Citibank N.A, UAE

Semi-Annual Pillar III Disclosures

30 June 2024

Table of Contents

1. Introduction to Citibank NA UAE

Citibank NA United Arab Emirates branch operates in the United Arab Emirates ("UAE") through its four branches (2024: four) located in the Emirates of Abu Dhabi, Dubai and Sharjah under a license issued by the Central Bank of UAE ("CBUAE").

The principal activities of the Bank include accepting deposits, granting loans and advances and providing consumer and corporate banking, including treasury activities.

The registered office and the address of the Bank is P.O. Box 749, Dubai, UAE.

The Bank is a branch of Citibank N.A. (USA) The ultimate holding company of the Bank is Citigroup Inc.

This disclosure reflects the activities of the Branches in the United Arab Emirates only and exclude all transactions, assets and liabilities of the head office and its other branches elsewhere. Since the capital of the Bank is not publicly traded, no segment analysis has been prepared.

2. Basis of Preparation

The purpose of this public disclosure is to provide detailed information on Citibank, N.A UAE Branch ("Citi UAE") capital structure, capital adequacy, risk exposure and risk-weighted assets ("RWA"), leverage ratio and liquidity ratios as of 30 June 2024.

The following public disclosure presents the annual Pillar 3 disclosure of Citi UAE which has been prepared in accordance with the Central Bank of UAE Notice No CBUAE/BSD/N/2022/1887 dated 9 May 2022 on "Update Pillar 3 Templates and Explanatory Notes".

The Pillar 3 Disclosure document has been prepared and presented using local currency – UAE Dirhams (AED'000).

3. Management's Responsibility Statement

Citi UAE management is responsible for the preparation and fair presentation of the annual financial statements of the Branch, comprising the statement of financial position as of 30 June 2024, and disclosure requirements.

This document presents Pillar III disclosures which complements the Basel III minimum capital requirements and the supervisory review process of the Bank. The document is subject of maker and checker review, the presented figures are in line with the BRF reports and signed off by the CFO.

The Pillar 3 Disclosure document has been verified internally by senior management in accordance with Citi's policies on disclosure, financial reporting and governance processes.

1. Overview of Risk Management and RWA

1.1 Template KM1: Key Metrics (Quarterly)

The below key prudential metrics relate to regulatory capital, leverage ratio and liquidity standards related to Citi UAE. Citi UAE capital and leverage position is managed within the risk appetite framework. No transitional arrangement with regards to implementation of IFRS9 for the impact of expected credit loss accounting on regulatory capital have been applied for Q2-2021 until Q2-2024.

Citi UAE is subject to regulatory capital standards issued by Central Bank of UAE. Citi UAE manages its balance sheet proactively, with a particular focus on the efficient management of RWA.

LCR and NSFR reporting is not applicable for Citi UAE. Only banks selected by Central Bank are able to use the LCR and NSFR for regulatory compliance.

Due to the increase of HQLA balances (Physical cash in hand at the bank, balances with the CBUAE, Foreign Sovereign debt instruments or instruments issued by their respective central banks) the Eligible Liquid Assets Ratio increased from 69.31% in previous quarter to 71.12% in Q2 2024.

Lending to Stables Resource Ratio is not showing significant fluctuation compared to the previous periods.

The significant Capital increase is due capital retention in order to cover Pillar 2 risks requirements from the new Central Bank guidance received in December 2022 and Capital injection as of 2023. The increase caused the improvement of the CAR ratio also.

Citi UAE is not highly leveraged, with a leverage ratio of 9.61%, above the minimum leverage ratio requirement of 3%.

		a	b	c	d	e
		T	T-1	T-2	T-3	T-4
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	4,974,518	5,032,013	4,316,816	3,276,839	3,249,063
1a	Fully loaded ECL accounting model	4,974,518	5,032,013	4,316,816	3,276,839	3,249,063
2	Tier 1	4,974,518	5,032,013	4,316,816	3,276,839	3,249,063
2a	Fully loaded ECL accounting model Tier 1	4,974,518	5,032,013	4,316,816	3,276,839	3,249,063
3	Total capital	5,138,665	5,205,790	4,494,905	3,448,762	3,413,155
3a	Fully loaded ECL accounting model total capital	5,138,665	5,205,790	4,494,905	3,448,762	3,413,155
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	17,916,934	18,560,188	17,494,734	17,551,122	16,809,577
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	27.76%	27.11%	24.67%	18.67%	19.33%
5a	Fully loaded ECL accounting model CET1 (%)	27.76%	27.11%	24.67%	18.67%	19.33%
6	Tier 1 ratio (%)	27.76%	27.11%	24.67%	18.67%	19.33%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	27.76%	27.11%	24.67%	18.67%	19.33%
7	Total capital ratio (%)	28.68%	28.05%	25.69%	19.65%	20.30%
7a	Fully loaded ECL accounting model total capital ratio (%)	28.68%	28.05%	25.69%	19.65%	20.30%
	Additional CET1 buffer requirements as a percentage of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)	0	0	0	0	0
10	Bank D-SIB additional requirements (%)	0	0	0	0	0
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)	2.50%	2.50%	2.50%	2.50%	2.50%
12	CET1 available after meeting the bank's minimum capital requirements (%)	18.18%	17.55%	15.19%	9.15%	9.80%
	Leverage Ratio					
13	Total leverage ratio measure	51,744,509	56,759,138	56,186,994	51,996,780	52,549,383
14	Leverage ratio (%) (row 2/row 13)	9.61%	8.87%	7.68%	6.30%	6.18%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	9.61%	8.87%	7.68%	6.30%	6.18%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	NA	NA	NA	NA	NA
	Liquidity Coverage Ratio					
15	Total HQLA	NA	NA	NA	NA	NA
16	Total net cash outflow	NA	NA	NA	NA	NA
17	LCR ratio (%)	NA	NA	NA	NA	NA
	Net Stable Funding Ratio					
18	Total available stable funding	NA	NA	NA	NA	NA
19	Total required stable funding	NA	NA	NA	NA	NA
20	NSFR ratio (%)	NA	NA	NA	NA	NA
	ELAR					
21	Total HQLA	28,698,725	31,184,337	27,789,407	25,111,474	27,441,884
22	Total liabilities	40,354,771	44,994,167	44,395,419	41,976,453	42,917,748
23	Eligible Liquid Assets Ratio (ELAR) (%)	71.12%	69.31%	62.60%	59.82%	63.94%
	ASRR					
24	Total available stable funding	36,839,950	38,405,418	37,108,666	34,597,814	34,870,239
25	Total Advances	10,284,729	11,642,134	12,080,911	11,090,499	10,764,352
26	Advances to Stable Resources Ratio (%)	27.92%	30.31%	32.56%	32.06%	30.87%

1.2 Template OV1: Overview of RWA (Quarterly)

		a	b	c
		RWA		Minimum capital requirements
		T	T-1	T
1	Credit risk (excluding counterparty credit risk)	12,555,866	13,378,422	1,318,366
2	Of which: standardised approach (SA)	12,555,866	13,378,422	1,318,366
3	[redacted]			
4				
5				
6	Counterparty credit risk (CCR)	575,914	523,698	60,471
7	Of which: standardised approach for counterparty credit risk	575,914	523,698	60,471
8	[redacted]			
9				
10				
11				
12	Equity investments in funds - look-through approach	-	-	-
13	Equity investments in funds - mandate-based approach	-	-	-
14	Equity investments in funds - fall-back approach	-	-	-
15	Settlement risk	-	-	-
16	Securitisation exposures in the banking book	-	-	-
17	[redacted]			
18	Of which: securitisation external ratings-based approach (SEC-ERBA)	-	-	-
19	Of which: securitisation standardised approach (SEC-SA)	-	-	-
20	Market risk	727,059	599,972	76,341
21	Of which: standardised approach (SA)	727,059	599,972	76,341
22	[redacted]			
23	Operational risk	4,058,095	4,058,095	426,100
24	[redacted]			
25				
26	**Total (1+6+10+11+12+13+14+15+16+20+23)**	**17,916,934**	**16,809,577**	**1,881,278**

The credit risk items have 3 main contributors: banks (2 bn AED), corporates (5.1 bn AED) retail (individual and SMEs, 4.3 bn AED) and other assets (mainly prepaid expenses, 0.9 bn AED). The rest of the credit risk balance is due to other smaller items (e.g. PSEs).

Credit risk's decrease compared to the previous quarter caused by matured deals in Q2 and leading to the decrease of banks' balances from 3 bn AED to 2 bn AED .

Market risk is defined as the risk of losses in on and off-balance-sheet positions arising from movements in market prices. The risks subject to this requirement are:

- The risks pertaining to interest rate related instruments and equities in the trading book;
- Foreign exchange risk and commodities risk throughout the bank.

The increase in Market risk risk weighted asset is caused by the change of the portfolio reported under the interest rate in the trading book driven by newly purchased US securities during Q2 2024.

Operational risk is calculated by the Standardized Approach (STA). In the Standardised Approach, banks' activities are divided into eight business lines as corporate finance, trading & sales, retail banking, commercial banking, payment & settlement, agency services, asset management, and retail brokerage.

Within each business line, gross income is a broad indicator that serves as a proxy for the scale of business operations and thus the likely scale of operational risk exposure within each of these business lines. The capital charge for each business line is calculated by multiplying gross income by a factor (denoted beta) assigned to that business line. Beta serves as a proxy for the industry-wide relationship between the operational risk loss experience for a given business line and the aggregate level of gross income for that business line.

2. Composition of Capital

Citibank NA UAE capital management framework is designed to ensure that adequate capital consistent with its risk profile, management targets and all applicable regulatory standards and guidelines are maintained. There were no significant changes to Citibank NA UAE regulatory capital over the reporting period, compared to March 2024.

The following tables present the semi-annual components of Citibank NA UAE composition of regulatory capital and reconciliation of regulatory capital to balance sheet as of 30 June 2023.

2.1 Template CC1: Composition of regulatory capital (Semi-annual)

		a	b
		Amounts	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
	Common Equity Tier 1 capital: instruments and reserves		
1	Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus	1,145,784	Same as (h) from CC2 template
2	Retained earnings	3,820,114	
3	Accumulated other comprehensive income (and other reserves)	8,620	
4	*Directly issued capital subject to phase-out from CET1 (only applicable to non-joint stock companies)*	NA	
5	Common share capital issued by third parties (amount allowed in group CET1)	NA	
6	**Common Equity Tier 1 capital before regulatory deductions**	**4,974,518**	
	Common Equity Tier 1 capital regulatory adjustments		
7	Prudent valuation adjustments	-	
8	Goodwill (net of related tax liability)	-	CC2 (a) minus (d)
9	Other intangibles including mortgage servicing rights (net of related tax liability)	-	CC2 (b) minus (e)
10	Deferred tax assets that rely on future profitability, excluding those arising from temporary differences (net of related tax liability)	-	
11	Cash flow hedge reserve	-	
12	Securitisation gain on sale	-	
13	Gains and losses due to changes in own credit risk on fair valued liabilities	-	
14	Defined benefit pension fund net assets	-	
15	sheet)	-	
16	Reciprocal cross-holdings in CET1, AT1, Tier 2	-	
17	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	
18	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
19	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	
20	Amount exceeding 15% threshold	-	
21	Of which: significant investments in the common stock of financials	-	
22	Of which: deferred tax assets arising from temporary differences	-	
23	CBUAE specific regulatory adjustments	-	
24	**Total regulatory adjustments to Common Equity Tier 1**	**-**	
25	**Common Equity Tier 1 capital (CET1)**	**4,974,518**	
	Additional Tier 1 capital: instruments		
26	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	0	CC2 (i)
27	OF which: classified as equity under applicable accounting standards	0	
28	Of which: classified as liabilities under applicable accounting standards	0	
29	*Directly issued capital instruments subject to phase-out from additional Tier 1*	0	
30	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in AT1)	0	
31	*Of which: instruments issued by subsidiaries subject to phase-out*	0	
32	Additional Tier 1 capital before regulatory adjustments	0	
	Additional Tier 1 capital: regulatory adjustments		
33	Investments in own additional Tier 1 instruments	0	
34	Investments in capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation		
35	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation		
36	CBUAE specific regulatory adjustments		
37	Total regulatory adjustments to additional Tier 1 capital		
38	**Additional Tier 1 capital (AT1)**	**0**	
39	**Tier 1 capital (T1= CET1 + AT1)**	**4,974,518**	
	Tier 2 capital: instruments and provisions		
40	Directly issued qualifying Tier 2 instruments plus related stock surplus		
41	*Directly issued capital instruments subject to phase-out from Tier 2*		
42	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 30) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)		
43	*Of which: instruments issued by subsidiaries subject to phase-out*		
44	Provisions	164,147	
45	**Tier 2 capital before regulatory adjustments**	**164,147**	
	Tier 2 capital: regulatory adjustments		

46	Investments in own Tier 2 instruments	-	
47	Investments in capital, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	
48	Significant investments in the capital, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	
49	CBUAE specific regulatory adjustments	-	
50	**Total regulatory adjustments to Tier 2 capital**	-	
51	**Tier 2 capital (T2)**	164,147	
52	**Total regulatory capital (TC = T1 + T2)**	5,138,665	
53	**Total risk-weighted assets**	17,916,934	
	Capital ratios and buffers		
54	**Common Equity Tier 1 (as a percentage of risk-weighted assets)**	27.76%	
55	**Tier 1 (as a percentage of risk-weighted assets)**	27.76%	
56	**Total capital (as a percentage of risk-weighted assets)**	28.68%	
57	**Institution specific buffer requirement (capital conservation buffer plus countercyclical buffer requirements plus higher loss absorbency requirement, expressed as a percentage of risk-weighted assets)**	2.50%	
58	**Of which: capital conservation buffer requirement**	2.50%	
59	**Of which: bank-specific countercyclical buffer requirement**	0.00%	
60	**Of which: higher loss absorbency requirement (e.g. DSIB)**	0.00%	
61	**Common Equity Tier 1 (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirement.**	18.18%	
	The CBUAE Minimum Capital Requirement		
62	Common Equity Tier 1 minimum ratio	7.00%	
63	Tier 1 minimum ratio	8.50%	
64	Total capital minimum ratio	10.50%	
	Amounts below the thresholds for deduction (before risk weighting)		
[redacted]			
66	Significant investments in common stock of financial entities	0	
[redacted]			
68	Deferred tax assets arising from temporary differences (net of related tax liability)	141,148	
	Applicable caps on the inclusion of provisions in Tier 2		
69	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	164,147	
70	Cap on inclusion of provisions in Tier 2 under standardised approach	164,147	
[redacted]			
	Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)		
73	*Current cap on CET1 instruments subject to phase-out arrangements*	NA	
74	*Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)*	NA	
75	*Current cap on AT1 instruments subject to phase-out arrangements*	NA	
76	*Amount excluded from AT1 due to cap (excess after redemptions and maturities)*	NA	
77	*Current cap on T2 instruments subject to phase-out arrangements*	NA	
78	*Amount excluded from T2 due to cap (excess after redemptions and maturities)*	NA	

2.2. Template CC2: Reconciliation of regulatory capital to balance sheet (Semi-annual)

	a	b	c
	Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
	As at period-end	As at period-end	
Assets			
CASH & BALANCES WITH CENTRAL BANK	23,520,340	23,520,340	
DUE FROM HEAD OFFICE /OWN BRANCHES/ BANKING SUBS. (GROSS)	555,269	555,269	
BALANCES DUE FROM OTHER BANKS (GROSS)	2,080,870	2,080,870	
INVESTMENTS AND FINANCIAL ASSETS	9,786,176	9,786,176	
LOANS & ADVANCES (GROSS)	9,312,501	9,312,501	
NET FIXED ASSETS	60,058	60,058	
OTHER ASSETS	886,638	886,638	
CUSTOMER ACCEPTANCES	76,578	76,578	
POSITIVE FAIR VALUE OF DERIVATIVES	55,712	55,712	
TOTAL ASSETS	46,334,142	46,334,142	
Liabilities			
DUE TO BANKS	202,666	202,666	
CUSTOMER DEPOSITS	36,509,227	36,509,227	
DUE TO HEAD OFFICE AND BRANCHES ABROAD	2,266,055	2,266,055	
PROVISIONS & INTEREST IN SUSPENSE*	446,137	446,137	
OTHER LIABILITIES	1,147,754	1,147,754	
CUSTOMER ACCEPTANCES	76,578	76,578	
NEGATIVE FAIR VALUE OF DERIVATIVES	44,315	44,315	
TOTAL LIABILITIES	40,692,732	40,692,732	
Shareholders' equity			
ALLOCATED CAPITAL	1,145,784	1,145,784	
LEGAL RESERVE	134,187	134,187	
FAIR VALUE RESERVE	(156,749)	(156,749)	
OTHER RESERVES	31,182	31,182	
RETAINED EARNINGS	3,820,114	3,820,114	
Current year's profit and loss	666,892	666,892	
Total shareholders' equity	5,641,410	5,641,410	

2.3 Template CCA: Main features of regulatory capital instruments (Semi-annual)

Capital is contributed by Head Office as paid-up capital for Citi UAE, therefore CCA is not applicable for Citi UAE, since the bank does not have any instruments in scope.

3. Macroprudential Supervisory Measures

3.1 Template CCyB1: Geographical distribution of credit exposures used in the countercyclical buffer (Semi-annual)

Not applicable for Citi UAE, since the bank does not have any instruments in scope.

4. Leverage Ratio

The Basel III leverage ratio is a non-risk sensitive ratio used to restrict the build-up of leverage in the banking sector to avoid destabilizing deleveraging processes that can damage the broader financial system and the economy. It compares the Tier 1 capital to the total exposure (including off balance sheet items) on a non-risk weighted basis.

Citi UAE Basel III leverage ratio calculated in accordance with the Central Bank of UAE regulations, was 9.61% on 30 June 2024, above the regulatory minimum requirement of 3%.

The following tables present Citi UAE summary comparison of accounting assets versus leverage ratio exposure amount and leverate ratio common disclosure as of quarter ended 30 June 2023.

4.1 Template LR1: Summary comparison of accounting assets vs leverage ratio exposure measure (January 2014 standard) (Quarterly)

		a
1	Total consolidated assets as per published financial statements	46,334,142
2	Adjustments for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-
3	Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	-
4	Adjustments for temporary exemption of central bank reserves (if applicable)	-
5	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
6	Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	-
7	Adjustments for eligible cash pooling transactions	-
8	Adjustments for derivative financial instruments	1,521,215
9	Adjustment for securities financing transactions (ie repos and similar secured lending)	-
10	Adjustments for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	3,965,728
11	Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	-
12	Other adjustments	(76,576)
13	**Leverage ratio exposure measure**	**51,744,509**

Adjustments for derivative financial instruments are covering the following:

- Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting),
- Add-on amounts for PFE associated with all derivatives transactions

Adjustments for off-balance sheet items are the difference of *Other off-balance sheet exposure at gross notional amount* and *Reduction in exposure due to conversion to credit equivalent amounts.*

The Other adjustments are covering the difference between the on-balance sheet items considered in Basel III (which is excluding derivatives and SFTs, but including collaterals, Other assets and other liabilities reclass) and the Financial statement.

4.2 Template LR2: Leverage ratio common disclosure template (January 2014 standard) (Quarterly)

		a	b
		T	T-1
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	46,257,566	51,126,065
2	Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework	-	-
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	-	-
4	(Adjustment for securities received under securities financing transactions that are recognised as an asset)	-	-
5	(Specific and general provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital)	-	-
6	(Asset amounts deducted in determining Tier 1 capital)	-	-
7	**Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)**	46,257,566	51,126,065
Derivative exposures			
8	Replacement cost associated with *all* derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	49,568	74,493
9	Add-on amounts for PFE associated with *all* derivatives transactions	1,037,014	851,275
10	(Exempted CCP leg of client-cleared trade exposures)	0	-
11	Adjusted effective notional amount of written credit derivatives	0	-
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	0	-
13	**Total derivative exposures (sum of rows 8 to 12)***	1,521,215	1,296,075
Securities financing transactions			
14	Gross SFT *assets* (with no recognition of netting), after adjusting for sale accounting transactions	0	0
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	0	0
16	CCR exposure for SFT assets	0	0
17	Agent transaction exposures	0	0
18	**Total securities financing transaction exposures (sum of rows 14 to 17)**	0	0
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	13,346,977	14,148,604
20	(Adjustments for conversion to credit equivalent amounts)	9,381,249	9,811,606
21	(Specific and general provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)	0	-
22	**Off-balance sheet items (sum of rows 19 to 21)**	3,965,728	4,336,998
Capital and total exposures			
23	**Tier 1 capital**	4,974,518	5,032,013
24	**Total exposures (sum of rows 7, 13, 18 and 22)**	51,744,509	56,759,138
Leverage ratio			
25	**Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)**	9.61%	8.87%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	NA	NA
26	CBUAE minimum leverage ratio requirement	3.00%	3.00%
27	**Applicable leverage buffers**	6.61%	5.87%

*Line 13 is multiplied by the regulatory multiplication factor, which is currently set as 1.4

On balance sheet exposures mainly consists of: Cash and balances with CB (23.5 bn AED), Balances due from banks (2.1. bn AED), Debt securities (9.8 bn AED), Loans and advances (9.3 bn AED), Other assets (0.9 bn AED).

Decrease in On balance sheet items caused by the Cash and balances with CB from 25.2 bn AED to 23.5 bn AED, Balances due from banks from 3 bn AED to 2.1 bn AED, and Debt securities from 11.7 bn AED to 9.8 bn AED.

The derivatives Citi UAE is dealing with are mainly: FX options and Forward contracts.

Off balance sheet exposures are mainly consists of: Guarantees (3.2 bn AED) and Commitments (mainly unused credit card limits and other commitments, 9.6 bn AED).

5. Liquidity

5.1 Template LIQ1: Liquidity Coverage Ratio (Quarterly)

Not applicable for Citi UAE, since this is applicable for local banks only.

5.2 Template LIQ2: Net Stable Funding Ratio (Semi-annual)

Not applicable for Citi UAE, since this is applicable for local banks only.

5.3 Template ELAR: Eligible Liquid Assets Ratio (Quarterly)

1	High Quality Liquid Assets	Nominal amount	Eligible Liquid Asset
1.1	Physical cash in hand at the bank + balances with the CBUAE	23,520,340	
1.2	UAE Federal Government Bonds and Sukuks	0	
	Sub Total (1.1 to 1.2)	23,520,340	23,520,340
1.3	UAE local governments publicly traded debt securities	182,408	
1.4	UAE Public sector publicly traded debt securities	0	
	Sub total (1.3 to 1.4)	182,408	182,408
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	9,603,768	4,995,977
1.6	**Total**	**33,306,516**	**28,698,725**
2	Total liabilities		40,354,771
3	**Eligible Liquid Assets Ratio (ELAR)**		**71.12%**

5.4 Template ASRR: Advances to Stable Resources Ratio (Quarterly)

		Items	Amount
1		**Computation of Advances**	
	1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	9,180,057
	1.2	Lending to non-banking financial institutions	-
	1.3	Net Financial Guarantees & Stand-by LC (issued - received)	662,434
	1.4	Interbank Placements	442,238
	1.5	**Total Advances**	10,284,729
2		**Calculation of Net Stable Ressources**	
	2.1	Total capital + general provisions	5,846,927
		Deduct:	
	2.1.1	Goodwill and other intangible assets	-
	2.1.2	Fixed Assets	60,058
	2.1.3	Funds allocated to branches abroad	-
	2.1.5	Unquoted Investments	-
	2.1.6	Investment in subsidiaries, associates and affiliates	-
	2.1.7	**Total deduction**	60,058
	2.2	**Net Free Capital Funds**	5,786,869
	2.3	**Other stable resources:**	
	2.3.1	Funds from the head office	-
	2.3.2	Interbank deposits with remaining life of more than 6 months	-
	2.3.3	Refinancing of Housing Loans	-
	2.3.4	Borrowing from non-Banking Financial Institutions	89,401
	2.3.5	Customer Deposits	30,963,680
	2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	-
	2.3.7	**Total other stable resources**	31,053,081
	2.4	**Total Stable Resources (2.2+2.3.7)**	36,839,950
3		**Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)**	27.92

6. Credit Risk

6.1 Template CR1: Credit quality of assets (Semi-annual)

		a	b	c	d	e	f
		Gross carrying values of		Allowances/ Impairments	Of which ECL accounting provisions for credit losses on SA exposures		Net values (a+b-c)
		Defaulted exposures	Non-defaulted exposures		Allocated in regulatory category of Specific	Allocated in regulatory category of General	
1	Loans	121,153	36,350,237	337,961	132,444	205,517	36,133,429
2	Debt securities	-	9,786,176	-	-	-	9,786,176
3	Off-balance sheet exposures	617	14,867,575	12,908	617	12,291	14,855,284
4	**Total**	**121,770**	**61,003,988**	**350,869**	**133,061**	**217,808**	**60,774,889**

6.2 Template CR2: Changes in the stock of defaulted loans and debt securities (Semi-annual)

		a	Comment
1	**Defaulted loans and debt securities at the end of the previous reporting period**	59,784,660	Balance of defaulted accounts as of December 2023
2	Loans and debt securities that have defaulted since the last reporting period	55,388,496	Balance of new defaulted accounts as of December 2023, exclusion-(Accounts which was default in June 2024)
3	Returned to non-default status	2,312,327	Balance of defaulted accounts as of December 2023, which became non-defaulted as of June 2024
4	Amounts written off	56,733,086	Balance of defaulted accounts as of December 2023 which got written off during the period from January 2024 till June 2024
5	Other changes	96,145	Reduction in balance of Accounts still under default status in December 2023 and June 2024
6	**Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)**	56,031,598	

Due to portfolio slow down, June 2024 default (item 6) is lower than December 2023 defaults (item 1) by 6.3%.

Defaulted accounts are accounts in 90+ days past due, excluding writeoff. All restructured accounts are not necessarily in Default status. They are considered credit impaired and hence are in minimum Stage 2 which indicates higher provisions. Majority of the reported restructured exposures are from rewrites portfolio where the Bucket and DPD gets reset upon enrolment and a new Loan ID is generated. In this summary (CR2) only restructured loans which are currently having DPD 90+ are reported as default.

6.3 Template CR3: Credit risk mitigation techniques - overview (Semi-annual)

		a	b	c	d	e	f	g
		Exposures unsecured: carrying amount	Exposures secured by collateral	Exposures secured by collateral of which: secured amount	Exposures secured by financial guarantees	Exposures secured by financial guarantees, of which: secured amount	Exposures secured by credit derivatives	Exposures secured by credit derivatives, of which: secured amount
1	Loans	36,471,190	200	155,043	-	847,711	-	-
2	Debt securities	9,786,176	-	-	-	-	-	-
3	**Total**	46,257,366	200	155,043	-	847,711	-	-
4	Of which defaulted	121,153	-	-	-	-	-	-

6.4 Template CR4: Standardised approach – credit risk exposure and CRM (Semi-annual)

		a	b	c	d	e	f
		Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
	Asset classes	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
1	Sovereigns and their central banks	33,291,781	4	33,291,781	2	-	0%
2	Public Sector Entities	347,846	286,013	347,846	196,056	363,825	67%
3	Multilateral development banks	828	4,681	828	2,341	634	20%
4	Banks	2,706,695	2,462,786	2,706,695	2,188,562	2,068,811	42%
5	Securities firms	-	-	-	-	-	0%
6	Corporates	3,675,752	3,900,537	2,649,907	3,241,622	5,100,888	87%
7	Regulatory retail portfolios	5,170,656	8,211,760	5,062,419	124,886	4,251,872	82%
8	Secured by residential property	11,005	-	11,005	-	3,852	35%
9	Secured by commercial real estate	-	-	-	-	-	0%
10	Equity Investment in Funds (EIF)	-	-	-	-	-	0%
11	Past-due loans	157,957	2,411	25,513	2,411	27,924	100%
12	Higher-risk categories	-	-	-	-	-	0%
13	Other assets	895,045	-	895,045	-	958,848	107%
14	**Total**	**46,257,566**	**14,868,192**	**44,991,040**	**5,755,879**	**12,776,654**	

6.5 Template CR5: Standardised approach – exposures by asset classes and risk weights (Semi-annual)

		a	b	c	d	e	f	g	h	i
	Risk weight / Asset classes	0%	20%	35%	50%	75%	100%	150%	Others	Total credit exposures amount (post CCF and post-CRM)
1	Sovereigns and their central banks	33,291,783	-	-	-	-	-	-	-	33,291,783
2	Public Sector Entities	-	222,887	-	3,534	-	317,480	-	-	543,902
3	Multilateral development banks	-	3,169	-	-	-	-	-	-	3,169
4	Banks	-	1,756,109	-	2,951,149	-	79,969	108,030	-	4,895,258
5	Securities firms	-	-	-	-	-	-	-	-	-
6	Corporates	247,849	334,963	-	444,922	-	4,501,049	3,155	359,592	5,891,529
7	Regulatory retail portfolios	108,237	-	-	-	3,308,784	1,770,284	-	-	5,187,305
8	Secured by residential property	-	-	11,005	-	-	-	-	-	11,005
9	Secured by commercial real estate	-	-	-	-	-	-	-	-	
10	Equity Investment in Funds (EIF)	-	-	-	-	-	-	-	-	
11	Past-due loans	-	-	-	-	-	27,924	-	-	27,924
12	Higher-risk categories	-	-	-	-	-	-	-	-	
13	Other assets	46,796	-	-	212,024	-	485,301	9,776	141,148	895,045
14	**Total**	33,694,664	2,317,128	11,005	3,611,629	3,308,784	7,182,008	120,962	500,740	50,746,919

7. Counterparty Credit Risk (CCR)

7.1 Template CCR1: Analysis of CCR by approach (Semi-annual)

		a	b	c	d	e	f
		Replacement cost	Potential future exposure	EEPE	Alpha used for computing regulatory EAD	EAD post-CRM	RWA
1	SA-CCR (for derivatives)	49,568	1,037,014		1.40	1,521,215	575,914
2	[redacted]						
3	Simple Approach for credit risk mitigation (for SFTs)						
4	Comprehensive Approach for credit risk mitigation (for SFTs)						
5	[redacted]						
6	**Total**						**575,914**

7.2 Template CCR2: Credit valuation adjustment (CVA) capital charge (Semi-annual)

		a	b
		EAD post-CRM	RWA
1	All portfolios subject to the Standardised CVA capital charge	1,521,215	355,126
2	All portfolios subject to the Simple alternative CVA capital charge	0	0

7.3 Template CCR3: Standardised approach – CCR exposures by regulatory portfolio and risk weights (Semi-annual)

	a	b	c	d	e	f	g	h
Risk weight / **Regulatory portfolio**	0%	20%	50%	75%	100%	150%	Others	Total credit exposure
Sovereigns	-	-	-	-	-	-	-	-
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-
Multilateral development banks (MDBs)	-	-	-	-	-	-	-	-
Banks	-	681,346	800,329	-	5,030	-	-	1,486,706
Securities firms	-	-	-	-	-	-	-	-
Corporates	-	-	-	-	32,765	311	1,434	34,509
Regulatory retail portfolios	-	-	-	-	-	-	-	-
Secured by residential property	-	-	-	-	-	-	-	-
Secured by commercial real estate	-	-	-	-	-	-	-	-
Equity Investment in Funds (EIF)	-	-	-	-	-	-	-	-
Past-due loans	-	-	-	-	-	-	-	-
Higher-risk categories	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-
Total	-	681,346	800,329	-	37,795	311	1,434	1,521,215

7.4 Template CCR5: Composition of collateral for CCR expoosure (Semi-annual)

Not applicable for Citi UAE, since the bank does not have any instruments in scope.

7.5 Template CCR6: Credit derivatives exposures (Semi-annual)

Not applicable for Citi UAE, since the bank does not have any instruments in scope.

7.6 Template CCR8: Exposures to central counterparties (Semi-annual)

Not applicable for Citi UAE, since the bank has no central counterparties.

8. Securitisation

8.1 Template SECA: Qualitative disclosures related to securitisation exposures (Annual)

Not applicable for Citi UAE, since the bank does not have any instruments in scope.

8.2 Template SEC1: Securitisation exposures in the banking books (Semi-annual)

Not applicable for CBNA UAE, since the bank does not have any instruments in scope.

8.3 Template SEC2: Securitisation exposures in the trading book (Semi-annual)

Not applicable for Citi UAE, since the bank does not have any instruments in scope.

8.4 Template SEC3: Securitisation exposures in the banking book and associated regulatory capital requirements - bank acting as originator or as sponsor (Semi-annual)

Not applicable for Citi UAE, since the bank does not have any instruments in scope.

8.5 Template SEC4: Securitisation exposures in the trading book and associated capital requirements - bank acting as investor (Semi-annual)

Not applicable for Citi UAE, since the bank does not have any instruments in scope.

9. Market Risk

9.1 Template MR1: Market risk under the standardised approach (Semi-annual)

		a
		RWA
1	General Interest rate risk (General and Specific)	269,463
2	Equity risk (General and Specific)	-
3	Foreign exchange risk	457,058
4	Commodity risk	-
	Options	
5	Simplified approach	538
6	Delta-plus method	-
7	[redacted]	
8	Securitisation	-
9	**Total**	**727,059**