

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

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

31 MARCH 2023

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2023

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

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Qatar Islamic Bank (Q.P.S.C.) (the "Bank") and its subsidiaries (the "Group") as at 31 March 2023, comprising of the interim consolidated statement of financial position as at 31 March 2023 and the interim consolidated statement of income, interim consolidated statement of changes in equity, interim condensed consolidated statement of cash flows and interim consolidated statement of changes in restricted investment accounts for the three month period then ended, and the related explanatory notes.

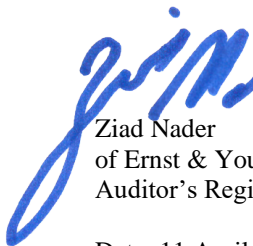
The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organisation for Islamic Financial Institutions ("AAOIFI") as modified by Qatar Central Bank ("QCB"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information 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 International Standards on Auditing 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 interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organisation for Islamic Financial Institutions ("AAOIFI") as modified by Qatar Central Bank ("QCB").


Ziad Nader
of Ernst & Young
Auditor's Registration No. 258

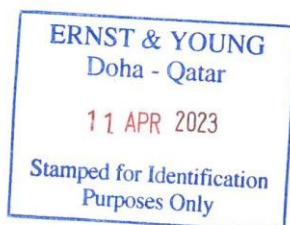


Date: 11 April 2023
Doha

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2023

		<i>31 March 2023 (Reviewed) QAR'000</i>	<i>31 December 2022 (Audited) QAR'000</i>	<i>31 March 2022 (Reviewed) QAR'000</i>
Assets				
Cash and balances with central banks		7,009,053	7,951,115	8,708,122
Due from banks		688,540	3,188,120	4,740,704
Financing assets	6	117,578,682	119,284,576	127,067,909
Investment securities	7	45,242,588	45,774,186	44,877,637
Investment in associates		1,085,895	1,130,376	1,147,882
Investment properties		3,321,666	3,320,550	2,841,101
Fixed assets		512,562	557,611	420,057
Intangible assets		217,814	217,814	217,814
Other assets		2,552,339	2,576,277	2,489,345
Total assets		178,209,139	184,000,625	192,510,571
Liabilities, equity of unrestricted investment account holders and equity				
Liabilities				
Due to banks		17,595,356	17,382,480	26,189,453
Customers' current accounts		16,256,595	19,020,955	18,136,856
Sukuk financing		12,256,618	12,453,056	14,985,513
Other liabilities		3,187,657	3,868,349	3,189,336
Total liabilities		49,296,226	52,724,840	62,501,158
Equity of unrestricted investment account holders	8	101,594,254	103,349,939	105,026,653
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	2,641,655	2,641,655	2,444,872
General reserve	11	81,935	81,935	81,935
Fair value reserve		196,132	197,141	147,284
Foreign currency translation reserve	13	(451,047)	(428,562)	(454,599)
Other reserves		216,820	216,820	216,820
Retained earnings		11,241,650	11,815,316	9,150,007
Total equity attributable to equity holders of the bank		22,660,093	23,257,253	20,319,267
Non-controlling interests		658,566	668,593	663,493
Sukuk eligible as additional capital	14	4,000,000	4,000,000	4,000,000
Total equity		27,318,659	27,925,846	24,982,760
Total liabilities, equity of unrestricted investment account holders and equity		178,209,139	184,000,625	192,510,571



These interim condensed consolidated financial statements were approved by the Board of Directors on 11 April 2023 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 interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three month period ended 31 March 2023

	Note	For the three month period ended 31 March	
		2023 (Reviewed) QAR'000	2022 (Reviewed) QAR'000
Net income from financing activities		1,930,244	1,514,650
Net income from investing activities		328,352	342,762
Total income from financing and investing activities, net		2,258,596	1,857,412
Fee and commission income		291,556	260,233
Fee and commission expense		(84,073)	(62,808)
Net fee and commission income		207,483	197,425
Net foreign exchange gain		29,362	45,752
Net share of results of associates		10,460	13,611
Other income		1,149	2,546
Total income		2,507,050	2,116,746
Staff costs		(165,747)	(154,121)
Depreciation and amortisation		(23,090)	(21,476)
Sukuk holders' share of profit		(95,805)	(113,357)
Other expenses		(95,844)	(94,396)
Total expenses		(380,486)	(383,350)
Net impairment reversals on investment securities		149	333
Net impairment losses on financing assets		(317,208)	(518,517)
Other impairment (losses)/reversals		(10,684)	46,795
Net profit for the period before tax and return to unrestricted investment account holders		1,798,821	1,262,007
Less: return to unrestricted investment account holders		(896,476)	(399,547)
Net profit for the period before tax		902,345	862,460
Tax expense		(3,917)	(3,302)
Net profit for the period		898,428	859,158
Net profit for the period attributable to:			
Equity holders of the Bank		905,341	855,147
Non-controlling interests		(6,913)	4,011
Net profit for the period		898,428	859,158
Earnings per share			
Basic and diluted earnings per share (QAR per share)	12	0.38	0.36

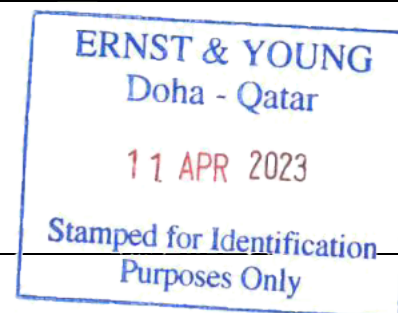


INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three month period ended 31 March 2023

	Share capital	Legal reserve	Risk reserve	General reserve	Fair value reserve	Foreign currency translation reserve	Other reserves	Retained earnings	Total equity attributable to equity holders of the Bank	Non-controlling interests	Sukuk eligible as additional capital	Total equity
QAR'000												
Balance at 1 January 2023	2,362,932	6,370,016	2,641,655	81,935	197,141	(428,562)	216,820	11,815,316	23,257,253	668,593	4,000,000	27,925,846
Foreign currency translation reserve movement	-	-	-	-	-	(22,485)	-	-	(22,485)	-	-	(22,485)
Fair value reserve movement	-	-	-	-	(1,009)	-	-	-	(1,009)	-	-	(1,009)
Net profit for the period	-	-	-	-	-	-	-	905,341	905,341	(6,913)	-	898,428
Total recognised income and expense for the period	-	-	-	-	(1,009)	(22,485)	-	905,341	881,847	(6,913)	-	874,934
Cash dividends paid to equity holders (Note 15)	-	-	-	-	-	-	-	(1,476,833)	(1,476,833)	-	-	(1,476,833)
Movement in non-controlling interests	-	-	-	-	-	-	-	-	-	(1,976)	-	(1,976)
Loss on settlement of equity type investments	-	-	-	-	-	-	-	(2,174)	(2,174)	(1,138)	-	(3,312)
Balance at 31 March 2023 (Reviewed)	2,362,932	6,370,016	2,641,655	81,935	196,132	(451,047)	216,820	11,241,650	22,660,093	658,566	4,000,000	27,318,659
Balance at 1 January 2022	2,362,932	6,370,016	2,444,872	81,935	60,661	(466,695)	216,820	9,665,188	20,735,729	676,142	4,000,000	25,411,871
Foreign currency translation reserve movement	-	-	-	-	-	12,096	-	-	12,096	-	-	12,096
Fair value reserve movement	-	-	-	-	86,623	-	-	-	86,623	-	-	86,623
Net profit for the period	-	-	-	-	-	-	-	855,147	855,147	4,011	-	859,158
Total recognised income and expense for the period	-	-	-	-	86,623	12,096	-	855,147	953,866	4,011	-	957,877
Cash dividends paid to equity holders (Note 15)	-	-	-	-	-	-	-	(1,358,686)	(1,358,686)	-	-	(1,358,686)
Movement in non-controlling interests	-	-	-	-	-	-	-	-	-	(16,660)	-	(16,660)
Loss on settlement of equity type investments	-	-	-	-	-	-	-	(11,642)	(11,642)	-	-	(11,642)
Balance at 31 March 2022 (Reviewed)	2,362,932	6,370,016	2,444,872	81,935	147,284	(454,599)	216,820	9,150,007	20,319,267	663,493	4,000,000	24,982,760

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



INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three month period ended 31 March 2023

	<i>For the three month period ended 31 March</i>	
	<i>2023</i>	<i>2022</i>
	<i>(Reviewed) QAR'000</i>	<i>(Reviewed) QAR'000</i>
Cash flows from operating activities		
Net profit for the period before tax	902,345	862,460
Net changes in operating assets and liabilities	<u>(836,348)</u>	<u>8,016,824</u>
Net cash flows from operating activities	<u>65,997</u>	<u>8,879,284</u>
Cash flows from investing activities		
Net changes in investment securities	704,739	(519,441)
Net changes in fixed and intangible assets	(13,002)	(12,766)
Net changes in associate companies	20,309	-
Net changes in investment properties	(2,309)	-
Dividends received from associate companies	<u>8,400</u>	<u>7,000</u>
Net cash flows from/(used in) investing activities	<u>718,137</u>	<u>(525,207)</u>
Cash flows from financing activities		
Change in equity of unrestricted investment account holders	(1,755,685)	(9,161,116)
Profit paid on sukuk eligible as additional capital	(196,337)	(196,337)
Net movement from sukuk financing	(180,180)	910,000
Net movement in non-controlling interests	(3,115)	(16,659)
Cash dividends paid to equity holders of the bank	<u>(1,476,833)</u>	<u>(1,358,686)</u>
Net cash flows used in financing activities	<u>(3,612,150)</u>	<u>(9,822,798)</u>
Net decrease in cash and cash equivalents	<u>(2,828,016)</u>	<u>(1,468,721)</u>
Cash and cash equivalents - beginning of the period	<u>4,836,321</u>	<u>8,502,257</u>
Cash and cash equivalents - end of the period (Note 16)	<u>2,008,305</u>	<u>7,033,536</u>

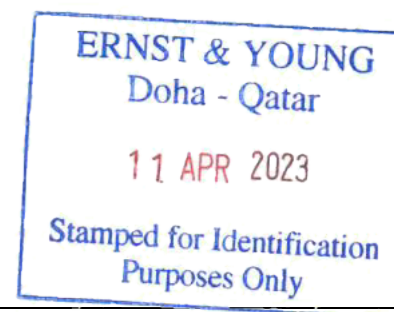


INTERIM CONSOLIDATED STATEMENT OF CHANGES IN RESTRICTED INVESTMENT ACCOUNTS

For the three month period ended 31 March 2023

<i>Investment</i>	<i>At 1 January 2023 (Audited)</i>	<i>Movements during the period</i>					<i>At 31 March 2023 (Reviewed)</i>
		<i>Investments</i>	<i>Revaluation</i>	<i>Gross income QAR'000</i>	<i>Dividends paid</i>	<i>Bank's fee as an agent</i>	
Real Estate Portfolio	22,750	(10,920)	-	-	-	-	11,830
Equity Securities Portfolio	344,203	(9,864)	2,275	1,019	(8,015)	(47)	329,571
	366,953	(20,784)	2,275	1,019	(8,015)	(47)	341,401

<i>Investment</i>	<i>At 1 January 2022 (Audited)</i>	<i>Movements during the period</i>					<i>At 31 March 2022 (Reviewed)</i>
		<i>Investments</i>	<i>Revaluation</i>	<i>Gross income QAR'000</i>	<i>Dividends paid</i>	<i>Bank's fee as an agent</i>	
Real Estate Portfolio	22,750	(10,920)	-	-	-	-	11,830
Equity Securities Portfolio	1,710,285	11,684	76,451	42,690	(6,133)	(1,638)	1,833,339
	1,733,035	764	76,451	42,690	(6,133)	(1,638)	1,845,169



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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
 As at and for the period ended 31 March 2023

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 interim condensed consolidated financial statements of the Bank for the three month period ended 31 March 2023 comprise the Bank and its subsidiaries (together referred to as the “Group”). The Group 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 23 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.

The interim condensed consolidated financial statements include the financial statements of the Bank and the following principal subsidiaries:

	Country of Incorporation	Principal Business Activity	Effective percentage of ownership	
			31 March 2023	31 December 2022
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.	Qatar	Investment in real estate	82.61%	82.61%
QIB Sukuk Ltd (ii)	Cayman Island	Sukuk issuance	100%	100%
QIB (UK)	United Kingdom	Investment banking	99.71%	99.71%
QInvest LLC	Qatar	Investment banking	65.62%	65.62%
QIB Solutions LLC	Qatar	Management of IT services and operations	100%	100%

Notes:

- i) The Group has majority of the votes in the Board of Directors meetings of Aqar by virtue of representing the highest number of members in the Board. This gives the group the ability to direct the activities of Aqar.
- ii) 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.

2 BASIS OF PREPARATION
(a) Statement of compliance

The interim condensed consolidated financial statements have been prepared in accordance with Financial Accounting Standards (“FAS”) issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (“AAOIFI”) as modified by the Qatar Central Bank (“QCB”).

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 interim condensed consolidated financial statements have been prepared in accordance with the guidance provided by International Accounting Standard 34 – ‘Interim Financial Reporting’.

The interim condensed consolidated 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 2022. In addition, results for the three month period ended 31 March 2023 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2023.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
 As at and for the period ended 31 March 2023

2 BASIS OF PREPARATION (CONTINUED)
(b) Estimates and judgements

The preparation of the interim condensed consolidated financial statements in conformity with FAS issued by AAOIFI as modified by QCB, requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. In preparing the interim condensed consolidated financial information, significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2022.

(c) Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements for the year ended 31 December 2022.

(d) Significant accounting policies

The significant accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2022:

During the period, the Group applied the following standards and amendments to standards in preparation of these interim condensed consolidated financial statements. The adoption of the below standards and amendments to standards did not result in changes to previously reported net profit or equity of the Group, however, may result in additional disclosures at year end.

- ***FAS 39 - Financial Reporting for Zakah***

AAOIFI has issued FAS 39 in 2021. This standard improves upon and supersedes FAS 9 on "Zakah" and aims at setting out the accounting treatment of Zakah in the books of the institutions, including the presentation and disclosure by an Islamic financial institution. The accounting and financial reporting requirements such as recognition, presentation and disclosure requirements of this standard shall apply to institutions that are obliged to pay Zakah on behalf of certain or all stakeholders. Institutions that are not obliged to pay Zakah shall apply the disclosure requirements of this standard for certain or all stakeholders, as relevant.

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

- ***FAS 1 (Revised 2021) - General Presentation and Disclosures in the Financial Statements***

AAOIFI has issued revised FAS 1 in 2021. The revised FAS 1 supersedes the earlier FAS 1 General Presentation and Disclosures in the Financial Statements of Islamic Banks and Financial Institutions and introduces the concepts of quasi-equity, off-balance-sheet assets under management and other comprehensive income to enhance the information provided to the users of the financial statements.

The Accounting Board (AAB) of Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI) decided to defer the effective date of the recently issued AAOIFI FAS 1 "General Presentation and Disclosures in the Financial Statements" from 1 January 2023 to 1 January 2024. It also concluded that that early adoption of the standard shall be encouraged.

- ***FAS 40 - Financial Reporting for Islamic Finance Windows***

AAOIFI has issued FAS 40 in 2021. The objective of this revised standard is to establish financial reporting requirements for Islamic finance windows and applicable to all conventional financial institutions providing Islamic financial services through an Islamic finance window. This standard improves upon and supersedes FAS 18 "Islamic Financial Services Offered by Conventional Financial Institutions". This standard shall be effective for the financial periods beginning on or after 1 January 2024 with early adoption permitted. The Group is evaluating the impact by the above standards.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As at and for the period ended 31 March 2023

2 BASIS OF PREPARATION (CONTINUED)

(f) Key changes to the significant estimates and judgements

Investment classification

Assessment of the business model within which the investments are managed, and assessment of whether the contractual terms of the investment represents either a debt-type instrument or other investment instrument having reasonably determinable effective yield.

(g) Adoption of QCB circular 13/2020

Measurement of equity-type instruments classified as fair value through equity

The Group may elect to present in statement of changes in equity changes in the fair value of certain investments in equity-type instruments that are not held for trading. The election is made on an instrument by instrument basis on initial recognition and is irrevocable. Gains and losses on such equity-type instruments are never subsequently reclassified to consolidated statement of income, including on disposal. However, cumulative gains and losses recognised in fair value reserve are transferred to retained earnings on disposal of an investment. Impairment losses (and reversal of impairment losses) are not reported separately from other changes in fair value. Dividends, when representing a return on such investments, continue to be recognised in consolidated statement of income, unless they clearly represent a recovery of part of the cost of the investment, in which case they are recognised in statement of changes in equity.

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 Group 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.

Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group 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.

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As at and for the period ended 31 March 2023

3 OPERATING SEGMENTS (CONTINUED)**Information about operating segments**

<i>31 March 2023 (Reviewed)</i>	<i>Corporate banking QAR'000</i>	<i>Personal banking QAR'000</i>	<i>Group function QAR'000</i>	<i>Local & international subsidiaries QAR'000</i>	<i>Total QAR'000</i>
External revenue:					
Total income from financing and investing activities	1,638,491	401,687	134,748	83,670	2,258,596
Net fee and commission income	75,665	77,966	41,500	12,352	207,483
Net foreign exchange gain	-	-	15,694	13,668	29,362
Share of results of associates	-	-	4,974	5,486	10,460
Other income	-	-	-	1,149	1,149
Total income	1,714,156	479,653	196,916	116,325	2,507,050
Sukuk holders' share of profit	-	-	(95,805)	-	(95,805)
Return to unrestricted investment account holders	(529,234)	(190,832)	(144,373)	(32,037)	(896,476)
Inter segment (cost) revenue	(670,863)	160,444	510,419	-	-
Reportable segment net profit after tax	156,023	291,819	443,162	7,424	898,428
<i>31 March 2022 (Reviewed)</i>	<i>Corporate banking QAR'000</i>	<i>Personal banking QAR'000</i>	<i>Group function QAR'000</i>	<i>Local & international subsidiaries QAR'000</i>	<i>Total QAR'000</i>
External revenue:					
Total income from financing and investing activities	1,136,499	449,908	195,562	75,443	1,857,412
Net fee and commission income	63,584	69,549	54,237	10,055	197,425
Net foreign exchange gain	-	-	24,913	20,839	45,752
Share of results of associates	-	-	12,434	1,177	13,611
Other income	-	-	-	2,546	2,546
Total income	1,200,083	519,457	287,146	110,060	2,116,746
Sukuk holders' share of profit	-	-	(113,357)	-	(113,357)
Return to unrestricted investment account holders	(219,274)	(109,791)	(57,863)	(12,619)	(399,547)
Inter segment (cost) revenue	(327,304)	104,125	223,179	-	-
Reportable segment net profit after tax	105,369	340,978	363,779	49,032	859,158

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As at and for the period ended 31 March 2023

3 OPERATING SEGMENTS (CONTINUED)

	<i>Corporate banking QAR'000</i>	<i>Personal banking QAR'000</i>	<i>Group function QAR'000</i>	<i>Local & international subsidiaries QAR'000</i>	<i>Total QAR'000</i>
<i>31 March 2023 (Reviewed)</i>					
Reportable segment assets	111,310,708	25,564,203	34,556,821	6,777,407	178,209,139
Reportable segment liabilities and equity of unrestricted investment account holders	57,383,745	48,227,811	38,888,359	6,390,565	150,890,480
<i>31 December 2022 (Audited)</i>					
Reportable segment assets	113,315,964	25,522,652	38,047,143	7,114,866	184,000,625
Reportable segment liabilities and equity of unrestricted investment account holders	60,974,618	46,272,155	41,832,760	6,995,246	156,074,779

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
 As at and for the period ended 31 March 2023

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 equity</i>	<i>Fair value through income statement</i>	<i>Amortised cost QAR'000</i>	<i>Total carrying amount</i>	<i>Fair value</i>
	-----	-----	-----	-----	-----
31 March 2023 (Reviewed)					
Cash and balances with central banks	-	-	7,009,053	7,009,053	7,009,053
Due from banks	-	-	688,540	688,540	688,540
Financing assets	-	483,954	117,094,728	117,578,682	117,578,682
Investment securities					
- Equity type instruments	2,574,170	1,390,305	-	3,964,475	3,964,475
- Debt type instruments	-	289,506	40,988,607	41,278,113	41,241,815
Other assets	-	-	556,009	556,009	556,009
	2,574,170	2,163,765	166,336,937	171,074,872	171,038,574
Due to banks	-	-	17,595,356	17,595,356	17,595,356
Customers' current accounts	-	-	16,256,595	16,256,595	16,256,595
Sukuk financing	-	-	12,256,618	12,256,618	12,256,618
Other liabilities	-	-	3,187,657	3,187,657	3,187,657
Equity of unrestricted investment account holders	-	-	101,594,254	101,594,254	101,594,254
	-	-	150,890,480	150,890,480	150,890,480
	-----	-----	-----	-----	-----
	<i>Fair value through equity</i>	<i>Fair value through income statement</i>	<i>Amortised cost QAR'000</i>	<i>Total carrying amount</i>	<i>Fair value</i>
	-----	-----	-----	-----	-----
31 December 2022 (Audited)					
Cash and balances with central banks	-	-	7,951,115	7,951,115	7,951,115
Due from banks	-	-	3,188,120	3,188,120	3,188,120
Financing assets	-	463,536	118,821,040	119,284,576	119,284,576
Investment securities					
- Equity type instruments	2,600,502	1,384,102	-	3,984,604	3,984,604
- Debt type instruments	-	288,150	41,501,432	41,789,582	41,738,437
Other assets	-	-	669,776	669,776	669,776
	2,600,502	2,135,788	172,131,483	176,867,773	176,816,628
Due to banks	-	-	17,382,480	17,382,480	17,382,480
Customers' current accounts	-	-	19,020,955	19,020,955	19,020,955
Sukuk financing	-	-	12,453,056	12,453,056	12,453,056
Other liabilities	-	-	3,868,349	3,868,349	3,868,349
Equity of unrestricted investment account holders	-	-	103,349,939	103,349,939	103,349,939
	-	-	156,074,779	156,074,779	156,074,779

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

The fair value of financial assets and liabilities carried at amortised cost are equal to the carrying value except for investment securities carried at amortised cost with a carrying value of QAR 1,220 million (31 December 2022: QAR 3,214 million) for which the fair value amounts to QAR 1,172 million (31 December 2022: QAR 3,125 million), which is derived using Level 1 fair value hierarchy.

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: Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active, other valuation techniques where all significant inputs are directly or indirectly observable from market data.; and

Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

Fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Group determines fair values using valuation techniques.

Valuation techniques include net present value and discounted cash flow models, comparison to similar instruments for which market observable prices exist and other valuation models. Assumptions and inputs used in valuation techniques include risk-free and benchmark profit rates, credit spreads and other premia used in estimating discount rates, sukuk and equity prices, foreign currency exchange rates, equity and equity index prices and expected price volatilities and correlations. The objective of valuation techniques is to arrive at a fair value determination that reflects the price of the financial instrument at the reporting date that would have been determined by market participants acting at arm's length.

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.

As at 31 March 2023 and 31 December 2022, the Group held the following financial instruments measured at fair value:

<i>31 March 2023 (Reviewed)</i>	<i>Fair value measurement using</i>			
	<i>Total</i>	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>
	<i>QAR'000</i>			
Shari'a compliant risk management instruments (assets)	33,901	-	33,901	-
Investment securities				
Quoted equity-type classified as FVTIS	232,316	232,316	-	-
Quoted debt-type classified as FVTIS	9,203	9,203	-	-
Unquoted debt-type classified as FVTIS	280,304	-	280,304	-
Unquoted equity-type classified as FVTIS	1,157,989	-	11,498	1,146,491
Quoted equity-type classified as FVTE	1,497,463	1,341,677	155,786	-
Unquoted equity-type classified as FVTE	1,076,707	-	613,784	462,923
	4,253,982	1,583,196	1,061,372	1,609,414
Financing assets classified as FVTIS	483,954	-	-	483,954
Shari'a compliant risk management instruments (liabilities)	93,324	-	93,324	-

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 As at and for the period ended 31 March 2023

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

<i>31 December 2022 (Audited)</i>	<i>Fair value measurement using</i>			
	<i>Total</i>	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>
	<i>QAR'000</i>			
Shari'a compliant risk management instruments (assets)	504,557	-	504,557	-
Investment securities				
Quoted equity-type classified as FVTIS	200,800	200,800	-	-
Quoted debt-type classified as FVTIS	9,939	9,939	-	-
Unquoted debt-type classified as FVTIS	278,211	-	278,211	-
Unquoted equity-type classified as FVTIS	1,183,302	-	11,519	1,171,783
Quoted equity-type classified as FVTE	1,531,590	1,356,766	174,824	-
Unquoted equity-type classified as FVTE	1,068,912	-	605,026	463,886
	4,272,754	1,567,505	1,069,580	1,635,669
Financing assets classified as FVTIS	463,536	-	-	463,536
Shari'a compliant risk management instruments (liabilities)	186,569	-	186,569	-

FVTIS – Fair value through income statement

FVTE – Fair value through equity

Transfers within the fair value hierarchy

During the period ended 31 March 2023 and year ended 31 December 2022, 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.

The valuation technique in measuring the fair value financial instruments categorized as Level 3 were in line with 31 December 2022.

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

	<i>At</i>	<i>Total (loss) / gain</i>			<i>At 31</i>
	<i>1 January</i>	<i>in consolidated</i>	<i>Purchases</i>	<i>Sales /</i>	<i>March 2023</i>
	<i>2023</i>	<i>income statement /</i>		<i>transfers</i>	<i>March 2023</i>
	<i>(Audited)</i>	<i>equity</i>			<i>(Reviewed)</i>
	<i>QAR'000</i>				
Equity investments:					
at FVTE	463,886	(1,718)	-	755	462,923
at FVTIS	1,171,783	(23,489)	14,072	(15,875)	1,146,491
Financing assets classified as FVTIS	463,536	19,271	1,147	-	483,954
	2,099,205	(5,936)	15,219	(15,120)	2,093,368

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
 As at and for the period ended 31 March 2023

4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)
Transfers within the fair value hierarchy (continued)

	<i>At 1 January 2022 (Audited)</i>	<i>Total (loss) / gain recorded in consolidated income statement / equity</i>	<i>Purchases</i>	<i>Sales/ transfers</i>	<i>At 31 December 2022 (Audited)</i>
	----- QAR'000 -----				
Equity investments:					
at FVTE	381,838	(62,124)	154,693	(10,521)	463,886
at FVTIS	873,065	32,658	397,655	(131,595)	1,171,783
Financing assets classified as FVTIS	432,315	28,929	2,292	-	463,536
	<u>1,687,218</u>	<u>(537)</u>	<u>554,640</u>	<u>(142,116)</u>	<u>2,099,205</u>

5 IMPAIRMENT
Equity-type investments classified as fair value through equity

With effect from the issuance of QCB circular 13/2020, equity type instruments classified as fair value through equity are not tested for impairment. However prior to that, equity-type investments classified as fair value through equity and measured at fair value, a significant or prolonged 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 interim consolidated statement of changes in equity is removed from equity and recognised in the interim consolidated statement of income. Impairment losses recognised in the interim consolidated statement of income on equity-type investments are subsequently reversed through equity.

Investment properties

Investment properties held for rental or capital appreciation is measured at fair value with the resulting unrealised gains being recognised in the interim consolidated statement of changes in equity under fair value reserve. Any unrealized losses resulting from re-measurement at fair value is recognized in the interim 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 interim consolidated statement of income. In case there are unrealized losses that have been recognized in the interim consolidated statement of income 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 interim consolidated statement of income. 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 recognised based on FAS 30 provided that such impairments are not less than QCB impairment requirements. Losses are recognised in interim consolidated statement of income and reflected in an allowance account. The Group has provided QAR 317.2 million (31 March 2022: QAR 518.5 million) as impairment on financing assets which was recognised under "Net impairment losses on financing assets" in the interim consolidated statement of income. Further, the Group has recognised impairment reversals of QAR 0.1 million (31 March 2022: QAR 0.3 million impairment charge) on investment securities which was recognised under "Net impairment (losses) reversals on investment securities" in the interim consolidated statement of income as disclosed in Note 20 to these interim condensed consolidated financial statements.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
 As at and for the period ended 31 March 2023

6 FINANCING ASSETS

	31 March 2023 (Reviewed) QAR'000	31 December 2022 (Audited) QAR'000	31 March 2022 (Reviewed) QAR'000
Total financing assets	142,701,962	142,561,929	140,403,930
Less: Deferred profit	(18,779,127)	(17,252,048)	(7,977,706)
Expected credit losses on financing assets - performing (Stage 1 and 2) *	(4,481,899)	(4,188,335)	(3,455,668)
Allowance for impairment on financing assets – credit impaired (Stage 3) *	(1,796,760)	(1,773,853)	(1,843,049)
Suspended profit	(65,494)	(63,117)	(59,598)
Net financing assets	<u>117,578,682</u>	<u>119,284,576</u>	<u>127,067,909</u>

Note:

Net financing assets include hybrid instruments amounting to QAR 484 million designated as fair value through income statement ('FVTIS') (31 December 2022: QAR 464 million) .

The impaired financing assets net of deferred profit amounted to QAR 1,949 million as at 31 March 2023 representing 1.6% of the total financing assets net of deferred profit (31 December 2022: QAR 1,925 million, representing 1.5% of the total financing assets net of deferred profit).

**For stage wise exposure and allowance for impairment refer to Note 20*

7 INVESTMENT SECURITIES

	<i>31 March 2023 (Reviewed)</i>			<i>31 December 2022 (Audited)</i>			<i>31 March 2022 (Reviewed)</i>		
	<i>Quoted QAR'000</i>	<i>Unquoted QAR'000</i>	<i>Total QAR'000</i>	<i>Quoted QAR'000</i>	<i>Unquoted QAR'000</i>	<i>Total QAR'000</i>	<i>Quoted QAR'000</i>	<i>Unquoted QAR'000</i>	<i>Total QAR'000</i>
<i>Classified as fair value through income statement</i>									
• equity type	232,316	1,157,989	1,390,305	200,800	1,183,302	1,384,102	245,805	1,335,368	1,581,173
• debt-type - Fixed rate	9,203	280,304	289,507	9,939	278,211	288,150	10,559	290,072	300,631
	241,519	1,438,293	1,679,812	210,739	1,461,513	1,672,252	256,364	1,625,440	1,881,804
<i>Debt-type classified at amortised cost</i>									
- State of Qatar Sukuk and QCB Murabaha	-	39,768,617	39,768,617	2,065,194	38,287,203	40,352,397	2,052,067	37,671,492	39,723,559
- Fixed rate	1,221,310	102,207	1,323,517	1,150,501	102,211	1,252,712	834,961	107,230	942,191
Less: allowance for impairment*	(5,391)	(98,137)	(103,528)	(5,539)	(98,138)	(103,677)	(172)	(103,228)	(103,400)
	1,215,919	39,772,687	40,988,606	3,210,156	38,291,276	41,501,432	2,886,856	37,675,494	40,562,350
<i>Equity-type classified as fair value through equity</i>									
	1,497,463	1,076,707	2,574,170	1,531,590	1,068,912	2,600,502	1,504,762	928,721	2,433,483
	2,954,901	42,287,687	45,242,588	4,952,485	40,821,701	45,774,186	4,647,982	40,229,655	44,877,637

*For stage wise exposure and allowance for impairment refer to Note 20.

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8 EQUITY OF UNRESTRICTED INVESTMENT ACCOUNT HOLDERS

	31 March 2023 (Reviewed) QAR'000	31 December 2022 (Audited) QAR'000	31 March 2022 (Reviewed) QAR'000
Term accounts	80,961,526	81,325,267	81,224,326
Saving accounts	18,831,559	19,270,007	20,520,507
Call accounts	1,730,173	2,677,410	3,181,925
	101,523,258	103,272,684	104,926,758
Share in fair value reserve	70,996	77,255	99,895
Total	101,594,254	103,349,939	105,026,653

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 exceeds 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 2022: QAR 196.8 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.

12 BASIC AND DILUTED EARNINGS PER SHARE

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

	For the three month period ended 31 March	
	2023 (Reviewed)	2022 (Reviewed)
Profit for the period attributable to equity holders of the Bank (QAR'000)	905,341	855,147
Weighted average number of shares outstanding during the period (QAR'000)	2,362,932	2,362,932
Basic and diluted earnings per share (QAR)	0.38	0.36

There were no potentially dilutive shares outstanding at any time during the period. Therefore, the diluted earnings per share are equal to the basic earnings per share.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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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 foreign currency translation reserve in interim consolidated statement of changes in equity.

14 SUKUK ELIGIBLE AS ADDITIONAL CAPITAL

During 2015, the Group issued perpetual Sukuk eligible as additional tier 1 capital for an amount of QAR 2 billion. The Sukuk is unsecured and the profit distributions are discretionary, non-cumulative and payable annually at an agreed expected profit based on applicable relevant six years reset rate + margin to be reset every sixth year. During 2021 the first reset period lapsed and a new profit rate has been reset for the coming six years. The Group has the right not to pay profit and the Sukuk holders have no right to claim profit on the Sukuk. The Sukuk does not have a maturity date and have been classified as equity. During September 2016, the Group raised additional tier 1 capital by issuing a perpetual Sukuk for an amount of QR 2 billion at an agreed expected profit rate of based on applicable relevant six years reset rate + margin to be reset every sixth year.

15 DIVIDENDS

The equity holders of the Bank approved 62.5% cash dividends of (QAR 0.625 per share) amounting to QAR 1,476.8 million for the year ended 31 December 2022 in the general assembly meeting held on 22 February 2023 (QAR 1,358.7 million for the year ended 31 December 2021).

16 CASH AND CASH EQUIVALENTS

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

	<i>31 March 2023 (Reviewed) QAR'000</i>	<i>31 December 2022 (Audited) QAR'000</i>	<i>31 March 2022 (Reviewed) QAR'000</i>
Cash and balances with central banks (excluding restricted QCB and other central banks reserve account)	1,473,387	1,827,643	3,100,404
Due from banks	534,918	3,008,678	3,933,132
Total	2,008,305	4,836,321	7,033,536

17 CONTINGENT LIABILITIES AND COMMITMENTS

	<i>31 March 2023 (Reviewed) QAR'000</i>	<i>31 December 2022 (Audited) QAR'000</i>	<i>31 March 2022 (Reviewed) QAR'000</i>
a) Contingent liabilities			
Unused financing facilities	9,327,405	8,380,788	8,396,507
Guarantees	8,799,527	8,531,533	8,294,622
Letters of credit	876,225	1,254,952	5,001,186
	19,003,157	18,167,273	21,692,315
b) Commitments			
Investment commitment	434,949	441,700	472,501
Total	19,438,106	18,608,973	22,164,816

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18 RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include the significant equity holders and entities over which the Group and the equity holders' exercise significant influence, directors and executive management of the Group.

The related party transactions and balances included in these interim condensed consolidated financial statements are as follows:

	31 March 2023		31 December 2022	
	(Reviewed)		(Audited)	
	<i>Associated companies</i>	<i>Board of Directors</i>	<i>Associated companies</i>	<i>Board of Directors</i>
	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>
Assets:				
Financing and other assets	2,827,735	19,757,477	2,879,496	4,749,935
Equity of unrestricted investment account holders	288,707	2,469,506	519,245	1,277,051
Off balance sheet items:				
Contingent liabilities, guarantees and other commitments	-	189,673	20,246	124,303
	31 March 2023		31 March 2022	
	(Reviewed)		(Reviewed)	
	<i>Associated companies</i>	<i>Board of Directors</i>	<i>Associated companies</i>	<i>Board of Directors</i>
	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>
Consolidated statement of income items:				
Income from financing activities	45,975	348,725	31,501	52,961
Profit paid on deposits	1,011	22,001	664	7,295
Net fee and commission	-	8,302	262	4,260

Key management personnel compensation for the period comprised:

	31 March 2023	31 March 2022
	(Reviewed)	(Reviewed)
	QAR'000	QAR'000
Key management remuneration	<u>23,785</u>	<u>21,987</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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19 CAPITAL ADEQUACY RATIO

As per Qatar Central Bank regulations, the Group has calculated the capital adequacy ratios in accordance with Basel III guidelines. The Group's minimum QCB regulatory limit, including the Capital Conservation Buffer, ICAAP pillar II capital charge and the applicable Domestically Systemically Important Bank ("DSIB") Buffer is 14.63%.

The table below summarises the composition of prevailing regulatory capital and the ratios of the Group. The Group complied with the externally imposed capital requirements to which they are subject to:

	<i>31 March 2023 QAR'000 (Reviewed)</i>	<i>31 December 2022 QAR'000 (Audited)</i>	<i>31 March 2022 QAR'000 (Reviewed)</i>
Common Equity Tier 1 (CET 1) Capital	21,850,961	21,877,023	19,688,335
Tier 1 capital	25,893,453	25,930,518	23,737,550
Tier 2 capital	1,642,022	1,621,777	1,585,007
Total regulatory capital	27,535,475	27,552,295	25,322,557
Risk weighted assets	140,279,974	138,570,197	134,429,289
Common equity tier 1 (CET 1) capital adequacy ratio	15.6%	15.8%	14.6%
QCB minimum	8.50%	8.50%	8.5%
Total capital adequacy ratio	19.6%	19.9%	18.8%
QCB minimum including DSIB and ICAAP pillar II capital charge	14.63%	14.63%	14.65%

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20 FINANCIAL RISK MANAGEMENT
Exposure and movement of expected credit loss / impairment allowances

	31 March 2023			Total	31 December 2022
	Stage 1	Stage 2	Stage 3		
	-----QAR'000-----				
Exposures subject to expected credit losses					
Due from central banks	5,720,750	-	629,967	6,350,717	7,307,084
Due from banks	660,785	27,583	19,665	708,033	3,208,115
Debt type investments carried at amortised cost	40,982,797	-	109,337	41,092,134	41,605,109
Financing assets*	98,612,878	23,361,056	1,883,407	123,857,341	125,246,764
Off balance sheet exposures subject to credit risk	17,345,081	1,519,033	139,041	19,003,155	18,167,273
	<u>163,322,291</u>	<u>24,907,672</u>	<u>2,781,417</u>	<u>191,011,380</u>	<u>195,534,345</u>
Opening balance of expected credit losses / impairment losses as at 1 January					
Due from central banks	-	-	232,172	232,172	218,000
Due from banks	329	1	19,665	19,995	20,130
Debt type investments carried at amortised cost	455	-	103,222	103,677	103,733
Financing assets	3,289,772	898,563	1,773,853	5,962,188	4,782,583
Off balance sheet exposures subject to credit risk	14,470	4,361	48,437	67,268	48,111
	<u>3,305,026</u>	<u>902,925</u>	<u>2,177,349</u>	<u>6,385,300</u>	<u>5,172,557</u>
Net transfer between stages					
Due from central banks	-	-	-	-	-
Due from banks	-	-	-	-	-
Debt type investments carried at amortised cost	-	-	-	-	-
Financing assets	(141)	(7,607)	7,748	-	-
Off balance sheet exposures subject to credit risk	-	-	-	-	-
	<u>(141)</u>	<u>(7,607)</u>	<u>7,748</u>	<u>-</u>	<u>-</u>
Write off / foreign currency and other adjustments for the period					
Due from central banks	-	-	(57,150)	(57,150)	-
Due from banks	-	-	-	-	-
Debt type investments carried at amortised cost	-	-	-	-	-
Financing assets	(266)	(302)	(169)	(737)	(2,383)
Off balance sheet exposures subject to credit risk	-	-	-	-	-
	<u>(266)</u>	<u>(302)</u>	<u>(57,319)</u>	<u>(57,887)</u>	<u>(2,383)</u>
Charge / (reversal) for the period (net)					
Due from central banks	-	-	-	-	-
Due from banks	(154)	(1)	-	(155)	56
Debt type investments carried at amortised cost	(149)	-	-	(149)	(333)
Financing assets	294,081	7,799	15,328	317,208	518,517
Off balance sheet exposures subject to credit risk	(49)	4,030	-	3,981	8,011
	<u>293,729</u>	<u>11,828</u>	<u>15,328</u>	<u>320,885</u>	<u>526,251</u>
Closing balance of expected credit losses / impairment losses - as at 31 March (Reviewed)					
Due from central banks	-	-	175,022	175,022	218,000
Due from banks	175	-	19,665	19,840	20,186
Debt type investments carried at amortised cost	306	-	103,222	103,528	103,400
Financing assets	3,583,446	898,453	1,796,760	6,278,659	5,298,717
Off balance sheet exposures subject to credit risk	14,421	8,391	48,437	71,249	56,122
	<u>3,598,348</u>	<u>906,844</u>	<u>2,143,106</u>	<u>6,648,298</u>	<u>5,696,425</u>

*net of suspended profit

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
 As at and for the period ended 31 March 2023

20 FINANCIAL RISK MANAGEMENT (CONTINUED)
Credit quality assessments

The table below provides an analysis of counterparties by rating grades and credit quality of the Group's credit risk, based on third party rating agency's rating scale (or their equivalent) as at 31 March 2023.

<i>Rating grade</i>	<i>Due from central banks</i> <i>QAR'000</i>	<i>Due from banks</i> <i>QAR'000</i>	<i>Debt type investments carried at amortised cost</i> <i>QAR'000</i>	<i>Financing assets</i> <i>QAR'000</i>	<i>Off balance sheet exposures subject to credit risk</i> <i>QAR'000</i>	<i>Total</i> <i>QAR'000</i>
AAA to AA-	5,682,058	69,542	40,402,089	10,784,552	2,425,170	59,363,411
A+ to A-	-	540,197	108,170	4,872,525	532,032	6,052,924
BBB to BBB-	-	3,819	36,579	78,512,670	11,662,956	90,216,024
BB+ to B-	-	2,292	481,079	21,825,869	4,155,852	26,465,092
Unrated	668,659	92,183	64,217	7,861,725	227,145	8,913,929
Total	6,350,717	708,033	41,092,134	123,857,341	19,003,155	191,011,380

21 COMPARATIVE INFORMATION

Certain accounts in the previous year / period consolidation financial statements have been reclassified to conform with the current period's financial statement presentation. Such reclassifications, however, did not have any effect in the reported profit and equity in the previous year / period.