Deutsche Bank

Previous Period From

to 30/06/23

4,225,783

4.056.260

428,125

41,284

386,841

1,417,465

526,023

121,932

14.214

6,508,521

6.494.307

296.916

68.953

1,093,930

5,034,508

781,750

108,576

4,144,182

1,521,105

2,623,077

169.523

01/01/23 Change

(23)

118

(29)

8

(12)

10

(48)

(116)

82

(36)

n.m

(37)

7

3

26

(54)

(51)

(51)

(54)

(56)

(53)

COLOMBO BRANCH LEVEL 21, OGF TOWER, 1A CENTER ROAD, GALLE FACE, COLOMBO 02 TEL +94-11-2447062, FAX+94-11-2447067

221,606

(88.670)

4,190,785

4,102,115

318,736

70.956

1,374,800

2,337,623

383,060

53,202

1,901,361

676,360

1,225,001

FINANCIAL STATEMENTS

STATEMENT OF CASH ELOWS

FOR THE SIX MONTHS ENDED 30 JUNE 2024

INCOME STATEMENT Deutsche Bank Colombo Branch Current Period From In Rupees Thousands 01/01/24 to 30/06/24 Interest income 3,258,692 Less : Interest expenses 369.628 Net interest income 2.889.064 Fee and commission income 462,487 Less : Fee and commission expenses 36,354 Net fee and commission income 426,133 Net gains / (losses) from trading 736,019 Net fair value gains / (losses) on: Financial assets at fair value through profit and loss (82,037) Financial liabilities at fair value through profit or loss Net gains from derecognition of financial assets: At fair value through profit or loss At amortised cost Net fair value gains/(losses) on at fair value through other comprehensive income

Comprehensive Income / (Expense) for the period	744,368	1,637,889	(55)
Other Comprehensive Income (OCI) for the period, net of taxes	(480,633)	(985,188)	51
	(480,633)	(985,188)	51
Less: Tax expense relating to items that will not be reclassified to income statement	-	-	-
Gain / (loss) on translating the financial statemtns of FCBU	(480,633)	(985,188)	51
Share of profits of associates and joint ventures	-	-	-
Changes in revaluation surplus	-	-	
Re-measurement of post-employment benefit obligations	-	-	
Change in fair value attributable to change in the Bank's own credit risk on financial liabilities designated at fair value through profit or loss	-	-	-
Change in fair value on investments in equity instruments designated at air value through other comprehensive income	-	-	-
tems that will not be reclassified to income statement			
ess: Tax expense relating to items that will be reclassified to income statement	-		
Debt instruments at fair value through other comprehensive income	-	-	-
Share of profits of associates and joint ventures	-	-	-
Net gains / (losses) on investments in debt instruments measured at fair alue through other comprehensive income	-	-	-
Net gains / (losses) on cash flow hedges	-	-	-
Exchange differences on translation of foreign operations	-	-	-
tems that will be reclassified to income statement			-
Profit / (Loss) for the period	1,225,001	2,623,077	(53)
n Rupees Thousands	Current Period From 01/01/24 to 30/06/24	Previous Period From 01/01/23 to 30/06/23	Change %

	Deutsche Bank Colombo Branch			
In Rupees Thousands	Current Period As at 30-06-2024	Previou Period As a 30-06-202		
Cash flows from operating activities				
Profit / (Loss) before tax	1,901,361	4,144,182		
Adjustment for				
Non cash items included in profit before tax	1,289,029	325,592		
(Increase)/decrease in operating assets	(3,595,929)	(5,289,831		
Increase/(decrease) in operating liabilities	2,823,008	(8,538,587		
Dividend received from investments	-			
Net unrealized gain/(loss) arising from translating the financial statements of foreign operations	(480,633)	(985,188		
Net cash generated from operating activities	1,936,836	(10,343,832		
Contribution paid to defined benefit plans	(4,995)	(1,358		
Income tax paid	(1,435,339)	(1,237,291		
Net cash from / (used in) operating activities	496,502	(11,582,481		
Cash flows from investing activities				
Purchase of property, plant and equipment	-	(20,205		
Proceeds from the sale of property, plant and equipment	-			
Dividend received from investments	-			
Net cash from / (used in) investing activities	-	(20,205		
Cash flows from financing activities	-			
Profit transferred to head office	(899,075)	(191,692		
Net cash from / (used in) financing activities	(899,075)	(191,692		
Net increase / (decrease) in cash and cash equivalents	(402,573)	(11,794,378		
Cash and cash equivalents at the beginning of the period	542,721	13,452,453		
Cash and cash equivalents at the end of the period	140,148	1,658,075		

Less : Value Added Tax (VAT) on financial services

Operating profit / (loss) before VAT on financial services and SSCL

Less : Social Security Contribution Levy (SSCL) on financial services

Net other operating income

Less : Impairment charges / (reversal)

Total operating income

Net operating income

Depreciation and amortization

Profit / (Loss) before Income Tax

Other operating expenses

Less : Income tax expenses Profit / (Loss) for the period

Less : Expenses

Personnel expenses

STATEMENT OF CHANGES IN E	QUITY										
	Stated	capital/Assigned c	apital				Reserves				
In Rupees Thousands	Ordinary voting shares	Ordinary non- voting shares	Assigned capital	Statutory Reserve Fund	FVTOCI Reserve	ECL reserve	Retained earnings	Exchange equalization of Capital	Exchange equalization of Reserves	Reserve through contributed assets	Tota Equity
Balance as at 31/12/2023 - Audited	-	-	4,410,461	1,220,019	(22,703)	170,072	9,491,622	1,545,331	1,286,512	9,214,213	27,315,527
Total comprehensive income for the period											
Profit/(loss) for the year (net of tax)	-	-	-	-	-	-	1,225,001	-	-	-	1,225,001
Changes in fair value of FVTOCI	-	-	-	-	-	-	-	-	-	-	-
ECL Reserve	-	-	-	-	-	-	-	-	-	-	-
Actuarial gain in defined benefits plans	-	-	-	-	-	-	-	-	-	-	-
Gain on translating the financial statement of FCBU	-	-	-	-	-	-	-	(131,074)	(349,559)	-	(480,633
Tax on other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	· ·	-	-		-	-	1,225,001	(131,074)	(349,559)		744,368
Transactions recognised directly in equity											
Share issue / increase of assigned capital	-	-	-	-	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-	-	-	-
Transfers to reserves during the period	-	-	-	-	-	-	-	-	-	-	-
Transfers to ECL reserve during the year	-	-	-	-	-	(46,584)	135,109	-	(88,525)	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-
Profit transferred to head office	-	-	-	-	-	-	(899,075)	-	-	-	(899,075)
Unremittable HO Expenses Capitalization	-	-	-	-	-	-	-	-	-	-	-
Balance as at 30/06/2024	-	-	4,410,461	1,220,019	(22,703)	123,488	9,952,657	1,414,257	848,428	9,214,213	27,160,820

ADDITIONAL DISCLOSURES

	Deutsche Bank Colombo Branch			
In Rupees Thousands		Previous Period As at 31-12-2023 (Audited)		
Analysis of customer deposits				
By product – Domestic currency				
Demand deposits	11,740,493	10,574,926		
Savings deposits	9,007,666	10,699,835		
Fixed deposits	12,955,155	7,523,899		
Margin deposits	52,843	53,968		
Sub total	33,756,157	28,852,628		
By product – Foreign currency				
Demand deposits	8,586,535	9,009,982		
Savings deposits	450,225	370,271		
Fixed deposits	-	452,044		
Margin deposits	-	-		
Sub total	9,036,760	9,832,297		
Total	42,792,917	38,684,925		
Analysis of loans & advances, commitments, contingencies and impairment				
Product-wise Gross loans & advances By product – Domestic currency				
Overdrafts	12,790,635	17,693,981		
Term loans	12,100,000			
Trade finance		50,227		
Staff loans	117,477	118,572		
Supplier finance	3,157,937	4,018,470		
Sub total	16,066,049	21,881,250		
By product – Foreign currency				
Overdrafts	2,348,203	2,264,459		
Term loans	-	-		
Trade finance	1,103,636	469,584		
Staff loans	-	-		
Supplier finance	-	-		
Sub total	3,451,839	2,734,043		
Total	19,517,888	24,615,293		
Product states and the state and the states and the				
Product-wise commitments and contingencies				
By product – Domestic currency	10 701 251	11 250 205		
Guarantees	10,791,351	11,250,305		
Letter of credit	77,151	41,044		
Forward exchange contracts Usance import bills	14,067,335	3,752,004		
Undrawn loan commitments	- 15,147,499	- 11,804,539		
Sub total	40,083,337	26,848,552		
	.,			
By product – Foreign currency				
Guarantees	19,527,754	22,671,130		
Letter of credit	9,925,319	5,688,022		
Forward exchange contracts	14,124,641	3,755,760		
Usance import bills	999,626	521,260		
Undrawn loan commitments	15,344,427	15,353,441		
Sub total	59,921,768	47,989,613		
Total	100,005,105	74,838,165		
Stage-wise impairment on loans & advances, commitments and contingencies				
Gross loans and advances, commitments and contingencies	119,522,993	99,453,458		
Less: Accumulated impairment under stage 1	229,699	167,062		
Accumulated impairment under stage 2	42,870	15,823		
Accumulated impairment under stage 3	-	-		
Net value of loans and advances, commitments and contingencies	119,250,424	99,270,573		
Movement of impairment during the period				
Under Stage 1	107.000			
Opening balance at the beginning of the period	167,062	44,363		
Charge/(write back) to the Income Statement	62,637	122,699		
Write-off during the year	220 600	467.060		
Closing balance at the end of the period Under Stage 2	229,699	167,062		
Opening balance at the beginning of the period	15,823	38,904		
Charge/(write back) to the Income Statement	27,047	(23,081)		
Write-off during the year	21,047	(20,001)		
Closing balance at the end of the period	42,870	15,823		
Under Stage 3	,			
Opening balance at the beginning of the period	-	-		
Charge/(write back) to the Income Statement	-	-		
Write-off during the year	-	-		
Closing balance at the end of the period	-	-		
	272,569	182,885		

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

n Rupees Thousand	AC	FVPL	FVTOCI	Total
ASSETS				
Cash and cash equivalents	140,148	-		140,148
Balances with Central Bank	14,835,998	-	-	14,835,998
Placements with banks	22,702,924	-	-	22,702,924
Placements with branches	1,572,231	-	-	1,572,231
Derivative financial instruments	-	7,080	-	7,080
Group balances receivables	2,142,423	-	-	2,142,423
Financial assets measured at fair value through profit or loss	-	12,910,308	-	12,910,308
Financial assets at amortised cost				
- loans and advances	19,428,395	-	-	19,428,395
- debt and other instruments	-	-	-	
Financial assets measured at fair value through other comprehensive income	-	-	42,339	42,339
Other assets	1,477,023	-	-	1,477,023
Total financial assets	62,299,142	12,917,388	42,339	75,258,869
Derivative financial instruments Financial liabilities at amortised cost - due to depositors - due to debt securities holders - due to other borrowers Group balances payable Other liabilities		- 42,792,917 - - 3,313,902 286,261	94,377	94,377 42,792,917 - - - 3,313,902 286,261
Total financial liabilities		47,310,982	94,377	47,405,359
 C - Financial assets/liabilities measured at an VVL - Financial assets/liabilities measured at VVCI - Financial assets measured at fair valu b. Bank – Previous period as at 31/12/2023 	fair value through pr e through other com		8	
In Rupees Thousand	AC	FVPL	FVTOCI	Total
	10		1 1 1 0 0 1	Iotai
				E 40 - 20 4
Cash and cash equivalents	542,721	-	-	542,721
Cash and cash equivalents Balances with Central Bank	12,346,488	-	-	12,346,488
		-	-	

-

1.719.105

24.554.285

1.464.147

54,235,735

38,983

18,041,590

18,080,573

1,460,629

38,684,925

2,528,895

299,281

42,973,730

AC

-

Derivative financial instruments

Financial assets measured at fair value

Financial assets at amortised cost - loans and advances

- debt and other instruments Financial assets measured at fair value

through other comprehensive income

Group balances receivables

through profit or loss

Other assets

Total financial assets

In Rupees Thousand

Due to branches

- due to depositors

Derivative financial instruments

Financial liabilities at amortised cost

- due to debt securities holders

- due to other borrowers

Group balances payable

Total financial liabilities

Other liabilities

LIABILITIES Due to banks

SELECTED PERFORMANCE INDICATORS

	Deutsche Bank C	olombo Branch
Item	Current Period As at 30-06-2024	Previous Period As at 31-12-2023
Regulatory Capital (LKR in Millions)		
Common Equity Tier I	20,733	24,224
Tier I Capital	20,733	24,224
Total Capital	20,820	24,284
Regulatory Capital Ratios (%)		
Common Equity Tier I Capital Ratio (Minimum requirement - 7.00%)	30.7%	40.4%
Tier I Capital Ratio (Minimum requirement - 8.50%)	30.7%	40.4%
Total Capital Ratio (Minimum requirement - 12.50%)	30.8%	40.5%
Leverage Ratio (Minimum requirement - 3%)	22.9%	26.5%
Regulatory Liquidity		
Statutory Liquid Assets (LKR in Millions)		
Domestic Banking unit	47,633	36,094
Off-Shore Banking unit	10,334	13,142
Statutory Liquid Assets Ratio (Minimum requirement - 20.00%)		
Domestic Banking unit (%)	113.03%	94.50%
Off-Shore Banking unit (%)	126.42%	131.39%
Total Stock of High-Quality Liquid Assets (LKR in Millions)	27,605	29,939
Liquidity Coverage Ratio (Minimum requirement - 100%)		
Rupees (%)	958.79%	1001.04%
All Currency (%)	675.55%	766.51%
Net Stable Funding Ratio (%) (Minimum requirement - 100%)	232.00%	212.00%
Assets Quality (Quality of Loan Portfolio) (%)		
Impaired Loans (Stage 3) Ratio	0.00%	0.00%
Impairment (Stage 3) to Stage 3 Loans Ratio	0.00%	0.00%
Profitability (%)		
Interest Margin	7.76%	10.24%
Return on Assets (before tax)	5.11%	10.71%
Return on Equity	8.97%	19.50%

Notes :

- 1. These Financial Statements are prepared in accordance with LKAS 34 Interim Financial Reporting laid down by the Institute of Chartered Accountants of Sri Lanka. There were no changes to Accounting Policies and methods of computation since the Audited Financial Statements for the year ended 31 December 2023.
- 2. The bank continues to assess the Economic Factor Adjustment (EFA) to reflect the economic environment when assessing collective impairment provisions in the subsequent periods. The recommended treatments as per the guidelines issued by the Central Bank of Sri Lanka and the Institute of Chartered Accountants of Sri Lanka were considered in assessing the above-mentioned Expected Credit Losses (ECL).
- 3. DBU and FCBU retained profit for the year ended 31 December 2020 (Balance) and 2021 amounting to LKR 642.86 Mn and USD 1.38 Mn has been transferred to Head Office in April 2024, after obtaining approval from the Central Bank of Sri Lanka and the Department of Inland Revenue.
- 4. There was no pending litigation of a material nature against the Branch.
- 5. No circumstances have arisen since the reporting date which would require adjustment to or disclosure in the financial statements other than the information disclosed in the notes
- STATEMENT OF FINANCIAL POSITION

Deutsche Bank Colombo Branch

In Rupees Thousands	Current Period As at 30-06-2024	Previous Period As at 31-12-2023 (Audited)	Growth %
Assets			
Cash and cash equivalents	140,148	542,721	(74)
Balances with Central Bank	14,835,998	12,346,488	20
Placement with banks	22,702,924	13,608,940	67
Placement with branches	1,572,231	49	n.m
Derivative financial instruments	7,080	38,983	(82)
Group balances receivable	2,142,423	1,719,105	25
Financial assets measured at fair value through profit or loss			
- measured at fair value	12,910,308	18,041,590	(28)
- designated at fair value	-	-	-
Financial assets at amortised cost			
- loans and advances	19,428,395	24,554,285	(21)
- debt and other instruments	-	-	-
Financial assets measured at fair value through other comprehensive income	42,339	42,339	-
Investment in subsidiaries	-	-	-
Investments in associates and joint ventures		-	-
Property, plant & equipment	546,500	617,455	(11)
Investment properties			- (11)
Goodwill and intangible assets			-
Deferred tax assets	142,759	95,572	49
Other assets	1,477,023	1,464,147	
Total assets	75,948,128	73,071,674	4
Liabilities	10,040,120	10,011,014	+
Due to banks			~
Due to branches	917.902	1.460.629	(37)
Derivative financial instruments	917,902	3,333	n.m
Financial liabilities recognized through profit or loss	94,377	3,333	11.111
- measured at fair value			-
- designated at fair value	-		-
5		-	-
Financial liabilities at amortised cost	42 702 017	28 684 025	11
- due to depositors - due to debt securities holders	42,792,917	38,684,925	11
		-	
- due to other borrowers	-	-	-
Debt securities issued	-	-	
Retirement benefit obligations	109,284	96,009	14
Current tax liabilities	860,384	1,572,176	(45)
Other provisions	-	-	-
Other liabilities	698,542	1,410,180	(50)
Due to subsidiaries	-	-	-
Group balances payable	3,313,902	2,528,895	31
Total liabilities	48,787,308	45,756,147	7
Equity			
Stated capital / Assigned capital	4,410,461	4,410,461	-
Statutory reserve fund	1,220,019	1,220,019	-
Retained earnings	9,952,657	9,491,622	5
Other reserves	11,577,683	12,193,424	(5)
Total equity	27,160,820	27,315,527	(1)
Total equity and liabilities	75,948,128	73,071,674	4
Contingent liabilities & commitments	100,005,105	74,838,165	34
Memorandum information:			
No. of employees	55	56	
No. of branches	1	1	

Note: Amounts stated are net of impairment & depreciation.

Certification

38,983

1.719.105

18,041,590

24.554.285

42.339

1.464.147

72,358,646

Total

1,460,629

38,684,925

2,528,895

299.281

42,977,063

3,333

-

42.339

42,339

3,333

3,333

FVPL

We, the undersigned, being the Chief Country Officer and 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.) Niranjan Figurado Chief Country Officer	
28.08.2024 Colombo.	

A R M Imesha	a Sanjeewanie
Head of Finan	ce

(Sad)