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**Citibank (Hong Kong) Limited**

**Regulatory Disclosures**

**For the Period ended  
September 30, 2018**

## **Table of contents**

Template KM1: Key prudential ratios

Template OV1: Overview of Risk-Weighted Assets

Template LR2: Leverage ratio

## Template KM1: Key prudential ratios

The following table provides an overview of the key prudential ratios of Citibank (Hong Kong) Limited (the "Company").

In thousands of Hong Kong dollar		(a)	(b)	(c)	(d)	(e)
		At September 30, 2018	At June 30, 2018	At March 31, 2018	At December 31, 2017	At September 30, 2017
<b>Regulatory Capital</b>						
1	Common Equity Tier 1 (CET1)	21,935,593	21,881,327	21,193,805	20,280,533	20,230,416
2	Tier 1	21,935,593	21,881,327	21,193,805	20,280,533	20,230,416
3	Total capital	22,730,932	22,645,869	21,944,414	21,027,701	20,946,777
<b>Risk-Weighted Assets (RWA)</b>						
4	Total RWA	74,588,719	71,373,474	70,107,353	69,378,136	66,883,706
<b>Capital Adequacy Ratios</b>						
5	CET1 ratio (%)	29.41%	30.66%	30.23%	29.23%	30.25%
6	Tier 1 ratio (%)	29.41%	30.66%	30.23%	29.23%	30.25%
7	Total capital ratio (%)	30.48%	31.73%	31.30%	30.31%	31.32%
<b>Additional CET1 buffer requirements</b>						
8	Capital conservation buffer requirement (%)	1.875%	1.875%	1.875%	1.250%	1.250%
9	Countercyclical capital buffer requirement (%)	1.800%	1.806%	1.800%	1.201%	1.202%
10	Higher loss absorbency requirements (%) (applicable only to GSIBs or DSIBs)	0.000%	0.000%	0.000%	0.000%	0.000%
11	Total AI specific CET1 buffer requirements (%)	3.675%	3.681%	3.675%	2.451%	2.452%
12	CET1 available after meeting the AI's minimum capital requirements (%)	22.48%	23.73%	23.30%	22.31%	23.32%
<b>Basel III leverage ratio</b>						
13	Total leverage ratio (LR) exposure measure	209,827,455	199,893,624	199,859,344	188,925,966	186,258,167
14	LR (%)	10.45%	10.95%	10.60%	10.73%	10.86%
<b>Liquidity Maintenance Ratio (LMR)</b>						
17a	LMR (%)	47.09%	45.82%	44.90%	41.20%	42.52%
<b>Core Funding Ratio (CFR)</b>						
20a	CFR (%)	147.63%	145.16%	144.82%	N/A	N/A

## Template OV1: Overview of Risk-Weighted Assets

The following table provides an overview of capital requirements in terms of a detailed breakdowns of RWAs for various risks.

In thousands of Hong Kong dollar		(a)	(b)	(c)
		RWA		Minimum capital requirements
		As at September 30, 2018	As at June 30, 2018	As at September 30, 2018
1	Credit risk for non-securitization exposures	63,194,279	60,714,565	5,055,542
2	Of which STC approach	63,194,279	60,714,565	5,055,542
6	Counterparty default risk and default fund contributions	65,575	71,804	5,246
7a	Of which CEM	65,575	71,804	5,246
10	CVA risk	43,788	46,425	3,503
16	Securitization exposures in banking book	367,252	376,995	29,380
18	Of which SEC-ERBA	367,252	376,995	29,380
20	Market risk	532,550	301,138	42,604
21	Of which STM approach	532,550	301,138	42,604
24	Operational risk	10,635,950	10,093,663	850,876
26a	Deduction to RWA	250,675	231,116	20,054
26b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	250,675	231,116	20,054
27	<b>Total</b>	<b>74,588,719</b>	<b>71,373,474</b>	<b>5,967,097</b>

The Company has adopted the “standardized approach” for the calculation of the risk-weighted assets for credit risk, market risk, and operational risk.

## Template LR2: Leverage ratio (“LR”)

The following table provides a detailed breakdown of the components of the Company's LR denominator.

		(a)	(b)
		In thousands of Hong Kong dollar	
		As at September 30, 2018	As at June 30, 2018
<b>On-balance sheet exposures</b>			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	201,993,740	192,380,825
2	Less: Asset amounts deducted in determining Tier 1 capital	(876,098)	(818,996)
3	<b>Total on-balance sheet exposures (excluding derivative contracts and SFTs)</b>	<b>201,117,642</b>	<b>191,561,829</b>
<b>Exposures arising from derivative contracts</b>			
4	Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)	43,618	63,719
5	Add-on amounts for PFE associated with all derivative contracts	194,121	227,026
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	-	-
7	Less: Deductions of receivables assets for cash variation margin provided under derivative contracts	(7,912)	(147,123)
8	Less: Exempted CCP leg of client-cleared trade exposures	-	-
9	Adjusted effective notional amount of written credit derivative contracts	-	-
10	Less: Adjusted effective notional offsets and add-on deductions for written credit derivative contracts	-	-
11	<b>Total exposures arising from derivative contracts</b>	<b>229,827</b>	<b>143,622</b>
<b>Exposures arising from SFTs</b>			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	-	-
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	-	-
14	CCR exposure for SFT assets	-	-
15	Agent transaction exposures	-	-
16	<b>Total exposures arising from SFTs</b>	<b>-</b>	<b>-</b>
<b>Other off-balance sheet exposures</b>			
17	Off-balance sheet exposure at gross notional amount	79,439,229	78,598,935
18	Less: Adjustments for conversion to credit equivalent amounts	(70,635,651)	(70,070,429)
19	<b>Off-balance sheet items</b>	<b>8,803,578</b>	<b>8,528,506</b>
<b>Capital and total exposures</b>			
20	Tier 1 capital	21,935,593	21,881,327
20a	Total exposures before adjustments for specific and collective provisions	210,151,047	200,233,957
20b	Adjustments for specific and collective provisions	(323,592)	(340,333)
21	Total exposures after adjustments for specific and collective provisions	209,827,455	199,893,624
<b>Leverage ratio</b>			
22	<b>Basel III leverage ratio</b>	<b>10.45%</b>	<b>10.95%</b>