



Citibank (Hong Kong) Limited

Pillar 3 Regulatory Disclosures

- Capital Adequacy Ratios
- Leverage Ratio
- Overview of Risk-Weighted Assets

**For the Period ended
September 30, 2017**

This document contains Pillar 3 disclosure of the Citibank (Hong Kong) Limited (the "Company") relating to capital adequacy ratios, leverage ratio, risk-weighted assets ("RWA") by risk types. The following disclosures are prepared in accordance with the Banking (Disclosure) Rules and disclosure templates issued by the Hong Kong Monetary Authority ("HKMA").

1 Capital adequacy ratios

The capital adequacy ratios were calculated in accordance with the Banking (Capital) Rules issued by the HKMA.

In thousands of Hong Kong dollar	At September 30, 2017	At June 30, 2017
Capital		
Common Equity Tier 1 (CET1)	20,230,416	19,688,557
Tier 1	20,230,416	19,688,557
Total	20,946,777	20,374,935
Total RWA	66,883,706	64,376,092
Capital Adequacy Ratios		
Common Equity Tier 1 (CET1) capital ratio	30.25%	30.58%
Tier 1 capital ratio	30.25%	30.58%
Total capital ratio	31.32%	31.65%

2 Leverage ratio

In thousands of Hong Kong dollar	At September 30, 2017	At June 30, 2017
Capital and Total exposures		
Tier 1 capital	20,230,416	19,688,557
Total exposures	186,258,167	180,614,004
Leverage Ratio	10.86%	10.90%

The leverage ratio was complied in accordance with the Leverage Ratio Framework issued by the HKMA.

Template OV1: Overview of Risk-Weighted Assets

The following table sets out the RWA by risk types and the corresponding minimum capital requirements (i.e. 8% of RWA), as required by the HKMA.

In thousands of Hong Kong dollar		(a)	(b)	(c)
		RWA		Minimum capital requirements
		As at September 30, 2017	As at June 30, 2017	As at September 30, 2017
1	Credit risk for non-securitization exposures	56,713,051	54,766,767	4,537,044
2	Of which STC approach	56,713,051	54,766,767	4,537,044
4	Counterparty credit risk	156,153	225,211	12,492
5	Of which SA-CCR ^{Note}	106,515	143,473	8,521
12	Securitization exposures in banking book	489,347	-	39,148
15	Of which STC(S) approach	489,347	-	39,148
16	Market risk	138,050	138,150	11,044
17	Of which STM approach	138,050	138,150	11,044
19	Operational risk	9,825,875	9,672,700	786,070
21	Of which STO approach	9,825,875	9,672,700	786,070
24a	Deduction to RWA	438,770	426,736	35,102
24b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	438,770	426,736	35,102
25	Total	66,883,706	64,376,092	5,350,696

Note: Prior to the implementation of SA-CCR, Current exposure method is used for calculating default risk exposures of derivative contracts.

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