



**CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
AS AT AND FOR THE THREE MONTHS ENDED 31 MARCH 2014**

CONTENTS

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

Page(s)

Independent auditors' report	1
Condensed consolidated statement of financial position	2
Condensed consolidated income statement	3
Condensed consolidated statement of comprehensive income	4
Condensed consolidated statement of changes in equity	5 – 6
Condensed consolidated statement of cash flows	7
Notes to the condensed consolidated interim financial information	8 – 17



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Independent auditors' report on review of condensed consolidated interim financial information to the Board of Directors of the Bank.

Introduction

We have reviewed the accompanying 31 March 2014 condensed consolidated interim financial information of Commercial Bank of Qatar Q.S.C. ("the Bank") and its subsidiaries (together "the Group"), which comprises:

- the condensed consolidated statement of financial position as at 31 March 2014;
- the condensed consolidated income statement for the three months ended 31 March 2014;
- the condensed consolidated statement of comprehensive income for the three months ended 31 March 2014;
- the condensed consolidated statement of changes in equity for the three months ended 31 March 2014;
- the condensed consolidated statement of cash flows for the three months ended 31 March 2014; and
- notes to the condensed consolidated interim financial information

The Board of Directors of the Bank is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34, 'Interim Financial Reporting' and applicable provisions of the Qatar Central Bank regulations. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the 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 and consequently 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 31 March 2014 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' and applicable provisions of the Qatar Central Bank regulations.

28 April 2014
Doha
State of Qatar


Gopal Balasubramaniam
KPMG
Qatar Auditors Registry Number 251

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2014

QAR '000s

	Notes	31-Mar-14 Reviewed	31-Mar-13 Reviewed	31-Dec-13 Audited
ASSETS				
Cash and balances with central banks		7,646,949	3,392,192	6,902,547
Due from banks		13,023,999	12,607,787	15,177,969
Loans and advances to customers	5	68,687,424	51,427,227	66,862,544
Investment securities	6	14,939,302	10,879,699	14,706,294
Investment in associates	7	4,184,705	4,020,779	4,198,469
Property and equipment	8	1,293,298	1,187,232	1,283,186
Intangible assets		963,795	-	996,486
Other assets		3,279,735	2,073,064	2,984,370
TOTAL ASSETS		114,019,207	85,587,980	113,111,865
LIABILITIES				
Due to banks	9	12,817,841	11,470,508	12,599,210
Customer deposits	10	62,123,590	46,182,617	63,419,931
Debt securities	11	9,441,823	8,667,481	9,759,667
Other borrowings	12	9,080,501	3,472,635	7,345,717
Other liabilities		3,927,310	1,893,196	3,432,245
TOTAL LIABILITIES		97,391,065	71,686,437	96,556,770
EQUITY				
Share capital	13	2,969,356	2,474,464	2,474,464
Legal reserve		8,820,293	8,740,540	8,820,259
General reserve		26,500	26,500	26,500
Risk reserve		1,316,300	1,230,700	1,316,300
Fair value reserves		(26,100)	104,387	(146,525)
Foreign currency translation reserve		(265,809)	-	(232,988)
Other reserves		813,444	641,548	835,840
Other equity		(626,752)	-	(512,761)
Retained earnings		918,416	683,404	1,381,870
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK		13,945,648	13,901,543	13,962,959
Non-controlling interests		682,494	-	592,136
Instrument eligible for additional capital		2,000,000	-	2,000,000
TOTAL EQUITY		16,628,142	13,901,543	16,555,095
TOTAL LIABILITIES AND EQUITY		114,019,207	85,587,980	113,111,865

The condensed consolidated interim financial information was approved by the Board of Directors on 28 April 2014 and was signed on its behalf by:


Sheikh Abdullah Bin Ali Bin Jabor Al Thani
Chairman


Mr. Hussain Ibrahim Al Fardan
Vice Chairman & Managing Director


Mr. Abdulla S Al Raisi
Chief Executive Officer

The attached notes 1 to 20 form an integral part of this condensed consolidated interim financial information.

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE MONTHS ENDED 31 MARCH 2014**

QAR '000s

	Note	Three months ended	
		31-Mar-14	31-Mar-13 Reviewed
Interest income		1,124,830	703,996
Interest expense		(504,056)	(250,202)
Net interest income		620,774	453,794
Fee and commission income		276,090	195,711
Fee and commission expense		(64,586)	(32,714)
Net fee and commission income		211,504	162,997
Net foreign exchange gain		42,214	39,317
Income from investment securities		20,521	75,534
Other operating income		40,734	20,869
Net operating income		935,747	752,511
Staff costs		(215,681)	(130,134)
Depreciation		(37,888)	(33,114)
Amortization of intangible assets		(17,527)	-
Impairment loss on investment securities		(8,444)	(10,027)
Net impairment loss on loans and advances to customers		(50,836)	(59,461)
Other expenses		(135,810)	(80,767)
Profit before share of results of associates		469,561	439,008
Share of results of associates		91,670	66,673
Profit before tax		561,231	505,681
Income tax expenses		(12,775)	-
Profit for the period		548,456	505,681
Attributable to:			
Equity holders of the Bank		533,935	505,681
Non-controlling interests		14,521	-
Profit for the period		548,456	505,681
Earnings per share			
Basic/diluted earnings per share (QAR per share)	15	1.80	1.70

The attached notes 1 to 20 form an integral part of this condensed consolidated interim financial information.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS ENDED 31 MARCH 2014**

QAR 000s

	Three months ended	
	31-Mar-14 Reviewed	31-Mar-13 Reviewed
Profit for the period	548,456	505,681
Other comprehensive income for the period:		
Items that are, or may subsequently be, reclassified to profit or loss:		
Foreign currency translation differences for foreign operation	(44,209)	-
Share of other comprehensive income of investment in associates	8,633	(1,322)
Net movement in fair value of available-for-sale investments:		
- Change in fair value	130,453	(23,835)
- Amount transferred to profit and loss	(18,661)	(33,681)
Other comprehensive income for the period	76,216	(58,838)
Total comprehensive income for the period	624,672	446,843
Attributable to:		
Equity holders of the Bank	621,539	446,843
Non-Controlling Interests	3,133	-
Total comprehensive income for the period	624,672	446,843

The attached notes 1 to 20 form an integral part of this condensed consolidated interim financial information.

The Commercial Bank of Qatar (Q.S.C.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2014**

QAR '000s

Notes	Share capital	Legal reserve	General reserve	Risk reserve	Fair value reserves	Foreign currency translation reserve	Other reserves	Other Equity	Retained earnings	Total equity attributable to equity holders of the Bank	Non-Controlling Interests	Instrument eligible for additional capital	Total equity
Balance as at 1 January 2014	2,474,464	8,820,259	26,500	1,316,300	(146,525)	(232,988)	835,840	(512,761)	1,381,870	13,962,959	592,136	2,000,000	16,555,095
Total comprehensive income for the period													
Profit for the period									533,935	533,935	14,521	-	548,456
Other comprehensive income					120,425	(32,821)			-	87,604	(11,388)	-	76,216
Total comprehensive income for the period					120,425	(32,821)			533,935	621,539	3,133		624,672
Transfer to risk reserve											-	-	-
Dividend for Instrument eligible for additional capital									(30,000)	(30,000)	-	-	(30,000)
Net movement in other reserves							(22,396)		22,396				
Transactions with equity holders, recognised directly in equity													
Contributions by and distributions to equity holders:													
Increase in share capital											87,225		87,225
Increase in legal reserve		34								34			34
Dividend for the year 2013	14								(494,893)	(494,893)			(494,893)
Bonus share issue for 2013		494,892							(494,892)	-			
Put option on Non-controlling interest								(113,991)		(113,991)			(113,991)
Net movement in Non-controlling interests													
Total contributions by and distributions to equity holders	494,892	34						(113,991)	(989,785)	(608,850)	87,225		(521,625)
Balance as at 31 March 2014	2,969,356	8,820,293	26,500	1,316,300	(26,100)	(265,809)	813,444	(626,752)	918,416	13,945,648	682,494	2,000,000	16,628,142

The attached notes 1 to 20 form an integral part of this condensed consolidated interim financial information.

The Commercial Bank of Qatar (Q.S.C.)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2014

QAR '000s

Note	Share capital	Legal reserve	General reserve	Risk reserve	Fair value reserves	Foreign currency translation reserve	Other reserves	Other equity	Retained earnings	Total equity attributable to equity holders of the Bank	Non-controlling Interests	Instrument eligible for additional capital	Total Equity
Balance as at 1 January 2013	2,474,464	8,740,540	26,500	924,600	163,225	-	673,604	-	1,936,445	14,939,378	-	-	14,939,378
Total comprehensive income for the period													
Profit for the period	-	-	-	-	-	-	-	-	505,681	505,681	-	-	505,681
Other comprehensive income	-	-	-	-	(58,838)	-	-	-	-	(58,838)	-	-	(58,838)
Total comprehensive income for the period	-	-	-	-	(58,838)	-	-	-	505,681	446,843	-	-	446,843
Transfer to risk reserve	-	-	-	306,100	-	-	-	-	(306,100)	-	-	-	-
Net movement in other reserves	-	-	-	-	-	-	(32,056)	-	32,056	-	-	-	-
Transactions with equity holders, recognised directly in equity													
Contributions by and distributions to equity holders:													
Dividend for the year 2012	14	-	-	-	-	-	-	-	(1,484,678)	(1,484,678)	-	-	(1,484,678)
Total contributions by and distributions to equity holders		-	-	-	-	-	-	-	(1,484,678)	(1,484,678)	-	-	(1,484,678)
Balance as at 31 March 2013	2,474,464	8,740,540	26,500	1,230,700	104,387	-	641,548	-	683,404	13,901,543	-	-	13,901,543

The attached notes 1 to 20 form an integral part of this condensed consolidated interim financial information.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2014**

QAR '000s

	Three months ended		Year ended
	31-Mar-14 Reviewed	31-Mar-13 Reviewed	31-Dec-13 Audited
Cash flows from operating activities			
Profit for the period/year before income tax	561,231	505,681	1,607,758
<i>Adjustments for:</i>			
Net impairment loss on loans and advances to customers	50,836	59,461	603,967
Impairment loss on investment securities	8,444	10,027	109,937
Depreciation	37,888	33,114	140,473
Amortization on intangible assets	17,527	-	3,252
Amortization of transaction costs for borrowings	6,210	5,295	21,742
Gain /loss on investment securities at fair value through profit or loss	14,730	(704)	2,770
Net gain on disposal of available-for-sale securities	(28,508)	(65,854)	(193,450)
Gain on disposal of other assets	-	-	(31,944)
Share of results of associates	(91,670)	(66,673)	(324,933)
Operating profit before working capital changes	576,688	480,347	1,939,572
Working capital changes			
Change in due from banks	147,867	(539,748)	(1,943,821)
Change in loans and advances to customers	(2,052,910)	(2,892,213)	(8,833,156)
Change in other assets	(298,333)	(265,392)	(1,096,323)
Change in due to banks	(977,226)	(28,994)	117,653
Change in customer deposits	(1,177,549)	4,797,071	14,879,996
Change in other liabilities	478,505	263,688	681,774
Contribution to social and sports activities support fund	(40,135)	(50,307)	(50,307)
Cash from operations	3,919,781	1,764,452	5,695,388
Income tax paid	(7,683)	-	(130)
Net cash from operating activities	3,350,776	1,764,452	5,695,258
Cash flows from investing activities			
Acquisition of investment securities	(4,182,098)	(1,200,172)	(9,949,548)
Dividend received from associates	114,066	98,729	162,697
Acquisition of a subsidiary, net of cash acquired	-	-	(1,112,787)
Proceeds from sale/maturity of investment securities	4,010,950	1,482,014	8,781,890
Acquisition of property and equipment	(48,963)	(23,624)	(187,790)
Proceeds from the sale of property and equipment	-	-	-
Proceeds from the sale of other assets	-	-	151,000
Net cash (used in) / from investing activities	(106,045)	356,947	(2,154,538)
Cash flows from financing activities			
Proceeds from issue of debt securities	-	-	515,870
Repayment of debt securities	(311,906)	-	(563,265)
Repayment of other borrowings	(2,021,940)	-	(2,407,427)
Proceeds from other borrowings	3,826,440	-	4,014,764
Proceeds from issue of instrument eligible for add capital	-	-	2,000,000
Dividends paid	(494,893)	(1,484,678)	(1,492,488)
Net cash from / (used in) / financing activities	997,701	(1,484,678)	2,067,454
Net increase (decrease) in cash and cash equivalents	(2,459,120)	636,721	5,608,174
Effect of exchange rate fluctuation	(29,078)	-	(100,337)
Cash and cash equivalents as at 1 January	6,211,302	703,465	703,465
Cash and cash equivalents at the end of the period/year (note 17)	3,723,104	1,340,186	6,211,302
Operational cash flows from interest and dividend:			
Interest paid	224,122	146,488	1,173,089
Interest received	809,311	639,954	3,053,973
Dividend received	6,743	8,976	18,854

The attached notes 1 to 20 form an integral part of this condensed consolidated interim financial information.

1. REPORTING ENTITY

The Commercial Bank of Qatar (Q.S.C.) (“the Bank”) is an entity domiciled in the State of Qatar and was incorporated in 1974 as a public shareholding company under Emiri Decree No.73 of 1974. The commercial registration of the Bank is 150. The address of the Bank’s registered office is PO Box 3232, Doha, State of Qatar. The condensed consolidated interim financial information of the Bank comprise the Bank and its subsidiaries (together referred to as “the Group”). The Group is primarily engaged in conventional banking, brokerage services and credit card business and operates through its head office, branches and subsidiaries.

2. BASIS OF PREPARATION

(a) Statement of Compliance

The condensed consolidated interim financial information has been prepared in accordance with IAS 34, Interim Financial Reporting and the applicable provisions of Qatar Central Bank (“QCB”) regulations.

The condensed consolidated interim financial information does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group’s annual consolidated financial statements as at and for the year ended 31 December 2013. The results for the three months ended 31 March 2014 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2014.

(b) Estimates and judgements

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

In preparing the condensed consolidated interim financial information, significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2013.

(c) Financial risk management

The Group’s financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2013.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of the condensed consolidated interim financial information are the same as those followed in the preparation of the Group’s consolidated financial statements as at and for the year ended 31 December 2013, except as noted below:

- (a)** During the period, the Group has adopted the following standards effective for the annual period beginning on or after 1 January 2014. The new standards do not have any material impact to the Group,
- Amendments to IAS 19R: Employee Benefits
 - Amendments to IAS 32 on offsetting financial assets and financial liabilities (2011)
 - Novation of Derivatives and Continuation of Hedge Accounting (2013)
 - Investment Entities (Amendments to IFRS 10 and IFRS 12)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
AS AT AND FOR THE THREE MONTHS ENDED 31 MARCH 2014**

QAR '000s

4. SEGMENT INFORMATION

Segment assets and liabilities comprise operating assets and liabilities which are directly handled by the operating segment and income or expenses are attributed with the assets and liabilities' ownership. The following table summarizes performance of the operating segments:

31 March 2014	Commercial Bank			Subsidiaries			
	Wholesale Banking	Retail Banking	Total Commercial Bank	ABank	Others	Unallocated	Total
Net interest income	317,400	164,052	481,452	139,897	635	(1,210)	620,774
Net fee, commission and other income	157,105	82,424	239,529	43,558	4,341	27,545	314,973
Segmental revenue	<u>474,505</u>	<u>246,476</u>	<u>720,981</u>	<u>183,455</u>	<u>4,976</u>	<u>26,335</u>	<u>935,747</u>
Impairment loss on investment securities	(8,444)	-	(8,444)	-	-	-	(8,444)
Net impairment loss on loans and advances to customers	<u>(34,558)</u>	<u>(14,176)</u>	<u>(48,734)</u>	<u>(1498)</u>	<u>(604)</u>	<u>-</u>	<u>(50,836)</u>
Segmental profit			<u>404,355</u>	<u>55,870</u>	<u>1,388</u>	<u>(4,827)</u>	<u>456,786</u>
Share of results of associates							<u>91,670</u>
Net profit for the year							<u>548,456</u>

Other information

Assets	71,738,336	15,315,330	87,053,666	18,440,760	414,545	3,925,531	109,834,502
Investments in associates	-	-	-	-	-	-	4,184,705
Liabilities	64,890,513	14,425,763	79,316,276	17,071,406	240,485	762,898	97,391,065
Contingent items	25,221,731	941,449	26,163,180	5,561,995	-	-	31,725,175

Intra-group transactions are eliminated from this segmental information (Assets: QAR 1,615 million, Liabilities: QAR 447 million)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
AS AT AND FOR THE THREE MONTHS ENDED 31 MARCH 2014

QAR '000s

4. SEGMENT INFORMATION (Continued)

31 March 2013

	Commercial Bank			Subsidiaries			Total
	Wholesale Banking	Retail Banking	Total Commercial Banking	ABank	Others	Unallocated	
Net interest income	307,313	146,972	454,285	-	594	(1,085)	453,794
Net fee, commission and other income	214,352	70,112	284,464	-	1,846	12,407	298,717
Segmental revenue	521,665	217,084	738,749	-	2,440	11,322	752,511
Impairment loss on investment securities	(10,027)	-	(10,027)	-	-	-	(10,027)
Net impairment loss on loans and advances to customers	(54,394)	(4,980)	(59,374)	-	(87)	-	(59,461)
Segmental profit			438,500	-	(2,085)	2,593	439,008
Share of results of associates							66,673
Net profit for the period							505,681
Other information							
Assets	65,603,477	12,931,106	78,534,583	-	443,935	2,588,683	81,567,201
Investments in associates	-	-	-	-	-	-	4,020,779
Liabilities	59,232,534	11,995,909	71,228,443	-	260,704	197,290	71,686,437
Contingent items	25,299,431	665,852	25,965,283	-	-	-	25,965,283

Intra-group transactions are eliminated from this segmental information (Assets: QAR 600 million, Liabilities: QAR 428 million)

The segment result of Abank has not shown because Abank was acquired in Q3 2013.

5. LOANS AND ADVANCES TO CUSTOMERS

Loans and advances to customers comprises:

	31-Mar-14	31-Mar-13	31-Dec-13
	Reviewed	Reviewed	Audited
Loans	66,044,124	49,353,862	65,531,930
Overdrafts	3,617,318	2,323,713	2,288,460
Bills discounted	313,931	265,997	302,626
Bankers acceptances	418,474	360,326	397,061
	70,393,847	52,303,898	68,520,077
Deferred profit	(77,687)	(178,225)	(85,652)
Specific impairment of loans and advances to customers	(1,100,307)	(403,545)	(1,072,298)
Collective impairment allowance	(528,429)	(294,901)	(499,583)
Net loans and advances to customers	68,687,424	51,427,227	66,862,544

The aggregate amount of non-performing loans and advances to customers at 31 March 2014 amounted to QAR 2,497 million which represents 3.55% of total loans and advances to customers (31 March 2013: QAR 725 million, 1.39% of total loans and advances to customers; 31 December 2013: QAR 2,496 million, 3.65% of total loans and advances to customers).

Specific impairment of loans and advances to customers includes QAR 196 million of interest in suspense (31 March 2013: QAR 111 million; 31 December 2013: QAR 173 million).

6. INVESTMENT SECURITIES

Investment securities comprise the following:

	31-Mar-14	31-Mar-13	31-Dec-13
	Reviewed	Reviewed	Audited
Available-for-sale	14,764,497	7,637,766	14,518,201
Held to maturity	-	3,183,964	-
Investment securities designated at fair value through income statement	174,805	57,969	188,093
Total	14,939,302	10,879,699	14,706,294

The carrying value of investment securities pledged under Repurchase agreements (REPO) is QAR 3,843 million (31 March 2013: QAR 1,819 million; 31 December 2013: QAR 4,842 million).

7. INVESTMENT IN ASSOCIATES

The Group's investment in associates are as follow:

Associate entity	Country of incorporation	Carrying Value and % interest held					
		31-Mar-14		31-Mar-13		31-Dec-13	
		Reviewed	%	Reviewed	%	Audited	%
a) National Bank of Oman SAOG	Oman	1,658,174	34.9%	1,632,501	34.9%	1,676,582	34.9%
b) United Arab Bank PJSC	UAE	2,508,602	40.0%	2,373,699	40.0%	2,504,711	40.0%
c) Asteco Qatar L.L.C.	Qatar	1,646	30.0%	1,912	30.0%	1,687	30.0%
d) Gekko L.L.C.	Qatar	-	50.0%	-	50.0%	-	50.0%
e) Massoun Insurance Services L.L.C.	Qatar	16,283	50.0%	12,667	50.0%	15,489	50.0%
Balance at the end of the period/year		4,184,705		4,020,779		4,198,469	

Gekko L.L.C is in the process of being liquidated which is expected to be completed by the end of 2014.

8. PROPERTY AND EQUIPMENT

Acquisitions and disposals

During the three months ended 31 March 2014, the Group acquired assets with a cost of QAR 49 million (31 March 2013: QAR 24 million; year ended 31 December 2013: QAR 361 million including acquisition).

There were no disposals made by the Group during the three months ended 31 March 2014, 31 March 2013 and during year ended 31 December 2013.

9. DUE TO BANKS

	31-Mar-14 Reviewed	31-Mar-13 Reviewed	31-Dec-13 Audited
Balances due to central banks	327,600	16,380	72,801
Current accounts	1,235,994	306,635	354,727
Placements with banks	7,789,474	9,427,925	7,762,710
Repurchase agreements with banks	3,464,773	1,719,568	4,408,972
Total	12,817,841	11,470,508	12,599,210

10. CUSTOMERS' DEPOSITS

	31-Mar-14 Reviewed	31-Mar-13 Reviewed	31-Dec-13 Audited
Current and call deposits	17,086,072	15,044,445	15,463,734
Saving deposits	8,541,813	3,956,992	3,754,381
Time deposits	36,495,705	27,181,180	44,201,816
Total	62,123,590	46,182,617	63,419,931

11. DEBT SECURITIES

	31-Mar-14 Reviewed	31-Mar-13 Reviewed	31-Dec-13 Audited
EMTN programme – senior notes	1,802,421	1,797,207	1,801,099
Senior notes	3,788,798	3,625,458	4,120,453
Subordinated notes	2,694,059	2,156,713	2,695,444
CHF fixed rate bonds	1,156,545	1,088,103	1,142,671
Total	9,441,823	8,667,481	9,759,667

The table below shows the maturity profile of debt securities:

	31-Mar-14 Reviewed	31-Mar-13 Reviewed	31-Dec-13 Audited
Up to 1 year	3,788,798	-	4,034,434
Between 1 and 3 years	1,156,545	4,713,561	1,228,691
Over 3 years	4,496,480	3,953,920	4,496,542
Total	9,441,823	8,667,481	9,759,667

12. OTHER BORROWINGS

	31-Mar-14 Reviewed	31-Mar-13 Reviewed	31-Dec-13 Audited
Bilateral loans	1,455,959	1,818,806	1,455,945
Syndicated loans	3,623,285	-	-
Club loan	-	1,653,829	1,655,959
Others	4,001,257	-	4,233,813
Total	9,080,501	3,472,635	7,345,717

The table below shows the maturity profile of other borrowings:

	31-Mar-14 Reviewed	31-Mar-13 Reviewed	31-Dec-13 Audited
Up to 1 year	2,392,169	3,472,635	6,234,715
Between 1 and 3 years	5,850,264	-	516,162
Over 3 years	838,068	-	594,840
Total	9,080,501	3,472,635	7,345,717

13. SHARE CAPITAL

	31-Mar-14 Reviewed	31-Mar-13 Reviewed	31-Dec-13 Audited
Number of shares (Nominal value of ordinary shares QAR 10 each)	<u>296,935,646</u>	<u>247,446,372</u>	<u>247,446,372</u>
Issued and paid up capital (in thousands of Qatar Riyals)	<u>2,969,356</u>	<u>2,474,464</u>	<u>2,474,464</u>

14. PROPOSED DIVIDEND

A cash dividend of 20% (or QAR 2 per share) relating to the year ended 31 December 2013 (2012: QAR 6 per share), amounting to QAR 495 million (2012: QAR 1,485 million) and a bonus share of 20% of the bank's capital as at 31 December 2013 (2012: nil) was approved for distribution to shareholders at the Annual General Assembly held on 16 March 2014.

15. EARNINGS PER SHARE

Earnings per share of the Bank is calculated by dividing profit for the period attributable to the equity holders of the Bank by the weighted average number of ordinary shares in issue during the period:

	Three months ended	
	31-Mar-14 Reviewed	31-Mar-13 Reviewed
Net profit for the period attributable to the equity holders of the bank	533,935	505,681
Weighted average number of outstanding shares	296,935	296,935
Basic /diluted earnings per share (QAR)	<u>1.80</u>	<u>1.70</u>

The weighted average number of shares in thousands have been calculated as follows:

	Three months ended	
	31-Mar-14 Reviewed	31-Mar-13 Reviewed
Qualifying shares at the beginning of the period	247,446	247,446
Effect of issued of bonus share	49,489	49,489
Weighted average number of shares for the period	<u>296,935</u>	<u>296,935</u>

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
AS AT AND FOR THE THREE MONTHS ENDED 31 MARCH 2014

QAR '000s

16. CONTINGENT LIABILITIES AND OTHER COMMITMENTS

	31-Mar-14	31-Mar-13	31-Dec-13
	Reviewed	Reviewed	Audited
a) Contingent liabilities			
Unused facilities	7,065,179	6,122,791	7,980,374
Guarantees	20,534,292	13,481,891	18,569,021
Letters of credit	4,125,704	6,360,601	5,408,175
Total	31,725,175	25,965,283	31,957,570
b) Other commitments			
Forward foreign exchange contracts and derivatives at notional value	32,923,306	10,494,939	33,744,712
Capital commitments	1,154,572	310,450	488,504
Total	34,077,878	10,805,389	34,233,216

17. CASH AND CASH EQUIVALENTS

	31-Mar-14	31-Mar-13	31-Dec-13
	Reviewed	Reviewed	Audited
Cash and balances with Central Banks *	3,621,853	1,195,495	2,974,770
Due from banks up to 90 days	9,491,633	9,895,631	11,889,904
Due to banks up to 90 days	(9,390,382)	(9,750,940)	(8,653,372)
	3,723,104	1,340,186	6,211,302

*Cash and balances with Central Banks do not include the mandatory cash reserve.

18. VALUATION OF FINANCIAL INSTRUMENTS

The table below analyses financial instruments measured at fair value at the end of the reporting period, by the level in the fair value hierarchy into which the fair value measurement is categorised:

	Level 1	Level 2	Carrying amount
31 March 2014			
Derivative assets	-	519,671	519,671
Investment securities	3,375,582	11,236,958	14,939,302
	3,375,582	11,756,629	15,458,973
Derivative liabilities	-	328,976	328,976
	-	328,976	328,976
31 December 2013			
Derivative assets	-	580,176	580,176
Investment securities	3,465,706	10,896,990	14,706,294
	3,465,706	11,477,166	15,286,470
Derivative liabilities	-	387,143	387,143
	-	387,143	387,143

All unquoted available for sale equities and investment funds are recorded at fair value except for investments with a carrying value of QAR 327 million (31 December 2013: QAR 344 million), which are recorded at cost since their fair value cannot be reliably estimated.

19. RELATED PARTY DISCLOSURE

The Group carries out various transactions with subsidiaries and associate companies and with members of the Board of Directors, the executive management or companies in which they have significant interest or any other parties of important influence in the Group's financial or operations decisions. The balances at the reporting date with these accounts were as follows:

	31-Mar-14	31-Mar-13	31-Dec-13
	Reviewed	Reviewed	Audited
Board members			
- Loans, advances and financing activities (a)	1,493,778	2,566,838	2,143,286
- Deposits	334,086	468,396	416,133
- Contingent liabilities and other commitments	15,231	31,587	33,481
- Interest and fee income	2,662	6,146	13,560
- Interest paid on deposits accounts of board members	3,084	2,265	10,306
- Remuneration, meeting attendance fees and salaries paid to board members	1,713	1,430	23,850
Associated companies			
- Associates' deposits with the Group	195,410	36,741	509,435
- Bank's deposits with the associates	324,620	274,230	364,729
- Associates contingent liabilities to the Group	763,397	303,352	757,877
- Interest income earned from Associates	674	29	776
- Interest income incurred to Associates	144	57	357
Senior management compensation/Transaction			
- Fixed remuneration and other benefits	26,384	19,926	91,929
- Loans and advances (b)	16,992	24,192	20,820

(a) A significant portion of the loans, advances and financing activities' balance at 31 March 2014 with the members of the Board and the companies in which they have significant influence are secured against tangible collateral or personal guarantees. Moreover, the loans, advances and financing activities' are performing satisfactorily with all obligations honoured as arranged.

(b) No impairment losses have been recorded against balances outstanding during the period with senior management, and no specific allowance has been made for impairment losses on balances with senior management at the period end.

20. COMPARATIVES

The comparative figures have been reclassified where necessary to preserve consistency with the current period. However, such reclassification did not have any effect on the consolidated net profit or the total consolidated equity for the comparative period.