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 September, 2019

Summarised Income Statement								
	Deutsche E	Bank Colombo Branch	Deutsche E	Deutsche Bank Group				
Item	Current Period from 01/01/19 to 30/09/19 (Rs. '000)	Previous Period from 01/01/18 to 30/09/18 (Rs. '000)	Current Period from 01/01/19 to 30/09/19 (EUR m)	Previous Period from 01/01/18 to 30/09/18 (EUR m)				
Interest Income	2,091,263	1,652,213	19,606	18,400				
Interest Expenses	558,100	380,529	9,239	8,595				
Net Interest Income	1,533,163	1,271,685	10,367	9,805				
Fee and commission income	250,494	452,254	-	-				
Fee and commission Expense	13,519	9,799	-	-				
Net fee and commission income	236,975	442,455	7,181	7,707				
Net gain/(loss) from trading	507,031	545,175	-	-				
Net fair value gains/(losses) on:								
Financial assets at fair value through profit or loss	-	-	404	1,617				
Financial liabilities at fair value through profit or loss	-	-	-	-				
Net gains/(losses) on derecognition of financial assets:								
At fair value through profit or loss	-	-	-	-				
At amortised cost	-	-	-	2				
At fair value through other comprehensive income	-	-	237	337				
Net income(loss) from equity method investments	-	-	87	197				
Net other operating income	32,664	35,982	(461)	77				
Total operating income	2,309,832	2,295,298	17,816	19,741				
Impairment reversal/(charges)	(51,997)	(5,735)	(477)	(273)				
Net operating income	2,257,836	2,289,563	17,339	19,468				
Personnel expenses	321,685	303,711	8,451	8,911				
Depreciation and amortisation expenses	16,591	20,259	-	-				
Other expenses	1,009,338	970,072	10,230	8,909				
Operating profit/(loss) before VAT & NBT on financial services	910,221	995,521	(1,341)	1,650				
Value added tax (VAT) on financial services	167,277	145,658	-	-				
Nation Building Tax (NBT) on financial services	22,226	19,421	-	-				
Operating profit/(loss) after VAT & NBT on financial services	720,719	830,442	(1,341)	1,650				
Share of profits of associates and joint ventures	-	-	-	-				
Profit / (loss) before tax	720,719	830,442	(1,341)	1,650				
Income tax expenses	277,181	433,682	2,440	900				
Profit /(loss) for the period	443,538	396,760	(3,781)	750				
Profit Attributable to :								
Equity holders of the parent	443,538	396,760	(3,871)	692				
Non-controlling interests	-	-	90	58				
Earnings per share on profit			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 September 2019

	Deutsche I	Bank Colombo Branch	Deutsche Bank Group		
Item	Current Period from 01.01.19 to 30.09.19 (Rs. '000)	Previous Period from 01.01.18 to 30.09.18 (Rs. '000)	Current Period from 01.01.19 to 30.09.19 (EUR m)	i (Previous Period from 01.01.18 to 30.09.18 (EUR m)
Profit/(loss) for the period	443,538	396,760	(3,781)		750

Statement of Financial Position			
ltem Current as at 30.09,15 (Rs. '000	as at 31.12.18	iod Current Period as at 30.09.19	nk Group Previous Period as at 31.12.18 (EUR m) Audited
Assets 118,00 Cash and cash equivalents 118,00 Balances with Central Banks 3,370,00 Placement with Banks 3,000,90 Placement with branches 4,551,20	20 2,607,527 31 3,200,611	9,548 10,223	188,731 8,222 8,881
Securities borrowed Derivative financial instruments 66,5 Group balances receivable 4,207,21 Financial assets recognized through profit or loss		384 - -	3,396 - -
- measured at fair value 7,074,52 - designated at fair value 7,074,52 Financial assets at amortised cost - loans and advances 16,113,52		669,141 - 426,539	573,344 - 400,297
- debt and other instruments Financial assets measured at fair value through other comprehensive income Securites held to maturity Investments in subsidiaries		- 44,970 - 913	51,182 879
Investments in associates and joint ventures Property, plant and equipment 67,32 Investment properties 67,32 Goodwill and intangible assets 67,32		5,141 7,650	2,421 9,141
Assets for current tax 24,8: Deferred tax assets 24,8: Other assets 2,100,2: Total Assets 54,740,70	1,838,962	151,523	970 7,230 <u>93,444</u> 1,348,137
Liabilities ue to banks Due to barnches 18,633,11	- 52 11,773,090	12,762	14,158
Central bank funds purchased and securities sold under repurchase agreements Securitioes loaned Derivative financial instruments Classified the securities and the se	55 5,583	3,439 1,712	4,867 3,359
Financial liabilities recognized through profit or loss - measured at fair value - designated at fair value Financial liabilities at amortised cost		528,407	415,680
- due to depositors 21,155,14 - due to debt securities holders - - due to other borrowers Debt securities issued		-	564,405 - -
Retirement benefit obligations 65,6 Current tax liabilities 621,3 Deferred tax liabilities 621,3 Long term debts 621,3		695 711 144,811	944 512 152,083
Trust preferred shares Other provisions Other liabilities 372,8 Group balances payable 2,732,4 Charles 1,722,4	16 2,181,841	-	3,168 2,711 117,513
Total liabilities 43,602,73 Equity	37 30,415,114	1,436,301	1,279,400
Stated capital / Assigned capital 4,410,41 Statutory reserve fund 641,51 OCI Reserve 38,82 Retained earnings 1,569,91 Common shares in treasury, at cost 1	08 641,508 87 (10,483) 1,129	45,543 - 253 16,714 (15)
Other reserves 4,477,2: Total shareholders equity 11,138,0:		58,354	62,495
Additional equity components Non-controlling interest Total equity 11,138,01		4,668 1,599 64,621	4,675 1,568 68,737
Total equity and liabilities 54,740,71	65 41.116.050	1,500,922	1,348,137
Contingent liabilities and commitments 28,775,52 Memorandum Information			263,654
Number of Employees Sumber of Branches	39 90 1 1	89,958 1,972	91,737 2,064

Selected Performance Indicators

Deutsche Bank Colombo Branch				Deutsche	e Bank Group
Item	Current Period as at 30.09.19	Previous Period as at 31.12.18	ltem	Current Period as at 30.09.19 (EUR bn)	Previous Period as at 31.12.18 (EUR bn)
Regulatory Capital (LKR in Millions) Common Equity Tier I Tier I Capital	9,957 9,957	9,934 9,934	Post-tax return on average shareholders' equity Post-tax return on average tangible	(9.00%)	0.40%
Total Capital Regulatory Capital Ratios	9,962	9,934	shareholders' equity CRR/CRD 4 Leverage Ratio	(10.30%)	0.50%
Common Equity Tier I Capital Ratio (Minimum requirement - 7.00% since			(fully loaded)	3.90%	4.10%
Assets Less than Rs. 500 billion)	29.33%	36.60%	CRR/CRD 4 Leverage Ratio (phase in)	4.20%	4.30%
Tier I Capital Ratio (Minimum requirement - 8.50 %			Fully loaded CRR/CRD 4 leverage		
since Assets Less than Rs. 500 billion)	29.33%	36.60%	exposure in € bn	1,291	1,273
Total Capital Ratio (Minimum requirement - 12.50 % since Assets Less than Rs, 500 billion)	29.35%	36.60%	Common Equity Tier 1 capital ratio		
Leverage Ratio (Minimum Requirement - 3%)	16.21%	N/A	(fully loaded)	13.40%	13.60%
Regulatory Liquidity			Common Equity Tier 1 capital ratio		
Statutory Liquid Assets (LKR in Millions)	33,543	28,218	(phase in)	13.40%	13.60%
Statutory Liquid Assets Ratio,%			Risk-weighted assets, in € bn.	344	350
(Minimum requirement 20 %) Domestic Banking unit	77.33%	105.19%			
Off-Shore Banking unit	72.22%	98.93%	DB Group Long Term Ratings		
Total Stock of High-Quality Liquid Assets	,	00.0070	Moodys Investors Service	A3	Baa3
(LKR in Millions)	11,835	8,336	Standard & Poor's	BBB+	BBB-
Liquidity Coverage Ratio (%) -			Fitch Ratings	BBB	BBB+
(Minimum requirement - 100%)			i itori ilutiligo	000	DDDT
Rupee (%)	431.78%	724.59%			
All Currency (%)	304.64%	338.17%			



- - 49,320 -	- - (1,147)	566 - 278	298
- 49,320	- (1,147)	- 278	-
49,320	(1,147)	278	
49,320	(1,147)	278	(0.07)
-			(667)
-			
	-	-	-
-	-	10	(12)
-	-	(2)	-
-	-		
-	-	(26)	(10)
-	-	-	-
-		432	292
-	-	-	-
-	-	-	-
-	-	-	-
sk			
	-	-	-
-	-	(983)	(233)
-	-	8	61
-	-	-	-
-	-	-	-
49,320	(1,147)	285	(272)
492,858	395,613	(3,497)	479
492 858	395.613	(3.617)	389
432,000	399,013		389
		s	(2) - (26) - (26) 432 432 432

	Stated cap	ital/Assigne	d capital		Reserves								
	Ordinary voting shares	Ordinary non-voting shares	Assigned Capital	Statutory Reserve fund	OCI reserve	Revaluation reserve	Retained earnings	Exchange equalisation of capital	Exchange equalisation of reserve	Reserve throu contributed assets	gh Total	Non- controlling interest	Total 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	-	10,700,937
Total comprehensive income for the period													
Profit/(loss) for the year (net of tax)	-	-	-	-	-	-	443,538	-	-	-	443,538	-	443,538
Impairement of FVTOCI Investments	-	-	-	-	53,706	-	-	-	-	-	53,706	-	53,706
Acturial gain in defined benefits plans	-	-	-	-	-	-	-	-	-	-	-	-	-
Gain on translating the Fiancials statement FCBU	-	-	-	-	-	-	-	(6,525)	(49,242)	-	(55,766)	-	(55,766
Other comprehensive income (net of tax)	-	-	-	-	(4,386)	-	-	-	-	-	(4,386)	-	(4,386
Total comprehensive income for the period	-	-	-	-	49,320	-	443,538	(6,525)	(49,242)	-	437,091	-	437,091
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 September 2019	-	-	4,410,461	641,508	38,837	-	1,569,989	517,109	216,910	3,743,213	11,138,028	-	11,138,028

All Currency (%)	304.64%	338.17%
Net Stable Funding Ratio (%) -		
(Minimum Requirement - 90%)	120.00%	N/A
Assets Quality (Quality of Loan Portfolio)		
Gross Non - Performing Advances Ratio, %		
(net Interest in Suspense)	0.00%	0.00%
Net Non - Performing Advances Ratio, %		
(net of Interest in Suspense and Provision)	0.00%	0.00%
Profitability		
Interest Margin, (%)	4.50%	4.48%
Return on Assets (before Tax), (%)	2.11%	2.60%
Return on Equity, (%)	5.49%	4.11%

Statement of Cash Flows - Deutsche Bank Colombo Branch

ltem	For the period ended 30.09.19 (Rs. '000)	For the period ended 30.09.18 (Rs. '000)
Cash flows from operating activities		
Profit before tax	720,719	830,442
Adjustment for		
Non cash items included in profit before tax	719,012	650,657
Change in operating assets	(13,592,949)	(3,276,023)
Change in operating liabilities	12,501,910	3,148,662
Tax paid	(292,580)	(418,328)
Others	-	-
Net cash generated from operating activities	56,113	935,410
Cash flows from investing activities		
Purchase of property, plant and equipment	(8,789)	(11,333)
Dividend received from investments	3,047	2,516
Net cash (used in) from investing activities	(5,742)	(8,817)
Cash flows from financing activities		
Interest paid on subordinated debt	-	-
Profit transfer to head office	-	(1,002,783)
Net cash from financing activities	-	(1,002,783)
Net increase/ (decrease) in cash & cash equivalents	50.370	(76,192)
Cash and cash equivalents at the beginning of the period	67,663	178,378
Cash and cah equivalents at the end of the period	118,033	102,186
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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.

Certification:

We, the undersigned, being the Chief Country Officer and Acting Head of Finance of Deutsche Bank AG , Sri Lanka certify jointly that:

- (a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka;
- (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 25th November 2019

(Sgd.) **Praveen Perera** Acting Head of Finance 25th November 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 September, 2019

Analysis of Deposits - as at 30th September 2019 Deutsche Bank Colombo Branch Current Previous In Rupees Thousand Period Period from 30.09.2019 31.12.2018 By product - Domestic currency 6,773,651 3,459,367 402,481 5,076,660 2,321,519 1,903,244 Demand deposits (current accounts) Savings deposits Margin deposits Fixed deposits 14,261,202 12.076.725 Sub total By product – Foreign currency Demand deposits (current accounts) Savings deposits Margin deposits 6,804,662 89,325 3,126,980 127,952 Fixed deposits Sub total 6,893,987 21,155,189 3,254,933 15,331,658 Total

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

In Dunners Theursend	Deutsche Bank Colombo Branch			
In Rupees Thousand	Current Period 30.09.2019	Previous Period from 31.12.2018		
Product-wise Gross loans & advances By product – Domestic currency Overdrafts Trade finance Staff Ioans Supplier Finance Sub total	7,863,263 1,470,282 185,430 216,114 9,735,088	6,643,369 329,927 203,912 889,106 8,076,313		
By product – Foreign currency Overdrafts Trade finance Staff loans Supplier Finance	1,749,116 4,632,135	1,636,107 2,269,809		
Sub total Total	6,381,252 16,116,340	3,905,916 11,982,229		
Product-wise commitments and contingencies By product – Domestic currency Guarantees Letters of credit	1,924,987 45,846	3,097,417		
Forward exchange contracts Usance Import Bills Core accepteance Other commitments Undrawn Ican commitments Sub total	8,983,403 10,954,236	7,210,942 10,308,359		
Sub total By product – Foreign currency Guarantees Letters of credit Fortward exchange contracts Usance Import Bills Core accepteance Other commitments Undrawn Ioan commitments Sub total Total	10,954,236 7,346,315 5,062,476 (1,551) 493,769 444,324 4,475,955 17,821,288 28,775,524	5,245,538 1,054,286 1,126 832,210 776,842 4,445,491 12,365,493 22,663,852		
Stage-wise impairment on loans & advances, commitments and contingencies				
Gross loans and advances, commitments and contingencies Less: Accumulated impairment under stage 1 Accumulated impairment under stage 2 Accumulated impairment under stage 3	5,298 95 -	7,080 254 -		
Net value of loans and advances, commitments and contingencies	44,886,471	34,638,748		
Movement of impairment during the period Under Stage 1 Charge[Urrite back] to income statement	5,298	7,080		
Write-off during the year Other movements Closing balance at 30/09/19	5,298	7,080		
Under Stage 2 Charge/(Write back) to income statement	95	254		
Write-off during the year Other movements Closing balance at 30/09/19	- 95	254		
Under Stage 3 Charge/(Write back) to income statement Write-off during the year	-	:		
Other movements Closing balance at 30/09/19 Total impairment	5,393	7,333		

Analysis of Financial Instruments on Measurement Basis as at 30th September 2019 a. Bank - Current period 30.09.2019 In Rupees Thousand Total FVTOCI AC FVPL ASSETS Cash and cash equivalents 118.033 118.033 3.370.020 3.370.020 Balances with central banks 3.000.991 3.000.991 Placements with banks Placements with Branches 4.551.250 4.551.250 66,515 66,515 Derivative financial instruments 7,074,521 7,074,521 Financial assets recognized through profit or loss 16,113,516 16,113,516 Loans and advances 14,046,276 14,046,276 Financial assets measured at fair value through other comprehensive income 2,100,292 Other assets 2,100,292 50,441,413 Total financial assets 29,254,101 7,141,037 14,046,276 Total In Rupees Thousand AC FVPL LIABILITIES Due to banks 18,633,152 18,633,152 Due to Branches 22,155 22,155 Derivative financial instruments Financial liabilities 21,155,189 21,155,189 Due to depositors Due to Debt securities holders Due to other borrowers Other liabilities 372,837 372,837 Total financial liabilities 40,161,179 22,155 40,183,334 b. Bank - Previous period 31.12.2018 In Rupees Thousand AC FVPL FVTOCI Total ASSETS 67,663 67,663 Cash and cash equivalent 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 instrument 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 other borrowers 422,932 Other liabilities 422,932 27,533,263 27,527,680 5,583 Total financial liabilities

AC - Financial assets/liabilities measured at amortised cost

FVPL - Financial assets/liabilities measured at fair value through profit or loss

Deutsche Bank - Colombo Branch

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

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