Leadership in Alternative Asset Management

SECOND QUARTER REPORT, MARCH 31, 2008

Integrated Asset Management Corp.

REPORT TO SHAREHOLDERS

Integrated Asset Management Corp. ("IAM" or the "Corporation") is pleased to present to shareholders the financial results of the Corporation for the second quarter of fiscal 2008.

EBITDA for the quarter ended March 31, 2008 was $1.1 million compared with $0.5 million in the comparable quarter of fiscal 2007. Revenues in the latest quarter were $6.5 million compared with $5.1 million in the prior year as commitments continued to be deployed in the real estate and senior corporate debt pooled funds. Net income was breakeven with earnings per share of $0.00 in both quarters. No performance fees were realized in these March quarters.

Two funds of significant size were closed during the quarter, comprising a real estate investment pool (GPM 11) with commitments of approximately $148 million and a private corporate debt pool (IPD II) with commitments of approximately $425 million. As a result, our assets and committed capital under management ("AUM") have increased to approximately $3.4 billion.

We are pleased to report that the commitments to both new funds came from our existing base of institutional clients and from a number of new institutional investors impressed by IAM's portfolio management teams and their track records.

The closings of the two new funds were timely because the commitments in our existing real estate and private corporate senior debt pools are now fully deployed. In particular, demand for our senior secured loans has been particularly strong over the past few months with attractive pricing as a result of credit conditions in Canada and the United States. This should auger well for both the continuing deployment of commitments, investment returns and future business.

Shortly after the quarter end, the Corporation monetized one of its real estate funds (GPM 7) in accordance with the mandate of that fund. The Corporation expects to realize performance fees estimated at $5.5 million, before associated expenses, which will be recognized in the June quarterly financial statements.

In May, we are launching Exemplar Portfolios, our new group of investment products which are offered on a continuous basis to retail investors through a prospectus-qualified mutual fund corporation. The structure of the Exemplar Portfolios allow the portfolio managers the freedom and flexibility to respond to the demands of the market. Less constrained, the portfolio managers are able to use a variety of investment styles and techniques in order to take advantage of diverse and volatile markets, both domestically and internationally.

At the Corporation's annual shareholders' meeting in January, the Corporation was pleased to announce that Bruce Day was elected to the Board of Directors and he has also become a member of both committees of the board. David Atkins is the chairman of the Audit Committee and Don Lowe is the chairman of the Compensation and Governance Committee.

A semi-annual cash dividend of $0.04 per common share was paid to shareholders of record on January 16, 2008. We are pleased to announce that the Board of Directors has approved a cash dividend of $0.04 per common share to be paid in late June.

The management's discussion and analysis ("MD&A") of Integrated Asset Management Corp. ("IAM" or the "Corporation") that follows is based on financial information in accordance with Canadian generally accepted accounting principles ("GAAP"). This MD&A also shows certain earnings measures which do not have any standardized meaning prescribed by GAAP and are therefore unlikely to be comparable to similar measures presented by other issuers.

This MD&A covers the financial condition and results of operations of IAM for the three months ended March 31, 2008 compared with the three months ended March 31, 2007 and is as of April 30, 2008. This analysis is supplemental to, and should be read in conjunction with, the Unaudited Consolidated Financial Statements of the Corporation and its accompanying notes, and is intended to provide additional information on the Corporation's recent performance, its current financial situation and its future prospects. It does not form part of the Unaudited Consolidated Financial Statements of the Corporation.

This MD&A may contain forward-looking statements on the Corporation's business, strategies, opportunities and future financial results. These statements are not promises or guarantees and are based on assumptions and estimates which are subject to many different risks and uncertainties, any of which could cause actual results to be significantly different from those derived from the forward-looking statements. The reader should not place undue reliance on any such forward-looking statements, which are presented as of April 30, 2008.

This MD&A and additional information relating to IAM, including the Annual Information Form, are on SEDAR at www.sedar.com.

BUSINESS REVIEW

IAM is an alternative asset management company offering high quality alternative asset class management to institutional, pension and retail clients. The Corporation provides investors with a broad range of asset classes such as, real estate, private equity, private corporate debt and retail alternative investments. The Corporation had assets and committed capital under management ("AUM") of approximately $3.4 billion at March 31, 2008.

The Corporation's private corporate debt, real estate (with the exception of property management) and private equity products are mostly pools of assets managed by the Corporation for investors and the life of each pool of assets can be up to ten to twelve years. Typically, the Corporation develops and structures each investment product and then markets for commitments from interested investors. The pool is then closed and the pool makes acquisitions of assets to deploy the commitments over a number of years. For some types of pools, the Corporation receives fees only when the commitments are deployed and assets are being managed whereas on some pools the Corporation receives fees on the commitments. Generally, there is little or no liquidity for the investors during the term of a pool and the pool can be liquidated earlier than scheduled only in exceptional circumstances.

The Corporation's other financial products, including retail alternative investments ("Retail Alternative Investments") and real estate property management, are subject to agreements, in accordance with industry practices, whereby clients can withdraw their assets or terminate the contracts on short notice.

Retail Alternative Investments comprise financial products for Canadian retail investors through BluMont Capital Corporation ("BluMont Capital"), a wholly-owned subsidiary of the Corporation. BluMont Capital's sales force throughout Canada has access to an extensive financial advising distribution network through which virtually all sales of Retail Alternative Investments are made.

ASSETS AND COMMITTED CAPITAL UNDER MANAGEMENT ("AUM")

AUM increased by approximately $0.5 billion during the quarter ended March 31, 2008.

($ millions)	March 31, 2008	September 30, 2007	March 31, 2007
AUM	$ 3,409	$ 2,979	$ 2,951

During the quarter the Corporation raised commitments for two new investment funds; a private corporate debt fund (approximately $425 million of commitments) and a real estate fund (approximately $148 million of commitments) for aggregate total commitments of $573 million.

RESULTS OF OPERATIONS

EBITDA was $1.1 million in the quarter ended March 31, 2008 compared with $0.5 million for the three-month period ended March 31, 2007. The increase in EBITDA reflects the continuing deployment of commitments by the Corporation in the real estate and corporate debt operations. Fees have increased and, in aggregate, revenues were $6.5 million in the latest quarter compared with $5.1 million in the quarter ended March 31, 2007.

There was income before income taxes and non-controlling interest for the latest quarter of $0.5 million compared with a loss of $0.2 million in the comparable quarter of fiscal 2007. The Corporation recorded an accounting charge of approximately $0.4 million in the latest quarter (2007: $0.3 million) in respect of the amortization of fund management contracts resulting from the acquisition of a 54% interest in BluMont Capital in fiscal 2007 and other fund management contracts acquired by BluMont Capital in the latest quarter. The fund management contracts shown as $8.7 million on the Corporation's Consolidated Balance Sheet at March 31, 2008 will be amortized over 7 years with a non-cash amortization expense of approximately $0.4 million each quarter.

Selected financial information	Three-Month Period Ended March 31,		Six-Month Period Ended March 31,	
(in $000s, except per share amounts)	2008	2007	2008	2007
Revenues before performance fees	$ 6,482	$ 5,121	$ 12,046	$ 11,504
Performance fees	-	-	1,509	3,885
Total revenues	$ 6,482	$ 5,121	$ 13,555	$ 15,389
Net performance fees [1]	$ -	$ -	$ 746	$ 1,612
Reconciliation of EBITDA to Net Income and Comprehensive Income				
Earnings before interest, taxes, depreciation and amortization ("EBITDA") [2]	$ 1,105	$ 473	$ 2,394	$ 3,111
Depreciation and amortization	(591)	(597)	(1,177)	(1,044)
Interest expense	(7)	(53)	(59)	(104)
Stock-based compensation	(49)	(16)	(96)	(65)
Income (loss) before income taxes and non-controlling interest	458	(193)	1,062	1,898
Income taxes	(128)	138	(128)	(512)
Non-controlling interest [3]	(264)	12	(312)	(476)
Net income (loss) and comprehensive income	$ 66	$ (43)	$ 622	$ 910
Basic and diluted earnings per share	$ 0.00	$ 0.00	$ 0.02	$ 0.04

(1) Net performance fees is a non-GAAP financial measure used by the Corporation. This measure is calculated as performance fees revenue less investment adviser, service fees and expenses paid relating to performance fees revenue earned.

(2) EBITDA is a non-GAAP financial measure used by the Corporation. This measure is calculated as earnings before the deduction of non-controlling interest, interest expense, income taxes, depreciation and amortization, stock-based compensation and equity loss of investments in funds managed by the Corporation.

(3) Non-controlling interest represents the portion of earnings or loss of the Corporation attributable to the ownership interests other than those of the Corporation or its subsidiaries. For the three and six months ended March 31, 2008, the non-controlling interest share of income was predominantly attributable to the real estate operations. For the six months ended March 31, 2007, the non-controlling interest share of income was attributable to a combination of the real estate and retail alternative products operations. Subsequent to March 2, 2007, there is no non-controlling interest of the retail alternative products operations as a result of the purchase by the Corporation of all the non-controlling interest.

REVENUES

In aggregate, revenues increased from $5.1 million in the previous fiscal year's quarter to $6.5 million in the quarter ended March 31, 2008 due primarily to higher management fees. There were no performance fees realized in either the prior year's quarter or the current year's quarter.

Management fees, administration and redemption fees were $6.2 million in the latest quarter, a $1.5 million increase from the comparable quarter of fiscal 2007. This increase was primarily a result of increased fees generated by the real estate and private corporate debt funds managed by the Corporation.

EXPENSES

The Corporation reported consolidated expenses of $6.0 million for the quarter ended March 31, 2008 (quarter ended March 31, 2007: $5.3 million). There were no expenses related to performance fees realized in the quarter ended March 31, 2008 or the quarter ended March 31, 2007.

Important components of expenses are selling, general and administration ("SG&A") of $4.9 million (quarter ended March 31, 2007: $4.3 million). Salaries and related costs are a substantial portion of SG&A and represent a large portion of the increase in SG&A from the prior year's quarter. The increases in salaries and related costs are almost entirely attributable to an increase in bonuses accrued by certain divisions of the Corporation reflecting the improved results of those divisions for the Corporation during the most recent quarter.

CONSOLIDATED FINANCIAL POSITION, LIQUIDITY AND CAPITAL RESOURCES

At March 31, 2008, the Corporation's net liquid assets (excluding future income taxes) decreased $0.9 million to $12.2 million from $13.1 million at September 30, 2007. The operations of the Corporation for the six months ended March 31, 2008 provided cash flow of approximately $1.5 million (see table below) but this was more than offset by the purchase of management contracts and dividends paid to shareholders.

The Corporation paid in aggregate approximately $0.8 million during fiscal 2008 to acquire the management contracts of two mutual funds, for which BluMont Capital is the portfolio manager, and payments for the management contracts of a flow-through business. A further $0.3 million is included in payables and accruals as at March 31, 2008 for these management contracts.

Consolidated assets were $33.8 million at March 31, 2008 compared with $36.7 million at September 30, 2007. Receivables have increased approximately $1.5 million primarily due to fees recognized during the quarter from the Corporation's real estate and private corporate debt funds. These were collected in April 2008.

Cash flow from operations (which is a non-GAAP measure) was $0.03 per share for the latest quarter and $0.02 per share in the comparable quarter of fiscal 2007.

(in $000s, except per share amounts)	Three-Month Period Ended March 31, 2008	Three-Month Period Ended March 31, 2007	Six-Month Period Ended March 31, 2008	Six-Month Period Ended March 31, 2007
Cash provided by (used in) operating activities [1]	$ 977	$ 3,307	$ (1,224)	$ (711)
Net change in non-cash balances from operations [1]	(225)	(2,838)	2,676	3,106
Cash flow from operations [1]	$ 752	$ 469	$ 1,452	$ 2,395
Cash flow from operations per share [2]	$ 0.03	$ 0.02	$ 0.05	$ 0.10

[1] These amounts are shown in the Consolidated Statements of Cash Flows in the Unaudited Consolidated Financial Statements.
[2] Calculated by dividing cash flow from operations by the weighted average number of shares outstanding in the period.

A semi-annual dividend of $0.04 per share (an aggregate amount of $1.1 million) was declared and paid to shareholders in January 2008.

The future income tax liability of approximately $2.4 million (including the current portion of $0.4 million) is not a cash liability of the Corporation but is an accounting item resulting from the acquisition of the remaining shares of BluMont Capital in fiscal 2007. The future income tax liability is derived from the setting up of fund management contracts as an asset on the balance sheet ($8.7 million as at March 31, 2008) and both are being amortized over 7 years.

In May 2008, the Corporation intends to invest a total of $6.0 million in the Corporation's Exemplar Portfolios which provide the initial investments to launch two funds. There are no restrictions on the Corporation redeeming its investments in the Exemplar Portfolios at any time.

In May 2008, the Corporation is expected to receive performance fees of approximately $5.5 million on the realization of one of its real estate funds (GPM7). The impact on the Corporation's net income and cash flow after deducting associated costs, income taxes and non-controlling interests is approximately $1.7 million or approximately $0.06 per share.

The Corporation has initiated the sales process for a single real estate investment acquired by the Corporation in fiscal 2003. The investment is not part of the Corporation's business activities and is included under Other Assets (see Note 5) with a book value of approximately $0.9 million. The sale is intended to be completed over the next several months and the Corporation expects to realize a material gain on the disposition which will increase the Corporation's cash resources.

Tony Pacaud who owns an indirect interest in approximately 25% of Greiner-Pacaud Management Associates ("GPM"), retired as Chairman of GPM in fiscal 2007. A transaction is expected to be completed in fiscal 2008 whereby Mr. Pacaud will sell his ownership interest in GPM to the Corporation but retain economic interests in certain performance fees that may be realized by GPM in the future and in the future proceeds realized on the disposition of the real estate investment described in the previous paragraph.

OUTSTANDING SHARE DATA (as at April 30, 2008)

Common shares

Issued and outstanding	28,568,377
Stock options	2,277,898 [1]

[1] Stock options to acquire 2,277,898 common shares at prices ranging from $1.00 to $2.10 per common share. A total of 50,000 stock options were cancelled subsequent to March 31, 2008.

RISK FACTORS

Over the past quarter, the financial outlook and the risks and uncertainties faced by the Corporation are similar to those described in the 2007 Annual Report.

OFF-BALANCE SHEET ARRANGEMENTS

Except for the intended investment of $6.0 million in the Corporation's Exemplar Portfolios' funds and the potential acquisition by the Corporation of a 25% ownership interest in GPM as described under "Consolidated Financial Position, Liquidity and Capital Resources", the Corporation has no off-balance sheet financial arrangements and no material contractual obligations other than those described in the 2007 Annual Report.

RELATED PARTY TRANSACTIONS

There were no changes in the types of related party transactions entered into by the Corporation in the quarter ended March 31, 2008. The 2007 Annual Report provides further information.

CRITICAL ACCOUNTING ESTIMATES

Revenue Recognition

Management fees are calculated as a percentage of AUM and this revenue is recognized when it is earned.

Performance fees are calculated by applying an agreed upon formula as a percentage of the fund investment returns. Performance fees are recognized as revenue only when they are realized. Depending on the terms of the funds, performance fees in the Retail Alternative Investments operations are calculated and recognized periodically, typically June 30 and December 31.

Investments in Funds Managed by the Corporation

The Corporation accounts for its investments in funds managed by the Corporation in accordance with CICA Handbook Section 3855, *Financial Instruments — Recognition and Measurement* as further explained in the 2007 Annual Report. Investments in funds managed by the Corporation are classified as either trading securities or available for sale securities that do not have a quoted market price in an active market.

Management Contract Establishment Expenses

Management contract establishment expenses represent the portion of third party costs incurred in respect of the development of structured products which are not reimbursed from the proceeds of the closing of the structured product offerings.

Business Acquisition

The allocation of the purchase price by the Corporation to the assets purchased and liabilities assumed of BluMont Capital required management to make certain estimates of value. The excess of the purchase price over the amounts assigned to the assets acquired and liabilities assumed is referred to as goodwill.

CHANGE IN ACCOUNTING POLICIES

Effective October 1, 2007, the Corporation adopted CICA Handbook Section 1506, *Accounting Changes*, CICA Handbook Section 1535, *Capital Disclosures*, CICA Handbook Section 3862, *Financial Instruments - Disclosures* and CICA Handbook Section 3863, *Financial Instruments - Presentation*.

Accounting Changes prescribes the criteria for changing accounting policies, together with the accounting treatment and disclosure of changes in accounting policies, changes in accounting estimates and corrections of errors. This standard did not affect the Corporation's consolidated financial position or results of operations.

Capital Disclosures requires that the Corporation disclose information that enables users of its financial statements to evaluate the Corporation's objectives, policies and processes for managing capital, including disclosures of any externally imposed capital requirements and the consequences of non-compliance.

CICA Handbook Section 3862 and 3863 replaces CICA Handbook Section 2861, *Financial Instruments - Disclosure and Presentation*. These new sections place increased emphasis on disclosures about the nature and extent of risks arising from financial instruments and how the Corporation manages those risks.

DISCLOSURE CONTROLS AND PROCEDURES

The Chief Executive Officer and Chief Financial Officer, after evaluating the effectiveness of the disclosure controls and procedures (as defined in applicable Canadian securities laws) of the Corporation as of the end of the period covered by this management’s discussion and analysis, have concluded that the Corporation's disclosure controls and procedures are effective to ensure that all information required to be disclosed by the Corporation in reports that it files or furnishes under applicable Canadian securities laws is (i) recorded, processed, summarized and reported within the time periods specified in the rules and forms of the Canadian securities regulatory authorities and (ii) accumulated and communicated to the Corporation's management, including the Chief Executive Officer and Chief Financial Officer, to allow timely decisions regarding required disclosure.

CHANGES IN INTERNAL CONTROL OVER FINANCIAL REPORTING

There was no change in the Corporation's internal control over financial reporting that occurred during the last fiscal quarter that has materially affected, or is reasonably likely to materially affect, the Corporation's internal control over financial reporting.

SELECTED QUARTERLY INFORMATION

(in $000s, except per share amounts)	March 31, 2008	December 31, 2007	September 30, 2007	June 30, 2007
Revenues	$ 6,482	$ 7,072	$ 6,178	$ 11,103
Performance fees, included in revenues above	$ -	$ 1,509	$ 71	$ 5,413
Net performance fees	$ -	$ 745	$ 67	$ 2,937
EBITDA	$ 1,105	$ 1,289	$ 878	$ 2,740
Income before income taxes and non-controlling interest	$ 458	$ 605	$ 78	$ 1,692
Net income (loss) and comprehensive income (loss)	$ 66	$ 557	$ (300)	$ 1,170
Earnings (loss) per share	$ 0.00	$ 0.02	$ (0.01)	$ 0.04

(in $000s, except per share amounts)	March 31, 2007	December 31, 2006	September 30, 2006	June 30, 2006
Revenues	$ 5,121	$ 10,269	$ 5,322	$ 6,926
Performance fees, included in revenues above	$ -	$ 3,885	$ -	$ 1,313
Net performance fees	-	1,612	631	671
EBITDA	$ 473	$ 2,639	$ 961	$ 1,102
Income (loss) before income taxes and non-controlling interest	$ (193)	$ 2,091	$ 355	$ 680
Net income (loss) and comprehensive income [(1)]	$ (43)	$ 953	$ 184	$ 454
Earnings per share	$ 0.00	$ 0.04	$ 0.01	$ 0.02

[(1)] The financial results for the three quarters in fiscal 2006 (Q1, Q2 and Q3) have been restated to reflect equity earnings (loss) in an investment in a fund managed by the Corporation.

Integrated Asset Management Corp.
Consolidated Balance Sheets - Unaudited

	March 31 2008	September 30 2007
Assets		
Current		
Cash and cash equivalents	$ 10,916,512	$ 15,387,203
Receivables	5,976,230	4,535,108
Prepaids	391,220	521,106
Future income taxes	274,251	7,684
	17,558,213	20,451,101
Property and equipment	971,100	969,905
Deferred sales commissions	574,617	872,262
Fund management contracts (Note 4)	8,676,044	8,266,199
Goodwill	2,675,530	2,675,530
Investments in funds managed by the Corporation	1,607,855	1,655,968
Other assets (Note 5)	1,347,305	1,486,337
Future income taxes	392,678	357,783
	$ 33,803,342	$ 36,735,085
Liabilities		
Current		
Payables and accruals	$ 4,191,722	$ 5,048,546
Deferred revenue	252,502	252,501
Current portion of capital lease obligations	13,464	5,585
Current portion of long-term debt (Note 6)	-	1,287,470
Income taxes payable	587,867	743,997
Future income taxes	444,001	440,492
	5,489,556	7,778,591
Capital lease obligations	-	10,139
Tenant inducements and deferred revenue	655,700	703,163
Future income taxes	1,916,915	2,345,507
	8,062,171	10,837,400
Non-controlling interest	1,669,143	1,482,350
Shareholders' Equity		
Capital stock (Note 7)	20,192,387	20,099,587
Contributed surplus (Note 7)	787,406	704,569
Retained earnings	3,092,235	3,611,179
	24,072,028	24,415,335
	$ 33,803,342	$ 36,735,085

See accompanying notes to the consolidated financial statements.

Integrated Asset Management Corp.
Consolidated Statements of Operations, Comprehensive Income and Retained Earnings - Unaudited

For the period ended March 31	3 Months 2008	3 Months 2007	6 Months 2008	6 Months 2007
Revenues				
Management fees, administration and redemption fees	$ 6,149,887	$ 4,680,565	$ 11,319,635	$ 10,115,022
Performance fees	-	-	1,509,431	3,884,633
Interest and other income	332,491	440,080	725,518	1,389,669
	6,482,378	5,120,645	13,554,584	15,389,324
Expenses				
Selling, general and administration	4,904,982	4,281,792	9,469,652	9,257,615
Stock-based compensation (Note 3)	49,075	16,066	95,637	65,159
Investment adviser fees	151,732	57,478	261,141	192,713
Service fees paid to dealers	320,918	308,540	666,112	554,947
Investment adviser, service fees and expenses paid relating to performance fees revenue earned	-	-	763,815	2,272,660
Depreciation of property and equipment	63,766	50,549	129,985	102,026
Amortization of deferred sales commissions and fund management contracts	526,668	538,582	1,046,901	809,119
Amortization of management contract establishment expenses	-	8,113	-	132,948
Interest expense	7,464	52,452	58,912	104,079
	6,024,605	5,313,572	12,492,155	13,491,266
Income (loss) before income taxes and non-controlling interest	457,773	(192,927)	1,062,429	1,898,058
Income taxes (recovery)				
Current	312,975	(28,990)	854,990	62,873
Future	(185,190)	(109,129)	(726,545)	449,044
	127,785	(138,119)	128,445	511,917
Income (loss) before non-controlling interest	329,988	(54,808)	933,984	1,386,141
Non-controlling interest share of loss (income)	(264,296)	11,986	(311,793)	(475,792)
Net income (loss) and comprehensive income	$ 65,692	$ (42,822)	$ 622,191	$ 910,349
Basic and diluted earnings per share	$ 0.00	$ 0.00	$ 0.02	$ 0.04
Weighted average number of shares outstanding	28,555,044	25,102,978	28,535,044	24,045,164
Retained earnings, beginning of period	$ 3,026,543	$ 3,781,458	$ 3,611,179	$ 3,653,284
Net income (loss)	65,692	(42,822)	622,191	910,349
Dividends declared	-	-	(1,141,135)	(824,997)
Retained earnings, end of period	$ 3,092,235	$ 3,738,636	$ 3,092,235	$ 3,738,636

See accompanying notes to the consolidated financial statements.

Integrated Asset Management Corp.
Consolidated Statements of Cash Flows - Unaudited

For the period ended March 31	3 Months 2008	3 Months 2007	6 Months 2008	6 Months 2007
Increase (decrease) in cash and cash equivalents				
Operating activities				
Net income (loss)	**$ 65,692**	$ (42,822)	**$ 622,191**	$ 910,349
Add (subtract) non-cash items:				
Stock-based compensation (Note 3)	**49,075**	16,066	**95,637**	65,159
Depreciation of property and equipment	**63,766**	50,549	**129,985**	102,026
Amortization of deferred sales commissions and fund management contracts	**526,668**	538,582	**1,046,901**	809,119
Amortization of management contract establishment expenses	**-**	8,113	**-**	132,948
Gain on sale of management contract	**-**	-	**-**	(572,702)
Future income tax expense (recovery)	**(185,190)**	(109,129)	**(726,545)**	449,044
Non-controlling interest share of income (loss)	**264,296**	(11,986)	**311,793**	475,792
Other	**(32,785)**	19,331	**(27,735)**	23,271
	751,522	468,704	**1,452,227**	2,395,006
Net change in non-cash working capital balances relating to operations	**225,110**	2,838,498	**(2,676,621)**	(3,105,827)
Cash provided by (used in) operating activities	**976,632**	3,307,202	**(1,224,394)**	(710,821)
Financing activities				
Issuance of common shares on exercise of stock options	**40,000**	250,000	**80,000**	270,000
Issuance of common shares of subsidiaries	**-**	193,750	**-**	263,500
Issuance of loan to employee to purchase shares of subsidiary	**-**	-	**-**	(125,000)
Issuance of management loans	**-**	(226,500)	**-**	(226,500)
Repayment of long-term debt	**-**	-	**(1,300,000)**	-
Repayment of management loans	**80,425**	77,201	**127,410**	125,290
Repayment of capital lease obligations	**(915)**	(1,250)	**(2,260)**	(5,788)
Dividends paid to shareholders	**(1,141,135)**	(824,997)	**(1,141,135)**	(824,997)
Distributions paid to non-controlling interests	**-**	-	**(125,000)**	-
Cash used in financing activities	**(1,021,625)**	(531,796)	**(2,360,985)**	(523,495)
Investing activities				
Payment of sales commissions	**(13,283)**	(2,967)	**(24,984)**	(20,372)
Acquisition of non-controlling shareholders' interest in subsidiary	**-**	-	**-**	(125,000)
Acquisition of shares of BluMont Capital	**-**	(1,000,419)	**-**	(1,076,945)
Payment of management contract establishment expenses	**-**	(8,113)	**-**	(132,948)
Purchase of property and equipment	**(87,278)**	(48,669)	**(131,180)**	(74,907)
Proceeds from (purchase of) other assets	**100,000**	(93,808)	**100,000**	(93,808)
Purchase of fund management contracts	**-**	-	**(829,148)**	-
Cash used in investing activities	**(561)**	(1,153,976)	**(885,312)**	(1,523,980)
Increase (decrease) in cash and cash equivalents	**(45,554)**	1,621,430	**(4,470,691)**	(2,758,296)
Cash and cash equivalents, beginning of period	**10,962,066**	10,281,765	**15,387,203**	14,661,491
Cash and cash equivalents, end of period	**$ 10,916,512**	$ 11,903,195	**$ 10,916,512**	$ 11,903,195
Supplemental disclosure from non-cash investment and financing activities				
Capital stock issued for purchase of BluMont (Note 8)	**$ -**	$ 7,454,340	**$ -**	$ 10,253,211
Interest paid	**$ 7,464**	$ 41,231	**$ 46,382**	$ 82,045
Income taxes paid	**$ 56,754**	$ 52,652	**$ 1,009,760**	$ 1,737,250

See accompanying notes to the consolidated financial statements.

Integrated Asset Management Corp.
Notes to the Consolidated Financial Statements - Unaudited

March 31, 2008

1. Organization

Integrated Asset Management Corp. (the "Corporation" or "IAM") was incorporated under the laws of Ontario and its common shares are listed on the TSX. The Corporation's principal business is alternative asset management and operates in one geographic segment (Canada).

During fiscal 2007, the Corporation determined that there was one reportable segment.

The Corporation manages assets across a variety of alternative asset classes for retail, institutional and high net worth customers. All of the Corporation's revenues and cash flows are derived from managing and administering this business.

During fiscal 2007, the Corporation increased its ownership in BluMont Capital to 100%. Past segmentation was prepared to accommodate BluMont Capital's status as a separate public company with a virtually exclusive retail focus. Following the completion of BluMont Capital's privatization, separate segmented information for BluMont Capital has not been presented.

2. Basis of Presentation

The accompanying unaudited interim consolidated financial statements have been prepared in accordance with the requirements of the Canadian Institute of Chartered Accountants (‘‘CICA’’) Handbook Section 1751, *Interim Financial Statements*. Accordingly, certain information and footnote disclosure normally included in annual financial statements prepared in accordance with Canadian GAAP have been omitted or condensed. These unaudited interim consolidated financial statements should be read in conjunction with the consolidated financial statements as at and for the year ended September 30, 2007, as set out in the Corporation’s 2007 Annual Report.

In the opinion of management, the unaudited interim consolidated financial statements include all adjustments (consisting of normal recurring accruals) considered necessary by management to present a fair statement of the results of operations, financial position and cash flows. The consolidated financial statements were prepared using the same accounting policies and methods as those used in the Corporation’s financial statements for the year ended September 30, 2007.

3. Stock-Based Compensation and Other Stock-Based Payments

The Corporation has established an incentive stock option plan for the executives, key employees, directors and consultants to the Corporation. As at March 31, 2008 there were 2,327,898 common shares (September 30, 2007 - 1,706,826 common shares) reserved for issuance on exercise of stock options.

These options expire in 2008 through 2014 and may be exercised at prices ranging from $1.00 to $2.10 per common share with a total exercisable value of $3,355,624 (September 30, 2007 - $2,780,123).

Number of Options	Number of Options Vested	Exercise Price	Expiry Date
588,800	588,800	$ 1.00	2010
17,857	17,857	$ 1.40	2011
40,000	-	$ 1.45	2014
1,007,500	-	$ 1.50	2013
17,857	17,857	$ 1.68	2010
566,955	-	$ 1.70	2012
80,000	80,000	$ 2.00	2011
8,929	8,929	$ 2.10	2009
2,327,898	713,443		

The changes in the stock options are as follows:

	Number Of Options	Weighted Average Exercise Price
Balance, September 30, 2007	1,706,826	$ 1.63
Granted	1,047,500	1.50
Exercised	(80,000)	1.00
Cancelled	(346,428)	2.64
Balance, March 31, 2008	2,327,898	$ 1.44

Integrated Asset Management Corp.
Notes to the Consolidated Financial Statements - Unaudited

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4. Fund Management Contracts

	March 31 2008	September 30 2007
Fund management contracts, net of accumulated amortization	$ 8,676,044	$ 8,266,199

During the quarter ended December 31, 2007, the Corporation recorded an amount of approximately $1.1 million to fund management contracts in respect of the purchases of the management contracts of two mutual funds and a flow-through business for which BluMont Capital is the portfolio manager.

5. Other Assets

	March 31 2008	September 30 2007
Management loans	$ 440,642	$ 568,052
Other	906,663	918,285
	$ 1,347,305	$ 1,486,337

6. Long-term Debt

	March 31 2008	September 30 2007
Convertible debenture, in subsidiary company, due within one year included in current liabilities	$ -	$ 1,287,470

The convertible debenture of $1.3 million matured and was repaid on December 31, 2007.

7. Share Capital and Contributed Surplus

Authorized:
The Corporation is authorized to issue an unlimited number of common shares.

Issued:

	Share Capital				
	Number of Common Shares		Amount		Contributed Surplus
Balance, September 30, 2007	28,488,377	$	20,099,587	$	704,569
Issuance of common shares on exercise of incentive stock options	80,000		80,000		-
Stock-based compensation (Note 3)	-		12,800		82,837
Balance, March 31, 2008	28,568,377	$	20,192,387	$	787,406

The amount of $82,837 credited to Contributed Surplus represents the stock-based compensation expense of $95,637 for stock options granted by the Corporation as shown on the Consolidated Statement of Operations, less an amount of $12,800 representing the amount previously expensed by the Corporation attributable to stock options exercised in the period. The $12,800 was reallocated out of Contributed Surplus and applied against share capital.

The Corporation had no other comprehensive income for the six months ended March 31, 2008 and the Corporation does not have any accumulated other comprehensive income as at March 31, 2008.

Integrated Asset Management Corp.
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8. Business Acquisition

During fiscal 2007, the Corporation acquired all of the outstanding common shares of BluMont Capital Inc. ("BluMont Capital") not already owned through a two-step process.

In aggregate, the consideration including transaction costs was $11,600,397, which included the issuance of 6,076,882 common shares of the Corporation and the granting of 925,000 stock options of the Corporation to replace existing BluMont Capital stock options.

The common shares of IAM issued as consideration were valued at an average of $1.69 per share using the weighted average closing price of IAM common shares on the dates that the Corporation issued its common shares to BluMont Capital shareholders. The stock options were valued using the Black-Scholes option pricing model reflecting the exercise prices and terms set out in the BluMont Capital stock options which were replaced.

9. Financial Instruments and Risk Management

The Corporation's business is alternative asset management. The key performance driver of the Corporation's ongoing results is the level of assets and committed capital under management ("AUM"). The level of AUM is directly correlated to investment returns, the successful launch of new investment initiatives, retention and hiring of key personnel and the Corporation's ability to retain existing AUM.

Risk is the responsibility of the Executives of the Corporation which includes the Chief Executive Officer, Chief Financial Officer, Executive Vice-President and each investment team's President. Oversight of reputational, regulatory, legal and financial risk is within the mandate of the Executives. The Chief Executive Officer reports to the Board of Directors for all of the Corporation's risk-taking activities.

The Corporation values financial instruments as follows:

(i) cash and cash equivalents are classified as financial assets held for trading and are measured at fair value. Gains and losses related to periodic revaluation are recorded in net income.
(ii) Receivables are classified as loans and receivables which are initially measured at fair value and subsequent periodic revaluations are recorded at amortized cost using the effective interest rate method. The carrying amount approximates fair value.
(iii) Payables and accruals are classified as other liabilities and are initially measured at fair value and subsequent periodic revaluations are recorded at amortized cost using the effective interest rate method. The carrying amount approximates fair value.

The Corporation's Unaudited Balance Sheet includes $1.6 million of investments in funds managed by the Corporation. Approximately $0.5 million of these securities are classified as held for trading and are measured at fair value with any gains and losses related to periodic revaluation recorded in net income. The remaining $1.1 million security is classified as an available for sale security that does not have a quoted market price in an active market. This security is difficult to value due to the inherent difficulty in valuing private companies and as a result is measured at cost. There is no impact to the Unaudited Consolidated Statement of Operations.

In the normal course of business, the Corporation is exposed to select financial risks by virtue of its activities, encompassing market risk, credit risk and liquidity risk. The Corporation has nominal exposure to interest rate risk.

Integrated Asset Management Corp.
Notes to the Consolidated Financial Statements - Unaudited

March 31, 2008

9. Financial Instruments and Risk Management - (continued)

Market Risk

Market risk is the risk of loss arising from adverse changes in market rates and prices, such as interest rates, equity market fluctuations and other relevant market rate or price changes. Market risk is directly influenced by the volatility and liquidity in the markets in which the related underlying assets are traded.

The Corporation's only financial instrument affected by market risk is its investments in funds managed by the Corporation, which consist of capital the Corporation invests in new products in order to ensure their successful introduction into the marketplace. Products currently consist of funds in the retail alternative investments market, including a portion for which the underlying companies are domiciled outside Canada and an allocation to a managed futures fund managed by the Corporation. Consequently, the Corporation is impacted by both the changing value of the securities in the market, as well as changes in the relative value of foreign currencies. The Corporation does not hedge these two risks; rather, it seeks to minimize risk by limiting the amount of capital allocated to new product introduction to amounts which would not materially impact the financial strength and capacity of the Corporation and to limit the time that the capital is at risk.

The impact to the Corporation's net income is not material should the comparable indices to the investments in funds managed by the Corporation increase or decrease by 2.5%.

The investment in the private equity fund is excluded from this analysis as it is classified as an available for sale security that does not have a quoted market price in an active market. This security is difficult to value due to the inherent difficulty in valuing private companies and as a result is measured at cost.

Credit Risk

Credit risk is the risk that one party to a financial instrument fails to discharge an obligation and causes financial loss to another party. The Corporation is exposed to credit risk principally on its receivables which have normal thirty day terms. No allowance for bad debts has been recorded.

In excess of 90% of the Corporation's receivables at March 31, 2008 are due within thirty days. There are no receivables that are over one year old.

Cash and cash equivalents of the Corporation are held at Schedule 1 banks.

Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet cash flow commitments associated with financial instruments. The Corporation has contractual obligations and financial liabilities and therefore is exposed to liquidity risk. The purpose of liquidity management is to ensure that there is sufficient cash to meet all financial commitments and obligations as they fall due. The Corporation monitors its current and expected cash flow requirements to ensure it has sufficient cash and cash equivalents to meet its liquidity requirements short and longer terms. To manage cash flow requirements, the Corporation maintains a sizable cash balance held at Schedule 1 banks. The Corporation does not hold any asset-backed commercial paper.

Integrated Asset Management Corp.
Notes to the Consolidated Financial Statements - Unaudited

March 31, 2008

10. Capital Management

The Corporation's capital is solely comprised of Shareholders' Equity, as disclosed on the Corporation's Unaudited Consolidated Balance Sheet. IAM has no debt and has determined that no debt will be included in its capital structure at this time.

The Corporation's primary objectives when managing capital are:

(i) to maintain financial strength;
(ii) to manage liquidity requirements;
(iii) to provide a sufficient level of shareholders' equity and cash on hand to fund anticipated dividend payments;
(iv) to provide financial flexibility to fund product initiatives and possible acquisitions;
(v) to maintain compliance with regulatory capital requirements; and,
(vi) to maximize returns for shareholders over the long term.

The Corporation's registration with securities commissions in Canada requires it to maintain a minimum free capital of $30,000.

11. Subsequent Events

(i) In May 2008, the Corporation monetized one of its real estate funds (GPM 7) in accordance with the mandate of the fund. The Corporation expects to realize performance fees of approximately $5.5 million, before associated expenses, which will be recognized in the June 2008 quarterly financial statements.

(ii) In May 2008, the Corporation committed to investing $6.0 million in the Corporation's Exemplar Portfolios which will provide the initial investments to launch two funds.

Integrated Asset Management Corp.
Board of Directors

March 31, 2008

Victor Koloshuk
Chairman, President and Chief Executive Officer,
Integrated Asset Management Corp.

David Atkins [(1)] [(2)]
Chairman, Swiss Reinsurance Group Companies of Canada

Brent Chapman
President, Greiner-Pacaud Management Associates

Bruce Day [(1)] [(2)]
Corporate Director

George Engman
President and Chief Executive Officer, Integrated Partners

Veronika Hirsch
Chief Investment Officer, BluMont Capital

Stephen Johnson [(3)]
Chief Financial Officer,
Integrated Asset Management Corp.

Donald Lowe [(1)] [(2)]
Corporate Director

David Mather
Executive Vice President,
Integrated Asset Management Corp.

Paul Perrow
President and Chief Executive Officer, BluMont Capital

John Robertson
President and Chief Executive Officer,
Integrated Private Debt Corp.

(1) Member of the Audit Committee
(2) Member of the Compensation and Governance Committee
(3) Secretary of the Corporation

Integrated Asset Management Corp.
Principal Officers

March 31, 2008

Integrated Asset Management Corp.
Victor Koloshuk
Chairman, President and Chief Executive Officer

Stephen Johnson
Chief Financial Officer

David Mather
Executive Vice President

Michael Staresinic
Corporate Controller

Quebec Representative
Joseph Benarrosh
Directeur, Quebec

Integrated Partners
Victor Koloshuk
Chairman

George Engman
President and Chief Executive Officer

Stephen Johnson
Senior Vice President

James Ridout
Vice President

GPM
Brent Chapman
President

David Warkentin
Senior Vice President, Investments

Rick Zagrodny
Senior Vice President,
Asset Management

GPM
Robert Burns
Chief Financial Officer

Frank Bartello
Vice President, Acquisitions

David Becket
Vice President, Asset and Property Management

GPH
Robert Hamilton
President

Integrated Private Debt Corp.
John Robertson
President and Chief Executive Officer

Donald Bangay
Managing Director

Frank Duffy
Managing Director

Michael LeClair
Managing Director

Philip Robson
Managing Director

Douglas Zinkiewich
Managing Director

Integrated Managed Futures Corp.

Stephen Johnson
Chairman

Roland Austrup
President and Chief Executive Officer

David Mather
Vice President

Darton Property Advisors & Managers Inc.
Gary Hudson
President

Steven Harris
Senior Vice President

Susan Russell
Vice President, Finance

BluMont Capital
Victor Koloshuk
Chairman

Paul Perrow
President and Chief Executive Officer

Veronika Hirsch
Chief Investment Officer

David Scobie
Chief Operating Officer

Stephen Johnson
Chief Financial Officer

Peter Chodos
Managing Director

Pierre Novak
Managing Director

James Wanstall
Executive Vice President, Business Development

Integrated Asset Management Corp.
Corporate Information

March 31, 2008

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PricewaterhouseCoopers LLP

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Equity Transfer & Trust Company

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- www.imfc.ca