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**Citibank, N.A. - Hong Kong Branch**

**Financial Information Disclosure Statement**

**2022 Interim**

**CITIBANK, N.A. - HONG KONG BRANCH**

We enclose herewith the Financial Information Disclosure Statement for the half-year ended June 30, 2022, which are prepared under the Banking (Disclosure) Rules made pursuant to Section 60A of the Banking Ordinance.

Aveline San  
Chief Executive, Hong Kong  
September 30, 2022

## CITIBANK, N.A. - HONG KONG BRANCH

### Income Statement (unaudited)

Figures in US\$ millions	Half-year ended June 30, 2022	Half-year ended June 30, 2021
Interest income	284	229
Interest expense	(34)	(18)
<b>Net interest income</b>	<b>250</b>	<b>211</b>
Profits arising from dealing in foreign currencies	266	166
Profits on disposal of available-for-sale securities	-	6
(Loss)/profits on securities dealing	(16)	2
(Loss)/profits from other dealing activities	(42)	23
Fee and commission income	337	279
Fee and commission expenses	(314)	(242)
Net fees and commission income	23	37
Others	(14)	1
<b>Operating income</b>	<b>467</b>	<b>446</b>
Staff costs	(124)	(119)
Premises and equipment expenses	(14)	(11)
Intercompany service fees expenses	(129)	(92)
Custodian charges & clearance fees	(17)	(16)
Others	(21)	(25)
Other operating expenses	(167)	(133)
<b>Operating profit before impairment</b>	<b>162</b>	<b>183</b>
Net recovery / (charge) of impairment losses	4	17
<b>Profit before taxation</b>	<b>166</b>	<b>200</b>
Taxation	(40)	(33)
<b>Profit after taxation</b>	<b>126</b>	<b>167</b>

## CITIBANK, N.A. - HONG KONG BRANCH

### Balance Sheet (unaudited)

Figures in US\$ millions	At June 30 2022	At December 31 2021
<b>Assets</b>		
Cash and balances with banks and other financial institutions	3,820	3,475
Placements with banks and other financial institutions (Note 1)	739	259
Amounts due from overseas offices	37,254	34,767
Trade bills	222	240
Securities held for trading	4,009	3,483
Loans and receivables (Note 2)	24,868	24,287
Available-for-sale securities	4,113	3,197
Other investments	100	23
Fixed assets	14	10
<b>Total Assets</b>	<u>75,139</u>	<u>69,741</u>
<b>Liabilities</b>		
Deposits and balances of banks and other financial institutions	4,685	3,875
Deposits from customers (Note 9)	53,926	54,338
Amounts due to overseas offices	5,336	3,934
Other liabilities	11,192	7,594
<b>Total Liabilities</b>	<u>75,139</u>	<u>69,741</u>

CITIBANK, N.A. - HONG KONG BRANCH

ADDITIONAL INFORMATION (UNAUDITED)

Figures in US\$ millions	At June 30 2022	At December 31 2021
<b>1. Placements with banks and other financial institutions</b>		
	<u>Amount</u>	<u>Amount</u>
Maturing between one month and one year	739	259
<b>2. Loans and receivables</b>		
Advances to customers	17,467	18,591
Advances to banks	117	29
Accrued interest and other accounts	7,315	5,704
Less: impairment allowances - collectively assessed	(25)	(31)
Less: impairment allowances - individually assessed	(6)	(6)
	<u>24,868</u>	<u>24,287</u>

Individually assessed impairment allowance for specific remedial credits is maintained at Citibank, N.A. Hong Kong Branch ("the Branch") while, in general, collective impairment allowance of the Branch is still maintained at head office for absorbing all probable credit losses inherent in the bank's portfolio except for commercial banking portfolio.

The impairment allowance is calculated on an individual basis and considers the borrower's overall financial condition, risk rating, impact of macroeconomic environment, loan tenor, prospects for support from any financially responsible guarantors and the realizable value of any collateral. Specific impairment value may also be established for specific remedial credits when the discounted cash flows, collateral value (less disposal costs), or observable market price of the impaired loan is lower than its carrying value.

Figures in US\$ millions	At June 30, 2022		At December 31, 2021	
<b>3. Advances to customers analyzed by industry sector</b>				
	<u>Amount</u>	<u>% of advances covered by collateral or other securities</u>	<u>Amount</u>	<u>% of advances covered by collateral or other securities</u>
Gross advances to customers for use in Hong Kong				
Industrial, commercial and financial				
Property development	527	0%	430	0%
Property investment	975	20%	1,064	18%
Financial concerns	4,643	80%	5,920	84%
Stockbrokers	30	0%	29	0%
Wholesale and retail trade	670	25%	634	35%
Manufacturing	1,251	3%	1,283	4%
Transport and transport equipment	644	1%	603	0%
Recreational activities	2	0%	3	0%
Information technology	180	0%	209	0%
Others	2,658	69%	2,348	74%
	<u>11,580</u>		<u>12,523</u>	
Individuals				
Advances for the purchase of other residential properties	35	100%	36	100%
Others	1,430	100%	1,782	100%
	<u>1,465</u>		<u>1,818</u>	
Gross advances to customers for use in Hong Kong	13,045	57%	14,341	63%
Trade finance	1,453	16%	1,180	18%
Gross advances to customers for use outside Hong Kong	2,969	0%	3,070	1%
Gross advances to customers	<u>17,467</u>	44%	<u>18,591</u>	50%

The above analysis has been classified according to categories and definitions used by the Hong Kong Monetary Authority.

CITIBANK, N.A. - HONG KONG BRANCH

ADDITIONAL INFORMATION

Figures in US\$ millions

At June 30, 2022

At December 31, 2021

**4. Advances to customers analyzed by geographic area**

Advances to customers by geographical area are classified according to the location of the counterparties. After taking into account the transfer of risk, exposures to a single country outside Hong Kong exceeding 10% of the aggregate gross amount of advances to customers are disclosed.

	<u>Amount</u>	<u>% of Gross Advances to Customers</u>	<u>Amount</u>	<u>% of Gross Advances to Customers</u>
China	2,099	12.01%	2,290	12.32%

**5. Overdue advances to customers**

	<u>Overdue Advances to Customers</u>	<u>% of Gross Advances to Customers</u>	<u>Other Assets</u>	<u>Overdue Advances to Customers</u>	<u>% of Gross Advances to Customers</u>	<u>Other Assets</u>
Advances to customers which have been overdue for periods of:						
6 months or less but over 3 months	2	0.01%	-	2	0.01%	1
1 year or less but over 6 months	2	0.01%	-	2	0.01%	-
Over 1 year	-	0.00%	-	2	0.01%	-
	<u>4</u>	<u>0.02%</u>	<u>-</u>	<u>6</u>	<u>0.03%</u>	<u>1</u>

Current market value of collateral held against the covered portion of overdue advances to customers

<u>4</u>	<u>6</u>
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Covered portion of overdue advances to customers  
Uncovered portion of overdue advances to customers

4	5
<u>-</u>	<u>1</u>
<u>4</u>	<u>6</u>

The covered portion of overdue advances to customers represents the amount after credit risk mitigation, which consists of guarantee, standby letter of credit, fixed deposits and properties.

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 advances to customers as at the above respective reporting dates.

There were no overdue advances to banks as at June 30, 2022 and December 31, 2021.

**6. Rescheduled advances to customers**

	<u>Amount</u>	<u>% of Gross Advances to Customers</u>	<u>Amount</u>	<u>% of Gross Advances to Customers</u>
Rescheduled advances to customers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Rescheduled advances are those 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 advances to customers are stated net of any advances which have subsequently become overdue for over three months and which are included in overdue advances to customers in Note 5.

There were no rescheduled advances to banks as at June 30, 2022 and December 31, 2021.

CITIBANK, N.A. - HONG KONG BRANCH

ADDITIONAL INFORMATION

Figures in US\$ millions

At June 30, 2022

At December 31, 2021

7. Impaired advances to customers

a) Impaired advances to customers

	Amount	% of Gross Advances to Customers	Amount	% of Gross Advances to Customers
Overdue advances to customers	4	0.02%	6	0.03%
Rescheduled advances to customers	-	-	-	-
Less: impairment allowances - collectively assessed	-	-	-	-
Less: impairment allowances - individually assessed	-	-	(1)	-
	<u>4</u>	<u>0.02%</u>	<u>5</u>	<u>0.03%</u>

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 impaired advances to customers as at the above respective reporting dates.

b) Individually assessed impaired advances to customers

	Amount	Amount
Gross individually assessed impaired advances to customers	6	16
Less: impairment allowances - individually assessed	(6)	(6)
	<u>-</u>	<u>10</u>

Collateral held in respect of gross individually assessed impaired advances to customers:

Amount of collateral which has been taken into account in respect of gross individually assessed impaired advances to customers	<u>-</u>	<u>7</u>
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Where collateral values are greater than gross advances, only the amount of collateral up to the gross advance was included.

8. Repossessed assets

	Amount	Amount
Reposessed assets	<u>-</u>	<u>3</u>

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 statement of financial position at the lower of net realization value and the carrying amount of the asset (net of any impairment allowance), until the assets are realized.

9. Deposits from customers

	Amount	Amount
Demand deposits and current accounts	42,868	43,386
Saving deposits	6,886	7,625
Time, call and notice deposits	4,172	3,327
	<u>53,926</u>	<u>54,338</u>

CITIBANK, N.A. - HONG KONG BRANCH

ADDITIONAL INFORMATION

Figures in US\$ millions	At June 30 2022	At December 31 2021
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**10. Non-bank Mainland exposure**

The following analysis of non-bank Mainland exposures is based on the categories contained in the HKMA Return of Mainland Activities (MA(BS)20) as submitted to the HKMA by the Branch.

	On-balance sheet exposure	Off-balance sheet exposure	Total	On-balance sheet exposure	Off-balance sheet exposure	Total
1 Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	609	193	802	366	209	575
2 Local governments, local government-owned entities and their subsidiaries and JVs	17	-	17	20	-	20
3 PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	1,610	1,082	2,692	1,659	1,175	2,834
4 Other entities of central governments not reported in item 1 above	102	303	405	184	312	496
5 Other entities of local governments not reported in item 2 above	-	-	-	-	-	-
6 PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	93	227	320	178	487	665
7 Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	1,330	183	1,513	1,111	122	1,233
<b>Total</b>	<b>3,761</b>	<b>1,988</b>	<b>5,749</b>	<b>3,518</b>	<b>2,305</b>	<b>5,823</b>
Total assets after provision	75,066			69,641		
On-balance sheet exposures as percentage of total assets	5.01%			5.05%		

**11. Foreign currency exposure**

The net non-structural foreign currency position (regardless of sign) for each foreign currency which constitutes 10% or more of the total net non-structural positions in all foreign currencies are disclosed.

	At June 30 2022	At December 31 2021
<b>a) Hong Kong Dollars</b>		
Spot assets	18,308	15,872
Spot liabilities	(21,627)	(17,642)
Forward purchases	65,445	37,532
Forward sales	(62,370)	(36,210)
Net short position	(244)	(448)
<b>b) Chinese Renminbi</b>		
Spot assets	2,882	3,618
Spot liabilities	(6,512)	(6,521)
Forward purchases	98,818	83,247
Forward sales	(94,348)	(79,489)
Net long position	840	855

There were no foreign currency structural positions nor net option positions as at the above reporting dates.



CITIBANK, N.A. - HONG KONG BRANCH

ADDITIONAL INFORMATION

Figures in US\$ millions

12. International Claims

The country-risk exposures in the table below are prepared in accordance with the HKMA Return of the 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. Countries or geographical areas constituting 10% or more of the total cross-border claims are disclosed.

	Banks	Official Sector	Non-bank financial institutions	Non-financial private sector	Others	Total
<b>As at June 30, 2022</b>						
a) Developed countries	37,666	2,138	1,045	1,803	-	42,652
Of which: United States	37,390	1,110	688	640	-	39,828
b) Offshore centres	1,500	1	2,096	5,324	-	8,921
Of which: Hong Kong SAR	1,500	1	1,821	4,866	-	8,188
c) Developing Asia and Pacific	1,967	169	497	2,039	-	4,672
Of which: China	1,417	169	397	1,720	-	3,703
<b>As at December 31, 2021</b>						
a) Developed countries	35,162	1,703	1,379	1,709	-	39,953
Of which: United States	34,870	921	1,002	543	-	37,336
b) Offshore centres	1,095	2	2,468	5,372	-	8,937
Of which: Hong Kong SAR	1,095	2	2,228	5,096	-	8,421
c) Developing Asia and Pacific	1,260	884	705	2,081	-	4,930
Of which: China	976	884	574	1,727	-	4,161

CITIBANK, N.A. - HONG KONG BRANCH

ADDITIONAL INFORMATION

Figures in US\$ millions	At June 30 2022	At December 31 2021
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**13. Off-balance sheet information**

**a) Contingent liabilities and commitments**

Contractual or notional amounts		
Direct credit substitutes	823	674
Transaction-related contingencies	216	224
Trade-related contingencies	420	295
Other commitments	14,142	14,426
	<u>15,601</u>	<u>15,619</u>

Contingent liabilities and commitments are 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 contract amounts represent the amounts at risk should the contract be fully drawn upon and the client default.

Since a significant portion of commitments is expected to expire without being drawn upon, the total of the contract amounts is not representative of future liquidity requirements.

**b) Derivatives**

Notional amounts		
Exchange rate contracts	399,183	293,992
Interest rate contracts	307,860	313,471
Others	2,190	2,480
	<u>709,233</u>	<u>609,943</u>
Fair value assets		
Exchange rate contracts	3,359	2,216
Interest rate contracts	2,097	1,654
Others	186	178
	<u>5,642</u>	<u>4,048</u>
Fair value liabilities		
Exchange rate contracts	3,182	2,205
Interest rate contracts	2,138	1,647
Others	176	172
	<u>5,496</u>	<u>4,024</u>

The above derivatives transactions are undertaken by the Branch in the foreign exchange, interest rate, equity and commodity markets. The notional amounts of these instruments indicate the volume of transactions outstanding and do not represent amounts at risk.

Derivatives are carried at fair value in the balance sheet. Asset values represent the cost to the Branch of replacing all transactions with a fair value in the Branch's favor assuming that all the Branch's relevant counterparties default at the same time, and that transactions can be replaced at the market. Liability values represent the cost to the Branch's counterparties of replacing all their transactions with the Branch with a fair value in their favor if the Branch were to default.

The fair values of the above derivative exposures do not take into account the effects of bilateral netting arrangements.

CITIBANK, N.A. - HONG KONG BRANCH

ADDITIONAL INFORMATION

	Quarter ended June 30, 2022	Quarter ended March 31, 2022
<b>14. Liquidity ratio</b>		
The average Liquidity Maintenance Ratio for the period	42.91%	41.95%
The average Core Funding Ratio for the period	263.04%	284.58%

The Banking (Liquidity) Rules ("BLR") signified the implementation of Liquidity Maintenance Ratio ("LMR") and Core Funding Ratio ("CFR") for category 2A institution under Basel III liquidity standards in Hong Kong. Quarterly average of LMR and CFR reported are calculated based on the arithmetic mean of the average values of its LMR and CFR reported in its liquidity position return, for each month during the quarter. The relevant disclosures pursuant to section 103 of the Banking (Disclosure) Rules can be found in our website <http://www.citibank.com.hk/cbnahk>.

**CITIBANK, N.A. (WORLDWIDE CONSOLIDATION OF CITIBANK, N.A. AND ITS SUBSIDIARIES)**

**ADDITIONAL INFORMATION**

Figures in US\$ millions	At June 30 2022		At December 31 2021	
<b>Capital and Capital Adequacy</b>				
	Advanced Approaches	Standardized Approach	Advanced Approaches	Standardized Approach
Common Equity Tier (CET1) Capital	148,742	148,742	148,262	148,262
Tier 1 Capital	150,870	150,870	150,393	150,393
Total Capital	166,094	174,213	166,635	175,131
CET1 Ratio	14.07%	13.92%	14.58%	13.92%
Tier 1 Capital Ratio	14.27%	14.12%	14.79%	14.12%
Total Capital Ratio	15.71%	16.30%	16.39%	16.44%
Stockholder's Equity	164,335	164,335	165,805	165,805
Total Risk Weighted Assets	1,057,336	1,068,525	1,016,889	1,065,170

Based on the "Collins Amendment" of the Dodd-Frank Act, Citibank N.A., as an Advanced Approaches banking organization, is required to publicly report the lower of the capital ratios calculated under the U.S. Basel III Standardized Approach and the Advanced Approaches framework. For both periods presented, Citibank's reportable CET1 Capital and Tier 1 Capital ratios were the lower derived under the U.S. Basel III Standardized Approach, whereas Citibank's Total Capital ratios were the lower derived under the U.S. Basel III Advanced Approaches framework.

Figures in US\$ millions	At June 30 2022	At December 31 2021
<b>Other Financial Information</b>		
Total Assets	1,720,308	1,669,227
Total Liabilities	1,555,402	1,502,799
Total Advances (Net of Allowances for Loan Losses)	635,838	641,570
Total Deposits (including those from banks)	1,353,773	1,334,924

Figures in US\$ millions	Half-year ended June 30, 2022	Half-year ended June 30, 2021
<b>Pre-tax Profit</b>	11,462	14,852

**CITIGROUP INC. (THE ULTIMATE HOLDING COMPANY OF CITIBANK, N.A.)**

**ADDITIONAL INFORMATION**

Figures in US\$ millions	At June 30 2022		At December 31 2021	
<b>Capital and Capital Adequacy</b>				
	Advanced Approaches	Standardized Approach	Advanced Approaches	Standardized Approach
Common Equity Tier (CET1) Capital	144,893	144,893	149,305	149,305
Tier 1 Capital	165,159	165,159	169,568	169,568
Total Capital	187,350	196,408	194,006	203,838
CET1 Ratio	11.72%	11.90%	12.35%	12.25%
Tier 1 Capital Ratio	13.36%	13.57%	14.02%	13.91%
Total Capital Ratio	15.16%	16.13%	16.04%	16.72%
Stockholder's Equity	199,014	199,014	201,972	201,972
Total Risk Weighted Assets	1,235,956	1,217,459	1,209,374	1,219,175

Based on the "Collins Amendment" of the Dodd-Frank Act, Citigroup, as an Advanced Approaches banking organization, is required to publicly report the lower of the capital ratios calculated under the U.S. Basel III Standardized Approach and the Advanced Approaches framework. Citigroup's reportable CET1 Capital and Tier 1 Capital ratios were the lower derived under the U.S. Basel III Advanced Approach as of June 30, 2022 and the U.S. Basel III Standardized Approach as of December 31, 2021, whereas Citigroup's Total Capital ratios were the lower derived under the U.S. Basel III Advanced Approaches framework for both periods presented.

Figures in US\$ millions	At June 30 2022	At December 31 2021
<b>Other Financial Information</b>		
Total Assets	2,380,904	2,291,413
Total Liabilities	2,181,278	2,088,741
Total Advances (Net of Allowances for Loan Losses)	676,262	688,695
Total Deposits (including those from banks)	1,343,962	1,325,689

Figures in US\$ millions	Half-year ended June 30, 2022	Half-year ended June 30, 2021
<b>Pre-tax Profit</b>	11,238	17,657