

Excellencies, Ladies and Gentlemen,

On behalf of the Board of Directors and management of Dana Gas, we welcome you, our esteemed shareholders, to the Company's 2010 Annual General Meeting. Thank you for your attendance and for your continued interest and support for your company, Dana Gas, the Middle East's leading independent natural gas company. We also welcome the honoured representatives of the Securities & Commodities Authority and the Economic Department of Sharjah who are here with us today.

Dana Gas has stayed true to its promised identity and motto of being '*From the Region, by the Region, for the Region.*' We are developing solid business relationships and making important progress throughout the MENASA Region, as the Dana Gas reputation and brand is being increasingly recognized for its excellence.

Indeed I am gratified to say that your Company has grown progressively stronger in 2009 both operationally as well as financially. Our performance has been excellent, despite falling petroleum demand, energy price volatility, and unprecedented financial turmoil both regionally as well as globally. Sales revenue is up 12% to AED 1.3 billion, gross profit is up 69% to AED 436 million, and cash flow from operations is up 175% to AED 385 million. The CEO report and the financial report will describe the Company's financial highlights in more detail.

Equally as important in excelling in our business model, we pride ourselves in being at the forefront of global environmental responsibility with our international corporate peers. In this regard, while playing a pivotal role in meeting future energy needs, Dana Gas strongly identifies with a low carbon energy future through gas, which is a much cleaner alternative fuel than other hydrocarbons. We also feel added responsibility being the MENASA Region's leading private sector company in this field. According to recent forecasts, at least one third of the world's incremental gas consumption to 2030 will be supplied from the Region. The Company is continually working to develop and secure further access to resources to meet this enormous future demand, whilst delivering shareholder value through well considered development and careful management of our asset portfolio.

On the executive front, our new CEO, Mr. Ahmed Rashid Al-Arbeed, has very capably taken over the leadership of the management team from last May, in line with the corporate governance guidelines of the Company which called for separation of the Chairman and CEO functions. Under Mr. Al-Arbeed's leadership, the senior management team has been strengthened to bring in a wealth of global executive experience for the expansion of the Company's business development activities across the Region.

In terms of oversight, I am proud to acknowledge that the Board of Directors has been tireless and enormously diligent in the exercise of its functions on your behalf as shareholders. In this regard, I would like to express my appreciation to our Honorary Chairman, His Highness Shaikh Ahmed bin Sultan Al-Qasimi, and to all of our distinguished Board Members, for their invaluable guidance and stewardship of the management throughout the year. In particular, our new Board additions, Shaikha Hanadi Nasser Bin Khaled Al Thani, Abdullah Ali

Almajdouie, and Nasser Mohammed Al-Nowais have been an enormous asset to the Company and its shareholders.

With your Company in a stronger financial position now than at the end of 2008, and with the right management team in place, we are fully confident of the next phase of growth on all our existing and future projects as we build our portfolio of assets for the longer term, to ensure that we remain the MENASA Region's leading independent natural gas company.

Dana Gas continues to grow for the benefit of our shareholders and for the benefit of the Region. In light of the need to retain cash to support this growth, while appreciating the loyalty and support of our shareholders, the Board of Directors has recommended that a dividend payment is made this year on the basis of a 10% bonus share issue to our shareholders.

On behalf of the Board of Directors, I would like to extend a personal thank you to the CEO and the entire management and staff of Dana Gas, and their families, for all their hard work and dedication over the past year.

Finally, our gratitude remains for the continuing trust and support of our esteemed shareholders for whom our efforts are dedicated. The forthcoming year and beyond promise to be an exciting time for Dana Gas as we expand our existing portfolio and explore additional business opportunities to further enhance shareholder value.