

ADDITIONAL DISCLOSURES

In Rupees Thousands

> Forward exchange contracts Usance Import Bills

Undrawn loan commitments

By product - Foreign currency

Forward exchange contracts

Undrawn loan commitments

Less: Accumulated impairment under stage 1

Movement of impairment during the period

Opening balance at 01/01/2022

Closing balance at 30/06/2022

Opening balance at 01/01/2022

Closing balance at 30/06/2022

Opening balance at 01/01/2022

Closing balance at 30/06/2022

Write-off during the year

Write-off during the year

Write-off during the year

Other movements

Accumulated impairment under stage 2

Accumulated impairment under stage 3

Stage-wise impairment on loans & advances, commitments and contingencies

Net value of loans and advances, commitments and contingencies

Core acceptance Other commitments

Sub total

Total

Under Stage 1

Other movem

Under Stage 2

Other moveme

Under Stage 3

Guarantees

Letters of credit

Usance Import Bills

Core accepteance Other commitments

Deutsche Bank

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INCOME STATEMENT						
	Deutsche Bank Colombo Branch					
In Rupees Thousands	Current Period From 01/01/22 to 30/06/22	Previous Period From 01/01/21 to 30/06/21	Change			
Interest income	2,144,901	1,311,982	63			
Interest expenses	(220,835)	(198,268)	(11)			
Net interest income	1,924,066	1,113,714	73			
Fee and commission income	274,307	239,330	15			
Fee and commission expenses	(16,209)	(19,283)	16			
Net fee and commission income	258,098	220,047	17			
Net gains / (losses) from trading	883,527	449,436	97			
Net fair value gains / (losses) on:						
Net gains / (losses) from financial instruments at fair value through profit & loss	-	(65,000)	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	(1,156,314)	81,628	(1,517			
Total operating income	1,909,377	1,799,825	6			
Impairment reversal / (charges)	(1,216,390)	120,401				
Net operating income	692,987	1,920,226	(64			
Personnel expenses	(266,473)	(197,848)	(35			
Depreciation and amortization	(49,208)	(32,867)	(50			
Other operating expenses	(737,012)	(749,039)	2			
Operating profit / (loss) before VAT on financial services	(359,706)	940,472	(138			
Value Added Tax (VAT) on financial services	-	(150,254)	100			
Profit / (Loss) before Income Tax	(359,706)	790,218	(146			
Income tax expenses	110,717	(216,701)	151			
Profit / (Loss) for the period	(248,989)	573,517	(143			

	Deutsche Ba	ank Colombo Bra	anch	
In Rupees Thousands	Current Period From 01/01/22 to 30/06/22	Previous Period From 01/01/21 to 30/06/21	Change	
Profit / (Loss) for the period	(248,989)	573,517	(143)	
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	-	(3,244)	100	
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	-	-	-	
	-	-		
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 Statemtns of FCBU	2,594,691	236,554	997	
Less: Tax expense relating to items that will not be reclassified to income statement	-	-	-	
	2,594,691	233,310	1,012	
Other Comprehensive Income (OCI) for the period, net of taxes	2,594,691	233,310	1,012	
Total comprehensive income / (expense) for the period	2,345,702	806,827	191	

	Deutsche Bar Bran	
In Rupees Thousands	Current Period As at 30-06-2022	Previou Period As a 30-06-202
Cash flows from operating activities		
Profit / (Loss) before tax	(359,706)	790,218
Adjustment for		
Non cash items included in profit before tax	1,810,719	373,464
Change in operating assets	(10,819,392)	4,044,818
Change in operating liabilities	14,278,998	(5,650,052
Tax paid	(126,725)	(111,24
Others	-	(956
Net cash generated from operating activities	4,783,894	(553,754
Cash flows from investing activities		
Purchase of property, plant and equipment	(8,342)	(525
Dividend received from investments	-	956
Net cash (used in) from investing activities	(8,342)	43
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	4,775,552	(553,323
Cash and cash equivalents at the beginning of the period	156,558	663,78
Cash and cah equivalents at the end of the period	4,932,110	110,46

FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2022

STATEMENT OF CHANGES IN E	QUITY										
	Stated	capital/Assigned	capital				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 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)	-	-	-	-	-		(248,988)	-	-	-	(248,988
ECL Reserve	-	-	-	-	-	310,541	(310,541)	-	-	-	-
Related taxes	-	-	-	-	-	-	-	-	-	-	-
Acturial gain in defined benefits plans	-	-	-	-	-	-	-	-	-	-	-
Gain on translating the Fiancials statement FCBU	-	-	-	-	-	-	-	1,170,836	1,423,855	-	2,594,692
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-		-	310,541	(559,530)	1,170,836	1,423,855		2,345,704
Transactions recognised directly in equity											
Share issue / increase of assigned capital	-		-	-	-		-		-	-	
Share options exercised	-		-	-	-	-		-		-	
Bonus issue	-		-	-	-	-		-		-	-
Rights issue	-	-	-	-		-	-	-	-	-	
Transfers to reserves during the period	-		-	-		89,217	(89,217)	-		1,161,446	1,161,446
Dividends to equity holders	-		-	-	-	-		-		-	
Profit transferred to head office	-		-	-	-	-		-		-	
Gain / (loss) on revaluation of Property, Plant and Equipment	_	-	_		_	_	_	_	-	_	
Others			-	-	-					-	
Balance as at 30/06/2022		-	4,410,461	793,635	(25,701)	399,758	3,377,467	1,836,201	1,877,477	6,780,000	19,449,300

11,770,816 23,156,469

23,402,691

5,206,156

4,192,323

1,751,727

57,716,028

51.465

37,663

21,607

29.858

51,465

37.663

89,128

88,827,079

10,896,598

25,652,125

12,089,872

3,190,061

2,154,371 77,770

2,471,918

45,651,093

21,607

5,743

15.864

21,607

149

(149)

21,607

Other liabilities

Total financial liabilities

72,886,122

-	-	-	-	-	-	-	-	-
-	-	-		-	-	-	-	-
	-	-		-	1,170,836	1,423,855	-	2,594,692
	-	_		_		_	_	
			310,541	(559,530)	1,170,836	1,423,855	-	2,345,704
	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
_			89,217	(89,217)			1,161,446	1,161,446
			69,217	(89,217)			1,161,446	1,161,446
•		<u>.</u>				<u> </u>	<u> </u>	-
-		-	-	-	-	-	-	-
		<u>.</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u> </u>	-
-		<u> </u>					<u> </u>	-
4,410,461	793,635	(25,701)	399,758	3,377,467	1,836,201	1,877,477	6,780,000	19,449,300
eutsche Bank C	colombo Branch		OF FINANC		MENTS ON	MEASUREM	ENT BASIS	
Current	Previous	In Rupees Thou	ieand		AC	FVPL	FVTOCI	Total
Period As at 30-06-2022	Period As at 31-12-2021	ASSETS	isanu		AO	1 41 2	1 1 1001	iotai
		Cash and cas	h equivalents		4,932,110			4,932,110
15,129,498	11,803,951							
10,441,697	5,015,591	Balances with	central banks		18,047,988	-		18,047,988
24,804 1,507,496	33,325 1,778,750	Placements w	rith banks		-	-	-	-
27.103.495	18.631.617	Placements w	ith Branches		4,764,469			4,764,469

	00 00 2022	01-12-2021	ASSETS				
By product – Domestic currency			Cash and cash equivalents	4,932,110			4,932,110
Demand deposits (current accounts)	15,129,498	11,803,951	Cash and Cash equivalents				
Savings deposits	10,441,697	5,015,591	Balances with central banks	18,047,988	-	-	18,047,988
Margin deposits	24,804	33,325	Placements with banks				
Fixed deposits	1,507,496	1,778,750					
Sub total	27,103,495	18,631,617	Placements with Branches	4,764,469	-	-	4,764,469
By product – Foreign currency			Derivative financial instruments	-	294,689	-	294,689
Demand deposits (current accounts)	7,153,677	4,400,779	Financial assets recognized through profit or loss	-		-	
Savings deposits	3,061,508	1,252,943					
Margin deposits	24,716	1,202,040	Loans and advances	31,179,817	-	-	31,179,817
Fixed deposits	364,016	101,301	Financial assets measured at fair value				
Sub total	10,603,917	5,755,023	through other comprehensive income	-	-	42,339	42,339
Total	37,707,412	24,386,640	Group Balances receivables	6.074.421			6.074.421
			Other assets	613.568			613,568
Product-wise Gross loans & advances							
By product - Domestic currency			Total financial assets	65,612,373	294,689	42,339	65,949,401
Overdrafts	16,275,916	13,364,046					
Term loans	-	-					
Lease rental receivables	-	-	In Rupees Thousand		AC	FVPL	Total
Credit Cards	-	-	LIABILITIES				
Pawning		-	LIABILITIES				
Trade finance	1,356,051	3,777,508	Due to banks		4,998	-	4,998
Staff loans	106,851	111,472	Due to Branches		8,083,445		8,083,445
Supplier Finance	6,226,989	1,187,190	Due to Branches		0,000,440		0,000,440
Sub total	23,965,807	18,440,216	Derivative financial instruments		-	342,403	342,403
By product – Foreign currency			Financial liabilities		-	-	-
Overdrafts	4,649,402	4,480,437	- due to depositors		37,707,412	_	37,707,412
Term loans	-	-					
Guarantees	-	-	- due to Debt securities holders		-		-
Bonds	-	-	- due to other borrowers		-	-	-
Trade finance	2,584,970	4,331,228	Group Balances payable		3.996.476		3,996,476
Staff loans	-	-	Group Balances payable		3,990,470		3,990,470
Supplier Finance	-	4,755	Other liabilities		502,682	-	502,682
Sub total	7,234,372	8,816,420	Total financial liabilities		50,295,013	342,403	50,637,416
Total	31,200,179	27,256,636	Total Illiancial Habilities			342,403	30,037,410
Product-wise commitments and contingencies			AC - Financial assets/liabilities measured at amor	tised cost			
By product – Domestic currency			FVPL - Financial assets/liabilities measured at fair		ofit or loss		
Guarantees	10,629,545	14,690,362		٠.			
Letters of credit	756,108	65,165	FVOCI - Financial assets measured at fair value to	hrough other com	prehensive income	•	
Don't							

PL - Financial assets/liabilities measured at fair value through profit or loss	
OCI - Financial assets measured at fair value through other comprehensive income	

b. Bank – Previous period 31/12/2021				
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
Cash and cash equivalents	-		-	-
Balances with central banks	27,247,308		-	27,247,308
Placements with banks	3,830,912	-	-	3,830,912
Placements with Branches	-		1,123,699	1,123,699
Financial assets measured at fair value through other comprehensive income				
Group Balances receivables	2,733,485	-	-	2,733,485
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				
Due to banks		1,088	-	1,088
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		-	-	-

39,668,623

	Deutsche Bank C	olombo Branch
Item	Current Period As at 30-06-2022	Previous Period As at 31-12-2021
Regulatory Capital (LKR in Millions)		
Common Equity Tier I	15,206	14,751
Tier I Capital	15,206	14,751
Total Capital	15,223	14,761
Regulatory Capital Ratios		
Common Equity Tier I Capital Ratio (Minimum requirement - 6.50%)	25.04%	34.20%
Tier I Capital Ratio (Minimum requirement - 8.50 %)	25.04%	34.20%
Total Capital Ratio (Minimum requirement - 12.50 %)	25.07%	34.22%
Leverage Ratio (Minimum Requirement - 3%)	16.42%	20.74%
Regulatory Liquidity		
Statutory Liquid Assets (LKR in Millions)		
Domestic Banking unit	23,308	19,996
Off-Shore Banking unit	16,648	10,847
Statutory Liquid Assets Ratio,% (Minimum requirement 20 %)		
Domestic Banking unit	70.07%	73.89%
Off-Shore Banking unit	72.55%	72.86%
Total Stock of High-Quality Liquid Assets (LKR in Millions)	17,299	4,419
Liquidity Coverage Ratio (%) - (Minimum requirement - 100%)		
Rupee (%)	771.72%	246.00%
All Currency (%)	465.62%	137.66%
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	135.00%	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, (%)	5.64%	3.93%
Return on Assets (before Tax), (%)	-1.05%	1.92%
Deturn on Equity (9/)	0.040/	F 000/

- 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. The Branch incurred an after tax loss of LKR 249 mn for the first six months mainly due to;
- Increase in SLDB impairment provision by LKR 1.5 bn (increase the provision cover to 20%) and SLDB portfolio - HO and IE payable/ receivable revaluation loss of LKR 1.2 bn 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.
- 5. No circumstances have arisen since the reporting date which would require adjustment to or disclosure in the

	Deutsche Bank Colombo Branch						
	Current	Previous					
In Rupees Thousands	Period As at	Period As at					
iii Rupees Tilousailus	30-06-2022	31-12-2021	Growth				
		(Audited)	%				
Assets							
Cash and cash equivalents	4,932,110	156,558	3,050				
Balances with Central Bank	18,047,988	5,903,034	206				
Placement with Banks		7,995,601	(100)				
Placement with branches	4,764,469	5,978,294	(20)				
Derivative financial instruments	294,689	2,437	11,992				
Group balances receivable	6,074,421	2,733,485	122				
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	31,179,817	27,247,308	14				
- debt and other instruments	6,016,250	3,830,912	57				
Financial assets measured at fair value through							
other comprehensive income	42,339	1,123,699	(96)				
Investment in Subsidiaries	-	-					
Investments in associates and joint ventures	400.047	70.074					
Property, plant & equipment	493,017	76,371	546				
Investment properties		-					
Goodwill and intangible assets Deferred tax assets	202.044	404.750	276				
Other assets	393,814 2,896,137	104,750 1,024,528	183				
			34				
Total assets Liabilities	75,135,051	56,176,977	34				
Due to banks	4,998	1,088	359				
Due to branches	8,083,445	11,902,147	(32)				
Derivative financial instruments	342,403	2,457	13,836				
Financial liabilities recognized through profit or loss	342,403	2,401	10,000				
- measured at fair value							
- designated at fair value							
Financial liabilities at amortised cost							
- due to depositors	37,707,412	24,386,640	55				
- due to debt securities holders	-	,	-				
- due to other borrowers		-	-				
Debt securities issued	-	-	-				
Retirement benefit obligations	64,362	68,144	(6)				
Current tax liabilities	261,026	209,404	25				
Deferred tax liabililties	-	-	-				
Other provisions			-				
Other liabilities	3,101,841	361,615	758				
Due to Subsidiaries	-	-	-				
Group balances payable	6,120,266	3,303,331	85				
Total liabilities	55,685,753	40,234,826	38				
Equity							
Stated capital / Assigned capital	4,410,461	4,410,461					
Statutory reserve fund	793,635	793,634	0				
OCI Reserve	(25,701)	(25,702)	0				
Retained earnings	3,377,467	4,026,216	(16)				
Other reserves	10,893,437	6,737,542	62				
Total equity	19,449,298	15,942,151	22				
Total equity and liabilities	75,135,051	56,176,977	34				
O		48.051.001					
Contingent liabilities & commitments	57,716,028	45,651,093	26				
Memorandum information:							
No. of employees	86	88					
No. of branches	1	1					

75,417

39,671,081

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

(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 23.08.2022 Colombo.

(Sgd.) **A R M Imesha Sanjeewanie** Head of Finance

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