

# MAJOR TEAM HOLDINGS BERHAD (567427-W)

## UNAUDITED SECOND QUARTER REPORT ON CONSOLIDATED RESULTS CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(Unaudited) Current Year Quarter 30/06/2011 RM'000	Preceding Year Corresponding Quarter 30/06/2010 RM'000	Current Year To Date 30/06/2011 RM'000	Preceding Year Corresponding Period 30/06/2010 RM'000
Revenue	5,493	3,397	6,862	9,126
Other Operating Income	258	67	368	217
Operating Expenses	(3,869)	(4,579)	(7,029)	(11,186)
Finance Cost	(287)	(261)	(565)	(528)
<b>Profit/(Loss) before taxation</b>	<b>1,595</b>	<b>(1,376)</b>	<b>(364)</b>	<b>(2,371)</b>
Taxation	-	-	-	-
<b>Profit/(Loss) before taxation</b>	<b>1,595</b>	<b>(1,376)</b>	<b>(364)</b>	<b>(2,371)</b>
Other comprehensive income	-	-	-	-
<b>Total comprehensive profit/(loss) for the period</b>	<b>1,595</b>	<b>(1,376)</b>	<b>(364)</b>	<b>(2,371)</b>
<b>Profit/(Loss) for the financial year attributable to:</b>				
Equity holders of the Company	1,595	(1,376)	(364)	(2,371)
Minority interests	-	-	-	-
	<b>1,595</b>	<b>(1,376)</b>	<b>(364)</b>	<b>(2,371)</b>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	1,595	(1,376)	(364)	(2,371)
Minority interests	-	-	-	-
	<b>1,595</b>	<b>(1,376)</b>	<b>(364)</b>	<b>(2,371)</b>
<b>Earning/(Loss) per share (sen)</b>				
Basic (sen)	1.613	(1.392)	(0.368)	(2.398)
Fully diluted (sen)	1.613	(1.392)	(0.368)	(2.398)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 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 FINANCIAL POSITION AS AT 30 JUNE 2011

	(Unaudited) As at end of current quarter 30/06/2011 RM'000	(Audited) As at preceding financial year end 31/12/2010 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	30,872	31,649
<b>Current Assets</b>		
Amount owing by customers on contracts	-	-
Inventories	30,464	31,221
Trade receivables	8,871	6,562
Other receivables	1,222	1,218
Cash and bank balances	42	12
	<u>40,599</u>	<u>39,013</u>
<b>TOTAL ASSETS</b>	<u>71,471</u>	<u>70,662</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
SHARE CAPITAL	98,877	98,877
ACCUMULATED LOSSES	(58,253)	(57,889)
<b>TOTAL EQUITY</b>	<u>40,624</u>	<u>40,988</u>
<b>Non-Current Liabilities</b>		
Hire purchase payables	194	236
Deferred tax liabilities	-	-
	<u>194</u>	<u>236</u>
<b>Current Liabilities</b>		
Amount owing to customers on contracts	-	1,186
Trade payables	4,182	2,324
Other payables	5,152	4,250
Hire purchase payables	83	94
Bank borrowings	18,927	19,274
Taxation	2,309	2,309
	<u>30,653</u>	<u>29,437</u>
<b>Total Liabilities</b>	<u>30,847</u>	<u>29,674</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>71,471</u>	<u>70,662</u>
	-	-
<b>Net Assets per share attributable to ordinary equity holders of the parent (RM)</b>	<u>0.41</u>	<u>0.41</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 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 2011

<-----Attributable to Equity Holders of the Parent ----->

--Non-distributable--istributable-->

	Share Capital RM'000	Reserve on Consolidation RM'000	Accumulated Losses RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
At 1 January 2010	98,877	-	(52,399)	46,478	-	46,478
Total comprehensive	-	-	(2,371)	(2,371)	-	(2,371)
At 30 June 2010	<u>98,877</u>	<u>-</u>	<u>(54,770)</u>	<u>44,107</u>	<u>-</u>	<u>44,107</u>
At 1 January 2011	98,877	-	(57,889)	40,988	-	40,988
Total comprehensive loss	-	-	(364)	(364)	-	(364)
At 30 June 2011	<u>98,877</u>	<u>-</u>	<u>(58,253)</u>	<u>40,624</u>	<u>-</u>	<u>40,624</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial

# MAJOR TEAM HOLDINGS BERHAD (567427-W)

## UNAUDITED SECOND QUARTER REPORT ON CONSOLIDATED RESULTS CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

	<b>6 MONTHS ENDED 30/06/2011 RM'000</b>	<b>6 MONTHS ENDED 30/06/2010 RM'000</b>
Net cash from /(used in) operating activities	994	(19)
Net cash (used in) / from investing activities	(565)	155
Net cash from financing activities	31	173
<b>Net increase in cash and cash equivalents</b>	<b>460</b>	<b>309</b>
<b>Cash and cash equivalents at beginning of the financial period</b>	<b>(9,861)</b>	<b>(8,879)</b>
<b>Cash and cash equivalents at end of the financial period</b>	<b>(9,401)</b>	<b>(8,570)</b>

**Cash and cash equivalents at the end of the financial period comprise the following:**

Cash and bank balances	42	8
Bank overdraft	(9,443)	(8,578)
	<b>(9,401)</b>	<b>(8,570)</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this interim financial report.

**MAJOR TEAM HOLDINGS BERHAD (567427-W)**  
**QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2011**

---

**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 31st December 2010.

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 31st December 2010.

**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 31st December 2010 except for the adoption of the following applicable revised FRSs and amendments to IC Interpretations which are relevant to the Group's operations with effect on and after 1 January 2011:

Amendments to FRS 132	Financial Instruments: Presentation - paragraphs 11,16 and 97E
FRS 3	Business Combinations (revised)
FRS 127	Consolidated & Separate Financial Statements (revised)
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 138	Intangible Assets
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRSs contained in the document entitled "Improvements to FRSs (2010)"	

As at 30 June 2011, the following revised FRS, Issues Committee ("IC") Interpretations and amendments to IC Interpretations were in issue but not yet effective and have not been applied by the Group:

IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments
Amendments to IC Interpretation 14	Prepayments of a Minimum Funding Requirement
FRS 124	Related Party Disclosures (revised)
IC Interpretation 15	Agreements for the Construction of Real Estate

**MAJOR TEAM HOLDINGS BERHAD (567427-W)**  
**QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2011**

---

**A3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the financial year ended 31st December 2010 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.

**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.

**MAJOR TEAM HOLDINGS BERHAD (567427-W)**  
**QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2011**

---

**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**

	<b>30.06.2011</b>	<b>30.06.2010</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Secured</b>		
Banker's guarantees in favour of the local authorities for the purpose of construction contracts	<b>235</b>	<b>220</b>

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 2011 to the date of this announcement, which would substantially affect the financial results of the Group for the current quarter/period to date.

**MAJOR TEAM HOLDINGS BERHAD (567427-W)**  
**QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2011**

---

**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 higher by RM2.096 million (61%) compared to the corresponding quarter last year mainly due to higher revenue achieved from local project & retail sales in the current year. The Group incurred a profit before taxation of RM1.595 million for the current quarter compared to a loss before taxation of RM1.376 million in the corresponding period last year mainly due to higher profit margin.

**B2. Variation of Results Against Preceding Quarter**

Group revenue for the current quarter of RM5.493 million was higher by RM4.124 million (301%) compared to RM1.369 million in the preceding quarter, mainly due to higher profit margin from projects in the current quarter. Profit before taxation for current quarter is RM1.595 million compared to loss of RM1.959 million in the preceding quarter. This mainly due to higher revenue and higher profit margin in the current quarter.

**B3. Prospects Commentary**

In view of the current competitive market conditions, particularly cheaper imports from China, the Group'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 period.



**MAJOR TEAM HOLDINGS BERHAD (567427-W)**  
**QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2011**

---

**B5. Taxation**

No provision for current taxation has been made in the financial statements of the Group due to tax loss in the financial period ended 30 June 2011.

**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 corporate proposals during the current quarter under review.

**B9. Group Borrowings**

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

	<u>Total</u> <u>Outstanding</u> RM'000	<u>Repayable within</u> <u>12 months</u> RM'000	<u>Repayable after</u> <u>12 months</u> RM'000
<u>Secured</u>			
Bank overdraft	9,443	9,443	-
Bills payable	9,484	9,484	-
	18,927	18,927	-

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

**MAJOR TEAM HOLDINGS BERHAD (567427-W)**  
**QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2011**

---

**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 Group 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 profit/(loss) after taxation and minority interest for the current quarter/period to date of RM1.595 million/RM0.364 million divided by the weighted average number of 98,877,380 shares (30 Jun 2010: RM1.376 million/RM2.371 million and 98,877,380 shares).

The calculation of fully diluted earnings per share is based on the consolidated profit/(loss) after taxation and minority interest for the current quarter/period to date of RM1.595 million/RM0.364 million divided by the adjusted weighted average number of 98,877,380 shares (30 Jun 2010: RM1.376 million/RM2.371 million and 98,877,380 shares).

**MAJOR TEAM HOLDINGS BERHAD (567427-W)**  
**QUARTERLY REPORT FOR THE QUARTER ENDED 30 JUNE 2011**

---

**B14. Realised and Unrealised Profits/Losses Disclosure**

	Current year todate 30 June 2011 RM'000
Accumulated losses of the Company and its subsidiaries	
- Realised	(77,458)
- Unrealised	-
	<hr/>
	(77,458)
Less: Consolidated adjustments	19,205
Total accumulated losses as per consolidated accounts	<hr/> <u>(58,253)</u>

The disclosure of realised and unrealised profits/losses above is solely for compliance with the directive issue by the Bursa Malaysia Securities Berhad and should not be used for any other purpose.

**By Order of the Board of Directors**

**Company Secretary**  
**26<sup>th</sup> August 2011**