

CITIBANK, N. A. SRI LANKA BRANCH
INCOME STATEMENT
FOR THE PERIOD ENDED 31 DECEMBER 2021

<i>In Rupees Thousands</i>	Current Period From 01/01/2021 To 31/12/2021	Current Period From 01/01/2020 To 31/12/2020
	Audited	Audited
Interest income	2,061,575	2,822,488
Interest expenses	(190,740)	(681,698)
Net interest income	1,870,835	2,140,790
Fee and commission income	856,833	682,214
Fee and commission expenses	(177,050)	(165,222)
Net fee and commission income	679,783	516,992
Net gains/(losses) from trading	(279,404)	722,617
Net fair value gains on financial assets at fair value through profit or loss	-	-
Net gains/(losses) on derecognition of financial assets at fair value through other comprehensive income	21,465	76,042
Net other operating income	1,626,324	628,009
Total operating income	3,919,003	4,084,450
Impairment charge	(208,353)	(32,406)
Net operating income	3,710,650	4,052,044
Personnel expenses	(784,582)	(722,895)
Depreciation expenses	(90,776)	(132,727)
Other expenses	(658,674)	(609,861)
Operating profit before VAT and NBT on financial services and DRL	2,176,619	2,586,561
Value Added Tax ("VAT") on financial services	(344,334)	(381,073)
Nation Building Tax ("NBT") on financial services	-	-
Debt Repayment Levy ("DRL")	-	13,248
Profit before tax	1,832,285	2,218,736
Income tax expenses	(541,360)	(649,179)
Profit for the period	1,290,925	1,569,557

CITIBANK, N. A. SRI LANKA BRANCH
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2021

<i>In Rupees Thousands</i>	Note	2021	2020
Profit for the year		1,290,925	1,569,557
Items that will be reclassified to income statement			
Exchange differences on translation of foreign operations		270,227	104,752
Net gains/ (losses) on cash flow hedges		-	-
Net gains/ (losses) on investments in debt instruments measured at fair value through other comprehensive income		(6,857)	(13,177)
Share of profits of associates and joint ventures		-	-
Debt instruments at fair value through other comprehensive income		-	-
Others		-	-
Less: Tax expense relating to items that will be reclassified to income statement		1,646	3,162
Items that will not be reclassified to income statement			
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income		-	-
Change in fair value attributable to change in the Bank's own credit risk on financial liabilities designated at fair value through profit or loss		-	-
Re-measurement of post-employment benefit obligations		77,664	(37,577)
Changes in revaluation surplus		-	-
Share of profits of associates and joint ventures		-	-
Others		-	-
Less: Tax expense relating to items that will not be reclassified to income statement		(18,639)	9,018
Other comprehensive income for the year, net of taxes		324,040	66,179
Total comprehensive income for the year		1,614,965	1,635,736
Attributable to:			
Equity holders of the parent		1,614,965	1,635,736
Non-controlling interests		-	-

CITIBANK, N. A. SRI LANKA BRANCH
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

<i>In Rupees Thousands</i>	Current Period As at 31/12/2021 Audited	Current Period As at 31/12/2020 Audited
Assets		
Cash and cash equivalents	2,080,358	4,795,376
Balances with central banks	13,667,428	9,557,875
Placements with banks	7,648,247	-
Derivative financial instruments - Assets	254,353	564,987
Financial assets recognized through profit or loss measured at fair value	5,148,672	12,839,478
Financial assets at amortized cost	-	-
- loans and advances	17,204,685	15,665,115
- debt and other instruments	-	-
Financial assets measured at fair value through other comprehensive income	4,708,095	9,893,392
Investment in subsidiaries	-	-
Investments in associates and joint ventures	-	-
Property, plant and equipment	320,906	351,054
Investment properties	-	-
Goodwill and intangible assets	-	-
Deferred tax assets	73,677	70,308
Other assets	27,941	30,462
Total assets	51,134,362	53,768,047
Liabilities		
Due to banks	527,137	5,592,204
Derivative financial instruments - Liabilities	279,499	308,182
Financial liabilities recognized through profit or loss	-	-
- measured at fair value	-	-
- designated at fair value	-	-
Financial liabilities at amortized cost	-	-
- due to depositors	32,223,646	31,285,804
- due to other borrowers	-	107,399
Debt securities issued	-	-
Retirement benefit obligations	229,699	274,775
Current tax liabilities	339,726	398,697
Deferred tax liabilities	-	-
Other liabilities	1,239,149	1,120,446
Due to subsidiaries	-	-
Total liabilities	34,838,856	39,087,507
Equity		
Assigned capital	1,524,250	1,524,250
Statutory reserve fund	850,140	824,321
FVOCI reserve	(2,086)	3,024
Retained earnings	12,161,981	10,837,849
Exchange equalization reserve	1,761,322	1,491,095
Total equity	16,295,606	14,680,540
Total equity and liabilities	51,134,462	53,768,047
Contingent liabilities and commitments	87,597,127	182,128,486
Memorandum Information		
Number of Employees	88	85
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;

(a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka;

(b) the information contained in these statements have been extracted from the unaudited financial statements of the bank unless indicated as audited.

Ravin Basnayake
(Sgd.) Citi Country Officer / Managing Director
31 May 2022

Feroze Kamaldeen
(Sgd.) Country Finance Officer
31 May 2022

CITIBANK , N. A. SRI LANKA BRANCH

STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 31 DECEMBER 2021

<i>In Rupees Thousands</i>	Assigned capital	Statutory Reserve fund	FVOCI Reserve	Revaluation reserve	Retained earnings	Other reserves	Total
Balance as at 01.01.2020	1,524,250	792,930	13,039	-	9,328,242	1,386,343	13,044,804
Total comprehensive income for the year							
Profit/(loss) for the year (net of tax)	-	-	-	-	1,569,557	-	1,569,557
Other comprehensive income (net of tax)	-	-	(10,014)	-	(28,559)	104,752	66,179
Total comprehensive income for the year	-	-	(10,014)	-	1,540,999	104,752	1,635,736
Transactions with equity holders, recognised directly in equity							
Share issue/increase of assigned capital	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-
Transfers to reserves during the period	-	31,391	-	-	(31,391)	-	-
Dividends to equity holders	-	-	-	-	-	-	-
Profit transferred to head office	-	-	-	-	0	-	0
Gain/(loss) on revaluation of Property, Plant and Equipment	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Total transactions with equity holders	-	31,391	-	-	(31,391)	-	0
Balance as at 31.12.2020	1,524,250	824,321	3,024	-	10,837,849	1,491,095	14,680,540
Balance as at 01.01.2021	1,524,250	824,321	3,024	0	10,837,849	1,491,095	14,680,540
Total comprehensive income for the year							
Profit/(loss) for the year (net of tax)	-	-	-	-	1,290,925	-	1,290,925
Other comprehensive income (net of tax)	-	-	(5,211)	-	59,025	270,227	324,041
Total comprehensive income for the year	0	0	(5,211)	0	1,349,950	270,227	1,614,966
Transactions with equity holders, recognised directly in equity							
Share issue/increase of assigned capital	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-
Transfers to reserves during the period	-	25,819	-	-	(25,819)	-	-
Dividends to equity holders	-	-	-	-	-	-	-
Profit transferred to head office	-	-	-	-	-	-	-
Gain/(loss) on revaluation of Property, Plant and Equipment	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Total transactions with equity holders	0	25,819	0	0	(25,819)	0	0
Balance as at 31.12.2021	1,524,250	850,140	(2,187)	0	12,161,981	1,761,322	16,295,506

The notes to the financial statements form an integral part of these financial statements.

Figures in brackets indicate deductions.

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31ST DECEMBER 2021

<i>In Rupees Thousands</i>	2021	2020
Cash flows from operating activities		
Interest receipts	2,224,699	2,835,807
Interest payments	(227,949)	(712,691)
Net commission receipts / Payment	680,129	515,773
Trading income	1,360,317	1,412,341
Payments to employees	(751,994)	(690,027)
VAT & NBT on financial services DRL	(373,966)	(374,363)
Receipts from other operating activities	1,211	1,122
Payments on other operating activities	(665,874)	(654,263)
Operating profit before change in operating assets & liabilities	2,246,573	2,333,701
(Increase) / decrease in operating assets	(5,381,243)	(3,571,026)
Balances with Central Bank of Sri Lanka	(4,109,553)	(5,282,174)
Financial assets at amortised cost – loans & advances	(1,567,053)	321,551
Financial assets recognized through profit or loss	7,638,252	(4,931,425)
Other assets	(7,342,890)	6,321,023
Increase / (decrease) in operating liabilities	(4,235,763)	2,902,149
Financial liabilities at amortised cost – due to depositors	974,690	726,753
Financial liabilities at amortised cost – due to debt securities holders	(5,065,067)	2,144,114
Financial liabilities at amortised cost – due to other borrowers	(107,038)	101,177
Other liabilities	(38,348)	(69,895)
Net cash generated from operating activities before income tax	(7,370,432)	1,664,823
ROU adjustment	-	15,441
Income tax paid	(620,695)	(577,332)
Net cash (used in) / from operating activities	(7,991,126)	1,102,932
Cash flows from investing activities		
Purchase of property, plant and equipment	(60,627)	(19,456)
Proceeds from the sale of property, plant and equipment	-	28
Purchase of financial investments	5,336,566	(940,853)
Proceeds from the sale and maturity of financial investments	-	-
Net purchase of intangible assets	-	-
Net cash flow from acquisition of investment in subsidiaries, associates and joint ventures	-	-
Net cash flow from disposal of subsidiaries, associates and joint ventures	-	-
Dividends received from investment in subsidiaries and associates	-	-
Others	-	-
Net cash (used in)/from investing activities	5,243,628	(960,281)
Cash flows from financing activities		
Net proceeds from the issue of ordinary share capital	-	-
Net proceeds from the issue of other equity instruments	-	-
Net proceeds from the issue of subordinated debt	-	-
Repayment of subordinated debt	-	-
Interest paid on subordinated debt Dividend paid to non-controlling interest	-	-
Dividend paid to shareholders of the parent company Dividend paid to holders of other equity instruments	-	-
Others	-	-
Net cash (used in) / from financing activities	-	-
Net increase/(decrease) in cash & cash equivalents	-2,715,188	142,651
Cash and cash equivalents at the beginning of the year	4,795,547	4,652,896
Exchange difference in respect of cash & cash equivalent	-	-
Cash and cash equivalents at the end of the year	2,080,358	4,795,547

CITIBANK , N. A. SRI LANKA BRANCH
ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS
AS AT 31 DECEMBER 2021

a. Bank - Current period

<i>In Rupees Thousands</i>	AMC	FVTPL	FVOCI	Total
ASSETS				
Cash and cash equivalents	2,080,358	-	-	2,080,358
Balances with central banks	13,667,428	-	-	13,667,428
Placements with banks	7,648,247	-	-	7,648,247
Derivative financial instruments - Assets	-	254,353	-	254,353
Loans and advances	17,204,685	-	-	17,204,685
Debt instruments	-	5,148,672	4,707,055	9,855,727
Equity instruments	-	-	1,040	1,040
Other Assets	14,888	-	-	14,888
Total financial assets	40,615,606	5,403,025	4,708,095	50,726,726
LIABILITIES				
Due to banks	527,137	-	-	527,137
Derivative financial instruments - Liabilities	-	279,499	-	279,499
Financial liabilities				-
- due to depositors	32,223,646	-	-	32,223,646
- due to other borrowers	-	-	-	-
Other Liabilities	-	-	-	-
Total financial liabilities	32,750,783	279,499	-	33,030,282

b. Bank - Previous period

<i>In Rupees Thousands</i>	AMC	FVTPL	FVOCI	Total
ASSETS				
Cash and cash equivalents	4,795,377	-	-	4,795,377
Balances with central banks	9,557,875	-	-	9,557,875
Placements with banks	-	-	-	-
Derivative financial instruments	-	564,987	-	564,987
Loans and advances	15,665,115	-	-	15,665,115
Debt instruments	-	12,839,478	9,892,352	22,731,830
Equity instruments	-	-	1,040	1,040
Other Assets	15,126	-	-	15,126
Total financial assets	30,033,493	13,404,465	9,893,392	53,331,350
LIABILITIES				
Due to banks	5,592,204	-	-	5,592,204
Derivative financial instruments	-	308,182	-	308,182
Financial liabilities				-
- due to depositors	31,285,804	-	-	31,285,804
- due to other borrowers	107,399	-	-	107,399
Other Liabilities	-	-	-	-
Total financial liabilities	36,985,407	308,182	-	37,293,589

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

CITIBANK , N. A. SRI LANKA BRANCH
ANALYSIS OF LOANS & ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT
AS AT 31 DECEMBER 2021

<i>In Rupees Thousands</i>	Current Period As at 31/12/2021	Previous Period As at 31/12/2020
Product-wise Gross loans & advances		
<i>By product – Domestic currency</i>		
Overdrafts	5,273,214	4,259,959
Term loans	5,130,988	3,962,642
Other loans	818	3,186
Sub total	10,405,020	8,225,787
<i>By product – Foreign currency</i>		
Overdrafts	3,517,569	1,412,360
Term loans	3,360,937	6,070,623
Other loans	-	-
Sub total	6,878,506	7,482,983
Total	17,283,526	15,708,770
Product-wise commitments and contingencies		
<i>By product – Domestic currency</i>		
Guarantees	1,723,883	1,737,404
Bonds	3,700	32,105
Undrawn credit lines	43,699,716	72,724,551
Other commitments	982,955	1,567,460
Sub total	46,410,254	76,061,520
<i>By product – Foreign currency</i>		
Guarantees	3,149,860	4,469,451
Bonds	135,751	199,226
Undrawn credit lines	12,813,636	16,046,831
Foreign Exchange Contracts	15,638,750	81,220,432
Other commitments	9,448,876	4,131,027
Sub total	41,186,873	106,066,967
Total	87,597,127	182,128,486
Stage-wise impairment on loans & advances, commitments and contingencies		
Gross loans and advances, commitments and contingencies	104,880,653	197,837,256
Less: Expected Credit Losses under Stage 1	(1,405)	(10,909)
Less: Expected Credit Losses under Stage 2	(144,889)	(50,965)
Less: Expected Credit Losses under Stage 3	-	-
Net value of loans and advances, commitments and contingencies	104,734,359	197,775,382
Movement of impairment during the period		
<i>Under Stage 1</i>		
Balance as at 01/01/2021 (Opening balance)	8,403	16,909
Charge/ (Write back) to Income Statement	(6,767)	(8,506)
Write-off during the year	-	-
Other movements	-	-
Balance as at 31/12/2021 (Closing balance)	1,636	8,403
<i>Under Stage 2</i>		
Balance as at 01/01/2021 (Opening balance)	35,252	320
Charge/ (Write back) to Income Statement	41,953	34,932
Write-off during the year	-	-
Other movements	-	-
Balance as at 31/12/2021 (Closing balance)	77,205	35,252
<i>Under Stage 3</i>		
Balance as at 01/01/2021 (Opening balance)	-	-
Charge/ (Write back) to Income Statement	-	-
Write-off during the year	-	-
Other movements	-	-
Balance as at 31/12/2021 (Closing balance)	-	-

CITIBANK , N. A. SRI LANKA BRANCH
ANALYSIS OF DEPOSITS
AS AT 31 DECEMBER 2021

<i>In Rupees Thousands</i>	Current Period As at 31/12/2021	Previous Period As at 31/12/2020
Product-wise Deposits		
<i>By product – Domestic currency</i>		
Demand deposits (current accounts)	16,406,628	6,277,424
Savings deposits	3,248,030	3,036,563
Fixed deposits	2,165,472	8,788,055
Other deposits	198,002	168,639
Sub total	22,018,132	18,270,681
<i>By product – Foreign currency</i>		
Demand deposits (current accounts)	7,171,721	10,215,367
Savings deposits	2,738,141	2,293,423
Fixed deposits	45,485	440,140
Other deposits	250,168	66,194
Sub total	10,205,515	13,015,124
Total	32,223,647	31,285,805

CITIBANK , N. A. SRI LANKA BRANCH
SELECTED PERFORMANCE INDICATORS
AS AT 31 DECEMBER 2021
(Based on regulatory reporting)

Item	Current Reporting Period	Previous Reporting Period
Regulatory Capital Adequacy (LKR in Millions)		
Common Equity Tier 1	14,211	14,388
Core (Tier 1) Capital	14,211	14,388
Total Capital Base	14,293	14,425
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital (%) (Minimum Requirement - 2020 - 6.5% 2019 - 7%)	32.73%	41.21%
Tier 1 Capital Ratio (%) (Minimum Requirement - 2020 8% 2019 - 8.5%)	32.73%	41.21%
Total Capital Ratio (%) (Minimum Requirement - 2020 - 12% 2019 - 12.5%)	32.92%	41.32%
Leverage Ratio (%) (Minimum Requirement - 3%;)	18.33%	7.7%
Regulatory Liquidity		
Statutory Liquid Assets (LKR in Millions)	37,027	39,213
Statutory Liquid Assets Ratio (%) (Minimum Requirement - 20%)		
Domestic Banking Unit (%)	105.3%	115.0%
Off-Shore Banking Unit (%)	67.4%	60.6%
Total Stock of High-Quality Liquid Assets (LKR in Millions)	11,564	23,952
Liquidity Coverage Ratio (%) (Minimum Requirement - 100%)		
Rupee (%)	336.0%	325.8%
All Currency (%)	297.8%	553.2%
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	203.6%	192.3%
Assets Quality (Quality of Loan Portfolio)		
Gross Non-Performing Advances Ratio (%) (net of interest in suspense)	0.0%	0.0%
Net-Non Performing Advances (%) (net of interest in suspense and provision)	0.0%	0.0%
Profitability		
Interest Margin (%)	2.1%	2.3%
Return on Assets (before Tax) (%)	4.3%	5.0%
Return on Equity (%)	7.9%	11.3%