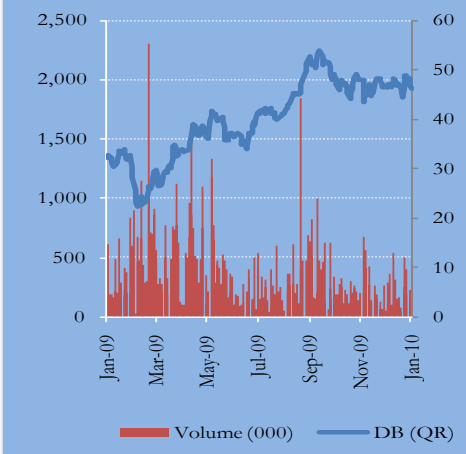
Doha Bank – 2009 Review

Market Data	
Bloomberg:	DHBK QD
Reuters:	DOBA.QA
CMP (27 January 2010):	QR 46.3
O/S (mn):	180.9
Market Cap (QR mn):	8,375.7
Market Cap (US$ mn):	2,229.1
Price/EPS 2010e (x):	7.0
Price/BV 2010e (x):	1.9

Price Performance	1-Yr
High (QR):	54.1
Low (QR):	22.4
Average Volume (000):	340.0

Share Price Performance



*Source: Zawya & **Global** Research*

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- **Doha Bank (DB)** reported its 2009 results. The bank experienced a slight profit growth of 2.9 % YoY to QR973.6mn (EPS: QR5.38) in 2009 from 2008 level of QR946.9mn (EPS: QR5.67). On a quarterly basis, net income was QR122.8mn in 4Q2009, up by 9.0% QoQ from 4Q2008. Cash dividends of 50% of paid-up capital (QR5.0 per share) are being recommended by the board of directors.

- Net interest income (excluding Islamic activities) increased by 17.4% to QR1.1bn in 2009. In addition, net fees & commissions grew by 21% to QR412mn, while net income from insurance activities more than doubled to QR21mn. Meanwhile, net income from Islamic activities was the only business activity to decline, recording 15% decline to QR154mn.

- QR411mn (of which QR126mn are loan related) of provisions were written off in 2009, as compared to QR188mn (of which QR57mn were loan related). 4Q2009 provisions were QR182mn (QR65mn in loans), as compared to QR82mn (QR40mn) in 4Q2008.

- Total assets were seen higher by 18% to QR46.0bn in 2009. Net loans grew by 8% to QR25.9bn, while deposits grew by 20% to QR27.9bn. Hence, loans to deposits (LTD) ratio dropped from 103% in 2008 to 93% in 2009.

- Unlike other Qatari banks in our coverage, Doha Bank was the only one to increase its investment portfolio by 13% YoY to QR3.8bn. Nevertheless, this growth was driven by the increase in debt instruments (mostly Qatari sovereign bonds), while equity portfolio shrunk.

QR (mn)	2009	2008	% Change
Net Income	973.6	946.5	2.9%
Net Interest Income	1,086.4	925.5	17.4%
Assets	46,010.2	38,970.5	18.1%
Deposits	27,890.4	23,244.2	20.0%
Net Loans	25,895.9	23,933.2	8.2%

Source: Company's Reports

- NPLs amounted to QR851mn (3.1% of gross loans) in 2009, as compared to QR724mn (2.9%) in 2008. Coverage ratio stood at 84% in 2009, as compared to 78% a year earlier.

- Capital adequacy ratio improved to 14.41% in 2009, up from 13.48% in 2008, due to decrease in risk weighted assets (RSW), while total capital increased slightly.

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