



هيئة الأوراق المالية والسلع
SECURITIES & COMMODITIES AUTHORITY



Annual Report 2007



H.H. Shaikh Khalifa Bin Zayed Al Nahyan

The President of the United Arab Emirates



H.H. Shaikh Mohammad Bin Rashid Al-Maktoum

Vice President, Prime Minister and Ruler of Dubai

Establishment

The Securities and Commodities Authority (SCA) was established under the Federal Law No. 4 of 2000.

The headquarters of SCA is in Abu Dhabi, the capital of UAE. However, SCA may set up subsidiary branches or offices to discharge the tasks of supervising and monitoring the capital and commodities markets in the UAE.

SCA has a legal entity, financial and administrative independence. It is empowered with the control, supervisory and executive powers necessary to carry out its tasks pursuant to the provisions of the Law and the implementing regulations thereof.

Board of Directors



**H.E. Hamad Al-Hurr
Al-Suweidi**

Undersecretary- Department
of Finance (Abu-Dhabi)
Deputy Chairman of the Board



**H.E. Shaikha
Lubna Bint Khalid AlQasimi**

The Minister of Economy
Chairperson of the Board



**H.E. Sultan Bin Naser
Al Suweidi**

Governor
UAE Central Bank



**H.E.
Hamid Kazem**



**H.E. Mahmoud Ibrahim
Al-Mahmoud**

Internal Portfolios Director
Abu Dhabi Investment Authority



**H.E. Sami Ahmad
Bin Zahen Al-Quemizi**

Finance Department
Director General - Dubai



**H.E. Abdullah Salem
Al-Turifi**

SCA Chief Executive Officer

Vision

Leadership in supporting and protecting investments in the capital and commodities markets and promoting the stability of the national economy.

Message of the Chairperson of the Board

It is my pleasure to present the 2007 Annual Report of the Securities & Commodities Authority, which provides an analytical overview of the Emirates Securities Market. It also offers a quick look at the achievements of the SCA and several significant developments accomplished over the past year.

In 2007, the national economy culminated its rising growth progress which was triggered for years by optimally utilizing the continued liquidity flow to expand in investment and the construction of new project across all sectors of the economy. The securities sector was not an exception from the developments and achievements realized in the economy. The scope of this report depicts a highly accurate image for the sustained driving force behind the performance of the securities sector. The information and statistics included in the report reflect the details of this image as an evidence of the promotion of the UAE economy to the echelons of strongly growing economies. It may be appropriate

in this context to name few of the results and achievements of last year, on top of which would be the strong performance by the Emirates Securities Market. The ESM index increased by 49.25% to close at 6,016.21 points, which reflects the investors' confidence in the UAE financial markets. These markets are ultimately the channel for mobilizing savings and pumping them into development projects that best serve the interests and purposes of the national economy. Out of its awareness of its role as a regulator for the UAE financial markets, the SCA consolidated its efforts during 2007 to achieve its objectives that were mainly focusing on developing the market, protecting investors therein, and creating a favorable environment for investment in the securities market. Likewise, the SCA strategic plan focused on key points of strength in performance towards its main objectives of establishing, consolidating and promoting the SCA position as a leader in region. It also aimed at sustaining the ascending growth rates in the legislative and regulatory climate. Dedicated efforts have been directed to achieving the adopted objectives to move SCA up to the echelons of advanced regulators within a record time table. Those efforts paid off when SCA was selected among the top 3 authorities in terms of strategic preparedness in the UAE, a token of pride, glory and motivation for more efforts and hard work.

If the UAE was capable of attaining a remarkable standing in the global community for its outstanding achievements in the areas of economic development progress and growth, social improvements, and cultural and scientific advancements as confirmed by many regional and international organizations and agencies, then all available inputs indicate that UAE will continue its advance towards being a key center for the securities and investments sector in the Arab region. Furthermore, the progress and development of the securities sector will always keep pace with economic development in the UAE.

No doubt, these achievements would not have been realized without the unlimited support by our prudent political leadership headed by His Highness Shaikh Khalifa Bin Zayed Al-Nahyan, UAE President, and His Highness Shaikh Mohammad Bin Rashid Al-Maktoum, Vice President, Prime Minister and Ruler of Dubai, who have insightful visions towards promoting the stance and name of our country and providing vital means for decent living and prosperity to our countrymen.



■ Lubna Bint Khalid Al-Qasimi

Mission

Upgrade the quality of transactions in the capital and commodities markets in the UAE in the line with the highest international standards and practices through ensuring the proper implementation of transparency, integrity and fairness principles, enhancing investment awareness, developing a set of control legislations and implementing same within an integrated framework.

Another year of achievements is added to the record of outstanding accomplishment of the SCA. The year 2007 has seen significant developments in all areas, particularly in the area of legislative and regulatory developments. The issuance of the Corporate Governance Code for joint-stock companies and criteria for institutional discipline was the conclusion of a successful phase of efforts that aimed at effecting a quality transformation and upgrading the performance of UAE capital market to advanced levels in line with the highest international standards. Furthermore, controls and mechanisms to segregate inter-broker accounts and an online trading code were also issued.

SCA sustained its efforts towards providing a favorable environment for the investment in securities and advancing the national capital market up to the best international standards. To this end, and in order to foster the financial market and strengthen its foundations, SCA approved the registration of 10 new public joint-stock companies increasing the number of public joint-stock companies listed with SCA to 124 companies. Furthermore, 9 new brokerage companies were licensed to operate in financial markets, and thereby, the number of brokers licensed by SCA increased to 101 brokers. The SCA continued, on the other hand, its sustained efforts to develop the brokerage practice in the UAE through close cooperation with reputable and prominent international institutes and institutions in the field of broker professional qualification.

To discharge its control role over the capital market and meet SCA objectives in protecting the interests of investors in securities, and advancing the market in such a manner to ensure the soundness and accuracy of transactions, last year witnessed the implementation the surveillance system "SMART" presently applicable by SCA to monitor daily transactions in the financial markets. SCA also continued its control functions over the public joint-stock corporations; and doubled the number of inspection teams monitoring the operations of brokerage companies to enable them to examine the work of any brokerage company at least once every year. A number of irregularities were revealed and appropriate actions were taken against the violators.

Furthermore, SCA continued to enhance its presence, at both Arab and international levels, and to consolidate and augment its cooperation with various organizations. The fruit of this endeavor was formation of the Union of Arab Securities Authorities (UASA). Memoranda of understandings were signed with 8 peer Arab and international authorities. In addition, SCA participated and contributed to the events and conferences organized by the International Organization of Securities Commissions (IOSCO).

In the context of supporting the business process on the basis of strategic partnership culture, SCA maintained its endeavor to promote constructive inter-communication and to strengthen cooperative relations with all strategic partners including financial markets, public joint-stock corporations, brokerage companies, investors, universities, media, and other local and foreign organizations and institutions. SCA, moreover, launched a strategic initiative to help effective contribution to the Emiratization process and qualification efforts to empower UAE nationals for employment in the UAE financial markets through the SHARE program. SCA endeavored to develop its manpower and to this end, it has adopted a new organizational structure that will enable SCA to discharge its mandated tasks with the highest possible efficiency and in such a manner so as to ensure the achievement of the objectives included in its strategic plan by the end of 2010.

In conclusion, I must confirm that SCA will continue its endeavors (God Willing) in all areas related to building and developing the capital market towards better accomplishment at all time. Such diligence raises our determination and persistence to exert more hard work to achieve the goals and targets of SCA and to contribute towards meeting the drawn national aspirations and objectives; and to work harder towards further progress, prosperity and advancement in our dear country.

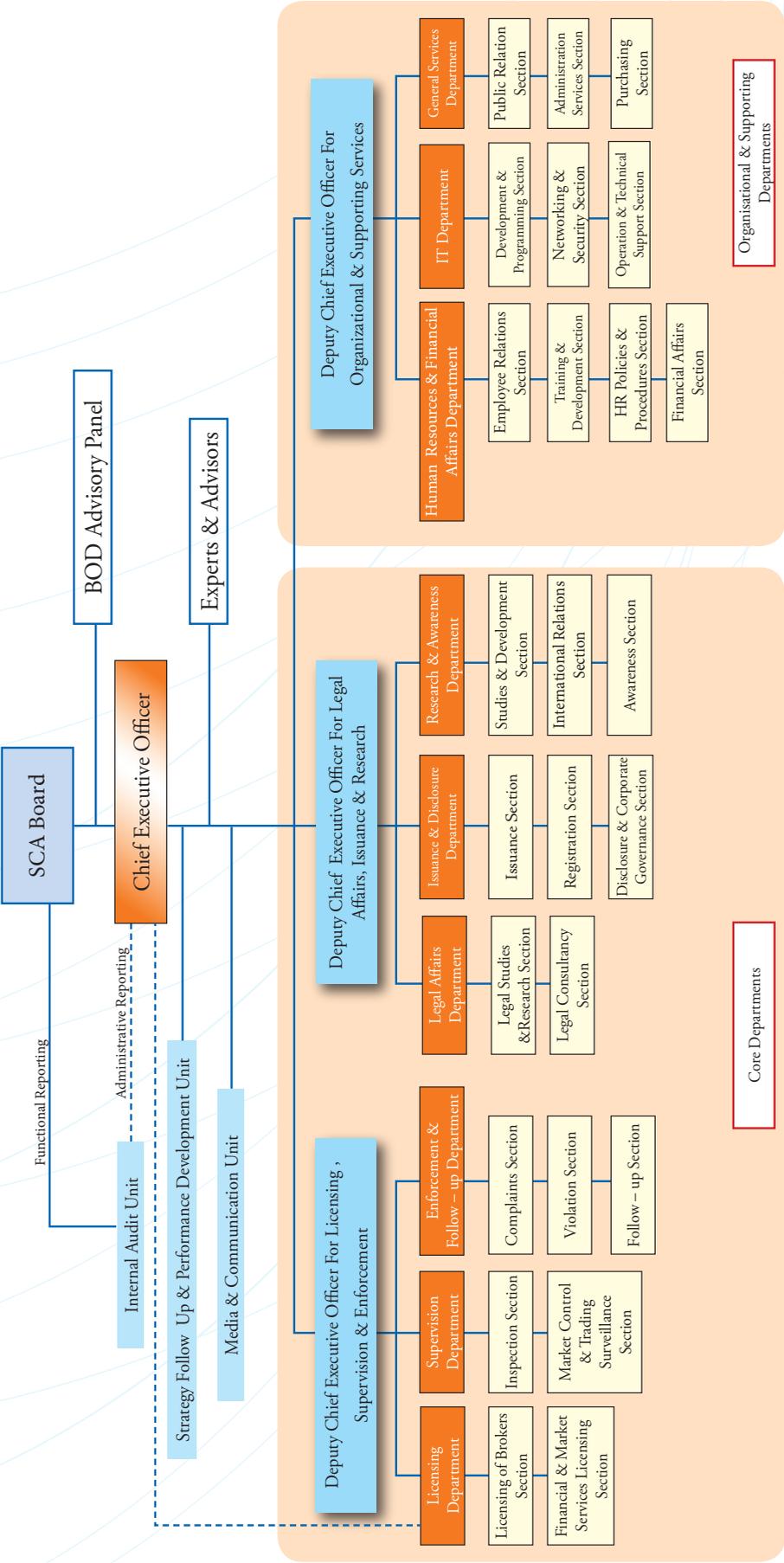


■ **Abdullah Salem Al-Turifi**

SCA Goals

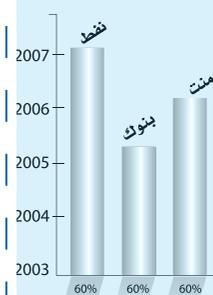
- ▶ To improve the efficiency of the Financial Market and protect investors from unfair and incorrect practices.
- ▶ To provide opportunities for the investment of the available cash and saving in such a manner.
- ▶ To regulate and monitor the licensing of securities in the market and determine the conditions that should be met when listing securities.
- ▶ To ensure smooth and prompt liquidation of the money invested in securities and also ensure the interaction of the demand and supply elements with a view to determining the prices of these securities and protecting small investors through consolidating the bases of sound and fair dealing among the different categories of investors.
- ▶ To gather information and statistics about the securities that are being dealt with and publish reports on them.
- ▶ To conduct studies and submit proposals to the different official authorities with respect to the laws in force and to amend such laws in line with the development required by the securities market.
- ▶ To contact overseas financial markets with a view to exchanging information and expertise in such a manner that keeps pace with the progress achieved in the methods of dealing with these markets and helps the financial market develop promptly and join the membership of the concerned Arab and international organizations and federations.
- ▶ To develop the investment awareness of investors by organizing awareness lectures and releasing diverse publications.
- ▶ To consolidate professional conduct, self-control and discipline rules among brokers and those dealing in securities and encourage and reinforce brokers and other dealers with the market with a view to boosting their academic and practical qualification.

Organizational Structure



Contents

▶ SCA Achievements during the Year	1
▶ The Performance of the Emirates Securities Market	7
▶ The Performance of the ESM during the Years 2001-2007	9
▶ Detailed Statistical Bulletin of the ESM Performance during the Year	11
• Benchmark Indices	11
• Trading Activity in the Market	12
• Comparison of the Trading Turnover between the Two Markets	13
• Trading Activity by Sector and Market	16
• Trading Activity in the Shares of Listed Companies	17
• Trading Activity by Sector and Company Capitalization	19
• Growth Percentage as per Sector and some Financial Indicators of Companies	24
▶ Commodities Markets in the UAE	28
▶ Foreign Investment During the Year	30
▶ Performance of the GCC and Arab Financial Markets	31
▶ The Annexes	35
• The Annex No. (1) – The Public Joint-Stock Companies Incorporated During the Year 2007	36
• The Annex No. (2) – Capital Increase of the Public Joint-Stock Companies Through IPO Subscription during the Year 2007.....	37
• The Annex No. (3) – A list of the Companies that have been Honored for the Timely Compliance with Disclosure Requirements	38
• The Annex No. (4) – Violations	39



The Year 2007 brought about many achievements at all levels. Without Limitation, these achievements can be summed as follows.

At the Legislative Level:

- The issuance of the Corporate Governance Code for the public joint-stock companies and criteria for institutional discipline, and the phased implementation thereof as of the first of May 2007. SCA started monitoring companies' compliance with these controls as per the timetable set forth for this purpose. The full implementation is expected to be completed by 2010.
- The Online Trading System via Internet was launched.
- Controls and mechanisms for the segregation of inter-broker accounts were put in place.
- The resolution of the Council of Ministers pertaining to SCA mandate to monitor, control and supervise the establishment of the public joint-stock companies was enacted.
- The final draft for the new SCA law was developed in coordination with the competent authorities.
- The initial draft of some new regulations was developed in cooperation with Clifford Chance, including the requirement for licensing financial brokers, market maker, short selling, underwriting, custody, derivatives, depository, mutual funds, exchange trade funds, financial consultancy, and regulating the business of financial service companies.
- A technical committee was formed to study the mechanisms of standardizing the investor numbers in the UAE securities markets in cooperation with the UAE ID Authority.

At the Control Level:

- Due to the increased number of brokerage firms, the number of inspection teams was doubled to enable them to discharge their duties in accordance with the best standards and practices. As a result, the average number of companies regularly inspected reached 10 companies per month.
- Regular inspections of brokerage companies led to the temporary suspension of three companies for violating SCA law, and the regulations and resolutions issued thereunder. Further, 228 violations were revealed in the practices of both brokerage firms and brokers during 2007.



SCA Achievements during the Year

- The amendments to the brokerage companies' licensing requirements were implemented. Accordingly, the minimum capital of the company and minimum bank guarantee submitted by the company to the financial markets were increased; and the minimum qualifying requirements in terms of staffing was also increased.
- 13 brokerage companies were suspended for violating the licensing conditions. Nine of them were allowed to resume business after satisfying the requirements.
- The circulation of SCA Board of Directors pertaining to Anti-Money Laundering Procedures was effected by developing model procedures to combat money laundering. The model aims at investigating the source of funds paid by certain clients to the brokerage firms to buy securities, and preventing the abuse of the competition climate available in the local securities market for money laundry.
- The Commodities Department conducted two official inspection in Dubai Gold and Commodities Exchange (DGCX), in addition to holding several meetings with DGCX to discuss relevant supervisory and legislative issues.



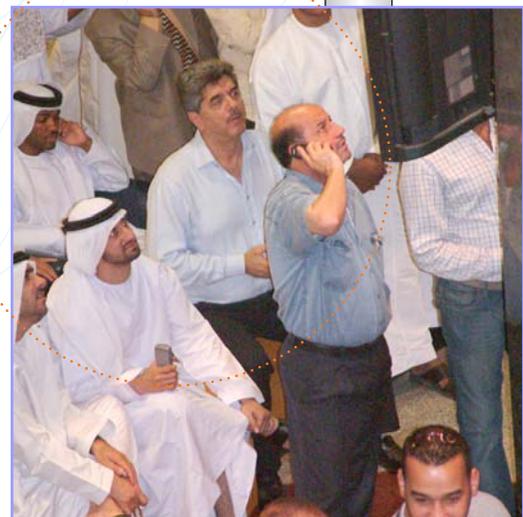
At the Organizational and Administrative Levels:

- The creation of the Union of Arab Securities Authorities (UASA) was announced. UAE was elected as the seat for its Secretariat General and the CEO of SCA was elected as the UASA Secretary General.
- Conditions and requirements were satisfied to list 10 new public joint-stock companies, including three foreign companies, in the UAE securities markets; thereby the total number of the listed companies became 124.
- The listing of 112 public joint-stock companies was renewed.
- 14 applications for the establishment of public joint-stock companies or existing companies wishing to go public were under consideration.
- The number of listed companies which provided the SCA with their financial report for 2007 within the prescribed legal period was 109 out of 119 registered listed companies, i.e. 91.60%.



SCA Achievements during the Year

- 3 applications submitted by public joint-stock companies to buy-back 10% of their shares were in process.
- Coordination was under way with the financial markets to regulate “joint listing”, whereby the shares of local companies would be listed in foreign markets and UAE financial free zone markets.
- Draft announcements for the general assembly invitations of 137 companies were approved, and ordinary and extraordinary general assembly meetings were attended.
- The ministerial resolutions for the establishment of 8 public joint-stock companies and those related to the amendment of the articles of association of 48 public joint-stock companies were drafted.
- Certificates of registration renewal for 32 public joint-stock companies were issued.
- The equity share subscription publications, AOA's, and MOA's for 8 public joint-stock companies were reviewed.
- SCA started accepting applications to incorporate public joint-stock companies pursuant to the Resolution of the Council of Ministers No. (3 /3) of 2007 pertinent thereto.
- Applications to increase the capital of 36 public joint-stock companies by granting shares and 7 public joint-stock companies by publicly offered shares were decided upon.
- A guide was developed to explain the procedures, controls and forms regulating the establishment, share issuance and public subscription, and general assembly process of public joint-stock companies.
- A comprehensive report of statistics of public joint-stock companies incorporated and under incorporation or those which decided to increase their capital was developed.
- A tutorial report was prepared to explain how to price a security upon initial offering and to present a new mechanism for Book Building.
- Disclosures by the listed companies as to important resolutions, substantial events, and results and decisions of their general assembly and management board meetings were examined and monitored.
- A mechanism was developed to classify companies by the precedence order of disclosing their financial statements for the year 2006, in order to honor the first companies to submit the said statements.



SCA Achievements during the Year

- The first 10 public joint-stock companies to disclose their financial statements within the prescribed period were honored.
- The database of the board memberships of public joint-stock companies was updated and adjusted; and the statistical data of companies' disclosures was published on SCA website.
- 39 feasibility studies for joint-stock companies were reviewed.
- 9 new brokerage firms were licensed to operate in the UAE financial markets. The licenses of two firms were canceled – upon their request – due to their inability to rectify their status to comply with the new licensing requirements, thereby the total number of brokerage companies registered with SCA became 101 companies.
- 34 brokers were licensed in Dubai Gold and Commodities Exchange to raise the number of licensed brokers in field of commodities to 121 brokers.
- Forward options for the Indian Rupee and steel were added to the trading of Dubai Gold and Commodities Exchange.
- 30 educational seminars were conducted and offered to investors, brokers, financial analysts, SCA personnel, and university students.
- 16 meetings were organized and included presentations for public joint-stock companies' representatives to educate them on the mechanism of implementing corporate governance controls.
- SCA joined the membership of the Islamic Financial Services (IFSB) Board in Malaysia.
- SCA was elected as one of the best 3 authorities to develop strategic plans from among 26 federal authorities and institutions.
- A specialist program entitled "Supporting Human Assets for Real Emiratization (SHARE)" was launched to train and qualify UAE employees of the SCA. The program was the first program specialized in Emiratization in the securities sector and was coordinated with local and international academic and professional institutions.
- Job Emiratization in the SCA realized good results with UAE nationals forming 48% of the 100 employees.
- Specialized training for all SCA employees was activated through an array of 136 programs.
- All SCA employees were qualified to obtain the ICDL certificate.
- A comprehensive guide for HR policies in line with the best practices worldwide was developed in cooperation with an international firm.
- A new organizational structure was approved for SCA in accordance with the guide of organizational structures issued by the Ministry of Development for Government Sector.



SCA Achievements during the Year

- The leadership team for SCA was formed to discuss all matters within its jurisdiction and the latest developments in the UAE financial market.
- SCA website, internal work environment, and E-archiving were comprehensively developed to commensurate with the nature and requirements of SCA business at present and in the future.



SCA Achievements during the Year

Memoranda of Understanding

In the course of its diligent endeavor to open promising horizons for international cooperation, SCA signed several memoranda of understanding with a number of international securities authorities to achieve several objectives, including:

- Promoting mutual cooperation.
- Facilitating the exchange of information and sharing of expertise.
- Protecting the interests of investors in securities.
- Regulating disclosure of the financial statements.
- Fostering the soundness of the securities markets.
- Providing training and technical support.

During 2007, memoranda of understanding were signed with the following authorities:

1. Capital Market Authority – Sultanate of Oman, on 29.01.2007.
2. Securities and Exchange Board of India, on 26.03.2007.
3. Council of Financial Services – South Africa, on 11.04.2007.
4. Securities Control Authority – South Korea, on 22.05.2007.
5. Securities and Exchanges Authority– Kingdom of Thailand, on 16.07.2007.
6. Financial Control Authority – Socialist Republic of Vietnam, on 04.09.2007.
7. Financial Control Authority – Isle of Man, on 28.11.2007.
8. Securities Authority – New Zealand, on 06.12.2007.

Furthermore, SCA signed memoranda of understanding with the following professional and academic institutions:

1. Securities and Investment Institute of the UK, on 12.02.2007.
2. Emirates Academy, on 05.07.2007.
3. The Ministry of Development for Government Sector, on 25.09.2007.
4. The British CASS Business School, on 29.10.2007.



The Performance of the Emirates Securities Market

The Emirates Securities Market (ESM) has experienced favorable developments during 2007. Following is an overview of these developments and improvements:

- The ESM index increased by 49.25% to close at 6,016.21 points.
- The market value of the shares of the local companies listed in the market amounted to AED 824 billion by the end of the year with an increase of 60.2% compared to the closing value of the previous year 2006.
- The total volume of trading during the period amounted to about 157 billion shares valued at approximately AED 554.33 billion, compared to 50.94 billion shares with a total value of AED 418.15 billion traded in 2006. The growth rate in trading volume amounted to 208.2% and 32.6% in traded value.
- There was improvement in the performance of all sectors without exception; the index of the services sector attained the highest growth rate with 64.42%, followed by the index of the industrial sector with 47.37% and the index of the banking sector with 36.43%. The growth rate of the insurance sector slightly increased by 0.07%.
- 16 new public joint stock companies were enlisted in the SCA including 3 foreign companies. Meanwhile, the listing of the stocks of two companies was cancelled. The number of listed companies thereby increased from 106 companies by the end of 2006 to 120 companies by the end of 2007.

The Table No. (1) Indicates the Companies that have been Listed during 2007 Classified Sector-Wise

Table No. (1)

No	Sector	Company	State	Listing Date
1	Banking	Emirates National Bank Of Dubai	U A E	October 16 th
2	Insurance	Al Fujairah National Insurance Company	U A E	May 23 rd
3	Services	Fujairah Trade Centre	U A E	January 9 th
4		Gulf Navigation Holding	U A E	February 7 th
5		Dubai Development Company	U A E	March 5 th
6		Dubai Financial Market	U A E	March 7 th
7		Air Arabia Co.	U A E	July 17 th
8		Deyaar Development Pjsc	U A E	September 5 th
9		International Investment Group	Kuwait	September 9 th
10		Gulf Petroleum Investment	Kuwait	September 10 th
11		Al Madina For Finance And Investment	Kuwait	September 11 th
12		Al Firdous Holdings	U A E	November 5 th
13		Industries	Arkan Building Materials	U A E
14		Dubai Refreshments Company	U A E	January 8 th
15		Fujairah Building Industries	U A E	January 11 th
16		Gulfa Mineral Water & Processing Industries Co.	U A E	April 17 th

The Performance of the Emirates Securities Market

Chart No. (1) shows the index movement during 2007 on a monthly basis

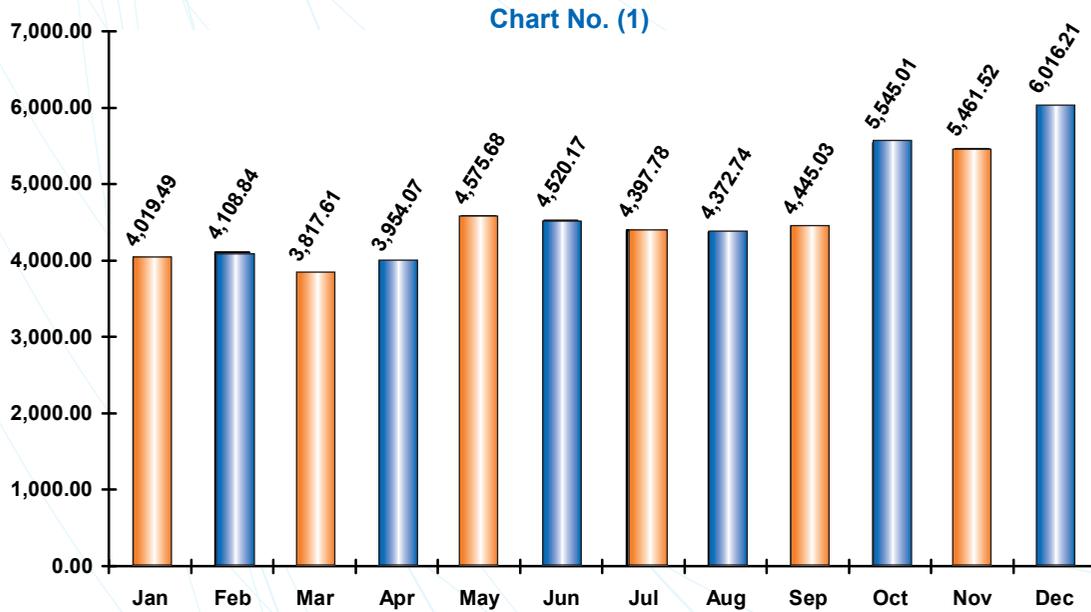
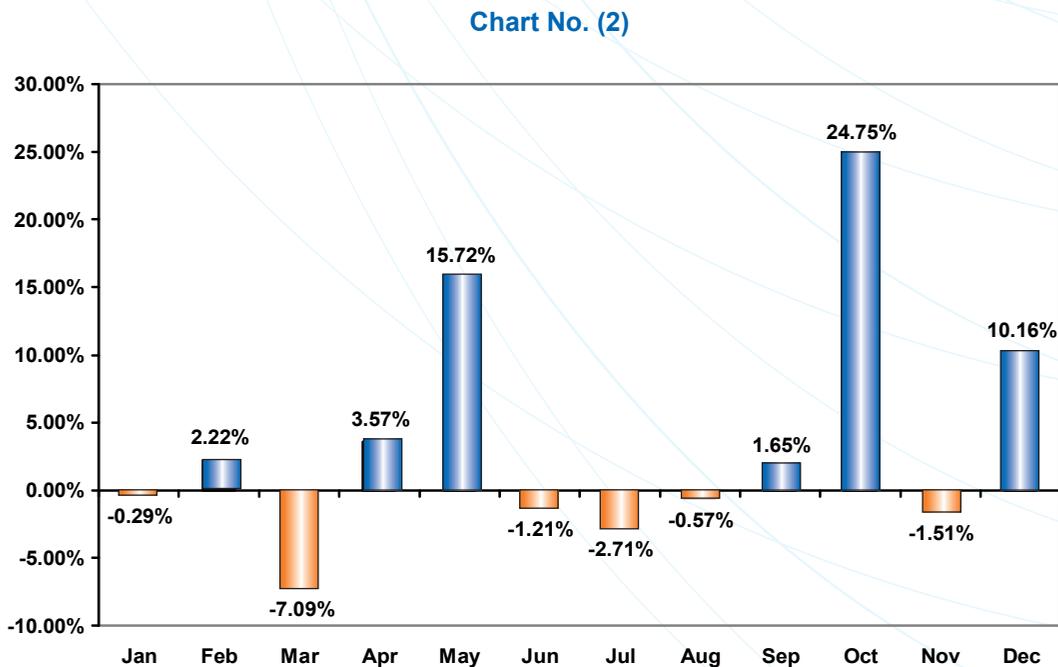


Chart No. (2) shows the monthly growth percentage of the index during 2007 on a monthly basis



The Performance of the Emirates Securities Market during the Years 2001 – 2007

Table No. (2) shows the advancement of the index of the Emirates Securities Market (ESM), the market value, trading volume and number of trades, as well as the number of listed companies during the past years from 2001 through 2007.

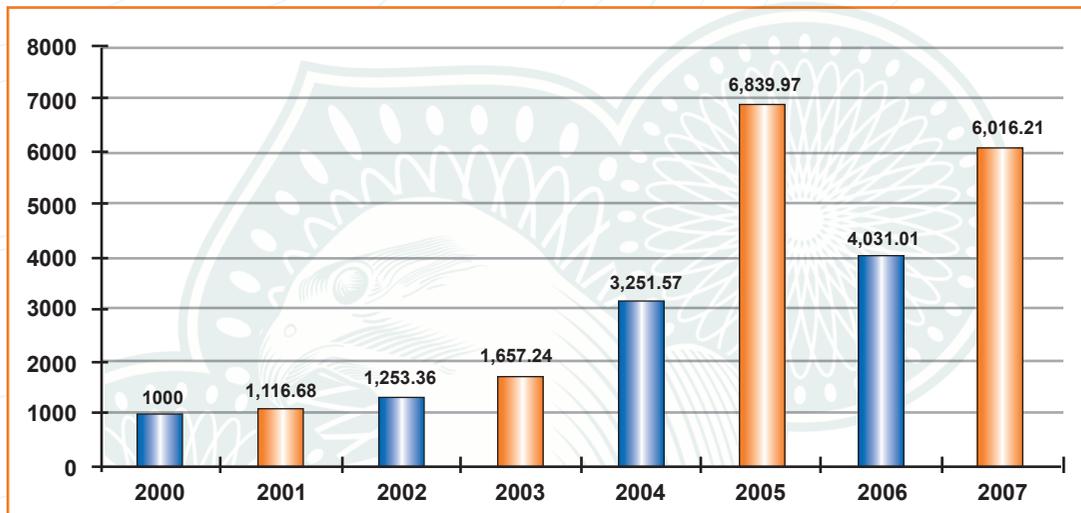
Table No. (2)

Year	ESM Market Index	Market Capitalization AED	Volume of Traded Shares	Value Traded AED	No. of Trades	No. of the Listed Companies
2001	1,116.68	50,130,930,613	77,253,923	1,515,071,809	19,334	27
2002	1,253.36	109,784,090,882	209,230,202	3,861,378,020	36,341	37
2003	1,657.24	145,631,820,623	561,439,842	7,457,778,820	50,712	44
2004	3,251.57	305,803,235,070	6,069,276,451	66,786,465,772	299,280	53
2005	6,839.97	839,683,136,512	33,811,933,303	509,868,016,048	2,300,452	89
2006	4,031.01	514,697,464,200	50,939,871,239	418,149,306,407	3,138,749	106
2007	6,016.21	824,629,199,856	157,318,141,814	554,333,583,214	3,354,617	120

Summary of the Emirates Securities Market performance over the past years through 2007

Chart No. (3)

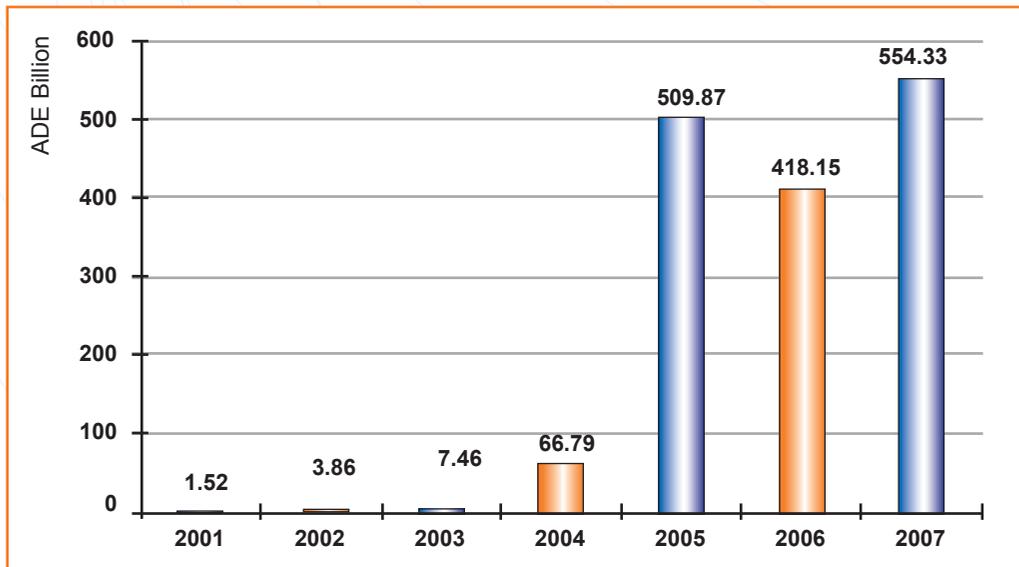
Annual advancement of the ESM index movement since inception through 2007



The Performance of the Emirates Securities Market during the Years 2001 – 2007

Chart No. (4)

Advancement of the annual traded value turnover in AED (2001 through 2007)



Detailed Statistical Bulletin of the ESM Performance during the Year

The ESM experienced a remarkable increase in the prices of shares of the listed companies. This increase was conspicuous across all sectors. The number of companies closed with higher prices by the end of trading sessions of 2007 – compared to the closure of the previous year – was 85 companies out of 109 companies whose shares were traded. Meanwhile, the closing share prices for 17 companies declined and the closing share prices for 18 companies were stable, including 11 companies whose shares were not traded. The total number of companies listed in ESM was 120 companies as shown in Table No. (3) below.

The total number of the listed companies is 120 as indicated in the table No. (3)

Table No. (3)

Companies	Number
Advanced	85
Declined	17
Unchanged	18
Total	120

Benchmark Indices

The SCA index of the Securities and Commodities Authority (SCA) realized a remarkable increase during 2007 with the market index up to 6,016.21 points compared to 4,031.01 points by the end of 2006, i.e. a growth rate of 49.25%.

The following Table No. (4) shows the activity of the various sectors in the ESM where it is noticeable that there was an increase in all market sectors by the end of the year compared to the end of the previous year 2006. The services sector increased by 64.42%, followed by the industrial sector with 47.37%, the banking sector with 36.43% and the insurance sector with 0.07%.

Table No. (4) shows the activity of the various sectors in the ESM.

Table No. (4)

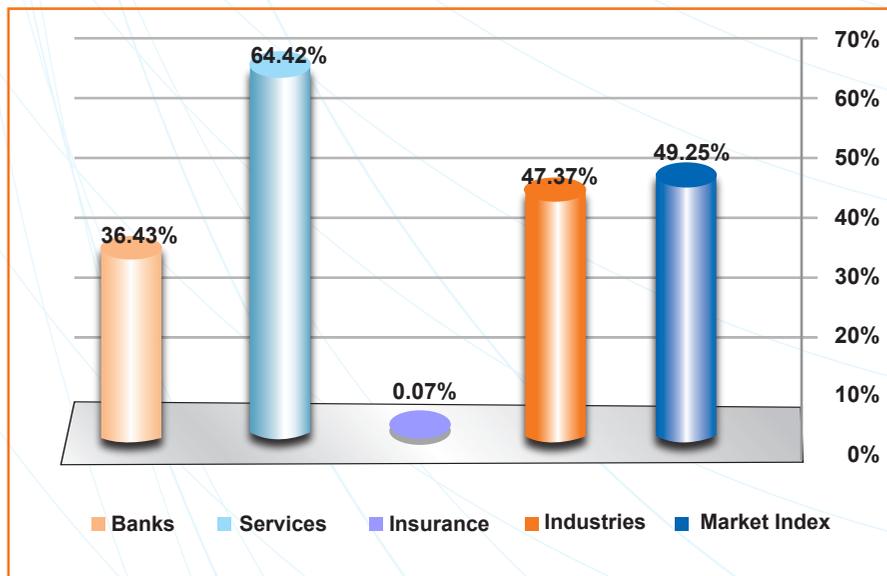
Sector	Closing by end of 2007	Closing by end of 2006	Change Ratio (%)	Annual Trading Value AED	Market Capitalization
Banking	5,953.88	4,364.01	36.43	44,197,035,329	292,897,658,176
Services	6,311.96	3,838.96	64.42	446,113,816,839	441,226,642,784
Insurance	3,640.41	3,637.80	0.07	14,912,707,359	23,082,505,968
Industrial	651.87	442.32	47.37	49,110,023,687	67,422,392,928
ESM Index	6,016.21	4,031.01	49.25	554,333,583,214	824,629,199,856

Source : The Securities & Commodities Authority

Detailed Statistical Bulletin of the ESM Performance during the Year

Chart No. (5) illustrates the performance indices of the sectors represented in the ESM during 2007. As evident in the chart, all sectorial indices have recorded increases during the period.

Chart No. (5)



Trading Activity in the Market

The total value of the shares traded over 2007 about AED 554.33 billion through about 3.35 million completed trades. The number of shares in trade also increased to approximately 157.32 billion shares during the same period.

Table No. (5) provides a comparison for the trading activity during the quarterly and semi-annual periods of 2007.

Table No. (5)

Duration	Volume (Shares)	Value (AED)	Trades	%
First Quarter	12,819,602,321	55,959,557,919	493,239	10.09
Second Quarter	37,249,227,930	121,642,570,783	926,213	21.94
First Semi- Annual	50,068,830,251	177,602,128,702	1,419,452	32.04
Third Quarter	30,722,376,994	84,102,483,108	582,493	15.17
Fourth Quarter	76,526,934,569	292,628,971,403	1,352,672	52.79
Second Semi-Annual	107,249,311,563	376,731,454,511	1,935,165	67.96
Total	157,318,141,814	554,333,583,213	3,354,617	100

Source: SCA, Abu Dhabi Securities Market, Dubai Financial Market

Detailed Statistical Bulletin of the ESM Performance during the Year

Comparison of the Trading Turnover between the Two Markets

During 2007, approximately 1.1 million trades were made in the Abu Dhabi Securities Market through trading in 52.06 billion shares with a total value of AED 175.34 billion; whereas in Dubai Financial Market, approximately 2.2 million trades were made through trading in 105.25 billion shares with a total value of AED 378.99 billion.

The Table No. (6) shows trading movement in both ADSM & DFM

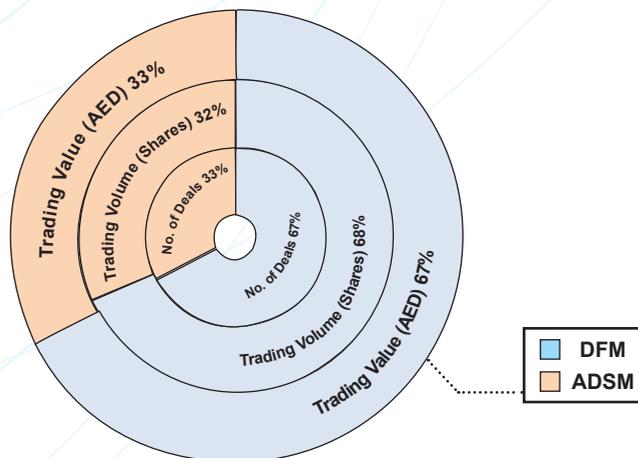
Table No. (6)

Duration	ADSM			DFM		
	Volume (Share)	Value (Dh)	Trades%	Volume (Share)	Value (Dh)	Trades %
1 st Quarter	4,265,260,282	13,000,726,533	153,682	8,554,342,039	42,958,831,386	339,557
2 nd Quarter	14,002,598,517	38,492,556,034	312,214	23,246,629,413	83,150,014,749	613,999
1 st Half	18,267,858,799	51,493,282,567	465,896	31,800,971,452	126,108,846,135	953,556
3 rd Quarter	10,134,737,944	29,354,444,464	206,175	20,587,639,050	54,748,038,644	376,318
4 th Quarter	23,658,500,366	94,494,994,540	430,538	52,868,434,203	198,133,976,863	922,134
2 nd Half	33,793,238,310	123,849,439,004	636,713	73,456,073,253	252,882,015,507	1,298,452
Total	52,061,097,109	175,342,721,571	1,102,609	105,257,044,705	378,990,861,642	2,252,008
%	33.09%	31.63%	32.87%	66.91%	68.37%	67.13%

Charts Nos. (6) to (10) illustrates a number of inputs pertaining to the trading activity in the Emirate Securities Market.

Chart No. (6)

Distribution of the trading activity between ADSM and DFM

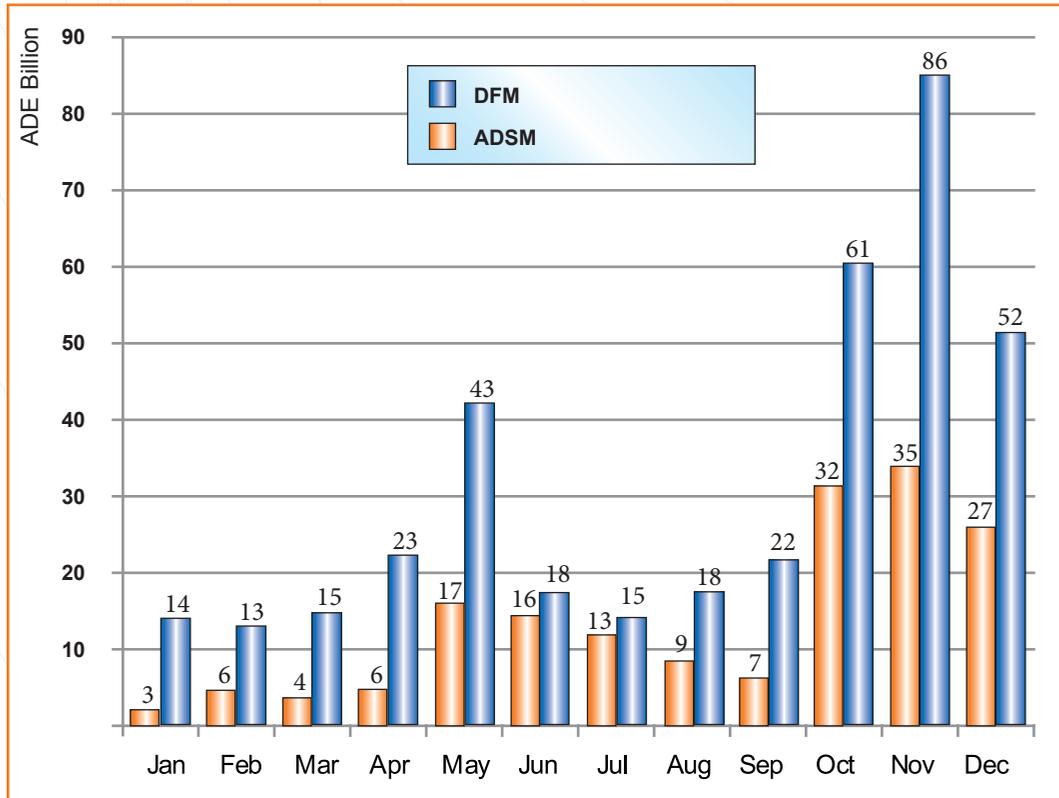


Source: SCA, Abu Dhabi Securities Market, Dubai Financial Market

Detailed Statistical Bulletin of the ESM Performance during the Year

Chart No. (7)

Advancement of the traded value market- wise in AED during 2007



Detailed Statistical Bulletin of the ESM Performance during the Year

Chart No. (8)

Advancement of the traded value of the ESM in AED during 2007

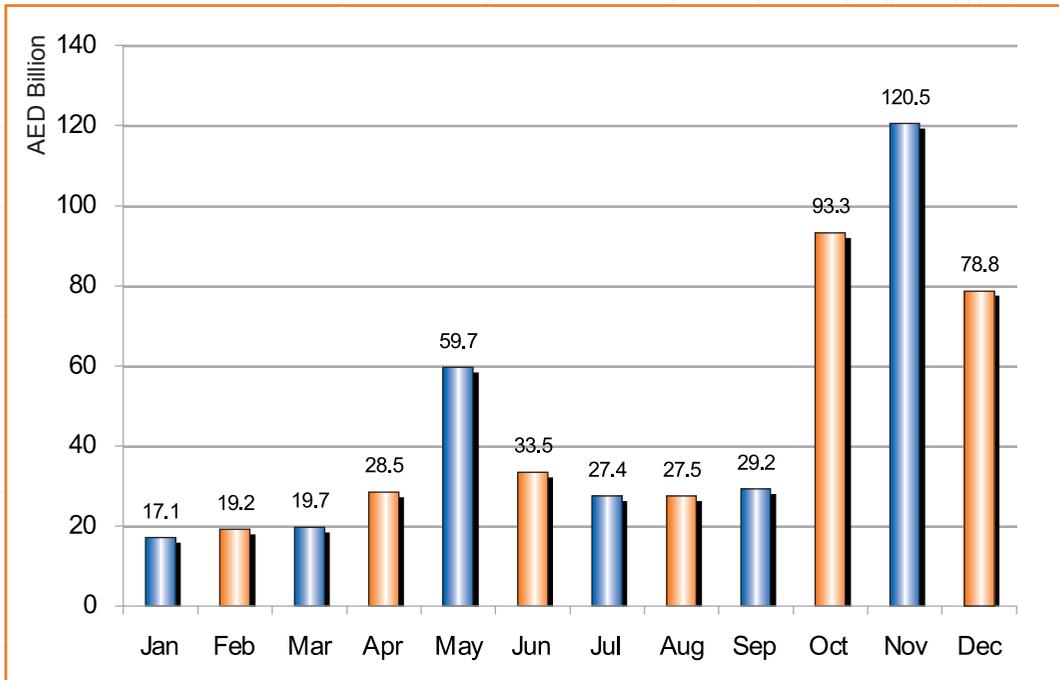
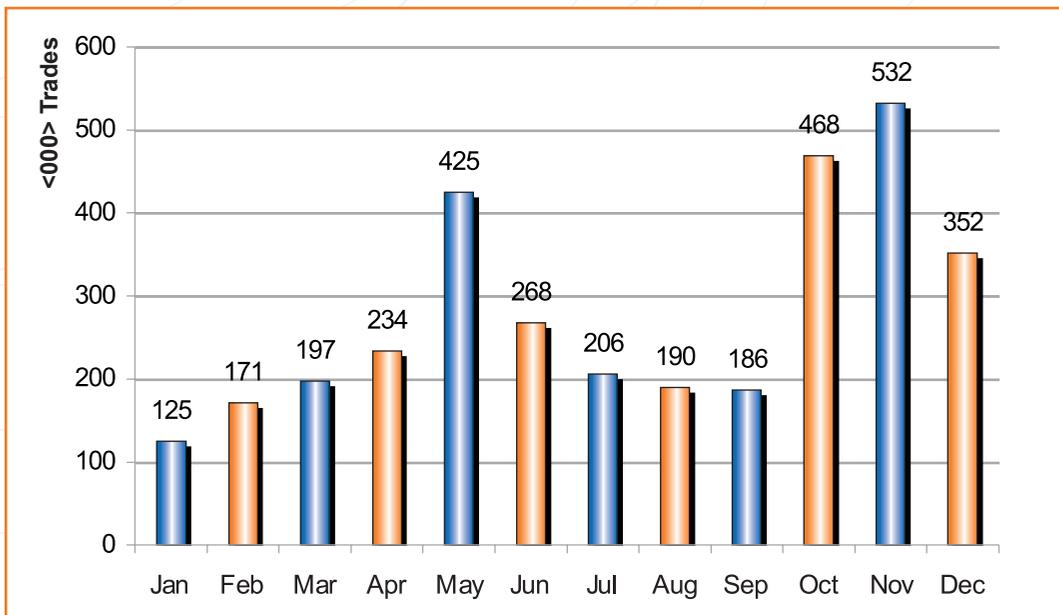


Chart No. (9)

Advancement of the trades' number per month in the ESM during 2007



Detailed Statistical Bulletin of the ESM Performance during the Year

Trading Activity by Sector and Market

The services sector took the lead in terms of traded values during 2007 with a share of 80.48% of the total value of traded shares, followed by the industrial sector with a share of 8.86%, the banking sector with a share of 7.97%, and last the insurance sector with a share of 2.69%.

Table No. (7) shows the trading activity sector- wise during 2007.

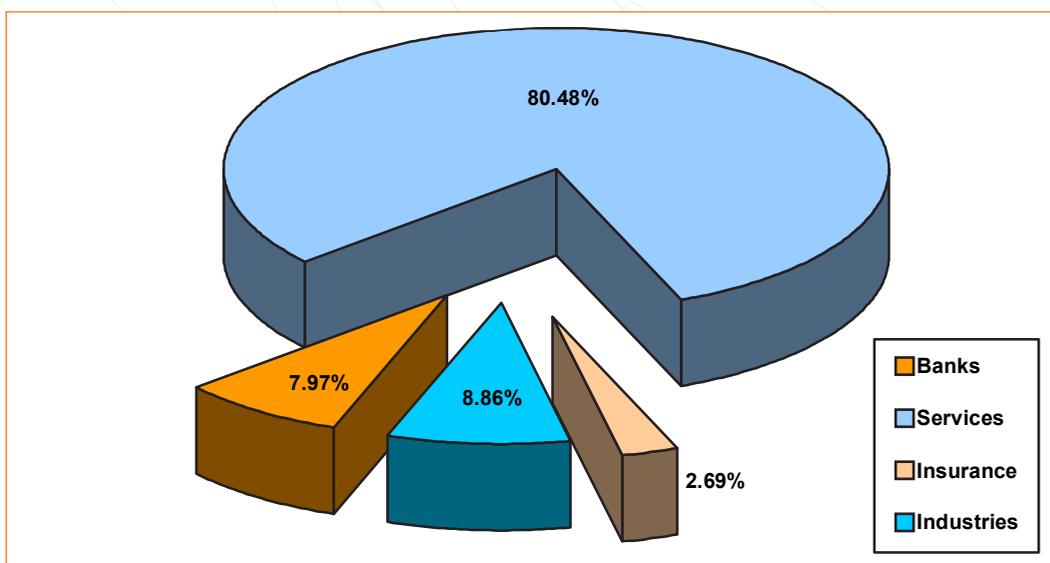
Table No. (7)

Sector	Value Traded (AED)	%
Services	446,113,816,839	80.48
Industries	49,110,023,687	8.86
Banking	44,197,035,329	7.97
Insurance	14,912,707,359	2.69
Total	554,333,583,214	100%

Source: Abu Dhabi Securities Market, Dubai Financial Market

Chart No. (10)

This Chart illustrates the distribution of trading sector- wise during 2007



Source: Abu Dhabi Securities Market, Dubai Financial Market

Detailed Statistical Bulletin of the ESM Performance during the Year

The Table No. (8) shows the trading value of Sectors in AED Market-wise with percentage to the grand total.

Table No. (8)

Sector	DFM		ADSM		ESM	
	Trading Value (AED)	Percentage (%)	Trading Value (AED)	Percentage (%)	Trading Value (AED)	Percentage (%)
Banking	21,276,702,690	3.84%	22,920,332,639	4.13%	44,197,035,329	7.97%
Insurance	14,211,811,841	2.56%	700,895,517	0.13%	14,912,707,359	2.69%
Services	343,488,476,740	61.96%	102,625,340,100	18.51%	446,113,816,839	80.48%
Industries	13,870,371	0.003%	49,096,153,316	8.86%	49,110,023,687	8.86%
Total	378,990,861,642	68.37%	175,342,721,572	31.63%	554,333,583,214	100.00%

Source : SCA, ADSM & DFM

Trading Activity in the Shares of Listed Companies

The year 2007 witnessed a remarkable increase in the prices of most shares. The market values of 85 companies out of 109 companies whose shares were traded have increased. Meanwhile, the share prices for 17 companies declined and the share prices for 18 companies managed to maintain their previous closing prices.

The shares of Emaar Properties and Dubai Financial Market recorded the highest trading activity during the period. The traded value for Emaar during the period was Approximately AED 80.01 billion and for DFM was Approximately AED 55.08 billion. The shares of DFM and Sorouh Real Estate realized the highest increase in market value with their market values rising up to 520.00% and 282.02% respectively. Further, the shares of both Dubai Insurance and Scandinavian Insurance suffered the biggest decreases of 50.00% and 44.94% respectively.

The Table No. (9) shows the top traded companies.

Table No. (9)

Company	Trading Value (AED)	Closing Price	Change Ratio %
Emaar Properties	80,015,430,290	14.90	22.13
Dubai Financial Market	55,086,421,964	6.20	520.00
Deyaar Development Pjsc	46,319,816,916	2.92	192.00
Al Dar Properties	31,372,451,609	12.10	208.67

Source : ADSM & DFM

Detailed Statistical Bulletin of the ESM Performance during the Year

The Table No. (10) shows the companies with the highest increase in share price in Emirates Securities Market.

Table No. (10)

Company	Trading Value (AED)	Closing Price	Change Ratio %
Dubai Financial Market	55,086,421,964	6.20	520.00
Sorouh Real Estate	21,093,040,712	8.71	282.02
Al Dar Properties	31,372,451,609	12.10	208.67
Emirates Motor Drivers Training Company	136,500,393	5.65	205.41

Source : ADSM & DFM

The Table No. (11) shows the companies with the lowest increase in share price in the Emirates Securities Market.

Table No. (11)

Company	Trading Value (AED)	Closing Price	Change Ratio %
Dubai Insurance Company	5,445,397	28.50	-50.00
Arabian Scandinavian Insurance Co	23,719,735	2.45	-44.94
Grand Real Estate Projects Co.	2,917,882	4.72	-31.99
Emirates Insurance Company	58,537,072	8.44	-30.25

Source : ADSM & DFM



Detailed Statistical Bulletin of the ESM Performance during the Year

Trading Activity by Sector and Company Capitalization

1. Banking Sector

Table No. (12) illustrates some information related to trading and share turnover during 2007 for the banking sector companies.

Table No. (12)

Banking	Closing Price by end of 2007	Closing Price by end of 2006	Annual Change (AED)	Annual Change Ratio (%)	Annual Trading Value	Number of Transactions	Market Capitalization
Abu Dhabi Commercial Bank	6.42	5.82	0.60	10.31	3,351,207,605	16,199	25,680,000,000
Abu Dhabi Islamic Bank	63.00	51.20	11.80	23.05	7,431,687,794	45,651	9,450,000,000
Arab Emirates Investment Bank	1215.15	1430.00	-214.85	15.02	219,596	9	546,059,300
Bank Of Sharjah	3.16	2.74	0.42	15.33	382,009,046	2,432	3,950,000,000
Commercial Bank Of Dubai	10.30	7.60	2.70	35.53	252,733,049	663	11,633,610,000
Commercial Bank International	3.14	2.50	0.64	25.60	574,139,289	2,564	3,419,462,000
Commercial International Bank (Egypt) S.A.E.	23.90	--	--	--	--	--	0
Dubai Islamic Bank	11.00	7.55	3.45	45.70	19,171,214,159	109,226	32,956,000,000
Emirates Bank International	1.10	--	--	--	--	--	822,250,000
Emirates Islamic Bank	14.50	9.30	5.20	55.91	854,653,711	3,887	59,840,110,000
Emirates NBD .P.J.S.C	22.20	12.10	10.10	83.47	6,073,839,222	11,916	27,750,000,000
First Gulf Bank	10.30	8.34	1.96	23.50	276,670,574	1,286	2,060,000,000
Finance House	11.50	8.78	2.72	30.98	7,497,184	158	0
Gulf Finance House	3.60	2.52	1.08	42.86	143,885,726	1,169	3,600,000,000
Invest Bank	308.00	207.70	100.30	48.29	90,341,247	58	34,682,450,000
Mashreq Bank	22.70	15.96	6.74	42.23	1,282,019,775	4,806	36,122,600,000
National Bank Of Abu Dhabi	5.28	5.00	0.28	5.60	10,748,819	157	5,808,000,000
National Bank Of Dubai	8.40	5.00	3.40	68.00	160,094,785	144	5,544,000,000
National Bank Of Fujairah	4.06	2.53	1.53	60.47	1,201,526,832	8,254	4,466,000,000
National Bank Of Umm Al Qaiwain	8.50	6.45	2.05	31.78	75,744,743	146	5,241,844,000
Sharjah Islamic Bank	6.67	7.14	-0.47	6.58-	322,194,631	318	4,747,141,000
National Bank Of Ras Al-Khaimah	9.33	6.90	2.43	35.22	1,634,563,799	5,405	14,578,120,000
Total 22 company					43,296,991,585	214,448	292,897,700,000



Detailed Statistical Bulletin of the ESM Performance during the Year

Trading Activity by Sector and Company Capitalization

2. Insurance Sector

Table No. (13) illustrates some information related to trading and share turnover during 2007 for the insurance sector companies.

Table No. (13)

Insurance	Closing Price by end of 2007	Closing Price by end of 2006	Annual Change (AED)	Annual Change Ratio (%)	Annual Trading Value	Number of Transactions	Market Capitalization
Alain Ahlia Insurance Company	146.00	133.05	12.95	9.73	20,983,399	37	1,752,000,000
Al Buhaira National Insurance Co	9.42	8.71	0.71	8.15	96,577,918	87	2,355,000,000
Abu Dhabi National Insurance Company	8.02	8.50	-0.48	-5.65	85,442,008	286	2,406,000,000
Al Fujairah National Insurance Company	300.00	300.00	0.00	0.00	150,000	1	225,000,000
Al Khazna Insurance Co.	1.62	1.83	-0.21	-11.48	96,882,708	1,467	648,000,000
Alliance Insurance Co	639.20	--	--	--	--	--	383,520,000
Dubai Islamic Insurance & Re Insurance Company	28.00	19.70	8.30	42.13	2,536,516,330	26,333	560,000,000
Arab Orient Insurance Co.	165.68	--	--	--	--	--	331,360,000
Arab Insurance Group - Arig	3.38	2.65	0.73	27.55	44,014,084	802	0
Arabian Scandinavian Insurance Co	2.45	4.45	-2.00	-44.94	23,719,735	69	343,000,000
Al Sagar National Insurance Co	5.33	--	--	--	--	--	799,500,000
Lwathba Natioual Insurance Company	7.48	7.00	0.48	6.86	37,704,268	128	897,600,000
Aldhafra Insurance Company	6.50	6.50	0.00	0.00	27,983,870	64	487,500,000
Dubai Insurance Company	28.50	57.00	-28.50	-50.00	5,445,397	36	213,750,000
Dubai National Insurance & Reinsurance Co	4.18	3.24	0.94	29.01	7,845,709	164	418,000,000
Emirates Insurance Company	8.44	12.10	-3.66	-30.25	58,537,072	299	1,012,800,000
Islamic Arab Insurance Co.	3.79	2.96	0.83	28.04	11,578,332,038	115,222	4,169,000,000
National General Insurance Co.	6.71	--	--	--	--	--	816,714,400
Oman Insurance Company	10.25	14.53	-4.28	-29.46	15,938,549	173	2,898,188,000
Ras Alkhaimah National Insurance Co.	5.70	4.78	0.92	19.25	7,247,414	16	399,000,000
Sharjah Insurance Co	6.50	4.50	2.00	44.44	39,116,362	49	650,000,000
Abu Dhabi National Takaful Co	6.07	3.07	3.00	97.72	137,063,156	1,787	364,200,000
United Insurance Company	5.50	5.50	0.00	0.00	2,704,000	5	275,000,000
Union Insurance Co	3.06	1.63	1.43	87.73	90,503,344	592	677,373,800
Total – 24 company					14,912,707,359	147,617	23,082,500,000



Detailed Statistical Bulletin of the ESM Performance during the Year

Trading Activity by Sector and Company Capitalization

3. Services Sector

Table No. (14) illustrates some information related to trading and share turnover during 2007 for the services sector companies.

Table No. (14)

Services	Closing Price by end of 2007	Closing Price by end of 2007	Annual Change (AED)	Annual Change Ratio (%)	Annual Trading Value	Number of Transactions	Market Capitalization
Fujairah Trade Centre	--	--	--	--	--	--	--
Aabar Energy (Aabarpetroleum Investments Co)	3.74	2.16	1.58	73.15	7,831,735,264	71,385	3,366,000,000
Abu Dhabi Aviation	3.37	2.10	1.27	60.48	113,363,738	1,453	1,362,666,000
Air Arabia Co.	1.97	1.00	0.97	97.00	26,000,914,963	190,191	9,193,398,000
Al Dar Properties	12.10	3.92	8.18	208.67	31,372,451,609	98,668	25,804,230,000
Al Firdous Holdings	2.68	1.00	1.68	168.00	30,205,222	852	1,608,000,000
Al Madina For Finance And Investment	10.30	10.30	0.00	0.00	332,891,017	3,294	0
Amlak Finance	5.13	5.13	0.00	0.00	23,914,076,334	208,768	7,695,000,000
Aramex	3.04	2.40	0.64	26.67	6,200,413,472	74,375	3,344,000,000
Arabtec Holding	9.33	4.61	4.72	102.39	7,509,550,783	43,700	5,579,340,000
International Fish Farming Co.	5.97	3.76	2.21	58.78	30,419,408	1,052	179,100,000
Bayan Investment Co.	3.80	4.20	-0.40	-9.52	978,072	6	0
Dubai Development Company	2.24	2.00	0.24	12.00	32,200	3	22,400,000
Deyaar Development Pjsc	2.92	1.00	1.92	192.00	46,319,816,916	189,332	16,871,760,000
Dubai Financial Market	6.20	1.00	5.20	520.00	55,086,421,964	334,864	49,600,000,000
Dubai Investment Company	5.45	3.92	1.53	39.03	24,569,934,212	149,377	11,830,530,000
Emirates Motor Drivers Training Company	5.65	1.85	3.80	205.41	136,500,393	2,065	461,175,600
Emirates Integrated Telecommunications Co.	7.41	6.54	0.87	13.30	11,051,616,823	87,566	29,640,000,000
Emaar Properties	14.90	12.20	2.70	22.13	80,015,430,290	239,473	90,835,290,000
Emirates Telecommunication Co.	23.05	15.41	7.64	49.58	6,431,578,105	24,332	115,048,300,000
Gulf General Investment Co.	8.79	6.22	2.57	41.32	402,254,261	2,255	4,746,600,000
Global Investement House	14.75	12.00	2.75	22.92	423,915,173	313	0
Gulf Medical Projects Co	6.10	4.04	2.06	50.99	6,065,810	29	671,000,000
Gulf Petroleum Investment	6.50	5.52	0.98	17.75	1,243,805	22	0
Grand Real Estate Projects Co.	4.72	6.94	-2.22	-31.99	2,917,882	48	0
Gulf Navigation Holding	1.65	1.00	0.65	65.00	22,892,606,439	170,666	2,730,750,000

Detailed Statistical Bulletin of the ESM Performance during the Year

Trading Activity by Sector and Company Capitalization

3. Services Sector (continued)

Continued.. Table No. (14)

Services	Closing Price by end of 2007	Closing Price by end of 2006	Annual Change (%)	Annual Change Ratio (%)	Annual Trading Value	Number of Transactions	Market Capitalization
International Financial Advisors	11.75	10.50	1.25	11.90	5,728,758	99	0
International Investment Group	4.70	5.70	-1.00	-17.54	682,400	9	0
Al Mazaya Holding Co.	10.25	7.32	2.93	40.03	22,212,022	170	0
National Marine Dredging Company	8.20	4.35	3.85	88.51	57,866,500	833	1,385,800,000
National Real Estate Company	6.06	7.67	-1.61	-20.99	242,866	6	0
Oman & Emirates Investment Holding Company	34.35	30.00	4.35	14.50	3,427,725	444	0
Oasis Capital	2.66	0.98	1.68	171.43	22,199,322,937	108,191	3,990,000,000
Palestine Tele-Communications Co.	29.00	35.05	-6.05	-17.26	151,309	13	0
Qatar Telecom	235.00	220.00	15.00	6.82	92,275,257	348	0
Ras Al Khaima Properties Company	2.46	1.48	0.98	66.22	11,407,867,115	92,620	4,920,000,000
Salam International Investment Limited	20.90	19.55	1.35	6.91	772,182	23	0
Commercial Markets Complex Co.	5.68	--	--	--	--	--	0
Shuaa Capital	6.50	4.69	1.81	38.59	1,341,120,620	11,914	3,575,000,000
Sorouh Real Estate	8.71	2.28	6.43	282.02	21,093,040,712	97,765	21,775,000,000
Sudan Telecom Co.Ltd	8.16	7.80	0.36	4.62	1,849,274,218	14,349	0
National Central Cooling Company - Tabreed	3.41	2.07	1.34	64.73	6,607,846,812	83,631	3,866,940,000
Tamweel	6.85	4.13	2.72	65.86	19,200,363,427	114,515	6,850,000,000
Union Properties	5.13	2.41	2.72	112.86	11,258,115,054	87,212	14,274,360,000
Agility	19.55	22.00	-2.45	-11.14	296,172,772	70	0
Total 45 company					446,113,816,839	2,506,301	441,226,600,000



Detailed Statistical Bulletin of the ESM Performance during the Year

Trading Activity by Sector and Company Capitalization

4. Industry Sector

The table No. (15) overviews perspective information that closely related to trading & share movement in the Industry sector during 2007.

Table No. (15)

Industries	Closing Price by end of 2007	Closing Price by end of 2006	Annual Change	Annual Change Ratio %	Annual Trading Value	Number of Transactions	Market Capitalization
Aerated Concrete Industries Company	6.35	6.05	0.30	4.96	99,458	13	0
Abu Dhabi National Hotels	8.94	4.71	4.23	89.81	588,093,671	1,880	6,436,799,000
Abu Dhabi Ship Building	5.06	2.85	2.21	77.54	92,471,946	1,508	975,163,200
Emirates Food Stuff & Mineral Water Co.	2.03	1.30	0.73	56.15	3,545,978,614	48,559	1,218,000,000
Arab Heavy Industries	193.35	--	--	--	--	--	129,981,300
Arkan Building Materials	3.80	1.75	2.05	117.14	19,031,567,860	163,193	6,650,000,000
Abu Dhabi National Co. For Building Materials	3.91	3.97	-0.06	-1.51	744,954,810	6,078	1,173,000,000
Dana Gas	2.18	1.57	0.61	38.85	10,372,055,016	143,058	12,883,800,000
Dubai Refreshments Company	15.75	12.00	3.75	31.25	725,800	16	787,500,000
Fujairah Building Industries	4.20	3.08	1.12	36.36	7,351,968	226	420,000,000
Fujairah Cement Industries Co.	4.45	4.50	-0.05	-1.11	42,587,659	321	1,227,383,000
Foodco Holding	4.15	3.70	0.45	12.16	62,126,476	1,338	415,000,000
Gulf Cement Co.	6.12	3.51	2.61	74.36	2,003,240,857	9,682	4,369,663,000
Gulfa Mineral Water & Processing Industries Co	2.00	--	--	--	--	--	50,000,000
Jeema Mineral Water	6.64	--	--	--	--	--	199,200,000
Gulf Pharmaceutical Industries- Julfar	2.37	1.86	0.51	27.42	107,508,977	2,001	1,477,856,000
National Cement Company	11.00	9.80	1.20	12.24	12,864,288	312	3,036,000,000
National Corporation Of Tourism	9.10	4.65	4.45	95.70	60,706,382	199	910,000,100
National Industries Group Holding	16.65	14.35	2.30	16.03	180,825	5	0
Umm Al Qaiwain Cement Industries Co.	3.05	1.72	1.33	77.33	71,302,420	566	915,000,000
Ras Al Khaimah Cement Co.	2.11	2.07	0.04	1.93	3,706,814,455	34,649	1,021,240,000
Ras Al Khaimah Ceramics	4.83	4.77	0.06	1.26	43,143,892	622	2,247,475,000
Ras Al Khaimah Co. For White Cement & Construction Materials	2.18	1.72	0.46	26.74	629,013,152	6,256	1,018,060,000
Ras Al Khaimah Poultry Co & Feeding Co.	3.56	4.50	-0.94	-20.89	4,011,196	76	307,584,000
Sharjah Cement & Industrial Development Co.	5.00	3.52	1.48	42.05	246,485,947	1,687	2,349,014,000
Abu Dhabi National Energy Company	3.55	2.15	1.40	65.12	7,604,642,052	60,491	14,732,500,000
Union Cement Co.	4.13	3.91	0.22	5.63	132,095,967	1,407	2,289,672,000
United Foods Company	3.30	--	--	--	--	--	82,500,000
United Kaipara Dairies Co.	400.00	--	--	--	--	--	100,000,000
Total 45 Company					49,110,023,687	484,143	67,422,400,000

Detailed Statistical Bulletin of the ESM Performance during the Year

Growth Percentage as per Sector and some Financial Indicators of Companies

1. Banking Sector

The following table shows the comparison between companies' profits during 2006 & 2007 as well as the profit growth ratio posted by each company . Moreover, it includes the price earning and earnings per share (Banking Sector).

Table No. (16)

Banks	Closing Year 2007	Price Earning (Times)	Earning Per share	Net Profit in year 2006 (1000 AED)	Net Profit in year 2007 (1000 AED)	Profit Growth Rate (%)
Abu Dhabi Commercial Bank	6.42	12.84	0.5	2,147,199	2,084,930	-2.90
Abu Dhabi Islamic Bank	63.00	12.30	5.12	571,951	769,044	34.46
Arab Emirates Investment Bank	1,215.15	20.75	58.56	35,959	26,467	-26.40
Bank of Sharjah	3.16	9.88	0.32	320,122	404,001	26.20
Commercial Bank of Dubai	10.30	12.26	0.84	601,372	935,917	55.63
Commercial Bank International	3.14	10.47	0.3	8,656	320,620	3604.02
Commercial International Bank (Egypt)	23.90	6.11	3.91	513,144	862,962	68.17
Dubai Islamic Bank	11.00	13.25	0.83	1,577,843	2,512,821	59.26
Emirates Bank International	--	--	--	--	--	--
Emirates Islamic Bank	1.10	3.44	0.32	117,460	238,533	103.08
Emirates National Bank of Dubai	14.50	16.86	0.86	1,888,292	2,770,908	0.00
First Gulf Bank	22.20	13.79	1.61	1,535,850	2,008,159	30.75
Finance House	10.30	10.20	1.01	160,604	202,809	26.28
Gulf Finance House	11.50	6.57	1.75	778,213	1,261,199	62.06
Invest Bank	3.60	12.41	0.29	175,624	290,365	65.33
Mashreq Bank	308.00	18.25	16.88	1,642,742	2,125,995	29.42
National Bank of Abu Dhabi	22.70	14.46	1.57	2,105,885	2,505,137	18.96
National Bank of Dubai	--	--	--	1,106,347	--	--
National Bank of Fujairah	5.28	18.21	0.29	237,553	323,848	36.33
National Bank of Umm Al Qaiwain	8.40	16.47	0.51	87,958	333,770	279.47
Sharjah Islamic Bank	4.06	15.04	0.27	200,648	301,839	50.43
RAK Bank	8.50	13.08	0.65	258,810	401,388	55.09
United Arab Bank	6.67	22.23	0.3	158,154	211,348	33.63
Union National Bank	9.33	12.44	0.75	1,009,504	1,179,351	16.82
Total 24 Company		13.24		17,239,890	22,071,410	28.03

Detailed Statistical Bulletin of the ESM Performance during the Year

Growth Percentage as per Sector and some Financial Indicators of Companies

2. Insurance Sector

The following table shows the comparison between companies' profits during 2006 & 2007 as well as the profit growth ratio posted by each company. Moreover, it includes the price earning and earnings per share (Insurance Sector).

Table No. (17)

Insurance	Closing Year 2007	Price Earning (Times)	Earning Per share	Net Profit in year 2006 (1000 AED)	Net Profit in year 2007 (1000 AED)	Profit Growth Rate (%)
Al-Ain Ahlia Insurance Co	146.00	8.42	17.34	183,123	208,101	13.64
Al Buhaira National Insurance	9.42	14.72	0.64	120,018	160,725	33.92
Abu Dhabi National Insurance	8.02	7.29	1.1	301,107	330,237	9.67
Al Fujairah National Insurance	300.00	4.07	73.64	(13,408)	55,233	511.94
Al Khazna Insurance Co	1.62	4.63	0.35	81,150	138,964	71.24
Alliance Insurance	639.20	7.47	85.53	33,587	51,318	52.79
Aman Insurance	28.00	14.29	1.96	(13,735)	41,560	402.59
Arab Orient Insurance	165.68	2.43	68.05	95,075	136,105	43.16
Arab Insurance - ARIG	3.38	8.45	0.4	111,443	86,814	-22.27
Scandinavian Insurance	2.45	4.02	0.61	7,031	84,971	1108.52
Al Saqr National Insurance	5.33	4.68	1.14	11,722	121,285	934.68
Al Whathba Insurance	7.48	13.12	0.57	37,850	67,949	79.52
Al Dharfra Insurance Co	6.50	8.23	0.79	41,989	59,620	41.99
Dubai Insurance Company	28.50	4.93	5.78	(23,314)	44,075	289.05
Dubai National Insurance	4.18	11.61	0.36	30,180	36,050	22.89
Emirates Insurance Co	8.44	7.47	1.13	83,095	135,754	63.37
Islamic Arabic Insurance	3.79	27.07	0.14	182,141	154,767	-15.03
National General Insurance	6.71	7.46	0.9	237	109,110	45938.02
Oman Insurance Company	10.25	4.70	2.18	202,751	631,104	211.27
RAK National Insurance	5.70	9.83	0.58	23,328	40,363	73.02
Sharjah Insurance	6.50	5.75	1.13	(71,569)	113,110	258.04
Takaful	6.07	33.72	0.18	8,094	10,572	30.62
United Insurance Company	5.50	6.25	0.88	7,098	44,114	521.51
Union Insurance Company	3.06	7.85	0.39	(41,769)	81,731	295.67
Total 24 Company		9.52		1,397,224	2,943,633	110.68

Detailed Statistical Bulletin of the ESM Performance during the Year

Growth Percentage as per Sector and some Financial Indicators of Companies

3. Services Sector

The following table shows the comparison between companies' profits during 2006 & 2007 as well as the profit growth ratio posted by each company. Moreover, it includes the price earning and earnings per share (Services Sector).

Table No. (18)

Services	Closing Year 2007	Price Earning (Times)	Earning Per share	Net Profit in year 2006 (1000 AED)	Net Profit in year 2007 (1000 AED)	Profit Growth Rate (%)
Aabar Energy	3.74	14.96	0.25	147,202	372,750	153.22
Abu Dhabi Aviation Co	3.37	17.74	0.19	50,501	75,866	50.23
Air Arabia	1.97	32.83	0.06	--	281,972	--
AL Dar Properties	12.10	11.00	1.10	1,250	1,941	55.28
Al Firdous Holding *	2.68	67.00	0.04	(583)	35,557	6198.97
Al Madina For Finance	10.30	5.95	1.73	96,076	296,366	208.47
Amlak Finance Company	5.13	25.65	0.2	130,423	302,862	132.22
ARAMEX	3.04	27.64	0.11	109,004	141,067	29.41
Arabtec Holding Company	9.33	10.37	0.9	218,828	577,537	163.92
International Fish Farming Company	5.97	85.29	0.07	(20,105)	2,243	111.16
Bayan Investment	3.80	1.20	3.17	(91,940)	101,040	218.12
Dubai Development	2.24	3.25	0.69	428	459	7.24
Deyaar Development	2.92	41.71	0.07	--	416,372	--
Dubai Financial Market	6.20	34.44	0.18	--	1,439,607	--
Dubai Investment	5.45	7.90	0.69	992,845	1,592,498	60.40
Emirates Driving Company	5.65	7.96	0.71	3,867	58,248	1406.27
Integrated Telecom -du	7.41	-33.68	-0.22	(608,923)	(885,267)	-45.38
Emaar Properties	14.90	13.80	1.08	6,355,739	6,536,358	2.84
Emirates Telecom - ETISALAT	23.05	15.79	1.46	5,859,747	7,296,644	24.52
Fujairah Trade Center	1.00	4.55	0.22	25,578	1,721	-93.27
Gulf General Investment Co.	8.79	8.53	1.03	436,945	625,961	43.26
Global Investment	14.75	9.39	1.57	915,729	1,236,661	35.05
Gulf Medical	6.10	9.53	0.64	30,534	70,257	130.10
Gulf Petroleum Investment	6.50	1.01	6.43	91,047	88,860	-2.40
Grand Real Estat Projects	4.72	0.57	8.24	164,943	317,139	92.27
Gulf Navigation Holding	1.65	23.57	0.07	--	116,048	--
Financial Advisors	11.75	4.21	2.79	(416,433)	1,277,829	406.85
International Investment Group	4.70	5.28	0.89	301,946	283,760	-6.02
Al Mazaya Holding	10.25	6.83	1.5	299,912	429,526	43.22
National Marine Dredging Co	8.20	6.51	1.26	44,419	213,131	379.82
National Real Estate	6.06	0.76	7.96	442,400	534,007	20.71
Oman & Emirates Investment Holding	34.35	1.52	22.58	30,578	175,947	475.40
Oasis Capital	2.66	24.18	0.11	95,763	170,731	78.28
Palestine Telecom	29.00	11.15	2.6	292,961	342,700	16.98
Qatar Telecom - QTEL	235.00	13.87	16.94	1,671,263	1,896,772	13.49
RAK Properties	2.46	9.84	0.25	473,897	496,228	4.71
Salam International	20.90	13.40	1.56	131,064	130,078	-0.75
Commercial Markets Complex	5.68	0.51	11.05	63,046	184,168	192.12
SHUAA Capital **	6.50	10.57	0.615	154,613	343,837	122.39
Sorouh Real Estate	8.71	17.42	0.5	975,530	1,257,391	28.89
Sudan Telecom - SUDATEL	8.16	7.03	1.1744	2,680,916	890,349	-66.79
TABREED	3.41	56.83	0.06	125,257	101,163	-19.24
Tamweel	6.85	15.22	0.45	851,821	451,239	-47.03
Union Properties	5.13	20.52	0.25	613,968	684,431	11.48
Agility	19.55	8.39	2.33	2,130,546	2,191,186	2.85
Total 45 Company		15.16		25,872,602	33,155,239	28.15

* Al Firdous Holding's profits are for nine months only as of 31 March is the end of its fiscal year.

** Shuaa's profits are for nine months only as of 31 March is the end of its fiscal year.

Detailed Statistical Bulletin of the ESM Performance during the Year

Growth Percentage as per Sector and some Financial Indicators of Companies

4. Industry Sector

The following table shows the comparison between companies' profits during 2006 & 2007 as well as the profit growth ratio posted by each company. Moreover, it includes the price earning and earnings per share (Industry Sector).

Table No. (19)

Industry	Closing Year 2007	Price Earning (Times)	Earning Per share	Net Profit in year 2006 (1000 AED)	Net Profit in year 2007 (1000 AED)	Profit Growth Rate (%)
Aerated Concrete Industries	6.35	4.12	1.54	177,411	294,980	66.27
Abu Dhabi National Hotels	8.94	13.55	0.66	292,517	471,659	61.24
Abu Dhabi Ships Building	5.06	37.48	0.135	46,952	26,044	-44.53
AGTHIA	2.03	31.72	0.064	29,101	38,148	31.09
Arab Heavy Industries	193.35	2.45	78.86	24,284	53,014	118.31
Arkan Building Material	3.80	32.76	0.116	175,110	202,669	15.74
Abu Dhabi National Building - BILDCO	3.91	20.58	0.19	74,213	58,918	-20.61
DANA Gas	2.18	114.74	0.019	814,000	111,000	-86.36
Dubai Refreshments	15.75	37.50	0.42	20,122	21,104	4.88
Fujairah Building Industries	4.20	11.67	0.36	20,766	35,557	71.23
Fujairah Cement	4.45	7.18	0.62	150,214	173,225	15.32
Foodco Holding	4.15	16.60	0.25	60,726	24,645	-59.42
Gulf Cement Co	6.12	10.55	0.58	110,190	413,823	275.55
GULFA Mineral Water	2.00	25.00	0.08	219	2,300	950.23
Jeema Mineral	6.64	60.36	0.11	4,254	3,265	-23.25
Gulf Pharmaceutical - Julphar	2.37	6.58	0.36	66,663	207,461	211.21
National Cement	11.00	15.07	0.73	216,130	201,920	-6.57
National Corporation of Tourism	9.10	10.96	0.83	11,876	82,869	597.77
National Industries Group	16.65	6.71	2.48	2,500,311	3,199,728	27.97
Umm Al Qaiwain Cement	3.05	8.54	0.357	(11,798)	106,970	1006.69
RAK Cement	2.11	19.18	0.11	125,790	54,935	-56.33
RAK Ceramics	4.83	13.80	0.35	153,694	169,727	10.43
RAK White Cement	2.18	6.41	0.34	67,395	160,516	138.17
RAK Poultry & Feeding	3.56	6.03	0.59	9,374	51,463	449.00
Sharjah Cement	5.00	5.88	0.85	250,394	408,203	63.02
National Energy-TAQA	3.55	14.20	0.25	806,154	1,375,626	70.64
Union Cement Co	4.13	13.32	0.31	178,832	172,499	-3.54
United Foods	3.30	6.35	0.52	4,739	12,929	172.83
Kaipara Dairies	400.00	4.76	84.05	12,329	21,012	70.43
Total 29 Company		19.45		6,391,962	8,156,211	27.60
Grand Total	--	14.34	--	50,901,678	66,326,492	30.30%

Commodities Markets in the UAE

The Securities and Commodities Authority (SCA) has an oversight responsibility over Dubai Gold & Commodities Exchange (DGCX) under the power vested with SCA to supervise and monitor the securities and commodities markets in the UAE. A memorandum of understanding was signed between SCA and DGCX the objective of which is to promote standards and levels of disclosure and transparency underlying transactions with the ultimate objectives of protecting the interests of investors.

Pursuant to SCA decision No. 157 of 2005, the DGCX was established and obtained a license to start its practice on November 15th of the same year. SCA had previously reviewed DGCX's internal by-laws and regulations. The first exchange transaction in DGCX took place on November 22nd of the same year.

DGCX is most recent electronic state-of-the-art exchange market for the exchange trading of commodities derivative exchange options online. Furthermore, it is the first international exchange for commodities derivatives exchange-options in the Middle East.

Oversight over DGCX, the first of its kind in the region, is carried out through a control system that ensures sound transactions and settlement of all trades after obtaining all required approvals.

Futures contracts for steel, Indian Rupee were listed during 2007, in addition to the commodities which were previously traded before (gold, silver, Al-Fujaira fuel oil, Euro, Sterling Pound, and Yen), in the DGCX.

The total number of brokers licensed to operate in the DGCX became 121 brokers with SCA granting 34 licenses to new brokers during the same year.

The most important statistical indicators of the DGCX business are:

- The number of futures contracts amounted to 906,708 with an increase of 48% above 2006.
- The traded value amounted to US\$ 35 billion with an increase of 125% above 2006.
- The number of deals amounted to 257,963 with an increase of 20% above 2006.

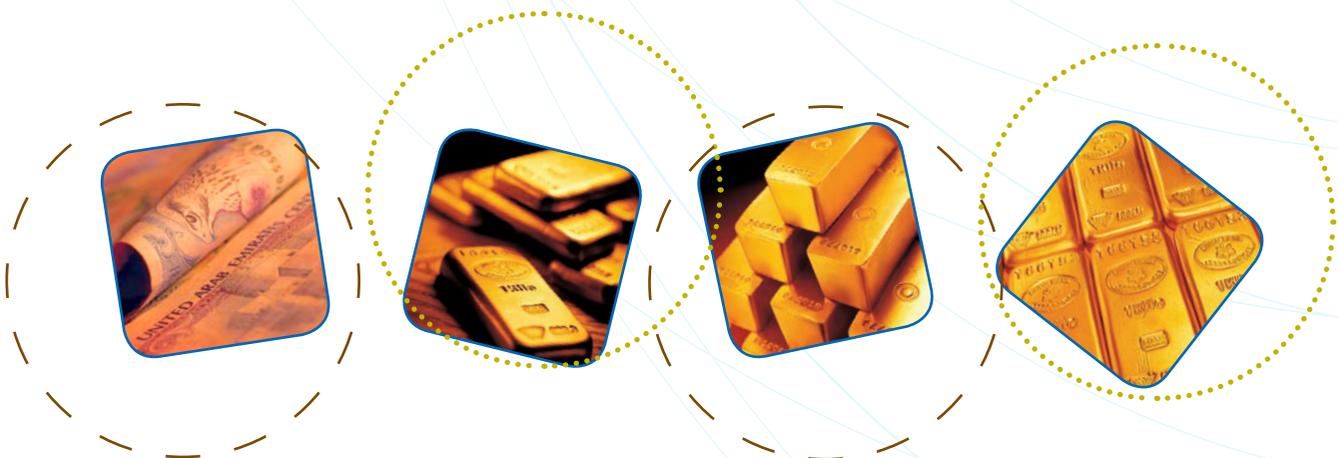


Chart No. (11)

Monthly Traded Value Exchanges on DGCX during 2007

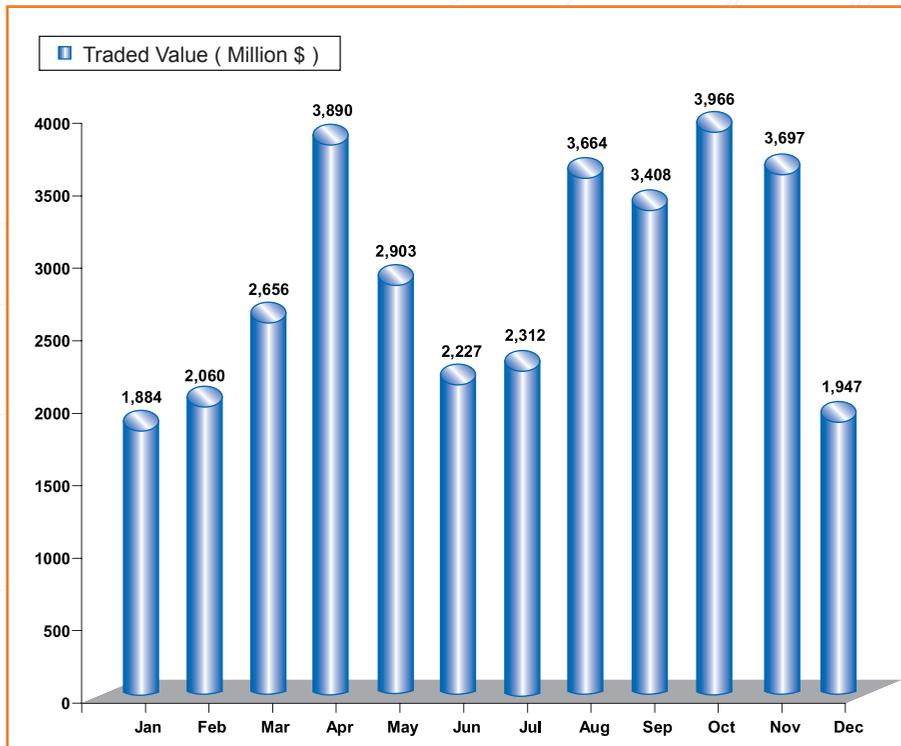
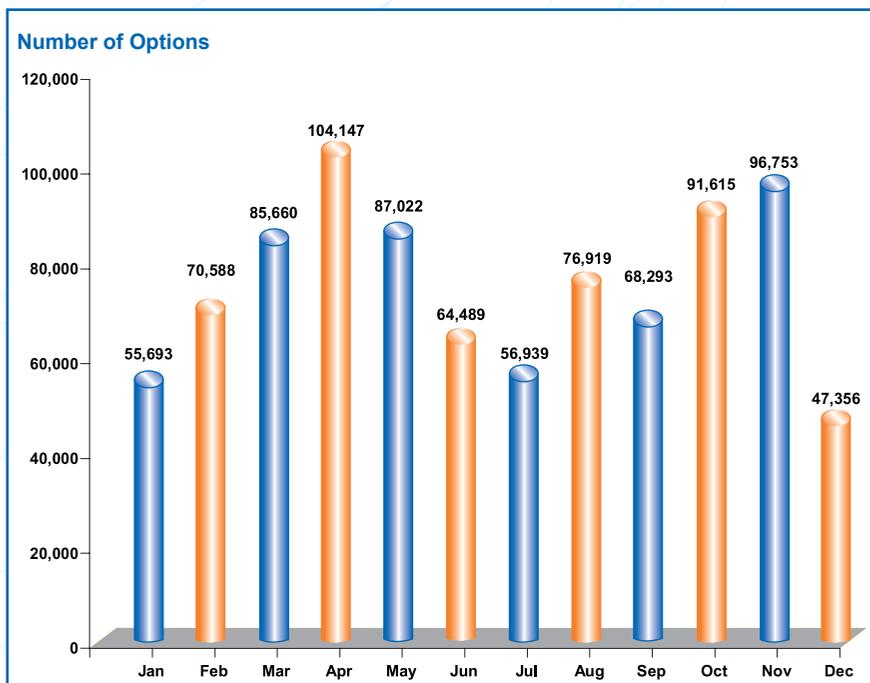


Chart No. (12)

Number of Monthly Traded Options Contracts on DGCX during 2007



Foreign Investment During the Year

The local markets of the United Arab Emirates were the venue for remarkable trading activity by foreign investors during 2007. The value of the net foreign investment in Dubai Financial Market and Abu Dhabi Securities Market amounted to about AED 11.8 billion and AED 9.9 billion respectively.

Table No. (20) below shows the trading activity by foreign investors in Abu Dhabi Securities Market and Dubai Financial Market, as well as the net investment during 2007.

The table No. (20)

Total Trades of the foreigners	Total of the Purchasing Value AED	Total of Selling Value AED	Net Investment AED
ADSM	40,615,823,805	30,652,496,325	9,963,327,480
DFM	119,922,285,216	108,078,307,521	11,843,977,695
Total	160,538,109,021	138,730,803,846	21,807,305,175

Source : *ADSM & DFM*



Local Indices

Table No. (21) signifies the local indices of the GCC financial markets and the markets of Egypt and Jordan as well. The table indicates that these markets without any exception achieved high growth rates in their indices. Oman financial market attained the highest growth rate with about 62% followed by Egypt market with a growth rate of more than 51%. Kuwait financial market, however, had the lowest growth rate compared to the other markets with a growth rate of 24.2%.

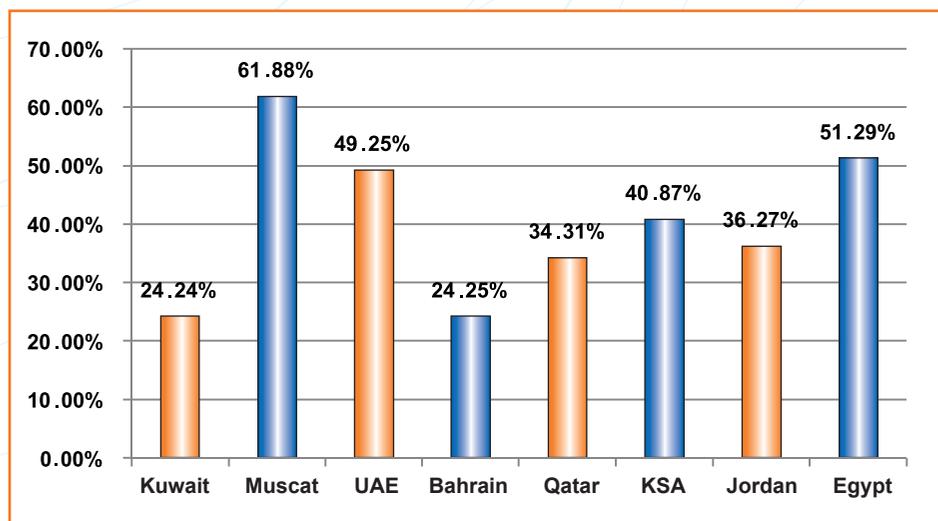
The table No. (21)

Country	Index in 2006	Index in 2007	Growth Percentage %
UAE	4,031.01	6,016.21	49.25
Kuwait	10,067.40	12,508.20	24.24
Oman	5,581.57	9,035.46	61.88
Bahrain	2,217.58	2,755.27	24.25
Qatar	7,133.00	9,580.45	34.31
Saudia	7,933.29	11,175.96	40.87
Jordan	5,518.10	7,519.30	36.27
Egypt	6,973.41	10,549.74	51.29

Source : GCC Securities Market Websites

Chart No. (13)

Index Growth Rates of the GCC & Arab Markets



Market Capitalization

Table No. (22) signifies the market value for the GCC financial markets and the markets of Egypt and Jordan as well. The market value recorded high growth rates during 2007 with Muscat Securities Market (Oman) taking the lead with a growth rate standing at 77.1% followed by the UAE market with a growth rate of 60.7%. Kuwait financial market, however, had the lowest growth rate in its market value with a growth rate of 27.8%.

The table No. (22)

Market	Capitalization by End of 2006 (Million US\$)	Capitalization by End of 2007 (Million US\$)	Growth Rate %
UAE	139,939.49	224,205.87	60.2
Kuwait	105,950.47	135,361.84	27.8
Oman	13,033.50	23,085.97	77.1
Bahrain	21,122.39	27,016.28	27.9
Qatar	60,904.72	95,504.87	56.8
Saudi Arabia	326,869.22	518,984.39	58.8
Jordan	29,729.48	41,232.51	38.7
Egypt	93,496.40	138,828.33	48.5

Source: Arab Monetary Fund except for the UAE for which data from SCA were used.

Chart No. (14)

Market Capitalization Growth Rates during 2007

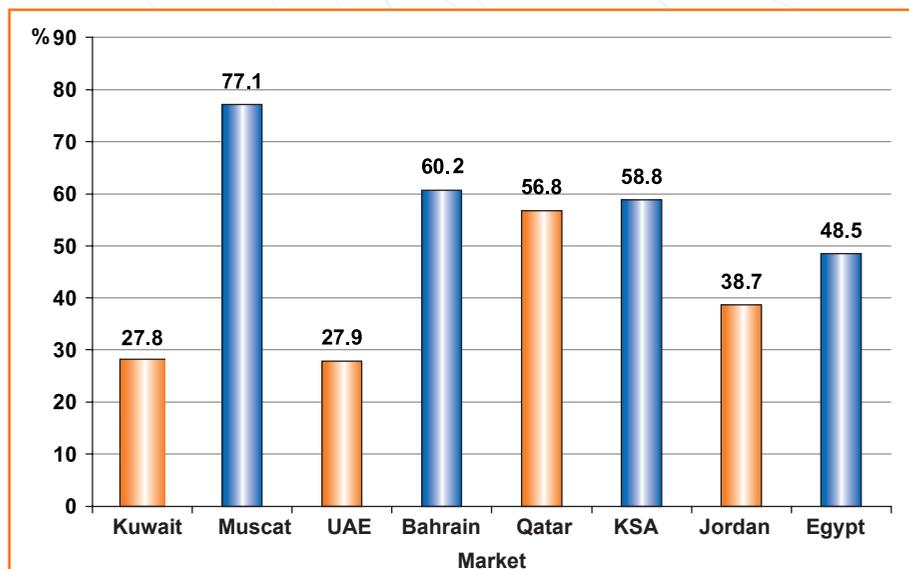
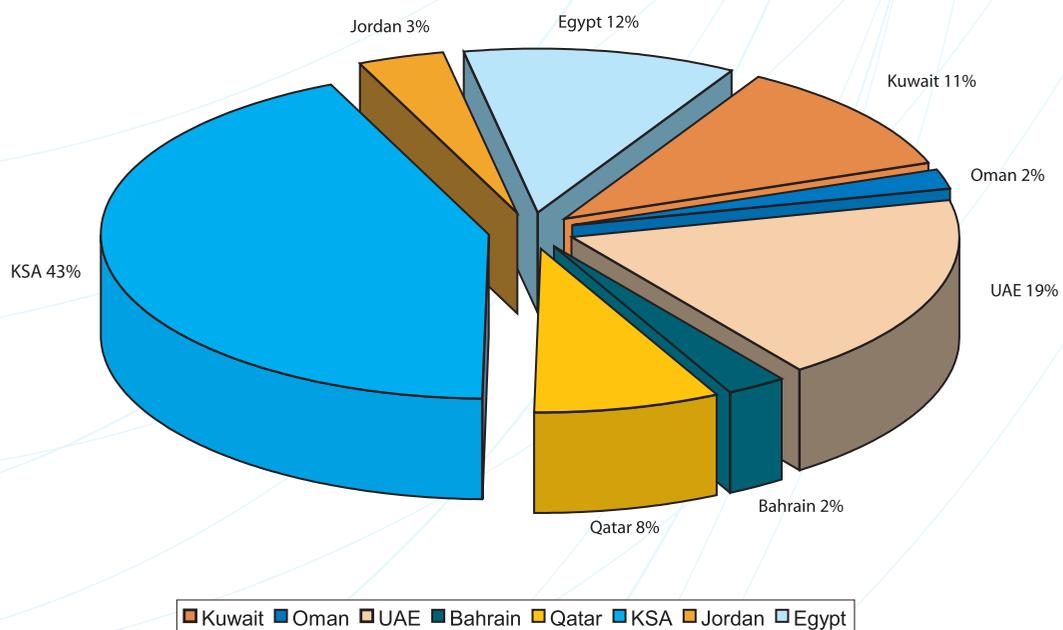


Chart No. (15)

Distribution Percentage of the Market Capitalizations of the GCC & Arab Markets during 2007



Number of Listed Companies

Table No. (23) signifies the growth rates in the number of companies listed in the GCC financial markets and the markets of Egypt and Jordan as well. As indicated in the table, the 2007 witnessed growth in the numbers of companies listed in most of these markets.

Table No. (23)

Market	Listed Companies 2006	Listed Companies 2007	Growth Rate %
UAE	106	120	13.2
Kuwait	180	196	9
Oman	121	125	3
Bahrain	50	51	2
Qatar	36	40	11
Saudi Arabia	86	111	29
Jordan	227	245	8
Egypt	603	435	-28

Source: Arab Monetary Fund.

Traded Value

Table No. (24) signifies the value of traded shares in the GCC financial markets and the markets of Egypt and Jordan during the years 2006 – 2007 and the growth rate thereof.

The Information included indicates some variation in the value growth of traded shares.

The UAE, Kuwait, Oman, Qatar, and Egypt markets recorded growth in the traded value while the markets of Bahrain, Saudi Arabia and Jordan suffered setbacks in the traded value.

Table No. (24)

Market	Value of Traded Shares in 2006 (Million US\$)	Value of Traded Shares in 2007 (Million US\$)	Growth Rate %
UAE	113,957	151,043	33
Kuwait	59,600	130,896	120
Oman	2,214	5,211	135
Bahrain	1,387	1,069	-23
Qatar	20,585	29,927	45
Saudi Arabia	1,402,953	682,287	-51
Jordan	21,616	17,424	-19
Egypt	48,954	64,772	32

Source: Arab Monetary Fund.



THE ANNEXES

The Public Joint-Stock Companies Incorporated during the Year 2007

Company	Capital	Activity	Emirate	In-Kind Valuation	No. of IPO Shares	Date of Issue the Ministerial Incorporation Resolution
Abu Dhabi Basic Industries	1,000,000	Industrial	Abu-Dhabi	0	0	4/2/2007
Emirates Steel Industries Co.	1,000,000	Industrial	Abu-Dhabi	0	0	4/2/2007
Dubai Financial Market	8,000,000,000	Financial Market	Dubai	8,000,000,000	1,600,000,000	6/2/2007
Air Arabia Co.	4,666,700,000	Aviation	Sharjah	1,400,000,000	2,566,700,000	12/6/2007
Noor Islamic Bank	3,000,000,000	Islamic Banking	Dubai	Not Applicable	0	22/3/2007
Deyaar Development	5,778,000,000	Real Estate	Dubai	2,600,000,000	3,178,000,000	3/7/2007
Al Hilal Bank	4,000,000,000	Islamic Banking	Abu-Dhabi	Not Applicable	0	4/10/2007
Emirates National Bank of Dubai	4,393,500,000	Commercial Bank	Dubai	Not Applicable	0	9/7/2007
Abu Dhabi Health Services Co.	1,000,000,000	Services	Abu-Dhabi	0	0	4/10/2007
Al Fujairah Water And Electricity Co.	1,233,742,000	Water & Electricity	Abu-Dhabi	Not Applicable	0	13/9/2007
TOTAL (AED)	32,071,942,000					

Capital Increase of the Public Joint-Stock Companies through IPO Subscription during the Year 2007

Company	Share Capital	Number of Shares	Emirate	Number of Shares Offered for Capital Increase = The Par Value of Shares Offered for the Capital Increase	The Premium	Subscription Opening & Closing Dates	Subscribed Shares Value (Offered for Capital Increase) (AED)
Emirates National Bank of Dubai	1,296,778,850	1,296,778,850	Dubai	648,389,425	1,296,778,850	22/4/2007-3/5/2007	1,945,168,275
Commercial Bank of Dubai	1,129,476,420	1,129,476,420	Dubai	77,383,454	232,150,362	20/3/2007-30/3/2007	309,533,816
Julfar	610,516,000	610,516,000	RAK	94,500,188	70,875,141	8/4/2007-19/4/2007	165,375,329
Commercial Bank International	1,089,000,000	1,089,000,000	RAK	109,995,918	0	18/3/2007-27/3/2007	109,995,918
Union Insurance Co	221,364,000	221,364,000	Ajman	51,480,000	0	15/6/2007-24/6/2007	51,480,000
Al Firdous Holdings	600,000,000	600,000,000	Dubai	590,000,000	0	31/5/2007-9/6/2007	590,000,000
Dubai Bank	1,500,000,000	1,500,000,000	Dubai	1,000,000,000	0	Special Subscription	1,000,000,000
				2,571,748,985	1,599,804,353		4,171,553,338

**A List of the Companies that have been Honored
for Timely Compliance with Disclosure Requirements**

No.	Company
The Diamond List	
1	United Arab Bank
2	Finance House
3	Commercial Bank Of Dubai
4	Sharjah Islamic Bank
5	Invest Bank
6	Ras Al Khaimah Cement Co.
7	Emirates Telecommunication Co.-Etisalat
8	Abu Dhabi Commerical Bank
9	Ras Al Khaimah Co. for White Cement and Construction Materials
10	United Insurance Company
The Golden List	
1	National Bank Of Umm Al Qaiwain
2	Rak Properties
3	Union Cement Co.
4	Amlak Finance Co.
5	National Bank of Ras Al-khaimah
6	National Bank of Fujairah
7	Oasis Capital
8	Abu Dhabi Aviation Co.
9	Ras Al Khaimah Poultry & Feeding Co.
10	Emirates Insurance Company
The Silver List	
1	First Gulf Bank
2	Commercial Bank International - U.A.E.
3	Arab Heavy Industries
4	National General Insurance Co.
5	National Bank Of Abu Dhabi
6	Union National Bank
7	Dubai Financial Market Co.
8	Oman Insurance Company
9	Ras Al Khaimah Ceramics
10	Ras Alkhaimah National Insurance Co.

**(A) The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007**

**Table No. (1)
Imposing Commission Exceeding The Due Limits**

The Violating Firm	Actions Taken
Emirates Securities	Warning
Gulf National Securities Center	Warning Correction or Elimination of the Subject-violation Fine
Fujairah Shares & Bonds	Correction or Elimination of the Subject-violation Fine
Awraq Islamic for Shares & Bonds	Warning Correction or Elimination of the Subject-violation Fine

**Table No. (2)
Issuing Clients' Checks by Ignoring to Stamped with (the Primary Beneficiary) Phrase**

The Violating Firm	Actions Taken
Middle East Financial Brokerage	Warning Correction or Elimination of the Subject-violation
Pioneers Waseet Securities	Warning Submitting a Written Undertaking from the Company Board
Premier Financial Brokerage	Warning Fine

**Table No. (3)
Execution of Orders in a way that Missleading the Investors**

The Violating Firm	Actions Taken
Union Brokerage Company (UNB)	Warning Fine
Al Dhabi Brokerage	Warning Fine
Brokerage House Securities	Warning
Investor Financial Brokerage	Warning

ANNEX No. (4) Violations

The Violations Committed by the Brokerage Firms & the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (4)

Handling two-job at the same time that are Singularly Liscenced by the SCA

The Violating Firm	Actions Taken
Al Wasal Financial Brokerage	Fine Correction or Elimination of the Subject-violation
Global Gate Financial Services	Fine Correction or Elimination of the Subject-violation
Damac Securities	Warning Fine
Wafa Financial Services	Warning Fine Correction or Elimination of the Subject-violation

Table No. (5)

Ignoring Incorporating the Terms of the Markets Regime

The Violating Firm	Actions Taken
Atlas Financial Services	Fine Submitting a Written Undertaking from the Company Board
Middle East Financial Brokerage	Warning Correction or Elimination of the Subject-violation Fulfilling the Capital Requirements
Amana Financial Services	Warning Fine Correction or Elimination of the Subject-violation
Amwal International Financial Brokerage	Warning Fine Correction or Elimination of the Subject-violation
AIDar Shares & Bonds	Fine
Arabian International Financial Services	Warning Fine Correction or Elimination of the Subject-violation
Rasmala Financial Brokerage	Fine Correction or Elimination of the Subject-violation Submitting a Written Undertaking from the Company Board
Premium Financial Services	Warning Fine
Global for Shares & Bonds	Warning Fine Correction or Elimination of the Subject-violation

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (6)
Exceeding The License Limits

The Violating Firm	Actions Taken
Emmar Financial Services	Warning Fine
AlDar Shares & Bonds	Fine
Stock Securities Co.	Warning Correction or Elimination of the Subject-violation
Investor Financial Brokerage	Warning Fine Correction or Elimination of the Subject-violation
Arabian International Financial Services	Warning Fine Correction or Elimination of the Subject-violation
Prime Emirates	Fine Correction or Elimination of the Subject-violation
Noor Financial Services	Fine Correction or Elimination of the Subject-violation

Table No. (7)
Selling of Shares without Client's Order or the Respective Market Approval

The Violating Firm	Actions Taken
Gulf National Securities Center	Warning Fine
Middle East Financial Brokerage	Fine
Amana Financial Services	Warning
Noor Financial Services	Warning Fine

Table No. (8)
Introducing Clients' Financial Consultations & Recommendations advices Relating to Securities

The Violating Firm	Actions Taken
Prime Emirates	Fine Correction or Elimination of the Subject-violation
Al Wasl Financial Brokerage	Fine Correction or Elimination of the Subject-violation

ANNEX No. (4) Violations

The Violations Committed by the Brokerage Firms & the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (9)

Executing of Orders on behalf of the Broker or his Representative's Relatives
without the Approval of the Director General of the Respective Financial Market

The Violating Firm	Actions Taken
Emmar Financial Services	Warning Fine
Emirates Securities	Warning
Falcon Financial Services	Warning Fine
Al hadaf for Financial Securities	Fine Suspension Warning
Amwal International Financial Brokerage	Warning Fine
Global Gate Financial Services	Fine
Global for Shares & Bonds	Warning Fine
Noor Financial Services	Fine

Table No. (10)

Paying the Clients' Dues before Transaction Settlement

The Violating Firm	Actions Taken
Gulf National Securities Center	Warning Fine
Middle East Financial Brokerage	Warning
Premium Financial Services	Warning Fine
Premier Financial Brokerage	Warning Fine
Damac Securities	Warning Fine
Noor Financial Services	Fine

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (11)
Unavailability of Orders & Respective Document Filing System

The Violating Firm	Actions Taken
Abu Dhabi Financial Services	Warning Settlement of Transaction Concluded without the Respective Order
Emmar Financial Services	Warning Fine
Emirates Securities	Warning
Emirates Islamic Shares & Bonds Centre	Warning
Emirates International Securities	Warning
First Gulf Financial Services	Warning
Aldar Shares & Bonds	Warning Fine Submitting a Written Undertaken from the Company Board
Al Ramz Securities	Warning
Al Road Marketable Securities	Warning Fine
Middle East Financial Brokerage	Fine
Falcon Financial Services Center	Warning Fine
Al Daman Securities	Warning
Al Dhabi Brokerage	Fine Settlement of Transaction Concluded without the Respective Order
Arabian International Financial Services	Warning Settlement of Transaction Concluded without the Respective Order
Al Hadaf for Financial Securities	Suspension Warning Fine
Amana Financial Services	Warning
Pioneers Waseet Securities	Warning Submitting a Written Undertaking from the Company Board
Premium Financial Services	Warning Fine
Prime Emirates	Fine

ANNEX No. (4) Violations

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

(Continued).. Table No. (11)

Unavailability of Orders & Respective Docment Filing System

The Violating Firm	Actions Taken
Global Gate Financial Services	Fine Submitting a Written Undertaking from the Company Board
Rasmala Financial Brokerage	Fine Submitting a Written Undertaking from the Company Board
Makaseb Islamic Financial Services	Warning Settlement of Transaction Concluded without the Respective Order
Naeem Shares & Bonds	Warning Fine
Wafa Financial Services	Warning Fine

Table No. (12)

Failing to Perform the Necessary Amendments on Orders as per the Client's Instructions

The Violating Firm	Actions Taken
Abu Dhabi Islamic Financial Services	Warning Fine
Wafa Financial Services	Warning Fine

Table No. (13)

Failing to Report on the Client who Failed to Fulfill Obligations

The Violating Firm	Actions Taken
Amana Financial Services	Warning
Global Gate Financial Services	Submitting a Written Undertaking from the Company Board Fine

Table No. (14)

Failing to Updat the SCA with the Necessary Changes of the Information incorporated in the License Application

The Violating Firm	Actions Taken
Gulf National Securities Center	Warning Correction or Elimination of the Subject-violation Fine
Investor Financial Brokerage	Warning Correction or Elimination of the Subject-violation Fine

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (15)
Failing to Complet the Necessary Information in the Client's Order

The Violating Firm	Actions Taken
Al Wasl Financial Brokerage	Fine
Al Ansari Financial Services	Warning Fine

Table No. (16)
Failing to Keep the Minimum of the Capital as well as the Bank Guarantee

The Violating Firm	Actions Taken
Stock Securities Co.	Warning Correction or Elimination of the Subject-violation
Middle East Financial Brokerage	Warning Correction or Elimination of the Subject-violation Completion of the Capital
Al Wasal Financial Brokerage	Correction or Elimination of the Subject-violation Fine
Premium Financial Services	Completion of the Capital Warning Fine
Premier Financial Brokerage	Completion of the Capital Warning Fine
Global for Shares & Bonds	Warning Fine Correction or Elimination of the Subject-violation
Dubai Financial Brokerage	Completion of the Capital Correction or Elimination of the Subject-violation

Table No. (17)
Non-Compliance with the Proper Adequacy Required for Brokerage Activity

The Violating Firm	Actions Taken
Middle East Financial Brokerage	Warning Correction or Elimination of the Subject-violation
Premier Financial Brokerage	Warning Fine

ANNEX No. (4) Violations

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (18)
Non-Compliance with the Annual Disclosure Requirements or Submitting Incomplete Financial Statements

The Violating Firm	Actions Taken
Al-Ameen Financial Borkerage	Fine
First Gulf Financial Services	Fine
Gulf National Securities Center	Fine
Global for Shares & Bonds	Fine
CBD Financial Securities	Fine
Amana Financial Services	Warning
Arabian International Financial Services	Warning Fine Correction or Elimination of the Subject-violation

Table No. (19)
Non Compliance with the Professional Ethics

The Violating Firm	Actions Taken
Aldar Shares & Bonds	Fine Submitting a Written Undertaking from the Company Board
Amwal International Financial Brokerage	Warning Fine

Table No. (20)
Failing to Report on the Broker's Representative Violations

The Violating Firm	Actions Taken
Investor Financial Brokerage	Warning

Table No. (21)
Non-Compliance with Anti-money laundering Circular

The Violating Firm	Actions Taken
Pioneers Waseet Securities	Warning Submitting a Written Undertaking from the Company Board
Premium Financial Services	Warning Fine

**The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007**

**Table No. (22)
Failing to Provide the Client with Reports on Regular Basis**

The Violating Firm	Actions Taken
Emmar Financial Services	Warning Fine
Pioneers Waseet Securities	Warning Submitting a Written Undertaking from the Company Board

**Table No. (23)
Continuous Breaching of the License Terms**

The Violating Firm	Actions Taken
First Gulf Financial Services	Warning Correction or Elimination of the Subject-violation
Al Dhabi Brokerage	Fine Correction or Elimination of the Subject-violation
Investor Financial Brokerage	Warning Fine Correction or Elimination of the Subject-violation
Al hadaf for Financial Securities	Suspension Warning Fine Correction or Elimination of the Subject-violation
Global for Shares & Bonds	Warning Fine Correction or Elimination of the Subject-violation
Al Ansari Financial Services	Warning Fine
Faisal Shares & Bonds Brokerages	Warning Fine
Nqood Financial Brokerage	Warning
Damac Securities	Warning Fine
Stock Securities Co.	Warning Correction or Elimination of the Subject-violation

ANNEX No. (4) Violations

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (24)

Non-Compliance with High-Tech Computerised System Necessarily Required to Handle the Brokerage Activity

The Violating Firm	Actions Taken
Abu Dhabi Islamic Financial Services	Warning Fine
National Financial Services Center	Warning Fine
Global for Shares & Bonds	Warning Fine Correction or Elimination of the Subject-violation
Arabian International Services	Warning Fine Correction or Elimination of the Subject-violation

Table No. (25)

Non-existence of the Company Internal Written Work Regulations

The Violating Firm	Actions Taken
Amwal International Financial Brokerage	Warning Fine Correction or Elimination of the Subject-violation

Table No. (26)

Non-existence of the Organizational Structure or the Job Description Guidelines

The Violating Firm	Actions Taken
Rasmala Financial Brokerage	Fine Correction or Elimination of the Subject-violation Submitting A Written Undertaking from the Company Board
Makaseb Islamic Financial Services	Warning Fine

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (27)
Non-Compliance with the Client's Order and Not Showing the Due Diligence

The Violating Firm	Actions Taken
Abu Dhabi Financial Services	Warning
Abu Dhabi Islamic Financial Services	Warning Fine
Essham Securities	Suspension Warning Fine
Atlas Financial Services	Submitting a Written Undertaking from the Company Board Fine
Emmar Financial Services	Warning Fine
Union Brokerage Company	Warning Fine
Al Islami Financial Services	Warning
Emirates Securities	Warning
First Gulf Financial Services	Warning
Darahem Financial Brokerage	Warning Fine
AlRamz Securities	Warning
Middle East Financial Brokerage	Fine
AIDhabi Brokerage	Warning Fine
Arabian International Services	Warning
United Brokerage	Warning
National Financial Services Center	Warning Fine
Investor Financial Brokerage	Warning Fine
Amwal International Financial Brokerage	Warning Fine
Amana Financial Services	Warning Fine
Awraq Islamic for Shares & Bonds	Warning Fine
Prime Emirates	Fine
Brokerage House Securities	Warning

ANNEX No. (4) Violations

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

(Continued).. Table No. (27)

Non-Compliance with the Client's Order and Not Showing the Due Diligence

The Violating Firm	Actions Taken
Global Gate Financial Services	Submitting a Written Undertaking from the Company Board Fine
Global for Shares & Bonds	Warning Fine
Damac Securities	Warning Fine
Faisal Shares & Bonds Brokrages	Warning Fine
Wafa Financial Services	Warning Fine
AIDar Shares & Bonds	Fine Submitting a Written Undertaking from the Company Board
Al Hadaf for Financial Securities	Suspension Warning Fine

Table No. (28)

Non-Compliance with the Accounts Separation Requirements

The Violating Firm	Actions Taken
Emirates Securities	Warning Debt-Settlement
Aldar Shares & Bonds	Correction or Elimination of the Subject-violation Submitting a Written Undertaking from the Company Board Fine
Falcon Financial Services Center	Warning Fine Correction or Elimination of the Subject-violation
AIDhabi Brokerage	Fine Correction or Elimination of the Subject-violation
Al Hadaf for Financial Securities	Suspension Warning Fine Correction or Elimination of the Subject-violation
Global Gate Financial Services	Fine Correction or Elimination of the Subject-violation Submitting A Written Undertaking from the Company Board
Global for Shares & Bonds	Warning Fine Correction or Elimination of the Subject-violation
Noor Financial Services	Fine Correction or Elimination of the Subject-violation

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (29)
Failing to Send Confirmation Report of the Client's Transactions

The Violating Firm	Actions Taken
Emmar Financial Services	Warning Fine
Al Hadaf for Financial Securities	Warning

Table No. (30)
Hindering the Inspection Team Tasks

The Violating Firm	Actions Taken
Abu Dhabi Islamic Financial Services	Warning Fine
Gulf National Securities Center	Warning Fine
Global Gate Financial Services	Two-Day Suspension

Table No. (31)
Non-Compliance with the Profession Secrets

The Violating Firm	Actions Taken
Emirates Securities	Warning Correction or Elimination of the Subject-violation
AlDhabi Brokerage	Fine Correction or Elimination of the Subject-violation

Table No. (32)
Hiring Employees Not Licensed by the SCA as Brokers

The Violating Firm	Actions Taken
Emirates Securities	Warning Debt-Settlement
Damac Securities	Warning Fine
Makaseb Islamic Financial Services	Warning Fine
Wafa Financial Services	Warning Fine
Amwal International Financial Brokerage	Warning Fine

ANNEX No. (4) Violations

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (33)
Granting Clients' Irregular Facilities (Execution of Short Selling)

The Violating Firm	Actions Taken
Abu Dhabi Financial Services	Warning Correction or Elimination of the Subject-violation
Essharm Securities	Suspension Warning Correction or Elimination of the Subject-violation Fine
Atlas Financial Services	Submitting a Written Undertaking From the Company Board Fine
Emmar Financial Services	Warning Fine
Emirates Securities	Warning
Emirates International Securities	Warning Correction or Elimination of the Subject-violation
First Gulf Financial Services	Warning Correction or Elimination of the Subject-violation
Gulf National Securities Center	Warning Correction or Elimination of the Subject-violation Fine
Aldar Shares & Bonds	Warning Correction or Elimination of the Subject-violation Submitting a Written Undertaking From the Company Board Fine
Al Ramz Securities	Warning Debt-Settlement
Al Road Marketable Securities	Warning Fine
Electronic Stock Brokerage Company	Warning Correction or Elimination of the Subject-violation
Middle East Financial Brokerage	Warning Correction or Elimination of the Subject-violation Fine
Falcon Financial Services Center	Warning Correction or Elimination of the Subject-violation Fine
Al Dhabi Brokerage	Warning Correction or Elimination of the Subject-violation
Aldafra Brokerage Company	Warning Correction or Elimination of the Subject-violation
Arabian International Financial Services	Warning Correction or Elimination of the Subject-violation Fine
Fujairah Shares & Bonds	Correction or Elimination of the Subject-violation Fine

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

(Continued).. Table No. (33)
Granting Clients' Irregular Facilities (Execution of Short Selling)

The Violating Firm	Actions Taken
National Financial Services Center	Warning Fine
Investor Financial Brokerage	Warning Correction or Elimination of the Subject-violation Fine
Al Hadaf For Financial Securities	Suspension Warning Correction or Elimination of the Subject-violation Fine
Amana Financial Services	Warning Correction or Elimination of the Subject-violation Fine
Amwal International Financial Brokerage	Warning Correction or Elimination of the Subject-violation Fine
Awraq Islamic For Shares & Bonds	Warning Correction or Elimination of the Subject-violation Fine
Prime Emirates	Correction or Elimination of the Subject-violation Fine
Premium Financial Services	Warning Fine
Premier Financial Brokerage	Warning Fine
Brokerage House Securities	Warning
Global Gate Financial Services	Warning Fine Correction or Elimination of the Subject-violation Submitting a Written Undertaking From the Company Board
Global For Shares & Bonds	Warning Correction or Elimination of the Subject-violation Fine
Damac Securities	Warning Fine
Darahem Financial Brokerage	Warning Correction or Elimination of the Subject-violation Fine
Rasmala Financial Brokerage	Correction or Elimination of the Subject-violation Submitting a Written Undertaking From the Company Board Fine
Al Ansari Financial Services	Warning Fine Correction or Elimination of the Subject-violation
Faisal Share & Bonds Brokrage	Warning Fine

ANNEX No. (4) Violations

The Violations Committed by the Brokerage Firms
& the Respective Disciplinary Actions Taken Against them during the Year 2007

(Continued).. Table No. (33)
Granting Clients' Irregular Facilities (Execution of Short Selling)

The Violating Firm	Actions Taken
Naeem Shares And Bonds	Warning Fine
Noor Financial Services	Warning Fine Correction or Elimination of the Subject-violation

Table No. (34)
Non-Compliance with the Applicable Regulations & Rules & Involvement in the Fake Transactions Arrangements

The Violating Firm	Actions Taken
Emmar Financial Services	Warning Fine
Uonion Brokerage	Warning Fine
Al-safwa Islamic Financial Services	Warning
Al Dhabi Brokerage	Warning Fine
Brokerage House Securities	Warning

Table No. (35)
The Firms that having been Suspended for (15 Days)
For Violating the Federal Law No. (4) of the Year 2000 and its Relevant Provisions

The Violating Firm	Actions Taken
Emirates Islamic Shares & Bonds Center	Suspension for 15 days
Al Islami Financial Services	Suspension for 15 days
Al dafra Brokerage Company	Suspension for 15 days

**(B) Violations Committed by the Brokers' Representatives
& the Respective Disciplinary Actions Taken Against them During the Year 2007**

Table No. (1)

Execution of Orders in a way that Misleads the Investors

Brokers' Representatives	Actions Taken
Bilal bani Hani	Warning
Khaldon Jaradat	Warning
Ziad Hazem Al-Ghazawi	Warning Suspension for six months

Table No. (2)

Non-Compliance with the Professional Ethics

Brokers' Representatives	Actions Taken
Ahmad Mousah Hamad	Suspension for three months
Moustafa Nazmi Aref Al-Saleh	Suspension for six months
Sha'aban Saleem	Cancellation Warning
Atheer Adel	Suspension for one month
Ra'ad bani Hani	Suspension for two months
Abdul-Hakiem M. Jameel	Warning
Mahmoud Abu Haseerah	Suspension for three months
Meera Al-Ghafli	Warning

Table No. (3)

Exceeding the License Range

Brokers' Representatives	Actions Taken
Ahmad Musah Hamad	Suspension for three months

Table No. (4)

**Executing of Orders on behalf of the Broker or his Representative's Relatives
without the Approval of the Director General of the Respective Financial Market**

Brokers' Representatives	Actions Taken
Moustafa Nazmi Aref Al-Saleh	Suspension for six months

Table No. (5)

Non-Compliance with the Client's Order

Brokers' Representatives	Actions Taken
Khaldoon Jaradat	Warning
Ziad Hazem Al-Ghazawi	Warning Suspension for six months

ANNEX No. (4) Violations

(B) Violations Committed by the Brokers' Representatives & the Respective Disciplinary Actions Taken Against them During the Year 2007

Table No. (6)
Endangering the Dealers' Interests & Performing Fake Transactions

Brokers' Representatives	Actions Taken
Khaldoon Jaradat	Warning
Sha'aban Saleem	Cancellation Warning
Atheer Adel	Suspension for one month
Ra'ad bani Hani	Suspension for two months
Mohamad Hanafi Mohamad	Warning
Abdul Hakiem M. Jameel	Warning
Ziad Hazem Al-Ghazwai	Warning Suspension for six months
Mohamad Naif Abu Shareeh	Suspension for three months
Mahmoud Abu Haseerah	Suspension for three months
Meerah Al-Ghafli	Warning

Table No. (7)
Unavailability of Orders or the Respective Filing System

Brokers' Representatives	Actions Taken
Abdul Hakeem M. Jameel	Warning
Yassir Fathi A.Raouf	Warning

Table No. (8)
Non-Compliance with the Firm's Instructions While Using Horizon System

Brokers' Representatives	Actions Taken
Hazem Khalil Abu Salah	Warning Suspension

Table No. (9)
Receiving Undocumented Orders to be settled on Later-on-basis

The Broker	Actions Taken
Hazem Khalil Abu Salah	Warning Suspension

Table No. (10)
Failing to Perform the Necessary Amendments on the order

The Broker	Actions Taken
Mohamad Naif Abu Shareeh	Suspension for three months

(C) Violations Committed by the Trading Managers
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Name	Actions Taken
Saleh Al-Shehi	Suspension for One Month
Ahmad Al-Asa'ad	Suspension for One Month
Osama Hamdan	Warning
Mua'tasem Mohmd. Rajab	Warning

(D) Violations Committed by the Operations Managers
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Name	Actions Taken
Mohamad Bani Hani	Suspension for Six months
Shadi Obeidat	Suspension for Six months
Kifah Maharmah	Warning

(E) Violations Committed by the Internal Controllers
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Name	Actions Taken
Fakheri Hussein Hindawi	Warning
Khalid Iqtidar	Warning
Al-Imam Al-Fardi Al-Imam Al-Nour	Warning

ANNEX No. (4) Violations

(F) The Listed Companies that have Committed Violations
& the Respective Disciplinary Actions Taken Against them during the Year 2007

Table No. (1)

The Listed Companies that did not Disclose the Summary of the Consolidated Financial Statements for Ending of the Year 2006

The Violating Company	Actions Taken
National Marine Dredging Company	Warning Fine
Commercial International Bank (Egypt) S.A.E.	Warning Fine
The Public Warehousing Co.	Warning Fine Suspension Trading of the Company's Shares
Aggregated Concrete Industries Co.	Warning Fine

Table No. (2)

The Listed Companies that did not Disclose the Financial Statements of the 1st Quarter of the Year 2007

The Violating Company	Actions Taken
National Real Estate Co.	Warning
Kuwait Commercial Markets Complex Co.	Warning
Grand Real Estate Projects Co.	Warning

Table No. (3)

The Listed Companies that did not Disclose the Financial Statements of the 2nd Quarter of the Year 2007

The Violating Company	Actions Taken
Amlak Finance Co.	Warning
Grand Real Estate Projects Co.	Warning
Kuwait Commercial Markets Complex Co.	Warning
Salam International Investment Limited Co.	Warning
Dana Gas Co.	Warning
Ras Al Khaimah Poultry & Feeding Co.	Warning
Ras Al Khaimah Cement Co.	Warning
Oman Insurance Co.	Warning
Dubai Financial Market	Warning
National Marine Dredging Co.	Warning
International Fish Farming Co.	Warning
Al Khazna Insurance Co.	Warning
Alwathba National Insurance Co.	Warning
Commercial International Bank (Egypt)	Warning

(F) The Listed Companies that have Committed Violations
& the Respective Disciplinary Actions Taken Against them during the Year 2007

(Continued).. Table No. (3)

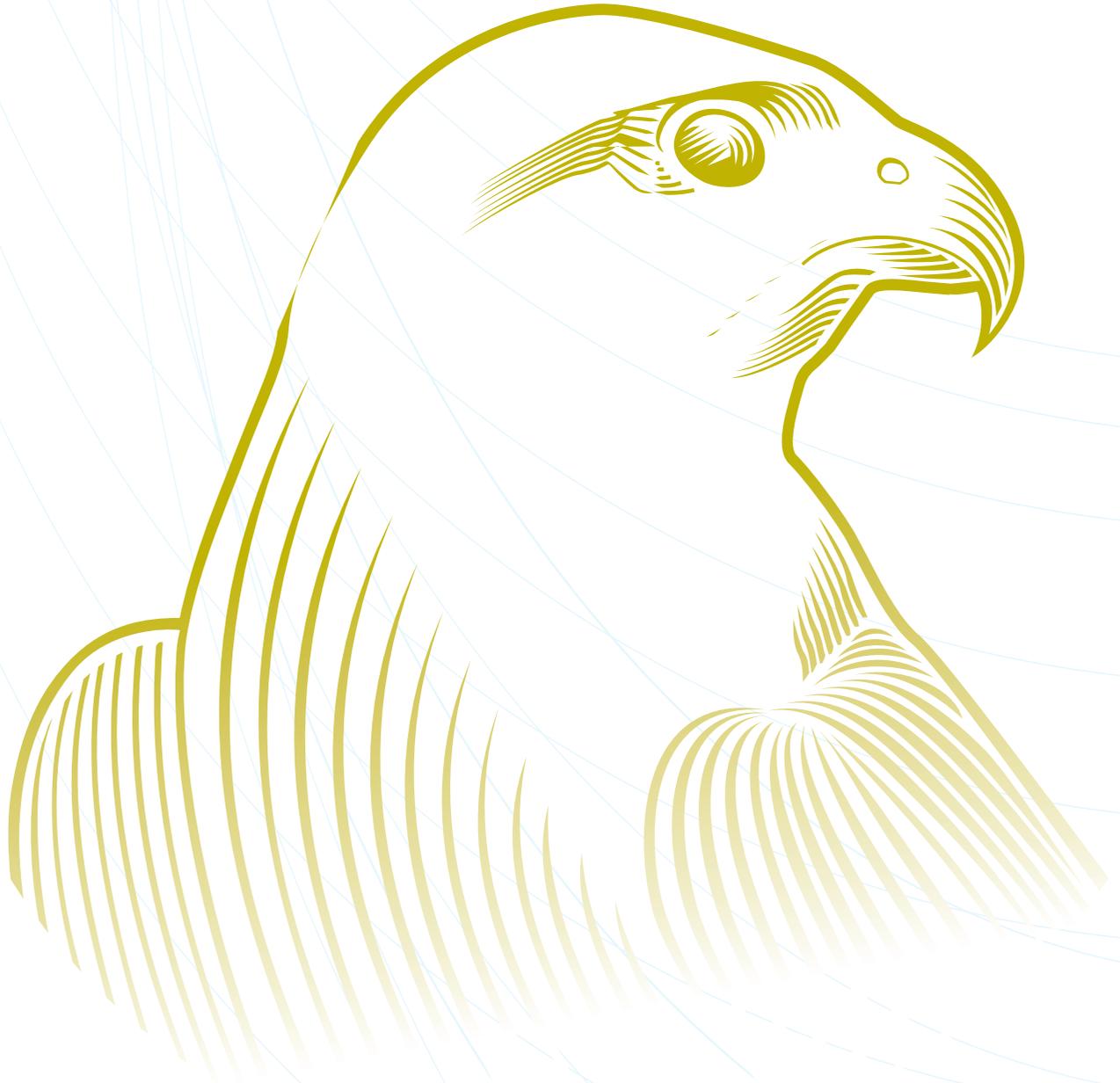
The Listed Companies that did not or late Disclose the Financial Statements of the 2nd Quarter of the Year 2007

The Violating Company	Actions Taken
Dubai National Insurance & Reinsurance Co. (AMAN)	Warning
Foodco Holding Co.	Warning
First Gulf Bank	Warning
Bank Of Sharjah	Warning
Al Ain Ahlia Insurance Co.	Warning
Sudan Telecom. (Sudatel) Co.	Warning
Oman & Emirates Investment Holding Co.	Warning

Table No. (4)

The Listed Companies that did not or late Disclose the Financial Statements of the 3rd Quarter of the Year 2007

The Violating Company	Actions Taken
Al-Madina For Finance and Investment Co.	Warning Fine
Kuwait Commercial Markets Complex Co.	Warning Fine
Oman & Emirates Investment Holding Co.	Warning Fine
National Real Estate Co.	Warning Fine
Aggergated Concrete Industries Co.	Warning Fine
Gulf Petroleum Investment Co.	Warning
International Investment Group Co.	Warning
Grand Real Estate Projects Co.	Warning
Dana Gas Co.	Warning
Al Khazna Insurance Co.	Warning
Al Ain Ahlia Insurance Co.	Warning
Abu Dhabi National Co. For Building Material	Warning
Arab Insurance Group - ARIG	Warning
Qatar Telecom Co.	Warning
AL Buhiara National Insurance Co.	Warning
Aabar Petroleum Investments Company	Warning
Al Dar Properties	Warning
Abu Dhabi National Hotels Co.	Warning
AL Firdous Holdings.	Warning



SECURITIES & COMMODITIES AUTHORITY

P.O.Box: 33733 Abu Dhabi - U.A.E.

Tel.: (+971 2) 6277888 - Fax: (+971 2) 6274600

E-mail: contactus@sca.ae

www.sca.ae