



Citibank (Hong Kong) Limited

Financial Information Disclosure Statements

2026 Interim

CITIBANK (HONG KONG) LIMITED

We enclose herewith the Financial Information Disclosure Statement for the half-year ended June 30, 2026, which is prepared under the Banking (Disclosure) Rules made pursuant to Section 60A of the Banking Ordinance.

By Order of the Board

Kong Pik Tung Vicky
Director and Chief Executive

September 30, 2026

CITIBANK (HONG KONG) LIMITED

The directors are pleased to announce the unaudited interim results of Citibank (Hong Kong) Limited (the "Company") for the half-year ended June 30, 2026.

2026 First Half Results

- Operating Income up 11% to HK\$ 5,024 million (HK\$ 4,525 million for the first half of 2025)
- Profit before taxation up 52% to HK\$ 1,898 million (HK\$ 1,251 million for the first half of 2025)
- Profit after taxation up 44% to HK\$ 1,662 million (HK\$ 1,156 million for the first half of 2025)

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(Expressed in thousands of Hong Kong dollar unless otherwise indicated)

		<i>Half-year ended Jun 30, 2026</i>	<i>Half-year ended Jun 30, 2025</i>
	<i>Note</i>		
Interest income	1	5,075,742	5,466,551
Interest expense	2	(2,697,443)	(3,207,943)
Net interest income		2,378,299	2,258,608
Net fee and commission income	3	2,183,633	1,745,390
Net trading income	4	461,278	518,111
Dividend income from unlisted investment		699	769
Other operating income		-	2,095
Operating income		5,023,909	4,524,973
Staff costs		(793,873)	(718,239)
Premises & equipment expenses		(44,332)	(26,330)
Depreciation expenses		(80,764)	(103,352)
Other operating expenses	5	(2,071,635)	(2,240,828)
Operating expenses		(2,990,604)	(3,088,749)
Operating profit before impairment losses		2,033,305	1,436,224
Impairment losses - loans and advances to customers		(132,403)	(176,704)
Impairment losses - others		(2,981)	(8,383)
Impairment losses		(135,384)	(185,087)
Profit before taxation		1,897,921	1,251,137
Taxation	6	(235,585)	(94,754)
Profit after taxation		1,662,336	1,156,383
Other comprehensive income for the period, net of tax			
Item that will not be classified to profit or loss:			
Remeasurement of defined benefit plan		(1,953)	1,173
Item that may be classified subsequently to profit or loss:			
Changes in financial assets measured at fair value through other comprehensive income		(63,485)	200,288
Other comprehensive income for the period		(65,438)	201,461
Total comprehensive income for the period		1,596,898	1,357,844

STATEMENT OF FINANCIAL POSITION

(Expressed in thousands of Hong Kong dollar unless otherwise indicated)

	<i>Note</i>	<i>At Jun 30, 2026</i>	<i>At Dec 31, 2025</i>
Assets			
Cash and balances with banks, central banks and other financial institutions		17,642,021	19,415,623
Placements with banks and other financial institutions	7	16,512,654	16,106,902
Loans and advances	8	149,551,461	139,811,597
Financial assets measured at fair value through profit or loss		89,033,079	88,942,869
Financial assets measured at fair value through other comprehensive income		73,880,451	65,944,757
Property, plant and equipment	15	311,614	362,302
Intangible assets		2,927	8,643
Deferred tax assets		65,574	50,921
Other assets		3,021,975	1,982,412
		<u>350,021,756</u>	<u>332,626,026</u>
Liabilities			
Deposits and balances from banks and other financial institutions		45,873,056	34,274,181
Deposits from customers	16	276,824,434	269,863,252
Trading financial liabilities		188,233	40,872
Current taxation		333,261	144,642
Other liabilities		6,470,220	6,830,292
		<u>329,689,204</u>	<u>311,153,239</u>
Equity			
Share capital		7,348,440	7,348,440
Reserves	17	12,984,112	14,124,347
		<u>20,332,552</u>	<u>21,472,787</u>
		<u>350,021,756</u>	<u>332,626,026</u>

The statement of financial position is prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”). The following table discloses the balances in accordance with the banking return completion instructions issued by the Hong Kong Monetary Authority (“HKMA”), before the effects of offsetting as suggested in HKAS 32.

Loans and advances to customers	121,589,211	120,267,556
Deposits from customers	276,994,437	270,042,740

NOTES ON THE FINANCIAL STATEMENTS

(Expressed in thousands of Hong Kong dollar unless otherwise indicated)

	<i>Half-year ended Jun 30, 2026</i>	<i>Half-year ended Jun 30, 2025</i>
1 Interest income		
Interest income on loans to customers	1,936,266	1,991,276
Interest income on placements with banks and other financial institutions	794,843	914,575
Interest income on financial assets designated at fair value through other comprehensive income and at amortised cost		
- Listed	79,262	104,111
- Unlisted	698,267	986,513
Interest income on financial instruments that are not measured at fair value through profit or loss	3,508,638	3,996,475
Interest income on financial assets measured at fair value through profit or loss		
- Listed	1,374,487	1,166,493
- Unlisted	192,617	303,583
Total interest income from all financial assets	<u>5,075,742</u>	<u>5,466,551</u>

Included in the above is interest income accrued on impaired financial assets of HK\$1,536 thousand (Jun 30, 2025: HK\$1,351 thousand).

2 Interest expense		
Interest expense on deposits from customers	2,102,049	2,322,115
Interest expense on deposits from banks and other financial institutions	589,547	879,853
Interest on lease liabilities	5,847	5,975
Total Interest expense	<u>2,697,443</u>	<u>3,207,943</u>

3 Fee and commission income		
Fee and commission income from retail banking	1,305,028	925,309
Fee and commission income from card business	390,154	347,792
Service fee from group companies	560,699	542,302
	<u>2,255,881</u>	<u>1,815,403</u>
Fee and commission expenses	(72,248)	(70,013)
	<u>2,183,633</u>	<u>1,745,390</u>

The above amount entirely represents net fee and commission income, other than fees included in determining the effective interest rate, arising from financial assets or financial liabilities that are neither held for trading nor measured at fair value through profit or loss.

Service fee from Group companies mainly comprise effort based fee revenue applicable to the Wealth management activities.

	<i>Half-year ended Jun 30, 2026</i>	<i>Half-year ended Jun 30, 2025</i>
4 Net trading income		
Net gain from foreign exchange	479,745	514,179
Net (loss)/gain from financial assets measured at fair value through profit or loss	(18,467)	3,932
	<u>461,278</u>	<u>518,111</u>
5 Other operating expenses		
Marketing expenses	568,557	533,750
Intercompany expenses	1,333,913	1,525,504
Others	169,165	181,574
	<u>2,071,635</u>	<u>2,240,828</u>
6 Taxation		
Provision for Hong Kong Profits Tax	237,759	85,645
Deferred Taxation	(2,174)	9,109
	<u>235,585</u>	<u>94,754</u>
	<i>At Jun 30, 2026</i>	<i>At Dec 31, 2025</i>
7 Placements with banks and other financial institutions		
Maturing between one month and one year	16,514,813	16,109,016
Less: Impairment allowances		
- Stage 1	(2,159)	(2,114)
- Stage 2	-	-
- Stage 3	-	-
	<u>16,512,654</u>	<u>16,106,902</u>

	<i>At Jun 30,</i> <i>2026</i>	<i>At Dec 31,</i> <i>2025</i>
8 Loans and advances less impairment		
Gross loans and advances to customers	121,830,487	120,512,012
Less: Impairment allowances		
- Stage 1	(209,073)	(214,692)
- Stage 2	(148,928)	(160,075)
- Stage 3	(53,278)	(49,177)
	121,419,208	120,088,068
Gross loans and advances to banks	28,135,931	19,726,118
Less: Impairment allowances		
- Stage 1	(3,678)	(2,589)
- Stage 2	-	-
- Stage 3	-	-
	149,551,461	139,811,597

9 Loans and advances to customers analyzed by geographical area

Loans and advances to customers by geographical area are classified according to the location of the counterparties. After taking into account the transfer of risk, there were no exposures to a single country outside Hong Kong exceeding 10% of the aggregate gross amount of loans and advances to customers as at the above respective reporting dates.

10 International claims

The country risk exposures in the tables below are prepared according to the location and types of the counterparties as defined by the HKMA under the Banking (Disclosure) Rules with reference to the HKMA's Return of International Banking Statistics. International claims are on-balance sheet exposures to counterparties based on the location of the counterparties after taking into account the transfer of risk.

International claims attributable to individual countries or areas not less than 10% of the bank's total international claims, after recognised risk transfer, are shown as follows:

<i>At Jun 30, 2026</i>					
<i>Non-bank private sector</i>					
	<i>Banks</i>	<i>Official Sector</i>	<i>Non-bank financial institutions</i>	<i>Non-financial private sector</i>	<i>Total</i>
Developed countries	60,467,938	89,463,064	6,458,972	1,737,320	158,127,294
of which United States	60,066,137	83,760,132	100,612	582,082	144,508,963
<i>At Dec 31, 2025</i>					
<i>Non-bank private sector</i>					
	<i>Banks</i>	<i>Official Sector</i>	<i>Non-bank financial institutions</i>	<i>Non-financial private sector</i>	<i>Total</i>
Developed countries	53,329,134	89,432,608	6,187,911	1,801,777	150,751,430
of which United States	52,945,783	79,282,886	102,044	583,287	132,914,000

11 Mainland Activities

The following analysis of non-bank Mainland exposures is based on the categories of non-bank counterparties and the type of direct exposures defined by the HKMA under the Banking (Disclosure) Rules with reference to the HKMA Return of Mainland Activities.

	<i>At Jun 30, 2026</i>		
	<i>On-balance sheet exposures</i>	<i>Off-balance sheet exposures</i>	<i>Total exposures</i>
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and joint ventures	1,115,365	-	1,115,365
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	480	-	480
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposure	4,416	-	4,416
Total	1,120,261	-	1,120,261
Total assets after provision	350,191,759		
On-balance sheet exposures as percentage of total assets	0.32%		
	<i>At Dec 31, 2025</i>		
	<i>On-balance sheet exposures</i>	<i>Off-balance sheet exposures</i>	<i>Total exposures</i>
PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and joint ventures	1,013,331	-	1,013,331
PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	300	-	300
Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposure	5,862	-	5,862
Total	1,019,493	-	1,019,493
Total assets after provision	332,805,514		
On-balance sheet exposures as percentage of total assets	0.31%		

12 Loans and advances to customers analyzed by industry sector

	<i>At Jun 30, 2026</i>		<i>At Dec 31, 2025</i>	
	<i>% of loans and advances covered by collateral or other security</i>		<i>% of loans and advances covered by collateral or other security</i>	
	<i>Amount</i>		<i>Amount</i>	
Loans and advances to customers for use in Hong Kong				
<i>Industrial, commercial and financial</i>				
Property investment	1,836,893	100%	1,849,727	100%
Wholesale and retail trade	-	-	-	-
Manufacturing	-	-	-	-
Others	-	-	-	-
<i>Individuals</i>				
Loans for the purchase of other residential properties	89,008,415	100%	87,743,723	99%
Credit card advances	11,415,521	-	12,054,260	-
Others	19,734,765	85%	19,039,757	84%
	121,995,594		120,687,467	
Netting adjustment on account of foreign currency margin products	(170,003)		(179,488)	
Total loans and advances to customers for use in Hong Kong	121,825,591		120,507,979	
Loans and advances to customers for use outside Hong Kong	4,896	-	4,033	-
Total	121,830,487		120,512,012	

The above analysis has been classified according to categories and definitions used by the HKMA.

12 Loans and advances to customers analyzed by industry sector (continued)

The amount of overdue and impaired loans and advances to customers and respective collective and specific impairment allowances in respect of loans and advances to industry sectors which constitute not less than 10% of the Company's total loans and advances to customers are shown as follows:

	<i>At Jun 30,</i>	<i>At Dec 31,</i>
	<u>2026</u>	<u>2025</u>
<u>Overdue loans and advances to customers</u>		
<i>Individuals</i>		
Loans for the purchase of other residential properties	10,595	7,918
Credit card advances	50,262	56,232
Others	4,491	2,470
<u>Impaired loans and advances to customers</u>		
<i>Individuals</i>		
Loans for the purchase of other residential properties	11,366	7,918
Credit card advances	50,262	56,232
Others	49,244	40,248
<u>Collective impairment allowances</u>		
<i>Individuals</i>		
Loans for the purchase of other residential properties	1,136	3,877
Credit card advances	328,030	344,191
Others	28,835	26,699
<u>Specific impairment allowances</u>		
<i>Individuals</i>		
Loans for the purchase of other residential properties	163	65
Credit card advances	51,131	47,203
Others	1,984	1,909

13 Overdue and rescheduled assets

(i) Overdue loans and advances to customers

	<i>At Jun 30, 2026</i>		<i>At Dec 31, 2025</i>	
	<i>Amount</i>	<i>% of loans and advances to customers</i>	<i>Amount</i>	<i>% of loans and advances to customers</i>
Loans and advances to customers which have been overdue for periods of:				
- 6 months or less but over 3 months	59,814	0.05%	65,434	0.05%
- 1 year or less but over 6 months	5,549	0.00%	1,186	0.00%
- over 1 year	-	-	-	-
	<u>65,363</u>	0.05%	<u>66,620</u>	0.05%
Current market value of collateral held against the covered portion of overdue loans and advances to customers	<u>39,089</u>		<u>20,691</u>	
Covered portion of overdue loans and advances to customers	11,366		7,918	
Uncovered portion of overdue loans and advances to customers	<u>53,997</u>		<u>58,702</u>	
	<u>65,363</u>		<u>66,620</u>	
Specific impairment allowances	<u>47,257</u>		<u>42,239</u>	

The covered portion of overdue loans and advances to customers represents the amount of collateral held against outstanding balances. Where collateral values are greater than gross loans and advances, only the amount of collateral up to the gross loans and advance was included.

The collateral held in respect of the overdue loans and advances mainly consists of properties.

The specific impairment allowance is the reserve held for uncovered portion of overdue loans and advances to customers.

After taking into account the transfer of risk, there were no exposures to a single country outside Hong Kong exceeding 10% of the aggregate overdue loans and advances to customers as at the above respective reporting dates.

13 Overdue and rescheduled assets (continued)

(ii) Rescheduled loans and advances to customers

	<i>At Jun 30, 2026</i>		<i>At Dec 31, 2025</i>	
	<i>Amount</i>	<i>% of loans and advances to customers</i>	<i>Amount</i>	<i>% of loans and advances to customers</i>
Rescheduled loans and advances to customers	45,524	0.04%	37,778	0.03%

Rescheduled loans and advances are those loans and advances which have been restructured or renegotiated because of a deterioration in the financial position of the borrower, or because of the inability of the borrower to meet the original repayment schedule. Rescheduled loans and advances to customers are stated net of any loans and advances which have subsequently become overdue for over three months and which are included in overdue loans and advances to customers in part (i).

(iii) Impaired loans and advances to customers

	<i>At Jun 30, 2026</i>		<i>At Dec 31, 2025</i>	
	<i>Amount</i>	<i>% of loans and advances to customers</i>	<i>Amount</i>	<i>% of loans and advances to customers</i>
Overdue loans and advances to customers	65,363	0.05%	66,620	0.05%
Rescheduled loans and advances to customers	45,524	0.04%	37,778	0.03%
Impaired loans and advances to customers	110,887	0.09%	104,398	0.08%

After taking into account the transfer of risk, there were no exposures to a single country outside Hong Kong exceeding 10% of the aggregate impaired loans and advances to customers as at the above respective reporting dates.

There were no advances to banks or other assets which were overdue for over three months as at June 30, 2026 and December 31, 2025, nor were there any rescheduled advances to banks and other financial institutions.

14 Repossessed assets

	<i>At Jun 30, 2026</i>	<i>At Dec 31, 2025</i>
Reposessed assets	-	1,548

Assets acquired in exchange for the release in full or in part of the obligations of the borrowers due to restructuring or the inability of borrowers to repay, are recorded as "Other assets" in the balance sheet at the lower of net realization value and the carrying amount of the asset (net of any impairment allowance), until the assets are realized.

15 Property, plant and equipment

	<i>Right-of-use assets</i>	<i>Installations, plant, machinery and other assets</i>	<i>Construction in progress</i>	<i>Total property, plant and equipment</i>
<i>Cost:</i>				
At Jan 1, 2026	1,539,161	533,994	-	2,073,155
Additions	29,180	292	604	30,076
Transfer	-	148	(148)	-
Disposal/write-off	-	(16)	-	(16)
At Jun 30, 2026	1,568,341	534,418	456	2,103,215
<i>Accumulated depreciation:</i>				
At Jan 1, 2026	1,230,186	480,667	-	1,710,853
Charge for the period	67,087	13,677	-	80,764
Write-back upon disposal	-	(16)	-	(16)
At Jun 30, 2026	1,297,273	494,328	-	1,791,601
<i>Net book value:</i>				
At Jun 30, 2026	271,068	40,090	456	311,614
At Dec 31, 2025	308,975	53,327	-	362,302

16 Deposits from customers

	<i>At Jun 30,</i> <i>2026</i>	<i>At Dec 31,</i> <i>2025</i>
Demand deposits and current accounts	35,404,459	36,281,263
Savings deposits	81,002,924	81,497,054
Time, call and notice deposits	160,417,051	152,084,935
	<u>276,824,434</u>	<u>269,863,252</u>

17 Reserves

	<i>At Jun 30,</i> <i>2026</i>	<i>At Dec 31,</i> <i>2025</i>
Fair value reserve	(1,904)	61,581
Retained profits	13,008,434	14,076,331
Capital reserves	(22,418)	(13,565)
	<u>12,984,112</u>	<u>14,124,347</u>

(a) Nature and purpose of reserves

Fair value reserve

This reserve comprises the cumulative net change in fair value of fair value through other comprehensive income (FVOCI) debt securities measured at FVOCI under HKFRS 9 held at the end of the reporting period.

Capital reserves

The capital reserves comprise the subsequent change in fair value of the share awards granted to employees of the Company recognized in accordance with the accounting policy for share-based payments. The Company recognizes the fair value of the awards at grant date as compensation expense over the vesting period with a corresponding credit in equity as a capital contribution from Citigroup. The Company's liability to Citigroup under the SPAPA is remeasured annually until settlement date and any changes in value are recognized in equity.

(b) Regulatory reserve

To satisfy the provisions of the Hong Kong Banking Ordinance and local regulatory requirements for prudential supervision purposes, the Company has earmarked a regulatory reserve directly from retained profits. As of June 30, 2026, the effect of this requirement is to reduce the amount of reserves which can be distributed to equity shareholders by \$459,402 thousand (Dec 31, 2025: \$433,866 thousand).

(c) The Directors have declared an interim dividend of \$2,728,280 thousand (Jun 30, 2025: \$2,774,723 thousand) in respect of the six months ended June 30, 2026.

18 Derivatives

Derivatives are used for managing the Company's own exposures to market risk as part of its asset and liability management process and their sale to customers as part of the Company's business activities. The principal derivative instruments used by the Company are foreign exchange rate related contracts, which are primarily over-the-counter derivatives.

(i) Notional amount of derivatives

Derivatives refer to financial contracts whose value depends on the value of one or more underlying assets or indices. The notional amounts of these instruments indicate the volume of outstanding transactions and do not represent amounts at risk.

	<i>At Jun 30,</i> <i>2026</i>	<i>At Dec 31,</i> <i>2025</i>
<i>Currency derivatives</i>		
Forwards and futures	16,983,006	8,341,609
Options purchased	2,897,558	3,337,308
Options written	2,897,558	3,337,308
	<u>22,778,122</u>	<u>15,016,225</u>

Currency forwards and futures are acquired or incurred principally for hedging purposes. Currency options are customer driven transactions and hedging transactions. The Company has elected not to use hedge accounting.

(ii) Fair values and credit risk weighted amounts of derivatives

	<i>At Jun 30, 2026</i>			<i>At Dec 31, 2025</i>		
	<i>Fair value</i>		<i>Credit risk weighted amount</i>	<i>Fair value</i>		<i>Credit risk weighted amount</i>
	<i>Assets</i>	<i>Liabilities</i>		<i>Assets</i>	<i>Liabilities</i>	
Currency derivatives	84,011	188,233	52,827	54,895	40,872	30,886

The credit equivalent amounts are assessed in accordance with the Banking (Capital) Rules and depend on the status of the counterparty and maturity characteristics of the instrument.

The fair value and credit risk weighted amounts do not take into account any bilateral netting arrangements entered into during the period and accordingly these amounts are shown on a gross basis.

19 Contingent liabilities and commitments

	<i>At Jun 30,</i> <i>2026</i>	<i>At Dec 31,</i> <i>2025</i>
Contractual or notional amounts		
Trade-related contingencies	-	-
Forward forward deposits placed	-	91
Other commitments		
- with an original maturity of not more than one year	1,069,390	1,346,503
- with an original maturity of more than one year	243,639	255,659
- which are unconditionally cancellable	83,608,340	83,157,886
	<u>84,921,369</u>	<u>84,760,139</u>
Credit risk weighted amounts	<u>4,216,321</u>	<u>4,206,804</u>

Contingent liabilities and commitments are forward forward deposits placed as well as credit-related instruments. The risk involved is similar to the credit risk involved in extending loan facilities to customers. These transactions are, therefore, subject to the same credit application, portfolio maintenance and collateral requirements as for customers applying for loans. The contractual amounts represent the amounts at risk should the contract be fully drawn upon and the client default. Since a significant portion of other commitments is expected to expire without being drawn upon, the total of contractual amounts is not representative of future liability requirements.

The credit risk-weighted amounts are assessed in accordance with the Banking (Capital) Rules.

20 Currency risk

The Company's foreign currency positions arise from foreign exchange transactions. All foreign currency positions are managed by the Treasury Department and Wealth Management Department within limits approved by the Business Head and Market Risk Management, dotted notification to Risk Management Committees (RMC) and Asset and Liability Management Committee (ALCO).

The Company seeks to manage closely its foreign currency denominated assets with corresponding liabilities in the same currencies.

The net position in foreign currencies are disclosed when the individual currency constitutes not less than 10% of the total net position in all foreign currencies:

<i>At Jun 30, 2026</i>	USD	RMB
Spot assets	128,210,793	1,028,174
Spot liabilities	(124,324,300)	(2,795,192)
Forward purchases	6,114,855	1,813,031
Forward sales	(9,789,277)	(14,642)
Net long non-structural position	<u>212,071</u>	<u>31,371</u>

<i>At Dec 31, 2025</i>	USD	RMB
Spot assets	114,451,490	879,489
Spot liabilities	(116,470,923)	(2,513,397)
Forward purchases	4,943,724	1,891,909
Forward sales	(2,759,821)	(227,736)
Net long non-structural position	<u>164,470</u>	<u>30,265</u>

There were no foreign structural positions and option positions as at the above reporting dates.

21 Regulatory disclosures

The regulatory disclosures which are prepared in accordance with the Banking (Disclosure) Rules and disclosure templates issued by the HKMA can be found on our website www.citibank.com.hk.