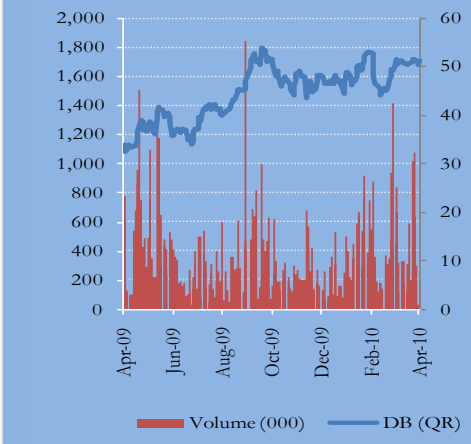
Doha Bank – 1Q2010 Review

Market Data	
Bloomberg:	DHBK QD
Reuters:	DOBA.QA
CMP (20 April 2010):	QR 51.3
O/S (mn):	189.5
Market Cap (QR mn):	9,719.8
Market Cap (US$ mn):	2,668.1
Price/EPS 2010e (x):	8.2
Price/BV 2010e (x):	1.8

Price Performance	1-Yr
High (QR):	54.1
Low (QR):	22.4
Average Volume (000):	324.7

Share Price Performance



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

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- **Doha Bank (DB)** reported its 1Q2010 results. The bank experienced a slight profit decline of 4.4% YoY to QR315.0mn (EPS: QR1.66) in 1Q2010 from 1Q2009 level of QR330.0mn (EPS: QR1.82). However, net income was much better than 4Q2009 when the bank earned QR122.8mn.

- Net interest income (excluding net Islamic income) experienced a healthy growth of 13.6% YoY to QR303.0mn in 1Q2010. However, net Islamic income headed the other direction, when it declined by 43.1% YoY to end the period at QR33.1mn.

- Net fees & commissions grew by 40.1% YoY to QR121.3mn, while net income from insurance activities was down by 36.6% YoY to register QR3.9mn at the end of the period.

- Total provisions dropped by 73% YoY to QR17.5mn in 1Q2010. The drop was driven by lower financial provisions, but credit provisions were seen higher by more than 100% YoY to QR14.7mn.

QR (mn)	1Q2010	1Q2009	% Change
Net Income	315.0	329.7	-4.4%
Net Interest Income	303.0	266.9	13.6%
QR (mn)	1Q2010	2009	% Change
Assets	44,405.0	45,996.2	-3.5%
Deposits	27,223.4	27,890.4	-2.4%
Net Loans	26,165.3	25,895.9	1.0%

Source: Company's Reports

- Total assets were seen lower by 3.5% to QR44.4bn in 1Q2010 when compared to FY2009 figures. Net loans increased slightly by 1.0% YTD to QR26.2bn, while deposits decreased by 2.4% YTD to QR27.2bn. Hence, loans to deposits ratio (LTD) ratio increased from 93% in FY2009 to 96% at the end of the period.

- Financial investments experienced a growth of 9.6% YTD to record QR4.2bn.

- Non-performing Loans (NPLs) amounted to QR1.0bn (3.74% of gross loans) in 1Q201, as compared to QR851mn (3.14%) in 2009.

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