## Deutsche Bank

Colombo Branch No. 86, Galle Road, Colombo 3 Tel + 94-11-2447062, Fax+ 94-11-2447067



## Financial Statements for the period ending 30th September, 2017

|  |  |  |  | 5   |  |  |  |
|--|--|--|--|---|--|--|--|
| Summarised Income Stater   | nent   |  |  |   |  |  |  |
|  | Deutsche Ba  | ank Colombo Branch   | Deutsche Ba  | Deutsche Bank Group   |  |  |  |
| Item   | Current<br>Period from<br>01.01.17 to<br>30.09.17<br>(Rs. '000)          | Previous<br>Period from<br>01.01.16 to<br>30.09.16<br>(Rs. '000)         | Current<br>Period from<br>01.01.17 to<br>30.09.17<br>(EUR m) | Previous<br>Period from<br>01.01.16 to<br>30.09.16<br>(EUR m) |  |  |  |
| Interest Income Less: Interest Expenses Net Interest Income Fee and commission income Less: Fee and commission Expense Net fee and commission income   | 2,090,329<br>415,487<br><b>1,674,841</b><br>476,589<br>15,931<br>460,658 | 1,987,321<br>313,161<br><b>1,674,160</b><br>488,761<br>15,644<br>473,117 | 17,575<br>8,014<br><b>9,561</b><br>-<br>-<br>8,356           | 19,112<br>7,971<br><b>11,142</b><br>-<br>-<br>8,825           |  |  |  |
| 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 | 423,228<br>-<br>25,406<br>2,584,134                                      | 255,645<br>-<br>80,876<br>2,483,798                                      | 2,612<br>381<br>(172)<br>20,738                              | 2,111<br>903<br>(34)<br>22,947                                |  |  |  |
| Less:<br>Impairment for loans and other losses<br>Individual impairment<br>Collective impairment<br>Others   | (3,739)  | (1,996)  | 246<br>150   | 501<br>388  |  |  |  |
| Net operating income Personnel expenses Depreciation and amortisation Other Expenses Operating profit/(loss) before VAT Less: Value added tax (VAT) on financial services  | 2,580,394<br>261,868<br>20,241<br>1,025,033<br>1,273,253<br>203,524      | 2,481,803<br>284,578<br>29,789<br>780,380<br>1,387,056<br>129,714        | 20,342<br>8,874<br>1,506<br>7,329<br>2,633                   | 22,058<br>9,047<br>1,521<br>9,882<br>1,608                    |  |  |  |
| Operating profit/(loss) after VAT<br>Share of profits of associates and joint ventures   | 1,069,729  | 1,257,342  | 2,633  | 1,608   |  |  |  |
| Profit / (loss)before corporate tax<br>Less: Tax expenses<br>Profit /(loss) for the period.  | 1,069,729<br>650,468<br>419,261  | 1,257,342<br>375,661<br>881,681  | 2,633<br>944<br>1,689  | 1,608<br>1,071<br>534   |  |  |  |
| Profit Attributable to :<br>Owners of the parent<br>Non-controlling interest   | 419,261  | 881,681<br>-   | 1,664<br>25  | 488<br>47   |  |  |  |
| Earnings per share on profit   |  |  | Euro   | Euro  |  |  |  |
| Basic earnings per ordinary share<br>Diluted earnings per ordinary share.  | -  | -<br>-   | 0.72<br>0.69   | 0.15<br>0.15  |  |  |  |
| Statement of Comprehensive I   | ncome for  | the Period ended   | 30th Septer  | mber 2017   |  |  |  |
| Item   | Rs. '000   | Rs. '000   | EUR m  | EUR m   |  |  |  |
| Profit//loss) for the period   | /10 261  | 991 691  | 1 690  | E34   |  |  |  |

| Statement of Comprehensive I  | ncome for | the Period ended | 30th Sept | ember 2017  |
|---|-----------|------------------|-----------|-------------|
| Item  | Rs. '000  | Rs. '000         | EUR m     | EUR m       |
| Profit/(loss) for the period<br>Other Comprehensive income, net of tax                        | 419,261   | 881,681          | 1,689     | 534         |
| Changes in revaluation surplus  | -         | -                | -         | -           |
| Remeasurement gains /(losses) related to<br>defined benefit plans, before tax                 | -         | -                | (229)     | (977)       |
| Foreign currency translation Gains and losses on re-measuring                                 | -         | -                | (2,339)   | (1,108)     |
| available-for-sale assets   | (56,152)  | (10,065)         | (240)     | 687         |
| Gains and losses on cash flow hedges Asset classified as held for sale - Unrealised net gains | -         | -                | (159)     | 42          |
| (Loss) arising during the period, before tax  | -         | -                | -         | -           |
| Equity Method Investment - Net gains<br>(Loss) arising during the period                      | -         | -                | (26)      | 13          |
| Less: Tax expense/(income ) relating to components<br>of other comprehensive income           |           | _                | 133       | 203         |
| Other comprehensive income for the year net of taxes  | (56,152)  | (10,065)         | (2,861)   | (1,140)     |
| Total comprehensive income for the period   | 363,109   | 871,617          | (1,172)   | (606)       |
| Attributable to :   |           |                  |           |             |
| Owners of the parent<br>Non-controlling interests   | 363,109   | 871,617          | (1,169)   | (647)<br>41 |
| Non-controlling interests   |           | -                | (3)       | 41          |
| Statement of Financial Posi   | tion      |                  |           |             |
| Transfer of Financial Foot  |           |                  |           |             |

|  | Deutsche B   | ank Colombo Branch  | Deutsche Ba                                      | ank Group  |
|--|--|---|--|--|
| Item   | Current Period<br>as at<br>30.09.17<br>(Rs. '000)            | d Previous Period<br>as at<br>31.12.16<br>(Rs. '000)<br>(Audited) | Current Period<br>as at<br>30.09.17<br>(EUR m)   | Previous Peri<br>as at<br>31.12.16<br>(EUR m)<br>(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 | 174,746<br>1,266,830<br>3,852,197<br>2,885                   | 193,773<br>1,527,673<br>2,876,325<br>56,140                       | 204,390<br>10,727<br>10,580<br>372,019<br>23,979 | 181,364<br>11,606<br>16,287<br>485,150<br>20,081           |
| Group balances receivable  | 8,378,710  | 3,857,143   | -  | -  |
| Loans and receivables to banks<br>Loans and receivables to other customers<br>Financial investments - available for sale<br>Securities held to maturity  | 11,458,465<br>17,337,729                                     | 10,499,161<br>18,474,791  | 396,237<br>51,540<br>3,179                       | 408,909<br>56,228<br>3,206                                 |
| Investments in subsidiaries<br>Equity method investments<br>Property, plant and equipment  | 64,925   | 76,234  | 915<br>2,772                                     | 1,027<br>2,804   |
| Investment properties<br>Goodwill and intangible assets<br>Deferred tax assets<br>Other assets   | 31,967<br>793,984  | 31,967<br>2,053,556   | 8,773<br>7,829<br>145,615                        | 8,982<br>8,666<br>127,605                                  |
| Total Assets   | 43,362,438   | 39,646,763  | 1,521,454  | 1,590,546  |
| Liabilities Due to banks Derivative financial instruments Other Financial liabilities held for trading Financial liabilities designated at fair value  | 1,215,642<br>3,360   | 35,286<br>-   | -<br>348,346<br>-                                | 463,858  |
| through profit and loss Due to other customers Other borrowings  | 16,411,579<br>-  | 12,800,170<br>-   | 124,559<br>574,691<br>41,286                     | 118,113<br>550,204<br>46,633                               |
| Debt securities issued<br>Current tax liabilities<br>Deferred tax liabilities<br>Other provisions  | 606,597<br>-<br>103.848                                      | 278,237<br>-<br>109,987   | 1,074<br>396<br>5,025                            | 1,329<br>486<br>10,973                                     |
| Other provisions Other liabilities Group balances payable Subordinated term debts /Other long term debt  | 570,135<br>11,645,270<br>1,583,310                           | 229,095<br>11,878,574<br>1,366,655                                | 190,792<br>-<br>164,675                          | 155,440<br>-<br>178,691                                    |
| Total liabilities  | 32,139,740   | 26,698,004  | 1,450,844  | 1,525,727  |
| Equity Stated capital /Assigned capital Statutory reserve fund Retained earnings Other reserves Total shareholders equity  | 4,410,461<br>595,653<br>2,116,882<br>4,099,702<br>11,222,698 | 4,410,461<br>595,653<br>3,756,059<br>4,186,585<br>12,948,758      | 44,988<br>-<br>19,787<br>901<br><b>65,676</b>    | 37,296<br>-<br>18,987<br>3,550<br>59,833                   |
| ' '  |  |   | ·  |  |

28,811,968

Additional equity components Non-controlling interest Total equity Total equity and liabilities

Contingent liabilities and commitments

| Statement of Cash Flows - Deutsche Bank Colombo Branch   |   |   |  |  |  |  |  |  |  |  |  |
|--|---|---|--|--|--|--|--|--|--|--|--|
| ltem   | For the period<br>ended<br>30.09.17<br>(Rs. '000)             | For the period<br>ended<br>30.09.16<br>(Rs. '000)             |  |  |  |  |  |  |  |  |  |
| ash flows from operating activities rofit before tax djustment for Non cash items included in profit before tax Change in operating assets Change in operating liabilities Tax paid  | 1,069,729<br>463,506<br>(3,836,633)<br>4,457,196<br>(322,108) | 1,257,342<br>480,227<br>3,657,833<br>(3,861,140)<br>(212,296) |  |  |  |  |  |  |  |  |  |
| Others Net cash generated from operating activities  | 214,483<br>2,046,172  | 71,285<br>1,392,981   |  |  |  |  |  |  |  |  |  |
| ash flows from investing activities urchase of property, plant and equipment ividend received from investments let cash (used in ) from investing activities   | (8,932)<br>2,171<br>(6,760)                                   | (24,516)<br>270<br>(24,246)                                   |  |  |  |  |  |  |  |  |  |
| ash flows from financing activities<br>nterest paid on subordinated debt<br>rofit transfer to head office<br>let cash from financing activities  | (2,058,439)<br>(2,058,439)                                    | (899,798)<br>(899,798)  |  |  |  |  |  |  |  |  |  |
| et increase/ ( decrease ) in cash & cash equivalents<br>ash and cash equivalents at the beginning of the period<br>ash and cah equivalents at the end of the period  | (19,027)<br>193,773<br>174,746                                | 468,937<br>1,139,082<br>307,605                               |  |  |  |  |  |  |  |  |  |
| Deutsche Bank Group - Consolidated Statemer  | nt of Cash Flo  | ows   |  |  |  |  |  |  |  |  |  |
| ln € m.  | Sept. 30, 2017  | Sept. 30, 2016  |  |  |  |  |  |  |  |  |  |
| let income (loss) ash flows from operating activities: djustments to reconcile net income to net cash provided by (used in) operating activities: Provision for credit losses Restructuring activities Gain on sale of financial assets available for sale, equity method investments, and other | 1,689<br>396<br>39<br>(330)                                   | 534<br>891<br>435<br>(713)                                    |  |  |  |  |  |  |  |  |  |

| In € m.  | Sept. 30, 2017  | Sept. 30, 2016   |
|--|-----------------|------------------|
| Net income (loss)  | 1,689           | 534              |
| Cash flows from operating activities:  |                 |                  |
| Adjustments to reconcile net income to net cash provided by (used in) operating activities:  |                 |                  |
| Provision for credit losses  | 396             | 891              |
| Restructuring activities   | 39              | 435              |
| Gain on sale of financial assets available for sale, equity method investments, and other  | (330)           | (713)            |
| Deferred income taxes, net   | 344             | 384              |
| Impairment, depreciation and other amortization, and accretion   | 1,506           | 1,521            |
| Share of net income (loss) from equity method investments  | (124)           | (176)            |
| Income (loss) adjusted for noncash charges, credits and other items  | 3,520           | 2,876            |
| Adjustments for net change in operating assets and liabilities:  | (294)           | (1,054)          |
| 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<br>Financial assets designated at fair value through profit or loss | 943<br>(10,929) | 4,115<br>(8,776) |
| Loans  | 9,283           | 3,505            |
| Other assets   | (20,203)        | (47,033)         |
| Deposits   | 27,428          | (24,875)         |
| Financial liabilities designated at fair value through profit or loss and investment contract liabilities  | (9,066)         | 10,449           |
| Central bank funds purchased, securities sold under repurchase agreements and securities loaned  | (5,379)         | 10,159           |
| Other short-term borrowings  | 1,012           | (5,601)          |
| Other liabilities  | 34,565          | 36,043           |
| Senior long-term debt  | (12,674)        | 2,427            |
| Trading assets and liabilities, positive and negative market values from derivative financial instruments, net   | (2,504)         | 32,357           |
| Other, net   | 3,885           | (5,671)          |
| Net cash provided by (used in) operating activities  | 19,587          | 8,921            |
| Cash flows from investing activities:  |                 |                  |
| Proceeds from:   |                 |                  |
| Sale of financial assets available for sale  | 7,490           | 14,407           |
| Maturities of financial assets available for sale  | 5,796           | 4,649            |
| Maturities of securities held to maturity  | -               | -                |
| Sale of equity method investments  | 39              | 36               |
| Sale of property and equipment   | 60              | 217              |
| Purchase of:   |                 |                  |
| Financial assets available for sale  | (11,156)        | (16,996)         |
| Securities held to maturity  | -               | -                |
| Equity method investments  | (8)             | (17)             |
| Property and equipment   | (421)           | (435)            |
| Net cash received in (paid for) business combinations/divestitures   | 93              | 239              |
| Other, net   | (891)           | (1,031)          |
| Net cash provided by (used in) investing activities  | 1,002           | 1,069            |
| Cash flows from financing activities:  | 52              | 784              |
| Issuances of subordinated long-term debt   | (134)           | (1,001)          |
| Repayments and extinguishments of subordinated long-term debt  | (134)           | 98               |
| Issuances of trust preferred securities Repayments and extinguishments of trust preferred securities   | (401)           | (839)            |
| Common shares issued   | 8.037           | (033)            |
| Purchases of treasury shares   | (7,135)         | (3,750)          |
| Sale of treasury shares  | 6,678           | 3,470            |
| Additional Equity Components (AT1) issued  | 0,070           | 3,470            |
| Purchase of Additional Equity Components (AT1)   | (145)           | (145)            |
| Sale of Additional Equity Components (AT1)   | 147             | 145              |
| Coupon on additional equity components, pre tax  | (335)           | (333)            |
| Dividends paid to noncontrolling interests   | (11)            | (11)             |
| Net change in noncontrolling interests   | (38)            | (17)             |
| Cash dividends paid to Deutsche Bank shareholders  | (392)           | (17)             |
| Net cash provided by (used in) financing activities  | 6,326           | (1,599)          |
| Net effect of exchange rate changes on cash and cash equivalents   | (4,538)         | (395)            |
| Net increase (decrease) in cash and cash equivalents   | 22.337          | 7,997            |
| Cash and cash equivalents at beginning of period   | 185,649         | 105,478          |
| Cash and cash equivalents at end of period   | 208,028         | 113,473          |
|  |                 | ,,,,,            |
| Net cash provided by (used in) operating activities including  | 540             | 1.126            |
| Net cash provided by (used in) operating activities including  Income taxes paid, net  | 540             |                  |
| Net cash provided by (used in) operating activities including Income taxes paid, net Interest paid   | 8,185           | 8,270            |
| Income taxes paid, net<br>Interest paid  |                 | 8,270<br>19,321  |
| Income taxes paid, net   | 8,185           |                  |

Derivative financial instruments Other financial assets held-for-trading

| 1). Loans and Receivables to Other Customers                    | Deutsche Bank           |   |
|---|-------------------------|---|
| In Rupees Thousand  | Current Period<br>as at | Previous perio                          |
| ·   | 30th Sep. 2017          | 31st Dec. 201                           |
| Gross loans and receivables                                     | 11,526,231              | 10,570,559                              |
| (Less): Individual impairment charges                           | -                       |   |
| Collective impairment charges                                   | (67,766)                | (71,398                                 |
| Net loans and receivables including those designated            | 11,458,465              | 10,499,16                               |
| at fair value through profit or loss                            | -                       |   |
| Less: Loans and receivables designated at                       |                         |   |
| fair value through profit or loss                               | -                       |   |
| Net loans and receivables                                       | 11,458,465              | 10,499,16                               |
|   |                         |   |
| 2). Loans and Receivables to Other Customers - By produc        |                         |   |
| In Rupees Thousand  | Current Period<br>as at | Previous peri<br>as at                  |
| iii Tupees Tiousunu   | 30th Sep. 2017          | 31st Dec. 201                           |
| By product - Domestic Currency                                  |                         |   |
| Overdrafts  | 4,375,655               | 4,479,16                                |
| Trade Loans   | 179,430                 | 853,32                                  |
| Staff Loans   | 174,139                 | 141,17                                  |
| Supplier Finance & Supplier Invoice Finance                     | 2,114,606               | 2,024,30                                |
| Bill Discouting   | -                       |   |
| Sub Total   | 6,843,829               | 7,497,969                               |
| By product -Foreign Currency                                    | .,,                     | , |
| Overdrafts  | 921,122                 | 580,806                                 |
| Supplier Finance & Supplier Invoice Finance                     | 0                       | 0.404.70                                |
| Trade Loans Bill Discouting                                     | 3,761,279               | 2,491,78                                |
| Sub Total   | 4,682,401               | 3,072,59                                |
| Gross Total   | 11,526,231              | 10,570,55                               |
|   |                         |   |
| 3). Movements in Individual and Collective Impairment           |                         |   |
| during the period for Loans and Receivables to Other Customers  | Deutsche Bank           | Colombo                                 |
| other oustomers   | Current Period          |   |
| In Rupees Thousand  | as at                   | as at                                   |
|   | 30th Sep. 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 | 71 200                  | 60.07                                   |
| Charge/(Write back) to income statement                         | 71,398<br>(3,632)       | 60,079<br>7,18                          |
| Other movements   | -                       | 4,13                                    |
|   | 07.700                  | 74.00                                   |
| Closing balance Total impairment                                | 67,766<br>67,766        | 71,398<br>71,398                        |
| Total Impaintent  | 07,700                  | 71,000                                  |
| 4). Due to Other Customers - By Product                         | Deutsche Bank           | C-1h-                                   |
| 4). Due to Other Customers - By Froduct                         |                         |   |
| In Rupees Thousand  | Current Period<br>as at | as at                                   |
|   | 30th Sep. 2017          |   |
| By product -Domestic Currency                                   | 4 207 470               | E 404 F0                                |
| Demand deposits (current accounts)                              | 4,207,178<br>2,661,264  | 5,461,56                                |
| Saving deposits  Margin Deposits                                | 176,171                 | 2,601,759<br>28,529                     |
| Fixed   | 3,190,785               | 1,901,028                               |
|   |                         |   |
| Sub total   | 10,235,399              | 9,992,872                               |
| By product -Foreign Currency                                    |                         |   |
| , ,   | 4 741 166               | 2 678 00                                |

Demand deposits (current accounts)

2,885

15,096,932

6,176,180

16,411,579

56,140 18,474,791 33,627,863

2,807,298

56,140

12,800,170

Margin Deposits

2.885 17.337.729 34.092.852

5). DB Colombo Branch - Analysis of Financial Instruments by measurement basis As at 30th September 2017 As at 31st December 2016 In Rs. '000 Loans and Receivables (L&R) Held for Trading (HFT) Loans and Held for Available for Receivables (L&R) Trading (HFT) Sale (AFS) 174,746 193,773 Cash and cash equivalents 1,266,830 1,527,673 Balances with central banks 1,266,830 1,527,673 3,852,197 3,852,197 2,876,325 2,876,325 Placements with banks 2,885

DB Colombo Branch - Analysis of Financial Instruments by measurement basis As at 30th September 2017 As at 31st December 2016 Liabilities Derivative financial instruments 35,286 16,411,579 12,800,170 12,800,170 1,215,642 1,215,642 Due to banks Subordinated term debt 1,583,310 1,583,310 1.366.655 1,366,655 Total financial liabilities 19,210,531 3,360 19,213,891 14,166,825 35,286 14,202,111

11,458,465 16,752,237

| Deutsche Bank AG. Colombo B                     | ranch, Stat         | ement of (            | Changes in           | Equity for tl                  |  | nded 30th                            | <u> </u>            | er 2017 — i             | n Rs. '000           |
|---|---------------------|-----------------------|----------------------|--------------------------------|--|--------------------------------------|---------------------|-------------------------|----------------------|
|   | Assigned<br>Capital | Statutory<br>Reserves | Retained<br>Earnings | Available for<br>Sale Reserves | Exchange<br>Equalization<br>of Capital | Exchange<br>Equalization<br>Reserves | Special<br>Reserves | Total Other<br>Reserves | –<br>Total<br>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                           | -                   | -                     | 419,261              | -                              | -                                      | -                                    | -                   | -                       | 419,261              |
| Other comprehensive income (net of tax)         | -                   | -                     | -                    | (56,152)                       | -                                      | -                                    | -                   | (56,152)                | (56,152              |
| Acturial loss in defined benefits plan          | -                   | -                     | -                    | -                              | -                                      | -                                    | -                   | -                       | -                    |
| Total comprehensive income for the period       | -                   | -                     | 419,261              | (56,152)                       | -                                      | -                                    | -                   | (56,152)                | 363,109              |
| Transactions recognised directly in equity      |                     |                       |                      |                                |  |                                      |                     |                         |                      |
| Transfer to reserve fund                        | -                   | -                     | -                    | -                              | -                                      | -                                    | -                   | -                       | -                    |
| Exchange rate equalization of capital           | -                   | -                     | -                    | -                              | 24,866                                 | -                                    | -                   | 24,866                  | 24,866               |
| Exchange rate effect of currency translation of |                     |                       |                      |                                |  |                                      |                     |                         |                      |
| income & reserve                                | -                   | -                     | -                    | -                              | -                                      | (55,597)                             | -                   | (55,597)                | (55,597)             |
| Profit transfer to Head Office                  | -                   | -                     | (2,058,439)          | -                              | -                                      | -                                    | -                   | -                       | (2,058,439           |
| Other Reserves                                  | -                   | -                     | -                    | -                              | -                                      | -                                    |                     | -                       | -                    |
| Balance as of 30th September 2017               | 4,410,461           | 595,653               | 2,116,882            | (60,980)                       | 307,449                                | 110,020                              | 3,743,213           | 4,099,702               | 11,222,698           |

25,648,260

|                     |                         |  | Selected Performance Indicat   | ors  |  |   |  |   |
|---------------------|-------------------------|--|--|--|--|---|--|---|
|                     |                         | g 2017 2016<br>Baa2 Baa2<br>BBB- BBB+<br>BBB+ A- | Item   | Current<br>Period<br>as at<br>30.09.17<br>(Rs. '000) | k Colombo Branch Previous Period as at 31.12.16 (Rs. '000) | ltem  | Deutsche<br>Current<br>Period<br>as at<br>30.09.17<br>(EUR bn) | Previous Period as at 31.12.16 (EUR bn) |
| Septembe<br>es      | r 2017 — in             | Rs. '000   | Regulatory Capital<br>Common Equity Tier I<br>Tier I Capital<br>Total Capital  | 10,405,308<br>10,405,308<br>10,405,308               | 12,468,591<br>12,468,591<br>12,468,591                     | Common Equity Tier 1 capital<br>Total regulatory capital<br>CET1 capital ratio                      | 54<br>65<br>13.8%  | 46<br>60<br>11.8%                       |
| Special<br>Reserves | Total Other<br>Reserves | Total<br>Equity                                  | Regulatory Capital Ratios<br>Common Equity Tier I Capital Ratio (Minimum<br>requirement - 5.75% since Assets < Rs. 500 bn)<br>Tier I Capital Ratio (Minimum requirement - 7.25 %<br>since Assets < Rs. 500 bn) | 46.61%<br>46.61%                                     | 64.15%<br>64.15%   | Tier I capital ratio Total regulatory capital ratio Post Tax return on average shareholders, equity | 15.1%<br>18.4%<br>3.9%   | 13.1%<br>16.6%<br>1.4%                  |
| 3,743,213           | 4,186,585               | 12,948,758<br>419,261                            | Total Capital Ratio (Minimum requirement - 11.25 % since Assets < Rs. 500 bn) Leverage Ratio (Minimum requirement - 3 %) Assets Quality (Quality of Loan Portfolio)  | 46.61%<br>20.92%                                     | 64.15%<br>28.20%   | shareholders, equity  | 0.570  | 1.470                                   |
| -                   | (56,152)                | (56,152)   | Gross Non - Performing Advances Ratio,<br>% (net Interest in Suspense)<br>Net Non - Performing Advances Ratio,   | 0.00%  | 0.00%  |   |  |   |
| -                   | (56,152)                | 363,109  | % (net of Interest in Suspense and Provision) Profitability Interest Margin, % Return on Assets (before Tax), %  | 0.00%<br>5.18%<br>3.31%                              | 0.00%<br>5.46%<br>3.66%                                    |   |  |   |
| -                   | 24,866                  | 24,866   | Return on Equity, %<br>Regulatory Liquidity<br>Statutory Liquid Assets<br>Statutory Liquid Assets Ratio,   | 4.24%<br>30,879,494                                  | 9.56%<br>29,622,817  |   |  |   |
| -                   | (55,597)                | (55,597)<br>(2,058,439)                          | % (Minimum requirement 20 %) Domestic Banking unit Off-Shore Banking unit Liquidity Coverage Ratio (%) - Rupee (Minimum requirement - 80%)   | 96.86%<br>107.88%<br>796.29%                         | 96.13%<br>104.43%<br>1634.40%                              |   |  |   |
| 3,743,213           | 4,099,702               | 11,222,698                                       | Liquidity Coverage Ratio (%) - All Currency<br>(Minimum requirement - 80%)   | 344.01%  | 1110.91%   |   |  |   |

| Balance as of 30th September 2017                  | 4,410,461                             | 595,653                          | 2,116,882            | (60,980)                                    | 307,449   | 110,020   | 3,743,213  | 4,099,702  | 11,222,6  | 98 (1                            | Minimum requ                       | )                               |                 |
|--|---------------------------------------|----------------------------------|----------------------|---|---|---|--|--|---|----------------------------------|------------------------------------|---------------------------------|-----------------|
| Deutsche Bank AG Group                             | Consolid                              | dated St                         | atement              | of Chan                                     | ges in E  | Equity —  | in Euro  | o m  |   |                                  |                                    |                                 |                 |
|  | Common<br>shares<br>(no par<br>value) | Additional<br>paid in<br>capital | Retained<br>earnings | Common<br>shares in<br>treasury,<br>at cost | Unrealised<br>net gains<br>(losses)<br>on fin<br>assets afs,<br>net of tax<br>& other | Unrealized<br>net gains<br>(losses) on<br>derivatives<br>hedging<br>variability of<br>cash flows,<br>net of tax | Foreign<br>currency<br>translation<br>net of tax | Unrealized<br>net gains<br>(losses) from<br>equity method<br>investments | Accumulated<br>other<br>comprehensive<br>income<br>(loss) net<br>of tax | Total<br>shareholder's<br>equity | Additional<br>equity<br>components | Non-<br>controlling<br>interest | Total<br>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       | -                                     | -                                | 1,664                | -   | (200)   | (115)   | (2,308)  | (26)   | (2,649)   | (985)                            | -                                  | (3)                             | (988)           |
| Common shares issued                               | 1,760                                 | 6,277                            | -                    | -   | -   | -   | -  | -  | -   | 8,037                            | -                                  | -                               | 8,037           |
| Cash dividends paid                                | =                                     | -                                | (392)                | -   | -   | =   | -  | =  | -   | (392)                            | =                                  | (11)                            | (403)           |
| Coupon on additional equity components, net of tax | x -                                   | -                                | (288)                | -   | -   | =   | -  | =  | -   | (288)                            | =                                  | =                               | (288)           |
| Remeasurement gain (losses) related to defined     |                                       |                                  |                      |   |   |   |  |  |   |                                  |                                    |                                 |                 |
| benefit plans, net of tax                          | =                                     | -                                | (184)                | -   | -   | =   | -  | =  | -   | (184)                            | =                                  | =                               | (184)           |
| Net change in share awards in the reporting period | =                                     | (245)                            | =                    | =   | -   | =   | -  | =  | -   | (245)                            | =                                  | =                               | (245)           |
| Treasury shares distributed under share-based      |                                       |                                  |                      |   |   |   |  |  |   |                                  |                                    |                                 |                 |
| compensation plans                                 | -                                     | -                                | -                    | 436   | -   | -   | -  | -  | -   | 436                              | -                                  | -                               | 436             |
| Option premiums and other effects from options on  | 1                                     |                                  |                      |   |   |   |  |  |   |                                  |                                    |                                 |                 |
| common shares                                      | -                                     | (104)                            | -                    | -   | -   | -   | -  | -  | -   | (104)                            | -                                  | -                               | (104)           |
| Purchase of treasury shares                        | -                                     | -                                | -                    | (7,135)                                     | -   | -   | -  | -  | -   | (7,135)                          | -                                  | -                               | (7,135)         |
| Sale of treasury shares                            | -                                     | -                                | -                    | 6,681                                       | -   | -   | -  | -  | -   | 6,681                            | -                                  | -                               | 6,681           |
| Net gains (losses) on treasury shares sold         | -                                     | 12                               | -                    | -   | -   | -   | -  | -  | -   | 12                               | -                                  | -                               | 12              |
| Other  | -                                     | 10                               | -                    | -   | -   | -   | -  | -  | -   | 10                               | -                                  | (38)                            | (28)            |
| Balance as of 30th September 2017                  | 5,291                                 | 39,715                           | 19,787               | (18)  | 712   | 28  | 110  | 50   | 901   | 65,676                           | 4,669                              | 265                             | 70,610          |
|  |                                       |                                  |                      |   |   |   |  |  |   |                                  |                                    |                                 |                 |

4,669 316 64,819 1,590,546

218,404

4,669

199,779

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.

## Certification

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.

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

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