



General Announcement

Form Version 7 (Enhanced)

Submitted by CS_SECURITY SERVICES 2 on 26/08/2010 05:11:52 PM

Reference No CS-100826-2DC48

Submitting Investment

Bank/Advisor

(if applicable)

Submitting Secretarial Firm

(if applicable)

Company name *

Stock name *

Stock code *

Contact person *

Designation *

Securities Services (Holdings) Sdn. Bhd.

PRESTAR RESOURCES BERHAD

PRESTAR

9873

Chua Siew Chuan

Chin Mun Yee

Company Secretaries

Type *

Subject :*

Announcement Reply to query

PRESTAR RESOURCES BHD ("PRB" OR "COMPANY")
- INTERNAL RESTRUCTURING EXERCISE - ACQUISITION OF ALL
REMAINING EQUITY INTEREST IN PRESTAR PRECISION TUBE
SDN. BHD. HELD BY PRESTAR STEEL PIPES SDN. BHD.

Note: If the announcement is a long announcement, please summarize the announcement in the contents and enter the details of the announcement in the Announcement Details or attached the full details of the announcement as attachment.

Contents :-*

(This field is to be used for the summary of the announcement)

We act for and on behalf of PRB.

The Board of Directors of PRB wishes to announce that PRB, Prestar Steel Pipes Sdn. Bhd. ("PSPSB"), a wholly-owned subsidiary of PRB and Prestar Precision Tube Sdn. Bhd. ("PPTSB"), a subsidiary of PRB, had on 26 August 2010 undergone an internal restructuring exercise involving the acquisition by PRB of all remaining equity interest in PPTSB held by PSPSB, representing 1,500,000 ordinary shares of RM1.00 each fully paid-up in the capital of PPTSB at a consideration of RM1,500,000.00 (Ringgit Malaysia: One Million and Five Hundred Thousand only) to be set-off against part of the amount owing by PSPSB to PRB ("the Internal Restructuring").

The Internal Restructuring will enable the Group to rationalise the shareholding structure.

Upon completion of the Internal Restructuring, PSPSB will cease to hold any shares in PPTSB and PPTSB will become the wholly-owned subsidiary of PRB.

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

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

None of the Directors and/or major shareholders of PRB and/or persons connected to them have any interest, direct or indirect, in the Internal Restructuring.

This announcement is dated 26 August 2010.

Announcement Details :-

(This field is for the details of the announcement, if applicable)

Tables Section - This section is to be used to create and insert tables. Please make the appropriate reference to the table(s) in the Contents of the Announcement:

| Vendors | Purchasers | No. of shares | Consideration (RM) |
|---------|------------|---------------|--------------------|
| PSPSB | PRB | 1,500,000 | 1,500,000.00 |

Attachment(s):- (please attach the attachments here)