**ABRIDGED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME: National and Group**

<table>
<thead>
<tr>
<th>Year ended 30 April 2011</th>
<th>2010</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue</td>
<td>95,398,285</td>
<td>92,309,500</td>
</tr>
<tr>
<td>Other income</td>
<td>1,070,783</td>
<td>933,045</td>
</tr>
<tr>
<td>Cost of services sold</td>
<td>102,990,998</td>
<td>97,880,141</td>
</tr>
<tr>
<td>Deferred taxation</td>
<td>3,284,134</td>
<td>3,251,286</td>
</tr>
<tr>
<td>Total expenses</td>
<td>242,383,279</td>
<td>244,099,241</td>
</tr>
<tr>
<td><strong>Net profit</strong>/loss for the year</td>
<td>(6,205,401)</td>
<td>2,163,198</td>
</tr>
</tbody>
</table>

**ABRIDGED SEGMENTAL REPORT:**

- **Total assets:** 
  - Trade and other receivables: 109,400,113
  - Current assets: 28,177,510
  - Total current assets: 105,410,553
  - Non-current assets: 136,972,726
  - Total assets: 242,383,279

- **Equity holders of the parent:** 
  - Ordinary share capital: 8,210,786
  - Share premium: 242,670
  - Total equity: 8,453,456

- **Statutory reserves:** 
  - Share based payment expense: 1,792,554
  - Other reserves: 105,310,553
  - Total reserves: 107,103,107

- **Shareholders’ equity:** 
  - Shareholders’ equity before tax: 11,350,941
  - Shareholders’ equity after tax: 11,318,099

**OUTLOOK**

- Board and management focus is to return to sustainable profits by capturing growth from existing businesses. Greater attention will be placed on "return on invested capital" to ensure that shareholders returns are maximized and such non-performing businesses will be critically reviewed for strategic fit and sustainable profitability. We anticipate further growth in the asset management division with a number of existing new mandates in the pipelines that we believe will increase our income. Further we hope that continued good performance in our funds will attract new inflows, enhancing annuity income and enabling the division to earn additional performance fees during the year. Within stockbroking we are looking to grow our trading volumes in African markets by utilizing the infrastructure that is in place at Imara SP Reid. In line with this we have relocated the Africa group’s service offering. We believe this will increase our income. Further, we hope that the reduced need for cash inflows, enhancing annuity income and enabling the division to earn additional performance fees during the year. Within stockbroking we are looking to grow our trading volumes in African markets by utilizing the infrastructure that is in place at Imara SP Reid. In line with this we have relocated the Africa group’s service offering. We believe this will increase our income.

**ABRIDGED CONSOLIDATED STATEMENT OF CASH FLOWS:**

- **Total cash inflows:** 
  - Operating inflows: 242,383,279
  - Capital inflows: 3,623,633
  - Issuance of ordinary shares: 3,623,633

- **Total cash outflows:** 
  - Operating outflows: 244,099,241
  - Capital outflows: 950,096
  - Issuance of shares minority of subsidiary: 950,096

**SHAREHOLDERS’ REPORT**

- The Directors of Imara Holdings Limited have pleasure in announcing the audited financial results of the Group for the twelve months ended 30 April 2011.

**SALIENT FEATURES:**

- Attributable loss increased by 9% and operating expenses by 9%
- Revenue increased by 3% and operating expenses by 5%
- Debt with no debt.

**SHAREHOLDERS’ DIVIDEND:**

- The dividend for the year has been passed.
- The dividend is a special dividend in line with current industry practice, most of the share based payment expense is a special dividend.

**SHARE BASED PAYMENT EXPENSE:**

- Share based payment expense: 1,792,554

**OUTLOOK:**

- The financial year ending April 2011 was very disappointing. Having budgeted for positive growth in earnings, the year ended with an after tax loss of P7.69 million. On an adjusted basis, the Group made an after tax operating loss of P2.1 million, whilst a reduction in net earnings from our associates, together with such non-cash items as foreign exchange losses, (primarily on off shore cash holdings), and share option valuation provisions, added to the net loss. Total income increased 5% a year on year to P12,000,938 after increasing by 3% and the tax charge decreased by 11%. Shareholders’ equity declined by 5% to P11,265 million while total assets at P242 million remained relatively static.

- In terms of the core divisions of the company, asset management had another strong year growing funds under management by 10% to produce after tax profits of P11.1 million. Stockbroking ended the year with profits after tax of P4.3 million, down on the year before indicating a fall in volumes traded in South Africa and in the major African stock exchanges as compared to the past two years. Corporate advisory recorded losses of P6.1 million, which was disappointing compared with the profits that we had budgeted for in the financial year. This does not reflect a lack of work or mandates, but rather the slow completion of some mandates themselves, often for reasons beyond our immediate control, with mandates not being able to receive any revenue due to delays in client billing, which had a material impact on the cash flows for the year. The net cash outflow of P22.5 million during the course of the year. However, this does not reflect the true position of the Group as the reported numbers are distorted by the working capital impacts of our South African stockbroker, Imara SP Reid that change on a daily basis in line with their clients’ trading volumes and which had a beneficial impact on cash flows the previous year. Also from the operating income, the cash equivalent relate to long-term investments, primarily acquisitions, tax refunds and other cash payments on cash holdings in Sterling or USD. The Group’s "free cash" position remains strong with no debt.