

MAJOR TEAM HOLDINGS BERHAD (567427-W)

UNAUDITED SECOND QUARTER REPORT ON CONSOLIDATED RESULTS CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2009

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|---|---|--|---|---|
| | (Unaudited) Current Year Quarter 30/06/2009 RM'000 | Preceding Year Corresponding Quarter 30/06/2008 RM'000 | (Unaudited) Current Year To Date 30/06/2009 RM'000 | Preceding Year Corresponding Period 30/06/2008 RM'000 |
| Revenue | 1,734 | 2,492 | 3,188 | 4,089 |
| Other Operating Income | 71 | 110 | 225 | 172 |
| Operating Expenses | (1,923) | (4,251) | (4,817) | (9,553) |
| Finance Cost | (255) | (284) | (512) | (567) |
| Loss before taxation | (373) | (1,933) | (1,916) | (5,859) |
| Taxation | - | - | - | - |
| Loss for the financial year | (373) | (1,933) | (1,916) | (5,859) |
| Loss for the financial year attributable to: | | | | |
| Equity holders of the parent | (373) | (1,933) | (1,916) | (5,859) |
| Minority interests | - | - | - | - |
| | (373) | (1,933) | (1,916) | (5,859) |
| Losses per share attributable to equity holders of the parent: | | | | |
| Basic (sen) | (0.377) | (1.955) | (1.938) | (5.926) |
| Fully diluted (sen) | (0.377) | (1.954) | (1.938) | (5.924) |

The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to this interim financial report.

MAJOR TEAM HOLDINGS BERHAD (567427-W)

UNAUDITED SECOND QUARTER REPORT ON CONSOLIDATED RESULTS CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2009

| | (Unaudited) As at end of current quarter 30/06/2009 RM'000 | (Audited) As at preceding financial year end 31/12/2008 RM'000 |
|--|--|--|
| ASSETS | | |
| Non-Current Assets | | |
| Property, plant and equipment | 19,671 | 20,443 |
| Prepaid lease payment | 15,073 | 15,244 |
| | 34,744 | 35,687 |
| Current Assets | | |
| Amount owing by customers on contracts | 1,414 | 1,418 |
| Inventories | 37,880 | 37,379 |
| Trade receivables | 6,524 | 6,129 |
| Other receivables | 1,334 | 1,427 |
| Cash and bank balances | 56 | 222 |
| | 47,208 | 46,575 |
| TOTAL ASSETS | 81,952 | 82,262 |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| SHARE CAPITAL | 98,877 | 98,877 |
| ACCUMULATED LOSSES | (46,206) | (44,290) |
| TOTAL EQUITY | 52,671 | 54,587 |
| Non-Current Liabilities | | |
| Hire purchase payables | 363 | 239 |
| Deferred tax liabilities | 1,278 | 1,278 |
| | 1,641 | 1,517 |
| Current Liabilities | | |
| Amount owing to customers on contracts | 277 | 26 |
| Trade payables | 2,217 | 2,174 |
| Other payables | 3,848 | 2,836 |
| Hire purchase payables | 86 | 118 |
| Bank borrowings | 18,903 | 18,695 |
| Taxation | 2,309 | 2,309 |
| | 27,640 | 26,158 |
| Total Liabilities | 29,281 | 27,675 |
| TOTAL EQUITY AND LIABILITIES | 81,952 | 82,262 |
| | - | |
| Net Assets per share attributable to ordinary equity holders of the parent (RM) | 0.53 | 0.55 |

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to this interim financial report.

MAJOR TEAM HOLDINGS BERHAD (567427-W)

UNAUDITED SECOND QUARTER REPORT ON CONSOLIDATED RESULTS CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2009

| | -----Attributable to Equity Holders of the Parent ----- | | | | | |
|-----------------------------|---|---------------------------------------|--|-----------------|--------------------------------|---------------------------|
| | Share Capital RM'000 | Non-distributable- RCULS RM'000 | <---Distributable---> Retained Profits RM'000 | Total RM'000 | Minority Interest RM'000 | Total Equity RM'000 |
| At 1 January 2008 | 98,877 | 23 | (35,453) | 63,447 | - | 63,447 |
| Loss for the financial year | - | - | (5,859) | (5,859) | - | (5,859) |
| At 30 June 2008 | 98,877 | 23 | (41,312) | 57,588 | - | 57,588 |
| At 1 January 2009 | 98,877 | - | (44,290) | 54,587 | - | 54,587 |
| Loss for the financial year | - | - | (1,916) | (1,916) | - | (1,916) |
| At 30 June 2009 | 98,877 | - | (46,206) | 52,671 | - | 52,671 |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to this interim financial report.

MAJOR TEAM HOLDINGS BERHAD (567427-W)

UNAUDITED SECOND QUARTER REPORT ON CONSOLIDATED RESULTS CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2009

| | 6 MONTHS ENDED 30/06/2009 RM'000 | 6 MONTHS ENDED 30/06/2008 RM'000 |
|---|---|---|
| Net cash from/(used in) operating activities | (105) | 328 |
| Net cash (used in)/from investing activities | (361) | (227) |
| Net cash used in financing activities | 145 | (959) |
| Net decrease in cash and cash equivalents | (321) | (858) |
| Cash and cash equivalents at beginning of the financial period | (8,614) | (7,928) |
| Cash and cash equivalents at end of the financial period | (8,935) | (8,786) |
| Cash and cash equivalents at the end of the financial period comprise the following: | | |
| Cash and bank balances | 56 | 238 |
| Bank overdraft | (8,991) | (9,024) |
| | (8,935) | (8,786) |

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to this interim financial report.

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QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2009

SECTION A - NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirement of FRS 134: Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Board.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2008.

These explanatory notes attached to the 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 2008.

A2. Adoption of New/Revised Financial Reporting Standards

The significant accounting policies adopted in the interim financial report are consistent with those adopted by the Group in the audited financial statements for the financial year ended 31 December 2008.

As at 30 June 2009, the following new FRSs were in issue but not yet effective and have not been applied to the Group:

| | |
|---------|--|
| FRS 7 | Financial Instruments: Disclosures |
| FRS 8 | Operating Segments |
| FRS 139 | Financial Instruments: Recognition and Measurement |

The adoption of the above new FRSs does not have significant financial impact on the Group for the current quarter under review.

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A3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2008 was not qualified.

A4. Seasonal or Cyclical Factors

The operations of the Group during the quarter have not been affected by any material seasonal or cyclical factors.

A5. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review because of their nature, size or incidence.

A6. Changes in Estimates

There were no changes in estimates of amounts reported in prior financial year/quarter which have a material effect in the current quarter results.

A7. Debt and Equity Securities

There have been no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares during the current quarter under review.

A8. Dividends Paid

No interim dividend has been paid or declared during the current quarter under review.

A9. Segmental Reporting

No other segmental information such as segment assets, segment liabilities and segment results is presented as the Group is principally involved in the dimension stone industry and operates from Malaysia only.

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A10. Valuation of Property, Plant and Equipment

The valuation of property, plant and equipment has been brought forward without amendment from the previous annual financial statements.

The Group did not carry out any valuation on its property, plant and equipment during the current quarter/period to date.

A11. Changes in Composition of the Group

There were no other changes in the composition of the Group during the current quarter under review.

A12. Changes in Contingent Liabilities and Contingent Assets

| | 30.06.2009 | 31.12.2008 |
|---|-------------------|-------------------|
| | RM'000 | RM'000 |
| Secured | | |
| Banker's guarantees in favour of the local authorities for the purpose of | | |
| - construction contracts | 230 | 220 |

There were no contingent assets as at the date of this interim financial report.

A13. Discontinued Operations

There were no discontinued operations events during the current quarter/period to date under review.

A14. Capital Commitment

There was no capital commitment as at the date of this interim financial report.

A15. Material events subsequent to the end of the current financial period

In the opinion of the Directors, there are no items, transactions or events of a material and unusual nature which have arisen from 30 June 2009 to the date of this announcement, which would substantially affect the financial results of the Group for the current quarter/period to date.

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QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2009

**SECTION B - ADDITIONAL INFORMATION REQUIRED BY
- BURSA MALAYSIA'S LISTING REQUIREMENTS**

B1. Review of Performance of the Company and its Principal Subsidiaries

For the current quarter under review, the Group revenue was lower by RM0.758 million (30.42%) compared to the corresponding quarter last year. The Group incurred a loss before taxation of RM0.373 million for the current quarter compared to a higher loss before taxation of RM1.933 million in the corresponding period last year mainly due to non-recurring expenses such as impairment of assets in the corresponding period last year.

B2. Variation of Results Against Preceding Quarter

Group revenue for the current quarter of RM1.734 million was higher by RM0.28 million (19.25%) compared to RM1.454 million in the preceding quarter, mainly due to higher revenue from export sales in current quarter. Loss before taxation in the preceding quarter of RM1.543 million compared to RM 0.373 million recorded in the current quarter mainly due to reduction of operating expenses in the current quarter.

B3. Prospects Commentary

In view of the current uncertain economic environment, the company's prospects remain very challenging.

B4. Profit Forecast and Profit Guarantee

The Group has not issued any profit forecast to the public and has not given any profit guarantee for the financial year.

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QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2009

B5. Taxation

No provision for current taxation has been made in the financial statements of the Group and the Company as the Group and the Company incurred a tax loss in the financial period ended 30 June 2009.

B6. Unquoted Investments and/or Properties

There were no disposals of any unquoted investments and/or properties during the current quarter/period to date under review.

B7. Quoted Investments

There were no purchases or disposals of quoted investment during the current quarter/period to date under review.

B8. Status of Corporate Proposal Announced

There were no other corporate proposals announced.

B9. Group Borrowings

The Group borrowings as at the end of the reporting quarter are as follows:

| | <u>Total outstanding</u> RM'000 | <u>Repayable within 12 months</u> RM'000 | <u>Repayable after 12 months</u> RM'000 |
|----------------|--|---|--|
| <u>Secured</u> | | | |
| Bank overdraft | 8,991 | 8,991 | - |
| Bill payable | 9,912 | 9,912 | - |
| | 18,903 | 18,903 | - |

The borrowings are all with a local financial institution and denominated in Ringgit Malaysia.

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QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2009

B10. Off Balance Sheet Financial Instruments

The Group does not have any off balance sheet financial instruments as at the date of this interim financial report.

B11. Material Litigation

The Company is not involved in any material litigation as at the date of this interim financial report, which has a material effect on the financial position of the Group.

B12. Dividend Payable

No interim dividend has been declared as at the date of this interim financial report.

B13. Basic and Fully diluted Earnings per Share

The calculation of basic earnings per share is based on the consolidated loss after taxation and minority interest for the current quarter/period to date of RM0.373 million/RM1.916 million divided by the weighted average number of 98,877,380 shares (30 June 2008: RM1.933 million/RM5.859 million and 98,877,380 shares).

The calculation of fully diluted earnings per share is based on the consolidated loss after taxation and minority interest for the current quarter/period to date of RM0.373 million/RM1.916 million divided by the adjusted weighted average number of 98,877,380 shares (30 June 2008: RM1.933 million/RM5.859 million and 98,900,416 shares).

By Order of the Board of Directors

Company Secretary
28th August 2009