



## **Deutsche Bank Statement**

Deutsche Bank welcomes BDO's conclusion that the bank has a process by which legal risks requiring provisions are identified and evaluated for purposes of the consolidated financial statements. Deutsche Bank is committed to continuously improving its internal systems and controls. It therefore implemented a comprehensive new policy, which links a series of previously existing policies, taking BDO's conclusions into account even prior to the completion of the audit. The new policy documents existing principles for handling legal disputes consistently on a global basis and ensuring adequate provisions are created. In addition, it introduces further improvements of the processes particularly for the smaller legal proceedings in Germany. These enhancements do not result in a change in practice for larger matters including LIBOR, RMBS, and Russia, which in total accounted for 86 % of our provisions for legal risk as of the audit reporting date, June 30, 2016. As noted by BDO, Deutsche Bank is also in the process of updating its electronic case matter management system. This addresses need for certain improvement identified in the existing system.

Frankfurt am Main, March 29, 2017