Citibank (Hong Kong) Limited

Regulatory Disclosures

For the Period ended
September 30, 2023

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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 2023 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, 2023	(b) At June 30, 2023	(c) At March 31, 2023	(d) At December 31, 2022	(e) At September 30, 2022
	Regulatory Capital					
1	Common Equity Tier 1 (CET1)	25,352,518	24,873,041	24,549,107	24,087,612	25,074,660
2	Tier 1	25,352,518	24,873,041	24,549,107	24,087,612	25,074,660
3	Total capital	26,174,026	25,703,700	25,378,588	24,897,304	25,870,909
	Risk-Weighted Assets (RWA)					
4	Total RWA	96,518,622	97,312,396	99,438,232	100,655,411	101,055,196
	Capital Adequacy Ratios					
5	CET1 ratio (%)	26.27%	25.56%	24.69%	23.93%	24.81%
6	Tier 1 ratio (%)	26.27%	25.56%	24.69%	23.93%	24.81%
7	Total capital ratio (%)	27.12%	26.41%	25.52%	24.74%	25.60%
	Additional CET1 buffer requirements					
8	Capital conservation buffer requirement (%)	2.500%	2.500%	2.500%	2.500%	2.500%
9	Countercyclical capital buffer requirement (%)	0.977%	0.981%	0.980%	0.970%	0.968%
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 (%)	3.477%	3.481%	3.480%	3.470%	3.468%
12	CET1 available after meeting the AI's minimum capital requirements (%)	19.12%	18.41%	17.52%	16.74%	17.60%
	Basel III leverage ratio					
13	Total leverage ratio (LR) exposure measure	321,020,941	341,385,991	338,582,491	350,734,679	350,688,387
14	LR (%)	7.90%	7.29%	7.25%	6.87%	7.15%
	Liquidity Maintenance Ratio (LMR)					
17a	LMR (%)	60.55%	60.74%	62.00%	69.56%	56.66%
	Core Funding Ratio (CFR)					
20a	CFR (%)	160.66%	156.96%	155.67%	161.54%	152.75%

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, 2023**	**At June 30, 2023**	**At September 30, 2023**
1	Credit risk for non-securitization exposures	85,402,774	86,199,696	6,832,222
2	Of which STC approach	85,402,774	86,199,696	6,832,222
6	Counterparty default risk and default fund contributions	53,855	24,499	4,308
7	Of which SA-CCR approach	53,855	24,499	4,308
10	CVA risk	52,650	19,125	4,212
16	Securitization exposures in banking book	420,767	547,313	33,661
18	Of which SEC-ERBA (including IAA)	420,767	547,313	33,661
20	Market risk	41,363	37,250	3,309
21	Of which STM approach	41,363	37,250	3,309
24	Operational risk	10,547,213	10,484,513	843,777
27	**Total**	**96,518,622**	**97,312,396**	**7,721,489**

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, 2023	**At June 30, 2023**
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	312,544,304	333,143,173
2	Less: Asset amounts deducted in determining Tier 1 capital	(574,416)	(535,867)
3	**Total on-balance sheet exposures (excluding derivative contracts and SFTs)**	**311,969,888**	**332,607,306**
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)	120,814	15,497
5	Add-on amounts for PFE associated with all derivative contracts	144,152	135,143
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**	**264,966**	**150,640**
Exposures arising from SFTs			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	300,000	-
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	-	-
14	CCR exposure for SFT assets	88	-
15	Agent transaction exposures	-	-
16	**Total exposures arising from SFTs**	**300,088**	**-**
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	86,980,566	88,029,923
18	Less: Adjustments for conversion to credit equivalent amounts	(78,112,802)	(78,965,214)
19	**Off-balance sheet items**	**8,867,764**	**9,064,709**
Capital and total exposures			
20	Tier 1 capital	25,352,518	24,873,041
20a	Total exposures before adjustments for specific and collective provisions	321,402,706	341,822,655
20b	Adjustments for specific and collective provisions	(381,765)	(436,664)
21	Total exposures after adjustments for specific and collective provisions	321,020,941	341,385,991
Leverage ratio			
22	**Leverage ratio**	**7.90%**	**7.29%**