Deutsche Bank

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INCOME STATEMENT			
In Rupees Thousands	Deutsche Ba Current Period From 01/01/22 to 31/03/22	ank Colombo Bra Previous Period From 01/01/21 to 31/03/21	anch Change %
Interest income	702,115	676,907	4
Interest expenses	(93,415)	(99,100)	6
Net interest income	608,700	577,807	5
Fee and commission income	125,433	117,242	7
Fee and commission expenses	(6,803)	(13,258)	49
Net fee and commission income	118,630	103,984	14
Net gains / (losses) from trading	(241,241)	256,660	(194
Net fair value gains / (losses) on:			
Net gains / (losses) from financial instruments at fair value through profit & loss	-	(32,173)	100
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	-	-	
At fair value through other comprehensive income	-	-	
Net other operating income	35,593	26,587	34
Total operating income	521,682	932,865	(44
Impairment reversal / (charges)	(391,026)	34,927	(1,220
Net operating income	130,656	967,792	(86
Personnel expenses	(109,868)	(104,689)	(5
Depreciation and amortization	(30,408)	(16,726)	(82
Other operating expenses	(287,355)	(238,636)	(20
Operating profit / (loss) before VAT on financial services	(296,975)	607,741	(149
Value Added Tax (VAT) on financial services	(0)	(81,772)	100
Profit / (Loss) before Income Tax	(296,975)	525,969	(156
Income tax expenses	90,924	(118,707)	177
Profit / (Loss) for the period	(206,051)	407,262	(151

Total comprehensive income / (expense) for the period	1,321,053	678,837	95
Other Comprehensive Income (OCI) for the period, net of taxes	1,527,104	271,575	462
	1,530,608	283,671	440
Less: Tax expense relating to items that will not be reclassified to income statement	-	-	-
Gain / (loss) on translating the Financial Statemtns of FCBU	1,530,608	283,671	440
Others:			
Share of profits of associates and joint ventures Others (specify)	-	-	-
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 fair value through other comprehensive income	-	-	-
Items that will not be reclassified to income statement			
	(0,00)		
	(3,504)	(12,096)	71
Less: Tax expense relating to items that will be reclassified to income statement	1,107		-
Others (specify)			-
Debt instruments at fair value through other comprehensive income			
value through other comprehensive income Share of profits of associates and joint ventures	(4,611)	(12,096)	62
Net gains / (losses) on investments in debt instruments measured at fair			
Net gains / (losses) on cash flow hedges	-	-	-
Exchange differences on translation of foreign operations	-	-	-
Items that will be reclassified to income statement			-
Profit / (Loss) for the period	(206,051)	407,262	(151)
In Rupees Thousands	Current Period From 01/01/22 to 31/03/22	Previous Period From 01/01/21 to 31/03/21	Change %
	Deutsche E	ank Colombo Bra	anch
STATEMENT OF PROFIT OR LOSS AND OTHER CC	MPREHENS		
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FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED 31 MARCH 2022

STATEMENT OF CASH FLOWS					
		Deutsche Bank Colombo Branch			
In Rupees Thousands	Current Period As at 31-03-2022	Previou Period As a 31-03-202			
Cash flows from operating activities					
Profit / (Loss) before tax	(296,975)	525,969			
Adjustment for					
Non cash items included in profit before tax	653,717	162,863			
Change in operating assets	(7,641,292)	1,379,424			
Change in operating liabilities	9,551,973	(2,593,293			
Tax paid	(65,332)	(55,62			
Others	-	(95			
Net cash generated from operating activities	2,202,091	(581,61			
Cash flows from investing activities					
Purchase of property, plant and equipment	-				
Dividend received from investments	-	95			
Net cash (used in) from investing activities	-	95			
Cash flows from financing activities					
Interest paid on subordinated debt	-				
Profit transfer to head office	-				
Net cash from financing activities	-				
Net increase / (decrease) in cash & cash equivalents	2,202,091	(580,65			
Cash and cash equivalents at the beginning of the period	156,558	663,78			
Cash and cah equivalents at the end of the period	2,358,649	83,12			

STATEMENT OF CHANGES IN EQU

	Stated	capital/Assigned of	apital				Reserves				
In Rupees Thousands	Ordinary voting shares	Ordinary non- voting shares	Assigned capital	Statutory Reserve Fund	OCI Reserve	ECL reserve	Retained earnings	Exchange equalization of Capital	Exchange equalization of Reserves	Reserve through contributed assets	Tota Equity
Balance as at 01/01/2022-Audited		-	4,410,461	793,635	(25,701)	-	4,026,214	665,365	453,622	5,618,554	15,942,150
Total comprehensive income for the period											
Profit/(loss) for the year (net of tax)	-	-	-	-	-	-	(206,051)	-	-	-	(206,051)
ECL Reserve	-	-	-	-	-	310,541	(310,541)	-	-	-	-
Related taxes	-	-	-	-	1,107	-	-	-	-	-	1,107
Acturial gain in defined benefits plans	-	-	-	-	-	-	-	-	-	-	-
Gain on translating the Fiancials statement FCBU	-	-	-	-	-	-	-	663,344	867,264	-	1,530,608
Other comprehensive income	-	-	-	-	(4,611)	-	-	-	-	-	(4,611)
Total comprehensive income for the period	-	-	-	-	(3,504)	310,541	(516,592)	663,344	867,264	-	1,321,053
Transactions recognised directly in equity											
Share issue / increase of assigned capital	-	-	-	-	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-	-	-	-
Transfers to reserves during the period	-	-	-	-	-	(59,906)	59,906	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-
Profit transferred to head office	-	-	-	-	-	-	-	-	-	-	-
Gain / (loss) on revaluation of Property, Plant and Equipment	_	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31/03/2022	-	-	4,410,461	793,635	(29,205)	250,635	3,569,528	1,328,709	1,320,886	5,618,554	17,263,203

	Deutsche Bank Colombo Branch		
	Current	Previou	
In Rupees Thousands	Period As at 31-03-2022	Period As a 31-12-202	
By product – Domestic currency			
Demand deposits (current accounts)	12,209,251	11,803,951	
Savings deposits	6,356,572	5,015,591	
Margin deposits	20,430	33,325	
Fixed deposits	1,978,832	1,778,750	
Sub total	20,565,085	18,631,617	
By product – Foreign currency			
Demand deposits (current accounts)	7,152,710	4,400,779	
Savings deposits	3,185,007	1,252,943	
Margin deposits	-		
Fixed deposits	147,066	101,301	
Sub total	10,484,783	5,755,023	
Total	31,049,868	24,386,640	
Product-wise Gross Ioans & advances			
By product – Domestic currency			
Overdrafts	11,383,915	13,364,046	
Term loans	-		
Lease rental receivables			
Credit Cards	-		
Pawning	-		
Trade finance	3,559,454	3,777,508	
Staff loans	110,974	111,472	
Supplier Finance	2,445,286	1,187,190	
Sub total	17,499,629	18,440,216	
By product – Foreign currency			
Overdrafts	5,354,560	4,480,437	
Term loans	-	.,	
Guarantees	-		
Bonds	-		
Trade finance	2,567,509	4,331,228	
Staff loans	-	-	
Supplier Finance	-	4,755	
Sub total	7,922,069	8,816,420	
Total	25,421,699	27,256,636	
Guarantees Letters of credit Bonds Forward exchange contracts Usance Import Bills	10,688,452 756,108 - -	14,690,362 65,165 -	
Core acceptance	-	-	
Other commitments	-	-	
Undrawn Ioan commitments	13,726,597	10,896,598	
Sub total	25,171,157	25,652,125	
By product – Foreign currency			
Guarantees	21,002,590	12,089,872	
Letters of credit	4,036,525	3,190,061	
Forward exchange contracts	(68)	14,976	
Usance Import Bills	3,507,294	2,154,371	
Core accepteance	277,978	77,770	
Other commitments	-		
Undrawn loan commitments	2,320,930	2,471,918	
Sub total	31,145,249	19,998,968	
Total	56,316,406	45,651,093	
Stage-wise impairment on loans & advances, commitments and contingencies			
Gross loans and advances, commitments and contingencies			
Less: Accumulated impairment under stage 1	35,164	21.607	
Accumulated impairment under stage 1	3,799	21,007	
Accumulated impairment under stage 2	-		
Net value of loans and advances, commitments and contingencies	81,699,142	72,886,122	
Movement of impairment during the period			
Under Stage 1 Opening balance at 01/01/2022	21,608	5,743	
Write-off during the year	21,000	0,740	
Other movements	13,556	15,864	
Closing balance at 31/03/2022	35,164	21,607	
Under Stage 2			
Opening balance at 01/01/2022	-	149	
Write-off during the year	-		
Other movements	3,799	(149	
Closing balance at 31/03/2022	3,799		
Under Stage 3			
Opening balance at 01/01/2022	-		
Write-off during the year Other movements	-		
	-		
Closing balance at 31/03/2022			

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

a. Bank - Current period 31/03/2022				
In Rupees Thousand	AC	FVPL	FVTOCI	Total
ASSETS				
Cash and cash equivalents	2,358,649	-	-	2,358,649
Balances with central banks	11,345,946	-	-	11,345,946
Placements with banks	5,000,000	-	-	5,000,000
Placements with Branches	11,600,534	-	-	11,600,534
Derivative financial instruments	-	170,710	-	170,710
Loans and advances	25,412,623	-	-	25,412,623
Financial assets at amortised cost - debt instruments	5,241,396	-	-	5,241,396
Financial assets recognized through profit or loss	-	-	-	-
Financial assets measured at fair value through other comprehensive income	-	-	1,207,908	1,207,908
Group Balances receivables	3,171,193	-	-	3,171,193
Other assets	661,394	-	-	661,394
Total financial assets	64,791,735	170,710	1,207,908	66,170,353
In Rupees Thousand		AC	FVPL	Total
Due to banks		11,491	-	11,491
Due to Branches		14,060,557	-	14,060,557
Derivative financial instruments		-	3,976	3,976
Financial liabilities		-	-	-
- due to depositors	31,049,868	-	31,049,868	
- due to Debt securities holders		-	-	-
- due to other borrowers		-	-	-
Group Balances payable		4,346,748	-	4,346,748
Other liabilities		648,502	-	648,502
Total financial liabilities		50,117,166	3,976	50,121,142
C - Financial assets/liabilities measured at amou VPL - Financial assets/liabilities measured at fai VOCI - Financial assets measured at fair value t b. Bank – Previous period 31/12/2021	r value through pro		9	
In Rupees Thousand	AC	FVPL	FVTOCI	Total
ASSETS				
Cash and cash equivalents	156,558	-	-	156,558
Balances with central banks	5,903,034	-	-	5,903,034
Placements with banks	7,995,601	-	-	7,995,601
Placements with Branches	5,978,294	-	-	5,978,294
Derivative financial instruments	-	2,437	-	2,437
Loans and advances	27,247,308	-	-	27,247,308
Financial assets at amortised cost - debt instruments	3,830,912	-	-	3,830,912
Financial assets recognized through profit or loss	-	-	-	-
Financial assets measured at fair value				
through other comprehensive income	-	-	1,123,699	1,123,699
through other comprehensive income Group Balances receivables	- 2,733,485	-	1,123,699 -	1,123,699 2,733,485

SELECTED PERFORMANCE INDICATORS

	Deutsche Bank C	Deutsche Bank Colombo Branch		
Item	Current	Previou		
	Period As at 31-03-2022	Period As a 31-12-202		
	51-03-2022	51-12-202		
Regulatory Capital (LKR in Millions)				
Common Equity Tier I	14,076	14,751		
Tier I Capital	14,076	14,751		
Total Capital	14,085	14,761		
Regulatory Capital Ratios				
Common Equity Tier I Capital Ratio (Minimum requirement - 6.50%)	29.30%	34.20%		
Tier I Capital Ratio (Minimum requirement - 8.00 %)	29.30%	34.20%		
Total Capital Ratio (Minimum requirement - 12.00 %)	29.32%	34.22%		
Leverage Ratio (Minimum Requirement - 3%)	16.92%	20.74%		
Regulatory Liquidity				
Statutory Liquid Assets (LKR in Millions)				
Domestic Banking unit	23,947	19,996		
Off-Shore Banking unit	16,227	10,847		
Statutory Liquid Assets Ratio,% (Minimum requirement 20 %)				
Domestic Banking unit	89.80%	73.89%		
Off-Shore Banking unit	79.33%	72.86%		
Total Stock of High-Quality Liquid Assets (LKR in Millions)	4.834	4,419		
Liquidity Coverage Ratio (%) - (Minimum requirement - 100%)	.,	.,		
Rupee (%)	298.71%	246.00%		
All Currency (%)	137.46%	137.66%		
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	132.17%	133.25%		
Assets Quality (Quality of Loan Portfolio)	132.1770	155.2576		
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, (%)	3.86%	3.93%		
Return on Assets (before Tax), (%)	-1.89%	1.92%		
Return on Equity, (%)	-4.99%	5.69%		

Notes :

 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 2021.

2. The Branch incurred an after tax loss of LKR 206 mn for the Q1 mainly due to,

- Increase in SLDB impairment provision by LKR 378 mn (increase the provision cover to 12%) while SLDB portfolio has reported as stage 1 asset.

 HO and IE payable/ receivable revaluation loss of LKR 783 mn was recognized as a result of the significant LKR depreciation.

3. There was no pending litigation of a material nature against the Branch.

4. All known expenses have been provided in these Interim Financial Statements.

No circumstances have arisen since the reporting date which would require adjustment to or disclosure in the financial statements.

STATEMENT OF FINANCIAL POSITION

Other assets 407,562 407,562 Total financial assets 54,252,754 2,437 1,123,699 55,378,890 In Rupees Thousand AC FVPL Total LIABILITIES 1,088 1,088 Due to banks Due to Branches 11,902,147 11,902,147 Derivative financial instruments 2,457 2,457 Financial liabilities - due to depositors 24,386,640 24,386,640 - due to Debt securities holders -- due to other borrowers Group Balances payable 3,303,331 3,303,331 75.417 Other liabilities 75.417 39,668,623 2,457 39,671,081 Total financial liabilities

	Deutsche Bank Colombo Branch				
In Rupees Thousands	Current Period As at 31-03-2022	Previous Period As at 31-12-2021 (Audited)	Growth %		
Assets					
Cash and cash equivalents	2,358,649	156,558	1,407		
Balances with Central Bank	11,345,946	5,903,034	92		
Placement with Banks	5,000,000	7,995,601	(37)		
Placement with branches	11,600,534	5,978,294	94		
Derivative financial instruments	170,710	2,437	6,905		
Group balances receivable	3,171,193	2,733,485	16		
Financial assets measured at fair value through profit or loss					
- measured at fair value	-	-	-		
- designated at fair value	-	-	-		
Financial assets at amortised cost					
- loans and advances	25,412,623	27,247,308	(7)		
- debt and other instruments	5,241,396	3,830,912	37		
Financial assets measured at fair value through other comprehensive income	1,207,908	1,123,699	7		
Investment in Subsidiaries	-	-			
Investments in associates and joint ventures	-	-			
Property, plant & equipment	458,202	76,371	500		
Investment properties	-	-	-		
Goodwill and intangible assets	-	-	-		
Deferred tax assets	198,055	104,750	89		
Other assets	1,845,155	1,024,528	80		
Total assets	68,010,371	56,176,977	21		
Liabilities					
Due to banks	11,491	1,088	956		
Due to branches	14,060,557	11,902,147	18		
Derivative financial instruments	3,976	2,457	62		
Financial liabilities recognized through profit or loss					
- measured at fair value	-	-	-		
- designated at fair value	-	-	-		
Financial liabilities at amortised cost	24 040 000	04 000 040	07		
- due to depositors	31,049,868	24,386,640	27		
- due to debt securities holders	-	-	-		
- due to other borrowers Debt securities issued	-	-	-		
Retirement benefit obligations	- 68,144	- 68,144	- (0)		
Current tax liabilities	148,802	209,404	,		
Deferred tax liabilities	140,002	209,404	(29)		
Other provisions	-	-	-		
Other liabilities	1,049,349	361,615	190		
Due to Subsidiaries	1,049,049	301,013	190		
Group balances payable	4,354,981	3,303,331	- 32		
Total liabilities	50,747,168	40,234,826	26		
Equity	50,747,100	+0,234,020	20		
Stated capital / Assigned capital	4,410,461	4,410,461	0		
Statutory reserve fund	793,635	793,634	0		
OCI Reserve	(29,205)	(25,702)	(14)		
Retained earnings	3,569,528	4,026,216	(14)		
Other reserves	8,518,784	6,737,542	26		
Total equity	17,263,203	15,942,151	8		
Total equity and liabilities	68,010,371	56,176,977	21		
Contingent liabilities & commitments	56,316,406	45,651,093	23		
Memorandum information:					
No. of employees	88	88			
No. of branches	1	1			

Note: Amounts stated are net of impairment & depreciation.

Certification

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.

Vikas Arora Chief Country Officer 24.05.2022 Colombo. A R M Imesha Sanjeewanie Head of Finance