



## **Auditors Report to the Shareholders of Doha Bank Q.S.C**

We have audited the accompanying balance sheet of Doha Bank Q.S.C (“the Bank”) as at 31 December 2003, and the related statements of income, changes in shareholders’ equity and cash flows for the year then ended. These financial statements are the responsibility of the Bank’s management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Bank as at 31<sup>st</sup> December 2003, and the results of its operations and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Furthermore, in our opinion, proper books of account have been kept by the Company and the financial statements comply with Qatar Commercial Companies’ Law No. 5 of 2002 and the applicable provisions of Qatar Central Bank regulations and the Bank’s Articles of Association. We have obtained all the information and explanations, we required for the purpose of our audit and we are not aware of any violations of the above mentioned law or Articles of Association having occurred during the year, which might have had a material effect on the business of the Company or its financial position. We further confirm that the financial information included in the Annual Report of the Board of Directors is in agreement with books and records of the Bank.

Akram Mekhael, FCGA  
Ernst & Young  
Auditors' Registry No 59  
21<sup>st</sup> January 2004  
Doha  
State of Qatar



**Doha Bank (Q.S.C.)**

**Balance Sheet**

As at 31 December 2003

Figures in thousand Qatari Riyals

	Note	2003	2002
<b>ASSETS</b>			
Cash and balances with central banks	4	454,780	327,427
Due from banks and other financial institutions	5	2,090,573	1,361,518
Loans and advances	6	4,857,414	4,136,430
Investments	7	1,526,051	1,438,103
Property, furniture and equipment	8	92,270	84,377
Other assets	9	35,979	60,455
<b>Total assets</b>		<u>9,057,067</u>	<u>7,408,310</u>
<b>LIABILITIES AND SHAREHOLDER'S EQUITY</b>			
Due to banks and other financial institutions	10	364,124	171,850
Customer Deposits	11	7,426,743	6,277,547
Other liabilities	12	146,192	140,332
<b>Total liabilities</b>		<u>7,937,059</u>	<u>6,589,729</u>
<b>SHAREHOLDERS' EQUITY</b>			
Paid up share capital	14	239,941	184,570
Statutory reserve	14	208,368	165,441
Other reserves	14	159,652	159,002
Fair value reserve		340,988	215,033
Proposed dividend	14	-	36,914
Proposed bonus shares	14	167,959	55,371
Retained profits	14	3,100	2,250
<b>Total shareholders' equity</b>		<u>1,120,008</u>	<u>818,581</u>
<b>Total liabilities and shareholders' equity</b>		<u>9,057,067</u>	<u>7,408,310</u>

**Fahad Bin Mohammad  
Bin Jabor Al Thani**  
Chairman

**Abdul Rahman Bin Mohammad  
Bin Jabor Al Thani**  
Managing Director

**Salah Mohd Jaidah**  
General Manager



**Doha Bank (Q.S.C.)**

**Statement of Income**

For the year ended 31 December 2003

Figures in thousand Qatari Riyals

	Note	2003	2002
Interest income	15	419,065	441,542
Interest expense	16	(93,858)	(138,287)
<b>Net interest income</b>		<b>325,207</b>	<b>303,255</b>
Fee and commission income	17	58,932	42,235
Fee and commission expense		(943)	(354)
<b>Net Fee and commission income</b>		<b>57,989</b>	<b>41,881</b>
Dividend income	18	8,590	8,123
Exchange income	19	13,452	15,676
Gains on investments, net	20	64,169	21,780
Other operating income	21	9,039	8,102
<b>Net operating income</b>		<b>478,446</b>	<b>398,817</b>
General and administrative expenses	22	(123,717)	(102,024)
Depreciation and amortisation	8	(23,220)	(21,595)
Provision for credit impairment	6	(154,082)	(153,823)
<b>Net operating profits</b>		<b>177,427</b>	<b>121,375</b>
Non-operating income	23	37,598	-
Profits before taxation		<b>215,025</b>	<b>121,375</b>
Taxation		(389)	(377)
Net Profits for the year		<b>214,636</b>	<b>120,998</b>
Basic Earnings per Share (QR)	24	<b>8.94</b>	5.04

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**Fahad Bin Mohammad  
 Bin Jabor Al Thani**  
 Chairman

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**Abdul Rahman Bin Mohammad  
 Bin Jabor Al Thani**  
 Managing Director

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**Salah Mohd Jaidah**  
 General Manager