

QR. 31249

**AUDITORS' REPORT**

**To The Shareholders  
Doha Insurance Company - Q.S.C.  
Doha – Qatar**

We have audited the accompanying balance sheet of **Doha Insurance Company - Q.S.C.**, as of 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 company'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 accompanying financial statements present fairly, in all material respects, the financial position of **Doha Insurance Company - Q.S.C.**, as of 31 December 2005, and the results of its operations, changes in its shareholders' equity and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Furthermore, in our opinion the financial statements provide the information required by the Qatar Commercial Companies' Law No. 5 of 2002 and the Company's Articles of Association. We are also of the opinion that proper books of account were maintained by the Company and the contents of the directors' report are in agreement with the Company's financial statements. To the best of our knowledge and belief and according to the information given to us, no contraventions of the Law or the Company's Articles of Association, were committed during the year which would materially affect the Company's activities or its financial position.

For **Deloitte & Touche**

**Doha – Qatar  
February 6, 2006**

**Samer Jaghoub  
License No. 88**

# Doha Insurance Company – Q.S.C.

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## BALANCE SHEET

31 December 2005

	<b>2005</b> <b>QR</b>	<b>2004</b> <b>QR</b>
<b><u>ASSETS</u></b>		
Cash and bank balances	34,837,637	54,490,077
Investments	250,702,208	124,675,202
Re-insurance contract assets	49,293,357	31,136,653
Insurance and other receivables	50,543,239	30,524,028
Investment properties	28,274,487	29,320,915
Property and equipment	7,088,840	7,779,172
<b>TOTAL ASSETS</b>	<b><u>420,739,768</u></b>	<b><u>277,926,047</u></b>
<b><u>LIABILITIES AND SHAREHOLDERS' EQUITY</u></b>		
<b><u>LIABILITIES</u></b>		
Bank term loan	4,422,555	5,988,615
Insurance contract liabilities	77,233,047	49,018,888
Provisions, insurance and other payables	31,454,557	26,919,803
<b>TOTAL LIABILITIES</b>	<b><u>113,110,159</u></b>	<b><u>81,927,306</u></b>
<b><u>SHAREHOLDERS' EQUITY</u></b>		
Share capital	127,240,000	127,240,000
Legal reserve	10,136,061	5,915,642
Fair value reserve	116,763,283	29,867,806
Proposed cash dividend	25,448,000	15,268,800
Retained earnings	28,042,265	17,706,493
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b><u>307,629,609</u></b>	<b><u>195,998,741</u></b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b><u>420,739,768</u></b>	<b><u>277,926,047</u></b>

Sheikh Nawaf Bin Nasser Bin Khaled Al-Thani  
Chairman

Bassam Hussein  
General Manager

STATEMENT OF INCOME

Year ended 31 December 2005

	<i>2005</i> <i>QR</i>	<i>2004</i> <i>QR</i>
<b><u>INCOME</u></b>		
Net insurance revenue	18,001,336	10,798,153
Investment income	6,266,185	8,248,408
Interest income	937,135	851,060
Income from sale of investments	27,222,200	17,534,604
Income from investment properties	3,268,800	3,268,800
Other income	316,642	267,429
	<u>56,012,298</u>	<u>40,968,454</u>
<b><u>EXPENSES</u></b>		
Salaries and other staff costs	(7,201,841)	(6,034,627)
Depreciation of investment properties	(1,046,428)	(1,046,371)
Depreciation of property and equipment	(1,411,816)	(1,347,900)
Provision for doubtful debts	--	(1,500,000)
General and administrative expenses	(4,148,022)	(3,408,849)
	<u>(13,808,107)</u>	<u>(13,337,747)</u>
<b>NET INCOME FOR THE YEAR</b>	<u><b>42,204,191</b></u>	<u><b>27,630,707</b></u>
Earnings Per Share	<u><u>3.32</u></u>	<u><u>2.17</u></u>