

Doha Insurance Company Q.S.C.

STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2007

	<i>Share capital QR</i>	<i>Legal reserve QR</i>	<i>Cumulative changes in fair values QR</i>	<i>Proposed cash dividends QR</i>	<i>Retained earnings QR</i>	<i>Total QR</i>
Balance at 1 January 2007	<u>127,240,000</u>	<u>13,024,369</u>	<u>70,697,796</u>	<u>31,810,000</u>	<u>20,302,033</u>	<u>263,074,198</u>
Recognised gains and losses on available-for-sale investments during the year	-	-	(9,922,613)	-	-	(9,922,613)
Net movement in fair value of available-for-sale investments during the year	-	-	37,004,741	-	-	37,004,741
Total income and expense for the year recognised directly in equity	-	-	27,082,128	-	-	27,082,128
Profit for the year	-	-	-	-	44,311,129	44,311,129
Total income and expense for the year	-	-	27,082,128	-	44,311,129	71,393,257
Cash dividends	-	-	-	(31,810,000)	-	(31,810,000)
Transfer to legal reserve (Note 13)	-	4,431,113	-	-	(4,431,113)	-
Proposed cash dividends (Note 14)	-	-	-	38,172,000	(38,172,000)	-
Balance at 31 December 2007	<u>127,240,000</u>	<u>17,455,482</u>	<u>97,779,924</u>	<u>38,172,000</u>	<u>22,010,049</u>	<u>302,657,455</u>

The attached notes 1 to 24 form part of these financial statements.

Doha Insurance Company Q.S.C.

STATEMENT OF CHANGES IN EQUITY (continued)

Year ended 31 December 2007

	<i>Share capital QR</i>	<i>Legal reserve QR</i>	<i>Cumulative changes in fair values QR</i>	<i>Proposed cash dividends QR</i>	<i>Retained earnings QR</i>	<i>Total QR</i>
Balance at 1 January 2006	<u>127,240,000</u>	<u>10,136,061</u>	<u>116,763,283</u>	<u>25,448,000</u>	<u>28,042,265</u>	<u>307,629,609</u>
Recognised gains and losses on available-for-sale investments during the year	-	-	(7,573,237)	-	-	(7,573,237)
Transfer to income statement on impairment of available-for-sale investments during the year	-	-	4,188,389	-	-	4,188,389
Net movement in fair value of available-for-sale investments during the year	<u>-</u>	<u>-</u>	<u>(42,680,639)</u>	<u>-</u>	<u>-</u>	<u>(42,680,639)</u>
Total income and expense for the year recognised directly in equity	-	-	(46,065,487)	-	-	(46,065,487)
Profit for the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,958,076</u>	<u>26,958,076</u>
Total income and expense for the year	-	-	(46,065,487)	-	26,958,076	(19,107,411)
Cash dividends declared	-	-	-	(25,448,000)	-	(25,448,000)
Transfer to legal reserve (Note 13)	-	2,888,308	-	-	(2,888,308)	-
Proposed cash dividends (Note 14)	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,810,000</u>	<u>(31,810,000)</u>	<u>-</u>
Balance at 31 December 2006	<u>127,240,000</u>	<u>13,024,369</u>	<u>70,697,796</u>	<u>31,810,000</u>	<u>20,302,033</u>	<u>263,074,198</u>

The attached notes 1 to 24 form part of these financial statements.