Deutsche Bank AG, Bangkok Branch

Pillar 3 Report

as of June 30, 2025

Quantitative and Qualitative Disclosures about Credit, Market and Other Risks

Scope of application under Basel III

Deutsche Bank Aktiengesellschaft (“Deutsche Bank AG”), headquartered in Frankfurt am Main, Germany, is the parent institution of the Deutsche Bank group of institutions, which is subject to the supervisory provisions of the Banking Act and the SolvV. The Deutsche Bank AG, Bangkok Branch is a segment of Deutsche Bank Aktiengesellschaft and is not a separately incorporated legal entity. Risk management process of Deutsche Bank AG, Bangkok Branch follows risk management process of parent bank.

Included in the following section on quantitative and qualitative disclosure about credit, market and other risks is information regarding to Basel III of Deutsche Bank AG, Bangkok Branch according to Bank of Thailand’s related notifications. Certain portions excerpted from disclosure of parent bank. More information of parent bank can be found under website https://www.db.com/ir/en/regulatory-reporting.htm

Key prudential metrics

The table below presents Deutsche Bank AG, Bangkok Branch’s key risk indicators as at 30 June 2025 and 31 December 2024.

Table 1 – Key prudential metrics

Unit: Million Baht (unless stated otherwise)	Jun 30, 2025	Dec 31, 2024
Available capital (amounts)		
Total capital	17,800	17,800
Fully loaded ECL[1/] total capital	17,800	17,800
Risk-weighted assets (amounts)		
Total risk-weighted assets (RWA)	60,637	63,332
Risk-based capital ratios as a percentage of RWA (%)		
Total capital ratio (%) [2/]	29.35	28.11
Fully loaded ECL total capital ratio (%)	29.35	28.11
Liquidity coverage ratio (LCR) (%) [3/]		
Total high-quality liquid assets (Total HQLA)	33,473	38,961
Total net cash outflows within the 30-day period (Net COF)	22,386	23,070
LCR (%)	**150**	**169**

[1/] Expected credit losses according to the Thai Financial Reporting Standard No.9 - Financial Instruments

[2/] Effective from 1 July 2024, the Bank was required to include the calculated CVA risk-weighted assets (RWA) into total credit risk RWA. The required percentage of CVA risk RWA will increase annually by 25% until it reaches 100% on 1 January 2027 according to the Bank of Thailand Notification, no. Sor.Nor.Sor. 9/2566

[3/] The disclosure of LCR data according to the Bank of Thailand Notification Re: Liquidity Coverage Ratio Standards can be found under website https://www.db.com/thailand/en/content/Liquidity-coverage-ratio-disclosure-standards.html

Capital

Capital Structure

As at 30 June 2025 and 31 December 2024, assets maintained in Thailand for capital funds purpose were Bank of Thailand's Bonds and Thai Government Bonds that are funded from borrowings from other Deutsche Bank branches outside Thailand. The assets maintained and the source of funds were qualified as the bank capital funds as they were fully met with the conditions as specified according to Section 32 of the Financial Institutions Businesses Act B.E. 2551.

The table below presents Deutsche Bank AG, Bangkok Branch's capital structure as at 30 June 2025 and 31 December 2024.

Table 2 – Capital Structure of Foreign Bank Branches

Unit: Million Baht		Jun 30, 2025	Dec 31, 2024
1	Assets required to be maintained under Section 32	18,262	18,062
2	Sum of net capital for maintenance of assets under Section 32 and net balance of inter-office accounts (2.1+2.2)	22,669	21,251
	2.1 Capital for maintenance of assets under Section 32	17,800	17,800
	2.2 Net balance of inter-office accounts which the branch is the debtor (the creditor) to the head office and other branches located in other countries, the parent company and subsidiaries of the head office	4,869	3,451
3	Total regulatory capital (3.1-3.2)	17,800	17,800
	3.1 Net balance of inter-office accounts which the branch is the debtor (the creditor) to the head office and other branches located in other countries, the parent company and subsidiaries of the head office	17,800	17,800
	3.2 Deductions **	-	-

** As at 30 June 2025 and 31 December 2024, the Bank had shortfall of allowance THB 185mn and THB 169mn, respectively, which was the difference between the minimum 1% allowance for doubtful accounts determined by Bank of Thailand and the allowance for expected credit loss determined under TFRS 9.

Capital Adequacy

The following key principles are our approach to monitor capital adequacy of Deutsche Bank AG, Bangkok Branch.

- Organizes a monthly local Asset and Liability Committee (ALCO) meeting to monitor relevant risk dimensions and setting internal targets to maintain capital adequacy and a sufficient capital buffer as required by Bank of Thailand as well as calibrate the needs of the business divisions to the availability of capital.
- Accommodates the implementation of an Internal Capital Adequacy Assessment Process (ICAAP) required by Bank of Thailand which comes to effective in 2011. Deutsche Bank AG, Bangkok Branch has incorporated a large borrower concentration risk, sector concentration risk and interest rate in banking book for BIS ratio calculation.

- Develops a business plan to manage the businesses' projection growth and the adequacy of capital.

Besides of the above, Deutsche Bank AG, Bangkok Branch also conducts daily monitoring of deduction items from the capital funds according to Bank of Thailand's notifications i.e. assess fair values at end of day of prior working day of derivatives transactions and securities, monitor failed trades and net inter-office balance as well as assess estimated capital adequacy of the bank before undertaking material derivatives transactions.

The following tables represent minimum capital requirement for credit risk, market risk and operational risk as well as capital ratio of Deutsche Bank AG, Bangkok Branch as at 30 June 2025 and 31 December 2024.

Table 3 – Minimum capital requirement for credit risk classified by type of assets under the SA

Unit: Million Baht		Jun 30, 2025	Dec 31, 2024
Performing claims			
1	Claims on sovereigns and central banks, multilateral development banks (MDBs), and non-central government public sector entities (PSEs) treated as claims on sovereigns	-	-
2	Claims on financial institutions, non-central government public sector entities (PSEs) treated as claims on financial institutions, and securities firms	1,872	1,584
3	Claims on corporates, non-central government public sector entities (PSEs) treated as claims on corporate	2,514	2,439
4	Claims on retail portfolios	-	-
5	Claims on housing loans	-	-
6	Other assets	40	25
Non-performing claims		-	-
First-to-default credit derivatives and Securitization		-	-
Total minimum capital requirement for credit risk under the SA		**4,426**	**4,048**

Table 6 – Minimum capital requirement for market risk (positions in the trading book)

Unit: Million Baht	Jun 30, 2025	Dec 31, 2024
Calculate by Standardised Approach	4,066	2,578
Total minimum capital requirement for market risk	**4,066**	**2,578**

Table 7 – Minimum capital requirement for operational risk

Unit: Million Baht	Jun 30, 2025	Dec 31, 2024
Calculate by Basic Indicator Approach	373	341
Total minimum capital requirement for operational risk	**373**	**341**

Table 8 – Ratio of total capital to risk-weighted assets

	Jun 30, 2025		Dec 31, 2024	
Unit: %	Capital ratio of the financial group	Minimum capital requirements	Capital ratio of the financial group	Minimum capital requirements
Total Capital to risk-weighted assets	22.08	11.00	28.11	11.00

Market Risk

Deutsche Bank AG, Bangkok Branch uses Internal Model Approach for internal risk management.

Market risk exposure under the Standardised Approach (SA)

Deutsche Bank AG, Bangkok Branch calculates regulatory capital requirement for market risk using the Standardised Approach (SA) methodology according to the Bank of Thailand's notification Re: Market Risk Supervision Guidelines for Financial Institutions.

The table below represents minimum capital requirements for each type of market risk under the Standardised Approach (SA) as at 30 June 2025 and 31 December 2024.

Table 30 – Minimum capital requirements for market risk under the Standardized Approach

Unit: Million Baht	Jun 30, 2025	Dec 31, 2024
Interest rate risk	3,377	2,326
Equity position risk	-	-
Foreign exchange rate risk	690	252
Commodity risk	-	-
Total minimum capital requirements for market risk under the SA	**4,066**	**2,578**