



Capital Partners Plc

Interim Financial Report
for the period ended 31 July 2007

ORA Capital Partners Plc

DIRECTORS AND OFFICERS

Directors	Richard I Griffiths (<i>Executive Chairman</i>) Michael A Bretherton (<i>Finance Director</i>) David R Norwood (<i>Non-Executive Director</i>) Beatrice M H Hollond (<i>Non-Executive Director</i>)
Company Secretary	Michael A Bretherton
Company Number	5614046 (England & Wales)
Company Website	www.oracp.com
Registered Office	Martin House 26-30 Old Church Street London SW3 5BY
Nominated Adviser	Smith & Williamson Corporate Finance Limited 25 Moorgate London EC2R 6AY
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ORA Capital Partners Plc

CHAIRMAN'S STATEMENT

I am pleased to present the interim report of Ora Capital Partners Plc (ORA) for the six months ended 31 July 2007 together with comparatives for the period from incorporation on 7 November 2005 to 31 July 2006 and comparatives for the first audited accounting period from 7 November 2005 to 31 January 2007.

The half year to 31 July 2007 saw continued successful development of the Group which included a share placing and admission to the AIM market in April 2007 as well as a number of acquisitions by our principal businesses. Profits before tax for the six months were £1.67 million compared to £0.65 million for the period to 31 July 2006 with revenues for the six months of £2.10 million versus £0.42 million for the period to 31 July 2006.

Group cash balances at 31 July 2007 were £57.1 million compared with £29.4 million at 31 July 2006 and net assets at 31 July 2007 were £71.2 million compared with £32.2 million a year earlier. The increase in net assets of £39.0 million between 31 July 2006 and 31 July 2007 reflects £34.8 million of new share capital raised on the placing in April net of expenses and profits after tax of £2.3 million in the twelve months to 31 July 2007, coupled with £1.9 million of net assets attributable to minority interests on acquisition of subsidiaries in the period.

ORA is a holding and management company the principal activity of which is the development and growth of trading companies within its business portfolio together with the development and growth of its financial services subsidiaries. These activities are reported in the Business Portfolio Return and Advisory Fees sector and the Financial Services sector respectively.

Business Portfolio Return and Advisory Fees

The profit before tax attributable to our Business Portfolio Return and Advisory Fees sector was £1.24 million for the six months ended 31 July 2007 compared with £0.48 million for the period to 31 July 2006. The results reflect movements in the carrying value of ORA's investment portfolio business assets and our advisory fee income, less the central overheads attributable to those activities, together with interest income earned on cash balances available for investment.

The principal trading companies included in our business portfolio are Nanoco Tech Plc (Nanoco), Kanyon Plc (Kanyon) and Oxeco Plc (Oxeco) and in addition ORA holds units in the Rock Island Investments Limited fund which represented 49.7 per cent. of that fund.

Nanoco develops and manufactures fluorescent nano-crystals from semi-conductor and metallic materials known as quantum dots which are being utilised by manufacturers and researchers all over the world to develop applications including but not limited to solar energy, electronics, display technology, bio-imaging and anti counterfeit protection. Nanoco raised £1.0 million of additional funds from a major Japanese institutional investor in March 2007 at a valuation of £17 million following which ORA now holds 43.4 per cent. of the issued equity of the company.

Kanyon acquired 100 per cent. of Solar Labs Limited in May 2007, settled in full by the issue of shares following which ORA's holding in Kanyon now amounts to 42.9 per cent.

CHAIRMAN'S STATEMENT

Kanyon will continue to identify opportunities in the field of renewable energies and solar energy solutions which are complementary to its enlarged business.

Oxeco completed the 100 per cent. acquisition of Oxray Limited in June 2007. Oxray's primary business is the development of novel X-ray crystallography structure determination software and the provision of a small molecule X-ray crystallography structure service. The acquisition was settled in full by the issue of shares following which ORA now holds 45.2 per cent. of the issued equity of the company.

Financial Services

Bankora Limited (Bankora) was founded in 2006 as a Financial Services Authority authorised firm able to provide agency broking and corporate finance advice to intermediate customers and market counterparties. ORA initially acquired 67.8 per cent. of the issued share capital of Bankora by way of several share subscription rounds. Then in July 2007, the Group acquired 100 per cent. of the issued share capital of Luke Securities Limited settled mainly by the issue of Bankora shares which resulted in a dilution of the Company's holding in Bankora to 61.4 per cent.

The post acquisition revenue attributable to these financial services businesses in the six months ended 31 July 2007 was £0.40m and the related profit before tax was £0.18 million.

Financial Trading

Surplus cash may be committed to specific opportunities where the management team considers there to be potential for significant value creation which may include the acquisition of equities and derivative financial instruments. These activities are reported in the Financial Trading sector inclusive of related funding costs and for which the profit before tax in the six months ended 31 July 2007 was £0.25 million compared with £0.17 million for the period to 31 July 2006.

Outlook

I remain confident that ORA will make considerable further progress in its development during the remainder of the year. The Company continues to evaluate a wide range of new commercial and acquisition opportunities, as well as working with its existing businesses.

The Group's performance is due principally to the efforts and skills of our staff and I would like to thank all of them for their commitment in helping us achieve a successful first half to the year.

Richard Griffiths

Executive Chairman

18 October 2007

ORA Capital Partners Plc

CONDENSED CONSOLIDATED INCOME STATEMENT

for the Six months ended 31 July 2007

	<i>Six months to 31 July 2007 (Unaudited)</i>	<i>Period to 31 July 2006 (Unaudited)</i>	<i>Period to 31 January 2007 (Audited)</i>	
<i>Notes</i>	<i>£'000</i>	<i>£'000</i>	<i>£'000</i>	
CONTINUING OPERATIONS				
REVENUE	3	2,095	416	1,759
Administrative expenses		(688)	(184)	(501)
Depreciation charges		(32)	(8)	(27)
NET OPERATING EXPENSES		(720)	(192)	(528)
OPERATING PROFIT		1,375	224	1,231
Interest payable		(748)	(34)	(283)
Interest receivable		1,045	455	1,062
PROFIT BEFORE TAXATION	4	1,672	645	2,010
Taxation	5	(365)	(194)	(602)
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		1,307	451	1,408
DISCONTINUED OPERATIONS				
Profit/(loss) after tax from discontinued operations	13	31	—	(11)
PROFIT FOR THE PERIOD		1,338	451	1,397
ATTRIBUTABLE TO				
Equity holders of parent		1,273	451	1,426
Minority interest		65	—	(29)
		1,338	451	1,397
EARNINGS PER SHARE				
Basic and diluted on profit for the period	6	1.45p	1.10p	2.68p
Basic and diluted on profit from continuing operations	6	1.43p	1.10p	2.70p

The profit for the period from the Group's continuing operations includes contributions from subsidiaries acquired in the period as set out in note 12 of the financial statements.

Comparative figures comprise the period from incorporation on 7 November 2005 to 31 July 2006 and the period from incorporation on 7 November 2005 to 31 January 2007.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the six months ended 31 July 2007

	<i>Attributable to equity holders of the Company</i>				<i>Total Equity £'000</i>
	<i>Share Capital £'000</i>	<i>Share Premium £'000</i>	<i>Revenue Reserve £'000</i>	<i>Minority Interest £'000</i>	
At 7 November 2005	—	—	—	—	—
Issue of shares	707	31,144	—	—	31,851
Expenses of issue of shares	—	(74)	—	—	(74)
Net profit for the period	—	—	451	—	451
At 31 July 2006	707	31,070	451	—	32,228
Net profit for the period	—	—	946	—	946
Loss attributable to minority interests	—	—	29	(29)	—
Share of net assets at acquisition attributable to minority interests	—	—	—	2,724	2,724
At 31 January 2007	707	31,070	1,426	2,695	35,898
Issue of shares	293	34,921	—	—	35,214
Expenses of issue of shares	—	(437)	—	—	(437)
Net profit for the period	—	—	1,338	—	1,338
Profit attributable to minority interests	—	—	(65)	65	—
Share of net assets at acquisition attributable to minority interests	—	—	—	1,693	1,693
Share of net assets on deconsolidation attributable to minority interests	—	—	—	(2,551)	(2,551)
At 31 July 2007	1,000	65,554	2,699	1,902	71,155

ORA Capital Partners Plc

CONDENSED CONSOLIDATED BALANCE SHEETS

at 31 July 2007

		31 July 2007 (Unaudited) £'000	31 July 2006 (Unaudited) £'000	31 January 2007 (Audited) £'000
	Notes			
ASSETS				
Non-current assets				
Investment portfolio	7	11,819	2,655	3,221
Property, plant and equipment		140	89	143
Goodwill	11	2,047	—	240
Total non-current assets		<u>14,006</u>	<u>2,744</u>	<u>3,604</u>
Current assets				
Trade and other receivables		686	173	235
Investments in trading securities		2,114	—	569
Derivative trading assets		1,062	467	41
Cash and cash equivalents		57,136	29,425	32,418
Total current assets		<u>60,998</u>	<u>30,065</u>	<u>33,263</u>
TOTAL ASSETS		<u>75,004</u>	<u>32,809</u>	<u>36,867</u>
LIABILITIES				
Current liabilities				
Trade and other payables		(1,325)	(87)	(112)
Tax liabilities		(967)	(194)	(602)
Derivatives trading liabilities		(1,557)	(300)	(255)
TOTAL LIABILITIES		<u>(3,849)</u>	<u>(581)</u>	<u>(969)</u>
NET ASSETS		<u>71,155</u>	<u>32,228</u>	<u>35,898</u>
EQUITY				
Issued capital	8	1,000	707	707
Share premium	9	65,554	31,070	31,070
Revenue reserve		2,699	451	1,426
Equity attributable to holders of parent		<u>69,253</u>	<u>32,228</u>	<u>33,203</u>
Minority interest	10	1,902	—	2,695
TOTAL EQUITY		<u>71,155</u>	<u>32,228</u>	<u>35,898</u>

Approved by the board and authorised for issue on 18 October 2007.

R I Griffiths
Executive Chairman

M A Bretherton
Finance Director

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
for the Six months ended 31 July 2007

	<i>Six months to 31 July 2007 (Unaudited)</i>	<i>Period to 31 July 2006 (Unaudited)</i>	<i>Period to 31 January 2007 (Audited)</i>
<i>Notes</i>	<i>£'000</i>	<i>£'000</i>	<i>£'000</i>
OPERATING ACTIVITIES			
Operating profit from continuing operations	1,375	224	1,231
Loss before tax from discontinued operations	13 40	—	(11)
Adjustment for non-cash items:			
Depreciation of property, plant and equipment	32	8	27
Unrealised profit on partial disposal of subsidiary	12 (357)	—	—
Unrealised losses on deconsolidation disposals	13 13	—	—
Unrealised profits on revaluation of portfolio investments	7 (42)	—	(60)
Unrealised (profits)/losses on other trading investments	(962)	(168)	145
Operating cash inflow	99	64	1,332
Purchase of trading securities	(255)	—	(500)
Increase in trade and other receivables	(519)	(173)	(177)
Increase/(decrease) in trade and other payables	1,171	88	(268)
Net cash in/(out) flow from operations	496	(21)	387
INVESTING ACTIVITIES			
Purchases of property, plant and equipment	(10)	(97)	(170)
Purchase of portfolio investments	7 (5,000)	(2,655)	(3,161)
Sale of portfolio investments	7 310	—	—
Acquisitions of subsidiaries	12 (5,966)	—	(4,348)
Cash and bank in subsidiaries at acquisition	12 6,004	—	7,212
Cash and bank in deconsolidated subsidiaries	13 (6,190)	—	—
Net cash outflow from investing activities	(10,852)	(2,752)	(467)
FINANCING ACTIVITIES			
Proceeds from issue of share capital	35,214	31,851	31,851
Expense of issue of share capital	(437)	(74)	(74)
Interest paid	(748)	(34)	(283)
Interest received	1,045	455	1,004
Net cash inflow from financing activities	35,074	32,198	32,498
INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at start of period	24,718	29,425	32,418
	32,418	—	—
CASH AND CASH EQUIVALENTS AT END OF PERIOD			
	57,136	29,425	32,418

Comparative figures comprise the period from incorporation on 7 November 2005 to 31 July 2006 and the period from incorporation on 7 November 2005 to 31 January 2007.

ORA Capital Partners Plc

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. BASIS OF PREPARATION

The interim financial statements of Ora Capital Partners Plc are unaudited condensed consolidated financial statements for the six months to 31 July 2007. These include unaudited comparatives for the nine month period from incorporation on 7 November 2005 to 31 July 2006 together with audited comparatives for the fifteen month period from 7 November 2005 to 31 January 2007.

2. SIGNIFICANT ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared under the historical cost convention except for the revaluation of certain financial instruments and investments.

The accounting policies adopted are consistent with those followed in the preparation of the Group's annual financial statements for the period ended 31 January 2007.

The condensed consolidated financial statements do not constitute statutory accounts. The statutory accounts for the period to 31 January 2007 have been reported on by the Company's auditors and have been filed with the Registrar of Companies. The report of the auditors was unqualified.

3. REVENUES ANALYSIS

	<i>Six months to 31 July 2007 (Unaudited)</i>	<i>Period to 31 July 2006 (Unaudited)</i>	<i>Period to 31 January 2007 (Audited)</i>	
	<i>Notes</i>	<i>£'000</i>	<i>£'000</i>	<i>£'000</i>
Unrealised profits on revaluation of investments	7	42	—	60
Unrealised profit on partial disposal of subsidiary	12	357	—	—
Loss on deconsolidation of subsidiaries	13	(13)	—	—
Profit on disposal of shares in subsidiary		83	—	—
Gross portfolio return		469	—	60
Financial trading income		1,083	229	1,465
Other revenues		543	187	234
Total revenue		<u>2,095</u>	<u>416</u>	<u>1,759</u>

Comparative figures comprise the period from incorporation on 7 November 2005 to 31 July 2006 and the period from incorporation on 7 November 2005 to 31 January 2007.

NOTES TO THE INTERIM FINANCIAL STATEMENTS

4. SEGMENTAL REPORTING ANALYSIS

Ora Capital Partners Plc is a holding and management company the principal activity of which is the development and growth of trading companies within its business portfolio together with the development and growth of its financial services subsidiaries. These activities are reported in the Business Portfolio Return and Advisory Fees sector and the Financial Services sector respectively.

In addition, the Company may commit surplus cash to specific opportunities where the management team considers there to be potential for significant value creation which may include the acquisition of equities and derivative financial instruments. These activities are reported in the Financial Trading sector.

The Group's turnover and profit before taxation were all derived from its principal activities in the sectors noted below and were wholly undertaken in the United Kingdom.

Six months ended 31 July 2007

	<i>Business Portfolio Return and Advisory Fees</i>	<i>Financial Services</i>	<i>Financial Trading</i>	<i>Total</i>
	£000	£000	£000	£000
Income statement				
Revenues	616	396	1,083	2,095
Administrative expenses	(381)	(225)	(82)	(688)
Depreciation charges	(16)	(14)	(2)	(32)
Profit/(loss)before interest	219	157	999	1,375
Net interest	1,021	24	(748)	297
Profit/(loss)before tax	1,240	181	251	1,672
Balance sheet				
Assets	60,584	5,887	8,533	75,004
Liabilities	(635)	(144)	(3,070)	(3,849)
Net assets	59,949	5,743	5,463	71,155

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NOTES TO THE INTERIM FINANCIAL STATEMENTS

Period ended 31 July 2006

	<i>Business Portfolio Return and Advisory Fees</i>	<i>Financial Services</i>	<i>Financial Trading</i>	<i>Total</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Income statement				
Revenues	187	—	229	416
Administrative expenses	(156)	—	(28)	(184)
Depreciation charges	(7)	—	(1)	(8)
	<u>24</u>	<u>—</u>	<u>200</u>	<u>224</u>
Profit/(loss)before interest	24	—	200	224
Net interest	455	—	(34)	421
	<u>479</u>	<u>—</u>	<u>166</u>	<u>645</u>
Profit/(loss)before tax	479	—	166	645
Balance sheet				
Assets	30,853	—	1,956	32,809
Liabilities	(231)	—	(350)	(581)
	<u>30,622</u>	<u>—</u>	<u>1,606</u>	<u>32,228</u>

The above comparative income statement figures comprise the period from incorporation on 7 November 2005 to 31 July 2006.

Period ended 31 January 2007

	<i>Business Portfolio Return and Advisory Fees</i>	<i>Financial Services</i>	<i>Financial Trading</i>	<i>Total</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Income statement				
Revenues	294	—	1,465	1,759
Administrative expenses	(337)	(69)	(95)	(501)
Depreciation charges	(23)	(2)	(2)	(27)
	<u>(66)</u>	<u>(71)</u>	<u>1,368</u>	<u>1,231</u>
Profit/(loss)before interest	(66)	(71)	1,368	1,231
Net interest	1,059	3	(283)	779
	<u>993</u>	<u>(68)</u>	<u>1,085</u>	<u>2,010</u>
Profit/(loss)before tax	993	(68)	1,085	2,010
Balance sheet				
Assets	34,196	634	2,037	36,867
Liabilities	(347)	(42)	(581)	(969)
	<u>33,849</u>	<u>592</u>	<u>1,457</u>	<u>35,898</u>

The above comparative income statement figures comprise the period from incorporation on 7 November 2005 to 31 January 2007.

NOTES TO THE INTERIM FINANCIAL STATEMENTS

5. TAXATION

The accrued tax charge for the six month interim period is based on an estimated effective tax rate of 22 per cent. after tax exemption on business portfolio returns under substantial shareholding relief and after allowance for partial utilisation of tax losses brought forward in subsidiaries (nine months to 31 July 2006: effective tax rate 30 per cent.; fifteen months to 31 January 2007: effective tax rate 30 per cent.)

6. EARNINGS PER SHARE

Basic earnings per share is based on the profit for the six months of £1,273,000 attributable to equity holders of the parent divided by the weighted average number of ordinary shares in issue during the period of 87,772,787 (nine months to 31 July 2006: profit £451,000 divided by the weighted average of 41,066,984 shares; fifteen months to 31 January 2007: profit £1,426,000 divided by the weighted average of 53,165,068 shares). Fully diluted earnings per share are the same as basic earnings per share.

Continuing operations basic earnings per share is based on the same weighted average number of shares as above applied to profit from continuing operations for the six months of £1,253,000 attributable to equity holders of the parent (nine months to 31 July 2006: profit £451,000; fifteen months to 31 January 2007: profit £1,437,000). Fully diluted continuing operations earnings per share are the same as basic continuing operations earnings per share.

7. INVESTMENT PORTFOLIO

	<i>Unlisted Equity Shares £'000</i>	<i>Listed Equity Shares £'000</i>	<i>Total Equity Shares £'000</i>
Book value at 7 November 2005	—	—	—
Additions	2,655	—	2,655
Book value at 31 July 2006	2,655	—	2,655
Additions	506	—	506
Unrealised profits on the revaluation of investments	60	—	60
Book value at 31 January 2007	3,221	—	3,221
Additions	5,000	—	5,000
Disposals	(310)	—	(310)
Transfers from investment in subsidiaries on deconsolidation (note 13)	—	3,866	3,866
Unrealised (losses)/profits on the revaluation of investments	(149)	191	42
Book value at 31 July 2007	<u>7,762</u>	<u>4,057</u>	<u>11,819</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS

At 31 July 2007 the Group has portfolio investments where it holds 20 per cent. or more of the issued share capital of the following companies.

	<i>31 July 2007 Issued Capital %</i>	<i>31 July 2006 Issued Capital %</i>	<i>31 January 2007 Issued Capital %</i>
<i>Undertaking</i>			
Oxeco Plc	45.2	—	note 12
Kanyon Plc	42.9	—	note 12
Nanoco Tech Plc	43.4	46.1	46.1
Solar Labs Plc	—	—	32.8
Orbital Optics Limited	—	22.0	22.0

In addition, at 31 July 2007 the Group has within portfolio investments 5,000,000 units in the Rock Island Investments Limited fund which represented 49.7 per cent. of that fund (nil at 31 July 2006 and 31 January 2007).

The Directors consider that the carrying amount of the investment portfolio approximates to fair value.

8. SHARE CAPITAL

	<i>Number</i>	<i>£'000</i>
Authorised ordinary shares of 1p:		
At 7 November 2005, 31 July 2006, 31 January 2007 and 31 July 2007	<u>175,000,000</u>	<u>1,750</u>
Allotted, issued and fully paid ordinary shares of 1p:		
At 7 November 2005	—	—
Issue of ordinary shares	<u>70,654,689</u>	<u>707</u>
At 31 July 2006 and 31 January 2007	<u>70,654,689</u>	<u>707</u>
Issue of ordinary shares	<u>29,345,311</u>	<u>293</u>
At 31 July 2007	<u><u>100,000,000</u></u>	<u><u>1,000</u></u>

On 17 April 2007 the Company issued 29,345,311 ordinary shares of 1p each at a price of 120p, resulting in a share premium of £34,920,920.

9. SHARE PREMIUM ACCOUNT

	<i>£'000</i>
At 7 November 2005	—
Premium on issue of shares in the period	31,144
Expenses of issue of shares	<u>(74)</u>
At 31 July 2006 and 31 January 2007	<u>31,070</u>
Premium on issued shares in the period (note 8)	34,921
Expenses of issue of shares	<u>(437)</u>
At 31 July 2007	<u><u>65,554</u></u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS

10. MINORITY INTERESTS

	£'000
At 7 November 2005 and 31 July 2006	—
Minority interest in net assets at acquisition	2,724
Minority interests in share of losses post acquisition	(29)
	<hr/>
At 31 January 2007	2,695
Minority interests in net assets at acquisition (note 12)	1,693
Minority interests in share of profits post acquisition	65
Minority interests on deconsolidation disposal (note 13)	(2,551)
	<hr/>
At 31 July 2007	<u><u>1,902</u></u>

11. GOODWILL

	£'000
Cost and book value at 7 November 2005 and 31 July 2006	—
Arising on acquisition of subsidiaries	240
	<hr/>
At 31 January 2007	240
Arising on acquisition of subsidiaries (note 12)	1,983
Partial disposal of subsidiary (note 12)	(86)
Deconsolidation disposal of subsidiaries (note 13)	(90)
	<hr/>
At 31 July 2007	<u><u>2,047</u></u>

12. PURCHASE OF SUBSIDIARY UNDERTAKINGS AND DILUTION DISPOSAL

On 11 June 2007, the Company acquired 100 per cent. of the issued share capital of OCS Trading Limited (OCS Trading) by way of share subscriptions for £3.0 million. The principal activity of OCS Trading is the acquisition and trading of equities and derivative financial instruments specific to opportunities where the management team considers there to be potential for significant value creation through the deployment of surplus cash balances within the Group.

During the six month period to 31 January 2007, the Company acquired 64.9 per cent. of the issued share capital of Bankora Limited (Bankora) by way of share subscriptions. During April 2007 the Company sold shares in Bankora with a cost value of £17,000 and subsequently in June 2007 the Company subscribed for additional shares in Bankora for £2.75million which increased its holding to 67.8 per cent. On 9 July 2007 the Company acquired 15 per cent. of the issued share capital of Luke Securities Limited (Luke Securities) for a cash consideration of £215,000 and on the same day Bankora completed the 100 per cent. acquisition of Luke Securities settled by the issue of Bankora shares for a value of £1,437,000 together with the settlement in cash of costs of £18,000. This resulted in a dilution of the Company's holding in Bankora to 61.4 per cent. and gave rise to a profit of £357,000 on the deemed partial disposal of this subsidiary.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS

These transactions have been accounted for by the purchase method of accounting as summarised below inclusive of the dilutive impact to the Group resulting from the issue of Bankora shares in settlement of the Luke Securities acquisition.

<i>Six months ended</i>	<i>OCS</i>		<i>Luke</i>	<i>Dilution</i>	<i>Group</i>
<i>31 July 2007</i>	<i>Trading</i>	<i>Bankora</i>	<i>Securities</i>	<i>and Partial</i>	<i>Consolidated</i>
	<i>£'000</i>	<i>£'000</i>	<i>£'000</i>	<i>Disposal</i>	<i>£'000</i>
Net assets acquired (100%)					
Fixed assets	—	—	19	—	19
Short term investments	—	—	48	—	48
Bank and cash	3,000	2,890	114	—	6,004
Trade and other receivables	—	—	108	—	108
Trade and other payables	—	—	(60)	—	(60)
Net assets	3,000	2,890	229	—	6,119
Minority interests	—	(256)	—	(1,437)	(1,693)
Net assets acquired	3,000	2,634	229	(1,437)	4,426
Goodwill on acquisition	—	314	1,226	443	1,983
Goodwill on partial disposal of subsidiary	—	—	—	(86)	(86)
Profit on partial disposal of subsidiary	—	—	—	(357)	(357)
Total Consideration	3,000	2,948	1,455	(1,437)	5,966
Satisfied by:					
Cash	3,000	2,948	18	—	5,966
Issue of Bankora shares	—	—	1,437	(1,437)	—
Total	3,000	2,948	1,455	(1,437)	5,966
Net cash inflow/ (outflow) arising on acquisitions:					
Cash consideration	(3,000)	(2,948)	(18)	—	(5,966)
Bank balances and cash acquired	3,000	2,890	114	—	6,004
Net cash inflow/ (outflow)	—	(58)	96	—	38

For the period between the date of acquisition of Luke Securities and 31 July 2007, Luke Securities contributed revenues of £ 86,000 and the profit after tax and minority interest was £9,200.

NOTES TO THE INTERIM FINANCIAL STATEMENTS

13. DECONSOLIDATION DISPOSAL OF SUBSIDIARY UNDERTAKINGS

During the six month period to 31 January 2007 the Company acquired 52.7 per cent. of the issued share capital of Kanyon Plc (Kanyon) and 67.9 per cent. of the issued share capital of Oxeco Plc (Oxeco) by way of share subscriptions. These acquisitions were accounted for as subsidiaries and consolidated from the date of acquisition.

On 3 May 2007, Kanyon completed the 100 per cent. acquisition of Solar Labs Plc settled in full by the issue of Kanyon shares which resulted in a dilution of the Company's holding in Kanyon to 42.9 per cent. On 29 June Oxeco completed the 100 per cent. acquisition of Oxray Limited settled in full by the issue of Oxeco shares which resulted in a dilution of the Group's holding in Oxeco to 45.2 per cent. At the time that these holdings were diluted to below 50 per cent. they ceased to be treated as subsidiaries and the investments were transferred to portfolio investments with the related net assets deconsolidated as follows:

<i>Six months to 31 July 2007</i>	<i>Kanyon Plc</i> <i>£'000</i>	<i>Oxeco Plc</i> <i>£'000</i>	<i>Total</i> <i>£'000</i>
Net assets deconsolidated (100%):			
Bank and cash	3,326	2,864	6,190
Trade and other receivables	86	90	176
Trade and other payables	(8)	(9)	(17)
Taxation	(5)	(4)	(9)
Attributable goodwill	72	18	90
Net assets	3,471	2,959	6,430
Minority interests	(1,607)	(944)	(2,551)
Net assets deconsolidated	1,864	2,015	3,879
Loss on deconsolidation	(7)	(6)	(13)
Total deconsolidated	1,857	2,009	3,866
Satisfied by:			
Reinstatement of investment at cost	1,857	2,009	3,866

The reinstated investments were transferred to portfolio investments at cost and then revalued to fair value as at 31 July 2007 (see note 7).

ORA Capital Partners Plc

NOTES TO THE INTERIM FINANCIAL STATEMENTS

The results of Kanyon and Oxeco for the period from 1 February 2007 to the date of deconsolidation, which have been included in the consolidated financial statements are as follows:

<i>Six months to 31 July 2007</i>	<i>Kanyon Plc</i> <i>£'000</i>	<i>Oxeco Plc</i> <i>£'000</i>	<i>Total</i> <i>£'000</i>
Revenue	—	—	—
Operating costs	(30)	(45)	(75)
Net interest income	49	66	115
Profit/(loss) before tax	19	21	40
Taxation	(5)	(4)	(9)
Profit/(loss) after tax from discontinued operations	14	17	31
Attributable to:			
Equity holders of parent	8	12	20
Minority interest	6	5	11
	14	17	31
Period to 31 January 2007			
Revenue	—	—	—
Operating costs	(52)	(24)	(76)
Net interest income	50	15	65
Profit/(loss) before tax	(2)	(9)	(11)
Taxation	—	—	—
Profit/(loss) after tax from discontinued operations	(2)	(9)	(11)
Attributable to:			
Equity holders of parent	(2)	(9)	(11)
Minority interest	—	—	—
	(2)	(9)	(11)

Kanyon and Oxeco were incorporated and acquired after 31 July 2006 and did not therefore contribute to the consolidated results for the comparative period to 31 July 2006.

NOTES TO THE INTERIM FINANCIAL STATEMENTS

14. RELATED PARTY TRANSACTIONS

During the period Group companies entered into the following transactions with subsidiaries and with portfolio investments where the Group holds 20 per cent. or more of the issued share capital:

<i>Six months to 31 July 2007</i>	<i>Subsidiaries</i>	<i>Portfolio Investments</i>
	<i>£'000</i>	<i>£'000</i>
Advisory fees charged in the period	12	20
Property rentals charged in the period	11	—
Amounts owed to Ora Capital Partners Plc at the period end	5,506	12

The amounts owed to Ora Capital Partners Plc are unsecured and will be settled in cash. No guarantees have been given or received.

15. INTERIM FINANCIAL REPORT

A copy of this interim report will be distributed to shareholders and is also available on the Company's website at www.oracp.com

