/12/2010

Quarter * 1 Qtr 2 Qtr 3 Qtr 4 Qtr Other

Quarterly report for the financial period ended * 30/09/2010

The figures * have been audited have not been audited

Please attach the full Quarterly Report here:



Prestar Notes Q3 2010.pdf



Prestar Results Q3 2010.pdf

Remarks:

Currency Malaysian Ringgit (MYR)

Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION

Summary of Key Financial Information for the financial period ended

* 30/09/2010

INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
CURRENT YEAR QUARTER *	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE *	PRECEDING YEAR CORRESPONDING PERIOD
30/09/2010 [dd/mm/yyyy]	30/09/2009 [dd/mm/yyyy]	30/09/2010 [dd/mm/yyyy]	30/09/2009 [dd/mm/yyyy]
\$\$'000	\$\$'000	\$\$'000	\$\$'000
142,526			

1 Revenue		127,126	419,273	326,752
2 Profit/(loss) before tax	821	16,914	18,127	11,426
3 Profit/(loss) for the period	937	13,264	13,140	6,201
4 Profit/(loss) attributable to ordinary equity holders of the parent	206	9,296	7,538	119
5 Basic earnings/(loss) per share (Subunit)	0.12	5.34	4.33	0.07
6 Proposed/Declared dividend per share (Subunit)	0.00	0.00	0.00	0.00

	AS AT END OF CURRENT QUARTER*	AS AT PRECEDING FINANCIAL YEAR END
7 Net assets per share attributable to ordinary equity holders of the parent (\$\$)	0.9900	0.9600

Remarks :

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit. Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

Part A3 : ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER* 30/09/2010 [dd/mm/yyyy] \$\$'000	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2009 [dd/mm/yyyy] \$\$'000	CURRENT YEAR TO DATE* 30/09/2010 [dd/mm/yyyy] \$\$'000	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2009 [dd/mm/yyyy] \$\$'000
1 Gross interest income	94	47	184	75
2 Gross interest expense	3,280	2,280	8,852	7,191

Remarks :

Other Currency

Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION

**Summary of Key Financial Information for the financial period ended
* 30/09/2010**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER *	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE *	PRECEDING YEAR CORRESPONDING PERIOD
	[dd/mm/yyyy] \$\$'000	[dd/mm/yyyy] \$\$'000	[dd/mm/yyyy] \$\$'000	[dd/mm/yyyy] \$\$'000
1 Revenue				
2 Profit/(loss) before tax				
3 Profit/(loss) for the period				
4 Profit/(loss) attributable to ordinary equity holders of the parent				
5 Basic earnings/(los s) per share (Subunit)				
6 Proposed/Dec lared dividend per share (Subunit)				
	AS AT END OF CURRENT QUARTER*		AS AT PRECEDING FINANCIAL YEAR END	
7 Net assets per share attributable to ordinary equity holders of the parent (\$\$)				

Remarks :

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit. Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

Part A3 : ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR TO	PRECEDING YEAR

	QUARTER*	CORRESPONDING QUARTER	DATE*	CORRESPONDING PERIOD
	[dd/mm/yyyy]	[dd/mm/yyyy]	[dd/mm/yyyy]	[dd/mm/yyyy]
	\$\$'000	\$\$'000	\$\$'000	\$\$'000
1 Gross interest income				
2 Gross interest expense				
Remarks :				

Note: The above information is for the Exchange internal use only.

PRESTAR RESOURCES BHD (123066-A)

Unaudited Condensed Consolidated Statement of Comprehensive Income
For the 3rd financial quarter ended 30 September 2010

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/2010 RM'000	Preceding Year Corresponding Quarter 30/09/2009 RM'000	Current Year To Date 30/09/2010 RM'000	Preceding Year Corresponding To Date 30/09/2009 RM'000
Revenue	142,526	127,126	419,273	326,752
Cost of sales	(132,829)	(103,503)	(374,515)	(290,707)
Gross profit	9,697	23,623	44,758	36,045
Other operating income	2,646	1,371	6,847	3,883
Operating expenses	(9,020)	(7,051)	(27,005)	(21,083)
Profit from operations	3,323	17,943	24,600	18,845
Finance costs	(3,280)	(2,280)	(8,852)	(7,191)
Interest income	94	47	184	75
Share of results of associate	684	1,204	2,195	(303)
Profit before taxation	821	16,914	18,127	11,426
Tax expenses	116	(3,650)	(4,987)	(5,225)
Profit for the period	937	13,264	13,140	6,201
Other comprehensive income, net of tax				
Foreign currency translation differences for foreign operation	(338)	(253)	(600)	(179)
Fair value of available-for-sale financial assets	* -	-	* -	-
Other comprehensive income for the period, net of tax	(338)	(253)	(600)	(179)
Total comprehensive income for the period	599	13,011	12,540	6,022

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/2010 RM'000	Preceding Year Corresponding Quarter 30/09/2009 RM'000	Current Year To Date 30/09/2010 RM'000	Preceding Year Corresponding To Date 30/09/2009 RM'000
Profit attributable to:				
Owners of the company	206	9,296	7,538	119
Non-controlling interest	731	3,968	5,602	6,082
Profit for the period	937	13,264	13,140	6,201
Total comprehensive income attributable to:				
Owners of the company	(132)	9,043	6,938	(60)
Non-controlling interest	731	3,968	5,602	6,082
Total comprehensive income for the period	599	13,011	12,540	6,022
Earnings per share (sen)				
Basic	0.12	5.34	4.33	0.07
Diluted	0.12	5.34	4.33	0.07

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

* The fair value of available-for-sale financial assets is a gain of RM60 only, therefore insignificant to be shown here.

RESTAR RESOURCES BHD (123066-A)

Unaudited Condensed Consolidated Statement of Financial Position as at 30 September 2010

	As at End of Current Quarter 30/09/2010 RM'000	As at Preceding Financial Year Ended 31/12/2009 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	161,950	164,670
Investment properties	920	1,400
Intangible assets	1,984	2,028
Investments in associates	37,975	35,780
Available-for-sale investments	-	2
Deferred tax assets	-	2
	202,829	203,882
Current assets		
Inventories	159,440	125,051
Trade receivables	120,268	114,570
Other receivables, deposits and prepayments	13,863	21,902
Derivative assets	42	-
Tax Recoverable	1,119	2,823
Cash and cash equivalent	28,629	23,769
	323,361	288,115
TOTAL ASSETS	526,190	491,997
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	90,491	90,491
Reserves	87,156	82,738
Treasury shares	(5,854)	(5,854)
	171,793	167,375
Non-controlling interest	55,770	51,735
Total equity	227,563	219,110
Non-current liabilities		
Hire purchase liabilities	4,146	6,712
Bank borrowings	14,470	18,553
Deferred taxation	5,652	5,136
	24,268	30,401
Current liabilities		
Trade payables	14,750	18,929
Other payables	8,468	10,246
Derivative liabilities	756	-
Hire purchase liabilities	3,415	3,429
Bank borrowings	245,251	208,420
Taxation	1,719	1,462
	274,359	242,486
Total liabilities	298,627	272,887
TOTAL EQUITY AND LIABILITIES	526,190	491,997
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.99	0.96

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

PRESTAR RESOURCES BHD (123066-A)

**Unaudited Condensed Consolidated Statement of Changes in Equity
For the 3rd financial quarter ended 30 September 2010**

	Attributable to Equity Holders of the Parent										Non- controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Translation Reserves RM'000	Fair Value Reserves RM'000	Revaluation Reserves RM'000	Warrant Reserves RM'000	Treasury Shares RM'000	Retained profits RM'000	Total RM'000			
At 1 January 2009	90,491	1,687	(566)	-	1,081	3,862	(5,854)	75,553	166,254	47,026	213,280	
Total comprehensive income	-	-	(179)	-	-	-	-	119	(60)	6,082	6,022	
Acquisition of share from Minority Interest	-	-	-	-	-	-	-	-	-	(73)	(73)	
Realisation of revaluation reserves	-	-	-	-	(27)	-	-	27	-	-	-	
Dividend paid	-	-	-	-	-	-	-	(2,611)	(2,611)	(1,150)	(3,761)	
At 30 September 2009	90,491	1,687	(745)	-	1,054	3,862	(5,854)	73,088	163,583	51,885	215,468	
At 1 January 2010, as previously stated	90,491	1,687	(1,069)	-	1,051	3,862	(5,854)	77,207	167,375	51,735	219,110	
Effect of adopting FRS 139	-	-	-	*	-	-	-	91	91	3	94	
At 1 January 2010, as restated	90,491	1,687	(1,069)	-	1,051	3,862	(5,854)	77,298	167,466	51,738	219,204	
Total comprehensive income	-	-	(600)	*	-	-	-	7,538	6,938	5,602	12,540	
Realisation of revaluation reserves	-	-	-	-	(27)	-	-	27	-	-	-	
Dividend paid	-	-	-	-	-	-	-	(2,611)	(2,611)	(1,570)	(4,181)	
At 30 September 2010	90,491	1,687	(1,669)	-	1,024	3,862	(5,854)	82,252	171,793	55,770	227,563	

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

* Fair value reserves is RM60, therefore insignificant to be shown here.

PRESTAR RESOURCES BHD (123066-A)**Unaudited Condensed Consolidated Cash Flow Statement
For the 3rd financial quarter ended 30 September 2010**

	30/09/2010 RM'000	30/09/2009 RM'000
Profit before taxation	18,127	11,426
Adjustments for :-		
Non-cash items	2,954	(1,225)
Non-operating items	8,669	7,073
Operating profit before working capital changes	29,750	17,274
Net change in current assets	(30,997)	33,398
Net change in current liabilities	(5,107)	95
Tax paid	(2,507)	(2,326)
Net cash generated from / (used in) operating activities	(8,861)	48,441
Net cash (outflow) / inflow from investing activities	(7,544)	(8,460)
Net cash inflow from financing activities	20,417	(32,523)
Net increase/(decrease) in cash and cash equivalent	4,012	7,458
Cash and cash equivalents at 1 January	20,982	12,671
Foreign exchange differences on opening balances	938	186
Cash and cash equivalents at 30 September	25,932	20,315
Cash and cash equivalents comprise:		
Fixed deposits with licensed banks	1,794	3,972
Cash and bank balances	26,834	18,709
Bank overdrafts	(1,602)	(1,294)
	<u>27,026</u>	<u>21,387</u>
Less : Fixed deposits pledged to licensed banks	(1,094)	(1,072)
	<u>25,932</u>	<u>20,315</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

Prestar Resources Berhad (123066-A)

Notes to the Interim Financial Report for the period ended 30 September 2010

PART A: EXPLANATION NOTES AS PER FRS 134

A1 Accounting policies and methods of computation

The interim financial statements are unaudited and have been prepared in compliance with Financial Reporting Standard ("FRS") 134, Interim Financial Reporting and other FRS issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2009.

These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2009.

The significant accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the year ended 31 December 2009.

The FRSs that are relevant to the Group's operations and effective for the financial period beginning on or after January 2010 are as follows:

FRS 7	Financial Instruments: Disclosures
FRS 101	Presentation of Financial Statements (revised)
FRS 123	Borrowing Costs
FRS 127	Consolidated and Separate Financial Statements
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 8	Operating Segment
Amendments to FRS 107	Cash Flow Statements
Amendments to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to FRS 110	Event After Balance Sheet Date
Amendments to FRS 116	Property, Plant and Equipment
Amendments to FRS 117	Leases
Amendments to FRS 118	Revenue
Amendments to FRS 119	Employee Benefits
Amendments to FRS 131	Interest in Joint Venture
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 134	Interim Financial Reporting
Amendments to FRS 136	Impairment of Assets
Amendments to FRS 138	Intangible Assets
Amendments to FRS 139	Financial Instruments: Recognition and Measurement
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	Group and Treasury Transactions

Prestar Resources Berhad (123066-A)

Notes to the Interim Financial Report for the period ended 30 September 2010

The above FRSs, IC Interpretations and Amendments to FRS do not have significant impact on the financial reporting of the Group except for FRS 139. The adoption of FRS 139 has resulted in changes to accounting policies and the new accounting policies are as follows:

❖ ***Investment in equity securities***

Prior to the adoption of FRS 139, investments in non-current equity securities, other than investments in subsidiaries, were stated at cost less allowance for diminution in value which is other than temporary. With the adoption of FRS 139, quoted investments in non-current equity securities, other than investments in subsidiaries, are now categorized and measured as fair value through profit or loss, or as available-for-sale investments.

❖ ***Derivatives***

Prior to the adoption of FRS 139, derivative contracts were recognized in the financial statements on settlement date. With the adoption of FRS 139, derivative contracts are now categorized as fair value through profit or loss and measured at their fair value with the gain or loss recognized in the profit or loss.

❖ ***Impairment of trade and other receivables***

Prior to the adoption of FRS 139, an allowance for doubtful debts was made when a receivable is considered irrecoverable by the management. With the adoption of FRS 139, an impairment loss is recognized for trade and other receivables and is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate.

A2 Seasonal or cyclical factors

The Group faces minor seasonal fluctuations during the major festive seasons such as Hari Raya Aidilfitri and Chinese New Year celebrations.

A3 The nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

There was no unusual item in the quarterly financial statement under review.

A4 Changes in estimates

There are no significant changes in the estimates of amount, which give a material effect in the current interim period.

A5 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter ended 30 September 2010.

Prestar Resources Berhad (123066-A)

Notes to the Interim Financial Report for the period ended 30 September 2010

A6 Dividends paid (aggregate or per share) separately for ordinary share and other shares

A First and Final Dividend of 3.0% tax exempt amounting to 1.5 sen per share in respect of the financial year ended 31 December 2009 was paid on 18 August 2010.

A7 Segment Information for the current financial year to date

	<u>Trading</u> RM'000	<u>Manufacturing</u> RM'000	<u>Investment</u> RM'000	<u>Elimination</u> RM'000	<u>Total</u> RM'000
Revenue					
External Sales	81,293	336,622	1,358	-	419,273
Inter-segment revenue	254	60,484	12,371	(73,109)	-
Total Revenue	81,547	397,106	13,729	(73,109)	419,273
Segment Result	3,141	22,811	9,924	(11,276)	24,600
Profit from operations					24,600
Finance costs					(8,852)
Interest Income					184
Share of results of associates					2,195
Profit before tax					18,127

FRS 8 Operating Segments requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes. The Group's chief operating decision maker relies on internal reports which are similar to those currently disclosed externally.

No analysis by geographical area has been presented as its year to date contribution was less than 10% to the combined results of all segments revenue or results or assets.

A8 Valuations of property, plant and equipment

The valuation of land & buildings has been brought forward, without amendment from the previous annual financial statement.

A9 Material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the current quarter under review.

Prestar Resources Berhad (123066-A)

Notes to the Interim Financial Report for the period ended 30 September 2010

A10 The effect of changes in the composition of the enterprise during the interim period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations

- i. Further to the announcement made on 11 May 2010 on the proposed liquidation through members' voluntary liquidation of Prestar Venture Sdn Bhd, a wholly owned subsidiary of the Company, the liquidation process of the said company is currently on-going.
- ii. Prestar Steel Pipes Sdn Bhd (PSPSB), a wholly owned subsidiary of the Company and Prestar Precision Tube Sdn Bhd (PPTSB), a subsidiary of the Company, had on 26 August 2010 undergone an internal restructuring exercise involving acquisition by the Company 1,500,000 ordinary shares of RM1.00 each in PPTSB held by PSPSB. As result, PPTSB has become a wholly owned subsidiary of the Company. Ensuring this, PSPSB and PPTSB had on 1 September 2010 undergone a transfer of business from PSPSB to PPTSB (refer announcement on 26 August 2010 and 1 September 2010).

The Internal Restructuring will not have any material effect on the share capital, net assets per shares, gearing, earning per share and substantial shareholding of the Company.

A11 Changes in contingent liabilities or contingent assets since the last annual balance sheet date

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

A12 Capital commitments

	As at 30/09/2010
	RM'000
Property, plant and equipment	
Authorized and contracted for	587
Authorized and not contracted for	703

Prestar Resources Berhad (123066-A)

Notes to the Interim Financial Report for the period ended 30 September 2010

**Part B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA SECURITIES (PART A OF APPENDIX 9B)**

B1 Review of performance of the company and its principal subsidiaries for the current quarter and financial year to date (YTD)

Group revenue for the current quarter and year-to-date were RM 142.5 million and RM 419.3 million, an improvement of 12.1% and 28.3% over the same period last year respectively. Profit before taxation for the quarter under review were only RM 0.8 million as compared to RM 16.9 million last year, nonetheless YTD profit before tax for the year were RM 18.1 million, 58.6% higher than last YTD's performance. The significant decline in current quarter's earnings was mainly due to the sluggish demand and continued fall in steel prices amidst slower export growth and softer domestic demand of our economy. Continued losses of certain subsidiaries also contributed to the less favorable performance of the Group.

B2 Material changes in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter

Group revenue for the current quarter was slightly higher than the immediate preceding quarter's RM139.3 million. However, profit before tax reduced substantially from the immediate preceding quarter's RM 7.6 million to RM 0.8 million for the quarter under review, this was mainly due to the softening of steel prices and slow market demand during the quarter under review.

B3 Prospects

The condition of softening steel prices and market demand persisted through out the quarter under review, the sluggish situation is expected to prolong in the near term. In line with the unfavorable development, the Board reckoned that the business conditions for the rest of the year to remain volatile and challenging.

B4 Variance of actual profit from forecast profit / profit guarantee

Not applicable.

B5 Tax expenses

RM'000	Current Quarter 30/092010	Current Year To Date 30/092010
Current taxation	3	4,409
Deferred taxation	(178)	519
In respect of prior years	59	59
	<u>(116)</u>	<u>4,987</u>

Prestar Resources Berhad (123066-A)

Notes to the Interim Financial Report for the period ended 30 September 2010

The average effective tax rate of the Group for the current quarter and financial year to date is higher than the current statutory tax rate mainly due to non tax deductibility of some expenses as well as non transferability of losses of some subsidiaries under the group.

B6 Profit / (Losses) on sale of unquoted investments and/or properties

There is no sale of unquoted investments or properties for the current quarter and financial year to date.

B7 Quoted securities

- (a) Total purchases consideration and sale proceeds of available-for-sale investments in quoted securities for the current quarter and financial year to date and profit/loss arising there from are as follows:

	Current Quarter 30/09/10 RM'000	Year To date 30/09/10 RM'000
Total Purchases	-	-
Total Sale Proceeds	-	2
Total Profit / (Loss)	-	-

- (b) The available-for-sale investments in quoted securities as at 30 September 2010 are as follows:-

	RM'000
(i) At cost	-
(ii) At book value	-
(iii) At market value	-

- B8 (a) The status of corporate proposals announced but not completed at the latest practicable date which shall not be earlier than 7 days from the date of issue of the quarterly report.**

- (b) Where applicable, a brief explanation of the status of utilization of proceeds raised from any corporate proposal.**

(a) and (b) not applicable.

Prestar Resources Berhad (123066-A)

Notes to the Interim Financial Report for the period ended 30 September 2010

B9 Group bank borrowings:

Total group borrowings as at 30 September 2010 are as follows:-

	Short Term Borrowing	Long Term Borrowing
	RM'000	RM'000
Denominated in Ringgit Malaysia:		
Secured	84,900	1,958
Unsecured	122,638	5,280
Denominated in US Dollar:		
Secured	24,401	6,626
Denominated in Vietnam VND:		
Secured	13,312	606
Total Bank Borrowings	245,251	14,470

B10 Disclosure of derivatives

With the adoption of FRS 139, there are currently no off balance sheet financial instruments. The list of outstanding derivatives as at 30 September 2010 is as follows:

Type of Derivatives	Notional Value	Fair Value
Forward Foreign currency contract	Ringgit Malaysia ('000)	Ringgit Malaysia ('000)
Bank buy :		
- Less than 1 year	1,815	1,769
Bank sell :		
- Less than 1 year	22,351	21,591

The above foreign currency contracts were executed with creditworthy financial institutions and hence the likelihood of non performance is remote.

B11 Material litigation since the last annual balance sheet date which shall be made up to a date not earlier than 7 days from the date of issue of the quarterly report

As at 18 November 2010, there were no changes in material litigation, including the status of pending material litigation since the last annual balance sheet date of 31 December 2009.

B12 Dividend

The Directors do not recommend any interim dividend for the current quarter under review.

Prestar Resources Berhad (123066-A)

Notes to the Interim Financial Report for the period ended 30 September 2010

B13 Earnings per share

	Current Quarter Ended 30/09/2010
Basic	
Net profit attributable to ordinary shareholder (RM'000)	<u>7,538</u>
Number of ordinary shares as at 1 Jan 2010 after net off treasury shares	174,061
Effect of ESOS exercised	-
Effect of warrants exercised	-
Effect of shares repurchased	<u>-</u>
Weighted average number of ordinary shares in issue ('000)	<u>174,061</u>
Basic earnings per share (sen)	<u>4.33</u>

Diluted

The diluted earnings per ordinary share is not presented for the current quarter as there is an anti-dilutive effect on the conversion of Warrants to ordinary shares.

B14 Report of auditors

The audit report of the most recent annual financial statement for the year ended 31 December 2009 was not qualified.