



Integrated Asset
Management Corp.

Leadership in

Alternative Asset Management

THIRD QUARTER REPORT, JUNE 30, 2011

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 third quarter of fiscal 2011.

Net income for the quarter ended June 30, 2011 was \$3.8 million (\$0.13 per share) versus net loss of \$0.3 million (\$0.01 per share) in the quarter ended June 30, 2010.

Earnings before interest, depreciation and amortization ("EBITDA") in the latest quarter was \$3.4 million versus \$0.4 million in the same quarter of the last fiscal year. The Corporation realized net performance fees of \$3.6 million primarily from the planned monetization of a real estate fund on its maturity. The divestiture process of all but one of the properties in the GPM 8 fund was completed in May.

The Corporation's net income for the latest quarter was improved by the sale of a single real estate investment that was acquired and has been managed by the Corporation since fiscal 2003. The gain on this sale is included in investments gains of \$3.3 million on the income statement but is not included in the calculation of the EBITA amount of \$3.4 million. The impact on net income by the sale is \$2.2 million or \$0.08 per share.

IAM invests its own money to seed new funds which it manages and, as at June 30, 2011, has approximately \$4 million invested in funds. IAM's management and directors also have significant investments personally in those funds alongside our clients. Some of the Corporation's investments will be realized in the near future and may be deployed in new funds managed by IAM. At present, IAM intends to invest at least \$5 million in its funds in the near future.

Total revenues in the nine months ended June 30, 2011 were \$24.3 million (June 30, 2010 - \$15.9 million) and included performance fees of \$8.4 million (June 30, 2010 - \$4.8 million). Net income for this nine-month period was \$4.9 million or \$0.17 per share (June 30, 2010 - \$0.8 million or \$0.03 per share)

The Board of Directors of the Corporation has approved payment of a regular dividend on its outstanding common shares of \$0.05 per common share which will be payable on September 6, 2011 to shareholders of record on August 16, 2011.

MANAGEMENT'S DISCUSSION AND ANALYSIS

OVERVIEW

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 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 June 30, 2011 compared with the three months ended June 30, 2010 and is as of July 31, 2011. 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 July 31, 2011, except when otherwise stated.

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 private clients. The Corporation provides investors with a broad range of asset classes such as real estate, private equity, private corporate debt, managed futures, global bonds, and retail alternative investments. The Corporation had assets and committed capital under management ("AUM") of approximately \$2.3 billion at June 30, 2011.

The Corporation's private corporate debt, real estate 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 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The Corporation's other financial products, including retail alternative investments ("Retail Alternative Investments"), 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 an extensive financial advisor distribution network through which virtually all sales of Retail Alternative Investments are made.

ASSETS AND COMMITTED CAPITAL UNDER MANAGEMENT ("AUM")

AUM increased by approximately \$331 million during the first nine months of fiscal 2011.

(\$ millions)	June 30, 2011	September 30, 2010	June 30, 2010
AUM	\$ 2,347	\$ 2,016	\$ 1,997

AUM increased \$38 million in the three months ended June 30, 2011 due primarily to the net effect of the closing on a new real estate fund (GPM 12) with commitments of \$174 million and the divestiture of properties in a mature fund (GPM 8).

RESULTS OF OPERATIONS

EBITDA (defined on page 4) was \$3.4 million in the quarter ended June 30, 2011 compared with \$0.4 million for the three-month period ended June 30, 2010. Net performance fees of \$3.6 million were earned primarily from the monetization of GPM 8.

Investment gains of \$3.3 million were recognized in the latest quarter, virtually all of which is the result of the sale of a real estate investment owned and managed since 2003. Investment gains are not included in the calculation of the EBITDA amount of \$3.4 million.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Selected financial information (in \$000s, except per share amounts)	Three-Month Period Ended June 30,		Nine-Month Period Ended June 30,	
	2011	2010	2011	2010
Revenues before performance fees	\$ 7,325	\$ 4,032	\$ 15,887	\$ 11,192
Performance fees	5,381	15	8,374	4,756
Total revenues	\$ 12,706	\$ 4,047	\$ 24,261	\$ 15,948
Net performance fees ⁽¹⁾	\$ 3,601	\$ 8	\$ 5,336	\$ 3,251
Reconciliation of EBITDA to Net Income and Comprehensive Income				
Earnings before interest, taxes, depreciation and amortization ("EBITDA") ⁽²⁾	\$ 3,363	\$ 424	\$ 5,269	\$ 3,547
Depreciation and amortization	(348)	(347)	(1,036)	(940)
Interest expense	(6)	(41)	(22)	(52)
Stock-based compensation	(28)	(15)	(76)	21
Investment gain (loss)	3,281	(86)	3,497	(157)
Income (loss) before income taxes and non-controlling interest	6,262	(65)	7,632	2,419
Income taxes	(1,009)	(149)	(1,219)	(962)
Non-controlling interest share of loss (income)	(1,498)	(62)	(1,496)	(640)
Net income (loss) and comprehensive income	\$ 3,755	\$ (276)	\$ 4,917	\$ 817
Basic and diluted earnings (loss) per share	\$ 0.13	\$ (0.01)	\$ 0.17	\$ 0.03

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

⁽²⁾ EBITDA is a non-GAAP financial measure used by the Corporation. This measure is calculated as earnings before non-controlling interest, interest expense, income taxes, depreciation and amortization, stock-based compensation and investment gains and losses.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

REVENUES

In aggregate, revenues increased to \$12.7 million in the quarter ended June 30, 2011 from \$4.0 million in the prior year's quarter.

Management fees, administration and redemption fees were \$4.0 million in the latest quarter, closely approximating the amount of \$3.9 million in the prior year's quarter.

Performance fees aggregated \$5.4 million in the latest quarter comprising \$5.2 million realized on the monetization of a real estate fund and \$0.2 million realized in Retail Alternative Investments. Performance fees were nominal in the prior year's quarter.

Investment gains in the quarter totalled \$3.3 million, virtually all of which is due to the sale of a single real estate investment.

EXPENSES

The Corporation reported consolidated expenses of \$6.4 million for the quarter ended June 30, 2011 (quarter ended June 30, 2010: \$4.1 million). Excluding expenses relating to the performance fees (\$1.8 million in the latest quarter and a nominal amount in the prior year's quarter), expenses were \$0.5 million higher than in fiscal 2010 (\$4.6 million versus \$4.1 million) due to a higher level of employee bonuses.

The non-controlling interest share of income of approximately \$1.5 million in the quarter ended June 30, 2011 (quarter ended June 30, 2010: \$0.1 million) reflects the payments to a former non-controlling shareholder of Real Estate Asset Management of a portion of performance fees and the after tax gain on the sale of the real estate investment (included in Other Assets) that were received by the Corporation in the quarter.

CONSOLIDATED FINANCIAL POSITION, LIQUIDITY AND CAPITAL RESOURCES

At June 30, 2011, the Corporation's net liquid assets (excluding future income taxes) were \$12.7 million up from \$6.7 million at September 30, 2010.

The increase of approximately \$6.0 million in the Corporation's net liquid assets in the nine months ended June 30, 2011 is represented primarily by the cash flow from operations of \$3.8 million, the proceeds of \$4.2 million from the sale of a single real estate investment and the payments to non-controlling interests of an aggregate amount of approximately \$1.7 million in respect of a portion of the performance fee and proceeds on the sale of the real estate investment.

Cash flow from operations (which is a non-GAAP measure) was \$0.08 per share for the latest quarter and \$0.00 per share in the comparable quarter of fiscal 2010

(in \$000s, except per share amounts)	Three-Month Period Ended June 30 ,		Nine-Month Period Ended June 30,	
	2011	2010	2011	2010
Net cash provided by operating activities ⁽¹⁾	\$ 5,910	\$ 5,677	\$ 3,393	\$ 4,523
Net change in non-cash balances relating to operations ⁽¹⁾	(3,651)	(5,541)	387	(2,401)
Cash flow from operations ⁽¹⁾	\$ 2,259	\$ 136	\$ 3,780	\$ 2,122
Cash flow from operations per share ⁽²⁾	\$ 0.08	\$ 0.00	\$ 0.13	\$ 0.07

⁽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 quarter.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Cash and cash equivalents were \$14.4 million as at June 30, 2011 and the Corporation also had investments of approximately \$2.9 million in funds managed by the Corporation which could be monetized in a short period of time.

The future income tax liability of approximately \$1.5 million (including the current portion of \$0.6 million) is not a cash liability of the Corporation but is an accounting item resulting primarily from the accounting for the acquisitions made by the Corporation in prior fiscal years. The future income tax liability is derived from the setting up of fund management contracts as an asset on the balance sheet.

IAM seeds many of its new funds and, as at June 30, 2011, had approximately \$4.0 million in those funds, of which approximately \$2.9 million could be monetized quickly. As at July 31, 2011, the Corporation intended to invest at least \$5.0 million in its funds in the near future.

In September 2010, the Corporation announced the reinstatement of a cash dividend of approximately \$1.1 million (\$0.04 per common share) which was paid in October 2010. In August 2011, the Board of Directors of the Corporation approved the payment of a regular cash dividend on its outstanding common shares of approximately \$1.4 million (\$0.05 per common share) to be paid in September 2011.

While Retail Alternative Investments still face challenges in building AUM back to the levels of fiscal 2007 and 2008, the Corporation is making progress in both its retail and institutional businesses.

OUTSTANDING SHARE DATA (as at July 31, 2011)

Common shares

Issued and outstanding	28,310,150
Stock options	2,590,000 ⁽¹⁾

⁽¹⁾ Stock options to acquire 2,590,000 common shares at prices ranging from \$0.70 to \$1.50 per common share.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

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 2010 Annual Report.

OFF-BALANCE SHEET ARRANGEMENTS

The Corporation has no off-balance sheet financial arrangements and no material contractual obligations other than those described in the 2010 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 June 30, 2011. The 2010 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 Retail Alternative Investments are calculated and recognized periodically, typically on 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. Investments in funds managed by the Corporation are classified as either held for trading securities or available for sale securities that do not have a quoted market price in an active market.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Business Acquisitions

The allocation of the purchase price by the Corporation to the assets purchased and liabilities assumed 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.

Goodwill and Other Intangible Assets

Goodwill and other intangible assets are subject to impairment tests whereby significant judgement is required in the selection of methodology to estimate fair value, including the determination of the appropriate underlying assumptions. These subjective judgements will affect the estimates of the fair value of goodwill and other intangible assets and any associated impairment charges or write-downs that result from those estimates.

FUTURE ACCOUNTING CHANGES

The CICA Accounting Standards Board requires all Canadian publicly accountable enterprises to adopt International Financial Reporting Standards ("IFRS") for years beginning on or after January 1, 2011. The Corporation will adopt IFRS for the fiscal year 2012 starting October 1, 2011. The fiscal 2012 Consolidated Financial Statements will include comparative 2011 financial results under IFRS.

Although much of Canadian GAAP is similar to IFRS, there are some GAAP differences that may significantly impact the Corporation's processes and financial disclosures. The Corporation is currently in the planning phase of the conversion. This includes identifying the differences between existing Canadian GAAP and IFRS, identifying potential business impacts, developing the project plan, assessing resource requirements and training staff. Based on its review of the current requirements of IFRS and on the current operations of the Corporation, management does not expect that there will be any material effect on its financial results, although this could change as the requirements of IFRS evolve.

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.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

SELECTED QUARTERLY INFORMATION

(in \$000s, except per share amounts and AUM)	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010
Revenues before performance fees	\$ 7,325	\$ 4,051	\$ 4,513	\$ 5,599
Performance fees	5,381	2	2,991	13
Total revenues	\$ 12,706	\$ 4,053	\$ 7,504	\$ 5,612
Net performance fees	\$ 3,601	\$ 2	\$ 1,733	\$ 13
EBITDA	\$ 3,363	\$ 170	\$ 1,737	\$ 812
Income (loss) before income taxes and non-controlling interest	\$ 6,262	\$ (180)	\$ 1,553	\$ 498
Net income (loss) and comprehensive income	\$ 3,755	\$ (279)	\$ 1,444	\$ 220
Earnings (loss) per share	\$ 0.13	\$ (0.01)	\$ 0.05	\$ 0.01
AUM (\$ millions)	\$ 2,347	\$ 2,309	\$ 2,312	\$ 2,016

(in \$000s, except per share amounts and AUM)	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
Revenues before performance fees	\$ 4,032	\$ 3,599	\$ 3,560	\$ 3,825
Performance fees	15	88	4,653	139
Total revenues	\$ 4,047	\$ 3,687	\$ 8,213	\$ 3,964
Net performance fees	\$ 8	\$ 88	\$ 3,155	\$ 114
EBITDA	\$ 424	\$ (68)	\$ 3,192	\$ (147)
Income (loss) before income taxes and non-controlling interest	\$ (65)	\$ (411)	\$ 2,897	\$ (352)
Net income (loss) and comprehensive income	\$ (276)	\$ (493)	\$ 1,587	\$ (455)
Earnings (loss) per share	\$ (0.01)	\$ (0.02)	\$ 0.06	\$ (0.02)
AUM (\$ millions)	\$ 1,997	\$ 2,045	\$ 1,988	\$ 2,013

Integrated Asset Management Corp.
Consolidated Balance Sheets - Unaudited

	June 30 2011	September 30 2010
Assets		
Current		
Cash and cash equivalents	\$ 14,370,297	\$ 9,715,604
Receivables	2,453,053	2,277,584
Income taxes recoverable	120,571	223,922
Prepays	322,962	349,225
Investments in funds managed by the Corporation (Note 5)	2,860,260	2,694,580
Other assets (Note 6)	26,000	26,000
Future income taxes	184,369	42,369
	20,337,512	15,329,284
Property and equipment	521,036	556,341
Fund management contracts (Note 4)	5,469,546	6,375,340
Goodwill (Note 4)	1,578,471	1,578,471
Investments in funds managed by the Corporation (Note 5)	1,158,252	1,155,514
Other assets (Note 6)	2,063,842	2,712,594
Future income taxes	134,281	185,477
	\$ 31,262,940	\$ 27,893,021
Liabilities		
Current		
Payables and accruals	\$ 6,050,158	\$ 5,319,732
Deferred revenue	50,000	210,105
Dividends payable	-	1,132,406
Preferred shares of subsidiary	100,000	100,000
Income taxes payable	1,275,000	1,857,874
Future income taxes (Note 4)	575,460	349,485
	8,050,618	8,969,602
Tenant inducements and deferred revenue	335,244	339,744
Future income taxes (Note 4)	960,835	1,435,269
	9,346,697	10,744,615
Non-controlling interest	462,616	689,686
Shareholders' Equity		
Capital stock (Note 7)	20,109,870	20,109,870
Contributed surplus (Note 7)	978,313	902,342
Retained earnings (deficit)	365,444	(4,553,492)
	21,453,627	16,458,720
	\$ 31,262,940	\$ 27,893,021

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 June 30	<u>3 Months</u>		<u>9 Months</u>	
	2011	2010	2011	2010
Revenues				
Management fees, administration and redemption fees	\$ 4,005,434	\$ 3,932,985	\$ 12,149,899	\$ 11,102,281
Performance fees	5,381,468	14,944	8,373,963	4,756,152
Interest and other income	37,998	185,176	240,564	246,315
Investment gain (loss) (Note 6)	3,280,895	(86,072)	3,497,059	(157,141)
	12,705,795	4,047,033	24,261,485	15,947,607
Expenses				
Selling, general and administration	3,793,031	3,345,880	11,110,672	10,016,464
Stock-based compensation (Note 3)	28,321	15,418	75,971	(21,270)
Investment adviser fees	85,098	114,010	291,175	356,466
Service fees paid to dealers	403,462	242,205	1,055,173	680,489
Investment adviser, service fees and expenses paid relating to performance fees revenue earned	1,780,261	7,152	3,037,943	1,504,795
Depreciation of property and equipment	46,466	44,755	129,366	133,255
Amortization of fund management contracts	301,931	301,931	905,794	806,753
Interest expense	6,097	41,413	21,781	52,008
	6,444,667	4,112,764	16,627,875	13,528,960
Income (loss) before income taxes and non-controlling interest	6,261,128	(65,731)	7,633,610	2,418,647
Income taxes (recovery)				
Current	1,097,505	246,200	1,467,954	1,371,525
Future	(88,955)	(97,212)	(249,263)	(409,046)
	1,008,550	148,988	1,218,691	962,479
Income (loss) before non-controlling interest	5,252,578	(214,719)	6,414,919	1,456,168
Non-controlling interest share of loss (income)	(1,498,146)	(61,843)	(1,495,983)	(640,381)
Net income (loss) and comprehensive income	3,754,432	(276,562)	4,918,936	815,787
Basic and diluted earnings per share				
Weighted average number of shares outstanding basic and diluted	\$ 0.13	\$ (0.01)	\$ 0.17	\$ 0.03
Retained earnings (deficit), beginning of period	\$ (3,388,988)	\$ (3,363,464)	\$ (4,553,492)	\$ (4,455,813)
Net income (loss)	3,754,432	(276,562)	4,918,936	815,787
Retained earnings (deficit), end of period	\$ 365,444	\$ (3,640,026)	\$ 365,444	\$ (3,640,026)

See accompanying notes to the consolidated financial statements.

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

For the period ended June 30	<u>3 Months</u>		<u>9 Months</u>	
	2011	2010	2011	2010
Increase (decrease) in cash and cash equivalents				
Operating activities				
Net income (loss)	\$ 3,754,432	\$ (276,562)	\$ 4,918,936	\$ 815,787
Add non-cash items	-	-	-	-
Stock-based compensation	28,321	15,418	75,971	(21,270)
Depreciation of property and equipment	46,466	44,755	129,366	133,255
Amortization of fund management contracts	301,931	301,931	905,794	806,753
Future income tax expense (recovery)	(88,955)	(97,212)	(249,263)	(409,046)
Non-controlling interest share of income (loss)	1,498,146	61,843	1,495,983	640,381
Investment loss (income)	(3,280,895)	86,072	(3,497,059)	157,141
	2,259,446	136,245	3,779,728	2,123,001
Net change in non-cash balances relating to operations	3,651,048	5,540,931	(387,063)	2,399,949
Cash provided by operating activities	5,910,494	5,677,176	3,392,665	4,522,950
Financing activities				
Issuance of common shares of subsidiary	-	49	-	49
Issuance of preference shares of subsidiary	-	100,000	-	100,000
Repayment of management loans	-	1,000	11,500	1,000
Dividends paid to shareholders	-	-	(1,132,406)	-
Dividends paid to non-controlling interests	(1,723,053)	(557,738)	(1,723,053)	(557,738)
Cash provided by (used in) financing activities	(1,723,053)	(456,689)	(2,843,959)	(456,689)
Investing activities				
Investment in funds managed by the Corporation	-	(50,000)	-	(112,698)
Proceeds from funds managed by the Corporation	50,000	-	50,000	60,498
Proceeds on sale of other assets	4,178,417	-	4,178,417	-
Purchase of property and equipment	(45,948)	(22,949)	(89,503)	(57,801)
Purchase of Northern Rivers, net of cash acquired	-	-	-	(1,640,281)
Purchase of other assets	-	-	(32,927)	-
Cash provided by (used in) investing activities	4,182,469	(72,949)	4,105,987	(1,750,282)
Increase in cash and cash equivalents	8,369,910	5,147,538	4,654,693	2,315,979
Cash and cash equivalents, beginning of period	6,000,387	3,453,685	9,715,604	6,285,244
Cash and cash equivalents, end of period	\$ 14,370,297	\$ 8,601,223	\$ 14,370,297	\$ 8,601,223
Supplemental disclosure				
Interest paid	\$ 6,096	\$ 41,413	\$ 21,781	\$ 52,008
Income taxes paid	\$ -	\$ -	\$ 2,317,000	\$ 340,786

See accompanying notes to the consolidated financial statements.

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

June 30, 2011

1. Organization

Integrated Asset Management Corp. (the "Corporation" or "IAM") is 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).

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

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 generally accepted accounting principles ("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, 2010 as set out in the Corporation's 2010 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, 2010.

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

June 30, 2011

3. Stock-Based Compensation

The Corporation has established an incentive stock option plan for the executives, key employees, directors and consultants to the Corporation. As at June 30, 2011 there were 2,590,000 common shares (September 30, 2010 - 2,707,857 common shares) reserved for issuance on exercise of stock options.

These options expire in fiscal years 2013 through 2017 and may be exercised at prices ranging from \$0.70 to \$1.50 per common share with a total exercisable value of \$2,357,000 (September 30, 2010 - \$2,674,000).

Number of Options	Number of Options Vested	Exercise Price	Expiry Date
140,000	-	\$ 0.90	2018
1,645,000	-	\$ 0.70	2017
40,000	26,667	\$ 1.45	2014
765,000	510,000	\$ 1.50	2013
2,590,000	536,667		

The changes in the stock options in the quarter ended June 30, 2011 are as follows:

	Number Of Options	Weighted Average Exercise Price
Balance, September 30, 2010	2,707,857	\$ 0.99
Expired	(57,857)	1.81
Cancelled	(200,000)	1.06
Balance, March 31, 2011	2,450,000	\$ 0.96
Granted	140,000	\$ 0.90
Balance, June 30, 2011	2,590,000	\$ 0.96

4. Fund Management Contracts and Goodwill

Fund management contracts of \$5,469,546 (\$6,375,340 as at September 30, 2010) are contracts between the Corporation and the funds acquired by the Corporation which set out the management services to be provided by the Corporation to those funds and the fees payable to the Corporation for those services.

For accounting purposes, at the time the fund management contracts were set up as an asset on the balance sheet, an associated future income tax liability was also recorded. Both the fund management contracts asset and the related future income tax liability (\$1,259,381 as at June 30, 2011) are being amortized over 7 years.

Goodwill of \$1,578,471 (\$1,578,471 as at September 30, 2010) is comprised of the excess of the purchase price over the amounts assigned to the assets acquired and liabilities assumed at the time of purchase of the Real Estate Asset Management and Private Corporate Debt operations.

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

June 30, 2011

5. Investments in Funds Managed by the Corporation

	June 30 2011	September 30 2010
Held for trading securities, positions held long	\$ 3,166,591	\$ 2,997,702
Available for sale securities, positions held long	851,921	852,392
	4,018,512	3,850,094
Less amount included in current assets	(2,860,260)	(2,694,580)
	\$ 1,158,252	\$ 1,155,514

6. Other Assets

	June 30 2011	September 30 2010
Management loans (a)	\$ 73,167	\$ 84,667
Receivable from fund managed by the Corporation (b)	1,996,175	1,742,268
Other (c)	20,500	911,659
	2,089,842	2,738,594
Less amount of management loans included in current assets	(26,000)	(26,000)
	\$ 2,063,842	\$ 2,712,594

- (a) Each of the management loans is secured against the shares of the Corporation acquired by the employee under the loan agreement and other security posted by the employee. The loans are repayable over the next year.
- (b) The receivable is in respect of management fees charged by the Corporation to a fund managed by the Corporation. The amount receivable will be received when the fund's investments are monetized.
- (c) Included in Other, at September 30, 2010, was an investment of approximately \$886,163 in real estate held in a company in which the Corporation and other related parties to the Corporation are shareholders. The Corporation's investment in the company was monetized in the quarter ended June 30, 2011 with the disposition of the real estate resulting in an investment gain for the Corporation of approximately \$3.3 million.

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

June 30, 2011

7. Capital Stock

Authorized:

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

Issued:

	Share Capital		Contributed Surplus
	Number of Common Shares	Amount	
Balance, September 30, 2010	28,310,150	\$ 20,109,870	\$ 902,342
Stock-based compensation (Note 3)	-	-	75,971
Balance, June 30, 2011	28,310,150	\$ 20,109,870	\$ 978,313

The amount of \$75,971 credited to Contributed Surplus represents the stock-based compensation expense for stock options previously granted by the Corporation as shown on the Consolidated Statement of Operations.

The Corporation had no net Other Comprehensive Income for the quarter ended June 30, 2011 and the Corporation does not have any Accumulated Other Comprehensive Income as at June 30, 2011.

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

June 30, 2011

8. Financial Instruments

The Corporation's business is alternative asset management. The key performance driver of the Corporation's future results is expected to be 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 management is the responsibility of the Executives of the Corporation which includes the Chief Executive Officer, Chief Financial Officer, President, 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.

Financial instruments are classified based on categories according to CICA Handbook Section 3855 Financial Instruments - Recognition and Measurement as follows:

As at June 30, 2011	Available for Sale	Held for Trading	Loans and Receivables or Other Financial Liabilities
Cash and cash equivalents	\$ -	\$ 14,370,297	\$ -
Receivables	-	-	2,453,053
Investments in funds managed by the Corporation	851,921	3,166,591	-
Other assets	-	-	1,203,679
Total financial assets	\$ 851,921	\$ 17,536,888	\$ 3,656,732
Payables and accruals	\$ -	\$ -	\$ 6,050,158
Preferred shares of subsidiary	-	-	100,000
Total financial liabilities	\$ -	\$ -	\$ 6,150,158

As at September 30, 2010	Available for Sale	Held for Trading	Loans and Receivables or Other Financial Liabilities
Cash and cash equivalents	\$ -	\$ 9,715,604	\$ -
Receivables	-	-	2,277,584
Investments in funds managed by the Corporation	852,392	2,997,702	-
Other assets	-	-	1,852,431
Total financial assets	\$ 852,392	\$ 12,713,306	\$ 4,130,015
Payables and accruals	\$ -	\$ -	\$ 5,319,732
Preferred shares of subsidiary	-	-	100,000
Total financial liabilities	\$ -	\$ -	\$ 5,419,732

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

June 30, 2011

8. Financial Instruments (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 instruments affected by market risk are its investments in funds managed by the Corporation, which consist of capital the Corporation invests in new products to facilitate their successful introduction into the marketplace.

Products currently consist of funds in the retail alternative investments market, including a portion for which the underlying securities are non-Canadian, an allocation to a managed futures fund managed by the Corporation and common shares of a publicly-listed Canadian company. 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. There may be some liquidity risk depending on the underlying securities in the funds, however, this is mitigated through the diversification of the funds' portfolios, regulatory restrictions on investing in illiquid securities and ensuring securities acquired are sufficiently liquid in nature. The Corporation believes that it is not practical or cost effective to hedge these risks; rather, it seeks to minimize risk by limiting the amount of capital allocated to new product introduction to amounts which should not adversely impact the financial strength and capacity of the Corporation and also to limit the time that the capital is at risk.

Based on the carrying value of the investments in funds managed by the Corporation at June 30, 2011, the effect of a 10% increase or decline in the value of investments would result in approximately a \$0.3 million (\$0.3 million as at September 30, 2010) unrealized gain or loss on the Corporation's Consolidated Statement of Operations.

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, net of any impairment in value.

The Corporation holds approximately US \$0.2 million in cash and cash equivalents as at June 30, 2011. Accordingly, the Corporation would not be materially impacted if the US dollar strengthened or weakened against the Canadian dollar.

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.

Approximately 10% of the Corporation's receivables at June 30, 2011 are due within thirty days. Approximately \$2.2 million of receivables have been classified as long term, of which \$1.7 million are over one year old.

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

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

June 30, 2011

8. Financial Instruments (continued)

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 for both short and longer terms. To manage cash flow requirements, the Corporation maintains a sizable cash balance held at Schedule 1 banks. The Corporation has no outstanding borrowings at June 30, 2011 and all payables, preferred shares of subsidiary and accrued liabilities are due within one year.

Fair Value Hierarchy

Fair values are classified as Level 1 when the related security or derivative is actively traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is reclassified as Level 3. There were no transfers between levels during the year.

If different levels of inputs are used to measure a financial instrument's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement.

The following tables illustrate the classification of the Corporation's financial instruments within the fair value hierarchy as at June 30, 2011:

	Level 1	Level 2	Level 3	Total
Marketable securities	\$ 3,077,777	\$ 88,814	-	\$ 3,166,591
Total	\$ 3,077,777	\$ 88,814	-	\$ 3,166,591

Marketable Securities

The Corporation's marketable securities are classified as Level 1 when they are actively traded and reliable quotes are available. Marketable securities consist of investments in funds managed by the Corporation (held for trading securities) and common shares of a publicly - listed Canadian company. Investments in funds managed by the Corporation (available for sale securities) are carried at cost with no fair value adjustments and therefore are not included in the table above.

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

June 30, 2011

9. Subsequent Event

In August 2011, the Board of Directors of the Corporation approved the payment of a regular cash dividend on its outstanding common shares of approximately \$1.4 million (\$0.05 per common share) to be paid in September 2011.

10. Independent Review

The quarterly consolidated financial statements have not been reviewed by the Corporation's external auditors.

Integrated Asset Management Corp.
Board of Directors

June 30, 2011

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

David Atkins ⁽¹⁾ ⁽²⁾
Chairman, Nightingale Informatix Corporation

Joseph Benarrosh
*Directeur, Quebec
Integrated Asset Management Corp.*

Brent Chapman
President and Chief Executive Officer, GPM

Bruce Day ⁽¹⁾ ⁽²⁾
Corporate Director

Veronika Hirsch
Chief Investment Officer, BluMont Capital Corporation

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.*

John Robertson
*President and Chief Operating Officer,
Integrated Asset Management 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

June 30, 2011

Integrated Asset Management Corp.

Victor Koloshuk
Chairman and Chief Executive Officer

John Robertson
President and Chief Operating Officer

Stephen Johnson
Chief Financial Officer

David Mather
Executive Vice President

Paul Patterson
Vice President Private Investment

Tom Felkai
Corporate Controller

Quebec Representative

Joseph Benarrosh
Directeur, Quebec

Integrated Partners

Victor Koloshuk
Chairman

Stephen Johnson
Senior Vice President

GPM

Brent Chapman
President and Chief Executive Officer

Robert Burns
Chief Financial Officer

David Warkentin
Senior Vice President Investments

Rick Zagrodny
Senior Vice President Asset Management

GPM

David Becket
Vice President Asset Management

Frank Bartello
Vice President Acquisitions

GPH

Robert Hamilton
President

Integrated Private Debt Corp.

John Robertson
Chairman

Philip Robson
President and Chief Executive Officer

Donald Bangay
Chief Investment Officer

Frank Duffy
Managing Director

Michael LeClair
Managing Director

Dennis McCluskey
Chief Risk Officer

Douglas Zinkiewich
Managing Director

Integrated Managed Futures Corp.

Stephen Johnson
Chairman

Roland Austrup
Chief Executive Officer and Chief Investment Officer

David Mather
President and Chief Operating Officer

Paul Patterson
Director of Business Development

Robert Koloshuk
Senior Strategist and Director of Trading

BluMont Capital Corporation

Victor Koloshuk
Chairman

James Wanstall
Chief Executive Officer

Veronika Hirsch
Chief Investment Officer

Hugh Cleland
Executive Vice President and Portfolio Manager

Alex Ruus
Executive Vice President and Portfolio Manager

Stephen Johnson
Chief Financial Officer

Richard Goode
Senior Vice President National Sales

Lisa Christie
Vice President Fund Operations

River Plate House

Capital Management Inc.
Michael Hyman
President, Chief Executive Officer and Chief Investment Officer

Julian Smith
Executive Vice President and Chief Operating Officer

Integrated Asset Management Corp.
Corporate Information

June 30, 2011

Auditors:
PricewaterhouseCoopers LLP

Transfer Agent:
Equity Transfer & Trust Company

Stock Listing:
TSX - "IAM"

Corporate Headquarters:
70 University Avenue
Suite 1200
Toronto, Ontario
Canada M5J 2M4
Phone: (416) 360.7667
Fax: (416) 360.7446

e: info@iamgroup.ca
www.iamgroup.ca

Related websites
www.gpma.ca
www.imfc.ca
www.blumontcapital.com
www.rphcapital.com