Citibank (Hong Kong) Limited

Regulatory Disclosures

For the Period ended
September 30, 2021

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Introduction

Purpose and Basis of preparation

The information contained in this document is for Citibank (Hong Kong) Limited ("the Company"), and is prepared in accordance with the Banking (Disclosure) Rules ("BDR") and disclosure templates issued by the Hong Kong Monetary Authority ("HKMA").

These regulatory disclosures are governed by the Company's disclosure policy, which has been approved by the Board. The disclosure policy sets out the governance, control and assurance requirements for publication of the document.

The information in this document is not audited and does not constitute statutory accounts.

The Regulatory Disclosures

The Company's Regulatory Disclosures at 30 September 2021 comprises information required under the framework of the Basel Committee on Banking Supervision ("BCBS"). The disclosures are made in accordance with the latest BDR issued by the HKMA.

According to the BDR, disclosure of comparative information is not required unless otherwise specified in the standard disclosure templates.

Template KM1: Key prudential ratios

The following table provides an overview of the key prudential ratios of the Company.

	In thousands of Hong Kong dollar	(a) At September 30, 2021	(b) At June 30, 2021	(c) At March 31, 2021	(d) At December 31, 2020	(e) At September 30, 2020
	Regulatory Capital					
1	Common Equity Tier 1 (CET1)	24,632,356	23,990,902	23,683,767	23,181,354	23,537,475
2	Tier 1	24,632,356	23,990,902	23,683,767	23,181,354	23,537,475
3	Total capital	25,387,282	24,719,835	24,381,646	23,860,903	24,207,656
	Risk-Weighted Assets (RWA)					
4	Total RWA	97,267,241	96,795,323	94,890,981	94,730,301	93,604,858
	Capital Adequacy Ratios					
5	CET1 ratio (%)	25.32%	24.79%	24.96%	24.47%	25.15%
6	Tier 1 ratio (%)	25.32%	24.79%	24.96%	24.47%	25.15%
7	Total capital ratio (%)	26.10%	25.54%	25.69%	25.19%	25.86%
	Additional CET1 buffer requirements					
8	Capital conservation buffer requirement (%)	2.500%	2.500%	2.500%	2.500%	2.500%
9	Countercyclical capital buffer requirement (%)	0.966%	0.955%	0.952%	0.957%	0.964%
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 (%)	3.466%	3.455%	3.452%	3.457%	3.464%
12	CET1 available after meeting the AI’s minimum capital requirements (%)	18.10%	17.54%	17.69%	17.19%	17.86%
	Basel III leverage ratio					
13	Total leverage ratio (LR) exposure measure	319,742,932	314,954,472	307,934,632	304,867,904	295,846,101
14	LR (%)	7.70%	7.62%	7.69%	7.60%	7.96%
	Liquidity Maintenance Ratio (LMR)					
17a	LMR (%)	49.63%	49.85%	49.80%	51.41%	51.83%
	Core Funding Ratio (CFR)					
20a	CFR (%)	148.25%	147.37%	147.12%	148.57%	146.38%

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.

		(a)	(b)	(c)
		RWA		**Minimum capital requirements**
	In thousands of Hong Kong dollar	**At September 30, 2021**	**At June 30, 2021**	**At September 30, 2021**
1	Credit risk for non-securitization exposures	84,834,549	83,498,207	6,786,764
2	Of which STC approach	84,834,549	83,498,207	6,786,764
6	Counterparty default risk and default fund contributions	107,601	138,367	8,608
7	Of which SA-CCR approach	107,601	138,367	8,608
10	CVA risk	70,175	82,100	5,614
16	Securitization exposures in banking book	633,240	1,030,973	50,659
18	Of which SEC-ERBA (including IAA)	633,240	1,030,973	50,659
20	Market risk	631,338	774,938	50,507
21	Of which STM approach	631,338	774,938	50,507
24	Operational risk	10,990,338	11,270,738	879,227
27	**Total**	**97,267,241**	**96,795,323**	**7,781,379**

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	
		At September 30, 2021	**At June 30, 2021**
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	311,075,503	305,464,938
2	Less: Asset amounts deducted in determining Tier 1 capital	(568,296)	(549,556)
3	**Total on-balance sheet exposures (excluding derivative contracts and SFTs)**	**310,507,207**	**304,915,382**
Exposures arising from derivative contracts			
4	Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)	25,059	17,780
5	Add-on amounts for PFE associated with all derivative contracts	394,573	420,158
6	Gross-up for collateral provided in respect of derivative contracts 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	-	-
8	Less: Exempted CCP leg of client-cleared trade exposures	-	-
9	Adjusted effective notional amount of written credit-related derivative contracts	-	-
10	Less: Adjusted effective notional offsets and add-on deductions for written credit-related derivative contracts	-	-
11	**Total exposures arising from derivative contracts**	**419,632**	**437,938**
Exposures arising from SFTs			
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	**Total exposures arising from SFTs**	**-**	**-**
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	85,865,493	86,452,609
18	Less: Adjustments for conversion to credit equivalent amounts	(76,719,924)	(76,514,852)
19	**Off-balance sheet items**	**9,145,569**	**9,937,757**
Capital and total exposures			
20	Tier 1 capital	24,632,356	23,990,902
20a	Total exposures before adjustments for specific and collective provisions	320,072,408	315,291,077
20b	Adjustments for specific and collective provisions	(329,476)	(336,605)
21	Total exposures after adjustments for specific and collective provisions	319,742,932	314,954,472
Leverage ratio			
22	**Leverage ratio**	**7.70%**	**7.62%**