

INCOME STATEMENT

Rupees
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	01/01/20 to 30/06/20 (Unaudited)	01/01/19 to 30/06/19 (Unaudited)
Interest income	1,610,106	1,669,283
Interest expenses	(442,474)	(373,427)
Net interest income	1,167,632	1,295,856
Fee and commission income	325,690	386,277
Fee and commission expenses	(11,614)	(10,688)
Net fee and commission income	314,076	375,589
Net gains/(losses) from trading	146,597	(788,281)
Net fair value gains/(losses) on financial assets at fair value through profit or loss	419,773	292,171
Net gains/(losses) on derecognition of financial assets at fair value through other comprehensive income	28,186	-
Net other operating income	257,039	1,063,525
Total operating income	2,333,303	2,238,860
Impairment (charge)/ reversal	(24,856)	(5,674)
Net operating income	2,308,447	2,233,185
Personnel expenses	(374,225)	(329,043)
Depreciation expenses	(67,348)	(52,977)
Other expenses	(326,309)	(408,865)
Operating profit/(loss) before VAT and NBT on financial services and DRL	1,540,565	1,442,301
Value Added Tax ("VAT") on financial services	(190,103)	(203,054)
Nation Building Tax ("NBT") on financial services	-	(32,128)
Debt Repayment Levy ("DRL")	9,944	(119,615)
Profit/(loss) before tax	1,360,406	1,087,504
Income tax expenses	(334,659)	(338,935)
Profit/(loss) for the period	1,025,747	748,569

STATEMENT OF COMPREHENSIVE INCOME

Rupees
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	From 01/01/20 to 30/06/20 (Unaudited)	From 01/01/19 to 30/06/19 (Unaudited)
Profit/(loss) for the period	1,025,747	748,569
Items that will be reclassified to Income Statement;		
Exchange differences on translation of foreign operations	16,622	(132,840)
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	72,921	76,847
Items that will not be reclassified to Income Statement;		
Re-measurement of post-employment benefit obligations	4,583	(2,641)
Other Comprehensive Income (OCI) for the period, net of taxes	94,127	(58,634)
Total comprehensive income for the period	1,119,874	689,935

STATEMENT OF FINANCIAL POSITION

	CURRENT PERIOD	PREVIOUS PERIOD
	As at 30/06/20 (Unaudited)	As at 31/12/19 (Audited)
Assets		
Cash and cash equivalents	1,051,200	4,652,896
Balances with central banks	278,502	669,009
Placements with banks	38,092	10,180,779
Derivative financial instruments - Assets	510,871	331,367
Financial assets recognized through profit or loss measured at fair value	7,750,156	7,891,091
Financial assets at amortized cost		
- loans and advances	27,939,806	16,018,969
- debt and other instruments	-	-
Financial assets measured at fair value through other comprehensive income	10,097,251	8,864,749
Property, plant and equipment	410,035	479,766
Deferred tax assets	39,361	26,546
Other assets	31,913	39,572
Total assets	48,147,188	49,154,744
Liabilities		
Due to banks	238,312	3,449,165
Derivative financial instruments - Liabilities	404,437	378,077
Financial liabilities at amortized cost		
- due to depositors	31,970,718	30,588,969
- due to other borrowers	51,946	6,222
Retirement benefit obligations	219,513	208,998
Current tax liabilities	393,241	295,270
Other provisions	11,228	8,686
Other liabilities	693,116	1,174,553
Total liabilities	33,982,511	36,109,940
Equity		
Assigned capital	1,524,250	1,524,250
Statutory reserve fund	792,930	792,930
FVOCI reserve	85,960	13,039
Retained earnings	10,358,572	9,328,242
Exchange equalization reserve	1,402,965	1,386,343
Total equity	14,164,678	13,044,804
Total equity and liabilities	48,147,188	49,154,744
Contingent liabilities and commitments	161,745,695	160,942,789
Memorandum Information		
Number of Employees	84	84
Number of Branches	1	1

Note: Amounts stated are net of impairment and depreciation

CERTIFICATION:

We, the undersigned, being the Citi Country Officer and the Country Finance Officer of Citibank, N. A. Sri Lanka Branch jointly certify 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
(Sgd.) Citi Country Officer/Managing Director
Date: 31/08/20

Signed
Feroze Kamaldeen
(Sgd.) Country Finance Officer
Date: 31/08/20

STATEMENT OF CASH FLOWS

Rupees
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	30/06/20 (Unaudited)	31/12/19 (Audited)
Cash flows from operating activities		
Interest and commission receipts	1,877,104	4,156,662
Interest and commission payments	(427,210)	(1,069,901)
Receipts from other operating activities	934,172	1,334,763
Payments to employees	(374,225)	(638,688)
Other overhead expenses and other taxes paid	(506,468)	(1,326,993)
Operating Profit before changes in Operating Assets & Liabilities	1,503,373	2,455,843
(Increase)/Decrease in Operating Assets		
Financial assets at amortised cost - loans and advances	(11,880,048)	2,752,211
Net proceeds from Sale, Maturity, and Purchases of Financial Investments	(1,091,083)	(3,084,337)
Deposits held for regulatory purposes	390,507	554,718
Placements with Bank	10,137,669	(3,625,380)
Other Assets	105,065	2,113,315
Increase/(decrease) in operating liabilities		
Financial liabilities at amortised cost – due to depositors	(1,855,982)	7,144,350
Financial liabilities at amortised cost – due to banks		(1,227,458)
Financial liabilities at amortised cost – due to debt securities holders	45,724	(64,653)
Other liabilities	(444,562)	(1,377,403)
Net cash generated from operating activities before income tax	(3,089,338)	5,641,206
Income tax paid	(531,286)	(984,167)
Gratuity Paid	-	(23,099)
Net unrealized gains arising from translating the financial statements of foreign operation	16,622	(21,862)
Net cash (used in)/from operating activities	(3,604,002)	4,612,078
Cash flows from investing activities		
Purchase of Property, Plant & Equipment	2,383	(23,980)
Dividend income received from financial investments	-	1,389
Proceeds from Sale of Property, Plant & Equipment	(77)	587
Net cash (used in) / from investing activities	2,306	(22,005)
Cash flows from financing activities		
Profit remittance to Head office	-	(1,659,014)
Net cash used in financing activities	-	(1,659,014)
Net increase / (decrease) in cash & cash equivalents	(3,601,696)	2,931,059
Cash and cash equivalents at the beginning of the period	4,652,896	1,721,836
Exchange difference in respect of cash & cash equivalents	-	-
Cash and cash equivalents at the end of the period	1,051,200	4,652,896
Reconciliation of Cash & Cash Equivalents		
Cash in hand	659,580	714,673
Balances with banks	391,620	3,938,223
Money at call and short notice	-	-
Gross Cash & Cash Equivalents	1,051,200	4,652,896
Less: Accumulated impairment - Balance with banks	-	-
Net Cash & Cash Equivalents	1,051,200	4,652,896

CITIGROUP - FINANCIAL SUMMARY

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

	CURRENT PERIOD 2Q 2020 (Unaudited)	PREVIOUS PERIOD 2Q 2019 (Unaudited)
Total Revenues, Net of Interest Expense	\$ 19,766	\$ 18,758
Total Operating Expenses	\$ 10,415	\$ 10,500
Provisions for Credit Losses and for Benefits and Claims	\$ 7,903	\$ 2,093
Income from Continuing Operations before Income Taxes	\$ 1,448	\$ 6,165
Citigroup's Net Income	\$ 1,316	\$ 4,799
<u>Diluted Earnings Per Share:</u>		
Income from Continuing Operations	\$ 0.51	\$ 1.94
Citigroup's Net Income	\$ 0.50	\$ 1.95
<u>Shares (in millions):</u>		
Average Basic	2,081.7	2,286.1
Average Diluted	2,084.7	2,289.0
	CURRENT PERIOD 2Q (Unaudited)	PREVIOUS PERIOD 2Q (Unaudited)
<u>Regulatory Capital Ratios and Performance Metrics:</u>		
Common Equity Tier 1 (CET1) Capital Ratio (1)	11.59%	11.89%
Tier 1 Capital Ratio(1)	13.08%	13.40%
Total Capital Ratio(1)	15.56%	16.33%
Supplementary Leverage Ratio (SLR)	6.66%	6.36%
Return on Average Assets	0.23%	0.97%
Return on Average Common Equity	2.4%	10.1%
Efficiency Ratio (Total Operating Expenses/Total Revenues, net)	52.7%	56.0%
<u>Balance Sheet Data (in billions of dollars, except per share amounts):</u>		
Total Assets	\$ 2,232.7	\$ 1,988.2
Total Average Assets	2,266.6	1,979.1
Total Deposits	1,233.7	1,045.6
Citigroup's Stockholders' Equity	191.6	197.4
Book Value Per Share	83.41	79.40

(1) Citi's reportable CET1 Capital and Tier 1 Capital ratios were derived under the U.S. Basel III Advanced Approaches framework as of June 30, 2020, and the U.S. Basel III Standardized Approach framework for all prior periods presented, whereas Citi's reportable Total Capital ratios was the lower derived under the Basel III Advanced Approaches framework for all periods presented. This reflects the U.S. Basel III requirement to report the lower of risk-based capital ratios under both the Standardized Approach and the Advanced Approaches under 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

STATEMENT OF CHANGES IN EQUITY

Rupees
Thousands

	Reserves					Total Equity
	Assigned Capital	Statutory Reserve Fund	FVOCI Reserve	Retained Earnings	Exchange Equalization Reserve	
Balance as at 01/01/2020 (Opening balance) [Audited]	1,524,250	792,930	13,039	9,328,242	1,386,343	13,044,804
Total comprehensive income for the period						
Profit for the year (net of tax)	-	-	-	1,025,747	-	1,025,747
Other comprehensive income (net of tax)	-	-	72,921	4,583	16,622	94,127
Total comprehensive income for the period	-	-	72,921	1,030,330	16,622	1,119,874
Transactions with equity holders, recognized directly in equity						
Transfers to Statutory reserve fund during the period	-	-	-	-	-	-
Profit transferred to head office	-	-	-	-	-	-
Total transactions with equity holders	-	-	-	-	-	-
Balance as at 30/06/2020 (Closing balance) [Unaudited]	1,524,250	792,930	85,960	10,358,572	1,402,965	14,164,678

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Rupees
Thousands

As at 30 June 2020

a. Bank - Current period

	AMC Rs. '000	FVPL Rs. '000	FVOCI Rs. '000	Total Rs. '000
Cash and cash equivalents	1,051,200	-	-	1,051,200
Balances with central banks	278,502	-	-	278,502
Placements with banks	38,092	-	-	38,092
Derivative financial instruments - Assets	-	510,871	-	510,871
Loans and advances	27,939,806	-	-	27,939,806
Debt instruments	-	7,750,156	10,096,211	17,846,367
Equity instruments	-	-	1,040	1,040
Total financial assets	29,307,601	8,261,027	10,097,251	47,665,879

	AMC Rs. '000	FVPL Rs. '000	FVOCI Rs. '000	Total Rs. '000
LIABILITIES				
Due to banks	238,312	-	-	238,312
Derivative financial instruments - Liabilities	-	404,437	-	404,437
Financial liabilities				
- due to depositors	31,970,718	-	-	31,970,718
- due to other borrowers	51,946	-	-	51,946
Total financial liabilities	32,260,976	404,437	-	32,665,413

b. Bank - Previous period

	AMC Rs. '000	FVPL Rs. '000	FVOCI Rs. '000	Total Rs. '000
ASSETS				
Cash and cash equivalents	4,652,896	-	-	4,652,896
Balances with central banks	669,009	-	-	669,009
Placements with banks	10,180,779	-	-	10,180,779
Derivative financial instruments	-	331,367	-	331,367
Loans and advances	16,018,969	-	-	16,018,969
Debt instruments	-	7,891,091	8,864,749	16,755,840
Equity instruments	-	-	1,040	1,040
Total financial assets	31,521,653	8,222,458	8,865,789	48,609,900

	AMC Rs. '000	FVPL Rs. '000	FVOCI Rs. '000	Total Rs. '000
LIABILITIES				
Due to banks	3,449,165	-	-	3,449,165
Derivative financial instruments	-	378,077	-	378,077
Financial liabilities	-	-	-	-
- due to depositors	30,588,969	-	-	30,588,969
- due to other borrowers	6,222	-	-	6,222
Total financial liabilities	34,044,356	378,077	-	34,422,433

AMC - Financial assets/liabilities measured at amortised cost | FVPL - Financial assets/liabilities measured at fair value through profit or loss

FVOCI - Financial assets measured at fair value through other comprehensive income

SELECTED PERFORMANCE INDICATORS

Rupees
Thousands

AS AT 30 JUNE 2020 (Based on regulatory reporting)	CURRENT PERIOD As at 30/06/2020	PREVIOUS PERIOD As at 31/12/2019
Regulatory Capital Adequacy (LKR in Millions)		
Common Equity Tier 1	12,795	12,107
Core (Tier 1) Capital	12,795	12,107
Total Capital Base	12,829	12,136
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital (%) (Minimum Requirement - 8.5%)	25.28%	30.85%
Tier 1 Capital Ratio (%) (Minimum Requirement - 10%)	25.28%	30.85%
Total Capital Ratio (%) (Minimum Requirement - 12.5%)	25.34%	30.92%
Leverage Ratio (%) (Minimum Requirement - 2019 - 3%)	8.24%	7.10%
Regulatory Liquidity		
Statutory Liquid Assets (LKR in Millions)	26,863	33,833
Statutory Liquid Assets Ratio (%) (Minimum Requirement - 20%)		
Domestic Banking Unit (%)	66.41%	87.01%
Off-Shore Banking Unit (%)	48.18%	158.32%
Total Stock of High-Quality Liquid Assets (LKR in Millions)	18,546	16,707
Liquidity Coverage Ratio (%) (Minimum Requirement -2019 - 100%)		
Rupee (%)	934.74%	730.91%
All Currency (%)	326.65%	303.02%
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	143.32%	147.55%
Assets Quality (Quality of Loan Portfolio)		
Gross Non-Performing Advances Ratio (%) (net of interest in suspense)	-	-
Net-Non Performing Advances (%) (net of interest in suspense and provision)	-	-
Profitability		
Interest Margin (%)	2.4%	3.3%
Return on Assets (before Tax) (%)	6.3%	5.5%
Return on Equity (%)	15.1%	9.4%

ANALYSIS OF LOANS & ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT

Rupees
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	As at 30/06/20	As at 31/12/19
Product-wise Gross loans & advances		
By product – Domestic currency		
Overdrafts	9,409,593	8,092,553
Term loans	9,314,129	4,495,669
Other loans	-	-
Sub total	18,723,722	12,588,222
By product – Foreign currency		
Overdrafts	1,602,529	1,273,531
Term loans	7,654,870	2,174,444
Other loans	-	-
Sub total	9,257,399	3,447,975
Total	27,981,121	16,036,197
Product-wise commitments and contingencies		
By product – Domestic currency		
Guarantees	1,965,158	1,878,126
Bonds	180,968	36,968
Undrawn credit lines	67,043,913	68,765,344
Other commitments	1,550,000	1,636,437
Sub total	70,740,039	72,316,875
By product – Foreign currency		
Guarantees	6,012,059	4,411,338
Bonds	332,517	682,205
Undrawn credit lines	8,089,860	9,767,059
Foreign Exchange Contracts	72,576,066	66,942,102
Other commitments	3,995,155	6,823,209
Sub total	91,005,656	88,625,913
Total	161,745,695	160,942,789
Stage-wise impairment on loans & advances, commitments and contingencies		
Gross loans and advances, commitments and contingencies	189,726,816	176,978,986
Less: Expected Credit Losses under Stage 1	8,944	22,525
Less: Expected Credit Losses under Stage 2	43,599	3,390
Less: Expected Credit Losses under Stage 3	-	-
Net value of loans and advances, commitments and contingencies	189,779,358	177,004,901
Movement of impairment during the period		
Under Stage 1		
Balance as at 01/01/2020 (Opening balance)	25,881	23,621
Charge/ (Write back) to Income Statement	(14,310)	2,260
Write-off during the year	-	-
Other movements	-	-
Balance as at 30/06/2020 (Closing balance)	11,571	25,881
Under Stage 2		
Balance as at 01/01/2020 (Opening balance)	4,433	-
Charge/ (Write back) to Income Statement	39,166	4,433
Write-off during the year	-	-
Other movements	-	-
Balance as at 30/06/2020 (Closing balance)	43,599	4,433
Under Stage 3		
Balance as at 01/01/2020 (Opening balance)	-	-
Charge/ (Write back) to Income Statement	-	-
Write-off during the year	-	-
Other movements	-	-
Balance as at 30/06/2020 (Closing balance)	-	-

ANALYSIS OF DEPOSITS

Rupees
Thousands

	CURRENT PERIOD	PREVIOUS PERIOD
	As at 30/06/20	As at 31/12/19
Product-wise Deposits		
By product – Domestic currency		
Demand deposits (current accounts)	5,720,622	7,729,243
Savings deposits	3,556,181	833,261
Fixed deposits	7,946,357	13,454,548
Other deposits	515,226	219,704
Sub total	17,738,386	22,236,756
By product – Foreign currency		
Demand deposits (current accounts)	6,518,394	5,731,533
Savings deposits	3,754,630	2,582,387
Fixed deposits	3,763,967	27,250
Other deposits	195,340	11,043
Sub total	14,232,331	8,352,213
Total	31,970,717	30,588,969