



INCOME STATEMENT

| In Rupees Thousands | Deutsche Bank Colombo Branch | | |
|---|--|---|--------------|
| | Current Period From 01/01/22 to 31/03/22 | Previous Period From 01/01/21 to 31/03/21 | 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) |

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| In Rupees Thousands | Deutsche Bank Colombo Branch | | |
|--|--|---|--------------|
| | Current Period From 01/01/22 to 31/03/22 | Previous Period From 01/01/21 to 31/03/21 | Change % |
| Profit / (Loss) for the period | (206,051) | 407,262 | (151) |
| Items that will be reclassified to income statement | | | |
| Exchange differences on translation of foreign operations | - | - | - |
| Net gains / (losses) on cash flow hedges | - | - | - |
| Net gains / (losses) on investments in debt instruments measured at fair value through other comprehensive income | (4,611) | (12,096) | 62 |
| Share of profits of associates and joint ventures | - | - | - |
| Debt instruments at fair value through other comprehensive income | - | - | - |
| Others (specify) | - | - | - |
| Less: Tax expense relating to items that will be reclassified to income statement | 1,107 | - | - |
| | (3,504) | (12,096) | 71 |
| Items that will not be reclassified to income statement | | | |
| Change in fair value on investments in equity instruments designated at fair value through other comprehensive income | - | - | - |
| 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 | - | - | - |
| Re-measurement of post-employment benefit obligations | - | - | - |
| Changes in revaluation surplus | - | - | - |
| Share of profits of associates and joint ventures Others (specify) | - | - | - |
| Others: | | | |
| Gain / (loss) on translating the Financial Statements of FCBU | 1,530,608 | 283,671 | 440 |
| Less: Tax expense relating to items that will not be reclassified to income statement | - | - | - |
| | 1,530,608 | 283,671 | 440 |
| Other Comprehensive Income (OCI) for the period, net of taxes | 1,527,104 | 271,575 | 462 |
| Total comprehensive income / (expense) for the period | 1,321,053 | 678,837 | 95 |

STATEMENT OF CASH FLOWS

| In Rupees Thousands | Deutsche Bank Colombo Branch | |
|---|---------------------------------|----------------------------------|
| | Current Period As at 31-03-2022 | Previous Period As at 31-03-2021 |
| 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) | (55,623) |
| Others | - | (956) |
| Net cash generated from operating activities | 2,202,091 | (581,615) |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | - | - |
| Dividend received from investments | - | 956 |
| Net cash (used in) from investing activities | - | 956 |
| 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 | (580,659) |
| Cash and cash equivalents at the beginning of the period | 156,558 | 663,786 |
| Cash and cash equivalents at the end of the period | 2,358,649 | 83,127 |

STATEMENT OF CHANGES IN EQUITY

| In Rupees Thousands | Stated capital/Assigned capital | | | Statutory Reserve Fund | OCI Reserve | ECL reserve | Reserves | | | | Total Equity |
|---|---------------------------------|----------------------------|------------------|------------------------|-------------|-------------|-------------------|----------------------------------|-----------------------------------|------------------------------------|--------------|
| | Ordinary voting shares | Ordinary non-voting shares | Assigned capital | | | | Retained earnings | Exchange equalization of Capital | Exchange equalization of Reserves | Reserve through contributed assets | |
| 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 |
| Actuarial gain in defined benefits plans | - | - | - | - | - | - | - | - | - | - | - |
| Gain on translating the Financials 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 |

SELECTED PERFORMANCE INDICATORS

| Item | Deutsche Bank Colombo Branch | |
|--|---------------------------------|----------------------------------|
| | Current Period As at 31-03-2022 | Previous Period As at 31-12-2021 |
| 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) | | |
| 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% |

ADDITIONAL DISCLOSURES

| In Rupees Thousands | Deutsche Bank Colombo Branch | |
|---|---------------------------------|----------------------------------|
| | Current Period As at 31-03-2022 | Previous Period As at 31-12-2021 |
| 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 loans & 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 |
| Product-wise commitments and contingencies | | |
| By product - Domestic currency | | |
| Guarantees | 10,688,452 | 14,690,362 |
| Letters of credit | 756,108 | 65,165 |
| Bonds | - | - |
| Forward exchange contracts | - | - |
| Usance Import Bills | - | - |
| Core acceptance | - | - |
| Other commitments | - | - |
| Undrawn loan 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 acceptance | 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 2 | 3,799 | - |
| Accumulated impairment under stage 3 | - | - |
| 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 | - | - |
| 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 | - | - |
| Total impairment | 38,963 | 21,607 |

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 | |
| LIABILITIES | | | | | |
| 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 | - | | | | |