

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the 2nd financial quarter ended 30 June 2018

| | Individual Quarter | | Cumulative Quarter | |
|--|--|--|--|---|
| | Current Year 2nd Quarter 01/04/2018 to 30/06/2018 | Preceding Year Corresponding Quarter | Current Year To-date 01/01/2018 to 30/06/2018 | Preceding Year Corresponding Period |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 186,409 | 168,828 | 378,954 | 344,545 |
| Cost of sales | (165,835) | (142,306) | (336,332) | (287,855) |
| Gross profit | 20,574 | 26,522 | 42,622 | 56,690 |
| Other operating income | 1,792 | 12,320 | 3,429 | 13,431 |
| Operating expenses | (11,392) | (11,845) | (23,270) | (23,853) |
| Profit from operations | 10,974 | 26,997 | 22,781 | 46,268 |
| Finance costs | (3,511) | (3,589) | (6,834) | (6,796) |
| Interest income | 177 | 293 | 411 | 464 |
| Share of results of associate | (1,455) | 2,000 | 1,947 | 2,264 |
| Profit before taxation | 6,185 | 25,701 | 18,305 | 42,200 |
| Tax expenses | (2,267) | (5,434) | (5,374) | (9,662) |
| Profit for the period | 3,918 | 20,267 | 12,931 | 32,538 |
| Other comprehensive income, net of tax | | | | |
| Foreign currency translation differences for foreign operation | 3 | (801) | 51 | (1,064) |
| Other comprehensive income for the period, net of tax | 3 | (801) | 51 | (1,064) |
| Total comprehensive income for the period | 3,921 | 19,466 | 12,982 | 31,474 |

| | Individual Quarter | | Cumulative Quarter | |
|--|--|--|--|---|
| | Current Year 2nd Quarter 01/04/2018 to 30/06/2018 RM'000 | Preceding Year Corresponding Quarter RM'000 | Current Year To-date 01/01/2018 to 30/06/2018 RM'000 | Preceding Year Corresponding Period RM'000 |
| Profit attributable to: | | | | |
| Owners of the company | 3,076 | 18,038 | 10,118 | 27,327 |
| Non-controlling interest | 842 | 2,229 | 2,813 | 5,211 |
| Profit for the period | 3,918 | 20,267 | 12,931 | 32,538 |
| Total comprehensive income attributable to: | | | | |
| Owners of the company | 3,079 | 17,237 | 10,169 | 26,263 |
| Non-controlling interest | 842 | 2,229 | 2,813 | 5,211 |
| Total comprehensive income for the period | 3,921 | 19,466 | 12,982 | 31,474 |
| Earnings per share (sen) | | | | |
| Basic | 1.56 | 9.40 | 5.13 | 14.45 |
| Diluted | 1.56 | 9.31 | 5.12 | 14.30 |

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

PRESTAR RESOURCES BHD (123066-A)

Unaudited Condensed Consolidated Statement of Financial Position as at 30 June 2018

| | As at 30/06/2018 RM'000 | As at 31/12/2017 RM'000 |
|---|--|--|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 158,409 | 155,637 |
| Investment properties | 1 | 1 |
| Intangible assets | 1,675 | 1,675 |
| Investments in associates | 45,979 | 44,456 |
| Deferred tax assets | - | 20 |
| | 206,064 | 201,789 |
| Current assets | | |
| Inventories | 229,675 | 208,130 |
| Trade receivables | 200,278 | 192,482 |
| Other receivables | 19,423 | 15,555 |
| Derivative assets | 60 | 60 |
| Tax Recoverable | 631 | 319 |
| Cash and bank balances | 27,844 | 78,758 |
| | 477,911 | 495,304 |
| | 683,975 | 697,093 |
| TOTAL ASSETS | | |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 103,530 | 103,411 |
| Reserves | 183,979 | 180,834 |
| Treasury shares | (7,317) | (5,873) |
| | 280,192 | 278,372 |
| Non-controlling interest | 63,533 | 60,859 |
| Total equity | 343,725 | 339,231 |
| Non-current liabilities | | |
| Hire purchase liabilities | 5,397 | 5,927 |
| Bank borrowings | 3,000 | 4,154 |
| Deferred taxation | 10,413 | 10,339 |
| Retirement benefit obligations | 3,679 | 3,554 |
| | 22,489 | 23,974 |
| Current liabilities | | |
| Trade payables | 39,654 | 72,110 |
| Other payables | 16,511 | 20,953 |
| Derivative liabilities | 401 | 100 |
| Hire purchase liabilities | 3,410 | 3,417 |
| Bank borrowings | 251,726 | 231,926 |
| Taxation | 6,059 | 5,382 |
| | 317,761 | 333,888 |
| Total liabilities | 340,250 | 357,862 |
| TOTAL EQUITY AND LIABILITIES | 683,975 | 697,093 |
| Net assets per share attributable to ordinary equity holders of the parent (RM) | 1.43 | 1.41 |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2017 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 2nd financial quarter ended 30 June 2018**

| | Non-distributable | | | | | Distributable | | | Total attributable to owners of the parent RM'000 | Non- controlling Interests RM'000 | Total Equity RM'000 |
|---|----------------------------|----------------------------|----------------------------------|---------------------------------------|------------------------------|-------------------------------|---|--------|---|--|------------------------|
| | Share Capital RM'000 | Share Premium RM'000 | Translation Reserve RM'000 | Share Options reserve RM'000 | Treasury Shares RM'000 | Retained profits RM'000 | Total attributable to owners of the parent RM'000 | | | | |
| At 1 January 2017 | 93,115 | 2,245 | 4,533 | 1,375 | (5,854) | 141,318 | 236,732 | 63,595 | 300,327 | | |
| Total comprehensive income | - | - | (1,064) | - | - | 27,327 | 26,263 | 5,211 | 31,474 | | |
| Dividend paid | - | - | - | - | - | (3,894) | (3,894) | (980) | (4,874) | | |
| Issue of shares pursuant to ESOS | 8,870 | 813 | - | (611) | - | - | 9,072 | - | 9,072 | | |
| Share options granted under ESOS | - | - | - | 138 | - | - | 138 | - | 138 | | |
| At 30 June 2017 | 101,985 | 3,058 | 3,469 | 902 | (5,854) | 164,751 | 268,311 | 67,826 | 336,137 | | |
| At 1 January 2018 | 103,411 | 3,058 | (33) | 1,212 | (5,873) | 176,597 | 278,372 | 60,859 | 339,231 | | |
| Adjustment on initial application of MFRS 9 | - | - | - | - | - | (1,128) | (1,128) | (139) | (1,267) | | |
| At 1 January 2018 (Restated) | 103,411 | 3,058 | (33) | 1,212 | (5,873) | 175,469 | 277,244 | 60,720 | 337,964 | | |
| Total comprehensive income | - | - | 51 | - | - | 10,118 | 10,169 | 2,813 | 12,982 | | |
| Shares buy-back | - | - | - | - | (1,444) | - | (1,444) | - | (1,444) | | |
| Dividend paid | - | - | - | - | - | (5,896) | (5,896) | - | (5,896) | | |
| Issue of shares pursuant to ESOS | 119 | - | - | - | - | - | 119 | - | 119 | | |
| At 30 June 2018 | 103,530 | 3,058 | 18 | 1,212 | (7,317) | 179,691 | 280,192 | 63,533 | 343,725 | | |

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

PRESTAR RESOURCES BHD (123066-A)

**Unaudited Condensed Consolidated Statement of Cash Flows
For the 2nd financial quarter ended 30 June 2018**

| | 30/06/2018 RM'000 | 30/06/2017 RM'000 |
|---|-----------------------------|-----------------------------|
| Profit before taxation | 18,305 | 42,200 |
| Adjustments for :- | | |
| Non-cash items | 6,315 | (5,208) |
| Non-operating items | 6,423 | 6,332 |
| Operating profit before working capital changes | 31,043 | 43,324 |
| Net change in current assets | (36,331) | (79,998) |
| Net change in current liabilities | (36,706) | (7,291) |
| Tax paid | (4,918) | (4,799) |
| Net cash used in operating activities | (46,912) | (48,764) |
| Investing activities | | |
| Interest received | 411 | 464 |
| Proceeds from disposal of property, plant and equipment | 268 | 21,364 |
| Purchase of property, plant and equipment | (7,509) | (5,916) |
| Net cash (used in)/ from investing activities | (6,830) | 15,912 |
| Financing activities | | |
| Interest paid | (6,834) | (6,796) |
| Net Proceeds from issuance of ordinary shares | 119 | 9,072 |
| Drawdown of borrowings | 11,771 | 57,729 |
| Dividend paid | (5,896) | (5,755) |
| Dividend paid to non-controlling interests | - | (980) |
| Shares buy-back | (1,444) | - |
| Net cash (used in) / from financing activities | (2,284) | 53,270 |
| Net increase / (decrease) in cash and cash equivalent | (56,026) | 20,418 |
| Cash and cash equivalents at 1 January | 76,939 | 43,871 |
| Effect of exchange rate changes | (25) | (255) |
| Cash and cash equivalents at 30 June | 20,888 | 64,034 |
| Cash and cash equivalents comprise: | | |
| Fixed deposits with licensed banks | - | 26,870 |
| Cash and bank balances | 27,844 | 42,573 |
| Bank overdrafts | (6,956) | (5,409) |
| | <u>20,888</u> | <u>64,034</u> |

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)