



Independent Auditor's Report

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We have audited the accompanying balance sheet of Doha Bank Q.S.C. (the "Bank") as at 31 December 2004, and the related statements of income, changes in shareholders' equity and cash flows for the year then ended. These financial statements are the responsibility of the Bank's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Bank as of 31 December 2004 and the results of its operations and its cash flows for the year then ended in accordance with International Financial Reporting Standards and Qatar Central Bank regulations.

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

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

7 February 2005
Doha - Qatar



Doha Bank (Q.S.C.)
BALANCE SHEET
As at 31 December 2004

		2004	2003
	NOTES	QR'000	QR'000
ASSETS			
Cash and balances with Central Banks	4	318,001	454,780
Due from banks and other financial institutions	5	2,447,830	2,120,733
Loans and advances	6	5,388,320	4,827,254
Financial investments	7	2,620,154	1,526,051
Property, furniture and equipment	8	96,016	92,270
Other assets	9	73,836	35,979
TOTAL ASSETS		10,944,157	9,057,067
LIABILITIES			
	NOTES	2004	2003
Due to banks and other financial institutions	10	1,115,920	364,124
Customer deposits	11	8,068,134	7,426,743
Other liabilities	12	214,490	146,192
TOTAL LIABILITIES		9,398,544	7,937,059
EQUITY			
	NOTE	2004	2003
Paid up share capital	14	407,900	239,941
Statutory reserve	14	281,493	208,368
Other reserves	14	159,652	159,652
Fair value reserve	14	404,068	340,988
Proposed bonus shares	14	285,530	167,959
Retained earnings		6,970	3,100
TOTAL SHAREHOLDERS' EQUITY		1,545,613	1,120,008
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		10,944,157	9,057,067

Fahad Bin Mohammad Bin Jabor
Al Thani
Chairman

Abdul Rahman Bin Mohammad
Bin Jabor Al Thani
Managing Director

Ragavan Seetharaman
Acting General Manager



Doha Bank (Q.S.C.)
STATEMENT OF INCOME
For the year Ended 31 December 2004

		2004		2003
	Notes	QR'000		QR'000
Interest income	15	433,585		419,065
Interest expense	16	(105,787)		(93,858)
Net interest income		327,798		325,207
Fee and commission income	17	82,611		63,330
Fee and commission expense		(2,907)		(943)
Net fee and commission income		79,704		62,387
Dividend income	18	9,617		8,590
Foreign exchange income	19	12,480		13,452
Net gains on financial instruments	20	132,403		64,169
Other operating income	21	5,026		4,641
NET OPERATING INCOME		567,028		478,446
General and administration expenses	22	(154,585)		(123,717)
Depreciation	8	(17,915)		(23,220)
Provision for credit impairment	6	(28,864)		(154,082)
NET OPERATING PROFIT		365,664		177,427
Non-operating income	23	350		37,598

PROFIT BEFORE TAXATION		366,014		215,025
Taxation		(389)		(389)
NET PROFIT FOR THE YEAR		365,625		214,636
BASIC EARNINGS PER SHARE (QR)	24	8.96		5.26

**Fahad Bin Mohammad Bin Jabor
Al Thani**
Chairman

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Managing Director

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