

Financial Statements



Directors' Report for the Year Ended 2000 10

Statutory Declaration 15

Report of the Auditors to the Members 16

Group Balance Sheet 17

Group Income Statement 18

Group Statement of Changes In Equity 19

Group Cash Flow Statement 20

Company Balance Sheet 22

Company Income Statement 23

Company Statement of Changes In Equity 24

Company Cash Flow Statement 25

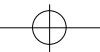
Notes to the Financial Statements 26

List of Group Properties 44

Statistics of Shareholdings 45

Proxy Form





PRESTAR RESOURCES BERHAD (123066-A)

Directors' Report *for the year ended 31 December 2000*

The Directors have pleasure in submitting their report and the audited financial statements of the Group and of the Company for the year ended 31 December 2000.

PRINCIPAL ACTIVITIES

The principal activities of the Company remained unchanged during the year and consist of rental of properties, investment holding and indent trading.

The principal activities of the subsidiaries are stated in Note 3 to the financial statements.

RESULTS

	Group RM	Company RM
Net profit for the year	<u>12,090,876</u>	<u>8,095,907</u>

DIVIDENDS

During the financial year, the Company paid a first and final dividend of 7% less 28% tax amounting to RM1,025,640 in respect of the financial year ended 31 December 1999 on 25 September 2000.

The final dividend recommended by the directors in respect of the financial year ended 31 December 2000 is 3.5% less 28% tax totalling RM512,820.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves and provisions during the year except as disclosed in the financial statements.

DIRECTORS OF THE COMPANY

Directors who served since the date of the last report are:-

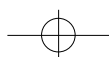
Toh Yew Peng
Toh Yew Keat
Toh Yew Keong
Toh Yew Kar
Toh Yew Chin
Toh Yew Seng
Toh Poh Khuan
Md. Nahar Bin Noordin
Fadzullah Shuhaimi B. Salleh
Meer Sadik Bin Habib Mohamed (appointed on 12.6.2000)

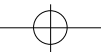
In accordance with Article 105 of the Company's Articles of Association, Toh Poh Khuan, Md. Nahar Bin Noordin and Fadzullah Shuhaimi B. Salleh retire by rotation from the Board at the forthcoming Annual General Meeting and, being eligible, offer themselves for re-election.

In accordance with Article 112 of the Company's Articles of Association, Meer Sadik Bin Habib Mohamed retired from the Board at the last Annual General Meeting and was re-elected.

DIRECTORS' INTEREST

The holdings and deemed holdings in the ordinary shares of the Company and of its related corporations (other than wholly-owned subsidiaries) of those who were directors at year end are as follows:-




PRESTAR RESOURCES BERHAD (123066-A)

Directors' Report *for the year ended 31 December 2000*

DIRECTORS' INTEREST (continued)

DIRECTORS' INTEREST (continued)		Number of ordinary shares		
Names of the Directors which have direct interest	Balance at 1.1.2000/ Date of appointment	Bought	Sold	Balance at 31.12.2000
The Company				
Toh Yew Peng	1,250,399	-	-	1,250,399
Toh Yew Keat	3,687,851	250,000	-	3,937,851
Md. Nahar Bin Noordin	833,000	-	-	833,000
Fadzlullah Shuhaimi B. Salleh	2,000	-	-	2,000
Meer Sadik Bin Habib Mohamed	1,151	-	-	1,151

Names of the Directors which have indirect interest	Balance at 1.1.2000	Number of ordinary shares		Balance at 31.12.2000
		Bought	Sold	
Toh Yew Peng	7,076,250	-	-	7,076,250
Toh Yew Keat	7,076,250	-	-	7,076,250
Toh Yew Keong	7,076,250	-	-	7,076,250
Toh Yew Kar	7,076,250	-	-	7,076,250
Toh Yew Chin	7,076,250	-	-	7,076,250
Toh Yew Seng	7,076,250	-	-	7,076,250
Toh Poh Khuan	7,076,250	-	-	7,076,250

By virtue of their interest in shares in the Company, the Directors are also deemed to have an interest in the shares of the subsidiary companies to the extent that the Company has an interest.

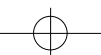
The options granted to the directors in respect of the acquisition of shares pursuant to the Employees' Share Option Scheme ("ESOS") are set out below:

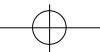
	Number of options over ordinary shares of RM1.00 each			Balance at 31.12.2000
	Balance at 1.1.2000	Granted	Exercised	
Share options in the Company				
Toh Yew Keat	-	500,000	-	500,000
Toh Yew Peng	-	500,000	-	500,000
Toh Yew Kar	-	300,000	-	300,000
Toh Yew Seng	-	300,000	-	300,000
Toh Yew Khuan	-	300,000	-	300,000

DIRECTORS' BENEFITS

Since the end of the previous financial year, no director of the Company has received or become entitled to receive any benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by directors as shown in the financial statements) by reason of a contract made by the Company or a related company with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest except for certain directors who may be deemed to derive a benefit by virtue of those transactions conducted between the Company and companies in which the directors have interests as disclosed in Note 27 to the financial statements.

There were no arrangements during and at the end of the financial year which had the object of enabling directors of the Company to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate apart from the Employees' Share Option Scheme.





PRESTAR RESOURCES BERHAD (123066-A)

ISSUE OF SHARES

During the year, the Company increased its authorised share capital from 25,000,000 ordinary shares of RM1.00 each to 100,000,000 ordinary shares of RM1.00 each by the creation of 75,000,000 new ordinary shares of RM1.00 each, ranking pari passu with the existing shares of the Company.

There were no changes in the issued and paid-up capital of the Company during the year.

OPTIONS GRANTED OVER UNISSUED SHARES AND DEBENTURES

No options were granted to any person to take up unissued shares and debentures of the Company during the year apart from the Employees' Share Option Scheme ("ESOS").

The Company's ESOS of not more than 10% of the issued share capital of the Company at the point of time when an offer is made was approved by the shareholders of the Company at an Extraordinary General Meeting held on 20 October 2000 and was effected on 26 December 2000.

The salient features of the scheme are as follows:-

- a) Eligible Employees comprise any employee who has attained the age of eighteen (18) years and who is a Malaysian Citizen employed by and on the payroll of any company comprised in the Group and who are monthly paid employees and is confirmed and has been in the employment of the Group for at least one (1) year prior to or up to the Date of Offer.
- b) The option is personal to the grantee and is non-assignable.
- c) The Option Price shall be determined based on a discount of not more than 10% of the 5 day weighted average market price of the Shares at the date the Option is granted, subject to the minimum price of RM1.00, being the par value of the Shares.
- d) The options granted may be exercised according to the following scale in respect of a maximum of the following:-

Number of Shares in respect of Options granted	Percentage of options exercisable (%)				
	Year 1	Year 2	Year 3	Year 4	Year 5
Less than 20,000	50	50			
20,000 to 100,000	30	30	40		
More than 100,000	20	20	20	20	20

Note: The percentage of the Option exercisable but not exercised in a particular year can be carried forward to the subsequent years within the Option Period.

- e) The options granted may be exercised at any time within a period of five years from the date of the last approval subject to any extension as shall be approved by the shareholders and the relevant authorities.
- f) The options granted may be exercised in full or in lesser number of ordinary shares provided that the number shall be in multiples of 1,000 shares.

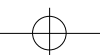
SIGNIFICANT EVENTS DURING THE YEAR

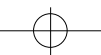
a) Acquisition of subsidiary - Prestar Galvanising Sdn. Bhd.

During the year, the Company purchased 1,950,000 fully paid up ordinary shares of RM1.00 each in the share capital of Prestar Galvanising Sdn. Bhd. (formerly known as Zelleco Metal Galvanising Sdn. Bhd.) constituting 65% equity interest of the company for a total cash consideration of RM975,000 from Zelleco (M) Sdn. Bhd.

b) Subscription of shares in subsidiary - Tashin Steel Sdn. Bhd.

During the year, the Company subscribed an additional 3,545,000 fully paid up ordinary shares of RM1.00 each in the share capital of Tashin Steel Sdn. Bhd. for a total cash consideration of RM3,545,000.





PRESTAR RESOURCES BERHAD (123066-A)

SIGNIFICANT EVENTS DURING THE YEAR (Continued)

c) *Proposed acquisition of industrial properties*

On 20 October 2000, the shareholders of the Company present at an Extraordinary General Meeting ("EGM") approved the acquisition of a parcel of industrial land together with five blocks of factory buildings from a company in which certain directors have interest for a cash consideration of RM37million. ("Acquisition of Industrial Properties")

The Acquisition of Industrial Properties was approved by the Securities Commissions ("SC") on 19 July 2000 and the Foreign Investment Committee ("FIC") on 24 March 2000.

Subsequently, an extension of time has been granted on the Sale and Purchase Agreement which expired on 11 November 2000 for a period of six months commencing 12 November 2000.

d) *Rights issue*

On 20 October 2000, the shareholders of the Company present at an EGM approved the rights issue of 20,350,000 new ordinary shares of RM1.00 each on the basis of one new ordinary shares of RM1.00 each for every one existing share of RM1.00 each held at an issue price of RM2.00 per new ordinary share of RM1.00 each. ("Rights Issue")

The Rights Issue was approved by the SC on 19 July 2000 and the approval of the Kuala Lumpur Stock Exchange ("KLSE") for the listing was obtained on 24 November 2000.

In accordance with the terms of the Rights Issue as approved by the SC and the shareholders, the Company will provisionally allot 20,350,000 Rights Issue for subscription by the shareholders whose name appears on the Company's Record of Depositors at 5.00 pm on 20 November 2000 in the proportion of one rights share for every one existing share of RM1.00 each held.

SIGNIFICANT EVENT AFTER BALANCE SHEET DATE

The Rights Issue of 20,350,000 new ordinary shares of RM1.00 each on the basis of one new ordinary share for every existing ordinary share held at an issue price of RM2.00 was listed on 8 February 2001.

OTHER STATUTORY INFORMATION

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ascertain that:-

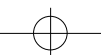
- i) all known bad debts have been written off and adequate provision made for doubtful debts, and
- ii) all current assets have been stated at the lower of cost and net realisable value.

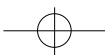
At the date of this report, the directors are not aware of any circumstances:-

- i) that would render the amount written off for bad debts, or the amount of the provision for doubtful debts, in the Group and in the Company inadequate to any substantial extent, or
- ii) that would render the value attributed to the current assets in the Group and in the Company financial statements misleading, or
- iii) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate, or
- iv) not otherwise dealt with in this report or the financial statements, that would render any amount stated in the financial statements of the Group and of the Company misleading.

At the date of this report there does not exist:-

- i) any charge on the assets of the Group or of the Company that has arisen since the end of the financial year and which secures the liabilities of any other person, or



**PRESTAR RESOURCES BERHAD** (123066-A)**OTHER STATUTORY INFORMATION (continued)**

- ii) any contingent liability in respect of the Group or of the Company that has arisen since the end of the financial year.

No contingent liability or other liability of any company in the Group has become enforceable, or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Group and of the Company to meet their obligations as and when they fall due.

In the opinion of the directors, the results of the operations of the Group and of the Company for the financial year ended 31 December 2000 have not been substantially affected by any item, transaction or event of a material and unusual nature nor has any such item, transaction or event occurred in the interval between the end of that financial year and the date of this report.

AUDITORS

The auditors, Messrs KPMG, have indicated their willingness to accept re-appointment.

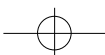
Signed in accordance with a resolution of the Directors:

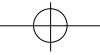
Toh Yew Peng
Director

Toh Yew Kar
Director

Selangor Darul Ehsan,

Date: 19 March 2001



**PRESTAR RESOURCES BERHAD** (123066-A)**S**tatement by Directors Pursuant to Section 169(15) of the Companies Act, 1965

In the opinion of the Directors, the financial statements set out on pages 17 to 43, are drawn up in accordance with applicable approved accounting standards in Malaysia so as to give a true and fair view of the state of affairs of the Group and of the Company at 31 December 2000 and of the results of their operations and of their cash flows for the year ended on that date.

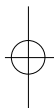
Signed in accordance with a resolution of the Directors:

Toh Yew Peng
Director

Toh Yew Kar
Director

Selangor Darul Eshan,

Date: 19 March 2001

**D**eclaration Pursuant to Section 169(16) of the Companies Act, 1965

I, **TOH YEW PENG**, the director primarily responsible for the financial management of Prestar Resources Berhad, do solemnly and sincerely declare that the financial statements set out on pages 17 to 43 are, to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the provisions of the Statutory Declarations Act, 1960.

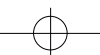
Subscribed and solemnly declared by the abovenamed
TOH YEW PENG at Kuala Lumpur
on 19 March 2001

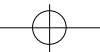


Before me:

No. W202
Barathan A/L Sinniah @ Chinniah
AMN, PJK

Pesuruhjaya Sumpah
(Commissioner for Oaths)
Kuala Lumpur



**PRESTAR RESOURCES BERHAD** (123066-A)**R**eport of the Auditors *to the Members of Prestar Resources Berhad*

We have audited the financial statements set out on pages 17 to 43. The preparation of the financial statements is the responsibility of the Company's directors. Our responsibility is to express an opinion on the financial statements based on our audit.

We conducted our audit in accordance with approved Standards on Auditing in Malaysia. These standards require that we plan and perform the audit to obtain all the information and explanations which we consider necessary to provide us with evidence to give reasonable assurance that the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial statements. An audit also includes an assessment of the accounting principles used and significant estimates made by the directors as well as evaluating the overall adequacy of the presentation of information in the financial statements. We believe our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the financial statements are properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia so as to give a true and fair view of:
 - i) the state of affairs of the Group and of the Company at 31 December 2000 and the results of their operations and cash flows for the year ended on that date; and
 - ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Group and of the Company;
- and
- (b) the accounting and other records and the registers required by the Companies Act, 1965 to be kept by the Company and the subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the said Act.

The subsidiaries in respect of which we have not acted as auditors are identified in Note 3 to the financial statements and we have considered their financial statements and the auditors' reports thereon.

We are satisfied that the financial statements of the subsidiaries that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.

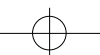
The audit reports on the financial statements of the subsidiaries were not subject to any qualification and did not include any comment made under subsection (3) of Section 174 of the Act.

KPMG
Firm Number: AF 0758
Public Accountants

Lim Hun Soon @ David Lim
Partner
Approval Number: 1514/5/02(J)

Kuala Lumpur,

Date: 19 March 2001

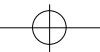



PRESTAR RESOURCES BERHAD (123066-A)

Group Balance Sheet as at 31 December 2000

	Note	2000 RM	1999 RM
Property, plant and equipment	2	61,711,416	47,113,624
Investment in associates	4	-	416,383
Intangible assets	5	2,624,371	1,194,528
Quoted investments	6	374,585	371,773
Current assets			
Inventories	7	76,023,021	63,420,605
Trade receivables	8	82,039,386	66,354,343
Other receivables, deposits and prepayments	9	9,653,669	2,455,326
Cash and cash equivalents	11	4,522,622	4,117,715
		172,238,698	136,347,989
Current liabilities			
Trade payables	12	16,827,082	14,387,509
Other payables and accruals	13	10,733,718	9,866,116
Hire purchase creditors	14	4,301,846	5,039,361
Bank borrowings	15	126,254,175	99,278,473
Taxation		2,518,577	991,039
Proposed dividends	23	512,820	1,025,640
		161,148,218	130,588,138
Net current assets		11,090,480	5,759,851
Financed by:-		75,800,852	54,856,159
Capital and reserves			
Share capital	16	20,350,000	20,350,000
Reserves	17	37,857,150	26,266,014
		58,207,150	46,616,014
Minority shareholders' interests	18	7,585,856	2,614,087
Long term liabilities			
Hire purchase creditors	14	1,611,826	4,506,058
Bank borrowings	15	5,500,020	-
Deferred taxation	22	2,896,000	1,120,000
		10,007,846	5,626,058
		75,800,852	54,856,159

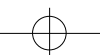
The notes set out on pages 26 to 43 form an integral part of, and should be read in conjunction with, these financial statements.

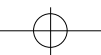

PRESTAR RESOURCES BERHAD (123066-A)

Group Income Statement for the year ended 31 December 2000

	Note	2000 RM	1999 RM
Revenue		262,717,436	194,506,594
Operating profit	19	25,395,269	21,596,406
Financing costs	21	(7,346,051)	(6,504,753)
Interest income		32,738	48,267
Share of loss in associates		(416,383)	(719,000)
Profit before tax		17,665,573	14,420,920
Tax expense	22	(3,702,928)	(306,947)
Profit after taxation		13,962,645	14,113,973
Less: Minority interest		(1,871,769)	(1,033,620)
Net profit for the year		12,090,876	13,080,353
Basic earnings per share (sen)	24	59.4	64.3

The notes set out on pages 26 to 43 form an integral part of, and should be read in conjunction with, these financial statements.

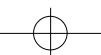



PRESTAR RESOURCES BERHAD (123066-A)

Group Statement Of Changes In Equity *for the year ended 31 December 2000*

	Non-distributable			Distributable		
	Share capital RM	Share premium RM	Revalua- tion reserve RM	Foreign exchange reserve RM	Retained profits RM	Total RM
At 1 January 1999	20,350,000	5,672,251	2,142,628	-	6,430,435	34,595,314
Currency translation differences	-	-	-	(34,013)	-	(34,013)
Net profit for the year	-	-	-	-	13,080,353	13,080,353
Dividends of 7% less 28% tax	-	-	-	-	(1,025,640)	(1,025,640)
At 31 December 1999/1 January 2000	20,350,000	5,672,251	2,142,628	(34,013)	18,485,148	46,616,014
Currency translation differences	-	-	-	13,080	-	13,080
Net profit for the year	-	-	-	-	12,090,876	12,090,876
Dividends of 3.5% less 28% tax	-	-	-	-	(512,820)	(512,820)
At 31 December 2000	20,350,000	5,672,251	2,142,628	(20,933)	30,063,204	58,207,150

The notes set out on pages 26 to 43 form an integral part of, and should be read in conjunction with, these financial statements.

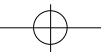



PRESTAR RESOURCES BERHAD (123066-A)

Group Cash Flow Statement for the year ended 31 December 2000

	2000 RM	1999 RM
Cash flows from operating activities		
Profit before taxation after minority interests	15,793,804	13,387,300
Adjustments for:		
Amortisation of goodwill	100,652	73,407
Bad debts written off	3,859	5,793
Depreciation	5,474,299	4,640,433
Dividend income	(371)	(314)
Interest expense	7,346,051	6,504,753
Interest income	(32,738)	(48,267)
Minority interest in retained profit	1,871,769	1,033,620
Net gain on disposal of property, plant and equipment	(257,097)	(41,301)
Share of loss in associated company	416,383	719,000
Write off/Amortisation of deferred expenditure	12,210	4,440
Write back of provision for diminution in value of quoted investments	-	(135,000)
Bad debts recovered	-	(10,721)
Operating profit before working capital changes	30,728,821	26,133,143
Changes in working capital:		
Inventories	(12,595,058)	(26,472,112)
Trade and other receivables	(20,926,998)	(22,387,060)
Trade and other payables	(938,238)	10,377,530
Deferred expenditure	-	(16,650)
Cash used in operations	(3,731,473)	(12,365,149)
Interest paid	(7,346,051)	(6,504,753)
Taxation paid	(2,138,308)	(2,933,537)
Net cash used in operating activities	(13,215,832)	(21,803,439)
Cash flows from investing activities		
Dividend received	371	314
Interest received	32,738	48,267
Minority interest in subsidiary company acquired	3,500,000	109,759
Proceeds from disposal of property, plant and equipment	573,651	433,287
Purchase of property, plant and equipment	(15,329,518)	(4,654,934)
Purchase of quoted investments	(2,812)	(15,056)
Net cash outflow from acquisition of shares in subsidiary	(1,208,080)	-
Investment in a subsidiary	-	(2)
Net cash used in investing activities	(12,433,650)	(4,078,365)




PRESTAR RESOURCES BERHAD (123066-A)

	2000 RM	1999 RM
Cash flows from financing activities		
Dividend paid	(1,025,640)	(407,000)
Payments of hire purchase creditors	(5,402,115)	(6,254,139)
Proceeds from bank borrowings	29,866,092	36,713,679
Proceeds from term loan	6,000,000	-
Net cash generated from financing activities	29,438,337	30,052,540
Net increase in cash and cash equivalents	3,788,855	4,170,736
Cash and cash equivalents at beginning of year	(5,694,225)	(9,830,948)
Exchange fluctuation reserves	6,422	(34,013)
Cash and cash equivalents at end of year	(1,898,948)	(5,694,225)

(i) Cash and Cash Equivalents

Cash and cash equivalents included in the cash flow statements comprise the following balance sheet amounts:

	2000 RM	1999 RM
Cash and bank balances	4,522,622	4,117,715
Bank overdrafts	(6,421,570)	(9,811,940)
	(1,898,948)	(5,694,225)

(ii) Acquisition of a subsidiary

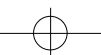
During the year, the Group acquired Prestar Galvanising Sdn. Bhd. The fair value of assets and liabilities assumed were as follows:

	2000 RM
Property, plant and equipment	3,282,101
Current assets	628,687
Cash and bank balance	778,481
Current liabilities	(4,245,413)
Bank overdraft	(1,011,561)
	(567,705)
Goodwill on acquisition	1,542,705
Purchase consideration	975,000
Less: Cash and bank balance acquired	(778,481)
Bank overdraft	1,011,561
Net cash out flow from acquisition of shares in a subsidiary net of cash acquired	1,208,080

(iii) Purchase of property, plant and equipment

During the year, the Group acquired property, plant and equipment with an aggregate cost of RM17,099,886 (1999 - RM7,577,805) of which RM1,770,368 (1999 - RM2,922,872) was acquired by means of hire purchase.

The notes set out on pages 26 to 43 form an integral part of, and should be read in conjunction with, these financial statements.

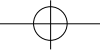



PRESTAR RESOURCES BERHAD (123066-A)

Company Balance Sheet at 31 December 2000

	Note	2000 RM	1999 RM
Property, plant and equipment	2	8,418,119	8,651,538
Investment in subsidiaries	3	29,301,096	23,859,576
Investment in associates	4	-	1,050,000
Current assets			
Other receivables, deposits and prepayments	9	6,573,244	983,095
Amount due from subsidiaries	10	17,353,828	24,904,268
Dividend receivable		7,400,000	2,750,000
Cash and cash equivalents	11	1,106,518	5,467
		32,433,590	28,642,830
Current liabilities			
Other payables and accruals	13	1,992,217	485,104
Amount due to subsidiaries	10	8,660,681	6,496,887
Hire purchase creditors	14	21,360	110,295
Bank borrowings	15	11,117,095	14,629,524
Taxation		1,303,402	427,016
Proposed dividend		512,820	1,025,640
		23,607,575	23,174,466
Net current assets		8,826,015	5,468,364
		46,545,230	39,029,478
Financed by:-			
Capital and reserves			
Share capital	16	20,350,000	20,350,000
Reserves	17	25,553,747	17,970,660
Shareholders' funds		45,903,747	38,320,660
Long term liabilities			
Hire purchase creditors	14	57,483	78,818
Deferred taxation	22	584,000	630,000
		641,483	708,818
		46,545,230	39,029,478

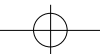
The notes set out on pages 26 to 43 form an integral part of, and should be read in conjunction with, these financial statements.

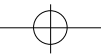

PRESTAR RESOURCES BERHAD (123066-A)

Company Income Statement *for the year ended 31 December 2000*

	Note	2000 RM	1999 RM
Revenue		15,168,150	6,829,647
Operating profit	19	10,276,862	2,706,107
Financing costs	21	(851,489)	(1,008,819)
Interest income		866,867	1,311,004
Profit before tax		10,292,240	3,008,292
Tax expense	22	(2,196,333)	(508,654)
Net profit for the year		8,095,907	2,499,638

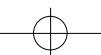
The notes set out on pages 26 to 43 form an integral part of, and should be read in conjunction with, these financial statements.

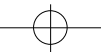



PRESTAR RESOURCES BERHAD (123066-A)
Company Statement Of Changes In Equity *for the year ended 31 December 2000*

	Non-distributable			Distributable	
	Share capital RM	Share premium RM	Revaluation reserve RM	Retained profits RM	Total RM
At 1 January 1999	20,350,000	5,672,251	2,142,628	8,681,783	36,846,662
Net profit for the year	-	-	-	2,499,638	2,499,638
Dividends of 7% less 28% tax	-	-	-	(1,025,640)	(1,025,640)
At 31 December 1999/ 1 January 2000	20,350,000	5,672,251	2,142,628	10,155,781	38,320,660
Net profit for the year	-	-	-	8,095,907	8,095,907
Dividends of 3.5% less 28% tax	-	-	-	(512,820)	(512,820)
At 31 December 2000	20,350,000	5,672,251	2,142,628	17,738,868	45,903,747

The notes set out on pages 26 to 43 form an integral part of, and should be read in conjunction with, these financial statements.




PRESTAR RESOURCES BERHAD (123066-A)

Company Cash Flow Statement for the year ended 31 December 2000

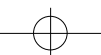
	2000 RM	1999 RM
Cash flows from operating activities		
Profit before taxation	10,292,240	3,008,292
Adjustments for:		
Depreciation	334,559	329,288
Gain on disposal of property, plant and equipment	(34,186)	-
Interest expense	851,489	1,008,819
Interest income	(866,867)	(1,311,004)
Provision for diminution in value of a subsidiary	128,480	100,000
Operating profit before working capital changes	10,705,715	3,135,395
Changes in working capital:		
Other receivables	(13,904,038)	(3,387,355)
Other payables	1,507,113	(499,892)
Subsidiary companies	9,714,234	2,257,133
Cash generated from operations	8,023,024	1,505,281
Interest received	866,867	1,311,004
Interest paid	(851,489)	(1,008,819)
Taxation paid	(452,058)	(1,235,204)
Net cash generated from operating activities	7,586,344	572,262
Cash flows from investing activities		
Acquisition of a subsidiary	(975,000)	-
Dividend received	2,750,000	360,000
Investment in a subsidiary	-	(2)
Proceeds from disposal of property, plant and equipment	38,224	-
Purchase of property, plant and equipment	(105,178)	(151,057)
Subscription of shares in a subsidiary	(3,545,000)	-
Net cash (used in)/generated from investing activities	(1,836,954)	208,941
Cash flows from financing activities		
Dividend paid	(1,025,640)	-
Payments of hire purchase creditors	(110,270)	(47,743)
Payments of bank borrowings	(2,803,000)	-
Proceeds from bank borrowings	-	1,089,000
Net cash (used in)/generated from financing activities	(3,938,910)	1,041,257
Net increase in cash and cash equivalents	1,810,480	1,822,460
Cash and cash equivalents at beginning of year	(2,206,057)	(4,028,517)
Cash and cash equivalents at end of year	(395,577)	(2,206,057)

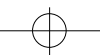
(i) Cash and Cash Equivalents

Cash and cash equivalents included in the cash flow statements comprise the following balance sheet amounts:

	2000 RM	1999 RM
Cash and bank balances	135,518	5,467
Fixed deposits	971,000	-
Bank overdrafts	(1,502,095)	(2,211,524)
	(395,577)	(2,206,057)

The notes set out on pages 26 to 43 form an integral part of, and should be read in conjunction with, these financial statements.





PRESTAR RESOURCES BERHAD (123066-A)

Notes to the Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies are adopted by the Group and the Company and are consistent with those adopted in previous years.

(a) Basis of accounting

The financial statements of the Group and of the Company are prepared under the historical cost convention as modified by the revaluation of certain property and in compliance with applicable approved accounting standards in Malaysia.

(b) Basis of consolidation

The consolidated financial statements incorporate the audited financial statements of the Company and its subsidiaries made up to the end of the financial year except for Prestar Europe bvba which has been consolidated based on management financial statements. Subsidiaries are those enterprises controlled by the Company. Control exists when the Company has the power, directly and indirectly to govern the financial and operating policies of an enterprise so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control effectively commences until the date that control effectively ceases. Inter-company transactions are eliminated on consolidation and the group financial statements reflect external transactions only.

The subsidiaries, Prestar Marketing Sdn. Bhd. (formerly known as Y K Toh Marketing Sdn. Bhd.) and P restar Ventures Sdn. Bhd. (formerly known as Y K T Realty Sdn. Bhd.) are consolidated under the merger method of accounting in accordance with Malaysian Accounting Standard No. 2.

The merger method of accounting is adopted when the following conditions are met:-

- (i) The Company holds a long term equity interest of at least 90% of the subsidiary, and
- (ii) Not less than 90% of the fair value of the total consideration is in the form of equity share capital.

Under the merger method, the results of subsidiaries are presented as if the companies had been combined throughout the current and previous accounting periods. The difference between the cost of acquisition over the nominal value of the share capital of the subsidiaries is taken to merger reserve.

All other subsidiaries are consolidated using the acquisition method.

Under the acquisition method of consolidation, the difference between the cost of acquisition of the subsidiary and its fair value attributable to the net assets acquired at the date of acquisition is included as goodwill or capital reserve on consolidation. Goodwill arising on consolidation is amortised on a straight line basis over a period of twenty years.

(c) Property, plant and equipment

Property, plant and equipment except for freehold land and capital work-in-progress are stated at cost/valuation less accumulated depreciation.

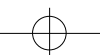
It is the Group's policy to state property, plant and equipment at cost. Revaluation of certain properties in 1994 was carried out primarily for the purpose of listing to the Second Board of Kuala Lumpur Stock Exchange then and was not intended to effect a change in the accounting policy to one of revaluation of properties.

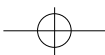
(d) Depreciation

Freehold land and capital work-in-progress are not depreciated. Leasehold land is amortised in equal instalments over the lease period of between 60 to 66 years while buildings are depreciated on a straight line basis over 50 years.

Depreciation on other property, plant and equipment is calculated using the straight line basis so as to write off the cost of the property, plant and equipment over their estimated useful lives. The principal annual rates used are as follows:-

Leasehold land	over lease period of 60 to 66 years
Buildings	2%
Furniture, fittings and renovations	10% - 20%
Motor vehicles and forklift	20%
Moulds, tools and equipment	10% - 15%
Office equipment	10% - 20%
Plant and machinery	8% - 12.5%





PRESTAR RESOURCES BERHAD (123066-A)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Investments

(i) *Investments in Subsidiaries*

Investments in subsidiaries are stated at cost and provision for diminution in value is made where there is a permanent diminution.

(ii) *Quoted Investments*

Long term investments are stated at cost. A provision is made when the Directors are of the view that there is a permanent diminution in their value.

(f) Associated company

Associates are those enterprises in which the Group has significant influence, but not control, over the financial and operating policies.

The consolidated financial statements include the total recognised gains and losses of associates on an equity accounted basis from the date that significant influence effectively commences until the date that significant influence effectively ceases.

Unrealised profits arising on transactions between the Group and its associates which are included in the carrying amount of the related assets and liabilities are eliminated partially to the extent of the Group's interests in the associates. Unrealised losses on such transactions are also eliminated partially unless cost cannot be recovered.

Goodwill on acquisition is calculated based on the fair value of net assets acquired.

In 1999, the Group's share of post acquisition results of associated company is included in the consolidated financial statements and is based on the latest audited annual financial statements and four months unaudited management accounts made up to 31 December 1999.

(g) Intangible assets

(i) *Goodwill*

Goodwill arising on an acquisition represents the excess of the cost of the acquisition over the fair values of the net identifiable assets acquired. Goodwill is stated at cost less accumulated amortisation. In respect of associates, the carrying amount of goodwill is included in the carrying amount of the investment in the associates.

Goodwill is amortised through the Group income statement over twenty years.

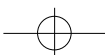
(ii) *Deferred expenditure*

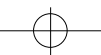
Deferred expenditure consists of preliminary and pre-operating expenses. Preliminary expenses incurred in connection with the formation of the Company and pre-operating expenses are carried forward at cost and has been written off in accordance with Malaysian Accounting Standards Board ("MASB").

(h) Inventories

Inventories are valued at the lower of cost and net realisable value. Cost is determined on the weighted average basis.

Cost of raw materials include the actual cost of materials and incidentals in bringing the inventories to their present condition and location. For work-in-progress and finished goods, cost consists of materials, direct labour and an appropriate proportion of fixed and variable production overheads.




PRESTAR RESOURCES BERHAD (123066-A)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)
(i) Trade and other receivables

Trade receivables and other receivables are carried at anticipated realisable value. Bad debts are written off in the financial year in which they are identified. A provision is made for doubtful debts based on a review of all outstanding amounts at financial year end.

(j) Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and balances and deposits with banks. For the purpose of the cash flow statement, cash and cash equivalents are presented net of bank overdrafts.

(k) Taxation

The tax expense in the income statement represents taxation at current tax rates based on profit earned during the year.

Deferred taxation is calculated using the liability method for all material timing differences between accounting and taxable income unless it is foreseeable that these timing differences will not reverse in the foreseeable future.

Deferred tax benefits are only recognised when there is a reasonable expectation of realisation in the near future.

(l) Foreign currency
(i) Transactions in Foreign Currencies

Assets and liabilities in foreign currencies are translated into Ringgit Malaysia at the rates of exchange closely approximating to those ruling at the balance sheet date. Transactions during the year are translated at the rates ruling on the transaction dates. Gain and losses on foreign currency translation are dealt with through the income statement.

(ii) Translation of Foreign Currency Financial Statements

Assets and liabilities of foreign subsidiaries are translated into Ringgit Malaysia at the approximate rates of exchange ruling at the balance sheet date. The revenues and expenses of foreign subsidiaries are translated at the average rates of exchange ruling during the period. The translation difference arising therefrom are dealt with in the Foreign Exchange Reserve Account.

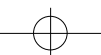
The closing rates used in the translation are as follows:

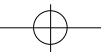
USD1	:	RM3.80
BEF1	:	RM0.11

(m) Revenue

Revenue of the Group represents invoiced value of sales less returns, discounts and sales tax and rental income receivable and is recognised in the income statement when the significant risks and rewards of ownership have transferred to the buyer.

Revenue of the Company represents invoiced value of sales less returns, discounts and sales tax, gross dividend income received and receivable from subsidiaries and rental income receivable.




PRESTAR RESOURCES BERHAD (123066-A)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)
(n) Financing costs

Financing costs comprise interest payable on borrowings.

All interest and other costs incurred in connection with borrowings are expensed as incurred.

(o) Interest income

Interest income is recognised in the income statement as it accrues, taking into account the effective yield on the asset.

(p) Revaluation reserves

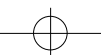
Surplus arising from the revaluation are dealt with in the revaluation reserve account. Any deficit arising will be set off against the revaluation reserve to the extent of the previous increase for the same property. In all other cases, a decrease in the carrying amount is charged to the income statement.

(q) Hire purchase plan

Plant and equipment acquired under hire purchase plan are capitalised in the balance sheet and depreciated over their useful lives as stated in Note 1 (d). The interest element of the hire purchase instalment is charged to the income statement over the period of the plan and accounted for on the sum of digits method.

2. PROPERTY, PLANT AND EQUIPMENT

Group	Buildings	Freehold land	Furniture, fittings and renovations	Motor vehicles and forklift	Moulds, tools and equipment	Office equipment	Plant and machinery	Short term leasehold land	Capital work-in-progress	Total
Cost/Valuation	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
At 1 January 2000	9,438,745	3,929,465	2,335,866	4,750,122	4,979,716	2,502,376	33,795,097	1,080,770	1,869,353	64,681,510
Additions	765,957	-	100,331	1,354,152	388,824	365,784	4,592,702	6,253	9,525,883	17,099,886
Additions through acquisition of a subsidiary company	-	-	70,762	120,951	31,668	84,083	4,972,442	-	-	5,279,906
Disposals	-	-	(9,450)	(765,139)	-	(49,701)	-	-	(25,000)	(849,290)
Reclassification	5,213,368	-	-	97,810	395,800	150,000	1,866,810	2,661,810	(10,385,598)	-
Foreign exchange adjustment	-	-	1,395	2,545	-	2,322	3,797	-	-	10,059
At 31 December 2000	15,418,070	3,929,465	2,498,904	5,560,441	5,796,008	3,054,864	45,230,848	3,748,833	984,638	86,222,071
Representing items at:										
Cost	10,502,779	1,799,465	2,498,904	5,560,441	5,796,008	3,054,864	45,230,848	3,748,833	984,638	79,176,780
Directors' valuation - 1995	4,915,291	2,130,000	-	-	-	-	-	-	-	7,045,291
At 31 December 2000	15,418,070	3,929,465	2,498,904	5,560,441	5,796,008	3,054,864	45,230,848	3,748,833	984,638	86,222,071

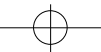



PRESTAR RESOURCES BERHAD (123066-A)

2. PROPERTY, PLANT AND EQUIPMENT (continued)

<i>Group</i>	<i>Buildings</i>	<i>Freehold</i>	<i>Furniture,</i>	<i>Motor</i>	<i>Moulds,</i>	<i>Office</i>	<i>Plant</i>	<i>Short term</i>	<i>Capital</i>	<i>Total</i>
<i>Cost/Valuation</i>	<i>RM</i>	<i>land</i>	<i>fittings and</i>	<i>vehicles and</i>	<i>tools and</i>	<i>equipment</i>	<i>and</i>	<i>leasehold</i>	<i>work-in-</i>	<i>RM</i>
		<i>RM</i>	<i>renovations</i>	<i>forklift</i>	<i>equipment</i>	<i>RM</i>	<i>machinery</i>	<i>land</i>	<i>progress</i>	
			<i>RM</i>	<i>RM</i>	<i>RM</i>	<i>RM</i>	<i>RM</i>	<i>RM</i>	<i>RM</i>	<i>RM</i>
<i>Depreciation</i>										
At 1 January 2000	1,073,058	-	960,403	2,804,221	2,648,739	1,251,781	8,680,515	149,169	-	17,567,886
Charge for the year	223,816	-	336,904	951,746	714,055	349,982	2,859,799	37,997	-	5,474,299
Accumulated depreciation through acquisition of a subsidiary company	-	-	33,753	118,935	18,771	53,008	1,773,338	-	-	1,997,805
Disposals	-	-	(945)	(498,587)	-	(33,204)	-	-	-	(532,736)
Foreign exchange adjustment	-	-	295	848	-	1,032	1,226	-	-	3,401
At 31 December 2000	1,296,874	-	1,330,410	3,377,163	3,381,565	1,622,599	13,314,878	187,166	-	24,510,655
<i>Net book value</i>										
At 31 December 2000	14,121,196	3,929,465	1,168,494	2,183,278	2,414,443	1,432,265	31,915,970	3,561,667	984,638	61,711,416
At 31 December 1999	8,365,687	3,929,465	1,375,463	1,945,901	2,330,977	1,250,595	25,114,582	931,601	1,869,353	47,113,624
Depreciation charge for the year ended 31 December 1999	182,970	-	218,846	842,671	550,447	346,461	2,478,254	20,784	-	4,640,433

<i>Company</i>	<i>Buildings</i>	<i>Freehold</i>	<i>Furniture,</i>	<i>Motor</i>	<i>Office</i>	<i>Total</i>
	<i>RM</i>	<i>land</i>	<i>fittings and</i>	<i>vehicles</i>	<i>equipment</i>	<i>RM</i>
		<i>RM</i>	<i>renovations</i>	<i>RM</i>	<i>RM</i>	
			<i>RM</i>	<i>RM</i>	<i>RM</i>	
At 1 January 2000	6,691,917	2,166,466	277,135	922,138	37,962	10,095,618
Additions	-	-	39,476	50,897	14,805	105,178
Disposal	-	-	-	(117,090)	-	(117,090)
At 31 December 2000	6,691,917	2,166,466	316,611	855,945	52,767	10,083,706
Representing items at:						
Cost	1,776,626	36,466	316,611	855,945	52,767	3,038,415
Directors' valuation - 1995	4,915,291	2,130,000	-	-	-	7,045,291
At 31 December 2000	6,691,917	2,166,466	316,611	855,945	52,767	10,083,706
<i>Depreciation</i>						
At 1 January 2000	662,243	-	204,712	565,193	11,932	1,444,080
Charge for the year	133,838	-	25,689	166,779	8,253	334,559
Reversal of depreciation	-	-	-	(113,052)	-	(113,052)
At 31 December 2000	796,081	-	230,401	618,920	20,185	1,665,587
<i>Net book value</i>						
At 31 December 2000	5,895,836	2,166,466	86,210	237,025	32,582	8,418,119
At 31 December 1999	6,029,674	2,166,466	72,423	356,945	26,030	8,651,538
Depreciation charge for the year ended 31 December 1999	133,838	-	25,240	165,347	4,863	329,288


PRESTAR RESOURCES BERHAD (123066-A)

2. PROPERTY, PLANT AND EQUIPMENT (continued)

The freehold and leasehold land and buildings of the Company and its subsidiaries were revalued in 1994 based on the valuation made by an independent firm of professional valuers, using the comparison method of valuation. The valuation was only adopted by the directors in 1995 and the revaluation surplus arising from the valuation has been credited to the revaluation reserve.

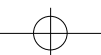
The freehold and leasehold land and buildings of the Group and the Company with net book value amounting to RM21,612,328 (1999 - RM13,226,753) and RM8,062,302 (1999 - RM8,196,140) have been charged as securities for banking facilities granted to the Company and its subsidiaries (see Note 15).

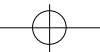
Net book value of assets acquired under hire purchase are as follows:-

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Motor vehicles	1,587,876	1,602,649	237,000	356,944
Moulds, tools, and equipment	466,917	874,026	-	-
Plant and machinery	16,372,934	18,798,483	-	-
Office equipment	11,400	6,005	-	-
	18,439,127	21,281,163	237,000	356,944

Details of buildings stated at cost and valuation are as follows:-

Building Group	Balance at 1.1.2000 RM	Addition/ charge RM	Disposal RM	Balance at 31.12.2000 RM
At cost	4,523,454	5,979,325	-	10,502,779
At valuation - 1995	4,915,291	-	-	4,915,291
	9,438,745	5,979,325	-	15,418,070
Depreciation				
At cost	663,100	223,816	-	886,916
At valuation - 1995	409,958	-	-	409,958
	1,073,058	223,816	-	1,296,874
Net book value				
At cost	3,860,354	5,755,509	-	9,615,863
At valuation - 1995	4,505,333	-	-	4,505,333
	8,365,687	5,755,509	-	14,121,196
Company				
At cost	1,776,626	-	-	1,776,626
At valuation - 1995	4,915,291	-	-	4,915,291
	6,691,917	-	-	6,691,917
Depreciation				
At cost	252,282	133,838	-	386,120
At valuation - 1995	409,961	-	-	409,961
	662,243	133,838	-	796,081
Net book value				
At cost	1,524,344	(133,838)	-	1,390,506
At valuation - 1995	4,505,330	-	-	4,505,330
	6,029,674	(133,838)	-	5,895,836





PRESTAR RESOURCES BERHAD (123066-A)

2. PROPERTY, PLANT AND EQUIPMENT (continued)

Had the revalued land and buildings been carried at historical cost less depreciation, the carrying amount of the revalued assets that would have been included in the financial statements at the end of the year are as follows:

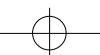
	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Leasehold land	658,971	674,358	-	-
Freehold land	2,551,407	2,551,407	1,376,176	1,376,176
Buildings	3,262,569	3,342,046	2,159,005	2,210,000
	<u>6,472,947</u>	<u>6,567,811</u>	<u>3,535,181</u>	<u>3,586,176</u>

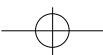
3. INVESTMENT IN SUBSIDIARIES

	Company	
	2000 RM	1999 RM
Unquoted shares, at cost	29,529,576	23,959,576
Less: Provision for diminution in value	(228,480)	(100,000)
	<u>29,301,096</u>	<u>23,859,576</u>

The principal activities of the subsidiaries in the Group, their places of incorporation and the interest of Prestar Resources Berhad are shown below:-

Name of Subsidiaries	Effective Interest		Place of Incorporation	Principal Activities
	2000	1999		
Prestar Manufacturing Sdn. Bhd.	100%	100%	Malaysia	Manufacture and exporter of material handling equipment such as wheelbarrow, hand truck industrial castor and wheel and pallet mesh.
Subsidiary of Prestar Manufacturing Sdn. Bhd.				
Prestar Tooling Sdn. Bhd.	85%	85%	Malaysia	Mould and dies fabrication, maintenance and installation of machinery and manufacture of plastic products.
Prestar Marketing Sdn. Bhd. (Formerly known as Y K Toh Marketing Sdn. Bhd.)	100%	100%	Malaysia	Importer and distributor of general hardware, tools and material handling equipment.
Prestar Ventures Sdn. Bhd. (Formerly known as YKT Realty Sdn. Bhd.)	100%	100%	Malaysia	Renting of building and office premises.
Prestar Engineering Sdn. Bhd.	75%	75%	Malaysia	Manufacture and supply of guardrails, trading of building materials and related products.




PRESTAR RESOURCES BERHAD (123066-A)

3. INVESTMENT IN SUBSIDIARIES (continued)

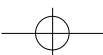
	Effective Interest		Place of Incorporation	Principal Activities
	2000	1999		
Summit Steel Centre Sdn. Bhd. (Formerly known as Summit Steel Service Centre Sdn. Bhd.).	95%	95%	Malaysia	Slitting, shearing and sales of steel sheets and coils
Prestar Steel Pipes Sdn. Bhd.	97%	97%	Malaysia	Manufacture and supply of carbon steel pipes and related products.
Dai Dong Steel Sdn. Bhd.	70%	70%	Malaysia	Import and trading of steel materials and general hardware product
Tashin Steel Sdn. Bhd.	51%	100%	Malaysia	Manufacture, reprocess and trading of steel related products.
Prestar Galvanising Sdn. Bhd. (Formerly known as Zelleco Metal Galvanising Sdn. Bhd.)	100%	35%	Malaysia	General hot dip galvanizing on metal products and threaded items.
* Prestar Europe bvba	67%	67%	Belgium	Importer and distributor of castors and wheels, hand trucks material handling equipment and other general hardware.
† Excelpath Sdn. Bhd.	100%	100%	Malaysia	Dormant.
† Audited by another firm of auditors				
* Unaudited-consolidated based on management accounts				

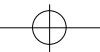
4. INVESTMENT IN ASSOCIATES

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Share of net assets at date of acquisition	-	1,050,000	-	-
Unquoted shares, at cost	-	-	-	1,050,000
Share of post-acquisition loss net of taxation	-	(633,617)	-	-
	<u>-</u>	<u>416,383</u>	<u>-</u>	<u>1,050,000</u>

In 1999, the Company has a 35% interest in Zelleco Metal Galvanising Sdn. Bhd., a company incorporated in Malaysia. In August 2000, as a result of acquisition of the remaining shares of the associated company, it became a wholly owned subsidiary.

The principal activity of the associated company is that of hot dip galvanizing on metal products and threaded items.




PRESTAR RESOURCES BERHAD (123066-A)

5. INTANGIBLE ASSETS

	Group	
	2000 RM	1999 RM
<i>i) Goodwill on consolidation</i>		
Goodwill on consolidation	3,041,514	1,498,809
Less: Accumulated amortisation	(417,143)	(316,491)
	<u>2,624,371</u>	<u>1,182,318</u>
<i>ii) Deferred expenditure</i>		
Preliminary expenses	16,650	16,650
Less: Write off/Amortisation of deferred expenditure	(16,650)	(4,440)
	<u>-</u>	<u>12,210</u>
	<u>2,624,371</u>	<u>1,194,528</u>

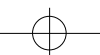
6. QUOTED INVESTMENTS

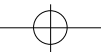
	Group	
	2000 RM	1999 RM
Quoted shares in Malaysia, at cost	571,585	568,773
Less: Provision for diminution in value of quoted investments	(197,000)	(197,000)
	<u>374,585</u>	<u>371,773</u>
Market value	<u>275,289</u>	<u>377,980</u>

No further provision for diminution in value has been made as the quoted investments are held for long term purpose.

7. INVENTORIES

	Group	
	2000 RM	1999 RM
<i>At cost</i>		
Tools and consumables	51,677	46,302
Raw materials	44,797,988	34,528,738
Work-in-progress	4,509,372	3,139,001
Finished goods	26,529,202	20,988,265
Goods-in-transit	134,782	4,718,299
	<u>76,023,021</u>	<u>63,420,605</u>




PRESTAR RESOURCES BERHAD (123066-A)

8. TRADE RECEIVABLES

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Trade receivables	85,447,233	70,532,877	-	7,303
Less: Provision for doubtful debts	(3,407,847)	(4,178,534)	-	(7,303)
	<u>82,039,386</u>	<u>66,354,343</u>	<u>-</u>	<u>-</u>
Included in trade receivables is:				
Amount due from companies in which certain directors have interests	<u>1,748,278</u>	<u>3,215,644</u>	<u>-</u>	<u>-</u>

9. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

Included in other receivables, deposits and prepayments is:-

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Amount due from companies in which certain directors have interests	<u>41,023</u>	<u>-</u>	<u>-</u>	<u>-</u>
Rental deposit paid to a company in which certain directors have interests	<u>634,883</u>	<u>436,170</u>	<u>436,170</u>	<u>436,170</u>

Included in other receivables, deposits and prepayments of the Group and Company is rights issue expenses amounting to RM666,617 (1999 - RM149,827) which will be set off against the share premium account upon the completion of the rights issue exercise.

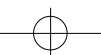
10. AMOUNT DUE FROM/(TO) SUBSIDIARIES

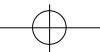
	Company	
	2000 RM	1999 RM
<i>Amount due from subsidiaries</i>		
Due from:		
Current	8,870,190	10,689,986
Loan	8,483,638	14,214,282
	<u>17,353,828</u>	<u>24,904,268</u>

Amount due from subsidiaries in respect of trade and non-trade are unsecured, interest free and have no fixed terms of repayment. Loans due from subsidiaries are unsecured, bear interests ranging from 8.5% to 9.4% (1999 - 8.5% to 9.5%) per annum and have no fixed terms of repayment.

	Company	
	2000 RM	1999 RM
<i>Amount due to subsidiaries</i>		
Current	(8,660,681)	(466,887)
Loan	-	(6,030,000)
	<u>(8,660,681)</u>	<u>(6,496,887)</u>

Amount due to subsidiaries in respect of trade and non-trade are unsecured, interest free and have no fixed terms of repayment. Loan due to a subsidiary company is unsecured, interest free and has no fixed terms of repayment.




PRESTAR RESOURCES BERHAD (123066-A)

11. CASH AND CASH EQUIVALENTS

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Cash and bank balances	3,551,622	4,117,715	135,518	5,467
Fixed deposit with a licensed bank	971,000	-	971,000	-
	<u>4,522,622</u>	<u>4,117,715</u>	<u>1,106,518</u>	<u>5,467</u>

12. TRADE PAYABLES

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Included in trade payables is:				
Amount due to companies in which certain directors have interests	<u>495,959</u>	<u>308,633</u>	<u>-</u>	<u>-</u>

13. OTHER PAYABLES AND ACCRUALS

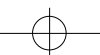
	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Included in other payables and accruals is:				
Amount due to companies in which certain directors have interests	<u>620,983</u>	<u>11,879</u>	<u>618,170</u>	<u>-</u>
Rental payable to companies in which certain directors have interests	<u>2,027,174</u>	<u>-</u>	<u>-</u>	<u>-</u>

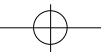
Included in other payables and accruals is share application monies amounting to RM1,098,000 (1999 - Nil) for new shares to be allotted to shareholders upon the completion of the rights issues exercise.

14. HIRE PURCHASE CREDITORS

Hire purchase creditors are payable as follows:

	Payments RM	Interest RM	Principal RM
Group			
2000			
Less than one year	4,843,783	(541,937)	4,301,846
Between one and five years	1,724,106	(112,280)	1,611,826
	<u>6,567,889</u>	<u>(654,217)</u>	<u>5,913,672</u>
1999			
Less than one year	5,930,252	(890,891)	5,039,361
Between one and five years	4,961,777	(455,719)	4,506,058
	<u>10,892,029</u>	<u>(1,346,610)</u>	<u>9,545,419</u>




PRESTAR RESOURCES BERHAD (123066-A)

14. HIRE PURCHASE CREDITORS (continued)

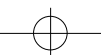
<i>Company</i>	Payments RM	Interest RM	Principal RM
2000			
Less than one year	30,228	(8,868)	21,360
Between one and five years	65,464	(7,981)	57,483
	<u>95,692</u>	<u>(16,849)</u>	<u>78,843</u>
1999			
Less than one year	125,774	(15,479)	110,295
Between one and five years	95,692	(16,874)	78,818
	<u>221,466</u>	<u>(32,353)</u>	<u>189,113</u>

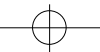
15. BANK BORROWINGS

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Current:				
Secured:				
Bank overdrafts	758,760	1,987,599	331,996	380,689
Bankers acceptances and trust receipts	10,597,945	5,146,752	1,624,000	2,066,000
Revolving credits	2,980,000	3,280,000	2,980,000	3,280,000
Term loan	499,980	-	-	-
	<u>14,836,685</u>	<u>10,414,351</u>	<u>4,935,996</u>	<u>5,726,689</u>
Unsecured:				
Bank overdrafts	5,662,810	7,824,341	1,170,099	1,830,835
Bankers acceptances and trust receipts	98,754,680	74,039,781	5,011,000	5,072,000
Revolving credits	7,000,000	7,000,000	-	2,000,000
	<u>111,417,490</u>	<u>88,864,122</u>	<u>6,181,099</u>	<u>8,902,835</u>
	<u>126,254,175</u>	<u>99,278,473</u>	<u>11,117,095</u>	<u>14,629,524</u>
Long term:				
Secured				
Term loan	5,500,020	-	-	-

Debt repayment schedule:

Group	Total RM	Under 1 year RM	Under 1- 2 years RM	2 - 5 years RM	5 years RM
Term loan					
-fixed at 1.5% above base lending rate (1999 - Nil)	<u>6,000,000</u>	<u>499,980</u>	<u>999,960</u>	<u>2,999,880</u>	<u>1,500,180</u>




PRESTAR RESOURCES BERHAD (123066-A)

15. BANK BORROWINGS (continued)

The term loan is repayable in 72 equal instalments commencing from July 2001.

The above amounts outstanding are secured by the following:-

- i) first and third party registered legal charge over the Company and its subsidiaries' freehold and leasehold land and buildings;
- ii) legal assignment of rental proceeds from a subsidiary's freehold land and building;
- iii) by a corporate guarantee issued by the Company and personal guarantee by certain directors of the subsidiaries, and
- iv) the joint and several guarantees of certain directors of the Company.

The above credit facilities bear interest ranging from 4.9% to 8.5% (1999 - 3.1% to 10.05%) per annum.

16. SHARE CAPITAL

	Group and Company	
	2000 RM	1999 RM
Ordinary shares of RM1.00 each		
Authorised:		
Balance at 1 January	25,000,000	25,000,000
Addition during the year	75,000,000	-
Balance at 31 December	100,000,000	25,000,000
Issued and fully paid:		
Balance at 1 January/31 December	20,350,000	20,350,000

17. RESERVES

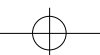
Subject to agreement with the Inland Revenue Board, the Company has sufficient tax exempt income and Section 108 tax credit under the Income Tax Act, 1967 to distribute all of its distributable reserves as dividends at 31 December 2000.

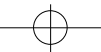
18. MINORITY SHAREHOLDERS' INTERESTS

This consists of the minority shareholders' proportion of share capital and reserves of subsidiaries, net of their share of subsidiary's goodwill on consolidation and amortisation of goodwill charged to the minority shareholders.

19. OPERATING PROFIT

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Revenue	262,717,436	194,506,594	15,168,150	6,829,647
Cost of sales	(224,250,587)	(162,860,179)	(3,531,818)	(2,818,254)
Gross profit	38,466,849	31,646,415	11,636,332	4,011,393
Distribution cost	(5,559,331)	(4,882,637)	-	-
Administrative expenses	(8,249,660)	(6,495,718)	(1,552,986)	(1,811,364)
Other operating expenses	(425,318)	(360,118)	(127,039)	(55,277)
Other operating income	1,162,729	1,688,464	320,555	561,355
Operating profit	25,395,269	21,596,406	10,276,862	2,706,107

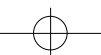


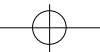

PRESTAR RESOURCES BERHAD (123066-A)

19. OPERATING PROFIT (continued)

	Group		Company	
	2000	1999	2000	1999
	RM	RM	RM	RM
Operating profit is arrived at after charging:-				
Amortisation of goodwill	100,652	73,407	-	-
Audit fee				
- Group	113,000	100,000	18,000	18,000
- Others	300	-	-	-
Bad debts written off	3,859	5,793	-	-
Depreciation (Note 2)	5,474,299	4,640,433	334,559	329,288
Directors' remuneration				
Directors of the company				
- fee	136,000	130,000	61,000	55,000
- other emoluments	1,190,818	1,342,920	528,538	578,880
Other directors				
- fee	50,000	50,000	-	-
- other emoluments	752,328	632,552	-	-
Inventories written off	17,600	-	-	-
Loss on disposal of property, plant and equipment	5,355	56,232	-	-
Loss on foreign exchange	19,744	4,973	-	-
Provision for doubtful debts	80,000	1,634,767	-	-
Provision for diminution in value				
- subsidiary	-	-	128,480	100,000
Rental of premises	3,731,575	2,833,601	3,336,830	2,617,020
Rental of factory building	-	6,305	-	-
Rental of plant and machinery	36,000	45,000	-	-
Write off/Amortisation of deferred expenditure	12,210	4,440	-	-
and crediting:-				
Bad debt recovered	-	10,721	-	-
Gross dividend income				
- subsidiaries	-	-	11,333,333	3,041,667
- shares quoted in Malaysia	371	314	-	-
Gain on foreign exchange	54,929	53,637	-	8,785
Gain on disposal of property, plant and equipment	262,452	97,533	34,186	-
Reversal of inventories write down	190,000	242,600	-	-
Rental income	146,550	147,650	3,787,980	3,787,980
Writeback of provision for diminution in value of quoted investments	-	135,000	-	-
Write back of provision for doubtful debts	937,000	997,322	-	-
Write back of provision for custom duties	1,841,243	-	-	-

The estimated monetary value of directors' benefit-in-kind for Group and Company are RM80,148 (1999 - RM65,557) and RM27,550 (1999 - RM27,550) respectively.




PRESTAR RESOURCES BERHAD (123066-A)

20. EMPLOYEE INFORMATION

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Staff costs	<u>16,235,458</u>	<u>13,433,388</u>	<u>967,187</u>	<u>1,040,378</u>

The number of employees of the Group and of the Company (including directors) at the end of the year was 726 and 11 (1999 - 611 and 10) respectively

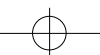
21. FINANCING COSTS

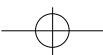
	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Interest payable				
Bankers acceptance and trust receipts	4,817,892	3,608,425	-	-
Bank overdrafts	641,789	732,406	127,069	180,771
Hire purchase	1,011,867	1,368,747	15,504	32,873
Revolving credit	708,552	795,175	708,552	795,175
Term loan	165,951	-	-	-
Others	-	-	364	-
	<u>7,346,051</u>	<u>6,504,753</u>	<u>851,489</u>	<u>1,008,819</u>

22. TAX EXPENSE

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Current tax expense				
- Current year charge	2,034,465	-	-	-
- (Over)/Underprovision in prior year	(107,537)	24,947	(91,000)	242,987
- Tax attributable to dividend income	-	-	2,333,333	291,667
	<u>1,926,928</u>	<u>24,947</u>	<u>2,242,333</u>	<u>534,654</u>
Deferred tax expense				
- Current year charge/ (write back)	1,776,000	282,000	(46,000)	(26,000)
	<u>3,702,928</u>	<u>306,947</u>	<u>2,196,333</u>	<u>508,654</u>
Deferred taxation				
At 1 January	1,120,000	838,000	630,000	656,000
Transfer to/(from) profit and loss account	1,776,000	282,000	(46,000)	(26,000)
At 31 December	<u>2,896,000</u>	<u>1,120,000</u>	<u>584,000</u>	<u>630,000</u>

The effective tax rate is lower than the statutory tax rate mainly due to the availability of capital allowances, reinvestment allowances and business losses brought forward to set off fully against current year's chargeable income.




PRESTAR RESOURCES BERHAD (123066-A)

22. TAX EXPENSE (CONTINUED)

The cumulative deferred taxation liabilities recognised in the financial statements are due to timing differences on property, plant and equipment.

Deferred taxation of RM145,000 (1999 - RM145,000) at the Group level and RM107,000 (1999 - RM107,000) at the Company level is not provided on the surplus arising from the revaluation of property, plant and equipment as it is not the intention of the directors to dispose of these property, plant and equipment.

23. PROPOSED DIVIDENDS

	Company	
	2000 RM	1999 RM
Proposed final dividend:		
3.5% less 28% tax (1999 - 7% less 28% tax)	<u>512,820</u>	<u>1,025,640</u>

24. BASIC EARNINGS PER SHARE - GROUP

The calculation of the basic earnings per share is based on the Group profit after taxation and minority interest of RM12,090,876 (1999 - RM13,080,353) and the number of ordinary shares in issue during the year of 20,350,000 (1999 - 20,350,000).

25. CONTINGENT LIABILITIES - UNSECURED

	Company	
	2000 RM	1999 RM
Guarantees to third party for the supply of materials to a subsidiary	1,000,000	-
Guarantees to financial institutions for credit facilities granted to subsidiaries	<u>192,510,000</u>	<u>138,072,000</u>
	<u>193,510,000</u>	<u>138,072,000</u>

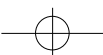
26. CAPITAL COMMITMENTS

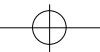
	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
Authorised and contracted for	<u>33,766,877</u>	<u>44,941,330</u>	<u>33,300,000</u>	<u>36,563,830</u>

27. SIGNIFICANT TRANSACTIONS WITH RELATED PARTIES

Significant transactions and balances with related parties other than that disclosed elsewhere in the financial statements are as follows:-

	Company	
	2000 RM	1999 RM
With subsidiaries		
Gross dividend	(11,333,333)	(3,041,667)
Interest received	(865,553)	(1,308,055)
Management fee received	(286,368)	(286,368)
Rental received	(3,787,980)	(3,787,980)
Sale of property, plant and equipment	<u>(24,224)</u>	<u>-</u>




PRESTAR RESOURCES BERHAD (123066-A)

27. SIGNIFICANT TRANSACTIONS WITH RELATED PARTIES (continued)

	Group		Company	
	2000 RM	1999 RM	2000 RM	1999 RM
With companies in which certain directors have interest:				
Purchases	1,583,106	1,147,721	-	-
Interest paid	225,010	-	-	-
Rental payable	831,768	-	-	-
Rental paid	3,614,086	2,617,020	3,336,830	2,617,020
Rental received	(24,000)	(24,000)	-	-
Sales	(2,385,531)	(7,826,535)	-	-
Service fee receivable	(5,000)	-	-	-

The above transactions have been entered into in the normal course of business and have been established under negotiated terms.

28. SIGNIFICANT EVENTS DURING THE YEAR
a) Acquisition of subsidiary - Prestar Galvanising Sdn. Bhd.

During the year, the Company purchased 1,950,000 fully paid up ordinary shares of RM1.00 each in the share capital of Prestar Galvanising Sdn. Bhd. (formerly known as Zelleco Metal Galvanising Sdn. Bhd.) constituting 65% equity interest of the company for a total cash consideration of RM975,000 from Zelleco (M) Sdn. Bhd.

b) Subscription of shares in subsidiary - Tashin Steel Sdn. Bhd.

During the year, the Company subscribed an additional 3,545,000 fully paid up ordinary share of RM1.00 each in the share capital of Tashin Steel Sdn. Bhd. for a total cash consideration of RM3,545,000.

c) Proposed acquisition of industrial properties

On 20 October 2000, the shareholders of the Company present at an Extraordinary General Meeting ("EGM") approved the acquisition of a parcel of industrial land together with five blocks of factory buildings from a company in which certain directors have interest for a cash consideration of RM37million. ("Acquisition of Industrial Properties")

The Acquisition of Industrial Properties was approved by the Securities Commissions ("SC") on 19 July 2000 and the Foreign Investment Committee ("FIC") on 24 March 2000.

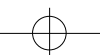
Subsequently, an extension of time has been granted on the Sale and Purchase Agreement which expired on 11 November 2000 for a period of six months commencing 12 November 2000.

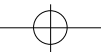
d) Rights issue

On 20 October 2000, the shareholders of the Company present at an EGM approved the rights issue of 20,350,000 new ordinary shares of RM1.00 each on the basis of one new ordinary shares of RM1.00 each for every one existing share of RM1.00 each held at an issue price of RM2.00 per new ordinary share of RM1.00 each. ("Rights Issue")

The Rights Issue was approved by the SC on 19 July 2000 and the approval of the Kuala Lumpur Stock Exchange ("KLSE") for the listing was obtained on 24 November 2000.

In accordance with the terms of the Rights Issue as approved by the SC and the shareholders, the Company will provisionally allot 20,350,000 Rights Issue for subscription by the shareholders whose name appears on the Company's Record of Depositors at 5.00 pm on 20 November 2000 in the proportion of one rights share for every one existing share of RM1.00 each held.




PRESTAR RESOURCES BERHAD (123066-A)

29. SIGNIFICANT EVENT AFTER BALANCE SHEET DATE

The Rights Issue of 20,350,000 new ordinary shares of RM1.00 each on the basis of one new ordinary share for every existing ordinary share held at an issue price of RM2.00 was listed on 8 February 2001.

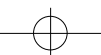
30. SEGMENTAL REPORTING

Group 2000	Turnover RM'000	Total assets employed RM'000	Profit/(Loss) before taxation RM'000
Manufacturing	223,109	173,061	14,000
Trading	99,910	74,534	1,933
Investment holding	15,332	72,813	10,365
Intra - Group	(75,634)	(83,459)	(8,632)
	262,717	236,949	17,666
Geographical segments			
Malaysia	257,174	232,808	18,681
Belgium	5,543	4,141	(1,015)
	262,717	236,949	17,666
1999			
Manufacturing	175,918	159,807	13,258
Trading	62,603	42,312	1,976
Investment holding	6,990	64,883	3,201
Intra - Group	(51,004)	(81,558)	(4,014)
	194,507	185,444	14,421
Geographical segments			
Malaysia	191,365	182,236	14,775
Belgium	3,142	3,208	(354)
	194,507	185,444	14,421

The inter-segment pricing is determined based on normal course of business and have been established under negotiated terms.

31. COMPARATIVES

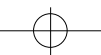
Following the adoption of MASB Standards in the preparation of this set of financial statements, the presentation and classification of certain items in the financial statements have been amended. Accordingly, comparative amounts for those items have been reclassified to ensure comparability with the current financial year.




PRESTAR RESOURCES BERHAD (123066-A)

List of Group Properties *for the year ended 31 December 2000*

LOCATION	DESCRIPTION	BUILT-UP AREA (SQ.FT)	EXISTING USE	TENURE/ APPROXIMATE AGE OF BUILDING AS AT 31 DECEMBER 2000	NETBOOK VALUE AS AT 31 DECEMBER 2000 (RM'000)
No. 32, Jalan Segambut Lot No. 40022 Mukim Batu District of Federal Territory Federal Territory	One unit factory cum office block	9,500	Tenanted	66-Years Leasehold expiring 2/10/2044 (22 years)	1,247
HS (D) 28255 PT No 10327 Mukim of Rawang District of Gombak Selangor Darul Ehsan	One unit Factory complex	80,384	Manufacturing site for Prestar Manufacturing Sdn. Bhd	Freehold (7 years)	8,178
Lot 17494, 8 1/2 Miles Jalan Ipoh Selayang Industries Estate 68100 Batu Caves Selangor	One unit factory cum office block	35,263	Corporate office cum warehouse	Freehold (13 years)	2,260
Lot 1113, 65A, Jalan Perak, 10150 Penang	One unit 2 1/2 storey office/ warehouse block	2,904	Office cum warehouse	Freehold (38 years)	1,147
Lot No: DL 566 Taman Daya Phase 1, Kepong	One unit Double storey link house	1,650	Tenanted	Freehold (13 years)	199
Lot 43 (PT1164), HS(D) 63884 District of Petaling State of Selangor Jalan Teras Jemang 27/8 40000 Shah Alam	One unit Double storey shophouse	3,088	Vacant	Freehold (8 years)	640
PD Perdana Condo Parcel No. 808 held under master title H.S.(D) 14950, PT No 99, Pekan Telok Kemang Daerah Port Dickson Negeri Sembilan	One unit residential condominium	746	Vacant	Freehold (2 years)	100
Plot 40, Lorong Perusahaan Maju 7, Kawasan Perusahaan 4 13600 Prai, Penang	One unit Four storey office building cum single storey factory block	124,474	Manufacturing Site for Tashin Steel Sdn. Bhd.	60 years leasehold expiring on 8/5/2052 (2 years)	7,842


PRESTAR RESOURCES BERHAD (123066-A)

Statistics of Shareholdings *as at 23 April 2001*

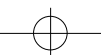
Authorised Capital	:	RM100,000,000
Issued And Fully Paid Capital	:	RM40,700,000
Class Of Shares	:	Ordinary shares of RM1.00 each fully paid
Number of Shareholders	:	868
Voting Rights	:	One vote per ordinary share

LIST OF SUBSTANTIAL SHAREHOLDERS AS AT 23 APRIL 2001

No.	Name	No. of Shares	Percentage %
1.	Fabulous Essence Sdn Bhd	14,152,500	34.77
2.	Toh Yew Keat	6,652,851	16.35
3.	Soh Tik Siew	2,664,000	6.55
4.	Y K Toh Property Sdn Bhd	2,473,250	6.08
5.	MD Nahar Bin Noordin	2,022,000	4.97
6.	Toh Yew Peng	1,250,399	3.07
7.	Roziah Binti Ismail	1,239,000	3.04
8.	Malaysia National Insurance Berhad	1,206,000	2.96
9.	Perbadanan Nasional Berhad	1,000,000	2.46
Total		32,660,000	80.25

ANALYSIS OF SHAREHOLDINGS AS AT 23 APRIL 2001

Size of Shareholdings	No. of Shareholders	% of Shareholders	No. of Shares	% of Issued Capital
1 - 1,000	368	42.40	366,064	0.90
1,001 - 5,000	372	42.86	978,302	2.40
5,001 - 10,000	62	7.14	489,000	1.20
10,001 and above	66	7.60	38,866,634	95.50
Total	868	100.00	40,700,000	100.00




PRESTAR RESOURCES BERHAD (123066-A)

Statistics of Shareholdings as at 23 April 2001 (cont'd)

THE TWENTY (20) LARGEST SHAREHOLDERS AS AT 23 APRIL 2001

No.	Name	No. of Shares	Percentage %
1.	Fabulous Essence Sdn Bhd	14,152,500	34.77
2.	Toh Yew Keat	6,652,851	16.35
3.	Soh Tik Siew	2,664,000	6.55
4.	Y K Toh Property Sdn Bhd	2,473,250	6.08
5.	MD Nahar Bin Noordin	2,022,000	4.97
6.	Toh Yew Peng	1,250,399	3.07
7.	Roziah Binti Ismail	1,239,000	3.04
8.	Malaysia National Insurance Berhad	1,206,000	2.96
9.	Perbadanan Nasional Berhad	1,000,000	2.46
10.	Melissa Shireen Munshir	798,664	1.96
11.	Soo Kat Leng	749,970	1.84
12.	Abrar Investment Fund	700,000	1.72
13.	S'ng Soo Eng	626,000	1.54
14.	Syarikat Takaful Malaysia Berhad	540,000	1.33
15.	Takaful Nasional Sdn Bhd	396,000	0.97
16.	Amanah Saham Selangor	372,000	0.91
17.	KDC Resources Sdn Bhd	300,000	0.74
18.	Lim Mei Wha	233,000	0.57
19.	Goh Kok Chen	173,000	0.43
20.	Toh Swee Kheng	147,000	0.36
Total		37,695,634	92.62

LIST OF DIRECTORS' SHAREHOLDINGS AS AT 19 JANUARY 2001

No.	Name	Direct		Indirect	
		No. of shares	%	No. of shares	%
1.	Toh Yew Peng	1,250,399	6.14	(1) 7,076,250	34.77
2.	Toh Yew Kar	-	-	(1) 7,076,250	34.77
3.	Toh Yew Chin	-	-	(1) 7,076,250	34.77
4.	Toh Yew Keat	*3,937,851	19.35	(1) 7,076,250	34.77
5.	Toh Yew Keong	-	-	(1) 7,076,250	34.77
6.	Toh Yew Seng	-	-	(1) 7,076,250	34.77
7.	Toh Poh Khuan	-	-	(2) 7,076,250	34.77
8.	Md Nahar Bin Noordin	833,000	4.09	(3) 568,000	2.79
9.	Fadzlullah Shuhaimi Salleh	2,000	0.01	-	-
10.	Meer Sadik Bin Habib Mohamed	1,151	0.01	-	-

(1) By virtue of being a Director and Shareholder of Fabulous Essence Sdn Bhd.

(2) By virtue of being a Shareholder of Fabulous Essence Sdn Bhd.

(3) By virtue of his wife's shareholding in the Company.

* Of the 3,937,851 ordinary shares, 2,715,000 ordinary shares are held in trust by PAB Nominees (Tempatan) Sdn Bhd.



Proxy Form



PRESTAR RESOURCES BERHAD (123066-A)
(Incorporated in Malaysia)

No. of Shares Held

I / We, _____
of _____ being
a member / members of PRESTAR RESOURCES BHD, hereby appoint _____
_____ of _____
_____ or failing him,
_____ of _____

or failing him, the Chairman of the Meeting as my / our proxy to vote for me / us and on my / our behalf at the Sixteenth Annual General Meeting of the Company to be held at Dewan Berjaya, Bukit Kiara Equestrian & Country Resort, Jalan Bukit Kiara, Off Jalan Damansara, 60000 Kuala Lumpur on Tuesday, 12 June 2001 at 10.00 a.m. or at any adjournment thereof. The proxy is to vote on the business before the meeting as indicated below (if no indication is given, the proxy will vote as he thinks fit or abstain from voting):

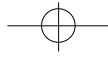
	RESOLUTIONS	FOR	AGAINST
Resolution 1	Adoption of Directors' Report and Audited Financial Statements for the financial year ended 31 December, 2000 together with the Auditors' Report thereon.		
Resolution 2	Declaration of a first and final dividend of 3.5% less 28% tax.		
Resolution 3	Approval of Directors' fees.		
Resolution 4 Resolution 5 Resolution 6	Re-election of the following Directors in accordance with the Company's Articles of Association: (a) Ms Toh Poh Khuan (b) Encik Md Nahar Bin Noordin (c) Encik Fadzlullah Shuhaimi B. Salleh		
Resolution 7	Re-election of Mr Toh Yew Peng who retire pursuant to Paragraph 7.28(2) of Part K of Chapter 7 of the Revamped Listing Requirements of Kuala Lumpur Stock Exchange.		
Resolution 8	Re-appointment of Auditors		
Resolution 9	Approval of Ordinary Resolution pursuant to Section 132D of the Companies Act, 1963.		

Dated this _____ day of _____ 2001

Signature

Notes:

1. A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of him. Where a member appoints two or more proxies, the appointment shall be invalid unless he specifies the proportion of his shareholdings to be represented by each proxy.
2. A member shall be entitled to appoint a person who may but need not be a member as his proxy.
3. The instrument appointing a proxy together with the power of attorney (if any) under which it is signed or a certified copy thereof shall be deposited at the Registered Office at Level 22, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur not less than 48 hours before the time appointed for holding the meeting or any adjournment thereof.



Please fold here

STAMP

The Company Secretary

PRESTAR RESOURCES BERHAD (123066-A)

Level 22, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
Damansara Heights
50490 Kuala Lumpur

Please fold here

