### Deutsche Bank

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# Financial Statements for the period ending 30th June, 2019

### Summarised Income Statement

|  | Deutsche Bank   | Colombo Branch   | Deutsche Bank Group  |   |  |  |
|--|---|--|--|---|--|--|
| Item   | Current<br>Period from<br>01.01.19 to<br>30.06.19<br>(Rs. '000) | Previous<br>Period from<br>01.01.18 to<br>30.06.18<br>(Rs. '000) | Current<br>Period from<br>01.01.19 to<br>30.06.19<br>(EUR m) | Previous<br>Period from<br>01.01.18 to<br>30.06.18<br>(EUR m) |  |  |
| Interest Income  | 1,298,028   | 1,100,765  | 13,307   | 12,409  |  |  |
| Interest Expenses  | 310,918   | 256,783  | 6,374  | 5,994   |  |  |
| Net Interest Income  | 987,110   | 843,982  | 6,933  | 6,415   |  |  |
| Fee and commission income  | 159,526   | 311,075  | -  | -   |  |  |
| Fee and commission Expense   | 8,840   | 7,951  | -  | -   |  |  |
| Net fee and commission income  | 150,686   | 303,124  | 4,865  | 5,286   |  |  |
| Net gain/(loss) from trading   | 325,139   | 368,436  | -  | -   |  |  |
| Net fair value gains/(losses) on:  |   |  |  | 4.005   |  |  |
| Financial assets at fair value through profit or loss  | -   | -  | 982  | 1,296   |  |  |
| Financial liabilities at fair value through profit or loss                                       | -   | -  | -  | -   |  |  |
| Net gains/(losses) on derecognition of financial assets:<br>At fair value through profit or loss |   |  |  |   |  |  |
| At fair value through profit or loss<br>At amortised cost  | -   | -  | - 1  | 2   |  |  |
| At fair value through other comprehensive income   |   |  | 70   | 279   |  |  |
| let income(loss) from equity method investments  |   | -  | 70   | 176   |  |  |
| let other operating income   | 21.037  | 22.729   | (377)  | 113   |  |  |
| otal operating income  | 1,483,972   | 1,538,271  | 12,552   | 13.567  |  |  |
| mpairment reversal/(charges)   | (28,996)  | (16.083)   | (301)  | (183)   |  |  |
| Vet operating income   | 1,454,975   | 1,522,188  | 12,251   | 13,384  |  |  |
| Personnel expenses   | 207,780   | 201,879  | 5,679  | 6,052   |  |  |
| Depreciation and amortisation expenses   | 10,795  | 14,038   | 2,446  | 1,170   |  |  |
| Other expenses   | 699,158   | 608,335  | 4,781  | 5,017   |  |  |
| Dperating profit/(loss) before VAT & NBT on financial services                                   | 537,243   | 697,936  | (654)  | 1,143   |  |  |
| /alue added tax (VAT) on financial services  | 103,712   | 104,056  | -  | -   |  |  |
| lation Building Tax (NBT) on financial services  | 13,750  | 13,874   | -  | -   |  |  |
| Operating profit/(loss) after VAT & NBT on financial services                                    | 419,780   | 580,007  | (654)  | 1,143   |  |  |
| Share of profits of associates and joint ventures  |   | -  | -  | - 1140  |  |  |
| rofit/(loss) before tax  | 419,780   | 580,007  | (654)<br>2.295   | 1,143   |  |  |
| ncome tax expenses<br>rofit/(loss) for the period  | 252,828<br>166.952  | 278,671<br>301.336   | (2,295   | 622<br>521  |  |  |
| τοποτίος») τοι ττιθ ρεποα  | 100,992   | 301,330  | (2,949)  | 521   |  |  |
| Profit Attributable to:  |   |  |  |   |  |  |
| Equity holders of the parent   | 166,952   | 301,336  | (3,012)  | 481   |  |  |
| lon-controlling interests  | -   | -  | 63   | 40  |  |  |
|  |   |  | -  | -   |  |  |
| arnings per share on profit  |   | <b>N</b> 1/A   | Euro   | Euro  |  |  |
| Basic earnings per ordinary share  | N/A   | N/A  | (1.59)   | 0.09  |  |  |
| Diluted earnings per ordinary share  | N/A   | N/A  | (1.59)   | 0.09  |  |  |

Statement of Comprehensive Income for the Period ended 30th June 2019

|   | Deutsche Ba   | ank Colombo Branch   | Deutsche Ba  | nk Group  |
|---|---|--|--|---|
| ltem  | Current<br>Period from<br>01.01.19 to<br>30.06.19<br>(Rs. '000) | Previous<br>Period from<br>01.01.18 to<br>30.06.18<br>(Rs. '000) | Current<br>Period from<br>01.01.19 to<br>30.06.19<br>(EUR m) | Previous<br>Period from<br>01.01.18 to<br>30.06.18<br>(EUR m) |
| Profit/(loss) for the period  | 166,952   | 301,336  | (2,949)  | 521   |
| Items that will be reclassified to income statement<br>Exchange differences on translation of foreign operations<br>Net gains/(losses) on cash flow hedges<br>Net gains/(losses) on investments in debt<br>instruments measured at fair value | :   | -  | (92)   | 374   |
| through other comprehensive income<br>Share of profits of associates and joint ventures<br>Debt instruments at fair value through<br>other comprehensive income   | 29,907  | (2,861)  | 370  | (484)   |
| Derivatives hedging variability of cash flows<br>unrealised net gains (losses) arising during the period, before tax<br>Realised net (gains) losses arising during the  | -   | -  | 10   | (2)   |
| period (reclasified to the profit or loss) before tax<br>Equity Method investments<br>Net gains (losses) arising during the period  |   | -  | (1)<br>-<br>(25)   | (8)   |
| Others (specify)  | -   | -  | -  | -   |
| Less: Tax expense relating to items that will be<br>reclassified to income statement  | -   | -  | 196  | 199   |
| Items that will not be reclassified to income statement<br>Gain/(loss) on translating the Financial Statemtns of FCBU<br>Change in fair value on investments in equity instruments  | -   | -  | -  | -   |
| designated at fair value through other comprehensive income<br>Related Tax  | -   | -  | -  | -   |
| Change in fair value attributable to change in the Bank's own<br>credit risk on financial liabilities designated<br>at fair value through profit or loss  |   |  |  |   |
| Re-measurement of post-employment benefit obligations<br>Related Tax  | -   | -  | (568)<br>(11)  | (208)<br>195  |
| Share of profits of associates and joint ventures Others (specify)<br>Less: Tax expense relating to items that will not be<br>reclassified to income statement  | -   | -  | -  | -   |
| Other Comprehensive Income (OCI) for the period, net of taxes   | 29,907  | (2,861)  | (121)  | 64  |
| Total comprehensive income for the period<br>Attributable to:   | 196,859   | 298,475  | (3,070)  | 586   |
| Equity holders of the parent<br>Non-controlling interests   | 196,859   | 298,475  | (3,115)<br>45  | 515<br>71   |

### Selected Performance Indicators

| Deutsche   |  | Deutsche Bank Group                                   |   |  |   |
|--|--|---|---|--|---|
| ltem   | Current<br>Period<br>as at<br>30.06.19<br>(Rs. '000) | Previous<br>Period<br>as at<br>31.12.18<br>(Rs. '000) | ltem  | Current<br>Period<br>as at<br>30.06.19<br>(EUR bn) | Previous<br>Period<br>as at<br>31.12.18<br>(EUR bn) |
| Regulatory Capital (LKR in Millions)<br>Common Equity Tier I<br>Tier I Capital   | 9,984<br>9,984                                       | 9,934<br>9,934  | Post-tax return on average<br>shareholders' equity                                      | (20.6%)  | 0.40%   |
| Total Capital<br>Regulatory Capital Ratios<br>Common Equity Tier I Capital Ratio   | 10,093   | 9,934   | Post-tax return on average tangible<br>shareholders' equity<br>CRR/CRD 4 Leverage Ratio | (23.7%)  | 0.50%   |
| (Minimum requirement - 7.00% since<br>Assets Less than Rs. 500 billion)<br>Tier I Capital Ratio (Minimum requirement - 8.50%             | 31.68%   | 36.60%  | (fully loaded)  | 3.90%  | 4.10%   |
| since Assets Less than Rs. 500 billion)<br>Total Capital Ratio (Minimum requirement - 12.50%   | 31.68%   | 36.60%  | CRR/CRD 4 Leverage Ratio (phase in)<br>Fully loaded CRR/CRD 4 leverage                  | 4.20%  | 4.30%   |
| since Assets Less than Rs. 500 billion)<br>Leverage Ratio (Minimum Requirement - 3%)<br>Regulatory Liquidity                             | 32.03%<br>17.76%                                     | 36.60%<br>N/A   | exposure in € bn<br>Common Equity Tier 1 capital ratio                                  | 1,304  | 1,273   |
| Statutory Liquid Assets (LKR in Millions)<br>Statutory Liquid Assets Ratio,% (Minimum requirement 20 %)                                  | 31,351   | 28,218  | (fully loaded)  | 13.40%   | 13.60%  |
| Domestic Banking unit<br>Off-Shore Banking unit<br>Total Stock of High-Quality Liquid Assets (LKR in Millions)                           | 82.86%<br>171.09%<br>9.660                           | 105.19%<br>98.93%<br>8.336                            | Common Equity Tier 1 capital ratio<br>(phase in)  | 13.40%   | 13.60%  |
| Liquid Stock of High-Quality Liquid Assets (LKK in Millions)<br>Liquidity Coverage Ratio (%) - (Minimum requirement - 100%)<br>Rupee (%) | 9,660  | 8,336   | Risk-weighted assets, in € bn.  | 347  | 350   |
| All Currency (%)<br>Net Stable Funding Ratio (%) - (Minimum Requirement - 90%)<br>Assets Quality (Quality of Loan Portfolio)             | 322.41%<br>131.00%                                   | 338.17%<br>N/A  | DB Group Long Term Ratings<br>Moodys Investors Service                                  | BBB  | Baa3  |
| Gross Non-Performing Advances Ratio, %<br>(net Interest in Suspense)   | 0.00%  | 0.00%   | Standard & Poor's<br>Fitch Ratings  | BBB+<br>BBB  | BBB-<br>BBB+  |
| Net Non-Performing Advances Ratio, %<br>(net of Interest in Suspense and Provision)<br>Profitability                                     | 0.00%  | 0.00%   | i non natingo   | 000  | 000+  |
| Interest Margin, (%)<br>Return on Assets (before Tax), (%)<br>Return on Equity, (%)  | 4.77%<br>2.03%<br>3.13%                              | 4.48%<br>2.60%<br>4.11%                               |   |  |   |



### Statement of Financial Position

|   |   | nk Colombo Branch  | Deutsche Bar                                   | nk Group  |
|---|---|--|--|---|
| Item  | Current Period<br>as at<br>30.06.19<br>(Rs. '000) | Previous Period<br>as at<br>31.12.18<br>(Rs. '000) Audited | Current Period<br>as at<br>30.06.19<br>(EUR m) | Previous Period<br>as at<br>31.12.18<br>(EUR m) Audited |
| Assets<br>Cash and cash equivalents<br>Balances with Central Banks  | 78,631<br>3,290,252                               | 67,663<br>2,607,527  | 160,982<br>9,126                               | 188,731<br>8,222  |
| Placement with Banks<br>Placement with branches<br>Securities borrowed  | 1,102,341<br>2,647,500                            | 3,200,611<br>3,659,242                                     | 10,144   | 8,881<br>-<br>3,396                                     |
| Derivative financial instruments<br>Group balances receivable   | -<br>15,333<br>6,677,010                          | 7,554<br>2,382,315   |  | 3,390<br>-<br>-   |
| Financial assets recognized through profit or loss<br>- measured at fair value<br>- designated at fair value  | 7,333,426   | -  | 630,020  | 573,344   |
| Financial assets at amortised cost<br>- loans and advances<br>- debt and other instruments  | 15,837,797  | 11,977,224   | 414,889  | 400,297   |
| Financial assets measured at fair value through<br>other comprehensive income<br>Securites held to maturity   | 11,371,412  | 15,299,740   | 49,959   | 51,182  |
| Investments in subsidiaries<br>Investments in associates and joint ventures<br>Property, plant and equipment<br>Investment properties                                   | 56,722  | 50,388<br>-  | 919<br>-<br>5,334<br>-                         | 879<br>-<br>2,421<br>-                                  |
| Goodwill and intangible assets<br>Assets for current tax<br>Deferred tax assets   |   | 24,824   | 7,708<br>2,139<br>5,553                        | 9,141<br>970<br>7,230                                   |
| Other assets<br>Total Assets  | 646,028<br>49,081,275                             | 1,838,962<br>41,116,050                                    | 138,676<br>1,436,096                           | 93,444<br>1,348,137                                     |
| Liabilities<br>Due to banks<br>Due to barnches  | 457<br>15,584,791                                 | 11,773,090   | 12,418   | 14,158  |
| Central bank funds purchased and securities<br>sold under repurchase agreements<br>Securitioes loaned   | -   | -  | 7,532<br>2,992                                 | 4,867<br>3,359  |
| Derivative financial instruments<br>Financial liabilities recognized through profit or loss<br>- measured at fair value   | 11,754  | 5,583  | 457,816  | - 415,680   |
| - designated at fair value<br>Financial liabilities at amortised cost   | -   | -  | -  | -   |
| - due to depositors<br>- due to debt securities holders<br>- due to other borrowers   | 18,862,481<br>-<br>-                              | 15,331,658<br>-<br>-                                       | 576,506<br>-<br>-                              | 564,405<br>-<br>-                                       |
| Debt securities issued<br>Retirement benefit obligations<br>Current tax liabilities   | -<br>77,261<br>675,386                            | -<br>113,989<br>586,021                                    | -<br>-<br>1,818                                |   |
| Deferred tax liabilities<br>Long term debts<br>Trust preferred shares   | -   |  | 678<br>147,629<br>3,269                        | 512<br>152,083<br>3,168                                 |
| Other provisions<br>Other liabilities   | 413,647   | 422,932  | 2,511<br>157,946                               | 2,711<br>117,513  |
| Group balances payable<br>Total liabilities   | 2,662,783<br>38,288,561                           | 2,181,841<br>30,415,114                                    | 1,371,114                                      | 1,279,400   |
| Equity<br>Stated capital/Assigned capital<br>Statutory reserve fund   | 4,410,461<br>641,508                              | 4,410,461<br>641,508                                       | 45,609   | 45,543  |
| OCI Reserve<br>Retained earnings  | 19,424<br>1,293,403                               | (10,483)<br>1,126,452                                      | 521<br>12,624                                  | 253<br>16,714   |
| Common shares in treasury, at cost<br>Other reserves<br>Total shareholders equity   | 4,427,917<br>10,792,714                           | 4,532,999<br>10,700,937                                    | (12)<br>-<br>58,742                            | (15)<br>-<br>62,495                                     |
| Additional equity components<br>Non-controlling interest  | -   | -  | 4,675<br>1,565                                 | 4,675<br>1,568  |
| Total equity<br>Total equity and liabilities  | 10,792,714<br>49,081,275                          | 10,700,937<br>41,116,050                                   | 64,982<br>1,436,096                            | 68,737<br>1,348,137                                     |
| Contingent liabilities and commitments<br>Memorandum Information<br>Number of Employees<br>Number of Branches   | 27,376,846<br>94<br>1                             | 22,663,852<br>90<br>1                                      | 255,481<br>90,866<br>1,994                     | 263,654<br>91,737<br>2,064                              |
| Statement of Cash Flows - Deutsc  |   |  | 1,554  | 2,004   |
| Item  |   |  | ne period<br>d                                 | For the period<br>ended                                 |
|   |   | 30.06<br>(Rs. '(   |  | 30.06.18<br>(Rs. '000)                                  |
| Cash flows from operating activities<br>Profit before tax<br>Adjustment for   |   | 419,   | 780  | 580,007   |
| Non-cash items included in profit before tax<br>Change in operating assets<br>Change in operating liabilities   |   | 504,<br>(8,004,<br>7,256,<br>(156,                         | 584)<br>844                                    | 405,699<br>(758,469)<br>1,054,681                       |
| Tax paid<br>Others<br>Net cash generated from operating activities  |   | (163,-   | -  | (251,606)<br>-<br>1,030,312                             |
| Cash flows from investing activities<br>Purchase of property, plant and equipment<br>Dividend received from investments<br>Net cash (used in) from investing activities |   |  | 287)<br>-<br>287)                              | (11,179)<br>-<br>(11,179)                               |
| Cash flows from financing activities<br>Interest paid on subordinated debt<br>Profit transfer to head office  |   | (2,,   | -  | (1,002,783)   |
| Net cash from financing activities  |   |  | -  | (1,002,783)   |
| Net increase/(decrease) in cash & cash equivalents<br>Cash and cash equivalents at the beginning of the period<br>Cash and cah equivalents at the end of the period     |   | 10,<br>67,<br><b>78</b> ,                                  |  | 16,350<br>178,378<br>194,728                            |
| Deutsche Bank Group - Consolida   | ted Statement o                                   | f Cash Flows   |  |   |
| ln € m.   |   | For the p<br>ended<br>Jun. 30                              |  | For the period<br>ended<br>Jun. 30, 2018                |
|   |   |  |  |   |

### Deutsche Bank AG. Colombo Branch, Statement of Changes in Equity for the Period Ended 30th June 2019 – in Rs. '000

|  | Stated ca                    | pital/Assi                      | gned capita            | 1                            |                |                      |                         | Reserves                               |  |  |              |                                 |                 |
|--|------------------------------|---------------------------------|------------------------|------------------------------|----------------|----------------------|-------------------------|--|--|--|--------------|---------------------------------|-----------------|
|  | Ordinary<br>voting<br>shares | Ordinary<br>non-votir<br>shares | Assigned<br>Ig Capital | Statutory<br>Reserve<br>fund | OCI<br>reserve | Revaluati<br>reserve | on Retained<br>earnings | Exchange<br>equalisation<br>of capital | Exchange<br>equalisation<br>of reserve | Reserve throu<br>contributed<br>assets | ıgh<br>Total | Non-<br>controlling<br>interest | Total<br>Equity |
| Balance as at 01st January 2019                  | -                            | -                               | 4,410,461              | 641,508                      | (10,483)       | -                    | 1,126,452               | 523,634                                | 266,152                                | 3,743,213                              | 10,700,937   | - 1                             | 0,700,937       |
| Total comprehensive income for the period        |                              |                                 |                        |                              |                |                      |                         |  |  |  |              |                                 |                 |
| Profit/(loss) for the year (net of tax)          | -                            | -                               | -                      | -                            | -              | -                    | 166,952                 | -                                      | -                                      | -                                      | 166,952      | -                               | 166,952         |
| Impairement of FVTOCI Investments                | -                            | -                               | -                      | -                            | 27,356         | -                    | -                       | -                                      | -                                      | -                                      | 27,356       | -                               | 27,356          |
| Acturial gain in defined benefits plans          | -                            | -                               | -                      | -                            | -              | -                    | -                       | -                                      | -                                      | -                                      | -            | -                               | -               |
| Gain on translating the Fiancials statement FCBU | -                            | -                               | -                      | -                            | -              | -                    | -                       | (46,760)                               | (58,321)                               | -                                      | (105,081     | ) -                             | (105,081        |
| Other comprehensive income (net of tax)          | -                            | -                               | -                      | -                            | 2,552          | -                    | -                       | -                                      | -                                      | -                                      | 2,552        | -                               | 2,552           |
| Total comprehensive income for the period        | -                            | -                               | -                      | -                            | 29,907         | -                    | 166,952                 | (46,760)                               | (58,321)                               | -                                      | 91,777       | -                               | 91,777          |
| Transactions recognised directly in equity       |                              |                                 |                        |                              |                |                      |                         |  |  |  |              |                                 |                 |
| Share issue/increase of assigned capital         | -                            | _                               |                        | -                            |                | -                    |                         |  | -                                      | -                                      | -            | _                               |                 |
| Share options exercised                          | -                            | -                               | -                      |                              | -              | -                    |                         |  | -                                      | -                                      |              | -                               |                 |
| Bonus issue                                      | -                            | -                               | -                      |                              | -              | -                    |                         |  | -                                      | -                                      |              | -                               | -               |
| Rights issue                                     | -                            | -                               | -                      | -                            | -              | -                    |                         | -                                      | -                                      | -                                      | -            | -                               | -               |
| Transfers to reserves during the period          | -                            | -                               | -                      | -                            | -              | -                    |                         | -                                      | -                                      | -                                      | -            | -                               | -               |
| Dividends to equity holders                      | -                            | -                               | -                      | -                            | -              | -                    | -                       | -                                      | -                                      | -                                      | -            | -                               | -               |
| Profit transferred to head office                | -                            | -                               | -                      | -                            | -              | -                    | -                       | -                                      | -                                      | -                                      | -            | -                               | -               |
| Gain/(loss) on revaluation of Property,          |                              |                                 |                        |                              |                |                      |                         |  |  |  |              |                                 |                 |
| Plant and Equipment (if cost method is adopted   | ) -                          | -                               | -                      | -                            | -              | -                    |                         | -                                      | -                                      | -                                      |              | -                               | -               |
| Others   | -                            | -                               | -                      | -                            | -              | -                    |                         | -                                      | -                                      | -                                      |              | -                               | -               |
| Balance as at 30th June 2019                     | -                            | -                               | 4,410,461              | 641.508                      | 19,424         | -                    | 1,293,403               | 476,874                                | 207,831                                | 3,743,213                              | 10,792,714   | - 1                             | 0,792,714       |

### Deutsche Bank AG Group Consolidated Statement of Changes in Equity – in Euro m

|   | Commor<br>shares<br>(no par<br>value) | n Additional<br>paid in<br>capital | Retained<br>earnings | Common<br>shares in<br>treasury,<br>at cost | On<br>financial<br>assets<br>available<br>for sale<br>net of<br>tax | On<br>financial<br>assets at<br>fair value<br>through<br>other<br>compre-<br>hensive<br>income,<br>net of tax | Attributable to<br>change in<br>own credit<br>risk of<br>financial<br>liabilities<br>designated as<br>at fair value<br>through profit<br>and loss net<br>of tax | derivatives<br>hedging<br>variability<br>of cash<br>flows,<br>net of tax | On assets<br>classified<br>as held<br>for sale<br>net of tax | Foreign<br>currency<br>translation<br>net of tax | Unrealized<br>net gains<br>(losses)<br>from<br>equity<br>method<br>investments | Accumulated<br>other<br>compre-<br>hensive<br>income<br>(loss)<br>net of tax | Total<br>shareholder's<br>equity | Additional<br>equity<br>components | Non-<br>controlling<br>interest | Total<br>Equity |
|---|---------------------------------------|------------------------------------|----------------------|---|---|---|---|--|--|--|--|--|----------------------------------|------------------------------------|---------------------------------|-----------------|
| Balance as of January 1, 2019   | 5,291                                 | 40,252                             | 16,714               | (15)  | -   | (34)  | 28  | 17   | -  | 228  | 15   | 253  | 62,495                           | 4,675                              | 1,568                           | 68,737          |
| Total comprehensive income(loss), net of tax                                | -                                     | -                                  | (3,012)              | -   | -   | 313   | (8)   | 6  | -  | (24)   | (18)   | 269  | (2,744)                          | -                                  | 63                              | (2,681)         |
| Common shares issued  | -                                     | -                                  | -                    | -   | -   | -   | -   | -  | -  | -  | -  | -  | -                                | -                                  | -                               | -               |
| Cash dividends paid   | -                                     | -                                  | (227)                | -   | -   | -   | -   | -  | -  | -  | -  | -  | (227)                            | -                                  | (56)                            | (283)           |
| Coupon on additional equity components, net of tax                          | -                                     | -                                  | (330)                | -   | -   | -   | -   | -  | -  | -  | -  | -  | (330)                            | -                                  | -                               | (330)           |
| Remeasurement gain (losses) related to defined<br>benefit plans, net of tax | -                                     | -                                  | (385)                | -   | -   | -   | -   | -  | -  | -  | -  | -  | (385)                            | -                                  | (4)                             | (390)           |
| Net change in share awards in the reporting period                          | -                                     | (23)                               | -                    | -   | -   | -   | -   | -  | -  | -  | -  | -  | (23)                             | -                                  | (1)                             | (23)            |
| Treasury shares distributed under share-based<br>compensation plans         | -                                     | -                                  | -                    | 121   | -   | -   | -   | -  | -  | -  | -  | -  | 121                              | -                                  | -                               | 121             |
| Tax benefits related to share-based compensation plans                      | -                                     | -                                  | -                    | -   | -   | -   | -   | -  | -  | -  | -  | -  | -                                | -                                  | -                               | -               |
| Option premiums and other effects from options on<br>common shares          | -                                     | -                                  | -                    | -   | -   | -   | -   | -  | -  | -  | -  | -  | -                                | -                                  | -                               | -               |
| Purchase of treasury shares   | -                                     | -                                  | -                    | (934)                                       | -   | -   | -   | -  | -  | -  | -  | -  | (934)                            | -                                  | -                               | (934)           |
| Sale of treasury shares   | -                                     | -                                  | -                    | 816   | -   | -   | -   | -  | -  | -  | -  | -  | 816                              | -                                  | -                               | 816             |
| Net gains (losses) on treasury shares sold                                  | -                                     | 2                                  | -                    | -   | -   | -   | -   | -  | -  | -  | -  | -  | 2                                | -                                  | -                               | 2               |
| Other   | -                                     | 88                                 | (136)                | -   | -   | -   | -   | -  | -  | -  | -  | -  | (48)                             | -                                  | (5)                             | (52)            |
| Balance as at 30th June 2019  | 5,291                                 | 40,318                             | 12,624               | (12)  | -   | 279   | 19  | 23   | -  | 204  | (4)  | 521  | 58,742                           | 4,675                              | 1,565                           | 64,982          |

| Cash flows from operating activities:   |                     |                     |
|---|---------------------|---------------------|
| Adjustments to reconcile net income to net cash provided by (used in) operating activities:<br>Provision for credit losses                  | 301                 | 183                 |
| Provision for credit losses<br>Restructuring activities   | 301                 | 183                 |
| Restructuring activities<br>Gain on sale of financial assets at fair value through other comprehensive income, equity methos invstment      | (78)                | (543)               |
| Gain on sale of infancial assets at fair value through other comprehensive income, equity methos invisitient.<br>Deferred income taxes, net | 2.015               | (543)<br>335        |
| Impairment, depreciation and other amortization, and accretion  | 2,015               | 1,170               |
| Share of net income (loss) from equity method investments   | (74)                | (86)                |
| Income (loss) adjusted for no-ncash charges, credits and other items  | 1,694               | 1,761               |
| Adjustments for net change in operating assets and liabilities:   | 1,001               | 1,701               |
| Interest-earning time deposits with central banks and banks   | (949)               | (11,773)            |
| Central bank funds sold, securities purchased under resale agreements, securities borrowed  | 1,873               | 18,008              |
| Non-Trading financial assets mandatory at fair value through profit and loss  | (380)               | (92,687)            |
| Financial assets designated at fair value through profit or loss  | 72                  | 90,604              |
| Loans and amortized cost  | (13,258)            | 8,392               |
| Other assets  | (56,909)            | (33,387)            |
| Deposits  | 11,502              | (20,493)            |
| Financial liabilities designated at fair value through profit or loss and investment contract liabilities                                   | (2,184)             | (23,867)            |
| Central bank funds purchased, securities sold under repurchase agreements and securities loaned   | 2,285               | (3,972)             |
| Other short-term borrowings   | (1,749)             | (716)               |
| Other liabilities   | 37,805              | 18,856              |
| Senior long-term debt   | (4,907)             | (1,412)             |
| Trading assets and liabilities, positive and negative market values from derivative financial instruments, net<br>Other, net                | (11,380)<br>16,220  | 17,327<br>(1,289)   |
| Net cash provided by (used in) operating activities   | (20,265)            | (34,648)            |
| Cash flows from investing activities:   | (20,203)            | (34,048)            |
| Proceeds from:  |                     |                     |
| Sale of financial assets at fair value through other comprehensive income   | 10.378              | 13.277              |
| Maturities of financial assets at fair value through other comprehensive income   | 18,503              | 13,277              |
| Sale of debt securities held to collect at amortizes cost   | 21                  | 95                  |
| Maturities of debt securities held to collect at amortized cost   | 605                 | 658                 |
| Sale of equity method investment  | 5                   | 29                  |
| Sale of property and equipment  | 11                  | 289                 |
| Purchase of:  |                     |                     |
| Financial assets at fair value through other comprehensive income   | (26,520)            | (17,114)            |
| Debt Securities htc at amortized cost   | (11,550)            | (126)               |
| Financial assets available for sale   | -                   | -                   |
| Security held to maturity   | -                   | -                   |
| Equity method investments   | (5)                 | -                   |
| Property and equipment  | (313)               | (196)               |
| Net cash received in (paid for) business combinations/divestitures  | 1,622               | 101                 |
| Other, net  | (541)               | (590)               |
| Net cash provided by (used in) investing activities   | (7,784)             | 9,936               |
| Cash flows from financing activities:   | 19                  | 47                  |
| Issuances of subordinated long-term debt<br>Repayments and extinguishments of subordinated long-term debt                                   | (84)                | (802)               |
| Issuances of trust preferred securities   | (04)                | (002)               |
| Repayments and extinguishments of trust preferred securities  |                     | (2,723)             |
| Payment of lease liabilities  | 387                 | (2,720)             |
| Common shares issued  | -                   | -                   |
| Purchases of treasury shares  | (934)               | (3.006)             |
| Sale of treasury shares   | 822                 | 2.838               |
| Additional Equity Components (AT1) issued   | -                   | -                   |
| Purchase of Additional Equity Components( AT1)  | (61)                | (191)               |
| Sale of Additional Equity Components (AT1)  | 63                  | 200                 |
| Coupon on additional equity components, pre tax   | (330)               | (315)               |
| Dividends paid to non-controlling interests   | (56)                | -                   |
| Net change in non-controlling interests   | (5)                 | 1,204               |
| Cash dividends paid to Deutsche Bank shareholders   | (227)               | (227)               |
| Other, net  | -                   | 52                  |
| Net cash provided by (used in) financing activities   | (406)               | (2,922)             |
| Net effect of exchange rate changes on cash and cash equivalents  | 793                 | (63)                |
| Net increase (decrease) in cash and cash equivalents  | (27,657)<br>180.822 | (27,697)<br>229.025 |
| Cash and cash equivalents at beginning of period  | 180,822<br>153.165  | 229,025<br>201.326  |
| Cash and cash equivalents at end of period Net cash provided by (used in) operating activities including                                    | 153,105             | 201,326             |
| Income taxes paid (received), net   | 521                 | 298                 |
| Income taxes paid (received), net<br>Interest paid  | 6.505               | 6.911               |
| Interest paid   | 11.913              | 10,989              |
| Dividends received  | 1,063               | 1.702               |
| Cash and cash equivalents comprise  | 1,005               | 1,702               |
| Cash and central bank balances (not included interest - earning time deposits with central, banks   | 145,703             | 193,420             |
| Interbank balances (w/o central banks) (not included: time deposits of < 18,billion as of June 30,2019, and                                 | 110,700             | 100,120             |
| 17.6 billion as of June 30, 2018)   | 7,462               | 7,906               |
| Total   | 153,165             | 201,326             |
|   |                     |                     |

#### DB Group Consolidated have been extracted from the DB Group financial statements, which were prepared based on IFRSs as adopted by the EU, and additional requirements of German commercial law.

(2,949)

#### Certification:

Net income (loss)

We, the undersigned, being the Chief Country Officer and the Acting Head of Finance of Deutsche Bank A.G. Colombo Branch jointly certify that:

- (a) the above statements have been prepared and presented in compliance with the format and definitions (b) the information contained in these statements have been extracted from un-audited financial statements of
- the Bank unless indicated as audited.

(Sgd.) Vikas Arora Chief Country Officer 29th August, 2019

(Sgd.) **Praveen Perera** Acting Head of Finance 29th August, 2019

# Deutsche Bank

Colombo Branch No. 86 Galle Road, Colombo 3 Tel + 94-11-2447062, Fax+ 94-11-2447067

# Financial Statements for the period ending 30th June, 2019

Analysis of Deposits - as at 30th June 2019

|   | Deutsche Bank (  | Colombo Branch  |  |
|---|--|---|--|
| In Rupees Thousand  | Current<br>Period<br>30.06.2019                              | Previous<br>Period from<br>31.12.2018                                 |  |
|   |  |   |  |
| By product – Domestic currency<br>Demand deposits (current accounts)<br>Savings deposits<br>Margin deposits<br>Fixed deposits<br>Subtotal | 3,386,907<br>3,475,112<br>442,653<br>3,728,085<br>11,032,757 | 5,076,660<br>2,321,519<br>1,903,244<br>2,775,302<br><b>12,076,725</b> |  |
| By product – Foreign currency<br>Demand deposits (current accounts)<br>Savings deposits<br>Margin deposits<br>Fixed deposits<br>Subtotal  | 7,827,640<br>2,084<br>-<br>7,829,724                         | 3,126,980<br>127,952<br>-<br>3,254,933                                |  |
| Total   | 18,862,481   | 15,331,658  |  |

Analysis of Loans & Advances, Commitments, Contingencies & Impairment as at 30th June 2019

|   | Deutsche Ba                           | ank Colombo Branch                    |
|---|---------------------------------------|---------------------------------------|
| In Rupees Thousand  | Current<br>Period<br>30.06.2019       | Previous<br>Period from<br>31.12.2018 |
|   |                                       |                                       |
| Product-wise Gross loans & advances   |                                       |                                       |
| By product – Domestic currency<br>Overdrafts<br>Trade finance   | 7,844,329<br>272,444                  | 6,643,369<br>329,927                  |
| Staff loans<br>Supplier Finance   | 186,139<br>1,356,902                  | 203,912<br>899,106                    |
| Subtotal  | 9,659,813                             | 8,076,313                             |
| By product – Foreign currency<br>Overdrafts<br>Trade finance  | 1,656,485<br>4,526,527                | 1,636,107<br>2,269,809                |
| Staff loans   | 4,520,527                             | 2,203,003                             |
| Subtotal<br>Total   | 6,183,012<br>15,842,825               | 3,905,916<br>11,982,229               |
| Product-wise commitments and contingencies  |                                       |                                       |
| By product – Domestic currency<br>Guarantees  | 1,817,342                             | 3,097,417                             |
| Letters of credit Forward exchange contracts  | 39,394                                | -                                     |
| Usance Import Bills<br>Core accepteance<br>Other commitments  | -                                     | -                                     |
| Undrawn loan commitments<br>Subtotal  | 9,012,735<br>10,869,470               | 7,210,942<br>10,308,359               |
| By product – Foreign currency<br>Guarantees   | 7,379,138                             | 5,245,538                             |
| Letters of credit<br>Forward exchange contracts<br>Usance Import Bills                                | 5,151,568<br>29,140<br>332,993        | 1,054,286<br>1,126<br>832,210         |
| Core accepteance<br>Other commitments   | 346,582                               | 776,842                               |
| Undrawn Ioan commitments<br>Subtotal<br>Total   | 3,267,955<br>16,507,376<br>27,376,846 | 4,445,491<br>12,355,493<br>22,663,852 |
|   |                                       |                                       |
| Stage-wise impairment on loans & advances, commitments and contingencies                              |                                       |                                       |
| Gross loans and advances, commitments and contingencies<br>Less: Accumulated impairment under stage 1 | 9.001                                 | 7.080                                 |
| Accumulated impairment under stage 2<br>Accumulated impairment under stage 3                          | 167                                   | 254                                   |
| Net value of loans and advances, commitments and contingencies  | 43,210,503                            | 34,638,748                            |
| Movement of impairment during the period<br>Under Stage 1   |                                       |                                       |
| Charge/(Write back) to income statement<br>Write-off during the year                                  | 9,001                                 | 7,080                                 |
| Other movements<br>Closing balance at 30/06/19<br>Under Stage 2                                       | 9,001                                 | 7,080                                 |
| Charge/(Write back) to income statement<br>Write-off during the year                                  | 167                                   | 254                                   |
| Other movements<br>Closing balance at 30/06/19  | -<br>167                              | 254                                   |
| Under Stage 3<br>Charge(Write back) to income statement<br>Write-off during the year                  | -                                     | -                                     |
| Virite-orr during the year<br>Other movements<br>Closing balance at 30/06/19                          | -                                     | -                                     |
| Total impairment  | 9,168                                 | 7,333                                 |

#### Analysis of Financial Instruments on Measurement Basis as at 30th June 2019 a. Bank - Current period 30.06.2019 Total In Rupees Thousand FVTOCI AC FVPL ASSETS Cash and cash equivalents 78.631 78.631 3.290.252 3.290.252 Balances with central banks 1.102.341 1.102.341 Placements with banks 2.647.500 2.647.500 Placements with Branches 15,333 15,333 Derivative financial instruments 7,333,426 7,333,426 Financial assets recognized through profit or loss 15,837,797 15,837,797 Loans and advances 11,371,412 11,371,412 Financial assets measured at fair value through other comprehensive income 646,028 646,028 Other assets 23,602,548 11,371,412 42,322,719 Total financial assets 7,348,758 Total In Rupees Thousand AC FVPL LIABILITIES 457 457 Due to banks 15,584,791 15,584,791 Due to Branches 11,754 11,754 Derivative financial instruments Financial liabilities 18,862,481 18,862,481 - due to depositors - due to Debt securities holders - due to other borrowers Other liabilities 413,647 413,647 Total financial liabilities 34,861,376 11,754 34,873,130 b. Bank - Previous period 31.12.2018 In Rupees Thousand AC FVPL FVTOCI Total ASSETS Cash and cash equivalents 67,663 67,663 Balances with central banks 2,607,527 2,607,527 Placements with banks 3,200,611 3,200,611 Placements with Branches 3,659,242 3,659,242 Derivative financial instruments 7,554 7,554 Loans and advances 11,977,224 11,977,224 Financial assets measured at fair value through other comprehensive inc 15.299.740 15,299,740 Other assets 1.838.962 1,838,962 Total financial assets 23,351,229 7.554 15.299.740 38,658,523 Total In Rupees Thousand AC FVPL LIABILITIES Due to banks Due to Branches 11,773,090 11,773,090 Derivative financial instruments 5,583 5,583 Financial liabilities - due to depositors 15.331.658 15,331,658 - due to Debt securities holders - due to oth Other liabilit 422,932 422,932 27,533,263 Total financia 27,527,680 5,583

FVOCI - Financial assets measured at fair value through other comprehensive income



Deutsche Bank - Colombo Branch

| - due to other borrowers                      |  |  |  |  |  |  |
|---|--|--|--|--|--|--|
| Other liabilities Total financial liabilities |  |  |  |  |  |  |
|   |  |  |  |  |  |  |
|   |  |  |  |  |  |  |
| AC  | - Financial assets/liabilities measured at amortised cost                    |  |  |  |  |  |
| FVPL  | - Financial assets/liabilities measured at fair value through profit or loss |  |  |  |  |  |