

SHUAA Capital PSC

CONDENSED CONSOLIDATED BALANCE SHEET

As of 30 June 2004

(Currency - Thousands of U.A.E. Dirhams)

	<i>Notes</i>	<i>30 June 2004 Unaudited</i>	<i>31 March 2004 Audited</i>	<i>30 June 2003 Unaudited</i>
<u>Assets</u>				
Cash and deposits with banks		109,262	4,449	1,849
Other deposits	3	28,375	28,375	19,771
Receivables and other debit balances		29,090	27,403	33,785
Trading securities	4	316,180	299,658	261,440
Installment credits, loans and advances, net	5	268,322	251,152	208,014
Investments available-for-sale	6	143,740	167,514	174,674
Investments in associates	7	77,144	13,733	6,237
Fixed assets		2,632	1,947	2,499
Goodwill	8	37,571	5,529	9,374
Total Assets		1,012,316	799,760	717,643
<u>Liabilities</u>				
Due to banks	9	185,839	180,537	214,726
Payables and other credit balances		144,395	51,361	42,527
Medium-term debt	10	200,271	91,482	72,914
Total Liabilities		530,505	323,380	330,167
Minority Interest	11	24,161	22,835	1,229
<u>Shareholders' Equity</u>				
Paid-up share capital	12	315,000	300,000	300,000
Proposed issue of bonus shares	12	-	15,000	-
Statutory reserve		57,514	57,514	50,272
Investment revaluation reserve		13,395	13,694	(3,650)
Retained earnings		71,741	37,337	39,625
Proposed dividend	13	-	30,000	-
Total Shareholders' Equity		457,650	453,545	386,247
Total Liabilities, Minority Interest and Shareholders' Equity		1,012,316	799,760	717,643
<u>Contra accounts</u>				
Clients' funds under management	23	1,071,800	1,013,446	453,361

The attached notes 1 to 25 form part of these financial statements.

SHUAA Capital PSC**CONDENSED CONSOLIDATED INCOME STATEMENT**

For the three months period ended 30 June 2004

(Currency - Thousands of U.A.E. Dirhams)

	<i>Notes</i>	<i>1 Apr 2004 to 30 Jun 2004 (3 Months) Unaudited</i>	<i>1 Apr 2003 to 30 Jun 2003 (3 Months) Unaudited</i>
Interest income		7,554	6,030
Investment banking income:			
Income from trading securities		21,125	23,025
Income from investments	14	9,240	3,646
Fees and commission income		9,621	5,854
Income from associates		7,311	319
Total income		<u>54,851</u>	<u>38,874</u>
Interest expense		(2,804)	(2,544)
Provisions	15	(9,784)	(8,075)
Net operating income		<u>42,263</u>	<u>28,255</u>
General and administrative expenses	16	(6,163)	(6,494)
Depreciation and amortization		(362)	(591)
Operating expenses		<u>(6,525)</u>	<u>(7,085)</u>
Net profit for the period before minority interest		35,738	21,170
Minority interest		(1,334)	(54)
Net profit for the period		<u><u>34,404</u></u>	<u><u>21,116</u></u>
 Earnings per share	17	 <u><u>AED 0.109</u></u>	 <u><u>AED 0.067</u></u>

The attached notes 1 to 25 form part of these financial statements.

