



**DOHA BANK Q.S.C.
DOHA - QATAR**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

30 JUNE 2012

<u>Index</u>	<u>Page</u>
Independent Auditor's Review Report	
Interim Consolidated Statement of Financial Position	2
Interim Consolidated Statement of Income	3
Interim Consolidated Statement of Comprehensive Income	4
Interim Consolidated Statement of Changes in Equity	5
Interim Consolidated Statement of Cash Flows	6
Notes to the Interim Condensed Consolidated Financial Statements	7 - 12

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF DOHA BANK Q.S.C.

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Doha Bank Q.S.C. (the "Bank") and its subsidiaries (the "Group") as at 30 June 2012, comprising of the interim consolidated statement of financial position as at 30 June 2012 and the related interim consolidated statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2012, the related interim consolidated statement of changes in equity and cash flows for the six-month period then ended, and the related explanatory notes. The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing. Consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 and the applicable provisions of Qatar Central Bank regulations.

Other matter

The interim condensed consolidated financial statements of the Group as at 30 June 2011 were reviewed and the consolidated financial statements as at 31 December 2011 were audited by another auditor, whose reports dated 19 July 2011 and 18 January 2012, respectively, expressed unmodified review and audit opinions on those consolidated financial statements.

Ziad Nader
Of Ernst & Young
Auditor's Registration No : 258

Date:
Doha

DOHA BANK Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2012

	Notes	30 June 2012 (Reviewed) QR'000	30 June 2011 (Reviewed) QR'000	31 December 2011 (Audited) QR'000
Assets				
Cash and balances with Central Banks		2,369,971	3,492,470	2,605,276
Due from banks and other financial institutions		9,569,624	10,277,611	10,147,364
Loans, advances and financing activities to customers	4	29,667,228	27,713,625	30,704,039
Financial investments	5	8,728,126	6,605,242	7,576,622
Investment in an associate		10,107	12,809	10,846
Property, furniture and equipment		789,675	765,089	820,838
Other assets		738,223	663,422	555,307
Total assets		51,872,954	49,530,268	52,420,292
Liabilities				
Due to banks and other financial institutions		10,803,720	11,588,581	11,635,523
Customer deposits and unrestricted investment accounts		30,338,513	29,197,321	31,698,853
Debt issued and other borrowed funds	6	2,569,127	768,492	769,379
Other liabilities		1,208,174	1,446,870	1,235,334
Total liabilities		44,919,534	43,001,264	45,339,089
Equity				
Paid up share capital		2,066,978	2,066,978	2,066,978
Statutory reserve		3,283,600	3,282,788	3,283,600
Risk reserve		597,650	377,650	597,650
Fair value reserve	7	74,534	(16,858)	23,092
Hedge reserve		(11,852)	(29,984)	(23,576)
Foreign currency translation reserve		(4,620)	(1,918)	(3,881)
Proposed dividends	8	-	-	930,140
Retained earnings		947,130	850,348	207,200
Total equity		6,953,420	6,529,004	7,081,203
Total liabilities and equity		51,872,954	49,530,268	52,420,292

Fahad Bin Mohammad Bin Jabor Al Thani
Chairman

Abdul Rahman Bin Mohammad Bin Jabor Al Thani
Managing Director

Raghavan Seetharaman
Chief Executive Officer

DOHA BANK Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the six months ended 30 June 2012

	<i>Three Months Ended</i>		<i>Six Months Ended</i>	
	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>
Interest income and income from Islamic financing activities	554,426	560,638	1,130,402	1,172,838
Interest expense and unrestricted investment depositors' share of profit	(144,323)	(125,275)	(281,572)	(296,973)
Net interest income and net income from Islamic financing activities	410,103	435,363	848,830	875,865
Fee and commission income	82,426	92,736	165,991	180,977
Fee and commission expense	(1,292)	(2,482)	(2,616)	(3,966)
Net fee and commission income	81,134	90,254	163,375	177,011
Gross written premium	29,082	18,509	53,408	47,157
Premium ceded	(14,318)	(5,512)	(25,988)	(20,408)
Net claims paid	(10,867)	(6,783)	(16,823)	(12,260)
Net income from insurance activities	3,897	6,214	10,597	14,489
Dividend income	3,715	5,001	15,245	14,845
Gain on foreign exchange activities	19,890	20,476	40,710	35,948
Net income from financial investments	77,330	14,272	118,916	43,883
Other operating income	12,605	8,192	23,885	18,320
	113,540	47,941	198,756	112,996
Net operating income	608,674	579,772	1,221,558	1,180,361
General and administrative expenses	(192,875)	(179,377)	(358,024)	(355,146)
Depreciation	(17,827)	(12,947)	(36,382)	(23,151)
Impairment losses on loans and advances to customers, net	(31,202)	(38,343)	(66,392)	(83,006)
Impairment losses on financial investments	(15,349)	(8,913)	(17,175)	(15,146)
Net profit for the period before tax	351,421	340,192	743,585	703,912
Income tax expense	(1,439)	(841)	(3,655)	(1,591)
Net profit for the period	349,982	339,351	739,930	702,321
Basic and diluted earnings per share (QR)	1.69	1.64	3.58	3.40
Weighted average number of shares	206,697,800	206,697,800	206,697,800	206,697,800

The attached notes 1 to 12 form part of these interim condensed consolidated financial statements.

DOHA BANK Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2012

	<i>Note</i>	<i>Three Months Ended</i>		<i>Six Months Ended</i>	
		<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>
Net profit for the period		349,982	339,351	739,930	702,321
Other comprehensive income:					
Net movement in fair value of available for sale investments	7	26,363	18,985	51,442	(11,805)
Net movement in fair value of cash flow hedge		4,896	8,166	11,724	14,055
Exchange difference on translation of foreign operations		(1,031)	(42)	(739)	83
Total other comprehensive income for the period		30,228	27,109	62,427	2,333
Total comprehensive income for the period		380,210	366,460	802,357	704,654

The attached notes 1 to 12 form part of these interim condensed consolidated financial statements.

DOHA BANK Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2012

	<i>Share capital QR'000</i>	<i>Statutory reserve QR'000</i>	<i>Risk reserve QR'000</i>	<i>Fair value reserve QR'000</i>	<i>Hedge reserve QR'000</i>	<i>Foreign exchange translation reserve QR'000</i>	<i>Proposed dividends QR'000</i>	<i>Retained earnings QR'000</i>	<i>Total QR'000</i>
Balance at 1 January 2011 (Audited)	1,894,730	2,717,814	377,650	(5,053)	(44,039)	(2,001)	947,365	148,027	6,034,493
Net profit for the period	-	-	-	-	-	-	-	702,321	702,321
Other comprehensive (loss) income	-	-	-	(11,805)	14,055	83	-	-	2,333
Total comprehensive income for the period	-	-	-	(11,805)	14,055	83	-	702,321	704,654
Increase in share capital	172,248	564,974	-	-	-	-	-	-	737,222
Dividends paid for the year 2010 (Note 8)	-	-	-	-	-	-	(947,365)	-	(947,365)
Balance at 30 June 2011 (Reviewed)	<u>2,066,978</u>	<u>3,282,788</u>	<u>377,650</u>	<u>(16,858)</u>	<u>(29,984)</u>	<u>(1,918)</u>	<u>-</u>	<u>850,348</u>	<u>6,529,004</u>
Balance at 1 January 2012 (Audited)	2,066,978	3,283,600	597,650	23,092	(23,576)	(3,881)	930,140	207,200	7,081,203
Net profit for the period	-	-	-	-	-	-	-	739,930	739,930
Other comprehensive income	-	-	-	51,442	11,724	(739)	-	-	62,427
Total comprehensive income for the period	-	-	-	51,442	11,724	(739)	-	739,930	802,357
Dividends paid for the year 2011 (Note 8)	-	-	-	-	-	-	(930,140)	-	(930,140)
Balance at 30 June 2012 (Reviewed)	<u>2,066,978</u>	<u>3,283,600</u>	<u>597,650</u>	<u>74,534</u>	<u>(11,852)</u>	<u>(4,620)</u>	<u>-</u>	<u>947,130</u>	<u>6,953,420</u>

The attached notes 1 to 12 form part of these interim condensed consolidated financial statements.

DOHA BANK Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2012

		<i>Six Months Ended</i>		<i>Year ended</i>
		30 June	30 June	31 December
		2012	2011	2011
		<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>
	<i>Notes</i>	QR'000	QR'000	QR'000
OPERATING ACTIVITIES				
Net profit for the period before taxes		743,585	703,912	1,246,288
Adjustments for:				
Depreciation		36,382	23,151	58,123
Debt amortisation		2,413	886	1,773
Impairment losses on loans, advances and financing activities, net		66,392	83,006	256,864
Net income from financial investments		(118,916)	(43,883)	(57,140)
Impairment losses on financial investments		17,175	15,146	35,475
		747,031	782,218	1,541,383
Profits before changes in operating assets and liabilities				
Net (increase) / decrease in operating assets				
Due from banks and other financial institutions		556,017	(585,838)	(1,103,688)
Loans, advances and financing activities to customers		970,419	(1,249,713)	(4,413,985)
Other assets		(182,916)	38,219	146,334
Net (decrease)/increase in liabilities				
Due to banks and other financial institutions		(831,803)	2,905,178	2,952,120
Customer deposits and unrestricted investment		(1,360,340)	(1,624,655)	876,877
Other liabilities		15,593	565,231	327,111
Cash generated (used in) from operating activities				
Income Tax paid		(3,655)	(1,591)	(5,134)
Social and sports fund contribution paid		(31,029)	(26,356)	(26,356)
		(120,683)	802,693	294,662
Net cash (used in)from operating activities				
INVESTING ACTIVITIES				
Purchase of financial investments		(2,896,725)	(2,463,468)	(4,138,340)
Proceeds from sale of financial investments		1,898,404	1,093,011	1,831,344
Purchase of property, furniture and equipment		(5,219)	(50,798)	(141,541)
Proceeds from sale of property, furniture and equipment		-	-	22
		(1,003,540)	(1,421,255)	(2,448,515)
Net cash used in investing activities				
FINANCING ACTIVITIES				
Net proceed from senior guaranteed debt issued		1,797,335	-	-
Capital subscription		-	737,222	737,222
Dividends paid	8	(930,140)	(947,365)	(947,365)
		867,195	(210,143)	(210,143)
Net cash from (used in) financing activities				
Decrease in cash and cash equivalents during the period/year				
		(257,028)	(828,705)	(2,363,996)
Cash and cash equivalents – beginning of the period/year				
		8,445,569	10,809,565	10,809,565
Cash and cash equivalents – end of the period/year				
	11	8,188,541	9,980,860	8,445,569
Operational cash flows from interest and dividend :				
Interest/profit paid		274,774	343,007	554,115
Interest/profit received		1,102,572	1,155,749	2,048,428
Dividends received		15,245	14,845	17,420

The attached notes 1 to 12 form part of these interim condensed consolidated financial statements.

DOHA BANK Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended 30 June 2012

1 CORPORATE INFORMATION

Doha Bank Q.S.C. (“Doha Bank”) was incorporated on 15 March 1979, as a Joint Stock Company under Emiri Decree No. 51 of 1978.

Doha Bank is engaged in conventional banking activities and operates through its head office in Doha and 38 local branches, two overseas branches in the United Arab Emirates (Dubai) and the State of Kuwait, and representative offices in United Kingdom, Singapore, Turkey, China, Japan, South Korea, the United Arab Emirates (Abu Dhabi) and Germany. In addition, the Bank owns 100% of the issued share capital of Doha Bank Assurance Company L.L.C, an insurance company registered under Qatar Financial Centre, D Bank Tech L.L.C, an information technology company with operations in the United Arab Emirates and Doha Finance Limited registered in the Cayman Island and primarily used for debt issuance on behalf of the Bank. Doha Bank and its subsidiaries are referred to as “the Group”.

The interim condensed consolidated financial statements of the Group for the six month period ended 30 June 2012 were authorised for issue by the Board of Directors on 18 July 2012.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The interim condensed consolidated financial statements for the six months ended 30 June 2012 have been prepared in accordance with IAS 34, Interim Financial Reporting, and the applicable provisions of Qatar Central Bank regulations.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group’s annual financial statements as at 31 December 2011. The results for the six months ended 30 June 2012 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2012.

Significant accounting policies

The accounting policies and methods of computation adopted in the preparation of the interim condensed consolidated financial statements are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2011, except as noted below:

During the period, the Group has adopted the following standards effective for the annual period beginning on or after 1 January 2012.

IFRS 7 Financial Instruments (Disclosures)

The amendment requires additional quantitative and qualitative disclosures relating to transfers of financial assets, when:

- Financial assets are derecognised in their entirety, but the entity has a continuing involvement in them (e.g., options or guarantees on the transferred assets)
- Financial assets are not derecognised in their entirety

The amended disclosures are more extensive and onerous than previous disclosures. This amendment did not have any impact on the Group.

The following amendments to standards became effective in 2012, but did not have any impact on the accounting policies, financial position or performance of the Group.

<i>Standard/ Interpretation</i>	<i>Content</i>
IAS 12	Income Taxes – Tax recovery of underlying assets (Amendment)
IFRS 1	First-time adoption – Severe hyperinflation and removal of fixed dates for first time adopters (Amendment)

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)**Significant accounting policies (continued)****Standards, amendments and interpretations issued but not adopted**

The Group is currently considering the implications of the new IFRSs which are effective for future accounting periods and has not early adopted any of the new Standards as listed below:

<i>Standard/ Interpretation</i>	<i>Content</i>	<i>Effective date</i>
IFRS 9	Financial Instruments: Classification & Measurement (Part 1)	1 January 2015
IFRS 10	Consolidated Financial Statements	1 January 2013
IFRS 11	Joint Arrangements	1 January 2013
IFRS 12	Disclosure of Interests in Other Entities	1 January 2013
IFRS 13	Fair Value Measurement	1 January 2013
IAS 1	Presentation of Items of Other Comprehensive Income (Amendment)	1 January 2013
IAS 19	Employee Benefits (Revised)	1 January 2013

3 SEGMENT INFORMATION

The Group is organized into two main business segments, which comprise conventional commercial and retail banking and insurance activities. Details of each segment as of and for the six month period ended 30 June 2012 are stated below:

	<i>Banking activities QR'000</i>	<i>Insurance activities QR'000</i>	<i>Others QR'000</i>	<i>Total QR'000</i>
At 30 June 2012 (Reviewed)				
Total assets	51,611,050	261,036	868	51,872,954
Total liabilities including unrestricted investment accounts	44,789,173	130,253	108	44,919,534
At 31 December 2011 (Audited)				
Total assets	52,059,526	232,978	127,788	52,420,292
Total liabilities including unrestricted investment accounts	45,235,811	102,217	1,061	45,339,089
Six months ended 30 June 2012 (Reviewed)				
Net operating income	1,209,283	12,179	96	1,221,558
Net profit	738,587	1,310	33	739,930
Six months ended 30 June 2011 (Reviewed)				
Net operating income	1,163,498	16,526	337	1,180,361
Net profit	697,067	5,330	(76)	702,321
Three months ended 30 June 2012 (Reviewed)				
Net operating income	603,926	4,684	64	608,674
Net profit	350,871	(944)	55	349,982
Three months ended 30 June 2011 (Reviewed)				
Net operating income	571,778	7,808	186	579,772
Net profit	337,168	2,152	31	339,351

3 SEGMENT INFORMATION (continued)

During the year 2011, the Qatar Central Bank has directed all conventional banks to stop entering into new Islamic business. Accordingly, the Group has ceased its new Islamic operations in Qatar as at 31 December 2011. The remaining Islamic financing has been classified under conventional banking until the maturity/redemption of the underlying contracts. The Group has not separately disclosed its Islamic operations throughout these interim condensed consolidated financial statements.

Geographically, the Group operates in the State of Qatar, the United Arab Emirates and the State of Kuwait. Qatar operations contributed approximately 100.34% (30 June 2011: 98.99%) of the Bank's profit for the six month period ended 30 June 2012 and approximately 95.09% (30 June 2011: 96.17%; 31 December 2011: 96.0%) of its assets.

4 LOANS, ADVANCES AND FINANCING ACTIVITIES TO CUSTOMERS

	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>	<i>31 December 2011 (Audited) QR'000</i>
Gross loans, advances and financing activities to customers	30,509,779	28,813,090	31,475,243
Allowance for impairment	<u>(842,551)</u>	<u>(1,099,465)</u>	<u>(771,204)</u>
Net loans, advances and financing activities to customers	<u>29,667,228</u>	<u>27,713,625</u>	<u>30,704,039</u>

Total non-performing loans, advances and financing activities as at 30 June 2012 amounted to QR 1,059 million representing 3.47% of the total loans, advances and financing activities (30 June 2011: QR 1,184 million representing 3.98% of the total loans, advances and financing activities; 31 December 2011: QR 1,055 million, representing 3.35 % of the total loans, advances and financing activities).

Interest in suspense of QR 113 million (30 June 2011: QR 285 million, 31 December 2011: QR 103 million) is for the purpose of the Qatar Central Bank regulatory requirements, included in the above impairment allowance amount.

5 FINANCIAL INVESTMENTS

	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>	<i>31 December 2011 (Audited) QR'000</i>
Available-for-sale investments	4,213,072	3,151,807	4,384,974
Held to maturity investments	<u>4,515,054</u>	<u>3,453,435</u>	<u>3,191,648</u>
	<u>8,728,126</u>	<u>6,605,242</u>	<u>7,576,622</u>

DOHA BANK Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended 30 June 2012

6 DEBT ISSUED AND OTHER BORROWED FUNDS

	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>	<i>31 December 2011 (Audited) QR'000</i>
Subordinated debt notes	770,256	768,492	769,379
Senior guaranteed notes	<u>1,798,871</u>	<u>-</u>	<u>-</u>
	<u>2,569,127</u>	<u>768,492</u>	<u>769,379</u>

On 14 March 2012, the Group issued US\$ 500 million senior guaranteed notes at 98.964% of nominal value. The bonds have a minimum nominal denomination of US\$ 200,000. The notes mature over 5 years from the issue date at the nominal value and carry interest at fixed rate of 3.50% payable semi-annually.

7 FAIR VALUE RESERVE

	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>	<i>31 December 2011 (Audited) QR'000</i>
Balance at beginning of the period / year	23,092	(5,053)	(5,053)
Increase in fair value	71,797	1,754	61,305
Amount transferred to the statement of income	(20,355)	(13,559)	(33,160)
Net change within the period / year	<u>51,442</u>	<u>(11,805)</u>	<u>28,145</u>
	<u>74,534</u>	<u>(16,858)</u>	<u>23,092</u>

8 DIVIDENDS PAID

A cash dividend of 45% (or QR 4.50 per share) relating to the year ended 31 December 2011 (2010: QR 5 per share), amounting to QR 930,140 thousand (2010: QR 947,365 thousand), was approved at the Annual General Assembly held on 27 February 2012.

9 FINANCIAL COMMITMENTS AND CONTINGENCIES

	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>	<i>31 December 2011 (Audited) QR'000</i>
(a) Contingent commitments			
Acceptances	410,988	531,128	338,600
Guarantees	15,219,071	13,955,704	14,299,313
Letter of credit	3,329,966	3,916,683	3,681,134
Unused credit facilities	5,456,342	6,020,304	5,002,675
Others	1,242,216	862,295	1,298,325
	<u>25,658,583</u>	<u>25,286,114</u>	<u>24,620,047</u>
(b) Other commitments			
Capital commitments	13,078	47,643	46,191
Forward foreign exchange contracts	1,896,512	4,199,368	1,183,614
Interest rate swaps	846,103	773,273	773,273
Credit default swaps	-	25,491	-
Total return swaps	-	36,415	36,415
	<u>2,755,693</u>	<u>5,082,190</u>	<u>2,039,493</u>
Total	<u>28,414,276</u>	<u>30,368,304</u>	<u>26,659,540</u>

The derivative instruments are reflected in the accompanying financial statements at their fair value and presented under other commitments at their notional amount.

10 RELATED PARTY TRANSACTIONS

The Group enters into transactions, arrangements and agreements involving members of the Board of Directors and their related concerns in the ordinary course of business at commercial interest and commission rates. Balances with related parties and transactions with related parties at the end of the reporting period were as follows:

	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>	<i>31 December 2011 (Audited) QR'000</i>
Statement of financial position items			
Loans and advances	716,230	1,099,809	1,096,821
Customer deposits	206,522	175,843	140,455
Contingent liabilities and other commitments	237,383	238,972	201,174

DOHA BANK Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended 30 June 2012

10 RELATED PARTY TRANSACTIONS (continued)

	<i>Six Months Ended</i>	
	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>
Statement of income items		
Interest and commission income	<u>20,007</u>	<u>32,626</u>
Interest and commission expenses	<u>3,440</u>	<u>1,474</u>
Compensation to Board of Directors		
Salaries and other benefits	<u>21,102</u>	13,374
End of service benefits and pension fund	<u>996</u>	<u>819</u>
	<u>22,098</u>	<u>14,193</u>

11 CASH AND CASH EQUIVALENTS

Cash and cash equivalents for the purpose of statement of cash flows, comprise the following:

	<i>30 June 2012 (Reviewed) QR'000</i>	<i>30 June 2011 (Reviewed) QR'000</i>	<i>31 December 2011 (Audited) QR'000</i>
Cash and balances with central banks*	<u>1,139,160</u>	1,974,431	1,180,226
Balance due from banks and other financial institutions maturing within 3 months	<u>7,049,381</u>	<u>8,006,429</u>	<u>7,265,343</u>
	<u>8,188,541</u>	<u>9,980,860</u>	<u>8,445,569</u>

*Cash and balances with central banks do not include the statutory cash reserves.

12 COMPARATIVE FIGURES

Certain comparative figures pertaining to prior period/year have been reclassified in order to conform to the presentation of the current period and improve the quality of the information presented. However, such reclassifications do not affect the previously reported profit or equity.