## Deutsche Bank



## 31st March, 2017

Colombo Branch No. 86 Galle Road, Colombo 3 Tel + 94-11-2447062, Fax+ 94		37				
Financial Statem	ents f	or the pe	riod er	nding (		
Summarised Income S	tatemen	t				
	Deutsche Ba	nk Colombo Branch	Deutsche Bank Group			
Item	Current Period from 01.01.17 to 31.03.17 (Rs. '000)	Previous Period from 01.01.16 to 31.03.16 (Rs. '000)	Current Period from 01.01.17 to 31.03.17 (EUR m)	Previous Period from 01.01.16 to 31.03.16 (EUR m)		
Interest Income Less: Interest Expenses Net Interest Income Fee and commission income Less: Fee and commission Expense Net fee and commission income	701,419 124,586 <b>576,833</b> 156,969 5,840 151,130	625,313 113,131 <b>512,182</b> 146,265 5,837 140,428	6,138 3,071 <b>3,067</b> - - - 2,935	6,032 2,108 <b>3,924</b> - - - 2,877		
Net gain/(loss) from trading Net gain/(loss) from financial instrument designated at fair value through profit or loss Net gain/(loss) from financial investments Other Operating income (net) Total operating income Less: Impairment for loans and other losses	73,082 - - 15,698 816,743	59,366 - 11,971 723,946	1,109 139 97 7,347	1,297 227 (257) 8,068		
Individual impairment Collective impairment Others Net operating income Personnel expenses Depreciation and amortisation Other Expenses Operating profit/(loss) before VAT	(7,273) 809,469 91,276 6,798 221,669 489,726	571 724,517 98,361 9,793 260,071 356,293	73 60 <b>7,214</b> 3,147 694 2,493 <b>878</b>	203 102 7,762 3,194 509 3,482 579		
Less: Value added tax (VAT) on financial services  Operating profit/(loss) after VAT Share of profits of associates and joint ventures	68,833 420,893	40,180 316,113	878 -	579 -		
Profit/(loss)before corporate tax Less: Tax expenses Profit/(loss) for the period.	420,893 28,132 392,762	316,113 82,089 234,024	878 303 575	579 343 236		
Profit Attributable to : Owners of the parent Non-controlling interest	392,762	234,024	571 4	214 23		
Earnings per share on profit			Euro	Euro		
Basic earnings per ordinary share Diluted earnings per ordinary share.	-	- -	0.40 0.38	0.15 0.15		
Statement of Comprehensive Inco	me for the P	eriod ended 31st I	March 2017			
Item	Rs. '000	Rs. '000	EUR m	EUR m		
Profit/(loss) for the period Other Comprehensive income, net of tax Changes in revaluation surplus Remeasurement gains /(losses) related to defined benefit plans, before tax Foreign currency translation Gains and losses on re-measuring available-for-sale assets Gains and losses on cash flow hedges Asset classified as held for sale - Unrealised net gains (Loss) arising during the period, before tax Equity Method Investment - Net gains (Loss) arising during the period	392,762 - - - - 8,890 -	234,024 - - - - (10,348) - -	(81) (393) (137) (10) -	236 - (177) (1,134) 262 38 - 13		
Less: Tax expense/(income) relating to components of other comprehensive income Other comprehensive income for the year net of taxes Total comprehensive income for the period	8,890 401,652	(10,348) 223,675	129 (509) 66	(991) (752)		
Attributable to: Owners of the parent Non-controlling interests	401,652	223,675	63 3	(764) 12		
Statement of Financial	Position					
Item	Deutsche Ba Current Period as at 31.03.17 (Rs. '000)	Previous Period as at 31.12.16 (Rs. '000) (Audited)	Deutsche Bar Current Period as at 31.03.17 (EUR m)	Previous Perioc as at 31.12.16 (EUR m) (Audited)		
Assets Cash and cash equivalents Balances with Central Banks Placement with Banks Derivative financial instruments Other Financial Assets held for trading Securities borrowed Financial Assets designated at fair value through profit and loss Group balances receivable	208,147 3,623,774 5,301,956 3,508	193,773 1,527,673 2,876,325 56,140	179,461 10,467 14,058 421,218 24,907 289,980	181,364 11,606 16,287 485,150 20,081 258,631		
Loans and receivables to banks		10,499,161	409,352	408,909		
Loans and receivables to other customers Financial investments - available for sale Securities held to maturity Investments in subsidiaries	9,354,990 18,135,565 -	10,499,161 18,474,791 -	55,204 3,197	56,228 3,206		
Financial investments - available for sale Securities held to maturity			55,204	56,228		

20,038,776

208,043

109,987 312,323 10,781,493

1,416,123 33,369,099

4,410,461 595,653 4,148,821 4,235,540 13,390,475

13,390,475 46,759,574

Due to banks Derivative financial instruments

Other Financial liabilities held for trading Financial liabilities designated at fair value through profit and loss
Due to other customers
Other borrowings
Debt securities issued
Current tax liabilities
Deferred tax liabilities
Other provisions
Other liabilities
Group balances payable
Subordinated term debts/Other long term de

Subordinated term debts/Other long term debt
Total liabilities

Equity Stated capital/Assigned capital Statutory reserve fund Retained earnings Other reserves Total shareholders equity

Non-controlling interest

Total equity and liabilities

Total equity

Liabilities

35,286

12,800,170

109,987 229,095 11,878,574

1,366,655 26,698,004

4,410,461 595,653 3,756,059 4,186,585 12,948,758

12,948,758 39,646,763

179,298 1,499,905

37,285

4,675

Statement of Cash Flows - Deutsche Bank	Colombo Branch	
Item	For the period ended 31.03.17 (Rs. '000)	For the period ended 31.03.16 (Rs. '000)
Cash flows from operating activities Profit before tax Adjustment for Non cash items included in profit before tax Change in operating assets Change in operating liabilities Tax paid Others Net cash generated from operating activities  Cash flows from investing activities Purchase of property, plant and equipment Dividend received from investments Net cash (used in) from investing activities  Cash flows from financing activities  Cash flows from financing activities  Net cash (used in) from investing activities  Net 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 Cash and cash equivalents at the beginning of the period Cash and cash equivalents at the end of the period	420,893  110,898 (7,061,862) 6,594,993 (98,325) 49,468 16,065  (1,692)	316,113 160,724 (2,099,755) 1,782,431 (45,224) 88,506 202,793 - - - - 202,793 1,139,082 1,341,875 1,341,875
Deutsche Bank Group - Consolidated State	ement of Cash Flo	ws
In € m.	Three Months ended	Three Months ended

South that south significants at this sha of this ported	208,147		1,341,875	
Devite de Deuls Corres Corres l'Ideta d'Otata orant	- f O l- El-			Overdraft Trade Loa
Deutsche Bank Group - Consolidated Statement	or Cash Fid	ws		Staff Loa
	Three Months	Thre	e Months	Supplier
In € m.	ended	ende	ed	Bill Disco
	Mar. 31, 2017	Mar.	31, 2016	
Net Income (loss) Cash flows from operating activities:	575		236	Sub Total
Adjustments to reconcile net income to net cash provided by (used in) operating activities:				By product -
Provision for credit losses Restructuring activities	133		304 211	Overdraf
Gain on sale of financial assets available for sale, equity method investments, and other	(144)		(127)	Supplier
Deferred income taxes, net	288		116	Trade Lo
Impairment, depreciation and other amortization, and accretion Share of net income (loss) from equity method investments	694 (18)		509 (106)	Bill Disco
ncome (loss) adjusted for noncash charges, credits and other items	1,514		1,143	Sub Total
Adjustments for net change in operating assets and liabilities:	(25)		247	Gross Total
Interest-earning time deposits with central banks and with banks w/o central banks  Central bank funds sold, securities purchased under resale agreements, securities borrowed	(2,707)		(6,584)	
Financial assets designated at fair value through profit or loss	(12,607)		1,363	
Loans Other assets	(272) (7,611)		3,136 (52,790)	<ol><li>Moveme</li></ol>
Deposits	5,955		(6,983)	during th
Financial liabilities designated at fair value through profit or loss and investment contract liabilities	5,556		7,789	Other Cu
Central bank funds purchased, securities sold under repurchase agreements and securities loaned Other short-term borrowings	(6,190) 2,927		4,333 493	
Other liabilities	14,502		41,283	In Rupees Th
Senior long-term debt	550		(8,502)	
Trading assets and liabilities, positive and negative market values from derivative financial instruments, net Other, net	(3,323) (1,225)		34,077 (2,502)	Individual im
Net cash provided by (used in) operating activities	(2,956)		16,503	Opening
Cash flows from investing activities: Proceeds from:				Charge/(
Sale of financial assets available for sale	3,087		5,254	Write off
Maturities of financial assets available for sale	2,569		1,561	Other mo
Maturities of securities held to maturity Sale of equity method investments	- 5		18	Closing balar
Sale of property and equipment	36		11	Collective im
Purchase of:				Opening
Financial assets available for sale Securities held to maturity	(5,003)		(7,991)	Charge/(
Equity method investments	-		(12)	Other mo
Property and equipment	(145)		(110)	
Net cash received in (paid for) business combinations/divestitures Other, net	(334)		79 (299)	Closing balar
let cash provided by (used in) investing activities	215		(1,489)	Total impain
Cash flows from financing activities:	46		3	
ssuances of subordinated long-term debt Repayments and extinguishments of subordinated long-term debt	-		(170)	
ssuances of trust preferred securities	.5.		6	4). Due to Ot
Repayments and extinguishments of trust preferred securities  Common shares issued	(3)		(705)	-
Purchases of treasury shares	(1,394)		(2,047)	In Rupees Th
Sale of treasury shares	1,255		1,784	
Additional Equity Components (AT1) issued Purchase of Additional Equity Components (AT1)	(68)		(82)	By product -
Sale od Additional Equity Components (AT1)	73		81	Demand d
Coupon on aditional equity components, pre tax	-		-	Saving de
Dividends paid to non-controlling interests Net change in non-controlling interests	(27)		(4)	Margin De
Cash dividends paid to Deutsche Bank shareholders			-	Fixed
Net cash provided by (used in) financing activities	(118)		(1,134)	
let effect of exchange rate changes on cash and cash equivalents let increase (decrease) in cash and cash equivalents	(3,450)		13.573	Sub Total
ash and cash equivalents at beginning of period	185,891		105,478	
ash and cash equivalents at end of period	182,439		119,049	By product -
let cash provided by (used in) operating activities including Income taxes paid, net	241		422	Demand d
Interest paid	2,896		2,206	Saving de
Interest and dividends received	6,050		6,075	Margin De
ash and cash equivalents comprise ash and central bank balances ( not included interest -earning time deposits with central, banks	176,614		111,607	Fixed
nterbank balances (w/o central banks ) (not included : time deposits of €7,077 million as of March 31,2017,				Sub Total
nd €4,074 million as of March 31, 2016)	6,236		7,442	Total
otal	182,850		119,049	
5). DB Colombo Branch - Analysis of Financial Instruments by measur	ement hacie			
ססוסוווטס של Analysis OF Finalicial Instruments by measur		1 - 1 - 8 -		
L D (000	As at 3	ist Ma	arch 2017	
In Rs. '000	Loans and Receivable	De /I & D.	Held for Trading (HFT)	Available for Sale (AFS)
Accete	neceivable	JO (LOIN)	irauing (FFT)	Jaie (AFJ)

Loans and Receivables to Other Customers	Deutsche Bank Colombo						
In Rupees Thousand	Current Period as at 31st Mar. 2017	as at					
Gross loans and receivables	9,418,829	10,570,559					
(Less): Individual impairment charges	-	-					
Collective impairment charges	(63,839)	(71,398					
Net loans and receivables including those designated	9,354,990	10,499,161					
at fair value through profit or loss	-	-					
Less: Loans and receivables designated at							
fair value through profit or loss	-	-					
Net loans and receivables	9,354,990	10,499,161					

In Rupees Thousand	Current Period as at 31st Mar. 2017	Previous period as at 31st Dec. 2016
By product - Domestic Currency		
Overdrafts	4,159,756	4,479,161
Trade Loans	65,380	853,326
Staff Loans	156,156	141,177
Supplier Finance & Supplier Invoice Finance	2,120,089	2,024,305
Bill Discounting	-	-
Sub Total	6,501,380	7,497,969
By product - Foreign Currency		
Overdrafts	696,849	580,806
Supplier Finance & Supplier Invoice Finance	-	-
Trade Loans	2,220,599	2,491,784
Bill Discounting	_	-
Sub Total	2,917,449	3,072,590
Gross Total	9,418,829	10,570,559

<ol><li>Movements in Individual and Collective Impairment</li></ol>							
during the period for Loans and Receivables to							
Other Customers	Deutsche Bank Colombo						
	Current Period	Previous perio					
In Rupees Thousand	as at	as at					
	31st Mar. 2017	31st Dec. 201					
Individual impairment charges							
Opening balance as at 1st January	-	-					
Charge/(Write back) to income statement	-	-					
Write off during the year	-	-					
Other movements	-	-					
Closing balance	-	-					
Collective impairment charges							
Opening balance as at 1st January	71,398	60,075					
Charge/(Write back) to income statement	(7,559)	7,187					
Other movements	-	4,136					
Closing balance	63,839	71,398					
Total impairment	63,839	71,398					

4). Due to Other Customers - By Product	Deutsche Bank	Deutsche Bank Colombo			
	Current Period	Previous period			
In Rupees Thousand	as at	as at			
	31st Mar. 2017	7 31st Dec. 2016			
By product - Domestic Currency					
Demand deposits (current accounts)	7,863,215	5,461,560			
Saving deposits	2,816,386	2,601,759			
Margin Deposits	54,755	28,525			
Fixed	3,411,338	1,901,028			
Sub Total	14,145,694	9,992,872			
By product - Foreign Currency					
Demand deposits (current accounts)	5,168,327	2,678,006			
Saving deposits	-	-			
Margin Deposits	-	-			
Fixed	724,756	129,292			
Sub Total	5,893,083	2,807,298			
Total	20,038,776	12,800,170			

As at 31st December 2016

1,527,673

2,321 21,457,220

14,166,825

Total

1,527,673

12,800,170

35,286 14,202,111

Total

3,623,774

and £4,074 million as of March 31, 20		
258,631 <u>Total</u>	258,631	289,980
5). DB Colombo Branc	- 400 000	409,352
56,228 3,206 In Rs. '000	56,228 3,206	55,204 3,197 - 980
1,027 2,804 Assets		2,832
- Cash and cash equivalents	-,	-,
8,982 8,666 Balances with central banks		9,039 8.427
127,604 Placements with banks		135,634
1,590,546 Derivative financial instrume		1,564,756
Other financial assets held-f		
<ul> <li>Loans and receivables to otl</li> </ul>	-	-
463,858 Financial investments – Avai	463,858	399,062
Total financial assets	-	-
118,113		139,706
550.204		
46,633 DB Colombo Branch -	550,204 46,633	555,440 43,086
46,633 DB Colombo Branch -  1,329 486 10,973	46,633 - 1,329 486	
1,329 486 In Rs. '000	46,633 - 1,329 486 10,973	43,086 - 1,111 474

178,689 1,525,727

37,296

4,669

Other borrowings

Total financial liabilities

Placements with banks	5,301,956	-	-	5,301,956	2,876,325	-	-	2,876,325
Derivative financial instruments	-	3,508	-	3,508		56,140	-	56,140
Other financial assets held-for-trading	-	-	-	-		-	-	-
Loans and receivables to other customers	9,354,990	-	-	9,354,990	10,499,161	-	-	10,499,161
Financial investments – Available-for-sale	-	-	18,135,565	18,135,565		-	18,474,791	18,474,791
Total financial assets	3,508	18,135,565	36,627,940	15,096,932	56,140	18,474,791	33,627,863	
	18,488,867	.,				1		
DB Colombo Branch - Analysis of Financial Instruments		As	at 31st M	arch 2017		As at 31st I	December	2016
		De	at 31st M posits at nortised cost	arch 2017 Held for Trading (HFT)	Total	As at 31st I	December Held for Trading (HFT)	
DB Colombo Branch - Analysis of Financial Instruments		De	posits at	Held for		Deposits at	Held for	
DB Colombo Branch - Analysis of Financial Instruments In Rs. '000		De	posits at	Held for		Deposits at	Held for	

3,623,774

Contingent liabilities and commitments Memorandum Information	27,44	3,355	25,648,260	222	2,083	218,404	Fitch Rating		A- A-			
Number of Employees Number of Branches		93 1	95 1		3,177 2,552	99,744 2,656						
Deutsche Bank AG. Colombo Branch, Statement of Changes in Equity for the Period Ended 31st March 2017 $-$ in Rs. 'C												
					C	ther Reserv	/es		_			
	Assigned Capital	Statutory Reserves	Retained Earnings	Available for Sale Reserves	Exchange Equalization of Capital	Exchange Equalization Reserves	Special Reserves	Total Other Reserves	Total Equity			
Balance as at 01st January 2017	4,410,461	595,653	3,756,059	(4,828)	282,583	165,617	3,743,213	4,186,585	12,948,758			
Profit for the period	-	-	392,762	-	-	-	-	-	392,762			
Other comprehensive income (net of tax)	-	-	-	8,890	-	-	-	8,890	8,890			
Acturial loss in defined benefits plan	-	-	=	-	-	-	-	-	-			
Total comprehensive income for the period	-	-	392,762	8,890	-	-	-	8,890	401,652			
Transactions recognised directly in equity												
Transfer to reserve fund	-	-	-	-	-	-	-	-	-			
Exchange rate equalization of capital	-	-	-	-	17,037	-	-	17,037	17,037			
Exchange rate effect of currency translation of												
income & reserve	-	-	-	-	-	23,029	-	23,029	23,029			
Profit transfer to Head Office	-	-	-	-	-	-	-	-	-			
Other Reserves	-	-	-	-	-	-		-	-			
Balance as of 31st March 2017	4,410,461	595,653	4,148,821	4,062	299,620	188,646	3,743,213	4,235,540	13,390,475			
			The state of the s	· ·	The state of the s	The state of the s	The state of the s		The state of the s			

			Selected Performance Indic	ators				
Moody's Inv	Long Term Rati estors Service	Baa2 Baa2	D	eutsche Banl	k Colombo Branch		Deutsche	Bank Group
Standard & Fitch Rating		BBB- BBB+ A- A-	Item	Current Period as at 31.03.17 (Rs. '000)	Previous Period as at 31.12.16 (Rs. '000)	Item	Current Period as at 31.03.17 (EUR bn)	Previous Period as at 31.12.16 (EUR bn)
March 201	7 — in Rs.	'000	Regulatory Capital Adequacy	10 100 501	40 400 504	Common Equity Tier 1 capital	47	46
es			Core Capital (Tier 1 Capital), Total Capital Base	12,468,591 12,468,591	12,468,591 12,468,591	Total regulatory capital CET1 capital ratio	60 11.9%	60 11.8%
Special Reserves	Total Other Reserves	- Total Equity	Core Capital Adequacy Ratio, as a % of Risk Weighted Assets (Minimum Requirement, 5%)	60.29%	62.12%	Tier I capital ratio Total regulatory capital ratio Post Tax return on average	13.1% 16.6%	13.1% 16.6% 1.4%
3,743,213	4,186,585	12,948,758	Total Capital Adequacy Ratio, as a % of Risk Weighted Assets	00.000/	00.400/	shareholders, equity	3.8%	1.4%
-	-	392,762	(Minimum Requirement, 10%) Assets Quality (Quality of Loan Portfolio)	60.29%	62.12%			
-	8,890	8,890	Gross Non-Performing Advances Ratio, % (net Interest in Suspense)	0.00%	0.00%			
-	8,890	401,652	Net Non-Performing Advances Ratio, % (net of Interest in Suspense and Provision) Profitability	0.00%	0.00%			
-	-	-	Interest Margin, % Return on Assets (before Tax), %	5.24% 3.82%	5.46% 3.66%			
-	17,037	17,037	Return on Equity, % Regulatory Liquidity	11.83%	9.56%			
=	23,029	23,029	Statutory Liquid Assets	30,395,745	29,622,817			
-	-	=	Statutory Liquid Assets Ratio,% (Minimum requirement 20 %)					
3,743,213	4,235,540	13,390,475	Domestic Banking unit Off-Shore Banking unit	89.66% 129.43%	96.13% 104.43%			
., .,	, ,		on onoro banking and	.23.4070	104.4070			

21,454,899

	Common shares (no par value)	Additional paid in capital	Retained earnings	Common shares in treasury, at cost	Equity classified as obligation to purchase common shares		Unrealized net gains (losses) on derivatives hedging variability of cash flows, net of tax	Unrealized net gains (losses) on assets classified as held or sale, net of tax	translation	equity metho		Total shareholder's equity	Additional s equity components	Non- controlling interest	Total Equity
Balance as at 01st January 2017	3,531	33,765	18,987	-	-	912	143	-	2,418	77	3,550	59,833	4,669	316	64,819
Total comprehensive income (loss), net of tax	-	-	571	-	-	(95)	(12)	(2)	(318)	(13)	(441)	130	-	3	133
Common shares issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividends paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Coupon on additional equity components, net of tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Remeasurement gain (losses) related to defined															
benefit plans, net of tax	-	-	(67)	-	-	-	-	-	-	-	-	(67)	-	-	(67)
Net change in share awards in the reporting period	-	36	-	-	-	-	-	-	-	-	-	36	-	-	36
Treasury shares distributed under share-based															
compensation plans	-	-	-	62	-	-	-	-	-	-	-	62	-	-	62
Tax benefits related to share-based compensation plan	s -	(2)	-	-	-	-	-	-	-	-	-	(2)	-	-	(2)
Addition to Equity classified as obligation to purchase															
common shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deduction from Equity classified as obligation															
to purchase common shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Option premiums and other effects from options															
on common shares	-	_	-	-	-	-	-	-	-	-	-	_	-	-	
Purchase of treasury shares	-	-	-	(1,394)	-	-	-	-	-	-	-	(1,394)	-	-	(1,394)
Sale of treasury shares	-	-	-	1,248	-	-	-	-	-	-	-	1,248	-	-	1,248
Net gains (losses) on treasury shares sold	-	7	-	-	-	-	-	-	-	-	-	7	-	-	7
Other	-	32	-	-	-	-	-	-	-	-	-	32	6	(28)	10
Balance as of 31st March 2017	3,531	33.838	19.491	(84)		817	131	(2)	2.100	64	3.109	59,885	4.675	292	64,852

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.

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
- (b) the information contained in these statements have been extracted from un-audited financial statements of the bank unless indicated as audited.

(Sgd.) Rohan Rodrigo Chief Country Officer 20th April, 2017

(Sgd.) Evelyn Mohamed Head of Finance 20th April, 2017