

Qatar Islamic Bank (Q.P.S.C)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

30 September 2017

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30 September 2017

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INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF QATAR ISLAMIC BANK (Q.P.S.C)

Introduction

We have reviewed the accompanying 30 September 2017 condensed consolidated interim financial statements of Qatar Islamic Bank (Q.P.S.C) (the "Bank") and its subsidiaries (together referred to as the "Group"), which comprise:

- the condensed consolidated statement of financial position as at 30 September 2017;
- the condensed consolidated income statement for the three and nine month periods ended 30 September 2017;
- the condensed consolidated statement of changes in equity for the nine month period ended 30 September 2017;
- the condensed consolidated statement of changes in restricted investment accounts for the nine month period ended 30 September 2017;
- the condensed consolidated statement of cash flows for the nine month period ended 30 September 2017;
- notes to the condensed consolidated interim financial statements.

The Board of Directors of the Bank is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organisation for Islamic Financial Institutions ("AAOIFI") and the applicable provisions of the Qatar Central Bank regulations. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements 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 statements 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 Auditing Standards for Islamic Financial Institutions 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 30 September 2017 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with Financial Accounting Standards issued by AAOIFI and the applicable provisions of the Qatar Central Bank regulations.

18 October 2017
Doha
State of Qatar

Gopal Balasubramaniam
Qatar Auditors Registry Number 251
KPMG
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2017

		<i>30 September 2017 (Reviewed) QR'000</i>	<i>31 December 2016 (Audited) QR'000</i>	<i>30 September 2016 (Reviewed) QR'000</i>
	<i>Notes</i>			
Assets				
Cash and balances with central banks		6,780,665	5,447,183	5,401,042
Due from banks		5,436,986	10,149,896	6,968,117
Financing assets	6	99,265,902	98,170,520	96,608,578
Investment securities	7	30,747,433	19,958,717	18,971,634
Investment in associates		904,939	875,034	909,813
Investment properties		1,512,034	929,826	897,605
Fixed assets		522,167	517,257	530,970
Intangible assets		404,360	431,923	437,667
Other assets		3,781,530	3,353,772	3,937,704
Total assets		149,356,016	139,834,128	134,663,130
Liabilities, equity of unrestricted investment account holders and equity				
Liabilities				
Due to banks		17,302,163	13,606,908	7,640,591
Customers' current accounts		16,332,268	14,055,114	15,014,422
Sukuk financing		9,641,126	6,791,178	6,790,228
Other liabilities		3,072,325	4,040,625	4,252,877
Total liabilities		46,347,882	38,493,825	33,698,118
Equity of unrestricted investment account holders	8	82,329,405	81,341,642	81,337,473
Equity				
Share capital		2,362,932	2,362,932	2,362,932
Legal reserve	9	6,370,016	6,370,016	6,370,016
Risk reserve	10	2,170,280	2,170,280	1,993,090
General reserve	11	81,935	81,935	81,935
Fair value reserve		161,234	195,089	173,466
Foreign currency translation reserve	13	(140,860)	(194,335)	(144,918)
Other reserves	14	216,820	216,820	216,820
Proposed cash dividends	15	-	1,122,393	-
Share-based payment reserve	16	10,929	10,223	9,219
Retained earnings		3,677,993	1,902,780	2,791,529
Total equity attributable to equity holders of the bank		14,911,279	14,238,133	13,854,089
Non-controlling interests		1,767,450	1,760,528	1,773,450
Sukuk eligible as additional capital	17	4,000,000	4,000,000	4,000,000
Total equity		20,678,729	19,998,661	19,627,539
Total liabilities, equity of unrestricted investment account holders and equity		149,356,016	139,834,128	134,663,130

These condensed consolidated interim financial statements were approved by the Board of Directors on 18 October 2017 and were signed on its behalf by:



Jassim Bin Hamad Bin Jassim Bin Jabor Al Thani
Chairman



Bassel Gamal
Group Chief Executive Officer

The attached notes 1 to 21 form part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INCOME STATEMENT

For the three and nine month period ended 30 September 2017

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2017 (Reviewed) QR'000	2016 (Reviewed) QR'000	2017 (Reviewed) QR'000	2016 (Reviewed) QR'000
Continuing operations				
Net income from financing activities	1,264,742	1,058,452	3,673,580	2,963,680
Net income from investing activities	129,432	176,751	509,019	554,092
Total net income from financing and investing activities	1,394,174	1,235,203	4,182,599	3,517,772
Fee and commission income	155,155	160,947	499,201	490,275
Fee and commission expense	(35,716)	(32,002)	(104,309)	(93,126)
Net fee and commission income	119,439	128,945	394,892	397,149
Net foreign exchange gain	28,114	45,139	84,026	120,059
Share of results of associates	12,574	(6,376)	29,523	15,995
Other income	21,736	4,540	31,440	13,765
Total income	1,576,037	1,407,451	4,722,480	4,064,740
Staff costs	(151,910)	(160,273)	(462,638)	(484,071)
Depreciation and amortisation	(22,757)	(22,283)	(68,027)	(64,791)
Sukuk holders' share of profit	(66,815)	(39,959)	(165,425)	(111,688)
Other expenses	(109,579)	(90,201)	(300,420)	(279,015)
Total expenses	(351,061)	(312,716)	(996,510)	(939,565)
Impairment losses on investment securities	(119,245)	(25,324)	(221,045)	(129,924)
Net impairment losses on financing assets	(78,993)	(131,135)	(400,299)	(227,530)
Other impairment losses	(1,874)	(728)	(3,879)	(728)
Net profit for the period from continuing operations before tax and return to unrestricted investment account holders	1,024,864	937,548	3,100,747	2,766,993
Less: Return to unrestricted investment account holders	(433,779)	(444,211)	(1,320,287)	(1,202,418)
Profit from continuing operations before tax	591,085	493,337	1,780,460	1,564,575
Discontinued operations				
Profit from a subsidiary held for sale	-	3,641	-	5,266
Net profit for the period before tax	591,085	496,978	1,780,460	1,569,841
Tax expense	(3,577)	(5,215)	(14,366)	(8,098)
Net profit for the period	587,508	491,763	1,766,094	1,561,743
Net profit for the period attributable to:				
Equity holders of the Bank	610,105	550,084	1,775,213	1,605,392
Non-controlling interests	(22,597)	(58,321)	(9,119)	(43,649)
Net profit for the period	587,508	491,763	1,766,094	1,561,743
Earnings per share				
Basic / diluted earnings per share (QR per share)	12 2.58	2.12	7.51	6.58

The attached notes 1 to 21 form part of these condensed consolidated interim financial statements.

Qatar Islamic Bank (Q.P.S.C)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine month period ended 30 September 2017

	<i>Share capital</i>	<i>Legal Reserve</i>	<i>Risk reserve</i>	<i>General reserve</i>	<i>Fair value reserve</i>	<i>Foreign currency translation reserve</i>	<i>Other reserves</i>	<i>Proposed cash dividends</i>	<i>Share-based payment reserve</i>	<i>Retained earnings</i>	<i>Total equity attributable to equity holders of the Bank</i>	<i>Non-controlling interests</i>	<i>Sukuk eligible as additional capital</i>	<i>Total equity</i>
-----QR'000-----														
Balance at 1 January 2017 (Audited)	2,362,932	6,370,016	2,170,280	81,935	195,089	(194,335)	216,820	1,122,393	10,223	1,902,780	14,238,133	1,760,528	4,000,000	19,998,661
Foreign currency translation reserve movement	-	-	-	-	-	53,475	-	-	-	-	53,475	-	-	53,475
Fair value reserve movement	-	-	-	-	(33,855)	-	-	-	-	-	(33,855)	-	-	(33,855)
Net profit/(losses) for the period	-	-	-	-	-	-	-	-	-	1,775,213	1,775,213	(9,119)	-	1,766,094
Total recognised income and (expense) for the period	-	-	-	-	(33,855)	53,475	-	-	-	1,775,213	1,794,833	(9,119)	-	1,785,714
Cash dividends paid to shareholders (Note 15)	-	-	-	-	-	-	-	(1,122,393)	-	-	(1,122,393)	-	-	(1,122,393)
Share-based payment (Note 16)	-	-	-	-	-	-	-	-	706	-	706	702	-	1,408
Movement in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	15,339	-	15,339
Balance at 30 September 2017 (Reviewed)	2,362,932	6,370,016	2,170,280	81,935	161,234	(140,860)	216,820	-	10,929	3,677,993	14,911,279	1,767,450	4,000,000	20,678,729

The attached notes 1 to 21 form part of these condensed consolidated interim financial statements.

Qatar Islamic Bank (Q.P.S.C)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

For the nine month period ended 30 September 2017

	<i>Share capital</i>	<i>Legal reserve</i>	<i>Risk reserve</i>	<i>General reserve</i>	<i>Fair value reserve</i>	<i>Foreign currency translation reserve</i>	<i>Other reserves</i>	<i>Proposed cash dividends</i>	<i>Share-based payment reserve</i>	<i>Retained earnings</i>	<i>Total equity attributable to equity holders of the Bank</i>	<i>Non-controlling interests</i>	<i>Sukuk eligible as additional capital</i>	<i>Total equity</i>
	-----QR'000-----													
Balance at 1 January 2016 (<i>Audited</i>)	2,362,932	6,370,016	1,993,090	81,935	134,013	(28,964)	216,820	1,004,246	6,216	1,236,137	13,376,441	1,798,323	2,000,000	17,174,764
Foreign currency translation reserve movement	-	-	-	-	-	(115,954)	-	-	-	-	(115,954)	-	-	(115,954)
Sukuk eligible as additional capital (Note 17)	-	-	-	-	-	-	-	-	-	-	-	-	2,000,000	2,000,000
Fair value reserve movement	-	-	-	-	39,453	-	-	-	-	-	39,453	-	-	39,453
Net profit/(losses) for the period	-	-	-	-	-	-	-	-	-	1,605,392	1,605,392	(43,649)	-	1,561,743
Total recognised income and (expense) for the period	-	-	-	-	39,453	(115,954)	-	-	-	1,605,392	1,528,891	(43,649)	2,000,000	3,485,242
Cash dividends paid to shareholders (Note 15)	-	-	-	-	-	-	-	(1,004,246)	-	-	(1,004,246)	-	-	(1,004,246)
Share-based payment (Note 16)	-	-	-	-	-	-	-	-	3,003	-	3,003	2,997	-	6,000
Profit paid on sukuk eligible as additional capital	-	-	-	-	-	-	-	-	-	(50,000)	(50,000)	-	-	(50,000)
Movement in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	15,779	-	15,779
Balance at 30 September 2016 (<i>Reviewed</i>)	2,362,932	6,370,016	1,993,090	81,935	173,466	(144,918)	216,820	-	9,219	2,791,529	13,854,089	1,773,450	4,000,000	19,627,539

The attached notes 1 to 21 form part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN RESTRICTED INVESTMENT ACCOUNTS

For the nine month period ended 30 September 2017

<i>Investment</i>	<i>At 1 January 2017 (Audited) QR'000</i>	<i>Movements during the period</i>						<i>At 30 September 2017 (Reviewed) QR'000</i>
		<i>Investment (withdrawals) QR'000</i>	<i>Revaluation QR'000</i>	<i>Gross income QR'000</i>	<i>Dividends paid QR'000</i>	<i>Admin expense QR'000</i>	<i>Bank's fee as an agent QR'000</i>	
Real Estate Portfolio	73,164	(2,912)	-	-	-	-	-	70,252
Equity Securities Portfolio	892,856	(77,488)	(26,786)	15,504	(312)	-	(1,798)	801,976
	966,020	(80,400)	(26,786)	15,504	(312)	-	(1,798)	872,228

<i>Investment</i>	<i>At 1 January 2016 (Audited) QR'000</i>	<i>Movements during the period</i>						<i>At 30 September 2016 (Reviewed) QR'000</i>
		<i>Investment (withdrawals) QR'000</i>	<i>Revaluation QR'000</i>	<i>Gross income QR'000</i>	<i>Dividends paid QR'000</i>	<i>Admin expense QR'000</i>	<i>Bank's fee as an agent QR'000</i>	
Real Estate Portfolio	73,164	-	-	-	-	-	-	73,164
Equity Securities Portfolio	578,183	307,365	8,579	6,494	(233)	(939)	(33)	899,416
	651,347	307,365	8,579	6,494	(233)	(939)	(33)	972,580

The attached notes 1 to 21 form part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine month period ended 30 September 2017

	<i>For the nine month period ended 30 September</i>	
	<i>2017 (Reviewed) QR'000</i>	<i>2016 (Reviewed) QR'000</i>
Cash flows from operating activities		
Net profit for the period before tax	1,780,460	1,569,841
Net changes in operating assets and liabilities	(7,832,436)	(8,219,148)
Net cash flows used in operating activities	(6,051,976)	(6,649,307)
Cash flows from investing activities		
Net changes in investment securities	158,294	(318,258)
Net changes in fixed and intangible assets	(45,374)	(86,399)
Net changes in investment in associates	(17,411)	-
Net changes in investment properties	-	312,015
Dividends received from associate companies	11,489	8,600
Net cash generated from/(used in) investing activities	106,998	(84,042)
Cash flows from financing activities		
Net changes in equity of unrestricted investment account holders	987,763	2,808,468
Profit paid on sukuk eligible as additional capital	(85,000)	(50,000)
Net proceeds from sukuk issue	2,851,377	1,339,408
Proceeds from issuance of sukuk eligible as additional capital	-	2,000,000
Net movement in non- controlling interest	15,335	18,776
Cash dividends paid to equity holders	(1,122,393)	(1,004,246)
Net cash flows from financing activities	2,647,082	5,112,406
Net decrease in cash and cash equivalents	(3,297,896)	(1,620,943)
Cash and cash equivalents - beginning of the period	10,656,507	9,255,437
Cash and cash equivalents - end of the period (Note 18)	7,358,611	7,634,494

1 REPORTING ENTITY

Qatar Islamic Bank Q.P.S.C (“QIB” or the “Bank”) is an entity domiciled in the State of Qatar and was incorporated on 8 July 1982 as a Qatari Public Shareholding Company under Emiri Decree no. 45 of 1982. The commercial registration number of the Bank is 8338. The address of the Bank’s registered office is at P.O. Box 559 Doha, State of Qatar. The condensed consolidated interim financial statements of the Bank at 30 September 2017 comprise the Bank and its subsidiaries (together referred to as the “Group”). The Bank is primarily involved in corporate, retail and investment banking in accordance with Islamic sharia rules as determined by sharia supervisory board of the Bank, and has 28 branches in Qatar and one branch in Sudan. The Parent Company of the Group is Qatar Islamic Bank (Q.P.S.C). The Bank’s shares are listed for trading on the Qatar Exchange.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**Basis of preparation**

The condensed consolidated interim financial statements have been prepared in accordance with Financial Accounting Standards (“FAS”) issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (“AAOIFI”) and the applicable provisions of Qatar Central Bank (“QCB”) regulations. In line with the requirements of AAOIFI, for matters that are not covered by FAS, the Group uses the guidance from the relevant International Financial Reporting Standards (“IFRSs”) as issued by the International Accounting Standards Board (“IASB”). Accordingly, the condensed consolidated interim financial statements have been prepared in accordance with the guidance provided by International Accounting Standard 34 – ‘Interim Financial Reporting’.

The condensed consolidated interim financial statements do not contain all information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2016. In addition, results for the nine month period ended 30 September 2017 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2017.

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

The significant judgments made by the management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2016.

The Group’s financial risk management objectives are consistent with those disclosed in the consolidated financial statements for the year ended 31 December 2016.

Significant accounting policies

The significant accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2016.

New standards and interpretations*New standards, amendments and interpretations effective from 1 January 2017*

There are no new accounting standards and interpretations that are effective for the first time for the financial year beginning on or after 1 January 2017 that have been issued during the period.

*New standards, amendments and interpretations issued but not yet effective***International Financial Reporting Standard No. 9 (IFRS 9): Financial Instruments**

The final version of IFRS 9 was issued in July 2014, replacing the earlier versions of introducing new classification and measurement requirements (issued in 2009 and 2010) and a new hedge accounting model (issued in 2013) and has an effective date of 1 January 2018. IFRS 9 will replace IAS 39 Financial Instruments: Recognition and Measurement and introduces new requirements for the classification and measurement of financial assets and financial liabilities, a new model based on expected credit losses for recognising loan loss provisions and provides for simplified hedge accounting by aligning hedge accounting more closely with an entity’s risk management methodology. QCB requires Islamic banks to move to an IFRS 9 – based expected credit loss (ECL) measurement effective 1 January 2018, while applying the existing classification and measurement principles of FAS.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 At 30 September 2017

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)
Significant accounting policies (continued)
New standards and interpretations (continued)

New standards, amendments and interpretations issued but not yet effective (continued)

International Financial Reporting Standard No. 9 (IFRS 9): Financial Instruments (continued)

The application of IFRS 9 in respect of expected credit loss (ECL) may have significant impact on amounts reported in the condensed consolidated interim financial statements and will result in more extensive disclosures in the condensed consolidated interim financial statements. However, the Group is currently in the process of evaluating and implementing the required changes in its systems, policies and processes to comply with IFRS 9 and regulatory requirements, and hence it is not practical to disclose a reliable quantitative impact until the implementation programme is further advanced.

Basis of consolidation

The condensed consolidated interim financial statements include the financial statements of the Bank and its following subsidiaries and special purpose entities after elimination of intercompany balances and transactions:

	Country of Incorporation	Principal Business Activity	Effective Percentage of Ownership	
			30 September 2017	31 December 2016
Arab Finance House	Lebanon	Banking	99.99%	99.99%
Aqar Real Estate Development and Investment Company W.L.L.(“Aqar”) (i)	Qatar	Investment in real estate	49%	49%
Durat Al Doha Real Estate Investment and Development W.L.L. (ii)	Qatar	Investment in real estate	39.87%	39.87%
QIB Sukuk Ltd (iii)	Cayman Island	Sukuk issuance	-	-
QIB Sukuk Funding Limited	Qatar	Financing company	100%	100%
QIB (UK)	United Kingdom	Investment banking	99.66%	99.66%
QInvest LLC	Qatar	Investment banking	50.13%	50.13%
Verdi Luxembourg SARL (iv)	Luxembourg	Investment in real estate	50.13%	50.13%
Q Business Services (iv)	Cayman Island	Investment holding company	50.13%	50.13%
Q Liquidity Limited (iv)	Cayman Island	Placements	50.13%	50.13%
QInvest Holding Mauritius (iv)	Mauritius	Investment holding company	50.13%	50.13%
Q Exhibit (iv)	Mauritius	Investment holding company	50.13%	50.13%
QInvest Luxembourg S.a.r.l. (iv)	Luxembourg	Investment holding company	50.13%	50.13%
QI St Edmund’s Terrace 2 Limited (iv)	Cayman Island	Investment holding company	50.13%	50.13%
QInvest IBFin LLC (Previously known as QInvest Comms Holding LLC) (iv)	Qatar	To provide financing facility	50.13%	50.13%
QI One Wall Street Invest Co. (iv)	Cayman Island	Investment holding company	50.13%	50.13%
QEthika 1 (iv)	Cayman Island	Investment holding company	50.13%	50.13%
QNGPV1 (iv)	Cayman Island	Investment holding company	50.13%	50.13%
QInvest Euro PE QFC LLC (iv)	Qatar	Investment holding company	50.13%	50.13%
QInvest Rio LLC (iv)	Qatar	Investment holding company	31.6%	31.6%
Rio income s.a.r.l. (iv)	Luxembourg	Investment in lease	45.12%	45.12%
Q Tomahawk LLC (iv)	Cayman Island	Investment holding company	50.13%	50.13%
QInvest Refin LLC (iv)	Qatar	To provide financing facility	50.13%	50.13%
Q Alloy S.a.r.l (iv)	Luxembourg	To provide financing facility	50.13%	50.13%
QSeven 1 LP (iv)	Cayman Island	Investment in real estate	45.62%	45.62%
Q Lake (iv)	Cayman Island	To provide financing facility	-	50.13%
Q Anthem (iv)	Cayman Island	To provide financing facility	-	50.13%
Q Magnolia LLC (iv)	Cayman Island	Investment in real estate	50.13%	-
Qinvest Portfoy Yonetimi A.S. (iv)	Turkey	Asset Management	50.13%	50.13%
BOH LLC (iv)	Qatar	Investment holding company	50.13%	-

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**Significant accounting policies (continued)****Basis of consolidation (continued)***Notes:*

- i) The Bank has the power to cast majority of the votes in the Board of Directors meetings of Aqar by virtue of representing the highest number of members in the Board.
- ii) Effective from 1 January 2013, the Group has obtained control to govern the financial and operating policies of its previous associate through a management agreement with other shareholders in the Company.
- iii) QIB Sukuk Ltd was incorporated in the Cayman Islands as an exempted company with limited liability for the sole purpose of Sukuk issuance for the benefit of QIB.
- iv) The Group has the power to control these entities, indirectly through QInvest LLC and accordingly these entities have been considered as subsidiaries of the Group.

3 OPERATING SEGMENTS

The Group has four reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different products and services, and are managed separately based on the Group's management and internal reporting structure. For each of the strategic divisions, the Chief Executive Officer reviews internal management reports on a monthly basis. The following summary describes the operations in each of the Group's reportable segments:

Corporate banking – Corporate Banking includes services offered to institutional investors, corporate, other banks, and investment vehicles such as mutual funds or pensions.

Personal banking – Personal banking includes services that are offered to individual customers through local branches of the Bank which includes checking and savings accounts, credit cards, personal lines of credit, mortgages, and so forth.

Group function – Treasury, investment, finance and other central functions.

Local & international subsidiaries – Local and international subsidiaries include the Groups local and international subsidiaries all of which are consolidated in the Group financial statements.

Information regarding the results, assets and liabilities of each reportable segment is included below.

Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Chief Executive Officer. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

3 OPERATING SEGMENTS (CONTINUED)
Information about operating segments

<i>30 September 2017 (Reviewed)</i>	<i>Corporate banking QR'000</i>	<i>Personal banking QR'000</i>	<i>Group function QR'000</i>	<i>Local & international subsidiaries QR'000</i>	<i>Total QR'000</i>
External revenue:					
Total income from financing and investing activities	2,668,444	878,959	312,818	322,378	4,182,599
Net fee and commission income	193,294	116,648	33,858	51,092	394,892
Net foreign exchange gain	-	-	68,279	15,747	84,026
Share of results of associates	-	-	21,143	8,380	29,523
Other income	-	-	18,000	13,440	31,440
Inter segment revenue	(761,128)	220,140	540,988	-	-
Total segment income after discontinued operations	2,100,610	1,215,747	995,086	411,037	4,722,480
Staff costs , other expenses and depreciation and amortization	(171,307)	(297,458)	(130,652)	(231,668)	(831,085)
Sukuk holders share of profit	-	-	(165,425)	-	(165,425)
Net return to unrestricted investment account holders	(706,575)	(219,593)	(328,068)	(66,051)	(1,320,287)
Other material non-cash items:					
Impairment losses on investment securities	-	-	(178,300)	(42,745)	(221,045)
Net impairment losses on financing assets	(156,812)	(55,828)	(149,054)	(38,605)	(400,299)
Other impairment losses	-	-	-	(3,879)	(3,879)
Reportable segment net profit before tax	1,065,916	642,868	43,587	28,089	1,780,460
Tax expense	-	-	-	(14,366)	(14,366)
Reportable segment net profit after tax	1,065,916	642,868	43,587	13,723	1,766,094

3 OPERATING SEGMENTS (CONTINUED)

Information about operating segments

<i>30 September 2016 (Reviewed)</i>	<i>Corporate banking QR'000</i>	<i>Personal banking QR'000</i>	<i>Group function QR'000</i>	<i>Local & international subsidiaries QR'000</i>	<i>Total QR'000</i>
External revenue:					
Total income from financing and investing activities	2,061,171	817,831	371,559	267,211	3,517,772
Net fee and commission income	186,509	124,094	16,591	69,955	397,149
Net foreign exchange gain	-	-	112,799	7,260	120,059
Share of results of associates	-	-	17,920	(1,925)	15,995
Other income	-	-	-	13,765	13,765
Inter segment revenue	(557,202)	180,659	376,543	-	-
Profit from a subsidiary held for sale	-	-	-	5,266	5,266
Total segment income after discontinued operations	<u>1,690,478</u>	<u>1,122,584</u>	<u>895,412</u>	<u>361,532</u>	<u>4,070,006</u>
Staff costs , other expenses and depreciation and amortization	(179,551)	(297,464)	(121,295)	(229,567)	(827,877)
Sukuk holders' share of profit	-	-	(111,688)	-	(111,688)
Net return to unrestricted investment account holders	(601,238)	(169,699)	(353,546)	(77,935)	(1,202,418)
Other material non-cash items:					
Impairment losses on investment securities	-	-	(119,600)	(10,324)	(129,924)
Net impairment losses on financing assets	(29,055)	(46,827)	(59,600)	(92,048)	(227,530)
Other impairment losses	-	-	-	(728)	(728)
Reportable segment net profit before tax	<u>880,634</u>	<u>608,594</u>	<u>129,683</u>	<u>(49,070)</u>	<u>1,569,841</u>
Tax expense	-	-	-	(8,098)	(8,098)
Reportable segment net profit after tax	<u>880,634</u>	<u>608,594</u>	<u>129,683</u>	<u>(57,168)</u>	<u>1,561,743</u>

Note:

Certain segmental income and expenses for the nine month period ended 30 September 2016 were reclassified in the condensed consolidated interim financial statements for the nine months ended 30 September 2017 to conform to the presentation and classification adopted in the current period.

3 OPERATING SEGMENTS (CONTINUED)

	<i>Corporate banking QR'000</i>	<i>Personal banking QR'000</i>	<i>Group function QR'000</i>	<i>Local & international subsidiaries QR'000</i>	<i>Total QR'000</i>
<i>30 September 2017 (Reviewed)</i>					
Reportable segment assets	<u>88,438,360</u>	<u>18,287,443</u>	<u>37,059,577</u>	<u>5,570,636</u>	<u>149,356,016</u>
Reportable segment liabilities and equity of unrestricted investments account holders	<u>49,823,799</u>	<u>32,371,390</u>	<u>42,459,164</u>	<u>4,022,934</u>	<u>128,677,287</u>
<i>31 December 2016 (Audited)</i>					
Reportable segment assets	<u>76,131,585</u>	<u>17,895,901</u>	<u>40,704,007</u>	<u>5,102,635</u>	<u>139,834,128</u>
Reportable segment liabilities and equity of unrestricted investments account holders	<u>41,145,223</u>	<u>30,367,726</u>	<u>44,720,953</u>	<u>3,601,565</u>	<u>119,835,467</u>

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 At 30 September 2017

4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS

The table below sets out the carrying amounts and fair values of the Group's financial assets and financial liabilities:

	<i>Fair value through income statement</i>	<i>Fair value through equity</i>	<i>Amortised cost</i>	<i>Total carrying amount</i>	<i>Fair value</i>
	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>
<i>30 September 2017 (Reviewed)</i>					
Cash and balances with central banks	-	-	6,780,665	6,780,665	6,780,665
Due from banks	-	-	5,436,986	5,436,986	5,436,986
Financing assets	-	-	99,265,902	99,265,902	99,265,902
Investment securities:					
- Measured at fair value	1,489,107	706,775	-	2,195,882	2,195,882
- Measured at amortised cost	-	-	28,551,551	28,551,551	28,192,164
Other assets	-	-	769,677	769,677	769,677
	1,489,107	706,775	140,804,781	143,000,663	142,641,276
Due to banks	-	-	17,302,163	17,302,163	17,302,163
Customers' current accounts	-	-	16,332,268	16,332,268	16,332,268
Sukuk financing	-	-	9,641,126	9,641,126	9,641,126
Other liabilities	-	-	3,072,325	3,072,325	3,072,325
Equity of unrestricted investment account holders	-	-	82,329,405	82,329,405	82,329,405
	-	-	128,677,287	128,677,287	128,677,287

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
At 30 September 2017
4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)

	<i>Fair value through income statement QR'000</i>	<i>Fair value through equity QR'000</i>	<i>Amortised cost QR'000</i>	<i>Total carrying amount QR'000</i>	<i>Fair value QR'000</i>
<i>31 December 2016 (Audited)</i>					
Cash and balances with Central Banks	-	-	5,447,183	5,447,183	5,447,183
Due from banks	-	-	10,149,896	10,149,896	10,149,896
Financing assets	-	-	98,170,520	98,170,520	98,170,520
Investment securities:					
- Measured at fair value	1,025,115	519,020	-	1,544,135	1,544,135
- Measured at amortised cost	-	-	18,414,582	18,414,582	18,027,867
Other assets	-	-	684,574	684,574	684,574
	1,025,115	519,020	132,866,755	134,410,890	134,024,175
Due to banks	-	-	13,606,908	13,606,908	13,606,908
Customers' current accounts	-	-	14,055,114	14,055,114	14,055,114
Sukuk financing	-	-	6,791,178	6,791,178	6,791,178
Other liabilities	-	-	4,040,625	4,040,625	4,040,625
Equity of unrestricted investment account holders	-	-	81,341,642	81,341,642	81,341,642
	-	-	119,835,467	119,835,467	119,835,467

Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial investments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly; and

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data

For financial instruments that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 At 30 September 2017

4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)
Fair value hierarchy (continued)

As at 30 September 2017 and 31 December 2016, the Group held the following financial instruments measured at fair value:

<i>30 September 2017 (Reviewed)</i>	<i>Fair value measurement using</i>			
	<i>Total</i>	<i>Quoted prices in active markets (Level 1)</i>	<i>Significant observable inputs (Level 2)</i>	<i>Significant unobservable inputs (Level 3)</i>
	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>
Shari'a compliant risk management instruments (assets)	417,190	-	417,190	-
Investments securities:				
Quoted equity-type investments classified as fair value through income statement	2,852	2,852	-	-
Unquoted debt-type investments classified as fair value through income statement	29,468	-	29,468	-
Unquoted equity-type investments classified as fair value through income statement	1,456,787	-	329,708	1,127,079
Quoted equity-type investments classified as fair value through equity	247,765	247,765	-	-
Unquoted equity-type investments classified as fair value through equity	459,010	-	-	459,010
Shari'a compliant risk management instruments (liabilities)	159,147	-	159,147	-

<i>31 December 2016 (Audited)</i>	<i>Fair value measurement using</i>			
	<i>Total</i>	<i>Quoted prices in active markets (Level 1)</i>	<i>Significant observable inputs (Level 2)</i>	<i>Significant unobservable inputs (Level 3)</i>
	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>
Shari'a compliant risk management instruments (assets)	731,141	-	731,141	-
Investments securities:				
Quoted equity-type investments classified as fair value through income statement	5,719	5,719	-	-
Quoted debt-type investments classified as fair value through income statement	46,507	46,507	-	-
Unquoted equity-type investments classified as fair value through income statement	972,889	-	222,796	750,093
Quoted equity-type investments classified as fair value through equity	166,759	166,759	-	-
Unquoted equity-type investments classified as fair value through equity	352,261	-	-	352,261
Shari'a compliant risk management instruments (liabilities)	130,261	-	130,261	-

The fair value of financial assets and liabilities carried at amortised cost are equal to the carrying value, hence, not included in the fair value hierarchy table, except for investment securities carried at amortised cost for which the fair value amounts to QR 2,036 million (31 December 2016: QR 4,146 million), which is derived using Level 1 fair value hierarchy. During the period ended 30 September 2017, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
At 30 September 2017
4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)
Fair value hierarchy (continued)

The following table shows the reconciliation of the opening and closing amounts of level 3 investments which are recorded at fair value:

	At 1 January 2017	Total gain recorded in consolidated income statement	Purchases /transfers	Sales/ transfers	At 30 September 2017
Equity investments:					
at fair value through equity	352,261	(301)	126,490	(19,440)	459,010
at fair value through income statement	750,093	46,594	365,836	(35,444)	1,127,079
	1,102,354	46,293	492,326	(54,884)	1,586,089

	At 1 January 2016	Total gain recorded in consolidated income statement	Purchases	Sales/ transfers	At 31 December 2016
Equity investments:					
at fair value through equity	410,756	-	4,368	(62,863)	352,261
at fair value through income statement	527,072	26,143	187,780	9,098	750,093
	937,828	26,143	192,148	(53,765)	1,102,354

5 IMPAIRMENT

The Group assesses at each statement of financial position date whether there is objective evidence that an asset is impaired. Objective evidence that financial assets (including equity-type investments) are impaired can include default or delinquency by a counterparty / investee, restructuring of financing assets or advance by the Group on terms that the Group would not otherwise consider, indications that a counterparty or issuer will enter bankruptcy, the disappearance of an active market for a security, or other observable data relating to a group of assets such as adverse changes in the payment status of counterparty or issuers, or economic conditions that correlate with defaults. In addition, for an investment in equity-type instruments, a significant or prolonged decline in its fair value below its cost is objective evidence of impairment.

Equity-type investments classified as fair value through equity

In the case of equity-type investments classified as fair value through equity and measured at fair value, a significant (where market value has declined by a minimum of 20%) or prolonged (where market value has declined for 9 months at least) decline in the fair value of an investment below its cost is considered in determining whether the investments are impaired. If any such evidence exists for equity-type investments classified as fair value through equity, the cumulative loss previously recognised in the condensed consolidated statement of changes in equity is removed from equity and recognised in the condensed consolidated income statement. Impairment losses recognised in the condensed consolidated income statement on equity-type investments are subsequently reversed through equity. The Group has provided QR 221 million (30 September 2016: QR 129.9 million) as impairment on equity investment securities which were recognised under “impairment losses on investment securities” in the condensed consolidated income statement.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
At 30 September 2017
5 IMPAIRMENT (CONTINUED)
Investment properties

Investment property held for rental or capital appreciation is measured at fair value with the resulting unrealised gains being recognised in the condensed consolidated statement of changes in equity under fair value reserve. Any unrealised losses resulting from re-measurement at fair value is recognized in the condensed consolidated statement of financial position under fair value reserve to the extent of available balance. In case such losses exceed the available balance, the unrealized loss is recognized in the condensed consolidated income statement. In case there are unrealized losses that have been recognized in the condensed consolidated income statement in a previous financial year/period, the unrealized gains related to the current financial period is recognized to the extent of crediting back such previous losses in the condensed consolidated income statement. Any excess of such gains over such prior-year losses is added to the fair value reserve.

Financial assets carried at amortised cost (including investment in Sukuk instruments classified as amortised cost)

For financial assets carried at amortised cost, impairment is measured as the difference between the carrying amount of the financial assets and the present value of estimated cash flows discounted at the assets' original effective profit rate. Losses are recognised in condensed consolidated income statement and reflected in an allowance account. When a subsequent event causes the amount of impairment loss to decrease, the impairment loss is reversed through the condensed consolidated income statement, to the extent of previously recognised impairment losses. The Group considers evidence of impairment for financial assets carried at amortised cost at both a specific asset and collective level. All individually significant financial assets are assessed for specific impairment. Financial assets that are not individually significant are collectively assessed for impairment by grouping assets together with similar risk characteristics. The Group has provided QR 400.3 million (30 September 2016: QR 227.5 million) as impairment on financing assets which was recognised under "Net impairment losses on financing assets" in the condensed consolidated income statement.

6 FINANCING ASSETS

	<i>30 September 2017 (Reviewed) QR'000</i>	<i>31 December 2016 (Audited) QR'000</i>	<i>30 September 2016 (Reviewed) QR'000</i>
Total financing assets	108,777,508	106,183,746	104,743,811
Less: Deferred profit	(8,285,201)	(7,149,002)	(7,286,960)
Impairment of financing assets	(1,146,461)	(799,282)	(806,923)
Suspended profit	(79,944)	(64,942)	(41,350)
Net financing assets	<u>99,265,902</u>	<u>98,170,520</u>	<u>96,608,578</u>

Note:

The impaired financing assets net of deferred profit amounted to QR 1,124 million as at 30 September 2017 representing 1.1% of the total financing assets net of deferred profit (31 December 2016: QR 996 million, representing 1% of the total financing assets net of deferred profit).

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

At 30 September 2017

7 INVESTMENT SECURITIES

	30 September 2017 (Reviewed)			31 December 2016 (Audited)			30 September 2016 (Reviewed)		
	Quoted QR'000	Unquoted QR'000	Total QR'000	Quoted QR'000	Unquoted QR'000	Total QR'000	Quoted QR'000	Unquoted QR'000	Total QR'000
Investments classified as fair value through income statement									
• equity-type investments	2,852	1,456,787	1,459,639	5,719	972,889	978,608	4,458	945,864	950,322
• debt-type investments									
- Fixed rate	-	29,468	29,468	46,507	-	46,507	45,541	-	45,541
	2,852	1,486,255	1,489,107	52,226	972,889	1,025,115	49,999	945,864	995,863
Debt-type investments classified at amortised cost									
- State of Qatar Sukuk and QCB Murabaha	2,067,870	25,787,262	27,855,132	2,051,196	13,722,650	15,773,846	2,020,209	12,880,000	14,900,209
- Fixed rate	327,164	188,388	515,552	2,481,418	14,851	2,496,269	2,455,520	15,599	2,471,119
- Floating rate	-	180,867	180,867	-	144,467	144,467	-	144,467	144,467
	2,395,034	26,156,517	28,551,551	4,532,614	13,881,968	18,414,582	4,475,729	13,040,066	17,515,795
Equity-type investments classified as fair value through equity									
	247,765	459,010	706,775	166,759	352,261	519,020	230,591	229,385	459,976
	2,645,651	28,101,782	30,747,433	4,751,599	15,207,118	19,958,717	4,756,319	14,215,315	18,971,634

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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8 EQUITY OF UNRESTRICTED INVESTMENT ACCOUNT HOLDERS

	<i>30 September 2017 (Reviewed) QR'000</i>	<i>31 December 2016 (Audited) QR'000</i>	<i>30 September 2016 (Reviewed) QR'000</i>
Term accounts	66,275,257	66,370,039	66,245,858
Saving accounts	12,668,813	12,294,132	12,423,774
Call accounts	3,343,741	2,642,820	2,643,918
	82,287,811	81,306,991	81,313,550
Share in fair value reserve	41,594	34,651	23,923
Total	82,329,405	81,341,642	81,337,473

9 LEGAL RESERVE

In accordance with QCB Law No. 13 of 2012, 10% of net profit attributable to the owners of the Bank for the year is required to be transferred to the reserve until the legal reserve equals 100% of the paid up share capital at a minimum. This reserve is not available for distribution except in circumstances specified in Qatar Commercial Companies Law No. 11 of 2015 and after QCB approval. No appropriation was made in the current period as the legal reserve equal more than 100% of the paid up share capital.

10 RISK RESERVE

In accordance with QCB regulations, a risk reserve should be created to cover contingencies on both the public and private sector financing assets, with a minimum requirement of 2.5% of the total private sector exposure granted by the Group inside and outside Qatar after the exclusion of the specific provisions and profit in suspense. The finance provided to / or secured by the Ministry of Finance – Qatar or finance against cash guarantees is excluded from the gross direct finance. No transfer to risk reserve has been made during the period as the required amount will be transferred at year end. (31 December 2016: QR 177.2 million was transferred to risk reserve).

11 GENERAL RESERVE

In accordance with the Articles of Association of the Bank, the General Assembly may transfer a portion of the net profits to the general reserve which could be based on the General Assembly Resolution as per recommendation from Board of Directors and after the approval from Qatar Central Bank.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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12 BASIC AND DILUTED EARNING PER SHARE

Basic and diluted earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares outstanding during the period.

	<i>For the three month period ended 30 September</i>		<i>For the nine month period ended 30 September</i>	
	<i>2017</i>	<i>2016</i>	<i>2017</i>	<i>2016</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Profit for the period attributable to equity holders of the Bank	610,105	550,084	1,775,213	1,605,392
Less: Profit attributable to sukuk eligible as additional capital	-	(50,000)	-	(50,000)
Profit for EPS calculation	<u>610,105</u>	<u>500,084</u>	<u>1,775,213</u>	<u>1,555,392</u>
Weighted average number of shares outstanding during the period	<u>236,293</u>	<u>236,293</u>	<u>236,293</u>	<u>236,293</u>
Basic and diluted earnings per share (QR)	<u>2.58</u>	<u>2.12</u>	<u>7.51</u>	<u>6.58</u>

13 FOREIGN CURRENCY TRANSLATION RESERVE

The foreign currency translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations as well as from the translation of liabilities and gains and losses on risk management instruments that hedge the Group's net investment in foreign operations and gains and losses on revaluation of foreign currency non-monetary assets carried at fair value for which gain or loss is recognized in other comprehensive income.

14 OTHER RESERVES

Other reserves represent the undistributed share of associates profits after deducting the cash dividends received. No transfer to other reserves has been made during the period as the required amount will be transferred in year end.

15 PROPOSED CASH DIVIDENDS

The shareholders of the Bank approved 47.5% cash dividends for the year ended 31 December 2016 (QR 4.75 per share), (30 September 2016: 42.5% cash dividends (QR 4.25 per share) for the year ended 31 December 2015) in the general assembly meeting held on 21 February 2017.

16 SHARE BASED PAYMENT RESERVE

Employee Share Option Plan ("ESOP") was approved by QInvest LLC, subsidiary of the Bank in the year 2015, for its key employees. Under the plan, 37.5 million share options were approved with ratio of 1 option: 1 share. The exercise price of the option will be US\$ 1 (QR 3.64) per share. The options vest as per following schedule:

- 50% of options immediately prior to listing date
- 25% of options 12 months after listing date
- 25% of options 24 months after listing date

Options must be exercised within 24 months of vesting date (or will otherwise lapse). Options will expire 5 years after the grant date if no listing has happened.

For the nine month period ended 30 September 2017, the Group has recognised QR 1.4 million as share-based payment expense in the condensed consolidated income statement (30 September 2016: QR 6 million).

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 At 30 September 2017

17 SUKUK ELIGIBLE AS ADDITIONAL CAPITAL

The Group issued perpetual sukuk eligible as additional tier 1 capital for an amount of QR 2 billion in the year 2015. The sukuk is unsecured and the profit distributions are discretionary, non-cumulative and payable annually at an agreed expected profit rate of 5% to be reset every sixth year. The Group has the right not to pay profit and the sukuk holders has no right to claim profit on the sukuk. The sukuk does not have a maturity date and have been classified as equity. The Group raised additional tier 1 capital in the year 2016 by issuing a perpetual sukuk for an amount of QR 2 billion at an agreed expected profit rate of 5.25% to be reset every sixth year.

18 CASH AND CASH EQUIVALENTS

For the purpose of the condensed consolidated statement of cash flows, cash and cash equivalents comprise the following balances with original maturities of less than three months:

	<i>30 September 2017 (Reviewed) QR'000</i>	<i>31 December 2016 (Audited) QR'000</i>	<i>30 September 2016 (Reviewed) QR'000</i>
Cash and balances with central banks (excluding restricted QCB reserve account)	2,125,850	985,675	1,131,850
Due from banks	<u>5,232,761</u>	<u>9,670,832</u>	<u>6,502,644</u>
Total	<u>7,358,611</u>	<u>10,656,507</u>	<u>7,634,494</u>

19 CONTINGENT LIABILITIES AND COMMITMENTS

	<i>30 September 2017 (Reviewed) QR'000</i>	<i>31 December 2016 (Audited) QR'000</i>	<i>30 September 2016 (Reviewed) QR'000</i>
a) Contingent liabilities			
Unused financing facilities	5,897,949	5,539,823	6,027,673
Guarantees	10,775,191	10,187,579	10,494,963
Letters of credit	<u>2,014,901</u>	<u>3,105,980</u>	<u>2,051,598</u>
	<u>18,688,041</u>	<u>18,833,382</u>	<u>18,574,234</u>
b) Commitments			
Investment commitment	225,949	254,420	270,953
Other risk management instruments	<u>16,520,078</u>	<u>23,662,159</u>	<u>21,412,353</u>
	<u>16,746,027</u>	<u>23,916,579</u>	<u>21,683,306</u>
Total	<u>35,434,068</u>	<u>42,749,961</u>	<u>40,257,540</u>

Lease commitments

Operating lease rentals are payable as follows:

	<i>30 September 2017 (Reviewed) QR'000</i>	<i>31 December 2016 (Audited) QR'000</i>	<i>30 September 2016 (Reviewed) QR'000</i>
Less than one year	17,602	20,731	21,115
After one year but not more than five years	73,216	51,995	55,142
More than five years	<u>2,039</u>	<u>-</u>	<u>-</u>
	<u>92,857</u>	<u>72,726</u>	<u>76,257</u>

