



Citibank (Hong Kong) Limited

Regulatory Disclosures

**For the Period ended
September 30, 2022**

Table of contents

Introduction

Template KM1: Key prudential ratios

Template OV1: Overview of Risk-Weighted Assets

Template LR2: Leverage ratio

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 2022 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 September 30, 2022	At June 30, 2022	At March 31, 2022	At December 31, 2021	At September 30, 2021
Regulatory Capital						
1	Common Equity Tier 1 (CET1)	25,074,660	24,943,880	24,845,004	24,676,448	24,632,356
2	Tier 1	25,074,660	24,943,880	24,845,004	24,676,448	24,632,356
3	Total capital	25,870,909	25,731,617	25,632,004	25,469,680	25,387,282
Risk-Weighted Assets (RWA)						
4	Total RWA	101,055,196	101,064,352	99,753,525	97,843,803	97,267,241
Capital Adequacy Ratios						
5	CET1 ratio (%)	24.81%	24.68%	24.91%	25.22%	25.32%
6	Tier 1 ratio (%)	24.81%	24.68%	24.91%	25.22%	25.32%
7	Total capital ratio (%)	25.60%	25.46%	25.70%	26.03%	26.10%
Additional CET1 buffer requirements						
8	Capital conservation buffer requirement (%)	2.500%	2.500%	2.500%	2.500%	2.500%
9	Countercyclical capital buffer requirement (%)	0.968%	0.967%	0.967%	0.967%	0.966%
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 (%)	3.468%	3.467%	3.467%	3.467%	3.466%
12	CET1 available after meeting the AI's minimum capital requirements (%)	17.60%	17.46%	17.70%	18.03%	18.10%
Basel III leverage ratio						
13	Total leverage ratio (LR) exposure measure	350,688,387	332,419,485	336,325,596	321,300,707	319,742,932
14	LR (%)	7.15%	7.50%	7.39%	7.68%	7.70%
Liquidity Maintenance Ratio (LMR)						
17a	LMR (%)	56.66%	49.61%	49.62%	50.10%	49.63%
Core Funding Ratio (CFR)						
20a	CFR (%)	152.75%	149.44%	150.84%	150.64%	148.25%

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 September 30, 2022	At June 30, 2022	At September 30, 2022
1	Credit risk for non-securitization exposures	89,266,309	89,149,987	7,141,305
2	Of which STC approach	89,266,309	89,149,987	7,141,305
6	Counterparty default risk and default fund contributions	55,778	58,347	4,462
7	Of which SA-CCR approach	55,778	58,347	4,462
10	CVA risk	43,175	34,963	3,454
16	Securitization exposures in banking book	589,921	638,292	47,194
18	Of which SEC-ERBA (including IAA)	589,921	638,292	47,194
20	Market risk	562,650	563,550	45,012
21	Of which STM approach	562,650	563,550	45,012
24	Operational risk	10,537,363	10,619,213	842,989
27	Total	101,055,196	101,064,352	8,084,416

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, 2022	At June 30, 2022
On-balance sheet exposures			
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	342,217,259	323,878,909
2	Less: Asset amounts deducted in determining Tier 1 capital	(696,869)	(629,604)
3	Total on-balance sheet exposures (excluding derivative contracts and SFTs)	341,520,390	323,249,305
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)	98,209	3,639
5	Add-on amounts for PFE associated with all derivative contracts	215,568	278,180
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	313,777	281,819
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	87,102,661	86,955,508
18	Less: Adjustments for conversion to credit equivalent amounts	(77,968,443)	(77,767,187)
19	Off-balance sheet items	9,134,218	9,188,321
Capital and total exposures			
20	Tier 1 capital	25,074,660	24,943,880
20a	Total exposures before adjustments for specific and collective provisions	350,968,385	332,719,445
20b	Adjustments for specific and collective provisions	(279,998)	(299,960)
21	Total exposures after adjustments for specific and collective provisions	350,688,387	332,419,485
Leverage ratio			
22	Leverage ratio	7.15%	7.50%