

**DUBAI FINANCIAL MARKET (DFM) - PJSC  
DUBAI - UNITED ARAB EMIRATES**

**INTERIM CONDENSED FINANCIAL INFORMATION  
AND REVIEW REPORT  
FOR THE PERIOD FROM JANUARY 1, 2009  
TO SEPTEMBER 30, 2009**

**Dubai Financial Market (DFM) - PJSC**  
**Dubai - United Arab Emirates**

**Interim Condensed Financial Information and Review Report**  
**For the Period from January 1, 2009 to September 30, 2009**

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Ref.:10343FS09-SEPTEMBER

## Report on Review of Interim Condensed Financial Information

**The Board of Directors**  
**Dubai Financial Market (DFM) – PJSC**  
**Dubai**  
**United Arab Emirates**

### *Introduction*

We have reviewed the accompanying interim condensed statement of financial position of **Dubai Financial Market (DFM) – PJSC** (the “Company”), **Dubai, United Arab Emirates** as at September 30, 2009 and the related interim condensed statements of income, comprehensive income, changes in shareholders’ equity and cash flows for the nine month period then ended and accompanying notes. Management of the Company is responsible for the preparation and fair presentation of this interim condensed financial information in accordance with International Accounting Standard No. 34 - Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

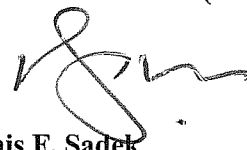
### *Scope of review*

We conducted our review in accordance with 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 of Auditing and consequently 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 financial information is not prepared, in all material respects, in accordance with IAS. 34.

**Deloitte & Touche (M.E.)**



**Anis F. Sadek**  
**(Registration No. 521)**

**Dubai**  
**October 28, 2009**

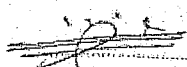
Member of Deloitte Touche Tohmatsu

**Interim Condensed Statement of Financial Position**  
**As at September 30, 2009**  
**(In Thousand Arab Emirates Dirhams)**

|   | Note  | September 30,<br>2009<br>(Un-audited) | December 31,<br>2008<br>(Audited) |
|---|-------|---------------------------------------|-----------------------------------|
| <b>ASSETS</b>                                     |       |                                       |                                   |
| <b>Current assets</b>                             |       |                                       |                                   |
| Cash and bank balances                            | 3     | 181,979                               | 95,547                            |
| Islamic investment deposits                       | 4     | 1,463,715                             | 1,572,049                         |
| Prepaid expenses and other receivables            |       | 52,942                                | 33,644                            |
| Due from a related party                          | 6     | <u>3,875</u>                          | <u>4,551</u>                      |
| <b>Total current assets</b>                       |       | <u><b>1,702,511</b></u>               | <u><b>1,705,791</b></u>           |
| <b>Non-current assets</b>                         |       |                                       |                                   |
| Other financial assets                            | 5     | 1,043,204                             | 944,366                           |
| Property and equipment                            |       | 305,230                               | 308,377                           |
| Intangible assets                                 | 7     | 2,742,054                             | 2,798,946                         |
| Goodwill  |       | <u>2,878,874</u>                      | <u>2,878,874</u>                  |
| <b>Total non-current assets</b>                   |       | <u><b>6,969,362</b></u>               | <u><b>6,930,563</b></u>           |
| <b>Total Assets</b>                               |       | <u><u><b>8,671,873</b></u></u>        | <u><u><b>8,636,354</b></u></u>    |
| <b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>       |       |                                       |                                   |
| <b>Current liabilities</b>                        |       |                                       |                                   |
| Payables and accrued expenses                     |       | 55,081                                | 34,119                            |
| Dividend payable                                  |       | 310,940                               | 20,165                            |
| Due to a related party                            | 6     | <u>48,500</u>                         | <u>48,500</u>                     |
| <b>Total current liabilities</b>                  |       | <u><b>414,521</b></u>                 | <u><b>102,784</b></u>             |
| <b>Non-current liabilities</b>                    |       |                                       |                                   |
| Provision for employees' end of service indemnity |       | 3,025                                 | 2,578                             |
| Deferred income - Government grant                | 6     | <u>280,000</u>                        | <u>280,000</u>                    |
| <b>Total non-current liabilities</b>              |       | <u><b>283,025</b></u>                 | <u><b>282,578</b></u>             |
| <b>Total Liabilities</b>                          |       | <u><b>697,546</b></u>                 | <u><b>385,362</b></u>             |
| <b>Shareholders' Equity</b>                       |       |                                       |                                   |
| Share capital                                     | 9 (a) | 8,000,000                             | 8,000,000                         |
| Treasury shares                                   | 9 (b) | <u>( 55,864)</u>                      | <u>( 55,864)</u>                  |
|   |       | 7,944,136                             | 7,944,136                         |
| Net initial public offering surplus               |       | 31,608                                | 31,608                            |
| Investments revaluation reserve                   | 10    | <u>( 874,055)</u>                     | <u>( 974,754)</u>                 |
| Statutory and other reserves                      | 10    | 613,374                               | 613,374                           |
| Retained earnings                                 |       | <u>259,264</u>                        | <u>636,628</u>                    |
| <b>Total Shareholders' Equity</b>                 |       | <u><b>7,974,327</b></u>               | <u><b>8,250,992</b></u>           |
| <b>Total Liabilities and Shareholders' Equity</b> |       | <u><u><b>8,671,873</b></u></u>        | <u><u><b>8,636,354</b></u></u>    |

The accompanying notes form an integral part of this interim condensed financial information.

The interim condensed financial information on pages 2 to 15 were approved and signed by the Chairman, on behalf of the Board of Directors, on October 28, 2009.



**Interim Condensed Statement of Income (Un-audited)**  
**For the period from January 1, 2009 to September 30, 2009**  
**(In Thousand Arab Emirates Dirhams)**

|  | Note | For the three-months<br>period ended<br>September 30, |                | For the nine-months<br>period ended<br>September 30, |                |
|--|------|---|----------------|--|----------------|
|  |      | 2009  | 2008           | 2009   | 2008           |
| <b>Revenue</b>   |      |   |                |  |                |
| Trading commission fees  |      | 83,708  | 134,903        | 272,095  | 557,373        |
| Brokerage fees   |      | 5,190   | 5,410          | 15,721   | 15,865         |
| Ownership transfer and<br>mortgage fees  |      | 1,495   | 2,947          | 4,814  | 18,100         |
| Other fees   |      | 351   | 962            | 3,402  | 6,542          |
| <b>Operating income</b>  |      | <b>90,744</b>   | <b>144,222</b> | <b>296,032</b>                                       | <b>597,880</b> |
| Investment revenue   |      | 21,281  | 115,613        | 72,212   | 238,365        |
| Other income   |      | -   | -              | 5,541  | -              |
| Gain from revaluation of<br>investments in marketable<br>securities held for trading |      | -   | -              | -  | 61,044         |
| General and administrative expenses  |      | ( 21,548)   | ( 20,053)      | ( 58,597)  | ( 59,752)      |
| Amortization of intangible assets  | 7    | ( 18,964)   | ( 18,964)      | ( 56,891)  | ( 56,891)      |
| <b>Net profit for the period</b>   |      | <b>71,513</b>   | <b>220,818</b> | <b>258,297</b>                                       | <b>780,646</b> |
| Earnings per share - AED   | 11   | 0.009   | 0.028          | 0.033  | 0.098          |

The accompanying notes form an integral part of this interim condensed financial information.

**Interim Condensed Statement of Comprehensive Income (Un-audited)**  
**For the period from January 1, 2009 to September 30, 2009**  
**(In Thousand Arab Emirates Dirhams)**

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|  | <b>For the three-months<br/>period ended<br/>September 30,</b> |                          | <b>For the nine-months<br/>period ended<br/>September 30,</b> |                     |
|--|--|--------------------------|---|---------------------|
|  | <u>2009</u>  | <u>2008</u>              | <u>2009</u>   | <u>2008</u>         |
| <b>Net profit for the period</b>                                 | <b>71,513</b>  | <b>220,818</b>           | <b>258,297</b>  | <b>780,646</b>      |
| <b>Other comprehensive income</b>                                |  |                          |   |                     |
| Gain/(loss) from revaluation of available<br>for sale investment | <u>58,294</u>  | <u>( 800,847)</u>        | <u>100,699</u>  | <u>( 774,835)</u>   |
| <b>Total comprehensive income/(loss)<br/>for the period</b>      | <u><b>129,807</b></u>  | <u><b>( 580,029)</b></u> | <u><b>358,996</b></u>   | <u><b>5,811</b></u> |

The accompanying notes form an integral part of this interim condensed financial information.

**Interim Condensed Statement of Changes in Shareholders' Equity  
For the period from January 1, 2009 to September 30, 2009  
(In Thousand Arab Emirates Dirhams)**

|   | <u>Share capital</u>    | <u>Treasury shares</u>  | <u>Net initial public offering surplus</u> | <u>Investments revaluation reserve</u> | <u>Statutory and other reserves</u> | <u>Retained earnings</u> | <u>Total</u>            |
|---|-------------------------|-------------------------|--|--|-------------------------------------|--------------------------|-------------------------|
| Balance as at January 1, 2008 (audited)   | 8,000,000               | ( 55,864)               | 31,608                                     | 188,553                                | 431,883                             | 1,007,724                | 9,603,904               |
| Net profit for the period from January 1, 2008 to September 30, 2008 (un-audited) | -                       | -                       | -  | -                                      | -                                   | 780,646                  | 780,646                 |
| Loss from revaluation of available for sale investments                           | -                       | -                       | -  | ( 627,248)                             | -                                   | -                        | ( 627,248)              |
| Transfer out from reserve on sales of available for sale investments              | -                       | -                       | -  | ( 147,587)                             | -                                   | -                        | ( 147,587)              |
| Total comprehensive income for the period   | -                       | -                       | -  | ( 774,835)                             | -                                   | 780,646                  | 5,811                   |
| Dividends declared during the period  | -                       | -                       | -  | -                                      | -                                   | ( 794,575)               | ( 794,575)              |
| Balance as at September 30, 2008 (un-audited)                                     | <u>8,000,000</u>        | <u>( 55,864)</u>        | <u>31,608</u>                              | <u>( 586,282)</u>                      | <u>431,883</u>                      | <u>993,795</u>           | <u>8,815,140</u>        |
| Balance as at January 1, 2009 (audited)   | 8,000,000               | ( 55,864)               | 31,608                                     | ( 974,754)                             | 613,374                             | 636,628                  | 8,250,992               |
| Net profit for the period from January 1, 2009 to September 30, 2009 (un-audited) | -                       | -                       | -  | -                                      | -                                   | 258,297                  | 258,297                 |
| Gain from revaluation of available for sale investments                           | -                       | -                       | -  | 100,699                                | -                                   | -                        | 100,699                 |
| Total comprehensive income for the period   | -                       | -                       | -  | 100,699                                | -                                   | 258,297                  | 358,996                 |
| Dividends declared during the period (Note 14)                                    | -                       | -                       | -  | -                                      | -                                   | ( 635,661)               | ( 635,661)              |
| <b>Balance as at September 30, 2009 (un-audited)</b>                              | <u><b>8,000,000</b></u> | <u><b>( 55,864)</b></u> | <u><b>31,608</b></u>                       | <u><b>( 874,055)</b></u>               | <u><b>613,374</b></u>               | <u><b>259,264</b></u>    | <u><b>7,974,327</b></u> |

The accompanying notes form an integral part of this interim condensed financial information.

**Interim Condensed Statement of Cash Flows (Un-audited)**  
**For the period from January 1, 2009 to September 30, 2009**  
**(In Thousand Arab Emirates Dirhams)**

|   | <b>For the nine-months<br/>period ended September 30,</b> |                                |
|---|---|--------------------------------|
|   | <b>2009</b>   | <b>2008</b>                    |
|   | <b>(Un-audited)</b>                                       | <b>(Un-audited)</b>            |
| <b>Cash flows from operating activities</b>                                   |   |                                |
| Net profit for the period   | 258,297   | 780,646                        |
| Adjustments for:  |   |                                |
| Depreciation of property and equipment  | 8,640   | 9,764                          |
| Provision for employees' end of service indemnity                             | 589   | 541                            |
| Amortization of intangible assets   | 56,891  | 56,891                         |
| Dividend income   | ( 6,426)  | ( 27,704)                      |
| Gain on sale of available for sale investments                                | ( 705)  | ( 131,759)                     |
| Gain from revaluation of investment in marketable securities held for trading | -   | ( 61,044)                      |
| Islamic investment deposit profit   | ( 65,062)   | ( 78,902)                      |
| <b>Operating profit before changes in operating assets and liabilities</b>    | <b>252,224</b>  | <b>548,433</b>                 |
| (Increase)/decrease in prepaid expenses and other receivables                 | ( 6,799)  | 36,254                         |
| Decrease/(increase)/ in due from related parties                              | 676   | ( 1,491)                       |
| Increase/ (decrease) in payables and accrued expenses                         | <u>20,962</u>   | <u>( 186,457)</u>              |
| <b>Cash generated from operations</b>   | <b>267,063</b>  | <b>396,739</b>                 |
| Employees' end of service indemnity paid                                      | ( 143)  | ( 99)                          |
| <b>Net cash generated from operating activities</b>                           | <b><u>266,920</u></b>                                     | <b><u>396,640</u></b>          |
| <b>Cash flows from investing activities</b>                                   |   |                                |
| Proceeds from sale of other financial assets                                  | 2,546   | 977,352                        |
| Purchases of other financial assets   | -   | ( 1,355,908)                   |
| Purchase of property and equipment  | ( 5,493)  | ( 9,673)                       |
| Dividend received   | 6,114   | 26,758                         |
| Islamic investment (deposits)/received  | ( 638,579)  | 444,072                        |
| Islamic investment profit received  | <u>52,895</u>   | <u>34,567</u>                  |
| <b>Net cash (used in)/generated from investing activities</b>                 | <b><u>( 582,517)</u></b>                                  | <b><u>117,168</u></b>          |
| <b>Cash flows from financing activities</b>                                   |   |                                |
| Dividends paid to shareholders  | ( 344,886)  | ( 771,260)                     |
| <b>Net cash used in financing activities</b>                                  | <b><u>( 344,886)</u></b>                                  | <b><u>( 771,260)</u></b>       |
| <b>Net decrease in cash and cash equivalents</b>                              | <b>( 660,483)</b>   | <b>( 257,452)</b>              |
| Cash and cash equivalents, at the beginning of the period                     | <u>1,105,548</u>  | <u>1,313,374</u>               |
| <b>Cash and cash equivalents, at the end of the period (Note 12)</b>          | <b><u><u>445,065</u></u></b>                              | <b><u><u>1,055,922</u></u></b> |

The accompanying notes form an integral part of this interim condensed financial information.



**Notes to the Interim Condensed Financial Information**  
**For the period from January 1, 2009 to September 30, 2009**

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**1. Establishment and operations**

Dubai Financial Market (DFM) - PJSC (the “Company”) is a public joint stock company incorporated in the Emirate of Dubai – United Arab Emirates, pursuant to decree No. 62 for the year 2007 issued by the Ministry of Economy on February 6, 2007, and is subject to the provisions of the U.A.E. Federal law No. 8 for the year 1984 and its amendments.

The licensed activities of the Company are trading in financial instruments, acting as commercial, industrial and agricultural holding and trust company, financial investment consultancy, and local and foreign shares and bonds brokerage. In accordance with its Articles of Association, the Company complies in all its activities, operations and formalities with the provisions of Islamic Sharia’a and shall invest its entire fund in accordance with these provisions.

The Company currently operates the Dubai stock exchange, related clearing house and carries out investment activities on its own behalf.

The registered address of the Company is Dubai World Trade Center, Bur Dubai, Sheikh Zayed Road, P.O. Box 9700, Dubai.

The shares are owned by the Government of Dubai, the ultimate controlling party, and are registered in the name of Borse Dubai Limited (Parent Company).

**2. Significant accounting policies**

**Basis of preparation**

This interim condensed financial information has been prepared in accordance with International Accounting Standard (IAS) No. 34: *Interim Financial Reporting*.

**Significant accounting policies**

The interim condensed financial information has been prepared on the historical cost basis, except for the revaluation of certain financial instruments which are stated at their fair value.

This interim condensed financial information is presented in United Arab Emirates Dirhams (AED) since that is the currency of the country in which the Company is domiciled.

**Notes to the Interim Condensed Financial Information - continued**  
**For the period from January 1, 2009 to September 30, 2009**

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**2. Significant accounting policies (continued)**

**Significant accounting policies - continued**

The same accounting policies, presentation and methods of computation have been followed in this interim condensed financial information as were applied in the preparation of the Company's financial statements for the year ended December 31, 2008 except for the impact of the adoption of the standards and interpretations described below:

IAS 1 (revised 2007) *Presentation of Financial Statements* (effective for annual periods beginning on or after January 1, 2009).

The revised standard has introduced a number of terminology (including revised titles for the condensed financial information) and has resulted in a number of changes in presentation and disclosure. However, the revised standard has had no impact on the reported results or financial position of the Company.

The Company also has adopted the revised and amended Standards and Interpretations issued by the International Accounting Standards Board (IASB) and the IFRIC that are relevant to its operations for the period beginning January 1, 2009. The adoption of these new and revised Standards and Interpretations did not have any effect on the financial position or performance of the Company.

*(a) Estimates*

The preparation of interim condensed financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim condensed financial information, the significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the financial statements as at and for the year ended December 31, 2008.

*(b) Financial risk management*

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended December 31, 2008.

**Notes to the Interim Condensed Financial Information - continued**  
**For the period from January 1, 2009 to September 30, 2009**

**3. Cash and bank balances**

|                    | <b>September 30,<br/>2009</b> | <b>December 31,<br/>2008</b> |
|--------------------|-------------------------------|------------------------------|
|                    | <b>AED'000</b>                | <b>AED'000</b>               |
|                    | <b>(Un-audited)</b>           | <b>(Audited)</b>             |
| Cash on hand       | 38                            | 28                           |
| Bank balances:     |                               |                              |
| Current accounts   | 1,385                         | 661                          |
| Saving accounts    | 1,275                         | 1,401                        |
| Mudarabah accounts | <u>179,281</u>                | <u>93,457</u>                |
|                    | <u><b>181,979</b></u>         | <u><b>95,547</b></u>         |

The expected rate of return on the saving and the mudarabah accounts varies between 1.5% to 2.0% per annum (for the period from January 1, 2008 to September 30, 2008 the rate of return was between 1.5% to 2.0% per annum).

**4. Islamic investment deposits**

|   | <b>September 30,<br/>2009</b> | <b>December 31,<br/>2008</b> |
|---|-------------------------------|------------------------------|
|   | <b>AED'000</b>                | <b>AED'000</b>               |
|   | <b>(Un-audited)</b>           | <b>(Audited)</b>             |
| Islamic investment deposits (Mudarabah) maturing<br>in less than 3 months from the date of deposit (Note 12)            | 263,086                       | 1,010,000                    |
| Islamic investment deposits maturing in more<br>than 3 months from the date of deposit but<br>before September 30, 2010 | <u>1,200,629</u>              | <u>562,049</u>               |
|   | <u><b>1,463,715</b></u>       | <u><b>1,572,049</b></u>      |

As per the investment agreements, expected returns on these investments range from 4.1 % to 7.5% per annum (for the period from January 1, 2008 to September 30, 2008 the rate of return was between 5.0 % to 6.5% per annum).

Notes to the Interim Condensed Financial Information - continued  
For the period from January 1, 2009 to September 30, 2009

5. Other financial assets

|                                       | September 30,<br>2009<br><u>AED'000</u><br>(Un-audited) | December 31,<br>2008<br><u>AED'000</u><br>(Audited) |
|---------------------------------------|---|---|
| <b>Non-current financial assets</b>   |   |   |
| <i>Available for sale investments</i> |   |   |
| Investments in marketable securities  | 400,429   | 339,197   |
| Managed funds                         | <u>642,775</u>  | <u>605,169</u>                                      |
|                                       | <u><u>1,043,204</u></u>                                 | <u><u>944,366</u></u>                               |

As a result of the global financial credit crisis that arose from the subprime loans and the subsequent sharp decline in the quoted share prices, the management of the Company has reconsidered its investment strategy. Accordingly the Company adopted the amendments to IAS 39 issued by the International Accounting Standards Board (effective July 1, 2008) which permits an entity to reclassify, in particular circumstances (effective July 1, 2008) investments held for trading for which the change in fair value is recognized in the profit and loss to investment available for sale for which the change in the fair value is recognized under shareholders' equity as investment revaluation reserve. As a result of the reclassification net profit for the period ended September 30, 2009 has decreased by AED 8 million.

Details of the reclassified investments are as follows:

|  | <u>AED'000</u> |
|--|----------------|
| Carrying amount of the investment reclassified as at July 1, 2008                | <u>509,438</u> |
| Fair value of investment reclassified as at September 30, 2009/last quoted price | <u>77,734</u>  |

6. Related party transactions

The Company enters into transactions with companies and entities that fall within the definition of a related party as contained in International Accounting Standard 24: *Related Party Disclosures*. Related parties comprise companies under common ownership and/or common management and control and key management personnel.

Notes to the Interim Condensed Financial Information - continued  
For the period from January 1, 2009 to September 30, 2009

6. Related party transactions (continued)

As at September 30, 2009, due from/to a related party were as follows:

|  | <b>September 30,</b><br><b>2009</b> | December 31,<br>2008 |
|--|-------------------------------------|----------------------|
|  | <b>AED'000</b>                      | AED'000              |
|  | <b>(Un-audited)</b>                 | (Audited)            |
| <i>Due from a related party</i>                      |                                     |                      |
| <i>Parent company</i>                                |                                     |                      |
| Borse Dubai Limited                                  | 3,875                               | 4,551                |
| <i>Due to a related party</i>                        |                                     |                      |
| <i>Ultimate parent</i>                               |                                     |                      |
| Dubai Government                                     | 48,500                              | 48,500               |
| Islamic Investment deposits held with Parent Company | 139,949                             | -                    |

During the year 2007, Government of Dubai (ultimate controlling party) granted the Company a plot of land to construct new premises. Formal title of this land has not yet been transferred to the Company. The land was valued during the year 2007 for an amount of AED 280 million by Dubai Property L.L.C. which was treated as deferred income and will be transferred to profit or loss on a systematic and rational basis over the useful lives of the related building cost. The land will be revalued on a periodic basis.

As per the initial public offering prospectus, 20% of the share capital amounting to AED 1,600,000,000 was offered for public subscription for the credit of the Dubai Government. This amount was initially deposited in the Company's bank accounts and subsequently transferred to the Dubai Government with the exception of the balance of AED 48.50 million which remains as due to the Dubai Government.

The nature of significant related party transactions and amounts involved were as follows:

|   | <b>For the nine-months</b><br><b>period ended</b><br><b>September 30,</b> |              |
|---|---|--------------|
|   | <b>2009</b>   | 2008         |
|   | <b>AED'000</b>  | AED'000      |
|   | <b>(Un-audited)</b>   | (Un-audited) |
| Rent and service expense - Dubai World Trade Center | 4,306   | 4,320        |

Notes to the Interim Condensed Financial Information - continued  
For the period from January 1, 2009 to September 30, 2009

6. Related party transactions (continued)

*Compensation of key management personnel*

The remuneration of directors and other members of key management during the period was as follows:

|                                     | <b>For the nine-months<br/>period ended<br/>September 30,</b> |              |
|-------------------------------------|---|--------------|
|                                     | <u>2009</u>   | <u>2008</u>  |
|                                     | AED'000   | AED'000      |
|                                     | (Un-audited)  | (Un-audited) |
| Salaries and short-term benefits    | 3,308   | 8,877        |
| General pension and social security | 426   | 410          |
| Board of directors' bonus           | -   | 1,971        |
|                                     | <u>=====</u>  | <u>=====</u> |

7. Intangible assets

The Company acquired Dubai Financial Market, a wholly owned entity of the Government of Dubai, effective on January 1, 2007 (the "Acquisition Date"). The consideration, amounting to AED 8 billion, was paid in shares of the Company's stock.

During July 2007, the Company engaged an independent valuer to "conduct and report on valuation analysis of identified material tangible assets of the Company for the purpose of determining the purchase price allocation of the identified intangible assets for compilation of IFRS compliant accounts". The following table sets forth the components of intangible assets associated with the acquisition at January 1, 2007 as reported by the independent valuer in their report dated February 3, 2008 with useful life estimated by management:

| <u>Intangible asset</u>                         | <u>Fair value</u><br>AED'000 | <u>Useful life</u> |
|---|------------------------------|--------------------|
| License (Trade name)                            | 2,824,455                    | 50 years           |
| Relationship with market participants (Brokers) | 58,743                       | 10 years           |
| Historical Trading Database                     | 67,456                       | 5 years            |

Notes to the Interim Condensed Financial Information - continued  
For the period from January 1, 2009 to September 30, 2009

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**8. Capital commitments**

|  | <b>September 30,<br/>2009</b> | December 31,<br>2008 |
|--|-------------------------------|----------------------|
|  | <b>AED'000</b>                | AED'000              |
|  | <b>(Un-audited)</b>           | (Audited)            |
| Commitments for the purchase of property and equipment | <b>2,195</b>                  | 2,966                |

**9. Share capital**

- (a) The Company's share capital comprises of AED 8 billion divided into 8 billion shares of AED 1 per share. The founder - shareholders subscribed in kind to the 8 billion shares through transferring the ownership of the assets, liabilities and the operation of Dubai Financial Market (an existing and wholly owned entity by the Dubai Government).

Subsequently the Dubai Government sold 20% of the Company's share capital through a public offering of 1.6 billion shares previously registered in the name of the Dubai Government.

- (b) The Company subscribed to 54,236,831 shares held as treasury shares for the purpose of the future employees' performance share programme for a total cost of AED 1.03 per share which includes incorporation expenses. The shares will be re-issued and distributed to employees subject to shareholders approval in due course.

The Company has one class of ordinary share which carries no right to fixed income.

**10. Reserves**

*Statutory reserve*

In accordance with U.A.E. Federal Commercial Companies Law Number 8 of 1984, as amended, the Company has established a statutory reserve by appropriation of 10% of its net profit for each year until the reserve equals 50% of the share capital. This reserve is not available for distribution, except as stipulated by the Law.

*Special reserve*

As per the Company's Articles of Association, 10% of the Company's annual net profit is to be allocated to special reserve until this reserve reaches 50% of the paid up capital.

During the period, the shareholders resolved to stop allocation to the special reserve. Refer to Note 14 for more details.

**Notes to the Interim Condensed Financial Information - continued**  
**For the period from January 1, 2009 to September 30, 2009**

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**10. Reserves (continued)**

*General reserve*

As per the Company's Articles of Association, 10% of the Company's annual net profit is to be allocated to general reserve until this reserve reaches 20% of the paid up capital.

This appropriation may be stopped by a Resolution of an Ordinary General Meeting in pursuance of the suggestion of the Board of Directors, or if it reaches the amount of 20% of the paid up capital of the Company. The reserve shall be utilized for purposes determined by the Ordinary General Meeting in pursuance of recommendations of Board of Directors.

During the period, the shareholders resolved to stop allocation to the general reserve. Refer to Note 14 for more details.

*Investments revaluation reserve*

The investments revaluation reserve arises on the revaluation of available-for-sale financial assets. Where a revalued financial asset is sold, the portion of the reserve that relates to that financial asset, and is effectively realized, is recognized in profit or loss. Where a revalued financial asset is impaired, the portion of the reserve that relates to that financial asset is recognized in profit or loss.

**11. Earnings per share**

|  | <b>For the nine-months<br/>period ended September 30,</b> |             |
|--|---|-------------|
|  | <u>2009</u>   | <u>2008</u> |
|  | AED'000   | AED'000     |
|  | Un-audited  | Un-audited  |
| Net profit for the period<br>- (AED'000)                     | <b>258,297</b>  | 780,646     |
| Number of shares of the<br>authorized share capital - ('000) | <b>8,000,000</b>  | 8,000,000   |
| Less: Treasury shares - ('000)                               | <b>( 54,237)</b>  | ( 54,237)   |
| Weighted average number of<br>shares - (000's)               | <b>7,945,763</b>  | 7,945,763   |
| Earnings per share - AED                                     | <b>0.033</b>  | 0.098       |



**Notes to the Interim Condensed Financial Information - continued**  
**For the period from January 1, 2009 to September 30, 2009**

**12. Cash and cash equivalents**

For the purpose of the interim condensed cash flows statement, cash and cash equivalents include cash on hand and in banks, and investments in Islamic deposits maturing within three months from the date of the deposits. Cash and cash equivalents at the end of the financial period as shown in the interim condensed cash flows statement, consist of the following:

|  | <u>September 30,</u> |                  |
|--|----------------------|------------------|
|  | <u>2009</u>          | <u>2008</u>      |
|  | AED'000              | AED'000          |
|  | (Un-audited)         | (Un-audited)     |
| Cash on hand   | 38                   | 71               |
| Bank balances:   |                      |                  |
| Current accounts   | 1,385                | 272              |
| Mudarabah accounts   | 1,275                | 89,070           |
| Saving accounts  | 179,281              | 963              |
| Islamic investment deposits maturing in less than 3 months from the date of deposit (Note 4) | <u>263,086</u>       | <u>965,546</u>   |
|  | <u>445,065</u>       | <u>1,055,922</u> |

**13. Comparative figures**

Certain amounts for the prior period were reclassified to conform to current period presentation.

**14. Resolutions passed in the period**

Based on the results of the financial year ended December 31, 2008, the Board of Directors proposed a cash dividend of 8% of issued share capital, and also proposed to discontinue the allocation of the 10% of the Company's annual net profit to the general reserve and to transfer the general reserve to the retained earnings. These proposals were ratified by a resolution of the shareholders during the Ordinary General Assembly Meeting held on April 5, 2009.

In addition to the above, the board proposed to discontinue the allocation of the 10% of the Company's annual net profit to the special reserve and to transfer the reserve to retained earnings. The proposal was ratified by a resolution of the shareholders during the extraordinary annual assembly meeting held on April 5, 2009.

**15. Approval of the interim financial information**

The interim condensed financial information on pages 2 to 15 was approved and signed by the Chairman, on behalf of the Board of Directors, on October 28, 2009.