

General Announcement

Reference No **CS-090825-3EAE4**

Company Name : **PRESTAR RESOURCES BERHAD**
Stock Name : **PRESTAR**
Date Announced : **25/08/2009**
Type : **Announcement**
Subject : **PRESTAR RESOURCES BHD ("PRB")**
- Internal Restructuring Exercise

Contents : **We act for and on behalf of Prestar Resources Bhd ("PRB " or "the Company").**

The Board of Directors of PRB wishes to announce that Prestar Tooling Sdn Bhd ("PTSB") and Prestar Galvanising Sdn Bhd ("PGSB"), both wholly-owned subsidiaries of PRB had on 25 August 2009 undergone an internal restructuring exercise involving the transfer of business through sales of assets of an amount of RM819,098/- (Ringgit Malaysia: Eight Hundred Nineteen Thousand and Ninety-Eight Only) by PTSB to PGSB ("Internal Restructuring").

The Internal Restructuring will enable the Group to consolidate its operation under one (1) company to achieve economics of scale in its operations and improve business efficiency. It will also enable the Group to streamline its operation processes to bring more efficient and effective management and cost saving in the overall Group administration.

The Internal Restructuring will not have any effect on the share capital and substantial shareholders' shareholding of PRB.

The Internal Restructuring will not have any material effect on the net assets per share, gearing and earnings per share of PRB.

The Internal Restructuring is not subject to the approval of shareholders of PRB or any other authorities.

As the Internal Restructuring is between the Company's wholly-owned subsidiaries, none of the Directors or substantial shareholders of PRB or persons connected to them has an interest, direct or indirect, in the Internal Restructuring.

The Board of Directors of PRB, having considered all aspects of the Internal Restructuring, is of the opinion that the Internal Restructuring is in the best interest of PRB Group.

This announcement is dated 25 August 2009.