

Doha Insurance Company Q.S.C.

CASH FLOW STATEMENT

Year ended 31 December 2007

	<i>Notes</i>	2007 QR	<i>2006 QR</i>
OPERATING ACTIVITIES			
Profit attributable to shareholders		44,311,129	26,958,076
Adjustments for:			
Depreciation of property and equipment	11	1,200,170	1,162,280
Depreciation of investment properties	10	1,046,428	1,046,428
Provision for employee's terminal benefits	17	1,017,878	417,234
Gain on disposal of property and equipment		-	(69,397)
Reinsurers' share of unearned premium		(21,627,527)	(18,136,023)
Movement in unearned premium		26,958,177	25,817,609
Income from sale of financial investments		(9,922,613)	(7,573,237)
Dividend income		(5,872,856)	(5,265,164)
Interest income		(4,617,429)	(3,666,396)
Profit distribution from unquoted investment funds		(3,063,865)	-
Interest expense		<u>127,457</u>	<u>210,977</u>
Operating profit before changes in operating assets and liabilities		29,556,949	20,902,387
(Increase) decrease in insurance and other receivables		(28,474,349)	16,295,891
Net increase in insurance reserves		12,404,406	7,778,201
Increase in provisions, insurance and other payables		309,809	3,012,674
Margin against letters of guarantee		<u>(802,468)</u>	<u>(120,825)</u>
Cash generated from operations		12,994,347	47,868,328
Employee's terminal benefits paid	17	<u>(35,242)</u>	<u>(4,465)</u>
Net cash from operating activities		<u>12,959,105</u>	<u>47,863,863</u>
INVESTING ACTIVITIES			
Purchase of land under development	11	(13,094,900)	(9,821,185)
Purchase of financial investments		(10,149,197)	(14,320,606)
Proceeds from disposal of financial investments		37,082,752	18,819,215
Dividend received		5,872,856	5,265,164
Interest received		4,617,429	3,666,396
Profit distribution from unquoted investment funds		3,063,865	-
Purchase of property and equipment	11	(1,018,177)	(845,996)
Proceed from sale of property and equipment		<u>-</u>	<u>69,498</u>
Net cash from investing activities		<u>26,374,628</u>	<u>2,832,486</u>
FINANCING ACTIVITIES			
Repayments of bank term loan		(1,566,060)	(1,565,980)
Dividends paid	14	(30,075,019)	(22,795,763)
Interest paid		<u>(127,457)</u>	<u>(210,977)</u>
Net cash used in financing activities		<u>(31,768,536)</u>	<u>(24,572,720)</u>
INCREASE IN CASH AND CASH EQUIVALENTS		7,565,197	26,123,629
Cash and cash equivalents at 1 January		<u>60,961,266</u>	<u>34,837,637</u>
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	6	<u>68,526,463</u>	<u>60,961,266</u>