

Deutsche Bank



Interim Financial Statements

For the period ended 30 June 2025

AG Colombo Branch

CONTENT

INCOME STATEMENT	01
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	02
STATEMENT OF FINANCIAL POSITION	03
STATEMENT OF CHANGES IN EQUITY	04
STATEMENT OF CASH FLOWS	05
ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS	06
ADDITIONAL DISCLOSURES	08
SELECTED PERFORMANCE INDICATORS	10



INCOME STATEMENT

In Rupees Thousands	Deutsche Bank Colombo Branch		
	Current Period From 01/01/25 to 30/06/25	Previous Period From 01/01/24 to 30/06/24	Change %
Interest income	2,304,705	3,258,692	(29)
Less : Interest expenses	181,902	369,628	(51)
Net interest income	2,122,803	2,889,064	(27)
Fee and commission income	530,408	462,487	15
Less : Fee and commission expenses	40,098	36,354	10
Net fee and commission income	490,310	426,133	15
Net gains / (losses) from trading	647,835	736,019	(12)
Net fair value gains / (losses) on:			
Financial assets at fair value through profit and loss	(410)	(82,037)	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	-	-	-
Net fair value gains/(losses) on at fair value through other comprehensive income	-	-	-
Net other operating income	(374,155)	221,606	(269)
Total operating income	2,886,383	4,190,785	(31)
Less : Impairment charges/(reversal)	(43,755)	(88,670)	51
Net operating income	2,842,628	4,102,115	(31)
Less : Expenses			
Personnel expenses	376,187	318,736	18
Depreciation and amortization	67,575	70,956	(5)
Other operating expenses	1,160,953	1,374,800	(16)
Operating profit / (loss) before VAT on financial services and SSCL	1,237,913	2,337,624	(47)
Less : Value Added Tax (VAT) on financial services	221,628	383,060	(42)
Less : Social Security Contribution Levy (SSCL) on financial services	30,782	53,203	(42)
Profit / (Loss) before Income Tax	985,503	1,901,362	(48)
Less : Income tax expenses	244,832	676,360	(64)
Profit / (Loss) for the period	740,671	1,225,001	(40)



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

In Rupees Thousands	Deutsche Bank Colombo Branch		
	Current Period From 01/01/25 to 30/06/25	Previous Period From 01/01/24 to 30/06/24	Change %
Profit / (Loss) for the period	740,671	1,225,001	(40)
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	-	-	-
Share of profits of associates and joint ventures	-	-	-
Debt instruments at fair value through other comprehensive income	-	-	-
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	-	-	-
Gain / (loss) on translating the financial statements of FCBU	125,011	(480,633)	126
Less: Tax expense relating to items that will not be reclassified to income statement	-	-	-
	125,011	(480,633)	126
Other Comprehensive Income (OCI) for the period, net of taxes	125,011	(480,633)	126
Comprehensive Income / (Expense) for the period	865,682	744,368	16



STATEMENT OF FINANCIAL POSITION

In Rupees Thousands	Deutsche Bank Colombo Branch		
	Current Period As at 30-06-2025	Previous Period As at 31-12-2024 (Audited)	Growth %
Assets			
Cash and cash equivalents	128,593	180,070	(29)
Balances with Central Bank	13,910,913	11,590,303	20
Placement with banks	10,750,261	28,743,633	(63)
Placement with branches	702,990	-	n.m
Derivative financial instruments	110,066	131,660	(16)
Group balances receivable	9,110,587	1,177,400	674
Financial assets measured at fair value through profit or loss		-	
- measured at fair value	11,245,615	-	-
- designated at fair value	-	-	-
Financial assets at amortised cost			
- loans and advances	20,746,959	21,799,039	(5)
- debt and other instruments	-	-	-
Financial assets measured at fair value through other comprehensive income	42,339	42,339	-
Investment in subsidiaries	-	-	-
Investments in associates and joint ventures	-	-	-
Property, plant & equipment	415,555	481,916	(14)
Investment properties	-	-	-
Goodwill and intangible assets	-	-	-
Deferred tax assets	130,321	127,907	2
Other assets	1,630,735	670,154	143
Total assets	68,924,934	64,944,421	6
Liabilities			
Due to banks	-	-	-
Due to branches	900,085	1,464,609	(39)
Derivative financial instruments	49,139	26,920	83
Financial liabilities recognized through profit or loss		-	
- measured at fair value	-	-	-
- designated at fair value	-	-	-
Financial liabilities at amortised cost		-	
- due to depositors	34,023,105	30,032,808	13
- due to debt securities holders	-	-	-
- due to other borrowers	-	-	-
Debt securities issued	-	-	-
Retirement benefit obligations	140,733	134,214	5
Current tax liabilities	475,547	657,547	(28)
Deferred tax liabilities	-	-	-
Other provisions	20,754	1,402	1,380
Other liabilities	655,470	740,076	(11)
Due to subsidiaries	-	-	-
Group balances payable	3,781,958	3,874,384	(2)
Total liabilities	40,046,791	36,931,960	8
Equity			
Stated capital / Assigned capital	4,410,461	4,410,461	-
Statutory reserve fund	1,335,923	1,335,923	-
Retained earnings	11,534,861	10,713,335	8
Other reserves	11,596,898	11,552,742	0
Total equity	28,878,143	28,012,461	3
Total equity and liabilities	68,924,934	64,944,421	6
Contingent liabilities & commitments	131,712,118	107,294,208	23
Memorandum information:			
No. of employees	53	49	
No. of branches	1	1	

Note: Amounts stated are net of impairment & depreciation.

Certification

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

(A) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka.

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

(Sgd.)

Niranjan Figurado
Chief Country Officer

(Sgd.)

A R M Imesha Sanjeevanie
Head of Finance

27.08.2025
Colombo.



STATEMENT OF CHANGES IN EQUITY

In Rupees Thousands	Stated capital/Assigned capital			Reserves							Total Equity
	Ordinary voting shares	Ordinary non-voting shares	Assigned capital	Statutory Reserve Fund	Fair Value Reserve	ECL reserve	Retained earnings	Exchange equalization of Capital	Exchange equalization of Rserves	Reserve through contributed assets	
Balance as at 31/12/2024 - Audited	-	-	4,410,461	1,335,923	(22,703)	313,321	10,713,335	1,320,735	727,176	9,214,213	28,012,461
Total comprehensive income for the period											
Profit/(loss) for the year (net of tax)	-	-	-	-	-	-	740,671	-	-	-	740,671
Other Comprehensive income (net of tax)	-	-	-	-	-	-	-	50,749	74,262	-	125,011
Total comprehensive income for the period	-	-	-	-	-	-	740,671	50,749	74,262	-	865,682
Transactions with equity holders, recognised directly in equity											
Share issue/increase of assigned capital	-	-	-	-	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-	-	-	-
Transfers to reserves during the period	-	-	-	-	-	(77,540)	80,855	-	(3,315)	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-
Profit transferred to Head Office	-	-	-	-	-	-	-	-	-	-	-
Gain/(loss) on revaluation of Property, Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-
Balance as at 30/06/2025	-	-	4,410,461	1,335,923	(22,703)	235,781	11,534,861	1,371,484	798,123	9,214,213	28,878,143



STATEMENT OF CASH FLOWS

In Rupees Thousands	Deutsche Bank Colombo Branch	
	Current Period As at 30-06-2025	Previous Period As at 30-06-2024
Cash flows from operating activities		
Profit / (Loss) before tax	985,503	1,901,361
Adjustment for		
Non cash items included in profit before tax	1,436,640	1,289,029
(Increase)/decrease in operating assets	(4,184,076)	(3,595,929)
Increase/(decrease) in operating liabilities	2,002,969	2,823,008
Dividend received from investments	-	-
Net unrealized gain/(loss) arising from translating the financial statements of foreign operations	125,011	(480,633)
Net cash generated from operating activities	366,047	1,936,836
Contribution paid to defined benefit plans	(3,667)	(4,995)
Income tax paid	(412,643)	(1,435,339)
Net cash from / (used in) operating activities	(50,263)	496,502
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,214)	-
Proceeds from the sale of property, plant and equipment	-	-
Dividend received from investments	-	-
Net cash from / (used in) investing activities	(1,214)	-
Cash flows from financing activities		
Interest paid on subordinated debt	-	-
Profit transferred to head office	-	(899,075)
Net cash from / (used in) financing activities	-	(899,075)
Net increase / (decrease) in cash and cash equivalents	(51,477)	(402,573)
Cash and cash equivalents at the beginning of the period	180,070	542,721
Cash and cash equivalents at the end of the period	128,593	140,148



ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

a. Bank - Current period as at 30/06/2025

In Rupees Thousand	AC	FVPL	FVTOCI	Total
ASSETS				
Cash and cash equivalents	128,593	-	-	128,593
Balances with Central Bank	13,910,913	-	-	13,910,913
Placements with banks	10,750,261	-	-	10,750,261
Placements with branches	702,990	-	-	702,990
Derivative financial instruments	-	110,066	-	110,066
Group balances receivables	9,110,587	-	-	9,110,587
Financial assets measured at fair value through profit or loss	-	11,245,615	-	11,245,615
Financial assets at amortised cost				
- loans and advances	20,746,959	-	-	20,746,959
- debt and other instruments	-	-	-	-
Financial assets measured at fair value through other comprehensive income	-	-	42,339	42,339
Other assets	1,630,735	-	-	1,630,735
Total financial assets	56,981,038	11,355,681	42,339	68,379,058
In Rupees Thousand		AC	FVPL	Total
LIABILITIES				
Due to banks		-	-	
Due to branches		900,085	-	900,085
Derivative financial instruments		-	49,139	49,139
Financial liabilities at amortised cost				
- due to depositors		34,023,105	-	34,023,105
- due to debt securities holders		-	-	-
- due to other borrowers		-	-	-
Group balances payable		3,781,958	-	3,781,958
Other liabilities		257,966	-	257,966
Total financial liabilities		38,963,114	49,139	39,012,253

AC - Financial assets/liabilities measured at amortised cost

FVPL - Financial assets/liabilities measured at fair value through profit or loss

FVOCI - Financial assets measured at fair value through other comprehensive income



ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS Contd.

b. Bank – Previous period as at 31/12/2024 (Audited)

In Rupees Thousand	AC	FVPL	FVTOCI	Total
ASSETS				
Cash and cash equivalents	180,070	-	-	180,070
Balances with Central Bank	11,590,303	-	-	11,590,303
Placements with banks	28,743,633	-	-	28,743,633
Placements with branches	-	-	-	-
Derivative financial instruments	-	131,660	-	131,660
Group balances receivables	1,177,400	-	-	1,177,400
Financial assets measured at fair value through profit or loss	-	-	-	-
Financial assets at amortised cost	-	-	-	-
- loans and advances	21,799,039	-	-	21,799,039
- debt and other instruments	-	-	-	-
Financial assets measured at fair value through other comprehensive income	-	-	42,339	42,339
Other assets	670,153	-	-	670,153
Total financial assets	64,160,598	131,660	42,339	64,334,597
In Rupees Thousand		AC	FVPL	Total
LIABILITIES				
Due to banks		-	-	
Due to branches		1,464,609	-	1,464,609
Derivative financial instruments		-	26,920	26,920
Financial liabilities at amortised cost		-	-	
- due to depositors		30,032,808	-	30,032,808
- due to debt securities holders		-	-	-
- due to other borrowers		-	-	-
Group balances payable		3,874,384	-	3,874,384
Other liabilities		272,478	-	272,478
Total financial liabilities		35,644,279	26,920	35,671,199



ADDITIONAL DISCLOSURES

In Rupees Thousands	Deutsche Bank Colombo Branch	
	Current Period As at 30-06-2025	Previous Period As at 31-12-2024 (Audited)
Analysis of customer loans and advances		
By product – Domestic currency		
Overdrafts	11,045,707	10,593,360
Trade finance	87,403	-
Staff loans	135,735	135,292
Supplier Finance	5,177,275	7,355,813
Sub total	16,446,120	18,084,465
By product – Foreign currency		
Overdrafts	2,357,498	2,316,360
Trade finance	2,105,673	1,468,784
Staff loans	-	-
Supplier Finance	-	-
Sub total	4,463,171	3,785,144
Total	20,909,291	21,869,609
Product-wise Gross loans & advances		
By product – Domestic currency		
Guarantees	13,566,388	14,229,806
Letters of credit	196,752	80,436
Forward/SWAP exchange contracts	27,650,229	18,239,180
Usance Import Bills	-	-
Core acceptance	-	-
Other commitments	-	-
Undrawn loan commitments	29,535,685	18,124,967
Sub total	70,949,053	50,674,388
By product – Foreign currency		
Guarantees	15,804,720	19,538,935
Letters of credit	9,621,684	7,013,380
Forward/SWAP exchange contracts	33,744,741	18,096,598
Usance Import Bills	1,563,251	927,729
Core acceptance	-	-
Other commitments	-	-
Undrawn loan commitments	28,670	11,043,179
Sub total	60,763,065	56,619,821
Total	131,712,118	107,294,208
Stage-wise impairment on loans & advances, commitments and contingencies		
Gross loans and advances, commitments and contingencies	152,621,409	129,163,817
Less : Accumulated impairment under stage 1	84,506	52,178
Accumulated impairment under stage 2	224,239	212,322
Accumulated impairment under stage 3	-	-
Net value of loans and advances, commitments and contingencies	152,312,665	128,899,318



ADDITIONAL DISCLOSURES Contd.

In Rupees Thousands	Deutsche Bank Colombo Branch	
	Current Period As at 30-06-2025	Previous Period As at 31-12-2024 (Audited)
Movement of impairment during the period		
Under Stage 1		
Opening balance at 01/01/2025	52,178	167,062
Charge/(write back) to the Income Statement	32,328	(114,884)
Write-off during the year	-	-
Closing balance at 30/06/2025	84,506	52,178
Under Stage 2		
Opening balance at 01/01/2025	212,322	15,823
Charge/(write back) to the Income Statement	11,917	196,499
Write-off during the year	-	-
Closing balance at 30/06/2025	224,239	212,322
Under Stage 3		
Opening balance at 01/01/2025	-	-
Charge/(write back) to the Income Statement	-	-
Write-off during the year	-	-
Closing balance at 30/06/2025	-	-
Total impairment	308,744	264,500
Analysis of customer deposits		
By product – Domestic currency		
Demand deposits (current accounts)	9,152,445	8,122,076
Savings deposits	9,700,190	8,387,110
Fixed deposits	4,128,270	4,694,184
Margin deposits	41,537	64,025
Sub total	23,022,442	21,267,395
By product – Foreign currency		
Demand deposits (current accounts)	9,772,140	8,441,727
Savings deposits	538,753	323,686
Fixed deposits	689,770	-
Margin deposits	-	-
Sub total	11,000,663	8,765,413
Total	34,023,105	30,032,808

Notes

These Financial Statements are prepared in accordance with LKAS 34 - Interim Financial Reporting laid down by the Institute of Chartered Accountants of Sri Lanka. There were no changes to Accounting Policies and methods of computation since the Audited Financial Statements for the year ended 31 December 2024.

The bank continues to assess the Economic Factor Adjustment (EFA) to reflect the economic environment when assessing collective impairment provisions in the subsequent periods. The recommended treatments as per the guidelines issued by the Central Bank of Sri Lanka and the Institute of Chartered Accountants of Sri Lanka were considered in assessing the above-mentioned Expected Credit Losses (ECL).

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

No circumstances have arisen since the reporting date which would require adjustment to or disclosure in the financial statements other than the information disclosed in the notes.



SELECTED PERFORMANCE INDICATORS

Item	Deutsche Bank Colombo Branch	
	Current Period As at 30-06-2025	Previous Period As at 31-12-2024
Regulatory Capital (LKR in Millions)		
Common Equity Tier I	24,770	25,530
Tier I Capital	24,770	25,530
Total Capital	24,855	25,570
Regulatory Capital Ratios (%)		
Common Equity Tier I Capital Ratio (Minimum requirement - 7.00%)	39.9%	35.0%
Tier I Capital Ratio (Minimum requirement - 8.50%)	39.9%	35.0%
Total Capital Ratio (Minimum requirement - 12.50%)	40.0%	35.1%
Leverage Ratio (Minimum requirement - 3%)	28.4%	30.6%
Liquidity Coverage Ratio (Minimum requirement - 100%)		
Rupees (%)	1169.0%	574.0%
All Currency (%)	734.0%	348.4%
Net Stable Funding Ratio (%) (Minimum requirement - 100%)		
	201.0%	211.1%
Assets Quality (Quality of Loan Portfolio) (%)		
Impaired Loans (Stage 3) Ratio	0.00%	0.00%
Impairment (Stage 3) to Stage 3 Loans Ratio	0.00%	0.00%
Profitability (%)		
Interest Margin	5.9%	7.0%
Return on Assets (before Tax)	2.7%	4.8%
Return on Equity	5.2%	8.4%
Cost to Income Ratio (%)	51.6%	43.8%
Memorandum Information		
Credit Rating (Group- Non-preferred' senior unsecured debt)		
Moody's Investors Service	Baa1	Baa1
Standard & Poor's	BBB	BBB
Fitch Ratings	A-	A-
Number of Employees		
	53	49
Number of Branches		
	1	1

Certification

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

- (A) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka.
- (B) the information contained in these statements have been extracted from un-audited financial statements of the bank unless indicated as audited.

(Sgd.)
Niranjana Figurado
 Chief Country Officer

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

27.08.2025
 Colombo.



Deutsche Bank

COLOMBO BRANCH

LEVEL 21, OGF TOWER, 1A CENTER ROAD,
GALLE FACE, COLOMBO 02

TEL +94-11-2447062, FAX+94-11-2447067