



Citibank (Hong Kong) Limited

Regulatory Disclosures

**For the Period ended
March 31, 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 31 March 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)	(b)	(c)	(d)	(e)
		At March 31, 2023	At December 31, 2022	At September 30, 2022	At June 30, 2022	At March 31, 2022
Regulatory Capital						
1	Common Equity Tier 1 (CET1)	24,549,107	24,087,612	25,074,660	24,943,880	24,845,004
2	Tier 1	24,549,107	24,087,612	25,074,660	24,943,880	24,845,004
3	Total capital	25,378,588	24,897,304	25,870,909	25,731,617	25,632,004
Risk-Weighted Assets (RWA)						
4	Total RWA	99,438,232	100,655,411	101,055,196	101,064,352	99,753,525
Capital Adequacy Ratios						
5	CET1 ratio (%)	24.69%	23.93%	24.81%	24.68%	24.91%
6	Tier 1 ratio (%)	24.69%	23.93%	24.81%	24.68%	24.91%
7	Total capital ratio (%)	25.52%	24.74%	25.60%	25.46%	25.70%
Additional CET1 buffer requirements						
8	Capital conservation buffer requirement (%)	2.500%	2.500%	2.500%	2.500%	2.500%
9	Countercyclical capital buffer requirement (%)	0.980%	0.970%	0.968%	0.967%	0.967%
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 (%)	3.480%	3.470%	3.468%	3.467%	3.467%
12	CET1 available after meeting the AI's minimum capital requirements (%)	17.52%	16.74%	17.60%	17.46%	17.70%
Basel III leverage ratio						
13	Total leverage ratio (LR) exposure measure	338,582,491	350,734,679	350,688,387	332,419,485	336,325,596
14	LR (%)	7.25%	6.87%	7.15%	7.50%	7.39%
Liquidity Maintenance Ratio (LMR)						
17a	LMR (%)	62.00%	69.56%	56.66%	49.61%	49.62%
Core Funding Ratio (CFR)						
20a	CFR (%)	155.67%	161.54%	152.75%	149.44%	150.84%

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.

In thousands of Hong Kong dollar		(a)	(b)	(c)
		RWA		Minimum capital requirements
		At March 31, 2023	At December 31, 2022	At March 31, 2023
1	Credit risk for non-securitization exposures	88,412,115	89,008,662	7,072,969
2	Of which STC approach	88,412,115	89,008,662	7,072,969
6	Counterparty default risk and default fund contributions	31,557	61,811	2,525
7	Of which SA-CCR approach	31,557	61,811	2,525
10	CVA risk	20,638	49,300	1,651
16	Securitization exposures in banking book	590,522	586,487	47,242
18	Of which SEC-ERBA (including IAA)	590,522	586,487	47,242
20	Market risk	35,275	571,088	2,822
21	Of which STM approach	35,275	571,088	2,822
24	Operational risk	10,348,125	10,378,063	827,850
27	Total	99,438,232	100,655,411	7,955,059

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 March 31, 2023	At December 31, 2022
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	330,031,844	342,317,690
2	Less: Asset amounts deducted in determining Tier 1 capital	(662,621)	(680,663)
3	Total on-balance sheet exposures (excluding derivative contracts and SFTs)	329,369,223	341,637,027
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)	19,880	56,001
5	Add-on amounts for PFE associated with all derivative contracts	97,590	208,450
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	117,470	264,451
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	89,189,729	87,533,810
18	Less: Adjustments for conversion to credit equivalent amounts	(79,800,383)	(78,406,840)
19	Off-balance sheet items	9,389,346	9,126,970
Capital and total exposures			
20	Tier 1 capital	24,549,107	24,087,612
20a	Total exposures before adjustments for specific and collective provisions	338,876,039	351,028,448
20b	Adjustments for specific and collective provisions	(293,548)	(293,769)
21	Total exposures after adjustments for specific and collective provisions	338,582,491	350,734,679
Leverage ratio			
22	Leverage ratio	7.25%	6.87%