

**REVIEW REPORT TO THE BOARD OF DIRECTORS OF
DOHA INSURANCE COMPANY Q.S.C.**

We have reviewed the accompanying interim condensed balance sheet of Doha Insurance Company Q.S.C. (“the Company”) as at 30 June 2006, and the related condensed statements of income, cash flows and changes in equity for the six month period then ended. These interim condensed financial statements are the responsibility of the Company’s management. Our responsibility is to issue a report on these interim condensed financial statements based on our review.

We conducted our review in accordance with the International Standard on Review Engagements 2400. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the interim condensed financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical review procedures applied to financial data, and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not presented fairly, in all material respects, in accordance with International Accounting Standard (IAS) 34 – Interim Financial Reporting.

Firas Qoussous
of Ernst & Young
Auditor's Registration No. 236

Date: 30 July 2006
Doha

INCOME STATEMENT
Six Months Ended 30 June 2006

	<i>Six months ended</i>	
	30 June	30 June
	2006	2005
	QR	QR
	(Reviewed)	(Reviewed)
REVENUE		
Net insurance revenue	13,791,015	7,160,493
Investments income	5,334,296	3,983,369
Income from sale of investments	1,360,603	11,850,313
Income from investment properties	1,634,400	1,634,400
Interest income	456,036	444,467
Profit on sale of property and equipment	11,898	-
Other income	43,544	295,493
	<hr/> 22,631,792	<hr/> 25,368,535
TOTAL REVENUE		
EXPENSES		
Salaries and other staff costs	(3,767,605)	(3,147,965)
Other administrative expenses	(1,716,097)	(1,712,632)
Depreciation on property and equipment	(1,284,182)	(1,214,735)
Loss from decline in fair value of available-for-sale investments	(2,283,105)	-
Interest expenses	(110,219)	(103,531)
	<hr/> (9,161,208)	<hr/> (6,178,863)
TOTAL EXPENSES		
NET INCOME FOR THE PERIOD	<hr/> 13,470,584	<hr/> 19,189,672
EARNINGS PER SHARE	<hr/> 1.06	<hr/> 1.51

Doha Insurance Company Q.S.C.

BALANCE SHEET

At 30 June 2006

	<i>(Reviewed)</i> 30 June 2006 QR	<i>(Audited)</i> 31 December 2005 QR
ASSETS		
Cash and bank balances	22,595,809	34,913,012
Investment	223,527,036	250,702,208
Re-insurance contract assets	64,268,863	49,293,359
Insurance and other receivables	36,360,911	50,467,865
Investment properties	27,751,273	28,274,487
Land under development	9,821,185	-
Property and equipment	6,655,785	7,088,840
TOTAL ASSETS	<u>390,980,862</u>	<u>420,739,771</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Bank loan	3,639,525	4,422,555
Insurance contracts liabilities	101,568,593	77,233,047
Accounts payable and other liabilities	26,460,302	30,624,582
Provision for employees' end of service benefits	1,116,470	829,978
TOTAL LIABILITIES	<u>132,784,890</u>	<u>113,110,162</u>
EQUITY		
Share capital	127,240,000	127,240,000
Legal reserve	10,136,061	10,136,061
Fair value reserve	79,307,062	116,763,283
Proposed cash dividends	-	25,448,000
Retained earnings	41,512,849	28,042,265
TOTAL SHAREHOLDERS' EQUITY	<u>258,195,972</u>	<u>307,629,609</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>390,980,862</u>	<u>420,739,771</u>

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Sheikh Nawaf Nasser Bin Khaled Al-Thani
Chairman

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Mr. Bassam Hussein
General Manager