

INTEGRATED ASSET MANAGEMENT CORP.

(IAM - TSX \$1.38)

Q2/08 REVIEW

Conflict of Interest: Koloshuk Farrugia Corp., the largest shareholder of Integrated Asset Management Corp. (“IAM”), is also the largest shareholder of Independent Equity Research Corp. (operating as eResearch). IAM entered into a contract with eResearch whereby eResearch will provide annual continuous research coverage on IAM for a cash fee of \$32,000. This is the fourth year of the contract. All other terms and conditions of this contract are substantially the same as eResearch has with its other arm’s-length clients. For further information concerning eResearch’s compliance policies, business practices, and independence, please refer to the About Us section on our web-site, www.eresearch.ca.

EARNINGS UP 8% IN LINE WITH EXPECTATIONS

Integrated Asset Management (“IAM”) reported strong second-quarter earnings, well above expectations as management fees benefited from a higher level of invested Assets Under Management (AUM). Total committed AUM increased 15% Y/Y to \$3.4 billion, the highest level in IAM’s history. The increase in committed AUM resulted from the launch of two new funds in the quarter: (i) a new private corporate debt fund and (ii) a real estate fund.

IAM reported consolidated EBITDA for the second quarter of \$1.1 million or \$0.04 per share (fd), more than double the \$0.5 million or \$0.02 per share reported for the same period last year and about 30% better than our \$0.03 estimate. Income for the quarter (before-tax and non-controlling interest) was \$0.5 million versus a loss of \$0.2 million in the same quarter last year. Total revenues were \$6.5 million, up 27% Y/Y. No performance fees were recorded in either period.

For fiscal 2008 our EBITDA per share forecast remains at \$8.0 million or \$0.28 per share. EPS in fiscal 2008 is estimated at \$0.09. Based on management’s success in delivering strong earnings, we are maintaining our 12-month share price target at \$3.00 per share. The shares are considered significantly undervalued and are recommended as a BUY. The annual dividend rate paid is \$0.08 per share payable semi-annually.

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