

2008 Annual General Meeting

Sheraton Hotel
207 Adelaide Terrace
Perth WA 6000

10:00 AM 30 October 2008



PearlStreet



Mr David Eisezele

Chairman



Resolution 1 – Adoption of Remuneration Report

Summary of 89 valid proxies totaling 50,724,298 available votes

| For | Against | Open | Abstain |
|------------|---------|---------|---------|
| 50,501,837 | 31,364 | 191,097 | 54,000 |



Resolution 2 – Re-election of Director, David Eiszele

Summary of 89 valid proxies totaling 50,773,122 available votes

| For | Against | Open | Abstain |
|------------|---------|---------|---------|
| 50,556,699 | 25,326 | 191,097 | 5,176 |



Annual General Meeting

Anthony Wooles
Managing Director and CEO

30 October 2008



PearlStreet



FY2008 Summary

FY2009 YTD Performance
Update



Business Overview & Capital Structure

- Non destructive Testing (NDT), Plant Inspection and Condition Monitoring
- Materials Consulting, Reliability & Mechanical Engineering including Engineering Failure Investigation
- Operations and Maintenance of Energy Asset Infrastructure including asset overhaul management, coordination & supervision
- Plant Improvement Project Engineering & Project Management
- Mechanical Testing, Product Testing & Heat Treatment
- Scientific Services and analytical Laboratory Services

| | |
|----------------------------|------------|
| Fully Paid Shares on issue | 75,106,956 |
| Share Price (29 Oct 08) | \$0.25 |
| Market Cap (29 Oct 08) | \$18.8m |
| Options (PSTO) on issue | 18,776,632 |

| Substantial Shareholders | Shares (m) | Ownership (%) |
|--------------------------|---------------|------------------|
| Anthony Wooles | 38.1 | 51 |
| Other Directors | 3.9 | 5 |
| Institutions | 17.3 | 23 |
| Retail | 16.0 | 21 |



Operational Highlights

- Established No. 1 position in the Australian Non-Destructive Testing and Inspection Services market.
- Successful integration of three acquisitions. Single company approach to management and customer service.
- Australia-wide branch network with over 500 employees.
- Strengthened senior management through key appointments
- Continued to meet strong level of demand from new and existing customers across a blue-chip client base.
- New Brisbane premises combines three service lines as a regional hub for the Queensland market.
- Major training program expansion with over 50 trainees – including 40 NDT technicians.
- Ongoing investment in technology including advanced digital imaging equipment & partnerships with international equipment suppliers.

People & Safety

People

- Staff numbers increased to 544 – up from 249 last year.
- In excess of 1.8m hours worked.
- Staff turnover – 130 new employees, 167 departures. Impacted by acquisition activities.
- Major training initiative – 53 trainees, including 40 NDT technicians.

Safety

- LTI frequency rate – 4.64 per million hours worked (FY07 2.09). Focus on specific sites.
- Safety remains No 1 priority.
- National OH & S manager appointed.
- Continued outstanding safety record at major project sites – Esso, BP, KMK and CBCI
- Recognised by BP for excellence in Health, Safety, Security & Environment.



Underlying Financial Performance

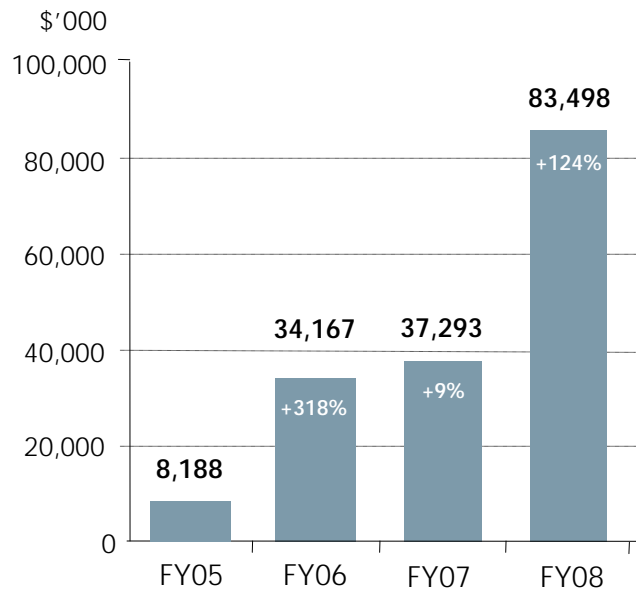
| | | Statutory Operating | Underlying |
|---------------|----------|------------------------|-----------------------|
| Revenue | (\$'000) | 83,498 | 83,498 |
| EBITDA | (\$'000) | 9,070 | 10,020 ⁽¹⁾ |
| EBITDA margin | (%) | 11.0 | 12.0 |
| NPAT | (\$'000) | 1,076 | 2,789 ⁽²⁾ |
| NPAT margin | (%) | 1.3 | 3.3 |

Notes

- (1) Add back post-acquisition integration and redundancy costs of approximately \$950,000
- (2) Add back \$1,047,000 amortisation of customer related intangibles under AASB3 Business Combinations and adjustment of tax payable

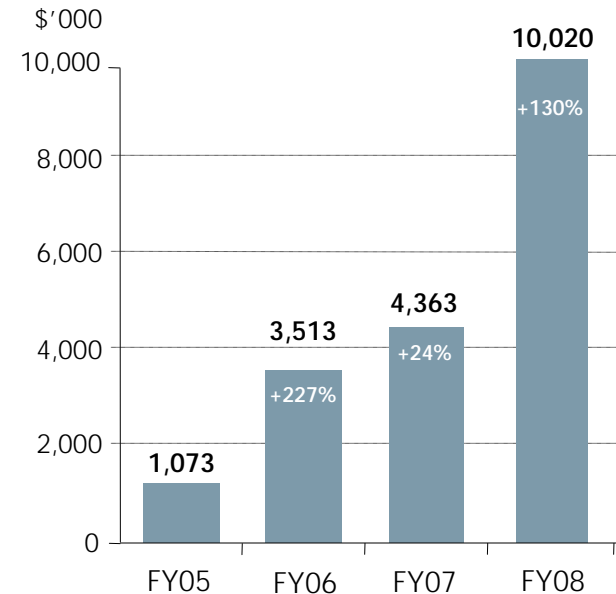
Financial Performance

Underlying Revenue



- Organic growth for existing businesses - \$3.0m (+8%)
- Acquisitions - \$43.2m (+116%)

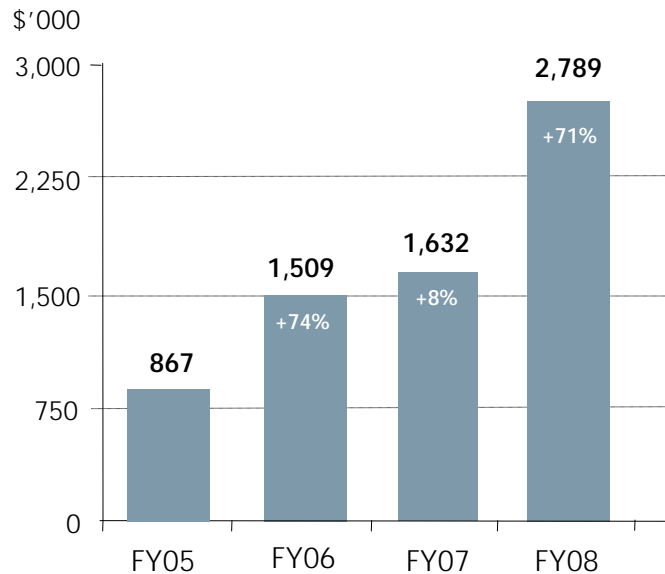
Underlying EBITDA



- Underlying 12% EBITDA margin – on target
- EBITDA margins are sustainable

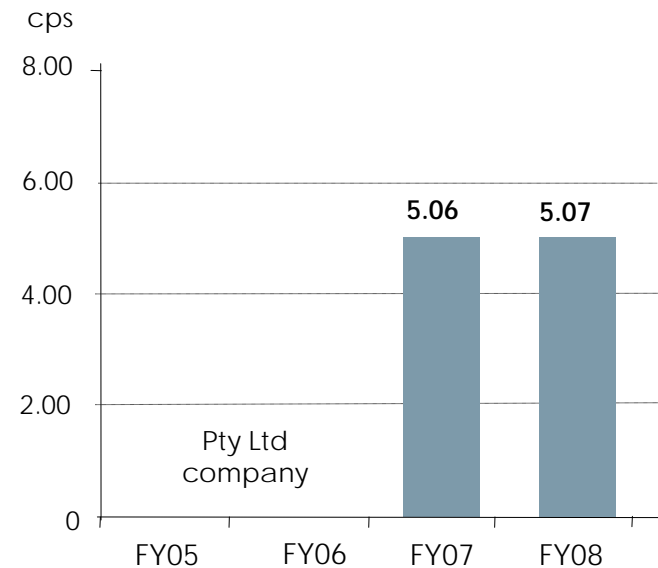
Financial Performance

Underlying NPAT



- FY08 NPAT margin 3.3% (FY07 4.3%)
- Impacted by increased depreciation and interest charges

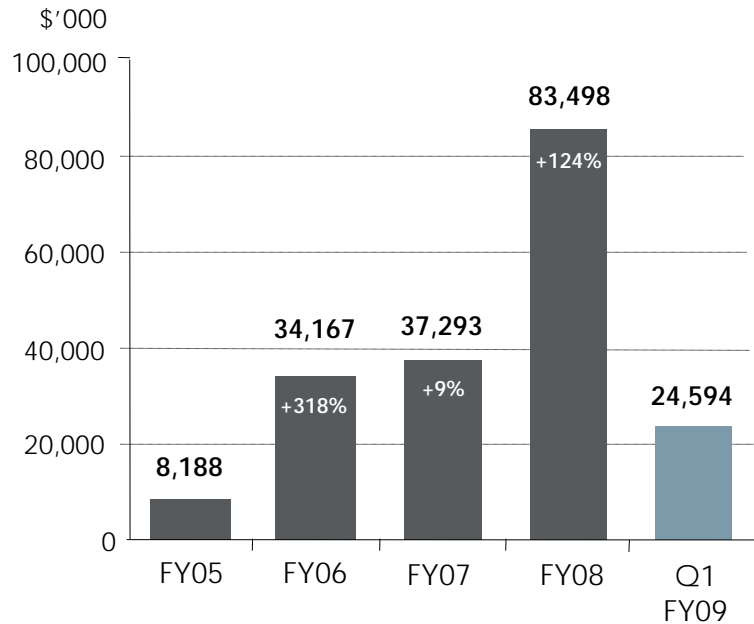
Underlying EPS



- Underlying EPS maintained post-acquisitions

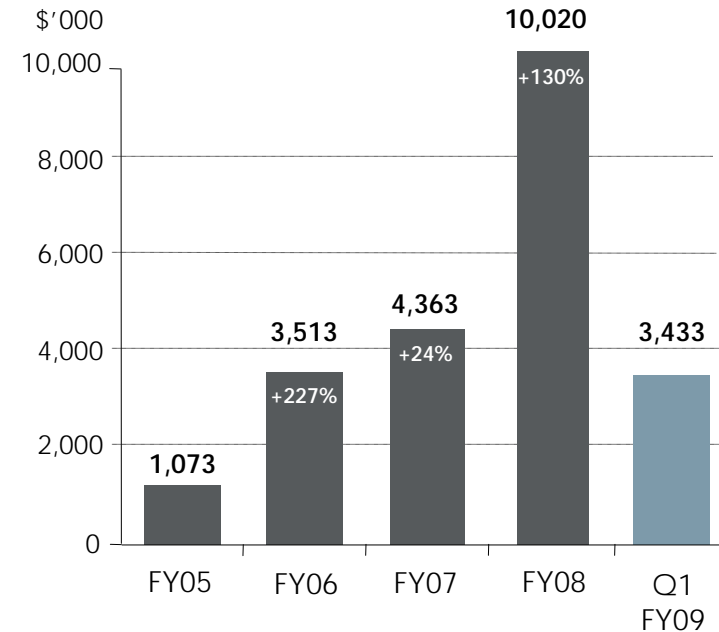
Financial Performance

Underlying Revenue



- Continued strong demand for services
- Market leadership position delivering sales momentum

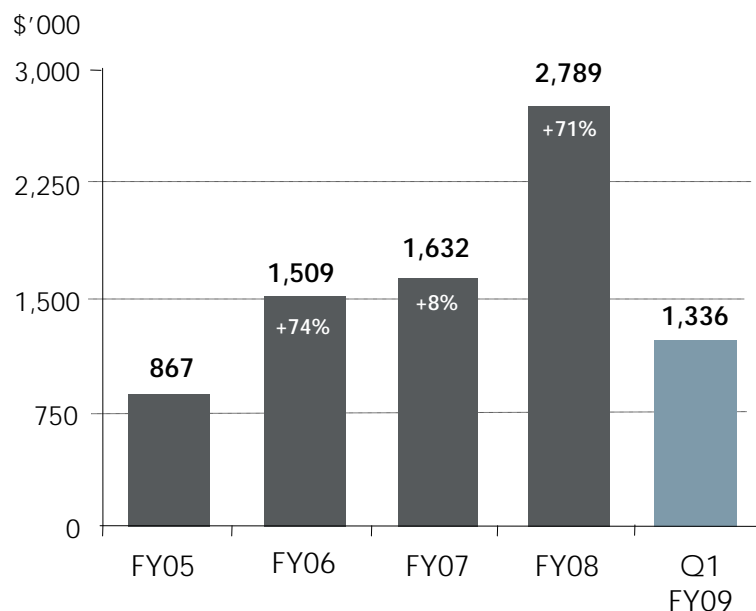
Underlying EBITDA



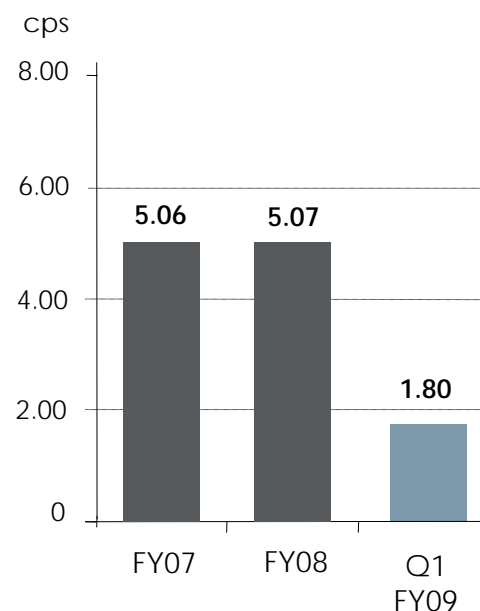
- Q1 EBITDA margin – 14%
- Scale and synergy benefits being realised

Financial Performance

Underlying NPAT



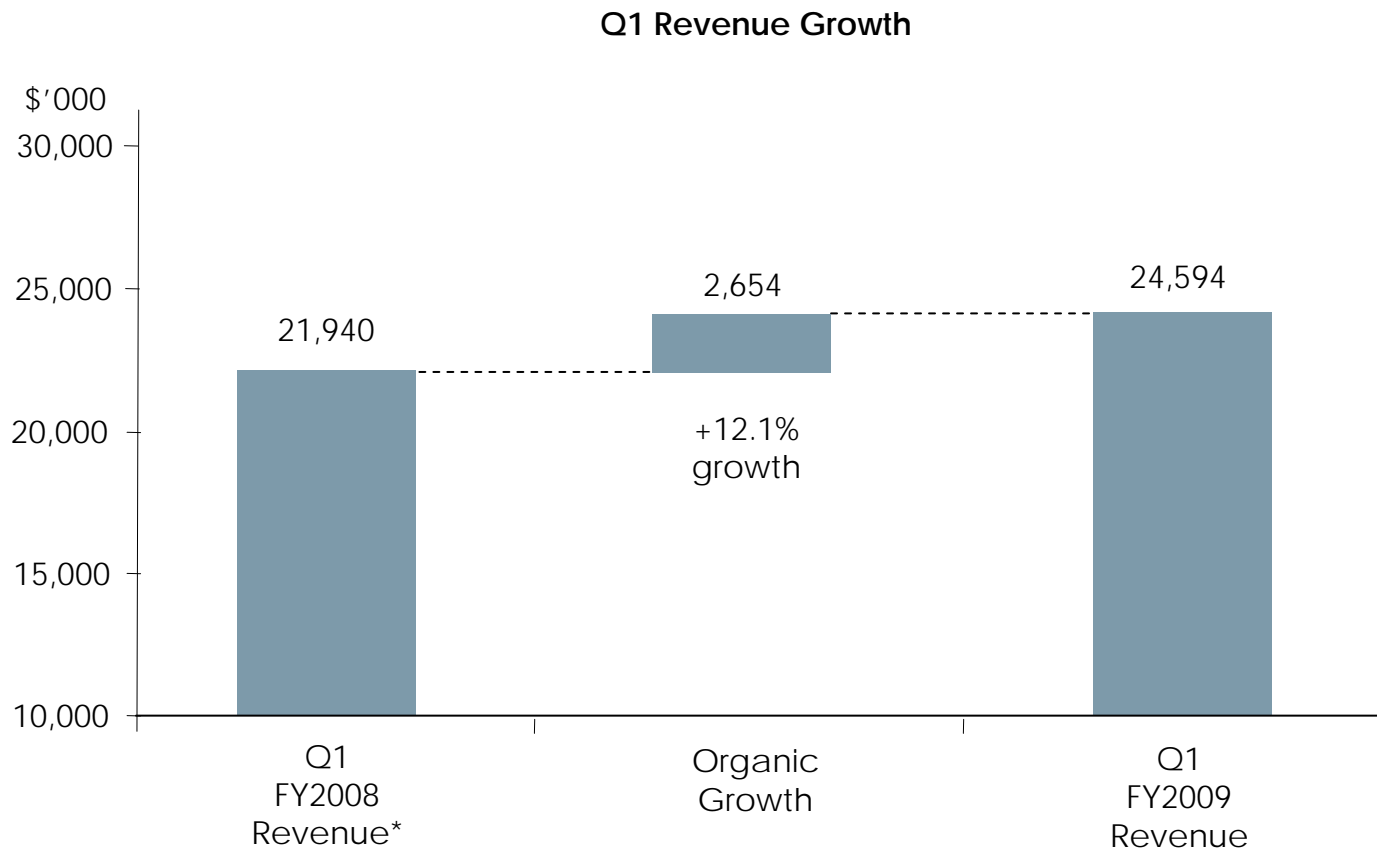
Underlying EPS



- Underlying NPAT margin 5.4% through scale efficiencies and debt reduction.
- Q1 Statutory NPAT \$1.218m

- Potential for strong EPS growth
- Weighted shares on issue - Q1 FY2009 74,280,000 (FY2008 55,005,258)

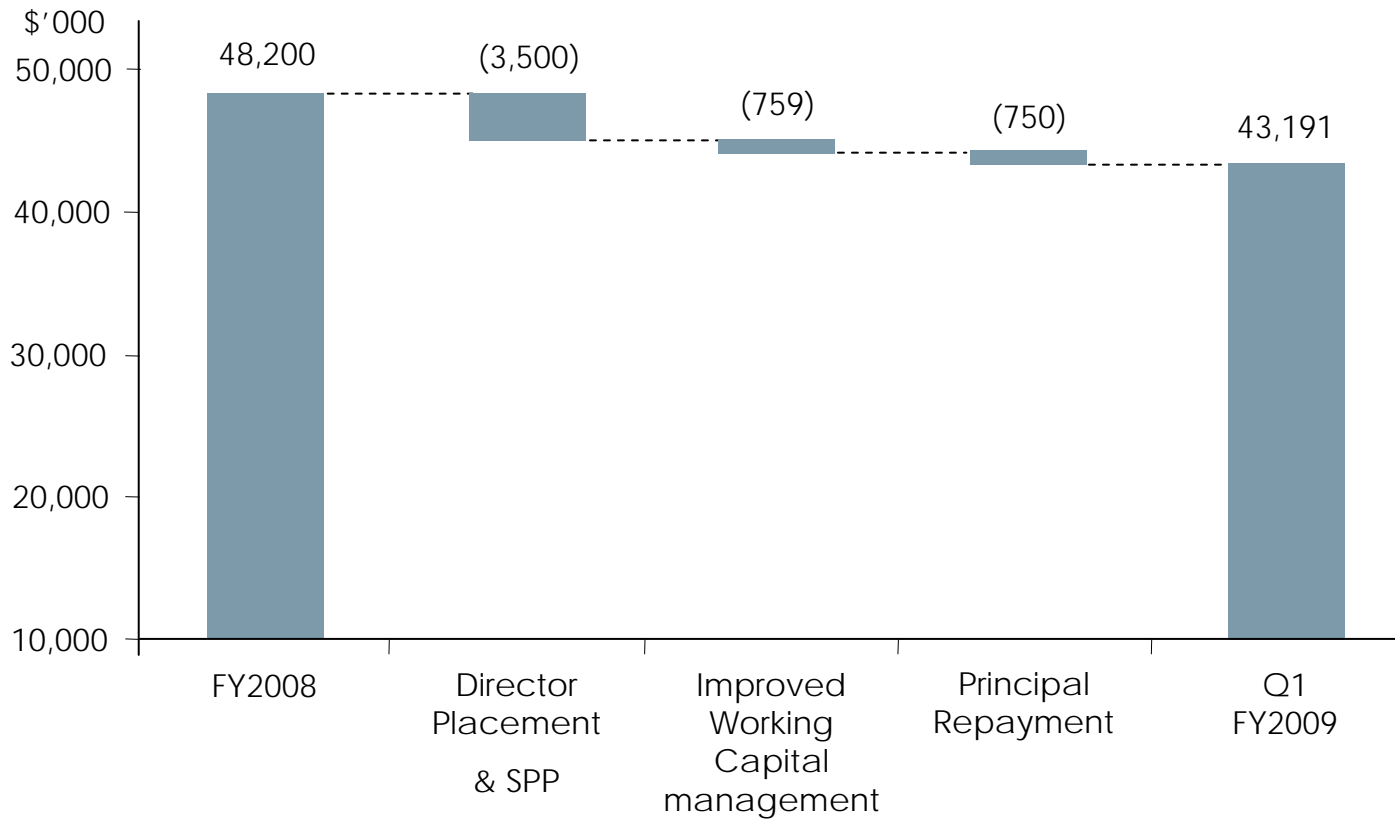
Revenue



- Continued buoyant demand for services
- Demand largely driven by installed capacity – not overly reliant on new projects
- Market leadership position – larger contracts and multi-site relationships.
- Capital market volatility – no apparent impact to date

*Note: based on PearlStreet Metlabs annualised revenue

Financial Summary – Debt



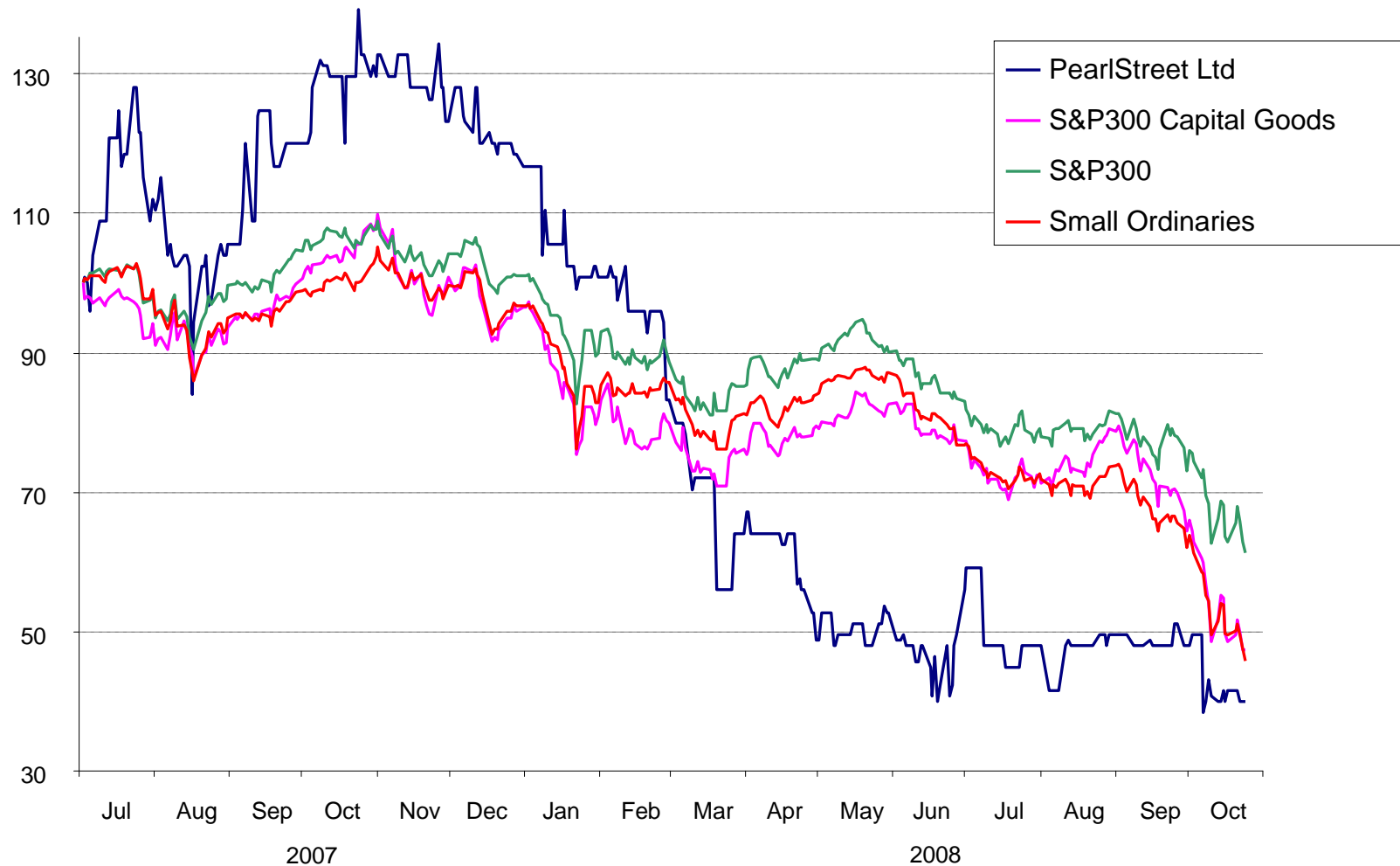
- Interest payments peaked Q4 FY2008
- Interest rate savings commence November 2008.
- Annualised interest savings ~ \$360k

FY2009 YTD Performance Update



PearlStreet

PearlStreet Ltd – Relative Share Price FY2008 to date



Source Data: Euroz Ltd (2 July 2007 = 100)

Outlook - Summary

- Strong FY2009 Q1 performance
- Continued buoyant demand for services
- Cost reductions apparent. Acquisition scale and synergy benefits being realised.
- Disciplined gross profit margin management.
- Continued capital management priority to reduce gearing.
- Remain watchful on broader economic environment. No present adverse impact.