SHUAA Capital PSC

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

AS OF 30 SEPTEMBER 2008

TOGETHER WITH ACCOUNTANTS' REVIEW REPORT

ERNST & YOUNG

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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE DIRECTORS OF SHUAA CAPITAL PSC

Introduction
We have reviewed the accompanying interim condensed consolidated financial statements of SHUAA Capital PSC and its subsidiaries ("the Group") as at 30 September 2008, comprising of the interim consolidated balance sheet as at 30 September 2008 and the related interim consolidated statements of income, changes in equity and cash flows for the six-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard IAS 34 *Interim Financial Reporting* ('IAS 34'). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review
We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing. Consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Ernst & Young

Signed by:
Ali H Issa
Partner
Registration No. 488

Dubai, United Arab Emirates
2 November 2008

INTERIM CONSOLIDATED BALANCE SHEET
At 30 September 2008

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

	Notes	*30 September 2008 Unaudited*	*31 March 2008 Audited*
Assets			
Cash and deposits with banks	3	**370,765**	611,347
Receivables and other debit balances		**656,815**	607,705
Investment securities	4	**1,591,840**	1,909,091
Installment credits, loans and advances		**1,580,518**	990,511
Investments available for sale	5	**450,406**	416,312
Investments held to maturity	6	**165,285**	-
Investments in associates	7	**903,776**	1,132,755
Fixed assets		**34,301**	23,649
Goodwill		**95,293**	95,200
Total Assets		**5,848,999**	5,786,570
Liabilities			
Due to banks	8	**1,253,828**	729,239
Payables and other credit balances		**1,318,413**	944,677
Medium term debt		**311,498**	418,103
Total Liabilities		**2,883,739**	2,092,019
Equity			
Paid-up share capital		**550,000**	550,000
Treasury shares		**(13,475)**	(13,475)
Employee stock option plan shares		**(138,048)**	(164,601)
Statutory reserve		**553,140**	553,140
Profit for the period		**(371,139)**	400,465
Retained earnings		**585,915**	233,964
Proposed dividend	9	**-**	247,500
Investment revaluation reserve	10	**28,041**	113,810
Translation reserve		**36,676**	37,794
Convertible bond		**1,676,000**	1,676,000
Equity attributable to equity holders of parent		**2,907,110**	3,634,597
Minority Interest		**58,150**	59,954
Total Equity		**2,965,260**	3,694,551
Total Liabilities and Equity		**5,848,999**	5,786,570
Contra accounts			
Clients' funds under management	16	**9,496,145**	14,226,853

Majid Saif Al Ghurair – Chairman

The attached notes 1 to 19 form part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED INCOME STATEMENT

For the period ended 30 September 2008

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

	Notes	*1 Jul 2008 to 30 Sep 2008 (3 Months) Unaudited*	*1 Apr 2008 to 30 Sep 2008 (6 Months) Unaudited*	*1 Jul 2007 to 30 Sep 2007 (3 Months) Unaudited*	*1 Apr 2007 to 30 Sep 2007 (6 Months) Unaudited*
Net income from investment securities		(376,402)	(358,961)	34,205	86,529
Income from investments		(14,523)	4,929	1,359	13,822
Fees and commissions income		89,294	198,733	38,086	106,373
Investment banking income		(301,631)	(155,299)	73,650	206,724
Interest income		51,040	92,186	28,002	53,290
Interest expense		(23,953)	(40,003)	(22,757)	(42,625)
Net interest income		27,087	52,183	5,245	10,665
Income from associates		(57,602)	(52,473)	10,840	17,220
Operating income		(332,146)	(155,589)	89,735	234,609
General and administrative expenses		(105,482)	(197,344)	(35,905)	(76,313)
Depreciation and amortisation		(2,219)	(4,318)	(1,399)	(2,634)
Provisions		1,267	(15,188)	1,979	(26,149)
Operating expenses		(106,434)	(216,850)	(35,325)	(105,096)
(Loss) / Profit for the period		(438,580)	(372,439)	54,410	129,513
Attributable to:					
Equity holders of the parent		(438,222)	(371,139)	54,010	128,550
Minority interest		(358)	(1,300)	400	963
Earnings per share (equity holders of the parent) for the period					
Basic earnings per share	13	AED (0.842)	AED (0.775)	AED 0.090	AED 0.226
Diluted earnings per share	13	AED (0.550)	AED (0.475)	AED 0.090	AED 0.226

The attached notes 1 to 19 form part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY

For the period ended 30 September 2008

	Attributable to equity holders of the Parent											
	Paid-up share capital	*Treasury shares*	*Employee stock option plan shares*	*Statutory reserve*	*Retained earnings*	*Proposed dividend*	*Investment revaluation reserve*	*Translation reserve*	*Convertible bond*	*Total*	*Minority interest*	*Total equity*
Balance as of 1 April 2007 (Audited)	**550,000**	**(13,475)**	**(174,659)**	**553,140**	**513,123**	**110,000**	**2,189**	**2,330**	-	**1,542,648**	**4,593**	**1,547,241**
Net movement in cumulative changes in fair value	-	-	-	-	-	-	29,882	-	-	29,882	99	29,981
Currency translation differences	-	-	-	-	-	-	-	13,762	-	13,762	-	13,762
Total income and expense recognized directly in equity	-	-	-	-	-	-	29,882	13,762	-	43,644	99	43,743
Profit for the period	-	-	-	-	128,550	-	-	-	-	128,550	963	129,513
Total income and expense for the period	-	-	-	-	128,550	-	29,882	13,762	-	172,194	1,062	173,256
Directors' remuneration	-	-	-	-	(4,987)	-	-	-	-	(4,987)	-	(4,987)
Dividend paid	-	-	-	-	-	(110,000)	-	-	-	(110,000)	-	(110,000)
Dividend entitlememt on treasury shares held	-	-	-	-	600	-	-	-	-	600	-	600
Net movement in employee stock option plan shares	-	-	11,094	-	-	-	-	-	-	11,094	-	11,094
Balance as of 30 September 2007 (Unaudited)	**550,000**	**(13,475)**	**(163,565)**	**553,140**	**637,286**	-	**32,071**	**16,092**	-	**1,611,549**	**5,655**	**1,617,204**
Balance as of 1 April 2008 (Audited)	**550,000**	**(13,475)**	**(164,601)**	**553,140**	**634,429**	**247,500**	**113,810**	**37,794**	**1,676,000**	**3,634,597**	**59,954**	**3,694,551**
Net movement in cumulative changes in fair value	-	-	-	-	-	-	(85,769)	-	-	(85,769)	(324)	(86,093)
Currency translation differences	-	-	-	-	-	-	-	(1,118)	-	(1,118)	(84)	(1,202)
Interest on convertible bond	-	-	-	-	(45,250)	-	-	-	-	(45,250)	-	(45,250)
Total income and expense recognized directly in equity	-	-	-	-	(45,250)	-	(85,769)	(1,118)	-	(132,137)	(408)	(132,545)
Loss for the period	-	-	-	-	(371,139)	-	-	-	-	(371,139)	(1,300)	(372,439)
Total income and expense for the period	-	-	-	-	(416,389)	-	(85,769)	(1,118)	-	(503,276)	(1,708)	(504,984)
Directors' remuneration	-	-	-	-	(7,459)	-	-	-	-	(7,459)	-	(7,459)
Dividend paid	-	-	-	-	-	(247,500)	-	-	-	(247,500)	(4,000)	(251,500)
Dividend entitlement on treasury share held	-	-	-	-	1,350	-	-	-	-	1,350	-	1,350
Minority interest arising from acquisition of subsidiary	-	-	-	-	-	-	-	-	-	-	3,904	3,904
Net movement in employee stock option plan shares	-	-	26,553	-	(30,708)	-	-	-	-	(4,155)	-	(4,155)
Share based payments charge	-	-	-	-	33,553	-	-	-	-	33,553	-	33,553
Balance as of 30 September 2008 (Unaudited)	**550,000**	**(13,475)**	**(138,048)**	**553,140**	**214,776**	-	**28,041**	**36,676**	**1,676,000**	**2,907,110**	**58,150**	**2,965,260**

The attached notes 1 to 19 form part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 30 September 2008

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

	1 Apr 2008 to 30 Sep 2008 (6 Months) Unaudited	*1 Apr 2007 to 30 Sep 2007 (6 Months) Unaudited*
Cash flows from operating activities:		
(Loss) / profit for the period	**(372,439)**	129,513
Adjustments for:		
Depreciation and amortisation	**4,318**	2,634
Income from investments in associates	**52,473**	(17,220)
Income from investments available for sale	**(7,809)**	(10,836)
Employee stock option plan shares	**28,272**	-
Provisions	**15,188**	26,149
Other non-operating income	**(209)**	479
Operating (loss) / profit before changes in operating assets and liabilities and other adjustments	**(280,206)**	130,719
Receivables and other debit balances	**(16,335)**	486,003
Investment securities	**329,055**	(44,279)
Installment credits, loans and advances	**(592,261)**	(144,371)
Payables and other credit balances	**437,880**	(413,336)
Net cash flows (used in) / from in operating activities	**(121,867)**	14,736
Cash flows from investing activities:		
Additions to investments in held to maturity	**(163,133)**	-
Additions to investments available for sale	**(160,614)**	(55,097)
Proceeds from sale of investments available for sale	**55,370**	32,774
Additions to associates	**(24,190)**	-
Investment in subsidiaries	**23,066**	-
Dividend received from associates	**32,082**	21,650
Purchase of fixed assets	**(10,108)**	(11,546)
Net cash flows used in investing activities	**(247,527)**	(12,219)
Cash flows from financing activities:		
Interest on convertible bond	**(45,000)**	-
Settlement of corporate bond	**-**	(88,152)
(Decrease) / increase in medium term debt	**(106,604)**	99,703
Increase in amounts due to banks	**511,480**	131,713
Director's remunerations paid	**(7,459)**	(4,987)
Dividend paid	**(219,451)**	(109,400)
Movement in employee stock option plan shares	**(4,154)**	11,094
Net cash from financing activities	**128,812**	39,971
Net (decrease) / increase in cash and cash equivalents	**(240,582)**	42,488
Cash and cash equivalents at beginning of the period	**611,347**	135,983
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	**370,765**	178,471

The attached notes 1 to 19 form part of these interim condensed consolidated financial statements.

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

1 LEGAL STATUS AND ACTIVITIES

SHUAA Capital PSC (the 'Company') is a public shareholding company established in Dubai, United Arab Emirates, pursuant to the Emiri Decree No. 6 of 25 April 1979 and in accordance with the Federal Law No. (8) of 1984 (as amended). The registered address of the Company is P.O. Box 31045, Dubai, United Arab Emirates.

The Company pursues a broad investment strategy with special emphasis on the Arab region in general, the U.A.E. and G.C.C. markets in particular and is actively involved in public and private capital markets in the region. The Company's shares are traded on the Dubai Financial Market in the United Arab Emirates and the Kuwait Stock Exchange.

The Company is licensed by the Central Bank of the United Arab Emirates to conduct financial investment business services including; underwriting of securities and other corporate finance activities, investment advisory services, asset and portfolio management and brokerage in local and international securities. The Company is required to comply with the relevant UAE laws and the regulations promulgated by the Central Bank of United Arab Emirates.

These interim condensed consolidated financial statements of the company and its subsidiaries ("the Group") were authorized for issue by the Board of Directors on 2 November 2008.

2 BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

The interim condensed consolidated financial statements for the six months ended 30 September 2008 have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. The interim condensed consolidated financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Group's annual financial statements as at 31 March 2008.

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 March 2008.

3 CASH AND DEPOSITS WITH BANKS

Cash and deposits with banks comprise:

	30 September 2008 Unaudited			*31 March 2008 Audited*
	UAE	*Non UAE*	*Total*	
Cash and deposits with banks	**301,064**	**69,701**	**370,765**	611,347
	301,064	**69,701**	**370,765**	611,347

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

4 INVESTMENT SECURITIES

Investment securities comprise the following:

	30 September 2008 Unaudited			*31 March 2008 Audited*
	UAE	*Non UAE*	*Total*	
Quoted fund investments	120,482	714,950	835,432	992,540
Equity securities				
Quoted	278,029	201,645	479,674	671,590
Unquoted	-	32,151	32,151	37,382
Fixed income securities	134,657	109,926	244,583	207,579
	533,168	1,058,672	1,591,840	1,909,091

5 INVESTMENTS AVAILABLE FOR SALE

Investments available for sale comprise the following:

	30 September 2008 Unaudited			*31 March 2008 Audited*
	UAE	*Non UAE*	*Total*	
Quoted direct equity investments	22,976	53,364	76,340	158,936
Unquoted direct equity investments	3,999	102,080	106,079	29,267
Unquoted fund investments	75,309	192,678	267,987	228,109
	102,284	348,122	450,406	416,312

6 INVESTMENTS HELD TO MATURITY

Investments held to maturity comprise the following:

	30 September 2008 Unaudited			*31 March 2008 Audited*
	UAE	*Non UAE*	*Total*	
Fixed income securities	128,555	36,730	165,285	-
	128,555	36,730	165,285	-

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

7 INVESTMENTS IN ASSOCIATES

The company has the following investments in associates:

	Country of Incorporation	*Book value/Ownership %*			
		30 September 2008 Unaudited		*31 March 2008 Audited*	
Porta Egypt for Packaging Materials	Egypt	**41,997**	**49.1%**	49,262	49.1%
Amwal	Qatar	**217,994**	**46.7%**	246,659	46.7%
Al-Kout Industrial Projects Company	Kuwait	**409,220**	**48.7%**	418,985	48.7%
Taghleef Industries L.L.C.	U.A.E.	**140,900**	**23.4%**	139,176	23.4%
Orion Holdings Overseas	U.A.E.	**93,665**	**20.0%**	278,673	20.0%
		903,776		1,132,755	

The Group holds a 20% interest in Orion Holdings Overseas, a DIFC domiciled company. On acquisition the Group recognized a purchase consideration of 277,143, which included 137,737 contingent upon the 2008 financial performance of Orion Holdings Overseas. During the period Orion Holdings Overseas reported trading losses, which based on the requirements of IAS 28, Investments in Associates, were equity accounted for by the Group. Trading losses maybe an indication of impairment and as such the Group was required to formally review the carrying value of its investment in Orion Holdings Overseas. During the period the Group completed a review of its investment in Orion Holdings Overseas, based on this review the Group concluded that the investment was impaired, recognizing an impairment loss of 36,730 and that the contingent element of the purchase consideration was unlikely to be due.

8 DUE TO BANKS

Due to banks comprise borrowings obtained from commercial banks in the ordinary course of business against the Group's established credit lines with these banks. Amounts due to banks are repayable within twelve months.

	30 September 2008 Unaudited	*31 March 2008 Audited*
Bank overdrafts	**428,749**	32,708
Other bank borrowings	**825,079**	696,531
	1,253,828	729,239

The Group's banking facilities are renewable every six months and carry US Dollar LIBOR based floating interest rates plus a spread ranging between 1% and 3%. During the period ended 30 September 2008, the Group secured new credit facilities of 300,000 (31 March 2008 – 760,247).

9 DIVIDEND

At the Group's Annual General Meeting held on 17 June 2008, a cash dividend of 45% of the paid-up share capital of 550,000,000 shares was approved. This dividend was paid on 6 July 2008.

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

10 INVESTMENT REVALUATION RESERVE

	1 Apr 2008 to 30 Sep 2008 (6 Months) Unaudited	*1 Apr 2007 to 30 Sep 2007 (6 Months) Unaudited*
Available for sale investments		
Balance, beginning of the period	**107,785**	5,241
Realised during the period	**(9,073)**	(12,153)
Net movement in fair values during the period	**(69,775)**	35,315
Balance, end of the period	**28,937**	28,403
Group's share of investment revaluation reserves in associates		
Balance, beginning of the period	**6,026**	(3,052)
Net movement in fair values during the period	**(6,922)**	6,720
Balance, end of the period	**(896)**	3,668
Total investment revaluation reserve	**28,041**	32,071

11 BUSINESS COMBINATION

The Group completed the purchase of three regional brokerage businesses from Orion Holdings Overseas during the quarter, in consideration for the issue of 7.03% of the share capital of SHUAA Securities Holdings Ltd, a new subsidiary in the process of being created to act as a holding company for all of the Group's regional brokerage activities. The Group initially committed to purchase five regional brokerage businesses from Orion Holdings Overseas, in consideration for the issue of 9% of the share capital of SHUAA Securities Holdings Ltd. Two of the regional brokerage businesses within the scope of the Group's initial commitment failed to meet the terms specified within the sale and purchase agreement and consequently were not acquired.

12 CONVERTIBLE BOND

On 31 October 2007 the Group issued for 1,676,000 a convertible bond with a nominal value of 1,500,000, to Dubai Banking Group PJSC. This convertible bond carries an interest rate of 6% on the nominal bond holding, representing an effective interest rate of 5.4% on the subscription amount. The original bond maturity was 31 October 2008, however before conversion Dubai Banking Group PJSC served notice disputing the enforceability of The Group's option to redeem the convertible bond by issuing shares instead of cash.

On 2 November 2008 by mutual consent it was agreed to extend the bond maturity for a further year, until 31 October 2009, with the possibility at that time by mutual consent to extend the bond maturity for a further year, to 31 October 2010. This change is subject to the approval of shareholders, with the Dubai Banking Group PJSC to propose the election of a majority of the Board of Directors of the Group, at the next Annual General Meeting of Shareholders. Dubai Banking Group PJSC may continue to dispute The Group's option to redeem the convertible bond by issuing shares instead of cash at either of the future maturity dates, however The Group believes it has a strong defense of the enforceability of its option based on the opinions of internal and external legal counsel.

Interest is payable quarterly and on maturity both the holder and the issuer have the option to convert the bond to 250 million shares at a conversion rate of AED 6 per share.

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

13 EARNINGS PER SHARE

Basic earnings per share have been computed using the net income attributable to the ordinary equity holders of the parent (371,139) (30 September 2007 – 128,550) adjusted by the Director's fees 7,459 (30 September 2007 – 4,987) and interest due on convertible bonds 45,250 (30 September 2007 – nil). The adjusted earnings figure is divided by the weighted average number of ordinary shares outstanding 547,000,000 (30 September 2007 – 547,000,000).

Diluted earnings per share have been computed using the net income attributable to the ordinary equity holders of the parent (371,139) adjusted by the Director's fees 7,459 and divided by 797,000,000, corresponding to the sum of the weighted average number of ordinary shares outstanding and the number of ordinary shares to be issued on conversion of the convertible bond. During the equivalent period of the prior year no instruments existed which would have diluted basic earnings per share.

14 RELATED PARTY TRANSACTIONS

A number of transactions are entered into with related parties in the normal course of business. Related parties represent associated companies, investment funds managed by the Group, directors and key management personnel of the Group. Pricing policies and terms of these transactions are approved by Group management.

Assets and liabilities with related parties are as follows:

	30 September 2008 Unaudited	*31 March 2008 Audited*
Receivables and other debit balances		
Associates	**5,714**	5,513
Other related parties	**6,920**	6,453
Loans and advances		
Associates	**8,471**	9,836
Other related parties	**74,347**	74,347
Key management personnel	**7,903**	9,529
	103,355	105,678

Advances to key management personnel reflects trading margin secured against investments held and sums advanced under the staff assistance program available to all employees for which no interest is charged.

	30 September 2008 Unaudited	*31 March 2008 Audited*
Payables and other credit balances		
Associates	**22,956**	183,650
	22,956	183,650

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

14 RELATED PARTY TRANSACTIONS (continued)

Transactions with related parties included in the interim consolidated income statement are as follows:

	1 Apr 2008 to 30 Sep 2008 (6 Months) Unaudited	*1 Apr 2007 to 30 Sep 2007 (6 Months) Unaudited*
Interest income		
Associates	**155**	338
Other related parties	**474**	917
Fees and commission income		
Other related parties	**66,012**	13,193
Income from investments		
Other related parties	**590**	-
	67,231	14,448

15 SEGMENTAL INFORMATION

The Group accounts for its activities on the basis of seven main business segments:

Principal Investments is the proprietary, multi-strategy, investment arm of SHUAA. The objective of this business is to enhance SHUAA's shareholder value by actively investing in a diversified portfolio across global markets and across asset classes, with a directional bias towards MENA and Asia.

Private Equity currently manages three private equity funds as well as the Group's heritage investments. SHUAA Partners Ltd, is the Group's private equity brand and is a DIFC category two licensed company staffed by a team of investment experts with a proven track record and a deep understanding of public and private investments in the GCC and wider MENA region.

Asset Management manages 18 investment portfolios and funds spanning fifteen regional stock exchanges. SHUAA Asset Management offers regional and foreign investors gateways for investment in the GCC and Arab stock markets. SHUAA Asset Management manages conventional equity and debt as well as Shariah compliant portfolios and investment funds using both active and passive management styles.

Brokerage operates under the brand of SHUAA Securities and acts as principal and agent, providing custody and clearing services to clients providing access to regional exchanges.

Investment Banking provides corporate finance advisory as well as equity and debt capital markets structured investments and other services. Other services include private placements, public offerings of equity and debt securities, trade sales, mergers, acquisitions, divestitures, spin-offs, syndications and structured products.

Finance operates under the brand of Gulf Finance Corporation and is primarily engaged in asset backed lending with a primary focus on construction equipment finance.

Corporate manages future corporate development and controls all cash and shared service expenses related to the entire Group. All investments in associates are incubated within this business segment which also comprises, strategy and business development, legal and compliance, finance, operations, risk management, investor relations, marketing communications, and human resources, including Group wide bonus and employee compensation and benefits.

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

15 SEGMENTAL INFORMATION (continued)

The financial performance and position of these business segments are shown below:

	1 April 2008 to 30 September 2008 (6 months) Unaudited							
	Principal Investments	Private Equity	Asset Management	Investment Banking	Brokerage	Finance	Corporate	Total
Operating income	(204,754)	33,260	66,984	(93,614)	50,069	39,271	(46,805)	(155,589)
Loss for the period	(223,973)	25,021	40,673	(119,350)	3,759	25,101	(123,670)	(372,439)
Attributable to:								
Equity holders of the parent	(223,973)	25,021	40,673	(119,350)	3,662	25,101	(122,273)	(371,139)
Minority interests	-	-	-	-	97	-	(1,397)	(1,300)

	30 September 2008 (Unaudited)							
	Principal Investments	Private Equity	Asset Management	Investment Banking	Brokerage	Finance	Corporate	Total
Assets	1,494,085	72,327	5,789	424,058	454,711	869,293	2,528,736	5,848,999
Liabilities	284,670	7,013	602	450,114	235,854	594,913	1,310,573	2,883,739

	1 April 2007 to 30 September 2007 (6 months) Unaudited							
	Principal Investments	Private Equity	Asset Management	Investment Banking	Brokerage	Finance	Corporate	Total
Operating income	80,368	9,921	16,699	41,900	38,126	24,923	22,672	234,609
Profit for the period	57,662	4,210	2,705	28,826	16,558	15,334	4,218	129,513
Attributable to:								
Equity holders of the parent	57,662	4,210	2,705	28,826	15,595	15,334	4,218	128,550
Minority interests	-	-	-	-	963	-	-	963

	31 March 2008 (Audited)							
	Principal Investments	Private Equity	Asset Management	Investment Banking	Brokerage	Finance	Corporate	Total
Assets	1,923,625	50,507	198,116	184,485	495,970	687,667	2,246,200	5,786,570
Liabilities	19,556	402	-	57,505	272,621	438,628	1,303,307	2,092,019

16 CLIENTS' FUNDS UNDER MANAGEMENT

The Company is licensed as a financial services company regulated by the U.A.E. Central Bank (Note 1). At 30 September 2008, client's funds were managed in a fiduciary capacity, without risk or recourse to the Company. These assets are considered as off-balance sheet items and do not constitute part of the Company's assets.

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

17 PLEDGEABLE OFF BALANCE SHEET SECURITIES

The Group obtains securities, which are not recorded on the balance sheet, with the right to sell or repledge them.

	30 September 2008 Unaudited	*31 March 2008 Audited*
Fair value of securities received and re-pledged in connection with financing activities as collateral under reverse repurchase transactions	**586,042**	706,746

18 COMMITMENTS AND CONTINGENT LIABILITIES

The Group had the following outstanding commitments and contingent liabilities:

	30 September 2008 Unaudited	*31 March 2008 Audited*
Letters of guarantee	**245,865**	245,865
Commitments to acquire financial assets	**335,918**	261,623
Corporate guarantee	**200,750**	202,250

The Group has been granted by Orion Holdings Overseas the option to purchase a further 10% of Orion Holdings Overseas at an agreed price multiple based on the 2008 profit of this entity. This option expires if not exercised by April 2009.

The Group has granted to Orion Holdings Overseas the option to purchase a further 10% of SHUAA Securities Holdings Ltd at an agreed price multiple based on the 2008 profit of this new entity. This option expires if not exercised by June 2009.

19 EVENTS AFTER THE BALANCE SHEET DATE

As a result of the ongoing global financial crisis, financial markets around the world have been subject to significant declines during October.

The market value of the Group's investment holdings (Investment securities, Investments available for sale, Investments held to maturity and Investments in associates) at 30 September 2008 was 3,111,307, including 1,152,017 (37%) in investments for which a daily, weekly or mid month quoted market price is available.

As of 26 October 2008, the Group's quoted investment holdings of 30 September 2008 were revalued at 879,917, a decline in value of 272,100 (24%). The balance of the Group's 30 September 2008 investment holdings 1,959,290 (63%) could not be revalued as of 26 October 2008 as no daily, weekly or mid month quoted market price was available.