

# INCOME STATEMENT

Rupees  
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	01/01/19 to 30/09/19 (Unaudited)	01/01/18 to 30/09/18 (Unaudited)
Interest income	2,531,764	2,366,791
Interest expenses	(597,354)	(637,704)
<b>Net interest income</b>	<b>1,934,410</b>	<b>1,729,087</b>
Fee and commission income	581,980	662,474
Fee and commission expenses	(18,287)	(12,947)
<b>Net fee and commission income</b>	<b>563,693</b>	<b>649,527</b>
Net gains/(losses) from trading	(300,018)	479,680
Net other operating income	1,136,468	687,152
<b>Total operating income</b>	<b>3,334,553</b>	<b>3,545,446</b>
Impairment (charges) / write back	1,835	(66,313)
<b>Net operating income</b>	<b>3,336,388</b>	<b>3,479,133</b>
Personnel expenses	(489,117)	(486,909)
Depreciation and amortization expenses	(80,630)	(77,013)
Other expenses	(632,577)	(488,684)
<b>Operating profit before VAT, NBT and DRL</b>	<b>2,134,064</b>	<b>2,426,527</b>
Value Added Tax (VAT), NBT on financial services and Debt Repayment Levy	(538,617)	(407,640)
<b>Profit before tax</b>	<b>1,595,447</b>	<b>2,018,887</b>
Income tax expenses	(556,604)	(721,567)
<b>Profit for the period</b>	<b>1,038,843</b>	<b>1,297,320</b>

# STATEMENT OF COMPREHENSIVE INCOME

Rupees  
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	From 01/01/19 to 30/09/19 (Unaudited)	From 01/01/18 to 30/09/18 (Unaudited)
Profit for the period	1,038,843	1,297,320
<b>Items that will be reclassified to income statement</b>		
Exchange differences on translation of foreign operations	(27,645)	293,765
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	50,302	(42,935)
<b>Items that will not be reclassified to income statement</b>		
Re-measurement of post-employment benefit obligations	(2,641)	-
<b>Other Comprehensive Income (OCI) for the period, net of taxes</b>	<b>20,016</b>	<b>250,830</b>
<b>Total comprehensive income for the period</b>	<b>1,058,859</b>	<b>1,548,150</b>

# STATEMENT OF CASH FLOWS

Rupees  
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	30/09/19 (Unaudited)	31/12/18 (Audited)
<b>Cash flows from operating activities</b>		
Interest and commission receipts	3,113,744	3,946,823
Interest and commission payments	(615,641)	(963,816)
Receipts from other operating activities	836,450	1,541,935
Payments to employees	(466,018)	(617,973)
Other overhead expenses and other taxes paid	(1,171,194)	(1,176,293)
<b>Operating Profit before changes in Operating Assets &amp; Liabilities</b>	<b>1,697,341</b>	<b>2,730,676</b>
<b>(Increase)/Decrease in Operating Assets</b>		
Financial assets at amortised cost - loans and advances	(483,171)	(3,562,567)
Net proceeds from Sale, Maturity, and Purchases of Financial Investments	1,634,501	(6,992,926)
Deposits held for regulatory purposes	481,775	(341,013)
Placements with Bank	1,683,098	4,473,862
Other Assets	2,012,518	(1,746,652)
	<b>5,328,721</b>	<b>(8,169,296)</b>
<b>Increase / (decrease) in operating liabilities</b>		
Financial liabilities at amortised cost – due to depositors	(3,692,442)	7,824,396
Financial liabilities at amortised cost – due to debt securities holders	(70,875)	(150,010)
Other liabilities	(1,304,292)	1,032,529
<b>Net cash generated from operating activities before income tax</b>	<b>1,958,454</b>	<b>3,268,295</b>
Income tax paid	(689,979)	(615,596)
Gratuity Paid	(23,099)	(8,901)
Net unrealized gains arising from translating the financial statements of foreign operation	20,016	542,257
<b>Net cash (used in) / from operating activities</b>	<b>1,265,392</b>	<b>3,186,055</b>
<b>Cash flows from investing activities</b>		
Purchase of Property, Plant & Equipment	(21,779)	(38,631)
Dividend income received from financial investments	-	1,127
<b>Net cash (used in) / from investing activities</b>	<b>(21,779)</b>	<b>(37,504)</b>
<b>Cash flows from financing activities</b>		
Profit remittance to Head office	(1,659,014)	(1,459,115)
<b>Net cash (used in) / from financing activities</b>	<b>(1,659,014)</b>	<b>(1,459,115)</b>
Net increase / (decrease) in cash & cash equivalents	(415,401)	1,689,436
Cash and cash equivalents at the beginning of the period	5,772,735	4,083,299
Exchange difference in respect of cash & cash equivalents	-	-
<b>Cash and cash equivalents at the end of the period</b>	<b>5,357,334</b>	<b>5,772,735</b>
<b>Reconciliation of Cash &amp; Cash Equivalents</b>		
Cash in hand	838,361	868,702
Balances with banks	4,452,262	4,904,033
Money at call and short notice	66,711	-
	<b>5,357,334</b>	<b>5,772,735</b>
Less: Accumulated impairment - Stage 1 for Balances with banks.	(135)	(225)
<b>Net Cash &amp; Cash Equivalents</b>	<b>5,357,199</b>	<b>5,772,510</b>

## STATEMENT OF FINANCIAL POSITION

	CURRENT PERIOD	PREVIOUS PERIOD
	As at 30/09/19 (Unaudited)	As at 31/12/18 (Audited)
<b>Assets</b>		
Cash and cash equivalents	5,357,199	5,772,510
Balances with central banks	741,952	1,223,727
Placements with banks	4,875,405	6,559,072
Derivative financial instruments	372,560	2,444,682
Financial assets recognized through profit or loss -measured at fair value	6,207,745	4,890,750
Financial assets at amortised cost - loans and advances	19,254,933	18,770,128
Financial assets measured at fair value through other comprehensive income	6,140,525	9,092,021
Property, plant and equipment	188,995	247,847
Deferred tax assets	20,671	20,671
Other assets	1,200,505	381,372
<b>Total assets</b>	<b>44,360,490</b>	<b>49,402,780</b>
<b>Liabilities</b>		
Due to banks	129,010	8,726,754
Derivative financial instruments	371,546	1,755,480
Financial liabilities at amortised cost		
-due to depositors	28,418,833	23,513,531
-due to other borrowers	-	70,875
Retirement benefit obligations	231,251	224,665
Current tax liabilities	1,538,835	912,680
Other liabilities	833,492	761,117
<b>Total liabilities</b>	<b>31,522,967</b>	<b>35,965,102</b>
<b>Equity</b>		
Assigned capital	1,524,250	1,524,250
Statutory reserve fund	768,111	768,111
FVOCI reserve	40,670	(9,632)
Retained earnings	9,123,932	9,746,744
Exchange Equalization Reserve	1,380,560	1,408,205
<b>Total equity and liabilities</b>	<b>44,360,490</b>	<b>49,402,780</b>
<b>Contingent liabilities and commitments</b>	<b>96,880,312</b>	<b>97,981,763</b>
<b>Memorandum Information</b>		
Number of Employees	84	84
Number of Branches	1	1

## CERTIFICATION

We, the undersigned, being the Citi Country officer and the Chief Finance Officer of Citibank certify jointly that:-

- the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka;
- the information contained in these statements have been extracted from the unaudited financial statements of the bank unless indicated as audited.

Signed  
**Ravin Basnayake**  
Citi Country Officer  
Date: 29/11/19

Signed  
**Feroze Kamaldeen**  
Chief Finance Officer  
Date: 29/11/19

# CITIGROUP - FINANCIAL SUMMARY

(In millions of dollars, except per share amounts,  
and as otherwise noted)

	CURRENT PERIOD Nine Months 2019 (Unaudited)	PREVIOUS PERIOD Nine Months 2018 (Unaudited)
Total revenues, net of interest expense	\$ 55,908	\$ 55,730
Total operating expenses	\$ 31,548	\$ 31,948
Total provisions for credit losses and for benefits and claims	\$ 6,161	\$ 5,643
Income from continuing operations before income taxes	\$ 18,199	\$ 18,139
Citigroup's net income	\$ 14,422	\$ 13,732
<b>Basic earnings per share (1)</b>		
Income from continuing operations	\$ 5.92	5.04
Net income	\$ 5.92	5.04
Weighted average common shares outstanding (in millions)	2,282.4	2,524.1
<b>Diluted earnings per share (1)</b>		
Income from continuing operations	\$ 5.89	5.04
Net income	\$ 5.89	5.04
Adjusted weighted average common shares outstanding (in millions)	2,298.2	2,525.5
	CURRENT PERIOD 3Q 2019 (Unaudited)	PREVIOUS PERIOD 3Q 2018 (Unaudited)
<b>Basel III ratios and Performance metrics</b>		
Common Equity Tier 1 Capital (3)	11.58%	11.73%
Tier 1 Capital (3)	13.20	13.36
Total Capital(3)	16.07	15.98
Supplementary Leverage ratio	6.27	6.50
Return on average assets	0.97%	0.95%
Return on average common stockholders' equity(2)	10.4	9.6
Efficiency ratio (total operating expenses/total revenues)	56.3	56.1
<b>Balance Sheet Data (In millions of dollars, except per share amounts, ratios and direct staff)</b>		
Total assets	\$ 2,014,802	\$ 1,925,165
Total deposits	1,087,769	1,005,176
Citigroup common stockholders' equity	176,893	177,969
Total Citigroup stockholders' equity	196,373	197,004
Book value per common share	\$ 81.02	\$ 72.88

- (1) Due to rounding, earnings per share on continuing operations and discontinued operations may not sum to earnings per share on net income.
- (2) The return on average common stockholders' equity is calculated using net income less preferred stock dividends divided by average common stockholders' equity. The return on average total Citigroup stockholders' equity is calculated using net income divided by average Citigroup stockholders' equity."
- (3) Citigroup's reportable Common Equity Tier 1 (CET1) Capital and Tier 1 Capital ratios were the lower derived under the U.S. Basel III Standardized Approach, whereas the reportable Total Capital ratio was the lower derived under the U.S. Basel III Advanced Approaches framework. This reflects the U.S. Basel III requirement to report the lower of risk-based capital ratios under both the Standardized Approach and Advanced Approaches in accordance with the Collins Amendment of the Dodd-Frank Act.

Supplementary Citigroup information has been extracted from interim financials available on  
[www.citigroup.com/citi/investor/sec.htm](http://www.citigroup.com/citi/investor/sec.htm)

# STATEMENT OF CHANGES IN EQUITY AND RESERVES

Rupees  
Thousands

	Assigned Capital	Reserves				Total Equity
		Statutory Reserve Fund	FVOCI Reserve	Retained Earnings	Exchange Equalization Reserve	
Balance as at 01/01/2019 (Opening balance)	1,524,250	768,111	(9,632)	9,746,744	1,408,205	13,437,678
Total comprehensive income for the period						
Profit/(loss) for the year (net of tax)	-	-	-	1,038,843		1,038,843
Other comprehensive income (net of tax)	-	-	50,302	(2,641)	(27,645)	20,016
Total comprehensive income for the period	-	-	50,302	1,036,202	(27,645)	1,058,858
Transactions with equity holders, recognised directly inequity						
Profit transferred to head office				(1,659,014)		(1,659,014)
Total transactions with equity holders	-	-	-	(1,659,014)	-	(1,659,014)
Balance as at 30/09/2019 (Closing balance)	1,524,250	768,111	40,670	9,123,932	1,380,560	12,837,523

# ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Rupees  
Thousands

As at 30 September 2019

	FVPL* Rs. '000	Amortised Cost Rs. '000	FVOCI Rs. '000	Total Rs. '000
<b>Financial Assets</b>				
Cash and cash equivalents	-	5,357,199	-	5,357,199
Balances with central banks	-	741,952	-	741,952
Placements with banks	-	4,875,405	-	4,875,405
Derivative financial instruments	372,560	-	-	372,560
Financial assets recognised through profit or loss- measured at fair value	6,207,745	-	-	6,207,745
Financial assets at amortised cost - loans and advances	-	19,254,933	-	19,254,933
Financial assets measured at fair value through other comprehensive income	-	-	6,140,525	6,140,525
Other Assets	-	24,640	1,040	25,680
<b>Total financial assets</b>	<b>6,580,305</b>	<b>30,254,129</b>	<b>6,141,565</b>	<b>42,975,999</b>

	FVPL* Rs. '000	Amortised Cost Rs. '000	FVOCI Rs. '000	Total Rs. '000
<b>Financial Liabilities</b>				
Due to banks	-	-	129,010	129,010
Derivative financial instruments	371,546	-	-	371,546
Financial liabilities at amortised cost - due to depositors	-	-	28,418,833	28,418,833
Other liabilities	-	-	503,934	503,934
<b>Total financial liabilities</b>		<b>371,546</b>	<b>29,051,777</b>	<b>29,423,323</b>

As at 31 December 2018

	FVPL* Rs. '000	Amortised Cost Rs. '000	FVOCI Rs. '000	Total Rs. '000
<b>Financial Assets</b>				
Cash and cash equivalents	-	5,772,510	-	5,772,510
Balances with central banks	-	1,223,727	-	1,223,727
Placements with banks	-	6,559,072	-	6,559,072
Derivative financial instruments	2,444,682	-	-	2,444,682
Financial assets recognised through profit or loss- measured at fair value	4,890,750	-	-	4,890,750
Financial assets recognized through profit or loss	-	-	-	-
Financial assets at amortised cost - loans and advances	-	18,791,616	-	18,791,616
Financial assets measured at fair value through other comprehensive income	-	-	9,092,021	9,092,021
Other Assets	-	20,890	1,040	21,930
<b>Total financial assets</b>	<b>7,335,432</b>	<b>32,367,815</b>	<b>9,093,061</b>	<b>48,796,308</b>

	FVPL* Rs. '000	Amortised Cost Rs. '000	FVOCI Rs. '000	Total Rs. '000
<b>Financial Liabilities</b>				
Due to banks	-	-	8,726,754	8,726,754
Derivative financial instruments	1,755,480	-	-	1,755,480
Financial liabilities at amortised cost - due to depositors	-	-	23,513,531	23,513,531
Securities sold under repurchase agreements	-	-	70,875	70,875
Other liabilities	-	-	368,113	368,113
<b>Total financial liabilities</b>		<b>1,755,480</b>	<b>32,679,273</b>	<b>34,434,753</b>

# SELECTED PERFORMANCE INDICATORS

Rupees  
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	As at 30/09/19 (Unaudited)	As at 31/12/18 (Audited)
<b>Common Equity Tier 1</b>		
Tier 1 Capital	8,009,751	13,691,677
Total Capital	8,009,751	13,691,677
	8,029,592	13,715,299
<b>Regulatory Capital Ratios (%)</b>		
Common Equity Tier 1 Capital Ratio (Minimum Requirement - [2019 - 7%], [2018 - 6.375%])	17.49%	39.38%
Tier 1 Capital Ratio (Minimum Requirement - [2019 - 8.5%], [2018 - 7.875%])	17.49%	39.38%
Total Capital Ratio (Minimum Requirement - [2019 - 12.5%], [2018 - 11.875%])	17.53%	39.45%
Leverage Ratio (Minimum Requirement - [2019 - 3%], [2018 - N/A])	9.60%	N/A
<b>Regulatory Liquidity</b>		
Statutory Liquid Assets (LKR'000)	23,661,556	26,234,474
Statutory Liquid Assets Ratio (Minimum Requirement -20%)		
Domestic Banking Unit (%)	60.67%	60.57%
Off-Shore Banking Unit (%)	200.52%	91.13%
Liquidity Coverage Ratio (%) – Rupee (Minimum Requirement - [2019 - 100%], [2018 - 90%])	644.29%	758.70%
Liquidity Coverage Ratio (%) – All Currency (Minimum Requirement - [2019 - 100%], [2018 - 90%])	363.10%	260.47%
Net Stable Funding Ratio (%) (Minimum Requirement - [2019 - 100%], [2018 - 90%])	168.04%	123.72%
<b>Assets Quality (Quality of Loan Portfolio)</b>	-	-
Gross Non-Performing Advances (%) (net of interest in Suspense)	-	-
Net-Non Performing Advances (%) (net of interest in suspense and provision)	-	-
Profitability	-	-
<b>Interest Margin (%)</b>	5.83%	5.01%
Return on Assets (Before Tax %)	6.41%	6.49%
Return on Equity (%)	22.16%	23.88%

ANALYSIS OF LOANS & ADVANCES COMMITMENTS,  
CONTINGENCIES AND IMPAIRMENT

Rupees  
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	As at 30/09/19 (Unaudited)	As at 31/12/18 (Audited)
<b>Product-wise Gross loans &amp; advances</b>		
By product – Domestic currency		
Overdrafts	8,133,747	6,923,138
Term loans	7,293,000	5,933,134
Other loans	3,257	4,456
<b>Sub Total</b>	<b>15,430,004</b>	<b>12,860,728</b>
By product – Foreign currency		
Overdrafts	1,050,668	2,279,150
Term loans	2,785,645	3,643,268
<b>Sub Total</b>	<b>3,836,313</b>	<b>5,922,419</b>
<b>Total</b>	<b>19,266,317</b>	<b>18,783,146</b>
<b>Product-wise commitments and contingencies</b>		
By product – Domestic currency		
Guarantees	1,824,061	1,862,132
Bonds	664,000	35,484
Undrawn credit lines	79,514,903	83,285,707
I.C and Acceptances	1,824,361	2,260,058
<b>Sub total</b>	<b>83,827,324</b>	<b>87,443,382</b>
By product – Foreign currency		
Guarantees	3,244,380	5,081,000
Bonds	735,454	789,596
Undrawn credit lines		
I.C and Acceptances	9,073,156	4,667,786
<b>Sub total</b>	<b>13,052,989</b>	<b>10,538,382</b>
<b>Total</b>	<b>96,880,314</b>	<b>97,981,763</b>
<b>Stage-wise impairment on loans &amp; advances,commitments and contingencies</b>		
<b>Gross loans and advances, commitments and contingencies</b>	<b>116,146,631</b>	<b>116,764,909</b>
Less: Accumulated impairment under stage 1	(17,035)	(21,371)
Accumulated impairment under stage 2	(2,022)	-
Accumulated impairment under stage 3	-	-
<b>Net value of loans and advances, commitments and contingencies</b>	<b>116,127,574</b>	<b>116,743,538</b>
<b>Movement of impairment during the period</b>		
<b>Under Stage 1</b>		
Opening Balance	23,622	15,131
Charge/(Write back) to income statement	(3,856)	8,491
Write-off during the year		
Other movements		
<b>Closing balance at 30.09.2019</b>	<b>19,765</b>	<b>23,622</b>
<b>Under Stage 2</b>		
Opening Balance	-	-
Charge/(Write back) to income statement	2,022	-
Write-off during the year		
Other movements		
<b>Closing balance at 30.09.2019</b>	<b>2,022</b>	
<b>Total impairment</b>	<b>21,786</b>	<b>23,622</b>

ANALYSIS OF DEPOSITS	CURRENT PERIOD	PREVIOUS PERIOD
	As at 30/09/19 (Unaudited)	As at 31/12/18 (Audited)
<b>By product – Domestic currency</b>		
Demand deposits (current accounts)	7,309,135	5,717,297
Savings deposits	701,187	1,334,625
Fixed deposits	9,505,306	7,336,921
Others	250,855	1,294,126
<b>Sub total</b>	<b>17,766,484</b>	<b>15,682,969</b>
<b>By product – Foreign currency</b>		
Demand deposits (current accounts)	7,152,589	3,979,075
Savings deposits	3,044,083	3,332,433
Fixed deposits	392,846	430,416
Others	62,829	88,637
<b>Sub total</b>	<b>10,652,349</b>	<b>7,830,561</b>
<b>Total</b>	<b>28,418,833</b>	<b>23,513,531</b>