

PART A: EXPLANATION NOTES AS PER MFRS 134

A1 Basis of Preparation

These unaudited condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

These interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2024.

The explanatory notes attached to these condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2024.

The significant accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the year ended 31 December 2024, except for the adoption of the following new MFRSs, Amendments to MFRSs and Interpretations which are effective for annual periods beginning on or after 1 January 2025:

	Effective Date
Amendments to MFRS 121 <i>Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9 and MFRS 7 <i>Amendments to the Classification and Measurement of Financial Instruments</i>	1 January 2026
<i>Annual improvements to MFRS Accounting Standards - Volume 11</i>	1 January 2026
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature-dependent Electricity</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The above standards, amendments and annual improvements do not have significant impact on the financial reporting of the Group.

A2 Audit Report of Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2024 was not qualified.

A3 Seasonal or cyclical factors

The Group faces minor seasonal fluctuations during the major festive season's celebrations.

A4 The nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

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

A5 Changes in estimates

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

A6 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

During the current financial quarter, the Company repurchased 945,600 of its issued share capital from the open market at an average price of RM0.329 per share. The total consideration paid was RM311,574.

For the financial year to date, the Company repurchased 3,418,800 of its issued share capital from the open market at an average price of RM0.338 per share. The total consideration paid was RM1,156,603. These shares are being held as treasury shares in accordance with Section 127 of the Companies Act, 2016

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities other than as disclosed above for the current quarter and financial year to date.

A7 Dividends paid (aggregate or per share) separately for ordinary share and other shares

A second single-tier interim dividend of 0.5 sen per ordinary share, amounting to RM1,795,342 in respect of the financial year ended 31 December 2024 was paid on 26 March 2025.

A8 Segment Information for the current financial year to date

	<u>Trading</u> RM'000	<u>Manufacturing</u> RM'000	<u>Investment</u> RM'000	<u>Elimination</u> RM'000	<u>Total</u> RM'000
Revenue					
External Sales	90,684	255,505	946	-	347,135
Inter-segment revenue	1,516	23,739	10,127	(35,382)	-
Total Revenue	92,200	279,244	11,073	(35,382)	347,135
Segment Result	(94)	13,376	6,221	(6,766)	12,737
Profit from operations					
Finance costs				(2,788)	
Interest Income				882	
Share of results of associates				2,414	
Profit before tax					13,245

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

A9 Valuations of property, plant and equipment

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

A10 Material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period

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

A11 The effect of changes in the composition of the enterprise during the interim period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations

There were no changes in the composition of the Company for the financial period under review.

A12 Changes in contingent liabilities or contingent assets since the last financial year ended 31 December 2024

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

A13 Capital commitments

As at 30/09/2025

RM'000

Property, plant and equipment

Authorized and contracted for	2,794
Authorized but not contracted for	669

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

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

	Individual Period (3 rd quarter)		Increase / (Decrease)		Cumulative Period		Increase / (Decrease)	
	Current Year Quarter 01.07.2025 to 30.09.2025 RM'000	Preceding Year Corresponding Quarter 01.07.2024 to 30.09.2024 RM'000	RM'000	%	Current Year to- date 01.01.2025 to 30.09.2025 RM'000	Preceding Year Corresponding Period 01.01.2024 to 30.09.2024 RM'000	RM'000	%
Revenue	123,813	109,053	14,760	13.5	347,135	358,772	(11,637)	(3.2)
Profit / (loss) from operations	8,841	(741)	9,582	1,293.1	12,737	7,107	5,630	79.2
Profit before tax	10,123	777	9,346	1,202.8	13,245	10,936	2,309	21.1

For the current quarter under review, the Group recorded revenue of RM123.8 million, representing an increase of 13.5% compared to RM109.1 million in the corresponding quarter of the previous financial year. The improvement was mainly attributable to higher sales volume, despite lower average selling prices during the quarter.

Correspondingly, the Group registered a profit from operations of RM8.8 million, compared to a loss of RM0.7 million in the same quarter last year, reflecting the stronger revenue performance and improved gross margin. As a result, the Group recorded a Profit Before Tax (PBT) of RM10.1 million, significantly higher than RM0.8 million in the previous year's corresponding quarter, supported primarily by the stronger operating results and lower finance costs.

On a year-to-date ("YTD") basis, the Group's revenue stood at RM347.1 million, representing a decline of 3.2% compared to RM358.8 million in the corresponding period of the previous financial year. The lower revenue was mainly due to softer average selling prices under a more challenging market environment earlier in the year, although this was partly mitigated by improved sales volume.

Despite the decline in revenue, the Group's profit from operations increased by 79.2% to RM12.7 million (YTD 2024: RM7.1 million), supported by higher sales volume and ongoing cost rationalisation initiatives. Consequently, the Group achieved a YTD PBT of RM13.2 million, representing an increase of 21.1% compared to RM10.9 million in the corresponding period of the previous year.

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

	Current Year Quarter 01.07.2025 to 30.09.2025	Immediate Preceding Quarter 01.04.2025 to 30.06.2025	Changes	
			RM'000	%
Revenue	123,813	113,572	10,241	9.0
Profit from operations	8,841	2,282	6,559	287.4
Profit before tax	10,123	2,109	8,014	380.0

For the current quarter, the Group recorded revenue of RM123.8 million, representing an increase of 9.0% compared to RM113.6 million in the immediate preceding quarter. The higher revenue was primarily driven by increased sales volume during the quarter.

Profit from operations improved to RM8.8 million, compared to RM2.3 million in the preceding quarter, mainly reflecting the higher sales revenue and the improved margin arising from a normalised cost base. Consequently, the Group achieved a Profit Before Tax (PBT) of RM10.1 million, significantly higher than RM2.1 million reported in the previous quarter. The improvement in PBT was mainly attributable to the stronger operating results, supported by higher contributions from associates compared to the preceding quarter.

B3 Prospects

Global economic conditions remain uncertain, influenced by interest rate policies in major economies, fluctuations in foreign exchange markets, and uneven industrial activity across regions. Overall demand conditions continue to be mixed, and competitive pressures within the manufacturing landscape remain evident.

In Malaysia, manufacturers continue to face elevated operating costs arising from fuel adjustments, higher logistics and haulage rates, and rising energy and labour expenses. Additional regulatory measures, including stricter enforcement of gross vehicle and axle weight limits for heavy trucks, together with broader environmental and compliance requirements are expected to place further cost pressure on the industry.

Despite these headwinds, the Group recorded higher sales volume in the current quarter compared to the immediate preceding quarter, supported by stable customer demand and effective sales and marketing efforts. This operational performance provides some resilience as the Group enters the final quarter of the year, although overall market conditions are expected to remain challenging.

B3 Prospects (continue)

Against this backdrop, the Group will continue to adopt a prudent and disciplined operational approach. Key priorities include strengthening procurement practices to manage input cost fluctuations, enhancing production cost efficiency through process improvements, and maintaining firm working capital discipline supported by close monitoring of cash flow positions to preserve liquidity. The Group will also continue to exercise prudent financial management to safeguard competitiveness in the current operating environment. Management will remain vigilant to evolving market and policy developments, ensuring that business strategies are reviewed and adjusted in a timely manner to align with changing conditions.

B4 Variance of actual profit from forecast profit / profit guarantee

Not applicable

B5 Tax expenses

	Current Quarter 30/09/2025 RM'000	Current Year To Date 30/09/2025 RM'000
Current taxation	1,273	2,287
Deferred taxation	541	769
In respect of prior years	(65)	(65)
	<hr/> 1,749	<hr/> 2,991

B6 The status of corporate proposals announced but not completed at the latest practicable date which shall not be earlier than 7 days from the date of issue of the quarterly report.

There were no corporate proposals announced at the date of this announcement.

B7 Group bank borrowings:

Total group borrowings as at 30 September 2025 are as follows:-

RM'000	Short Term Borrowing	Long Term Borrowing
Denominated in Ringgit Malaysia:		
Secured	30,868	3,903
Unsecured	31,465	-
Denominated in US Dollar:		
Secured	-	-
Unsecured	-	-
Total Bank Borrowings	62,333	3,903

Prestar Resources Berhad
Company No. 198401010527(123066-A)
Notes to the Unaudited Interim Financial Report for the period ended 30 September 2025

B8 Material litigation since the date of the last annual statement of financial which must be made up to a date not earlier than 7 days from the date of issue of the quarterly report

The Group is not engaged in any material litigation, either as a plaintiff or defendant, claims or arbitration which have a material effect on the financial position of the Group.

B9 Dividend

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

B10 Earnings per share

Basic

Basic earnings per share are calculated by dividing the net profit attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the financial year.

	Current Year Quarter 30/09/2025	Preceding Year Quarter 30/09/2024	Current Year to date 30/09/2025	Preceding Year to date 30/09/2024
Net profit attributable to ordinary shareholders (RM'000)	8,374	1,031	10,254	8,752
Weighted average number of ordinary shares in issue ('000)	357,351	359,068	357,351	359,068
Basic earnings per share (sen)	2.34	0.29	2.87	2.44

Diluted

The diluted earnings per share is not disclosed as it is not applicable.

B11 Notes to Condensed Consolidated Statement of Comprehensive Income

Net profit is arrived at after take in the following items:	Current Quarter 30/09/2025 RM'000	Current Year To Date 30/09/2025 RM'000
(a) Interest income	316	882
(b) Other income	1,691	4,466
(c) Interest expense	(918)	(2,788)
(d) Depreciation and amortization	(2,304)	(6,677)
(e) Provision (for) and written down of receivables	(319)	(894)
(f) Provision (for) and written down of inventories	597	(61)
(g) Gain / (loss) on disposal of quoted / unquoted investment / properties	-	-
(h) Impairment of assets	(515)	(515)
(i) Foreign exchange gain/(loss) - Realised and unrealized	5	(120)
(j) Gain / (loss) on derivatives	-	(61)
(k) Exceptional items	N/A	N/A