



**The Commercial Bank (P.S.Q.C.)**  
**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**31 MARCH 2024**



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## Independent auditor's report on review of interim condensed consolidated financial statements

To the Board of Directors of The Commercial Bank (P.S.Q.C.)

### Introduction

We have reviewed the accompanying 31 March 2024 interim condensed consolidated financial statements of The Commercial Bank (P.S.Q.C.) (the "Bank") and its subsidiaries (together the "Group"), which comprise:

- the interim consolidated statement of financial position as at 31 March 2024;
- the interim consolidated statement of income for the three-month period ended 31 March 2024;
- the interim consolidated statement of comprehensive income for the three-month period ended 31 March 2024;
- the interim consolidated statement of changes in equity for the three-month period ended 31 March 2024;
- the interim consolidated statement of cash flows for the three-month period ended 31 March 2024; and
- notes to the interim condensed consolidated financial statements.

The Board of Directors of the Bank is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with IAS 34, 'Interim Financial Reporting'. 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 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 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 31 March 2024 interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

### Emphasis of Matter - comparative information

We draw attention to note 22 to the interim condensed consolidated financial statements which indicates that the comparative information presented as at and for the three-month period ended 31 March 2023 has been restated. Our conclusion is not modified in respect of this matter.

23 April 2024  
Doha  
State of Qatar

  
Gopal Balasubramaniam  
KPMG

Qatar Auditor's Registry Number 251  
Licensed by QFMA: External  
Auditor's License No. 120153



The Commercial Bank (P.S.Q.C.)  
 INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
 AS AT 31 MARCH 2024



QAR '000s

	Notes	31-Mar-2024 Reviewed	31-Mar-2023 Reviewed (Restated)	31-Dec-2023 Audited	1-Jan-2023 Audited (Restated)
<b>ASSETS</b>					
Cash and balances with central banks		7,795,662	10,203,711	8,631,193	8,030,334
Due from banks		27,374,670	16,343,600	20,525,334	20,843,798
Loans and advances to customers	6	89,676,655	94,093,364	91,490,410	97,669,951
Investment securities	7	28,124,539	29,816,355	30,762,358	29,835,260
Investment in associates and a joint arrangement	8	3,457,979	3,160,913	3,373,307	3,101,753
Property and equipment		3,119,597	3,126,415	3,062,799	3,050,360
Intangible assets		56,573	62,387	62,410	66,040
Other assets		6,634,149	6,183,761	6,468,460	6,307,013
<b>TOTAL ASSETS</b>		<b>166,239,824</b>	<b>162,990,506</b>	<b>164,376,271</b>	<b>168,904,509</b>
<b>LIABILITIES</b>					
Due to banks	9	17,406,407	26,332,807	18,805,257	24,054,014
Customer deposits	10	79,364,188	76,062,938	76,541,228	83,167,492
Debt securities	11	9,837,547	11,642,757	7,899,400	10,714,316
Other borrowings	12	23,192,021	17,298,053	26,266,888	17,071,747
Other liabilities		11,146,865	9,274,772	10,457,673	11,044,004
<b>TOTAL LIABILITIES</b>		<b>140,947,028</b>	<b>140,611,327</b>	<b>139,970,446</b>	<b>146,051,573</b>
<b>EQUITY</b>					
Share capital	13	4,047,254	4,047,254	4,047,254	4,047,254
Legal reserve		10,223,581	9,882,644	10,024,432	9,877,879
General reserve		26,500	26,500	26,500	26,500
Risk reserve		2,274,574	2,274,574	2,274,574	2,274,574
Fair value reserve		(514,353)	(448,346)	(390,373)	(255,047)
Cash flow hedge reserve		(58,086)	(97,042)	(163,970)	(111,988)
Foreign currency translation reserve		(2,632,377)	(2,628,713)	(2,718,529)	(2,690,920)
Other reserves		1,216,673	954,537	1,137,954	884,977
Revaluation reserve		1,198,403	1,115,904	1,140,161	1,082,336
Employee incentive phantom scheme shares		(1,139,524)	(1,114,872)	(1,139,524)	(1,114,872)
Retained earnings		4,830,148	2,546,735	4,347,343	3,012,240
Instruments eligible for Additional Tier 1 Capital		5,820,000	5,820,000	5,820,000	5,820,000
<b>TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK</b>		<b>25,292,793</b>	<b>22,379,175</b>	<b>24,405,822</b>	<b>22,852,933</b>
Non-controlling interests		3	4	3	3
<b>TOTAL EQUITY</b>		<b>25,292,796</b>	<b>22,379,179</b>	<b>24,405,825</b>	<b>22,852,936</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>166,239,824</b>	<b>162,990,506</b>	<b>164,376,271</b>	<b>168,904,509</b>

The interim condensed consolidated financial statements were approved by the Board of Directors on 23 April 2024 and were signed on its behalf by:

Sheikh Abdulla Bin Ali Bin Jabor Al Thani  
Chairman

Mr. Hussain Ibrahim Alfardan  
Vice Chairman

Mr. Joseph Abraham  
Group Chief Executive Officer

The attached notes 1 to 23 form an integral part of these interim condensed consolidated financial statements.



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**The Commercial Bank (P.S.Q.C.)**  
**INTERIM CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2024**



QAR '000s

	Notes	Three months ended	
		31-Mar-2024 Reviewed	31-Mar-2023 Reviewed (Restated)
Interest income		2,431,481	2,186,350
Interest expense		(1,473,787)	(1,199,323)
<b>Net interest income</b>		<b>957,694</b>	<b>987,027</b>
Fee and commission income		371,111	338,900
Fee and commission expense		(168,884)	(213,934)
<b>Net fee and commission income</b>		<b>202,227</b>	<b>124,966</b>
Net foreign exchange (loss) / gain		(16,803)	120,130
Net income / (losses) from investment securities		77,196	(7,110)
Other operating income		29,036	66,375
<b>Net operating income</b>		<b>1,249,350</b>	<b>1,291,388</b>
Staff costs	15	(84,128)	(276,051)
Depreciation		(53,759)	(65,031)
Amortization of intangible assets		(16,752)	(18,207)
Other expenses		(82,191)	(80,345)
<b>Operating expenses</b>		<b>(236,830)</b>	<b>(439,634)</b>
<b>Operating profit</b>		<b>1,012,520</b>	<b>851,754</b>
Net impairment reversals / (losses) on investment securities		59	(177)
Net impairment losses on loans and advances to customers		(130,369)	(159,961)
Net impairment losses on other financial assets		(14,017)	(108,040)
Other provisions		(96,148)	(5,296)
		<b>772,045</b>	<b>578,280</b>
Net monetary losses due to hyperinflation		(40,574)	(42,069)
<b>Profit before share of results of associates and a joint arrangement</b>		<b>731,471</b>	<b>536,211</b>
Share of results of associates and a joint arrangement		78,718	69,560
<b>Profit before tax</b>		<b>810,189</b>	<b>605,771</b>
Income tax expense		(8,566)	(28,518)
<b>Profit for the period</b>		<b>801,623</b>	<b>577,253</b>
<b>Attributable to:</b>			
Equity Holders of the bank		801,623	577,253
Non-controlling interests		-	-
<b>Profit for the period</b>		<b>801,623</b>	<b>577,253</b>
<b>Basic/diluted earnings per share (QAR)</b>	16	0.20	0.14

The attached notes 1 to 23 form an integral part of these interim condensed consolidated financial statements.



**The Commercial Bank (P.S.Q.C.)**  
**INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2024**



QAR '000s

	<b>Three months ended</b>	
	<b>31-Mar-2024</b> <b>Reviewed</b>	<b>31-Mar-2023</b> <b>Reviewed</b> <b>(Restated)</b>
<b>Profit for the period</b>	<b>801,623</b>	<b>577,253</b>
<b>Other comprehensive income / (loss) for the period:</b>		
<b>Items that are, or may be subsequently reclassified to profit or loss:</b>		
Foreign currency translation differences from foreign operation	(575,364)	(648,570)
Hyperinflation impact	661,516	710,777
Share of other comprehensive income / (loss) of investment in associates and a joint arrangement	7,353	(13,067)
Net movement in cashflow hedge reserve:		
Net movement in cash flow hedges-effective portion of changes in fair value	105,884	14,946
Net amount transferred to consolidated statement of income	-	-
Net change in fair value of investments in debt securities at FVOCI :		
Net change in fair value	(80,234)	30,654
Net amount transferred to interim consolidated statement of income	(56)	(145)
<b>Items that may not be subsequently reclassified to profit or loss:</b>		
Net change in fair value of equity investments at FVOCI	(49,644)	(179,565)
Share of other comprehensive income of investment in associates and a joint arrangement	(1,399)	2,666
Revaluation on land and buildings	58,242	33,568
<b>Other comprehensive income / (loss) for the period</b>	<b>126,298</b>	<b>(48,736)</b>
<b>Total comprehensive income for the period</b>	<b>927,921</b>	<b>528,517</b>
<b>Attributable to:</b>		
Shareholders of the bank	927,921	528,517
Non-controlling interests	-	-
<b>Total comprehensive income for the period</b>	<b>927,921</b>	<b>528,517</b>



The attached notes 1 to 23 form an integral part of these interim condensed consolidated financial statements.

Notes	Share Capital	Legal Reserve	General Reserve	Risk Reserve	Fair Value Reserve	Cash Flow Hedge reserve	Foreign Currency Translation Reserve	Other Reserves	Revaluation Reserve	Employees incentive phantom scheme shares	Retained Earnings	Instruments Eligible for Additional Tier 1 Capital	Total Equity Attributable to Equity Holders of the Bank	Non-Controlling Interests	Total Equity
<b>Balance as at 1 January 2024</b>	<b>4,047,254</b>	<b>10,024,432</b>	<b>26,500</b>	<b>2,274,574</b>	<b>(390,373)</b>	<b>(163,970)</b>	<b>(2,718,529)</b>	<b>1,137,955</b>	<b>1,140,161</b>	<b>(1,139,524)</b>	<b>4,347,342</b>	<b>5,820,000</b>	<b>24,405,822</b>	<b>3</b>	<b>24,405,825</b>
Profit for the period	-	-	-	-	-	-	-	-	-	-	801,623	-	801,623	-	801,623
Other comprehensive (loss) / income	-	-	-	-	(123,980)	105,884	86,152	-	58,242	-	-	-	126,298	-	126,298
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(123,980)</b>	<b>105,884</b>	<b>86,152</b>	<b>-</b>	<b>58,242</b>	<b>-</b>	<b>801,623</b>	<b>-</b>	<b>927,921</b>	<b>-</b>	<b>927,921</b>
Transfer to legal reserve	-	199,149	-	-	-	-	-	-	-	-	(199,149)	-	-	-	-
Net movement in risk reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings upon disposal of FVOCI equity investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Issue of Instrument additional Tier 1 Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividend for instruments eligible for additional Tier 1 capital	-	-	-	-	-	-	-	-	-	-	(40,950)	-	(40,950)	-	(40,950)
Net movement in other reserves	-	-	-	-	-	-	-	78,718	-	-	(78,718)	-	-	-	-
Dividends for the year 2023	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net movement in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 March 2024</b>	<b>4,047,254</b>	<b>10,223,581</b>	<b>26,500</b>	<b>2,274,574</b>	<b>(514,353)</b>	<b>(58,086)</b>	<b>(2,632,377)</b>	<b>1,216,673</b>	<b>1,198,403</b>	<b>(1,139,524)</b>	<b>4,830,148</b>	<b>5,820,000</b>	<b>25,292,793</b>	<b>3</b>	<b>25,292,796</b>
<b>Balance as at 1 January 2023</b>	<b>4,047,254</b>	<b>9,877,879</b>	<b>26,500</b>	<b>2,274,574</b>	<b>(255,047)</b>	<b>(111,988)</b>	<b>(2,690,920)</b>	<b>884,977</b>	<b>1,082,336</b>	<b>-</b>	<b>4,563,761</b>	<b>5,820,000</b>	<b>25,519,326</b>	<b>3</b>	<b>25,519,329</b>
Restatement	-	-	-	-	-	-	-	-	-	(1,114,872)	(1,551,521)	-	(2,666,393)	-	(2,666,393)
<b>Balance as at 1 January 2023 - restated</b>	<b>4,047,254</b>	<b>9,877,879</b>	<b>26,500</b>	<b>2,274,574</b>	<b>(255,047)</b>	<b>(111,988)</b>	<b>(2,690,920)</b>	<b>884,977</b>	<b>1,082,336</b>	<b>(1,114,872)</b>	<b>3,012,240</b>	<b>5,820,000</b>	<b>22,852,933</b>	<b>3</b>	<b>22,852,936</b>
Profit for the period - restated	-	-	-	-	-	-	-	-	-	-	577,253	-	577,253	-	577,253
Other comprehensive (loss) / income - restated	-	-	-	-	(159,457)	14,946	62,207	-	33,568	-	-	-	(48,736)	-	(48,736)
<b>Total comprehensive income for the period - restated</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(159,457)</b>	<b>14,946</b>	<b>62,207</b>	<b>-</b>	<b>33,568</b>	<b>-</b>	<b>577,253</b>	<b>-</b>	<b>528,517</b>	<b>-</b>	<b>528,517</b>
Transfer to legal reserve	-	4,765	-	-	-	-	-	-	-	-	(4,765)	-	-	-	-
Transfer to retained earnings upon disposal of FVOCI equity investments	-	-	-	-	(33,842)	-	-	-	-	-	33,842	-	-	-	-
Dividend for instruments eligible for additional Tier 1 capital	-	-	-	-	-	-	-	-	-	-	(40,950)	-	(40,950)	-	(40,950)
Net movement in the Employee incentive phantom scheme shares	-	-	-	-	-	-	-	-	-	-	50,489	-	50,489	-	50,489
Net movement in other reserves	-	-	-	-	-	-	-	69,560	-	-	(69,560)	-	-	-	-
Dividends for the year 2022	-	-	-	-	-	-	-	-	-	-	(1,011,814)	-	(1,011,814)	-	(1,011,814)
Net movement in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	1	1
<b>Balance as at 31 March 2023</b>	<b>4,047,254</b>	<b>9,882,644</b>	<b>26,500</b>	<b>2,274,574</b>	<b>(448,346)</b>	<b>(97,042)</b>	<b>(2,628,713)</b>	<b>954,537</b>	<b>1,115,904</b>	<b>(1,114,872)</b>	<b>2,546,735</b>	<b>5,820,000</b>	<b>22,379,175</b>	<b>4</b>	<b>22,379,179</b>

The attached notes 1 to 23 form an integral part of these interim condensed consolidated financial statements.



	<b>Three months ended</b>	<b>Year ended</b>	
	<b>31-Mar-2024</b>	<b>31-Mar-2023</b>	
	<b>Reviewed</b>	<b>Reviewed</b>	
		<b>(Restated)</b>	
		<b>31-Dec-2023</b>	
		<b>Audited</b>	
<b>Cash flows from operating activities</b>			
Profit before tax	<b>810,189</b>	605,771	3,090,465
<i>Adjustments for:</i>			
Net impairment losses on loans and advances to customers	130,369	159,961	990,711
Net impairment (reversals) / losses on investment securities	(59)	177	(5,798)
Net impairment losses / (reversals) on other financial assets	14,017	108,040	(109,201)
Depreciation	53,759	65,031	237,134
Amortization of intangible assets and transaction costs	30,915	28,446	175,235
Net (income) / losses from investment securities	(12,066)	64,560	(13,522)
Net monetary losses due to hyperinflation	40,574	42,069	334,983
Other provisions	96,148	5,296	41,679
Loss on disposal of property and equipment	1,943	-	2,605
Share of results of associates and a joint arrangement	(78,718)	(69,560)	(294,170)
<b>Operating profit before working capital changes</b>	<b>1,087,071</b>	<b>1,009,791</b>	<b>4,450,121</b>
<i>Working capital changes</i>			
Change in due from banks	(1,160,190)	2,401,840	772,503
Change in loans and advances to customers	1,651,815	3,258,157	2,671,992
Change in other assets	(198,748)	25,251	(428,091)
Change in due to banks	(1,403,259)	2,185,485	(4,886,157)
Change in customer deposits	3,092,791	(6,977,136)	(5,000,509)
Change in other liabilities	712,383	(1,645,987)	225,590
Contribution to social and sports fund	-	(70,278)	(70,278)
<b>Cash from / (used in ) Operation</b>	<b>3,781,863</b>	<b>187,123</b>	<b>(2,264,829)</b>
Income tax paid	(5,869)	-	(73,499)
<b>Net cash flows from / (used in) operating activities</b>	<b>3,775,994</b>	<b>187,123</b>	<b>(2,338,328)</b>
<b>Cash flows from investing activities</b>			
Acquisition of investment securities	(1,397,239)	(1,384,224)	(7,683,992)
Dividend received from associates and a joint arrangement	-	-	41,193
Proceeds from sale/maturity of investment securities	3,021,169	973,748	6,269,049
Acquisition of property and equipment and intangible assets	(83,110)	(48,341)	(213,079)
Proceeds from the sale of property and equipment and other assets	6,790	1,615	13,419
<b>Net cash flows from / (used) in investing activities</b>	<b>1,547,610</b>	<b>(457,202)</b>	<b>(1,573,410)</b>
<b>Cash flows from financing activities</b>			
Proceeds from issue of debt securities	3,109,580	1,090,499	662,601
Repayment of debt securities	(370,489)	(112,884)	(3,569,450)
Repayment of other borrowings	(3,749,678)	(2,106,133)	(5,391,521)
Proceeds from other borrowings	1,171,965	2,328,950	15,324,265
Payment of lease liabilities	(42,327)	(38,153)	(131,883)
Payment on coupon of instruments eligible for additional Tier 1 Capital	(40,950)	(40,950)	(283,720)
Dividends paid (note 14)	-	(1,011,814)	(1,011,814)
<b>Net cash flows from financing activities</b>	<b>78,101</b>	<b>109,515</b>	<b>5,598,478</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>5,401,705</b>	<b>(160,564)</b>	<b>1,686,740</b>
Effect of exchange rate fluctuation	(579,824)	104,988	(360,582)
Cash and cash equivalents as at 1 January	15,626,522	17,940,653	14,300,364
<b>Cash and cash equivalents at the end of the period / year (Note 18)</b>	<b>20,448,403</b>	<b>17,885,077</b>	<b>15,626,522</b>
<b>Net cash flows from interest and dividend:</b>			
Interest paid	1,354,091	1,203,592	5,298,394
Interest received	2,344,648	2,158,419	9,557,055
Dividend received	65,130	57,450	235,147

The attached notes 1 to 23 form an integral part of these interim condensed consolidated financial statements.



### 1- REPORTING ENTITY

The Commercial Bank (P.S.Q.C.) (the "Bank") is an entity domiciled in the State of Qatar and was incorporated in 1974 as a public shareholding company under Emiri Decree No.73 of 1974. The commercial registration number of the Bank is 150. The address of the Bank's registered office is PO Box 3232, Doha, State of Qatar. The interim condensed consolidated financial statements of the Bank comprise the Bank and its subsidiaries (together referred to as the "Group"). The Group is primarily engaged in conventional banking, brokerage services and the credit card business and operates through its head office, branches and subsidiaries.

The principal subsidiaries of the Group are as follows:

<u>Name of subsidiary</u>	<u>Country of incorporation</u>	<u>Capital of the subsidiary</u>	<u>Activity of the subsidiary</u>	<u>Percentage of ownership</u>	
				<u>31Mar 2024</u>	<u>31Mar 2023</u>
Alternatifbank A.S.	Turkey	TRY 2,213,740,000	Banking services	100%	100%
Commercial Bank Financial Services L.L.C.	Qatar	QAR 700,000,000	Brokerage services	100%	100%
CBQ Finance Limited	Bermuda	US\$ 1,000	Debt issuance for the Bank	100%	100%

### 2- BASIS OF PREPARATION

#### (a) Statement of compliance

The accompanying interim condensed consolidated financial statements are prepared in accordance with IAS 34 - "Interim Financial Reporting". This interim condensed consolidated financial information should be read in conjunction with the 2023 annual consolidated financial statements of the Group.

The interim condensed consolidated financial statements do not include all the information and disclosures required for full consolidated financial statements prepared in accordance with IFRS Accounting Standards ("IFRS"). The results for the three months ended 31 March 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

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

### 3- MATERIAL ACCOUNTING POLICIES

Except as described below, the accounting policies applied in these interim condensed consolidated financial statements are the same as those applied in the last annual consolidated financial statements as at 31 December 2023.

#### New standards, amendments and interpretations :

The Group has adopted the following new and amended IFRS Accounting Standards as of 1 January 2024. The adoption of the below did not result in changes to previously reported net profit or equity of the Group.

	<b>Effective from</b>
Classification of Liabilities as Current or Non-current (Amendments to IAS 1)	1 January 2024
Lease Liability in a Sale and Leaseback (Amendments to IFRS 16)	1 January 2024
Disclosures: Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7)	1 January 2024
Non-current Liabilities with Covenants – Amendments to IAS 1	1 January 2024

#### Standard Issued but not yet Effective

The Group is currently evaluating the impact of these amendments. The Group will adopt it when the amendments become effective.

Lack of Exchangeability – Amendments to IAS 21	1 January 2025
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IAS 28)	Deferred indefinitely



**3- MATERIAL ACCOUNTING POLICIES (continued)****New standards, amendments and interpretations (continued) :****Climate-related matters**

The Group considers climate-related matters in accounting judgements, estimates and assumptions, where appropriate. This assessment includes a wide range of possible impacts on the Group due to both physical and transition risks. Most climate-related risks are expected to impact over a term that is generally longer than the contractual maturity of most exposures, nonetheless climate-related matters increase the uncertainty in estimates and assumptions underpinning certain items in the financial statements. Currently, climate-related risks do not have a significant impact on measurement, though the Group is closely monitoring relevant changes and developments. The items and considerations that are most directly impacted by climate-related matters include useful life of property and equipment, impairment of non-financial assets, expected credit losses and fair value measurement, among others.

**Application of IAS 29 - Hyperinflation accounting**

From 1 April 2022, the Turkish economy is considered to be hyperinflationary in accordance with the criteria in IAS 29. This requires purchasing power adjustment to the carrying values of the non-monetary assets and liabilities and to items in the consolidated statement of comprehensive income with respect to subsidiaries of the Group operating in Turkey.

On the application of IAS 29 the Bank used the conversion factor derived from the consumer price index ("CPI") in Turkey.

The index and corresponding conversion factors are as follows:

	CPI	Conversion Factors
31 March 2023	1,269.75	1.68
31 December 2023	1,859.38	1.15
31 March 2024	2,139.47	1.00

Monetary assets and liabilities are not restated because they are already expressed in terms of the monetary unit current. Non-monetary assets and liabilities are restated by applying the relevant index from the date of acquisition or initial recording and are subject to impairment assessment with the guidance in the relevant IFRS. The components of shareholders' equity are restated by applying the applicable general price index from the dates when components were contributed or otherwise arose.

All items in the statement of income are restated by applying the relevant conversion factors, except for restatement of certain specific income statement items which arise from the restatement of non-monetary assets and liabilities like amortization and gain or loss on sale of fixed assets.

The gain or loss on the net monetary position is the result of the effect of general inflation and is the difference resulting from the restatement of non-monetary assets, liabilities, shareholders' equity and income statement items. The gain or loss on the net monetary position is included in the statement of income.

#### 4- FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the annual consolidated financial statements as at and for the year ended 31 December 2023.

##### Exposures and Movement in ECL

Exposure (Carrying Value) Subject to ECL	31-Mar-2024 (Reviewed)				31-Dec-2023 (Audited)
	Stage1	Stage2	Stage3	Total	Total
Due from banks and balances with central banks	30,780,147	3,007,221	-	<b>33,787,368</b>	27,870,940
Loans and advances to customers	69,919,968	19,291,784	5,733,048	<b>94,944,800</b>	96,607,033
Investment securities (Debt)	24,498,728	260,194	-	<b>24,758,922</b>	27,420,360
Loan commitments and financial guarantees	21,831,990	1,337,556	217,464	<b>23,387,010</b>	24,043,138

##### Movement in ECL

Movement in ECL	31-Mar-2024 (Reviewed)				31-Dec-2023 (Audited)
	Stage1	Stage2	Stage3	Total	
<b>Opening Balance as at 1 January</b>					
Due from banks and balances with central banks	43,475	19,006	-	<b>62,481</b>	80,505
Loans and advances to customers	183,563	1,779,601	3,977,594	<b>5,940,758</b>	5,666,791
Investment securities (Debt)	51,808	5,352	-	<b>57,160</b>	62,990
Loan commitments and financial guarantees	23,778	9,292	171,769	<b>204,839</b>	318,353
	<b>302,624</b>	<b>1,813,251</b>	<b>4,149,363</b>	<b>6,265,238</b>	6,128,639
<b>ECL charge / (reversals) for the Period (net)</b>					
Due from banks and balances with central banks	(6,896)	5,329	-	<b>(1,567)</b>	(17,900)
Loans and advances to customers*	53,227	19,509	135,844	<b>208,580</b>	1,207,433
Investment securities (Debt)	(92)	33	-	<b>(59)</b>	(5,798)
Loan commitments and financial guarantees	14,177	770	637	<b>15,584</b>	(91,301)
	<b>60,416</b>	<b>25,641</b>	<b>136,481</b>	<b>222,538</b>	1,092,434
<b>Write offs / Transfer</b>					
Due from banks and balances with central banks	-	-	-	-	-
Loans and advances to customers	-	-	(7,726)	<b>(7,726)</b>	(875,604)
Investment securities (Debt)	-	-	-	-	-
Loan commitments and financial guarantees	-	-	-	-	(19,821)
	-	-	<b>(7,726)</b>	<b>(7,726)</b>	(895,425)
<b>Exchange differences</b>					
Due from banks and balances with central banks	(22)	-	-	<b>(22)</b>	(124)
Loans and advances to customers	(12,819)	11,969	(4,144)	<b>(4,994)</b>	(57,862)
Investment securities (Debt)	(9)	-	-	<b>(9)</b>	(32)
Loan commitments and financial guarantees	(760)	147	(325)	<b>(938)</b>	(2,392)
	<b>(13,610)</b>	<b>12,116</b>	<b>(4,469)</b>	<b>(5,963)</b>	(60,410)
<b>Closing Balance as at 31 March/31 December</b>					
Due from banks and balances with central banks	36,557	24,335	-	<b>60,892</b>	62,481
Loans and Advances to Customers	223,971	1,811,079	4,101,568	<b>6,136,618</b>	5,940,758
Investment securities (Debt)	51,707	5,385	-	<b>57,092</b>	57,160
Loan commitments and financial guarantees	37,195	10,209	172,081	<b>219,485</b>	204,839
	<b>349,430</b>	<b>1,851,008</b>	<b>4,273,649</b>	<b>6,474,087</b>	6,265,238

\* Includes interest suspended and recoveries on previously written off loans amounting to QAR 53 million and QAR 26.1 million respectively (31 March 2023: QAR 28.6 million and QAR 4.1 million respectively).

**4- FINANCIAL RISK MANAGEMENT (continued)**

**Exposures and Movement in ECL**

	<b>31-Mar-2023</b>			<b>Total</b>
	<b>Stage1</b>	<b>Stage2</b>	<b>Stage3</b>	
<b>(Reviewed) - Restated</b>				
<b>Exposure (Carrying Value) Subject to ECL</b>				
Due from banks and balances with central banks	23,172,685	1,568,684	-	<b>24,741,369</b>
Loans and advances to customers	75,266,515	18,807,063	4,939,267	<b>99,012,845</b>
Investment Securities (Debt)	24,694,728	338,803	-	<b>25,033,531</b>
Loan commitments and financial guarantees	21,293,450	2,950,548	255,992	<b>24,499,990</b>
<b>Movement in ECL</b>				
<b>Opening Balance as at 1 January 2023</b>				
Due from banks and balances with central banks	39,033	41,472	-	<b>80,505</b>
Loans and advances to customers	177,181	1,565,009	3,578,370	<b>5,320,560</b>
Restatement (Note 22)	-	-	346,231	<b>346,231</b>
Loans and advances to customers - restated	177,181	1,565,009	3,924,601	<b>5,666,791</b>
Investment Securities (Debt)	55,993	6,997	-	<b>62,990</b>
Loan commitments and financial guarantees	71,105	26,415	220,833	<b>318,353</b>
	<b>343,312</b>	<b>1,639,893</b>	<b>4,145,434</b>	<b>6,128,639</b>
<b>ECL charge / (reversals) for the Period (net)</b>				
Due from banks and balances with central banks	(4,165)	(29,719)	-	<b>(33,884)</b>
Loans and advances to customers	(29,830)	154,886	67,675	<b>192,731</b>
Investment Securities (Debt)	336	(159)	-	<b>177</b>
Loan commitments and financial guarantees	(30,464)	14,897	157,491	<b>141,924</b>
	<b>(64,123)</b>	<b>139,905</b>	<b>225,166</b>	<b>300,948</b>
<b>Write offs / Transfer</b>				
Due from banks and balances with central banks	-	-	-	-
Loans and advances to customers	-	-	(107,416)	<b>(107,416)</b>
Investment Securities (Debt)	-	-	-	-
Loan commitments and financial guarantees	-	-	(154,064)	<b>(154,064)</b>
	-	-	<b>(261,480)</b>	<b>(261,480)</b>
<b>Exchange differences</b>				
Due from banks and balances with central banks	(8)	-	-	<b>(8)</b>
Loans and advances to customers	7,775	15,243	(50,518)	<b>(27,500)</b>
Investment Securities (Debt)	(2)	-	-	<b>(2)</b>
Loan commitments and financial guarantees	(321)	543	(277)	<b>(55)</b>
	<b>7,444</b>	<b>15,786</b>	<b>(50,795)</b>	<b>(27,565)</b>
<b>Closing Balance as at 31 March 2023</b>				
Due from banks and balances with central banks	34,860	11,753	-	<b>46,613</b>
Loans and advances to customers - restated	155,126	1,735,138	3,834,342	<b>5,724,606</b>
Investment Securities (Debt)	56,327	6,838	-	<b>63,165</b>
Loan commitments and financial guarantees	40,320	41,855	223,983	<b>306,158</b>
	<b>286,633</b>	<b>1,795,584</b>	<b>4,058,325</b>	<b>6,140,542</b>

## 5- SEGMENT INFORMATION

Segment assets and liabilities comprise operating assets and liabilities which are directly handled by the operating segment and income or expenses are attributed with the assets and liabilities' ownership. The following table summarizes performance of the operating segments:

31 March 2024 (Reviewed)	Qatar Operations			Unallocated, Intra - group transactions and others	Total
	Wholesale Banking	Retail Banking	International		
Net interest income	606,765	263,190	89,701	(1,962)	957,694
Net fee, commission and other income	(119,093)	177,262	8,915	224,572	291,656
<b>Segmental revenue</b>	<b>487,672</b>	<b>440,452</b>	<b>98,616</b>	<b>222,610</b>	<b>1,249,350</b>
Net impairment reversals / (losses) on investment securities	58	-	1	-	59
Net impairment losses on loans and advances to customers and other financial assets	(145,730)	(24,447)	25,791	-	(144,386)
<b>Segmental profit</b>	<b>333,666</b>	<b>280,081</b>	<b>8,554</b>	<b>100,604</b>	<b>722,905</b>
Share of results of associates and a joint arrangement	-	-	78,084	634	78,718
<b>Net profit for the period</b>	<b>333,666</b>	<b>280,081</b>	<b>86,638</b>	<b>101,238</b>	<b>801,623</b>
<b>Other information</b>					
Loans and advances to customers	74,147,097	11,570,938	3,958,620	-	89,676,655
Investments in associates and a joint arrangement	-	-	3,449,940	8,039	3,457,979
Assets (other than above)	62,870,658	2,258,585	3,709,943	4,266,004	73,105,190
					<b>166,239,824</b>
Customer deposits	50,843,387	26,042,971	2,753,476	(275,646)	79,364,188
Liabilities (other than above)	54,286,684	1,394,158	3,073,851	2,828,147	61,582,840
					<b>140,947,028</b>
Contingent liabilities	19,147,201	1,002,694	3,237,115	-	23,387,010

Intra-group transactions are eliminated from this segmental information (Assets: QAR 3,817 million, Liabilities: QAR 1,230 million).

31 March 2023 (Reviewed) - Restated	Qatar Operations			Unallocated, Intra - group transactions and others	Total
	Wholesale Banking	Retail Banking	International		
Net interest income	637,677	292,162	61,443	(4,255)	987,027
Net fee, commission and other income	206,900	154,827	93,806	(151,172)	304,361
<b>Segmental revenue</b>	<b>844,577</b>	<b>446,989</b>	<b>155,249</b>	<b>(155,427)</b>	<b>1,291,388</b>
Net impairment losses on investment securities	(164)	-	(13)	-	(177)
Net impairment loss on loans and advances to customers and other financial assets	(229,283)	(28,078)	(10,640)	-	(268,001)
<b>Segmental profit</b>	<b>407,443</b>	<b>295,813</b>	<b>2,072</b>	<b>(197,635)</b>	<b>507,693</b>
Share of results of associates and a joint arrangement	-	-	69,030	530	69,560
<b>Net profit for the period</b>	<b>407,443</b>	<b>295,813</b>	<b>71,102</b>	<b>(197,105)</b>	<b>577,253</b>
<b>Other information</b>					
Loans and advances to customers	77,839,798	10,377,173	5,876,393	-	94,093,364
Investments in associates and a joint arrangement	-	-	3,153,024	7,889	3,160,913
Assets (other than above)	55,616,256	1,746,390	3,706,209	4,667,374	65,736,229
					<b>162,990,506</b>
Customer deposits	45,877,803	26,130,100	4,483,481	(428,446)	76,062,938
Liabilities (other than above)	56,167,358	1,610,586	4,012,949	2,757,496	64,548,389
					<b>140,611,327</b>
Contingent liabilities	18,708,542	2,035,427	3,756,021	-	24,499,990

Intra-group transactions are eliminated from this segmental information (Assets: QAR 4,279 million, Liabilities: QAR 1,858 million).



**6- LOANS AND ADVANCES TO CUSTOMERS**

Loans and advances to customers comprises:	<b>31-Mar-2024</b>	31-Mar-2023	31-Dec-2023
	<b>Reviewed</b>	Reviewed (Restated)	Audited
Loans	83,996,147	88,389,424	84,769,585
Overdrafts	5,339,297	8,023,824	6,628,593
Bills discounted	91,420	139,726	111,491
Bankers acceptances	5,520,209	2,462,785	5,099,788
	<u>94,947,073</u>	<u>99,015,759</u>	<u>96,609,457</u>
Deferred profit	(2,273)	(2,914)	(2,424)
	<u>94,944,800</u>	<u>99,012,845</u>	<u>96,607,033</u>
Accrued interest	868,473	805,125	824,135
Allowance for impairment of loans and advances to customers*	(4,101,568)	(3,834,342)	(3,977,594)
ECL on loans and advances to customers	(2,035,050)	(1,890,264)	(1,963,164)
<b>Net loans and advances to customers</b>	<b><u>89,676,655</u></b>	<b><u>94,093,364</u></b>	<b><u>91,490,410</u></b>

The aggregate amount of non-performing loans and advances to customers as at 31 March 2024 amounted to QAR 5,733 million which represents 6.0% of total loans and advances to customers (31 March 2023: QAR 4,939 million, 5.0% of total loans and advances to customers; 31 December 2023: QAR 5,652 million, 5.9% of total loans and advances to customers).

\*Allowance for impairment includes QAR 610 million of interest in suspense (31 March 2023: QAR 600 million; 31 December 2023: QAR 557 million).

**7- INVESTMENT SECURITIES**

Investment securities comprise the following:	<b>31-Mar-2024</b>	31-Mar-2023	31-Dec-2023
	<b>Reviewed</b>	Reviewed	Audited
Fair value through other comprehensive income (FVOCI)	5,640,491	5,922,094	5,511,025
Fair value through profit & loss (FVTPL)	1,889,224	3,260,057	2,013,737
Amortized cost (AC)	20,234,564	20,205,507	22,855,872
Accrued interest	360,260	428,697	381,724
<b>Total</b>	<b><u>28,124,539</u></b>	<b><u>29,816,355</u></b>	<b><u>30,762,358</u></b>

The carrying value of investment securities pledged under Repurchase agreements (REPO) is QAR 7,877 million (31 March 2023: QAR 11,531 million; 31 December 2023: QAR 9,765 million).

Expected Credit losses of debt securities measured at FVOCI and AC amounted to QAR 57.1 million at 31 March 2024 (31 March 2023: QAR 63.1 million and 31 December 2023: QAR 57.2 million).

**8- INVESTMENT IN ASSOCIATES AND A JOINT ARRANGEMENT**

For the reporting period ended 31 March 2024, the percentage of ownership for the investment in associates and a joint arrangement was the same as reported as at and for the year ended 31 December 2023. At 31 March 2024, the Bank has recorded the share of profit for the investment in associates and a joint arrangement based on management accounts.

**9- DUE TO BANKS**

	<b>31-Mar-2024 Reviewed</b>	31-Mar-2023 Reviewed	31-Dec-2023 Audited
Balances due to central banks	1,278,551	999,501	1,217,258
Current accounts	507,194	1,342,239	363,091
Placement with banks	8,892,274	14,174,727	8,420,005
Repurchase agreements with banks	6,518,730	9,704,835	8,720,837
Accrued interest	209,658	111,505	84,066
<b>Total</b>	<b><u>17,406,407</u></b>	<b><u>26,332,807</u></b>	<b><u>18,805,257</u></b>

**10- CUSTOMER DEPOSITS**

	<b>31-Mar-2024 Reviewed</b>	31-Mar-2023 Reviewed	31-Dec-2023 Audited
Current and call deposits	25,564,096	25,752,985	21,437,537
Saving deposits	5,559,476	6,071,016	5,470,069
Time deposits	47,447,158	43,837,852	48,961,806
Accrued interest	793,458	401,085	671,816
<b>Total</b>	<b><u>79,364,188</u></b>	<b><u>76,062,938</u></b>	<b><u>76,541,228</u></b>

**11- DEBT SECURITIES**

	<b>31-Mar-2024 Reviewed</b>	31-Mar-2023 Reviewed	31-Dec-2023 Audited
EMTN Unsecured Programme – Senior Unsecured Notes	9,731,437	10,218,739	6,902,490
Senior Notes	32,160	13,473	48,176
Subordinated Notes	-	726,489	726,577
Others	-	596,088	172,006
Accrued interest	73,950	87,968	50,151
<b>Total</b>	<b><u>9,837,547</u></b>	<b><u>11,642,757</u></b>	<b><u>7,899,400</u></b>

The table below shows the maturity profile of debt securities:

	<b>31-Mar-2024 Reviewed</b>	31-Mar-2023 Reviewed	31-Dec-2023 Audited
Up to 1 year	1,533,946	4,327,641	1,885,449
Between 1 and 3 years	1,824,372	1,405,488	2,159,982
Over 3 years	6,479,229	5,909,628	3,853,969
<b>Total</b>	<b><u>9,837,547</u></b>	<b><u>11,642,757</u></b>	<b><u>7,899,400</u></b>

## 12- OTHER BORROWINGS

	31-Mar-2024 Reviewed	31-Mar-2023 Reviewed (Restated)	31-Dec-2023 Audited
Bilateral loans	9,130,981	3,036,108	7,440,611
Syndicated loans	10,998,772	8,370,347	12,695,688
Others	2,741,003	5,626,494	5,694,667
Accrued interest	321,265	265,104	435,922
<b>Total</b>	<b>23,192,021</b>	<b>17,298,053</b>	<b>26,266,888</b>

The table below shows the maturity profile of other borrowings:

	31-Mar-2024 Reviewed	31-Mar-2023 Reviewed (Restated)	31-Dec-2023 Audited
Up to 1 year	6,017,047	5,319,541	8,509,196
Between 1 and 3 years	5,499,193	6,832,260	4,376,702
Over 3 years	11,675,781	5,146,252	13,380,990
<b>Total</b>	<b>23,192,021</b>	<b>17,298,053</b>	<b>26,266,888</b>

## 13- EQUITY

	31-Mar-2024 Reviewed	31-Mar-2023 Reviewed	31-Dec-2023 Audited
<b>Share capital</b>			
Authorised number of ordinary shares	4,047,253,750	4,047,253,750	4,047,253,750
Nominal value of ordinary shares (QAR)	1	1	1
<b>Issued and paid up capital (in thousands of Qatar Riyals)</b>	<b>4,047,254</b>	<b>4,047,254</b>	<b>4,047,254</b>

### Employee incentive phantom scheme shares

Employee incentive phantom scheme shares represents the shares held by SPVs. These entities hold employee incentive phantom scheme shares on behalf of the Bank in order to hedge the referenced equity price exposure associated with the cash settled share-based employee benefit scheme being run by the Group. These SPVs are not legally owned by the Group. However, an IFRS 10 consolidation assessment has led the Group to consolidate the structure and to recognize the underlying phantom scheme shares in the interim condensed consolidated financial statements. The underlying shares are not legally owned by the Bank and it does not possess voting right associated with these shares.

## 14- DIVIDEND

A cash dividend of 25% for the year 2023 (2022: 25% cash dividend), was approved at the Annual General Assembly held on 1 April 2024 (2022: 16 March 2022) and distributed to shareholders.

## 15- STAFF COSTS

Staff costs include a credit of QAR 91 million for the period ended 31 March 2024 (31 March 2023 : cost of QAR 114 million) with respect to performance rights.

## 16- EARNINGS PER SHARE

Earnings per share of the Group is calculated by dividing profit for the period attributable to the equity holders of the Bank by the weighted average number of ordinary shares in issue during the period:

	Three months ended	
	31-Mar-2024 Reviewed	31-Mar-2023 Reviewed (Restated)
<b>Basic and diluted</b>		
Profit attributable to the equity holders of the bank	801,623	577,253
Less: Dividend on Instrument eligible for additional capital	(40,950)	(40,950)
	760,673	536,303
Weighted average number of outstanding ordinary shares in thousands	4,047,254	4,047,254
Less: Employee incentive phantom scheme shares	(197,007)	(201,958)
	3,850,247	3,845,296
<b>Basic/diluted earnings per share (QAR)</b>	<b>0.20</b>	<b>0.14</b>



<b>17- CONTINGENT LIABILITIES AND OTHER COMMITMENTS</b>	<b>31-Mar-2024</b>	31-Mar-2023	31-Dec-2023
	<b>Reviewed</b>	Reviewed	Audited
<b>a- Contingent liabilities</b>			
Unutilized credit facilities	4,163,693	4,053,608	5,120,125
Guarantees	16,487,383	17,134,760	15,427,939
Letters of credit	2,735,934	3,311,622	3,495,074
<b>Total</b>	<b><u>23,387,010</u></b>	<b><u>24,499,990</u></b>	<b><u>24,043,138</u></b>
<b>b- Other commitments</b>			
Derivative financial instruments (notional)	39,808,784	63,916,878	30,347,252
Capital commitments	352,731	201,011	330,212
<b>Total</b>	<b><u>40,161,515</u></b>	<b><u>64,117,889</u></b>	<b><u>30,677,464</u></b>
<b>18- CASH AND CASH EQUIVALENTS</b>			
	<b>31-Mar-2024</b>	31-Mar-2023	31-Dec-2023
	<b>Reviewed</b>	Reviewed	Audited
Cash and balances with central banks *	3,062,875	5,963,218	4,001,014
Due from banks up to 90 days	17,385,528	11,922,309	11,625,508
	<b><u>20,448,403</u></b>	<b><u>17,885,527</u></b>	<b><u>15,626,522</u></b>

\* Cash and balances with central banks exclude the mandatory cash reserve.

#### 19- VALUATION OF FINANCIAL INSTRUMENTS

The table below analyses financial instruments measured at fair value at the end of the reporting period, by the level in the fair value hierarchy into which the fair value measurement is categorised:

<b>31-Mar-2024 (Reviewed)</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Carrying amount</b>
Derivative assets	-	739,739	-	739,739
Investment securities	2,759,354	4,671,923	98,438	7,529,715
	<b><u>2,759,354</u></b>	<b><u>5,411,662</u></b>	<b><u>98,438</u></b>	<b><u>8,269,454</u></b>
Derivative liabilities	-	1,032,399	-	1,032,399
	<b><u>-</u></b>	<b><u>1,032,399</u></b>	<b><u>-</u></b>	<b><u>1,032,399</u></b>
<b>31-Dec-2023 (Audited)</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Carrying amount</b>
Derivative assets	-	882,633	-	882,633
Investment securities	3,355,033	4,069,445	100,284	7,524,762
	<b><u>3,355,033</u></b>	<b><u>4,952,078</u></b>	<b><u>100,284</u></b>	<b><u>8,407,395</u></b>
Derivative liabilities	-	699,226	-	699,226
	<b><u>-</u></b>	<b><u>699,226</u></b>	<b><u>-</u></b>	<b><u>699,226</u></b>

There were no changes in the Group's valuation process, valuation techniques, and type of inputs used in the fair value measurement during the period.



## 20- CAPITAL ADEQUACY

	<b>31-Mar-2024</b>	31-Mar-2023	31-Dec-2023
	<b>Reviewed</b>	Reviewed	Audited
Common Equity Tier 1 (CET 1) Capital	15,420,680	14,631,959	12,922,360
Additional Tier 1 (AT 1) Instruments	4,455,728	4,437,528	4,141,663
Additional Tier 2 Capital	1,860,014	1,423,812	1,036,015
<b>Total eligible capital</b>	<b>21,736,422</b>	<b>20,493,299</b>	<b>18,100,038</b>
<b>Risk weighted assets</b>	<b>132,351,075</b>	<b>125,147,865</b>	<b>121,274,479</b>
<b>Total capital ratio</b>	<b>16.4%</b>	<b>16.4%*</b>	<b>14.9%</b>

The Group follows Basel III Capital Adequacy Ratio (CAR) calculation in accordance with Qatar Central Bank (QCB) regulations. The minimum accepted total Capital Adequacy Ratio requirements under Basel III as per QCB Requirements is as follows:

- Minimum limit without Capital Conservation buffer is 10%
- Minimum limit including Capital Conservation buffer, ICAAP buffer and the applicable Domestically Systemically Important Bank ("DSIB") buffer is 14.25% (31 December 2023: 14.12%).

\*Due to the restatements related to the Employee phantom scheme shares, as described in Note 22, the CET 1 ratio, Tier 1 ratio and total capital ratio for the period ended 31 March 2023 were restated to 10.6%, 14.1% and 15.3% (from 16.4% previously reported as mentioned above) respectively.

## 21- RELATED PARTY DISCLOSURE

The Group carries out various transactions with subsidiaries, associates and joint arrangement companies, members of the Board of Directors, the executive management or companies in which they have significant interest or any other parties of important influence in the Group's financial or operating decisions. The balances at the reporting date with these accounts were as follows:

	<b>31-Mar-2024</b>	31-Mar-2023	31-Dec-2023
	<b>Reviewed</b>	Reviewed	Audited
<b>Board members of the Bank</b>			
Loans, advances and financing activities (a)	1,613,129	1,367,960	1,616,147
Deposits	956,629	1,010,713	1,170,460
Contingent liabilities and other commitments	6,140	5,518	4,507
Interest and fee income received	53,497	47,247	214,738
Interest paid on deposits	14,603	2,801	35,661
Remuneration	-	-	25,500
<b>Associates and joint arrangement companies</b>			
Due from banks	6,891	146,269	146,054
Due to banks	328,110	26,532	344,431
Deposits	4,513	4,216	6,228
Contingent liabilities	16,742	19,462	7,231
Interest earned from Associates	10	708	708
Interest paid to associates	3,907	1,432	4,548
<b>Senior management of the bank</b>			
Remuneration and other benefits (b)	6,364	12,685	50,648
Loans and advances	7,281	7,789	8,019

(a) A significant portion of the loans, advances and financing activities' balance at 31 March 2024 with the members of the Board and the companies in which they have significant influence, are secured against tangible collateral or personal guarantees. Moreover, the loans and advances are performing satisfactorily honoring all obligations.

(b) In addition to the above remuneration and other benefits, employees of the bank including the senior management have been granted performance rights. For the 3 months period ended 31 March 2024, the cost of performance rights for the senior management was credit of QAR 6.6 million (31 March 2023: cost of QAR 53.8 million and 31 December 2023: cost of QAR 29.9 million).

**22- RESTATEMENT**

The comparative figures as at and for the period ended 31 March 2023 and as at 1 January 2023 have been restated due to the following:

**a) Restatement related to the derivatives**

During the first quarter of 2023, the Group identified certain financial instruments (total return swaps) which met the definition of 'derivatives' as per IFRS 9, however the fair value of the derivatives had not been accounted for previously. As a consequence, other liabilities and related expenses were understated and therefore, restated as at 1 January 2023 in the interim condensed consolidated financial statements as at and for the period ended 31 March 2023.

**b) Restatement related to the consolidation of special purpose entities controlled by the Group**

During the year 2023, the Group identified certain special purpose entity structures which are controlled by the Group, however were not being consolidated in the interim condensed consolidated financial statements of the Group in accordance with IFRS 10 Consolidated financial statements. As a consequence, equity, other assets and other borrowings, and interest expense and net fee and commission income were misstated and therefore, restated as at 1 January 2023 in the consolidated financial statements as at and for the year ended 31 December 2023, and restated as at and for the period ended 31 March 2023 in these interim condensed consolidated financial statements.

**c) Restatement related to impairment losses on loans and advances to customers**

During the year 2023, the Group identified that impairment losses had not been recognised on certain impaired loans and advances to customers in 2022. These loans were classified as credit impaired in the previous year however the resultant impairment losses were not recognised. As a consequence, loans and advances to customers were overstated and related impairment expenses were understated and therefore, restated as at 1 January 2023 in the consolidated financial statements as at and for the year ended 31 December 2023, and restated as at 31 March 2023 in these interim condensed consolidated financial statements.

The following tables summarise the impact on the Group's interim condensed consolidated financial statements.

**Consolidated statement of financial position as at 1 January 2023**

	As at 1 January 2023*	Restatement related to the derivatives (note a)	Restatement related to the consolidation of special purpose entities (note b)	Restatement related to the impairment losses (note c)	Restatement total	As at 1 January 2023 (restated)
<b>Assets</b>						
Loans and advances to customers	98,016,182	-	-	(346,231)	(346,231)	97,669,951
Other assets	6,176,856	-	130,157	-	130,157	6,307,013
<b>Liabilities</b>						
Other borrowings	15,941,527	-	1,130,220	-	1,130,220	17,071,747
Other liabilities	9,723,904	1,320,100	-	-	1,320,100	11,044,004
<b>Equity</b>						
Employee incentive phantom scheme shares	-	-	(1,114,872)	-	(1,114,872)	(1,114,872)
Retained earnings	4,563,761	(1,320,100)	114,810	(346,231)	(1,551,521)	3,012,240

**22- RESTATEMENT (continued)****Consolidated statement of financial position as at 31 March 2023**

	As at 31 March 2023*	Restatement related to the derivatives (note a)	Restatement related to the consolidation of special purpose entities (note b)	Restatement related to the impairment losses (note c)	Restatement total	As at 31 March 2023 (restated)
<b>Assets</b>						
Loans and advances to customers	94,439,595	-	-	(346,231)	(346,231)	94,093,364
Other assets	6,177,158	-	7,053	-	7,053	6,184,211
<b>Liabilities</b>						
Other borrowings	16,167,833	-	1,130,220	-	1,130,220	17,298,053
<b>Equity</b>						
Employee incentive phantom scheme shares	-	-	(1,114,872)	-	(1,114,872)	(1,114,872)
Retained earnings	2,901,711	-	(8,295)	(346,231)	(354,526)	2,547,185

\*as reported in the interim condensed consolidated financial statements for the period ended 31 March 2023.

**Consolidated statement of income for the three month period ended 31 March 2023**

	For the period ended 31 March 2023	Restatement related to the derivatives (note a)	Restatement related to the consolidation of special purpose entities (note b)	Restatement related to the impairment losses (note c)	Restatement total	For the period ended 31 March 2023 (restated)
Fee and commission income	495,620	-	(156,270)	-	(156,270)	339,350
Fee and commission expense	(196,610)	-	(17,324)	-	(17,324)	(213,934)

Due to the above restatement related to the employee incentive phantom scheme shares on account of consolidation of the special purpose entities, the weighted average number of outstanding shares during the period ended 31 March 2023 have decreased, leading to a restatement of the previously reported basic and diluted earnings per share to 0.18 from 0.14.

**23- RECLASSIFICATIONS**

Certain comparatives figures have been reclassified in order to conform to the presentation for the current year. Such reclassifications were made to improve the quality of presentation and do not affect the previously reported profit or equity.