

**DOHA INSURANCE GROUP Q.P.S.C.  
DOHA - QATAR**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL INFORMATION AND  
INDEPENDENT AUDITOR'S REVIEW REPORT  
FOR THE NINE MONTH PERIOD ENDED  
SEPTEMBER 30, 2021**

**DOHA INSURANCE GROUP Q.P.S.C.**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION AND INDEPENDENT AUDITOR'S  
REVIEW REPORT**

For the nine month period ended September 30, 2021

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QR. 31249

RN: 631/YM/FY2022

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the Board of Directors  
Doha Insurance Group Q.P.S.C.  
Doha – Qatar

### *Introduction*

We have reviewed the interim condensed consolidated statement of financial position of Doha Insurance Group Q.P.S.C. (the "Company") and its subsidiaries (together the "Group") as at September 30, 2021, and the related interim condensed consolidated statement of profit or loss and interim condensed consolidated statement of comprehensive income for the three and nine month periods then ended and the related interim condensed consolidated statement of changes in equity and interim condensed consolidated cash flows for the nine month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial information in accordance with International Accounting Standard 34 "Interim Financial Reporting" ('IAS 34'). Our responsibility is to express a conclusion on the interim condensed consolidated financial information 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 the 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 financial information is not prepared fairly, in all material respects, in accordance with IAS 34.

Doha – Qatar  
October 27, 2021



For Deloitte & Touche  
Qatar Branch

Midhat Salha  
Partner

License No. 257

QFMA Audit Registration 120156

**DOHA INSURANCE GROUP Q.P.S.C.**

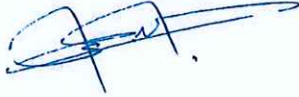
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at September 30, 2021

	Notes	September 30, 2021 QR (Reviewed)	December 31, 2020 QR (Audited)
<b>ASSETS</b>			
Cash and bank balances	4	390,100,802	398,385,259
Financial investments	5	867,857,182	622,986,243
Reinsurance contract assets	8	944,371,365	874,685,610
Insurance and other receivables		450,687,905	363,522,149
Investments in associates	6	17,044,465	17,185,813
Investment properties	7	302,341,634	314,148,339
Right-of-use assets		7,213,433	9,820,926
Property and equipment		11,860,102	11,930,026
<b>TOTAL ASSETS</b>		<b>2,991,476,888</b>	<b>2,612,664,365</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	10	500,000,000	500,000,000
Legal reserve	11	376,169,757	376,169,757
Fair value reserve		(10,449,184)	(59,174,490)
Foreign currency translation reserve		(1,222,073)	1,769,980
Retained earnings		296,215,429	290,936,195
<b>Total equity</b>		<b>1,160,713,929</b>	<b>1,109,701,442</b>
<b>Liabilities</b>			
Insurance contract liabilities	8	1,366,925,322	1,211,324,246
Provisions, insurance and other payables		248,520,588	207,951,922
Borrowings	9	193,952,804	53,571,475
Employees' end of service benefits		11,480,052	17,391,026
Lease liability		9,884,193	12,724,254
<b>Total liabilities</b>		<b>1,830,762,959</b>	<b>1,502,962,923</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,991,476,888</b>	<b>2,612,664,365</b>

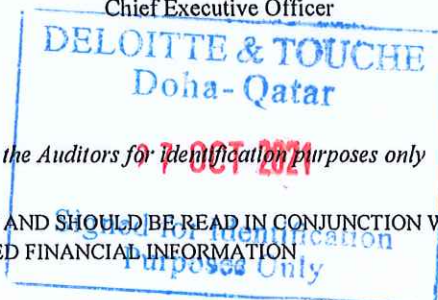
These interim condensed consolidated financial information were approved by the Board of Directors on October 27, 2021 and were signed on its behalf by:

  
**Nawaf Bin Nasser Bin Khaled Al Thani**  
 Chairman

  
**Jassim Ali A. Al-Moftah**  
 Chief Executive Officer

*This statement has been prepared by the Group and stamped by the Auditors for identification purposes only*

THE ACCOMPANYING NOTES 1-19 FORM AN INTEGRAL PART OF AND SHOULD BE READ IN CONJUNCTION WITH THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION





**DOHA INSURANCE GROUP Q.P.S.C.**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

For the three month and nine month periods ended September 30, 2021

	Notes	For the three month period ended September 30,		For the nine month period ended September 30,	
		2021	2020	2021	2020
		QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)
Gross premiums	15	271,390,034	218,442,657	849,915,814	694,106,604
Reinsurers' share of gross premiums	15	(177,269,161)	(133,349,022)	(498,957,295)	(415,505,243)
<b>Net premiums</b>		<b>94,120,873</b>	<b>85,093,635</b>	<b>350,958,519</b>	<b>278,601,361</b>
Change in unexpired risk reserve	15	4,350,898	6,987,639	(43,803,074)	(42,238,372)
<b>Underwriting revenue</b>		<b>98,471,771</b>	<b>92,081,274</b>	<b>307,155,445</b>	<b>236,362,989</b>
Claims paid	15	(59,378,353)	(53,284,552)	(228,659,539)	(175,035,470)
Reinsurers' share of claims	15	22,237,794	17,979,974	80,147,913	76,046,793
Change in outstanding claims reserve	15	(20,056,124)	(22,234,923)	(40,211,024)	(35,988,523)
Commissions received	15	10,105,225	8,899,263	37,611,121	31,249,193
Commissions paid	15	(16,258,569)	(12,561,872)	(48,895,632)	(37,592,545)
Other technical expenses	15	(1,767,929)	(1,229,016)	(4,372,293)	(2,152,205)
<b>Net underwriting results</b>		<b>33,353,815</b>	<b>29,650,148</b>	<b>102,775,991</b>	<b>92,890,232</b>
Dividend income		890,537	666,518	11,650,284	13,475,629
Interest income		2,890,985	2,775,055	6,982,904	8,575,594
Rental income from investment properties		3,706,292	3,133,744	11,101,545	8,968,951
Share of results of associates	6	133,956	569,187	941,881	600,711
Net gain/(loss) on sale of financial assets		2,509,436	3,731,821	3,447,258	(97,542)
Unrealised (loss) / gain on investment in financial assets at fair value through profit or loss - net		(572,055)	(1,188,883)	2,824,706	(749,361)
Other (expense) / income		544,893	(1,236,255)	721,732	(601,710)
<b>Investment and other income</b>		<b>10,104,044</b>	<b>8,451,187</b>	<b>37,670,310</b>	<b>30,172,272</b>
General and administrative expenses	14	(24,750,697)	(20,746,346)	(70,411,554)	(62,900,369)
Depreciation and amortisation of investment properties		(1,813,077)	(1,693,374)	(5,530,913)	(3,895,712)
Depreciation of properties and equipment		(722,374)	(725,582)	(2,018,529)	(2,130,034)
Amortization of right-of-use assets		(511,073)	(434,020)	(1,565,984)	(1,681,574)
Finance cost on lease liability		(160,470)	(135,902)	(420,942)	(555,369)
Finance cost on borrowings		(743,968)	(307,880)	(1,315,523)	(880,860)
<b>Total expenses</b>		<b>(28,701,659)</b>	<b>(24,043,104)</b>	<b>(81,263,445)</b>	<b>(72,043,918)</b>
<b>Profit for the period before allocation to Takaful operation's policyholders</b>		<b>14,756,200</b>	<b>14,058,231</b>	<b>59,182,856</b>	<b>51,018,586</b>

DELOITTE & TOUCHE  
Doha - Qatar

27 OCT 2021

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**DOHA INSURANCE GROUP Q.P.S.C.**

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three month and nine month periods ended September 30, 2021

Notes	For the three month period ended September 30,		For the nine month period ended September 30,	
	2021	2020	2021	2020
	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)
Profit for the period before allocation to Takaful operation's policyholders	14,756,200	14,058,231	59,182,856	51,018,586
Net surplus attributable to Takaful operation's policyholders	(410,369)	(1,176,744)	(4,355,048)	(6,169,406)
<b>Profit attributable to shareholders</b>	<b>14,345,831</b>	<b>12,881,487</b>	<b>54,827,808</b>	<b>44,849,180</b>
Income tax	--	(22,892)	(25,642)	(22,892)
<b>Profit attributable to shareholders after tax</b>	<b>14,345,831</b>	<b>12,858,595</b>	<b>54,802,166</b>	<b>44,826,288</b>
<b>Basic and diluted earnings per share</b>	<b>0.03</b>	<b>0.03</b>	<b>0.11</b>	<b>0.09</b>



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**DOHA INSURANCE GROUP Q.P.S.C.**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the three month and nine month periods ended September 30, 2021

	For the three month period ended September 30,		For the nine month period ended September 30,	
	2021	2020	2021	2020
	QR	QR	QR	QR
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
<b>Profit attributable to shareholders after tax</b>	<b>14,345,831</b>	<b>12,858,595</b>	<b>54,802,166</b>	<b>44,826,288</b>
<b>Other comprehensive income</b>				
<i>Items that may be subsequently reclassified to statement of profit or loss</i>				
Share of other comprehensive (loss) / profit of associate	(85,191)	170,939	(372,691)	175,803
Net change in fair value of debt instruments at fair value through other comprehensive income (FVTOCI)	(400,852)	640,263	(129,765)	(210,797)
Exchange differences on translating foreign operations	(1,253,624)	1,382,290	(2,992,053)	1,608,545
	(1,739,667)	2,193,492	(3,494,509)	1,573,551
<i>Items that will not be subsequently reclassified to statement of profit or loss</i>				
Net change in fair value of equity instruments designated at fair value through other comprehensive income (FVTOCI)	11,487,914	23,378,787	49,704,830	(13,884,386)
<b>Other comprehensive income / (loss) for the period</b>	<b>9,748,247</b>	<b>25,572,279</b>	<b>46,210,321</b>	<b>(12,310,835)</b>
<b>Total comprehensive income for the period</b>	<b>24,094,078</b>	<b>38,430,874</b>	<b>101,012,487</b>	<b>32,515,453</b>



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**DOHA INSURANCE GROUP Q.P.S.C.**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the nine month period ended September 30, 2021

	<u>Share capital</u> QR	<u>Legal reserve</u> QR	<u>Fair value reserve</u> QR	<u>Foreign currency translation reserve</u> QR	<u>Retained earnings</u> QR	<u>Total</u> QR
Balance at January 1, 2020 (Audited)	500,000,000	370,164,949	(63,746,386)	(2,194,636)	269,323,653	1,073,547,580
Profit attributable to shareholders after tax	--	--	--	--	44,826,288	44,826,288
Other comprehensive (loss) / gain for the period	--	--	(13,919,380)	1,608,545	--	(12,310,835)
Gain on sale of investment	--	--	(1,421,849)	--	1,421,849	--
Cash dividends paid (Note 12)	--	--	--	--	(40,000,000)	(40,000,000)
<b>Balance at September 30, 2020 (Reviewed)</b>	<u>500,000,000</u>	<u>370,164,949</u>	<u>(79,087,615)</u>	<u>(586,091)</u>	<u>275,571,790</u>	<u>1,066,063,033</u>
Balance at January 1, 2021 (Audited)	500,000,000	376,169,757	(59,174,490)	1,769,980	290,936,195	1,109,701,442
Profit attributable to shareholders after tax	--	--	--	--	54,802,166	54,802,166
Other comprehensive gain / (loss) for the period	--	--	49,202,374	(2,992,053)	--	46,210,321
Gain on sale of investment	--	--	(477,068)	--	477,068	--
Cash dividends paid (Note 12)	--	--	--	--	(50,000,000)	(50,000,000)
<b>Balance at September 30, 2021 (Reviewed)</b>	<u>500,000,000</u>	<u>376,169,757</u>	<u>(10,449,184)</u>	<u>(1,222,073)</u>	<u>296,215,429</u>	<u>1,160,713,929</u>

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**DOHA INSURANCE GROUP Q.P.S.C.**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the nine month period ended September 30, 2021

	For the nine month period ended September 30,	
	2021	2020
	QR	QR
<b>OPERATING ACTIVITIES</b>		
Profit attributable to shareholders of the Parent after tax	54,802,166	44,826,288
<i>Adjustments for:</i>		
Depreciation of property and equipment	2,018,529	2,130,034
Depreciation of investment properties	5,530,913	3,895,712
Amortization of right-of-use assets	1,565,984	1,681,574
Provision for employees' end of service benefits	1,736,007	1,550,737
Unrealised (gain) / loss on investments held at fair value through profit or loss	(2,824,706)	749,361
Share of results of associates	(941,881)	(600,711)
Reinsurers' share of unearned premium	(31,754,159)	(51,193,579)
Movement in unearned premium	75,557,231	93,431,951
Finance cost on lease liabilities	420,942	555,369
Net (gain) / loss on sale of financial investments	(3,447,258)	97,542
Impairment (reversal)/loss on debt securities	(491,650)	2,165,480
Impairment loss on bank balances	15,605	28,654
Dividend income	(11,650,284)	(13,475,629)
Interest income	(6,982,904)	(8,575,594)
Finance costs on borrowings	1,315,523	880,860
	<b>84,870,058</b>	<b>78,148,049</b>
<b>Movements in working capital</b>		
Insurance and other receivables	(87,165,756)	(63,709,737)
Insurance reserves	42,112,249	40,791,061
Provisions, insurance and other payables	40,568,666	106,827,213
Cash generated from operations	80,385,217	162,056,586
Payment for employees' end of service benefits	(7,646,980)	(1,154,908)
<b>Net cash generated from operating activities</b>	<b>72,738,237</b>	<b>160,901,678</b>
<b>INVESTING ACTIVITIES</b>		
Dividends received	11,650,284	13,475,629
Proceeds from disposal of financial investments	60,479,919	32,639,982
Interest received	6,982,904	8,575,594
Movement in deposits with original maturity of more than three months	(19,993,520)	70,927,904
Purchase of property and equipment	(1,948,605)	(2,377,792)
Purchase of financial investments	(249,384,870)	(141,642,325)
Additions to investment properties	(13,455)	(1,931,890)
<b>Net cash used in investing activities</b>	<b>(192,227,343)</b>	<b>(20,332,898)</b>

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THE ATTACHED NOTES 1-19 FORM AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

**DOHA INSURANCE GROUP Q.P.S.C.**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the nine month period ended September 30, 2021

	Note	For the nine month period ended September 30,	
		2021 QR	2020 QR
<b>FINANCING ACTIVITIES</b>			
Proceeds / (repayment) of borrowings – net		144,761,752	(2,706,523)
Dividends paid		(50,000,000)	(40,000,000)
Repayment of lease liabilities		(2,219,494)	(2,280,355)
Interest expense paid		(1,315,523)	(880,860)
<b>Cash generated from / (used in) financing activities</b>		<b>91,226,735</b>	<b>(45,867,738)</b>
Net increase in cash and cash equivalents		(28,262,371)	94,701,042
Cash and cash equivalents at the beginning of period		161,978,694	81,408,672
<b>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD</b>	4	<b>133,716,323</b>	<b>176,109,714</b>



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THE ATTACHED NOTES 1-19 FORM AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION



## DOHA INSURANCE GROUP Q.P.S.C.

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the nine month period ended September 30, 2021

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#### 1. INCORPORATION AND ACTIVITIES

Doha Insurance Group Q.P.S.C. (the "Company") (previously known as "Doha Insurance Company Q.S.C"), is a Qatari public shareholding company registered and incorporated in the State of Qatar under Emiri Decree No. 30 issued on October 2, 1999. It is engaged in the business of insurance and reinsurance in State of Qatar. The shares of the Company are listed on Qatar Exchange Doha.

The interim condensed consolidated financial information of the Group consolidates the assets, liabilities and operational performance of the Company and its subsidiaries (collectively referred as "the Group") detailed below.

- i. On October 21, 2015, MENA RE Underwriters Limited, a limited liability company engaged in insurance intermediation and management, was incorporated in Dubai, UAE with a registration number of CL1984. The registered and paid up capital of the Subsidiary is wholly subscribed and owned by the Company.
- ii. On December 21, 2016, the Company invested 100% in share capital of Barzan Technology Solutions, a company incorporated in Jordan having business activities of providing information technology solutions and also engaged in real estate and investment activities. The subsidiary has commenced its operations during the second half of the year 2017.
- iii. On December 27, 2016, the Company invested 100% in the equity of Schwenke Zentrum S.a.r.l, a company duly incorporated under the laws of Grand Duchy of Luxembourg. The subsidiary is engaged in real estate holding and leasing operations for a property located in Germany.
- iv. In 2006, the Company established an Islamic Takaful branch under the brand name Doha Takaful to carry out insurance and reinsurance activities in accordance with Islamic Sharia principles on a non-usury basis in all areas of insurance. On March 28, 2018, the Company has registered Doha Takaful into a separate limited liability company as Doha Takaful L.L.C., which is 100% owned by the Company. The Company also prepares a separate set of financial statements of Doha Takaful L.L.C. as per the requirement of FAS - 12 General Presentation and Disclosure in the Financial Statements of Islamic Insurance Companies issued by the AAOIFI. The Doha Takaful L.L.C.s financial statements are then converted into International Financial Reporting Standards (IFRSs) compliant financial statements and included in these interim condensed consolidated financial information.
- v. On August 10, 2018, the Company invested 100% in the equity of Logistics Centre S.a.r.l, a company duly incorporated under the laws of Grand Duchy of Luxembourg. The subsidiary is engaged in real estate holding and leasing operations for a property located in Germany.
- vi. On March 4, 2018, a representative office in Beirut-Lebanon under the name of "Mena Re Life" was established which aims to extend the Group's reinsurance reach in the International arena. It is part of the DIG's strategy of geographic expansion to open new markets and build on its strong credit and financial rating. It is worth mentioning that the Group has completed all the formal procedures of establishing the office in accordance with the laws of the Lebanese Republic.
- vii. On January 4, 2018, Mena Re Speciality was incorporated in England and Wales. The registered office is 54 Fenchurch Street, London, ECEM 3JY. The registered and paid up capital of the Subsidiary is wholly subscribed and owned by the Company. This wholly owned subsidiary is a dormant entity and commercial operation has not yet commenced.
- viii. On June 27, 2018, the Group has established Tamina Technology Solutions, a limited liability company in Qatar. The registered and paid up capital of the Subsidiary is wholly subscribed and owned by the Company. The subsidiary is registered for trade in computer network devices and computer supplies, designing and programming special software, website design and information technology consulting. This wholly owned subsidiary is a dormant entity and commercial operation has not yet commenced.

The interim condensed consolidated financial information of the Group for the nine month period ended September 30, 2021 were authorised for issue by the Board of Directors on October 27, 2021.

#### 2. BASIS OF PREPARATION

##### *(a) Statement of compliance*

The interim condensed consolidated financial information for the nine-month period ended September 30, 2021 has been prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim condensed consolidated financial information do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at December 31, 2020.



## DOHA INSURANCE GROUP Q.P.S.C.

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the nine month period ended September 30, 2021

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#### 2. BASIS OF PREPARATION (CONTINUED)

##### *(a) Statement of compliance (continued)*

In addition, the results of the nine-month period ended September 30, 2021 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2021.

##### *(b) Basis of measurement*

The interim condensed consolidated financial information are prepared under the historical cost convention, except for certain financial investments which are carried at fair value. The methods used to measure fair values are discussed further in Note 18.

##### *(c) Functional and presentation currency*

The interim condensed consolidated financial information are presented in Qatari Riyal ("QAR"), which is the Company's functional currency.

##### *Judgments, estimates and risk management*

The preparation of these interim condensed consolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Group's annual consolidated financial statements for the year ended December 31, 2020.

The Group's financial risk management objectives and policies are consistent with those disclosed in the Consolidated Financial Statements for the year ended December 31, 2020.

#### 3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies used in the preparation of this interim condensed consolidated financial information are consistent with those used in the preparation of the Group's annual financial statements for the year ended December 31, 2020, and the notes attached thereto, except for the adoption of certain new and revised standards, that became effective in the current period as set out below.

##### **(i) New and amended IFRS Standards that are effective for the current year**

<b><u>New and revised IFRSs</u></b>	<b><u>Effective for annual periods beginning on or after</u></b>
Interest Rate Benchmark Reform—Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)	January 1, 2021
The amendments address issues that might affect financial reporting as a result of the reform of an interest rate benchmark, including the effects of changes to contractual cash flows or hedging relationships arising from the replacement of an interest rate benchmark with an alternative benchmark rate. The amendments provide practical relief from certain requirements in IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 relating to: – changes in the basis for determining contractual cash flows of financial assets, financial liabilities and lease liabilities; and – hedge accounting.	

The application of these revised IFRSs has not had any material impact on the amounts reported for the current and prior years but may affect the accounting for future transactions or arrangements.

**DOHA INSURANCE GROUP Q.P.S.C.**

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the nine month period ended September 30, 2021

**3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(ii) New and amended IFRSs in issue but not yet effective and not early adopted**

<u>New and revised IFRSs</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to IFRS 3 - Reference to the Conceptual Framework	January 1, 2022
Amendments to IAS 16 - Property, Plant and Equipment—Proceeds before Intended Use	January 1, 2022
Amendments to IAS 37 - Onerous Contracts – Cost of Fulfilling a Contract	January 1, 2022
Annual Improvements to IFRS Standards 2018-2020 Cycle - Amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 9 Financial Instruments, IFRS 16 Leases, and IAS 41 Agriculture	January 1, 2022
IFRS 17 <i>Insurance Contracts</i>	January 1, 2023
IFRS 17 requires insurance liabilities to be measured at a current fulfilment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. IFRS 17 supersedes IFRS 4 <i>Insurance Contracts</i> as at January 1, 2023.	
Amendments to IAS 1- Classification of Liabilities as Current or Non-current	January 1, 2023
Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2)	January 1, 2023
Definition of Accounting Estimates (Amendments to IAS 8)	January 1, 2023
Amendments to IFRS 10 <i>Consolidated Financial Statements</i> and IAS 28 <i>Investments in Associates and Joint Ventures</i> (2011) relating to the treatment of the sale or contribution of assets from and investor to its associate or joint venture.	Effective date deferred indefinitely. Adoption is still permitted.

Management anticipates that these new standards, interpretations and amendments will be adopted in the Group's consolidated financial statements as and when they are applicable. The adoption of these new standards, interpretations and amendments, except for IFRS 17 as highlighted in previous paragraphs, may have no material impact on the consolidated financial statements of the Group in the period of initial application. Management is in process of determining the impact of application of IFRS 17 on the Group's consolidated financial statements.

**4. CASH AND BANK BALANCES**

	<u>September 30, 2021</u>	<u>December 31, 2020</u>
	QR (Reviewed)	QR (Audited)
Cash on hand	874,292	550,221
Bank balances and term deposits	389,413,754	398,006,677
Loss allowance	(187,244)	(171,639)
Cash and bank balances	<u>390,100,802</u>	<u>398,385,259</u>

Term deposits consist of fixed deposits amounting to QR. 256,571,723 (2020: QR 236,578,203) bearing interest at the rate of 0.0% to 2.40% per annum (December 31, 2020: 0.5% to 3.00 % per annum).



**DOHA INSURANCE GROUP Q.P.S.C.**

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For the nine month period ended September 30, 2021

**4. CASH AND BANK BALANCES (CONTINUED)**

Reconciliation to gross cash and cash equivalents:

	September 30, 2021	December 31, 2020
	QR (Reviewed)	QR (Audited)
Cash and bank balances	390,100,802	398,385,259
Less: deposits with original maturity of more than 3 months	(256,571,723)	(236,578,203)
Add: Allowance for impairment	187,244	171,638
Gross cash and cash equivalents	<u>133,716,323</u>	<u>161,978,694</u>

Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central banks of the respective countries. Accordingly, management of the Group estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12 month ECL. Management of the Group has assessed loss allowance as at reporting date and have adjusted the loss allowance accordingly.

**5. FINANCIAL INVESTMENTS**

The carrying amounts of financial investments were as follows:

	September 30, 2021	December 31, 2020
	QR (Reviewed)	QR (Audited)
Investments held at fair value through profit or loss		
Quoted shares	17,790,639	4,332,995
Funds	162,639,434	106,937,506
Debt securities with fixed interest rate	90,773,093	42,329,091
Investments held at fair value through other comprehensive income		
- Quoted shares	379,456,187	336,198,046
- Private equity funds and unquoted shares	41,863,935	45,751,323
- Debt securities with fixed interest rate	176,303,840	88,898,878
Allowance for impairment (ECL)	(969,946)	(1,461,596)
	<u>867,857,182</u>	<u>622,986,243</u>

The debt securities carry interest at 1.55% and 12.48% (December 31, 2020: 1.563% to 6.88%) per annum and have maturity periods of less than 10 years.

**6. INVESTMENTS IN ASSOCIATES**

The Group has following investment in associates:

	<i>Country of incorporation</i>	<i>Percentage of ownership</i>		<i>Principal activity</i>
		September 30, 2021	December 31, 2020	
		(Reviewed)	(Audited)	
Yemeni Qatari Insurance Company	Republic of Yemen	40%	40%	Insurance
Qatar unified Insurance Bureau W.L.L.	State of Qatar	25%	25%	Insurance



**DOHA INSURANCE GROUP Q.P.S.C.**

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the nine month period ended September 30, 2021

**6. INVESTMENTS IN ASSOCIATES (CONTINUED)**

Movements in the investment in associates are as follows:

	September 30, 2021	December 31, 2020
	QR (Reviewed)	QR (Audited)
<b>At the beginning of the period / year</b>	17,185,813	16,177,201
Equity share in net earnings	941,881	948,646
Cash dividends received	(716,176)	--
Share of other comprehensive (loss)/profit of associate	(372,691)	86,306
Foreign currency translation difference	5,638	(26,340)
<b>At the ending of the period / year</b>	<u>17,044,465</u>	<u>17,185,813</u>

The summarized financial information of the Group's investments in associates are as follows:

	September 30, 2021	December 31, 2020
	QR (Reviewed)	QR (Audited)
Share in the associates' statement of financial position:		
Total assets	14,743,039	15,190,890
Total liabilities	(3,964,535)	(4,271,038)
Net assets	10,778,504	10,919,852
Additional consideration paid in excess of share in net assets	6,265,961	6,265,961
	<u>17,044,465</u>	<u>17,185,813</u>
Share in the associates' revenue and results:		
Revenues	2,278,583	2,958,926
Share of results	941,881	948,646

The carrying amounts of these investments are as follows:

	September 30, 2021	December 31, 2020
	QR (Reviewed)	QR (Audited)
Yemeni Qatari Insurance Company	8,459,896	8,290,870
Qatar Unified Insurance Bureau W.L.L.	8,584,569	8,894,943
	<u>17,044,465</u>	<u>17,185,813</u>

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the nine month period ended September 30, 2021

**7. INVESTMENT PROPERTIES**

	September 30, 2021	December 31, 2020
	QR (Reviewed)	QR (Audited)
Net carrying value at the beginning of the period / year	314,148,339	321,946,153
Additions	13,455	3,685,435
Depreciation and amortization for the period / year	(5,530,913)	(5,772,374)
Adjustment for lease modification	(436,254)	--
Impairment loss	--	(13,900,000)
Exchange rate adjustments	(5,852,993)	8,189,125
<b>Net carrying value at the end of the period / year</b>	<b>302,341,634</b>	<b>314,148,339</b>

- i.) Investment properties as of September 30, 2021 include an amount of QR. 48,865,785 (December 31, 2020: QR 52,713,693), which represents the net book value of a property in Germany acquired in 2017 by Schwenke Zentrum S.a.r.l, a subsidiary of the Group. The fair value of the investment properties as at December 31, 2020 amounted to QR 56,467,073 and has been arrived at, on the basis of a valuation carried out by an independent valuer not related to the Group.
- ii.) Investment properties as of September 30, 2021 include an amount of QR. 43,171,935 (December 31, 2020: QR 47,161,913), which represents the net book value of a property in Germany acquired in 2018 by a subsidiary, Logistics Centre S.a.r.l. The fair value of the investment properties as at December 31, 2020 amounted to QR 59,788,665 and has been arrived at, on the basis of a valuation carried out by an independent valuer not related to the Group.
- iii.) In addition to the investment properties mentioned in (i) and (ii) above, the Group has investment properties in the State of Qatar with carrying value of QR. 210,303,914 (December 31, 2020: QR 214,272,733) as of September 30, 2021. The fair value of the investment properties as at December 31, 2020 amounted to QR 227,880,000 and has been arrived at, on the basis of a valuation carried out by an independent valuer not related to the Group.
- iv.) The independent valuer is a qualified consultant and has appropriate qualifications and recent experience in the valuation of properties in the relevant locations. The basis used in determining the fair value of investment properties reflects actual market state and circumstances as of December 31, 2020. The fair value estimate usually reflects, amongst other things, rental income from current leases and reasonable and supportable assumptions that represent the market view of what knowledgeable, willing parties would assume about rental income from future leases in light of current market conditions, including impact of Covid-19.
- v.) The Group earned rental income amounting to QR. 11,101,545 (September 30, 2020: QR 8,968,951) for the period ended September 30, 2021 and this has been reflected in the interim condensed consolidated statement of profit or loss.

Management did not obtain a revised estimate of fair value as of September 30, 2021 as management believes that the fair value of the investment properties has not changed since the last assessment done in December 2020.

**DOHA INSURANCE GROUP Q.P.S.C.**

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the nine month period ended September 30, 2021

**8. INSURANCE CONTRACT LIABILITIES AND REINSURANCE CONTRACT ASSETS**

	<b>September 30, 2021</b>	<b>December 31, 2020</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
<b>Gross</b>		
<b>Insurance contract liabilities:</b>		
Claims reported unsettled	782,142,311	741,887,961
Claims incurred but not reported	129,802,628	91,914,366
Unearned premiums	440,906,781	365,349,550
Deferred commissions	14,073,602	12,172,369
	<u>1,366,925,322</u>	<u>1,211,324,246</u>
<b>Recoverable from reinsurers:</b>		
Claims reported unsettled	640,804,962	614,951,811
Claims incurred but not reported	61,665,961	49,587,516
Re-insurers' share in unearned premiums	241,900,442	210,146,283
	<u>944,371,365</u>	<u>874,685,610</u>
<b>Net</b>		
Claims reported unsettled	141,337,349	126,936,150
Claims incurred but not reported	68,136,667	42,326,850
Unearned premiums	199,006,339	155,203,267
Deferred commissions	14,073,602	12,172,369
	<u>422,553,957</u>	<u>336,638,636</u>



**DOHA INSURANCE GROUP Q.P.S.C.**

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the nine month period ended September 30, 2021

**8. INSURANCE CONTRACT LIABILITIES AND REINSURANCE CONTRACT ASSETS (CONTINUED)**

**(a) Outstanding claims provision**

	September 30, 2021 (Reviewed)			December 31, 2020 (Audited)		
	Gross QR	Reinsurers' share QR	Net QR	Gross QR	Reinsurers' share QR	Net QR
At the beginning of the period / year						
Claims reported unsettled	741,887,961	(614,951,811)	126,936,150	1,161,772,663	(1,052,000,737)	109,771,926
Claims incurred but not reported	91,914,366	(49,587,516)	42,326,850	53,198,708	(31,189,181)	22,009,527
	<u>833,802,327</u>	<u>(664,539,327)</u>	<u>169,263,000</u>	<u>1,214,971,371</u>	<u>(1,083,189,918)</u>	<u>131,781,453</u>
Insurance claims paid during the period / year	(228,659,539)	80,147,913	(148,511,626)	(490,575,960)	340,318,835	(150,257,125)
Incurred during the period / year	306,802,151	(118,079,509)	188,722,642	109,406,916	78,331,756	187,738,672
At the end of the period / year	<u>911,944,939</u>	<u>(702,470,923)</u>	<u>209,474,016</u>	<u>833,802,327</u>	<u>(664,539,327)</u>	<u>169,263,000</u>

**(b) Analysis of outstanding claims**

	September 30, 2021 (Reviewed)			December 31, 2020 (Audited)		
	Gross QR	Reinsurers' share QR	Net QR	Gross QR	Reinsurers' share QR	Net QR
Claims reported unsettled	782,142,311	640,804,962	141,337,349	741,887,961	(614,951,811)	126,936,150
Claims incurred but not reported	129,802,628	61,665,961	68,136,667	91,914,366	(49,587,516)	42,326,850
At the end of the period/year	<u>911,944,939</u>	<u>702,470,923</u>	<u>209,474,016</u>	<u>833,802,327</u>	<u>(664,539,327)</u>	<u>169,263,000</u>

**DOHA INSURANCE GROUP Q.P.S.C.**

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the nine month period ended September 30, 2021

**8. INSURANCE CONTRACT LIABILITIES AND REINSURANCE CONTRACT ASSETS (CONTINUED)**

(c) Unearned premium reserve

	September 30, 2021 (Reviewed)			December 31, 2020 (Audited)		
	Gross	Reinsurers'	Net	Gross	Reinsurers'	Net
	QR	share QR	QR	QR	share QR	QR
At the beginning of the period / year	365,349,550	(210,146,283)	155,203,267	289,682,364	(165,466,700)	124,215,664
Gross premiums during the period / year	849,915,814	(498,957,295)	350,958,519	902,741,246	(534,538,336)	368,202,910
Earned insurance premiums during the period / year	<u>(774,358,583)</u>	<u>467,203,136</u>	<u>(307,155,447)</u>	<u>(827,074,060)</u>	<u>489,858,753</u>	<u>(337,215,307)</u>
At the end of the period / year	<u>440,906,781</u>	<u>(241,900,442)</u>	<u>199,006,339</u>	<u>365,349,550</u>	<u>(210,146,283)</u>	<u>155,203,267</u>

**DOHA INSURANCE GROUP Q.P.S.C.****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**

For the nine month period ended September 30, 2021

**9. BORROWINGS**

	<u>September 30, 2021</u>	<u>December 31, 2020</u>
	<b>QR</b> <b>(Reviewed)</b>	<b>QR</b> <b>(Audited)</b>
Loan (i)	26,266,379	28,744,321
Loan (ii)	22,197,646	24,827,154
Loan (iii)	99,488,955	--
Loan (iv)	45,999,824	--
	<u>193,952,804</u>	<u>53,571,475</u>

- i. In 2017, a loan was taken to purchase an investment property in Germany, by a subsidiary, Schwenke Zentrum S.a.r.l., which bears interest of 2.65%. It is repayable over a period of 256 months starting from May 30, 2017. The non-current portion of the loan as at period end amounted to QR 25,015,467 (December 31, 2020: QR 27,447,565). The loan is secured by a mortgage on the investment property amounting to QR 48,865,785 at September 30, 2021 (December 31, 2020: QR 52,713,693).
- ii. In 2018, additional loan was taken to purchase an investment property in Germany, by a subsidiary, Logistic Centre S.a.r.l. with the rate of 1.73% annually payable in monthly instalments until July 31, 2028. The non-current portion of the loan as at period end amounted to QR 20,463,578 (December 31, 2020: QR 23,017,112). The loan is secured by a mortgage on the investment property amounting to QR 43,171,935 (December 31, 2020: QR 47,161,913).
- iii. During the period ended September 30, 2021, the Group has availed credit facility amounting to USD 30 million (2020: USD Nil) from an investment management company to finance various investments. The facility bears interest at the rate of LIBOR + 0.8% and is repayable within one year. The facility is collateralized against investments amounting to USD 27.32 million as of reporting date (2020: USD Nil).
- iv. During the period ended September 30, 2021, the Group has availed Murabaha facility through a subsidiary, Doha Takaful L.L.C. amounting to USD 30 million (2020: USD Nil) from an investment management company to finance various investments. The expected profit pay-out rate is LIBOR + 0.85% and is repayable within one year. The facility is collateralized against investments amounting to USD 12.63 million as of reporting date (2020: USD Nil).

**10. SHARE CAPITAL**

	<u>September 30, 2021</u>	<u>December 31, 2020</u>
	<b>QR</b> <b>(Reviewed)</b>	<b>QR</b> <b>(Audited)</b>
Authorized, issued and fully paid up share capital 500,000,000 shares of QR 1 each	<u>500,000,000</u>	<u>500,000,000</u>

**11. LEGAL RESERVE**

In accordance with Qatar Central Bank's Law No. 13 of 2012 as amended, 10% of net profit is required to be transferred to legal reserve until the legal reserve equals 100% of the paid up capital. The balance under this reserve is not available for distribution, except in the circumstances specified in the above law and after Qatar Central Bank approval.

The Group did not make any transfer from the profit for the period as the required amount will be transferred by year end.

**12. DIVIDENDS**

The Board of Directors approved in its meeting held on February 22, 2021 to distribute a cash dividend of 10% of the share capital amounting to QR 0.10 per share totalling to QR 50,000,000 for the year ended December 31, 2020 which were duly approved by the General Assembly of the Company's Shareholders on March 22, 2021 (2020: QR 0.08 per share totalling to QR 40,000,000).



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For the nine month period ended September 30, 2021

**13. EARNINGS PER SHARE**

	For the three - month period ended September 30,		For the nine - month period ended September 30,	
	2021 (Reviewed)	2020 (Reviewed)	2021 (Reviewed)	2020 (Reviewed)
Profit attributable to the shareholders after tax (QR)	<u>14,345,831</u>	<u>12,858,595</u>	<u>54,802,166</u>	<u>44,826,288</u>
Weighted average number of shares outstanding during the period	<u>500,000,000</u>	<u>500,000,000</u>	<u>500,000,000</u>	<u>500,000,000</u>
Basic and diluted earnings per share (QR)	<u>0.03</u>	<u>0.03</u>	<u>0.11</u>	<u>0.09</u>

**a) Diluted Earnings Per Share**

No separate diluted earnings per share were calculated since the diluted earnings per share were equal to the basic earnings per share.

**14. GENERAL AND ADMINISTRATIVE EXPENSES**

	For the three month period ended September 30,		For the nine month period ended September 30,	
	2021 QR (Reviewed)	2020 QR (Reviewed)	2021 QR (Reviewed)	2020 QR (Reviewed)
Salaries, wages and other benefits	18,320,163	14,687,765	53,194,719	46,355,731
Rent, maintenance and office expenses	1,247,242	1,116,837	3,955,784	3,330,745
Legal and consultation fees	571,504	869,785	1,796,885	1,978,905
Advertisement and business promotion	599,079	73,874	1,162,764	400,376
Board remuneration	1,500,000	999,997	4,500,000	2,999,997
Government fees	201,051	337,025	798,308	744,584
Business travel	111,828	49,375	197,920	322,935
Printing and stationery	20,083	37,198	167,084	195,131
Miscellaneous expenses	2,179,747	2,574,490	4,638,090	6,571,965
	<u>24,750,697</u>	<u>20,746,346</u>	<u>70,411,554</u>	<u>62,900,369</u>

**DOHA INSURANCE GROUP Q.P.S.C.**

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For the nine month period ended September 30, 2021

**15. SEGMENT INFORMATION**

For management purposes, the Group is organised into three business segments, marine and aviation, motor, and fire and general accident. These segments are the basis on which the Group reports its primary segment information. Other operations of the Group comprise investment and cash management for the Group's own account. There are no material transactions between segments.

The Group operates primarily in the State of Qatar and the rest of operations outside Qatar are to support the core insurance and investment operations of the Company in the State of Qatar.

For the nine month ended	Motor		Marine and Aviation		Fire and General Accident		Total	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)
Gross premiums	164,586,987	162,762,523	155,208,819	129,921,821	530,120,008	401,422,260	849,915,814	694,106,604
Reinsurers' share of gross premiums	(9,568,654)	(9,919,868)	(141,125,524)	(115,187,767)	(348,263,117)	(290,397,608)	(498,957,295)	(415,505,243)
<b>Net premiums</b>	<b>155,018,333</b>	<b>152,842,655</b>	<b>14,083,295</b>	<b>14,734,054</b>	<b>181,856,891</b>	<b>111,024,652</b>	<b>350,958,519</b>	<b>278,601,361</b>
Change in unexpired risk reserve	(8,484,380)	(23,829,693)	(3,354,276)	(1,930,536)	(31,964,418)	(16,478,143)	(43,803,074)	(42,238,372)
<b>Underwriting revenue</b>	<b>146,533,953</b>	<b>129,012,962</b>	<b>10,729,019</b>	<b>12,803,518</b>	<b>149,892,473</b>	<b>94,546,509</b>	<b>307,155,445</b>	<b>236,362,989</b>
Claims paid	(71,262,442)	(55,715,094)	(4,282,089)	(3,974,647)	(153,115,008)	(115,345,729)	(228,659,539)	(175,035,470)
Reinsurers' share of claims	1,188,760	873,529	4,045,815	2,669,372	74,913,338	72,503,892	80,147,913	76,046,793
Change in outstanding claims reserve	(14,492,939)	(15,465,272)	79,732	756,665	(26,845,169)	(20,141,491)	(41,258,376)	(34,850,098)
Commissions received	3,632,869	4,072,361	8,967,167	6,054,875	25,011,085	21,121,957	37,611,121	31,249,193
Commissions paid	(17,656,324)	(14,696,862)	(2,497,927)	(3,722,692)	(28,741,381)	(19,172,991)	(48,895,632)	(37,592,545)
Other technical expenses	(3,516,971)	(1,305,259)	(13,962)	(97,905)	(841,360)	(749,041)	(4,372,293)	(2,152,205)
Unallocated loss adjustment expenses	--	--	--	--	--	--	1,047,352	(1,138,425)
<b>Net underwriting results</b>	<b>44,426,906</b>	<b>46,776,365</b>	<b>17,027,755</b>	<b>14,489,186</b>	<b>40,273,978</b>	<b>32,763,106</b>	<b>102,775,991</b>	<b>92,890,232</b>
Investment and other income							37,670,310	30,172,272
Total expenses							(81,263,445)	(72,043,918)
Net surplus attributable to Takaful operation's policyholders							(4,355,048)	(6,169,406)
Income tax							(25,642)	(22,892)
<b>Profit for the period</b>							<b>54,802,166</b>	<b>44,826,288</b>



**DOHA INSURANCE GROUP Q.P.S.C.**

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**15. SEGMENT INFORMATION (CONTINUED)**

For the three month ended	Motor		Marine and Aviation		Fire and General Accident		Total	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)
Gross premiums	49,901,957	47,806,805	84,621,009	57,691,163	136,867,068	112,944,689	271,390,034	218,442,657
Reinsurers' share of gross premiums	(2,866,480)	(4,857,413)	(82,167,569)	(53,388,116)	(92,235,112)	(75,103,493)	(177,269,161)	(133,349,022)
<b>Net premiums</b>	<b>47,035,477</b>	<b>42,949,392</b>	<b>2,453,440</b>	<b>4,303,047</b>	<b>44,631,956</b>	<b>37,841,196</b>	<b>94,120,873</b>	<b>85,093,635</b>
Change in unexpired risk reserve	1,650,081	5,725,342	763,131	734,058	1,937,686	528,239	4,350,898	6,987,639
<b>Underwriting revenue</b>	<b>48,685,558</b>	<b>48,674,734</b>	<b>3,216,571</b>	<b>5,037,105</b>	<b>46,569,642</b>	<b>38,369,435</b>	<b>98,471,771</b>	<b>92,081,274</b>
Claims paid	(19,379,301)	(19,167,286)	(527,078)	(916,914)	(39,471,974)	(33,200,352)	(59,378,353)	(53,284,552)
Reinsurers' share of claims	667,408	149,244	470,888	790,955	21,099,498	17,039,775	22,237,794	17,979,974
Change in outstanding claims reserve	(8,902,940)	(7,922,294)	193,940	60,404	(12,184,166)	(13,557,501)	(20,893,166)	(21,419,391)
Commissions received	608,303	75,395	2,860,350	1,719,067	6,636,572	7,104,801	10,105,225	8,899,263
Commissions paid	(5,616,510)	(4,273,487)	(100,409)	(1,787,065)	(10,541,650)	(6,501,320)	(16,258,569)	(12,561,872)
Other technical expenses	(1,562,748)	(710,314)	(1,250)	(1,000)	(203,931)	(517,702)	(1,767,929)	(1,229,016)
Unallocated loss adjustment expenses	--	--	--	--	--	--	837,042	(815,532)
<b>Net underwriting results</b>	<b>14,499,770</b>	<b>16,825,992</b>	<b>6,113,012</b>	<b>4,902,552</b>	<b>11,903,991</b>	<b>8,737,136</b>	<b>33,353,815</b>	<b>29,650,148</b>
Investment and other income							10,104,044	8,451,187
Total expenses							(28,701,659)	(24,043,104)
Net surplus attributable to Takaful operation's policyholders							(410,369)	(1,176,744)
Income tax							--	(22,892)
<b>Profit for the period</b>							<b>14,345,831</b>	<b>12,858,595</b>



**DOHA INSURANCE GROUP Q.P.S.C.**

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the nine month period ended September 30, 2021

**15. SEGMENT INFORMATION (CONTINUED)**

The Group operates in the State of Qatar, UAE, Luxembourg, Lebanon and Jordan. The associate companies operate in the State of Qatar and the Republic of Yemen.

	September 30, 2021 (Reviewed)			December 31, 2020 (Audited)		
	Qatar QR	International QR	Total QR	Qatar QR	International QR	Total QR
<b>Asset</b>						
Total assets	2,818,375,900	173,100,988	2,991,476,888	2,446,243,966	166,420,399	2,612,664,365
<b>Liabilities</b>						
Insurance contract liabilities	(1,297,798,595)	(69,126,727)	(1,366,925,322)	(1,166,608,607)	(44,715,639)	(1,211,324,246)
Net surplus attributable to Islamic Takaful policyholders	(22,604,175)	--	(22,604,175)	(18,249,127)	--	(18,249,127)
Other liabilities	(368,853,056)	(72,380,406)	(441,233,462)	(213,118,955)	(60,270,595)	(273,389,550)
<b>Net assets</b>	<u>1,129,120,074</u>	<u>31,593,855</u>	<u>1,160,713,929</u>	<u>1,048,267,277</u>	<u>61,434,165</u>	<u>1,109,701,442</u>

**DOHA INSURANCE GROUP Q.P.S.C.****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**

For the nine month period ended September 30, 2021

**16. RELATED PARTY DISCLOSURES****Related party transactions**

Related parties represent major shareholders, directors and key management personnel of the Group and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

*Related party transactions*

Transactions with related parties included in the interim condensed consolidated statement of profit or loss are as follows:

	<b>September 30, 2021</b>		<b>September 30, 20120</b>	
	<b>(Reviewed)</b>		<b>(Reviewed)</b>	
	<b>Premiums</b>	<b>Claims</b>	<b>Premiums</b>	<b>Claims</b>
	<b>QR</b>	<b>QR</b>	<b>QR</b>	<b>QR</b>
Major shareholders	<u>23,883,546</u>	<u>4,731,071</u>	<u>21,875,835</u>	<u>4,746,997</u>

*Related party balances*

Balances with related parties included in the interim condensed consolidated statement of financial position are as follows:

	<b>September 30, 2021</b>		<b>December 31, 2020</b>	
	<b>(Reviewed)</b>		<b>(Audited)</b>	
	<b>Receivables</b>	<b>Claims and payables</b>	<b>Receivables</b>	<b>Claims and payables</b>
	<b>QR</b>	<b>QR</b>	<b>QR</b>	<b>QR</b>
Major shareholders	<u>12,727,199</u>	<u>417,061</u>	<u>17,485,890</u>	<u>13,500</u>

**Compensation of key management personnel**

The remuneration of directors and other members of key management during the period was as follows:

	<b>September 30, 2021</b>	<b>September 30, 2020</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Reviewed)</b>
Board remuneration	<u>4,500,000</u>	<u>2,999,997</u>
Short-term benefits	<u>3,465,000</u>	<u>3,285,000</u>
End of service and other benefits	<u>247,914</u>	<u>393,750</u>
	<u><b>8,212,914</b></u>	<u><b>6,678,747</b></u>

**DOHA INSURANCE GROUP Q.P.S.C.****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**

For the nine month period ended September 30, 2021

**17. CONTINGENCIES AND COMMITMENTS****Guarantees**

At September 30, 2021, the Group had contingent liabilities in respect of tender guarantees and other guarantees from which it is anticipated that no material liabilities will arise, amounting to QR 13,203,489 (December 31, 2020: QR. 6,461,047).

**Legal claims**

The Group is subject to litigations and claims in the normal course of its business. The Group does not believe that the outcome of these court cases will have a material impact on the Group's income or financial position.

**18. FINANCIAL INSTRUMENTS**

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted prices (unadjusted) prices in active markets for identical assets or liabilities that the Group can access at the measurement date;

Level 2: Inputs other than quoted prices included within level 1 that are observable for the assets of liability, either directly or indirectly; and

Level 3: Unobservable inputs for the asset or liability. The following table provides the fair value measurement hierarchy of the Group's financial asset and liabilities at September 30, 2021 and December 31, 2020:

	September 30, 2021	Level 1	Level 2	Level 3
	QR. (Reviewed)	QR. (Reviewed)	QR. (Reviewed)	QR. (Reviewed)
<i>Assets measured at fair value</i>				
Investments in financial assets	<u>867,857,182</u>	<u>825,993,247</u>	<u>23,721,285</u>	<u>18,142,650</u>
	December 31, 2020	Level 1	Level 2	Level 3
	QR. (Audited)	QR. (Audited)	QR. (Audited)	QR. (Audited)
<i>Assets measured at fair value</i>				
Investments in financial assets	<u>622,986,243</u>	<u>577,234,920</u>	<u>27,202,058</u>	<u>18,549,265</u>

During the period ended September 30, 2021 and year ended December 31, 2020, there were no transfers between Level 1 and Level 2 fair value measurements and no transfers into and out of Level 3 fair value measurements.



**18. FINANCIAL INSTRUMENTS (CONTINUED)**

**Fair value measurements**

The fair value of financial instruments at period end approximate their carrying value.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

Valuation techniques and assumptions applied for the purposes of measuring fair value.

Fair value measurements recognised in the interim condensed consolidated statement of financial position.

Investments in financial assets that are presented in level 1 has active markets, thus, corresponding fair value are determinable while investments presented in level 2 has used net asset valuations and discounted future cash flows based on observable market data.

**19. IMPACT OF COVID-19**

The World Health Organization declared on March 11, 2020 the Novel Coronavirus (Covid-19) as a global pandemic. This event has caused widespread disruptions to businesses and economic activity.

The Group has performed an assessment of COVID-19 implications on the financial results of the Group, in light of the available guidance of IFRS, and incorporated the outcome in these interim condensed consolidated financial statements.

**i) Insurance contract liabilities**

The Group is required to assess adequacy of insurance contract liabilities at each reporting date. In order to ensure technical reserves are appropriately recorded with reference to current economic and market conditions, the Group has involved actuarial expert to assess its technical reserves based on the updated inputs and assumptions as at September 30, 2021.

Also, the Group has made an assessment of outstanding claims as of September 30, 2021 and has concluded that there is no material impact on the outstanding claims due to Covid 19.

Furthermore, the Group has made an assessment of currently active insurance policies for trade credit, and workers' compensation of business. Since the business activity in these lines of business is very limited and does not include claims under pandemic situations, therefore, the Group does not foresee any unusual insurance claims arising out of these lines of business. Similarly for medical line of business, all Covid 19 impacted patients are referred to state medical facility therefore, the Group does not foresee any significant claims related to Covid 19 patients.

**ii) Impact on investment portfolio**

Substantial portfolio of the Group consists of investments that are carried at fair value. The Group believes that the fair values include the impact of Covid 19 and hence the investment portfolio is adjusted for the impact of Covid 19.

For unquoted investments, Group has evaluated these with reference to current economic conditions and the related impact on cash flow forecasts and has concluded that the investments are not materially impacted by Covid 19.

**DOHA INSURANCE GROUP Q.P.S.C.**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**

For the nine month period ended September 30, 2021

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**19. IMPACT OF COVID-19 (CONTINUED)**

iii) Impact on other assets and liabilities

The Group has also assessed the impact of COVID- 19 on other assets and liabilities and ensured that proper adjustments and adequate disclosures are made in the interim condensed consolidated financial information. The circumstances under Covid 19 have created material valuation uncertainties related to properties, however, management believes that there have been no significant change in the fair value of properties from the date of the latest valuations conducted in 2020.

iv) Going concern

The Group has performed an assessment of whether it is a going concern in the light of current economic conditions and all available information about future risks and uncertainties. The forecast has been revised to reflect actual performance and the related impact of the Group's expected future performance, capital and liquidity requirements. The impact of COVID-19 may continue to evolve, but at the present time the forecast show that the Group has sufficient resources to continue in operational existence and its going concern position remains largely unaffected and unchanged from December 31, 2020. As a result, these interim condensed consolidated financial information have been appropriately prepared on a going concern basis.



**DOHA INSURANCE GROUP Q.P.S.C.**

**SUPPLEMENTARY INFORMATION**

For the nine month period ended September 30, 2021

**INTERIM CONDENSED FINANCIAL INFORMATION: DOHA TAKAFUL L.L.C. (ISLAMIC INSURANCE)**

The interim condensed statement of financial position and interim condensed statement of profit or loss of the Doha Takaful L.L.C. are presented below:

**(i) Interim condensed statement of financial position**

	September 30, 2021	December 31, 2020
	QR (Reviewed)	QR (Audited)
<b>Policyholder's assets</b>		
Cash on hand	10,000	7,939
Bank balances (Islamic banks)	75,602,994	76,018,065
Reinsurance contract assets	18,045,526	15,189,000
Due from policyholders, insurance and reinsurance companies	25,554,396	17,198,050
Due from shareholder	2,069,490	--
Prepayments and other assets	4,579,263	4,306,331
<b>Total policyholder's assets</b>	<b>125,861,669</b>	<b>112,719,385</b>
<b>Shareholder's assets</b>		
Bank balances	57,683,004	81,240,365
Due from policyholders	--	8,314,310
Financial investments	150,634,237	76,066,437
Property and equipment	177,009	223,301
Prepayments and other assets	1,114,128	786,527
<b>Total shareholder's assets</b>	<b>209,608,378</b>	<b>166,630,940</b>
<b>TOTAL ASSETS</b>	<b>335,470,047</b>	<b>279,350,325</b>
<b>Policyholders' fund</b>		
Policyholders' surplus	22,604,175	18,249,127
<b>Policyholder liabilities</b>		
Takaful contract liabilities	76,081,276	67,570,500
Provisions, insurance and other payables	19,595,311	18,585,448
Due to parent	7,580,907	--
Due to shareholder	--	8,314,310
<b>Total policyholder liabilities</b>	<b>103,257,494</b>	<b>94,470,258</b>
<b>Total policyholder's equity and liabilities</b>	<b>125,861,669</b>	<b>112,719,385</b>
<b>Shareholder's equity</b>		
Share capital	150,000,000	150,000,000
Legal reserve	2,565,671	2,565,671
Retained earnings	6,448,984	11,317,694
<b>Total shareholder's equity</b>	<b>159,014,655</b>	<b>163,883,365</b>
<b>Shareholder's liabilities</b>		
End of service benefits	1,134,382	1,348,293
Borrowings	45,999,824	--
Accrued expenses	1,390,027	1,399,282
Due to policyholders	2,069,490	--
	50,593,723	2,747,575
<b>Total shareholder's equity and liability</b>	<b>209,608,378</b>	<b>166,630,940</b>
<b>Total policyholder's funds and liabilities and total shareholder's equity and liability</b>	<b>335,470,047</b>	<b>279,350,325</b>



DOHA INSURANCE GROUP Q.P.S.C.

SUPPLEMENTARY INFORMATION

For the nine month period ended September 30, 2021

INTERIM CONDENSED FINANCIAL INFORMATION: DOHA TAKAFUL L.L.C. (ISLAMIC INSURANCE) (CONTINUED)

(ii) Interim condensed statement of profit or loss

	Three month period ended September 30,		Nine month period ended September 30,	
	2021 QR (Reviewed)	2020 QR (Reviewed)	2021 QR (Reviewed)	2020 QR (Reviewed)
<b>Policyholder's revenue and expenses</b>				
<b>Revenue</b>				
Net takaful gain	471,882	1,381,295	4,393,626	6,203,188
Other income	589,129	255,660	873,895	1,033,228
	<u>1,061,011</u>	<u>1,636,955</u>	<u>5,267,521</u>	<u>7,236,416</u>
<b>Expenses</b>				
General and administrative expenses	(650,642)	(460,211)	(912,473)	(1,067,010)
	<u>(650,642)</u>	<u>(460,211)</u>	<u>(912,473)</u>	<u>(1,067,010)</u>
<b>Net surplus for the period transferred to policyholder's fund</b>	<u>410,369</u>	<u>1,176,744</u>	<u>4,355,048</u>	<u>6,169,406</u>
<b>Shareholder's revenue and expenses</b>				
<b>Revenue</b>				
Wakala fees	4,690,935	4,019,530	12,847,830	14,460,670
Mudarabah fees	412,387	178,962	611,723	723,260
Investment income	1,607,832	1,943,101	4,144,121	3,591,803
Other (loss) / Income	(2)	564	(95,231)	14,514
	<u>6,711,152</u>	<u>6,142,157</u>	<u>17,508,443</u>	<u>18,790,247</u>
<b>Expenses</b>				
General and administrative expenses	(3,939,580)	(3,341,925)	(11,033,817)	(9,708,703)
	<u>(3,939,580)</u>	<u>(3,341,925)</u>	<u>(11,033,817)</u>	<u>(9,708,703)</u>
<b>Net income to shareholder</b>	<u>2,771,572</u>	<u>2,800,232</u>	<u>6,474,626</u>	<u>9,081,544</u>
Income tax	--	(18,473)	(25,642)	(18,473)
<b>Total income attributable to the shareholder after tax</b>	<u>2,771,572</u>	<u>2,781,759</u>	<u>6,448,984</u>	<u>9,063,071</u>