



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 2005, 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 of 31 December 2005 and the results of its operations and its cash flows for the year then ended in accordance with International Financial Reporting Standards and Qatar Central Bank regulations.

Furthermore, in our opinion, proper books of account have been kept by the Bank and the financial statements comply with the Qatar Commercial Companies' Law No. 5 of 2002, the laws and directives of Qatar Central Bank and the Bank's Articles of Association. We have obtained all the information and explanations we required for the purpose of our audit, and are not aware of any violations of the above mentioned law, the Bank's Articles of Association or the laws and directives of Qatar Central Bank having occurred during the year, which might have had a material effect on the business of the Bank 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.

A. Mekhael, F.C.C.A.
Ernst & Young
Auditor's Registration No. 59

Date : 14 February 2006
Doha



Doha Bank (Q.S.C.)
BALANCE SHEET
As at 31 December 2005

	<i>2005</i> <i>QR'000</i>	<i>2004</i> <i>QR'000</i> (Restated)
ASSETS		
Cash and balances with Central Banks	469,213	318,001
Due from banks and other financial institutions	3,702,958	2,447,830
Loans and advances and financing activities to customers	8,294,718	5,436,821
Financial investments	2,529,129	2,620,154
Property, furniture and equipment	116,662	96,016
Other assets	117,549	73,836
TOTAL ASSETS	15,230,229	10,992,658
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Due to banks and other financial institutions	1,383,996	1,115,920
Customer deposits	11,023,760	8,068,134
Other liabilities	396,552	214,490
	12,804,308	9,398,544
ABSOLUTE INVESTMENT DEPOSITORS' ACCOUNTS	25,085	-
SHAREHOLDERS' EQUITY		
Paid up share capital	693,430	407,900
Statutory reserve	439,466	281,493
Other reserves	159,652	159,652
Risk reserve	80,614	48,501
Fair value reserve	425,723	404,068
Proposed bonus shares	554,745	285,530
Retained earnings	47,206	6,970
TOTAL SHAREHOLDERS' EQUITY	2,400,836	1,594,114
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	15,230,229	10,992,658

These financial statements were approved by the Board of Directors on 14 February 2006 and were signed on their behalf by:

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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 and Chief Executive Officer

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 Ragavan Seetharaman
 Deputy Chief Executive Officer



Doha Bank (Q.S.C.)
STATEMENT OF INCOME
For the year Ended 31 December 2005

	<i>2005</i> <i>QR'000</i>	<i>2004</i> <i>QR'000</i> (Restated)
Interest income	676,042	433,585
Interest expense	<u>(255,797)</u>	<u>(105,787)</u>
Net interest income	420,245	327,798
Fee and commission income	180,735	82,611
Fee and commission expense	<u>(4,302)</u>	<u>(2,907)</u>
Net fee and commission income	176,433	79,704
Dividend income	10,084	9,617
Gain on foreign exchange activities	16,359	12,480
Income from financial investments	370,500	137,262
Gain (loss) on revaluation of derivatives	7,059	(4,894)
Income from Islamic financing and investment activities	4,898	-
Other operating income	<u>6,313</u>	<u>5,061</u>
TOTAL OPERATING INCOME	1,011,891	567,028
General and administration expenses	(209,663)	(154,585)
Depreciation	(18,970)	(17,915)
Provision for impairment of loans and advances	(6,214)	(26,110)
Proceeds received from BCCI	14,196	350
Absolute investment depositors' share of profit and risk reserve	<u>(508)</u>	<u>-</u>
NET PROFIT BEFORE TAXES	790,732	368,768
Taxes	<u>(865)</u>	<u>(389)</u>
NET PROFIT FOR THE YEAR	<u>789,867</u>	<u>368,379</u>
BASIC EARNINGS PER SHARE (QR)	6.33	2.94

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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 and Chief Executive Officer

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 Ragavan Seetharaman
 Deputy Chief Executive Officer