

CITIBANK, N.A. - PAKISTAN BRANCHES
(INCORPORATED IN THE U.S.A. THE LIABILITY OF MEMBERS BEING LIMITED)
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2015

	Note	(Un-audited) March 31, 2015	(Audited) December 31, 2014
(Rupees in '000)			
ASSETS			
Cash and balances with treasury banks		4,170,191	4,267,790
Balances with other banks	9	2,993,868	170,697
Lendings to financial institutions	10	6,854,903	2,826,481
Investments - net	11	39,898,208	39,326,537
Advances - net	12	26,265,655	28,195,590
Fixed assets	13	405,000	355,154
Deferred tax assets - net		349,104	233,885
Other assets		3,644,251	5,877,838
		<u>84,581,180</u>	<u>81,253,972</u>
LIABILITIES			
Bills payable		1,515,582	1,564,744
Borrowings from financial institutions	14	10,194,420	14,012,805
Deposits and other accounts	15	55,607,531	48,143,989
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities		-	-
Other liabilities		5,388,520	6,998,405
		<u>72,706,053</u>	<u>70,719,943</u>
NET ASSETS		<u><u>11,875,127</u></u>	<u><u>10,534,029</u></u>
REPRESENTED BY			
Head office capital account		6,812,671	6,812,671
Reserves		156,327	156,327
Unremitted profit		4,682,325	3,056,648
		<u>11,651,323</u>	<u>10,025,646</u>
Surplus on revaluation of assets - net of tax		223,804	508,383
		<u><u>11,875,127</u></u>	<u><u>10,534,029</u></u>

CONTINGENCIES AND COMMITMENTS

16

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

NADEEM LODHI
Managing Director and Citi Country Officer

ADAMJEE YAKOOB
Chief Financial Officer

CITIBANK, N.A. - PAKISTAN BRANCHES
(INCORPORATED IN THE U.S.A. THE LIABILITY OF MEMBERS BEING LIMITED)
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2015

	Note	Quarter ended	
		March 31, 2015	March 31, 2014
(Rupees in '000)			
Mark-up / return / interest earned		1,659,372	1,454,534
Mark-up / return / interest expensed		643,389	686,611
Net mark-up / return / interest income		1,015,983	767,923
Reversal of provision against loans and advances - net		(52,121)	(31,119)
Bad debts written off directly		-	-
Reversal of provision against off-balance sheet obligations - net		-	-
		(52,121)	(31,119)
Net mark-up / interest income after provisions		1,068,104	799,042
NON MARK-UP / INTEREST INCOME			
Fee, commission and brokerage income		107,541	97,286
Income from dealing in foreign currencies	17	222,521	293,794
Gain on sale of securities		1,616,278	80,963
Unrealised loss on revaluation of investments classified as held-for-trading		(361,704)	(38,197)
Other (loss) / income	18	361,765	(102,936)
Total non mark-up / interest income - net		1,946,401	330,910
		3,014,505	1,129,952
NON MARK-UP / INTEREST EXPENSE			
Administrative expenses		443,421	365,625
Reversal of provision against diminution in the value of non-banking assets - net		(792)	-
Operating fixed assets written off		-	210
Other charges		50,371	15,042
Total non mark-up / interest expenses - net		493,000	380,877
		2,521,505	749,075
PROFIT BEFORE TAXATION			
Taxation			
- Current		837,386	233,993
- Prior years		-	-
- Deferred		45,164	29,948
		882,550	263,941
PROFIT AFTER TAXATION		1,638,955	485,134

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

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ADAMJEE YAKOOB
Chief Financial Officer

CITIBANK, N.A. - PAKISTAN BRANCHES
 (INCORPORATED IN THE U.S.A. THE LIABILITY OF MEMBERS BEING LIMITED)
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2015

	Quarter ended	
	March 31, 2015	March 31, 2014
	(Rupees in '000)	
Profit for the period after taxation	1,638,955	485,134
Items that will not be reclassified to profit and loss account		
Components of comprehensive income reflected in equity		
- Remeasurements of defined benefit plan (loss) / gain	(20,427)	(8,946)
- Deferred tax asset / (liability) on remeasurements of defined benefit plan	7,149	3,131
	(13,278)	(5,815)
Comprehensive income transferred to statement of changes in equity	1,625,677	479,319
Items that may be reclassified subsequently to profit and loss account		
Components of comprehensive income not reflected in equity		
- Deficit on revaluation of available for sale securities	(437,813)	(24,989)
- Deferred tax asset on revaluation of available for sale securities	153,235	8,746
	(284,578)	(16,243)
Total comprehensive income for the period	1,341,099	463,076

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

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 Managing Director and Citi Country Officer

ADAMJEE YAKOOB
 Chief Financial Officer

CITIBANK, N.A. - PAKISTAN BRANCHES
(INCORPORATED IN THE U.S.A. THE LIABILITY OF MEMBERS BEING LIMITED)
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2015

	Quarter ended	
	March 31, 2015	March 31, 2014
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	2,521,505	749,075
Adjustments for :		
Depreciation	17,955	26,363
Amortisation	98	1,031
Reversals against loans and advances	(52,121)	(31,119)
Reversal against appreciation / diminution in the value of non-banking assets - net	(792)	-
Unrealised loss on revaluation of investments classified as held-for-trading	361,704	38,197
Bad debts written off directly	-	-
Charge for defined benefit plan	10,794	8,844
Operating fixed assets written off	-	210
Gain on disposals of fixed assets	(787)	(1,439)
	<u>336,851</u>	<u>42,087</u>
	2,858,356	791,162
(Increase) / decrease in operating assets		
Lendings to financial institutions	(4,028,422)	7,420,085
Held-for-trading securities	2,610,580	(8,411,386)
Advances	1,982,056	(5,020,585)
Other assets	1,423,584	(3,815,037)
	<u>1,987,798</u>	<u>(9,826,923)</u>
Increase / (decrease) in operating liabilities		
Bills payable	(49,162)	591,493
Borrowings from financial institutions	(3,341,714)	4,219,706
Deposits and other accounts	7,463,542	13,458,147
Other liabilities (excluding current taxation, Head Office Expenses and payable to defined benefit plan)	(1,661,869)	4,164,848
	<u>2,410,797</u>	<u>22,434,194</u>
	7,256,951	13,398,433
Contribution to gratuity fund	(5,206)	(5,693)
Income tax paid	(622)	(701)
Net cash generated from operating activities	<u>7,251,123</u>	<u>13,392,039</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in available-for-sale securities	(3,981,768)	(12,486,336)
Investments in operating fixed assets	(71,547)	(21,203)
Sale proceeds from disposal of property and equipment	4,435	1,494
Net cash used in investing activities	<u>(4,048,880)</u>	<u>(12,506,045)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Profit repatriated to Head Office during the period	-	-
Remittances made during the period on account of head office expenses	-	-
Net cash used in financing activities	<u>-</u>	<u>-</u>
Increase in cash and cash equivalents	<u>3,202,243</u>	<u>885,994</u>
Cash and cash equivalents at the beginning of the period	3,961,816	4,583,730
Cash and cash equivalents at end of the period	<u><u>7,164,059</u></u>	<u><u>5,469,724</u></u>

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

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Managing Director and Citi Country Officer

ADAMJEE YAKOOB
Chief Financial Officer

CITIBANK, N.A. - PAKISTAN BRANCHES
(INCORPORATED IN THE U.S.A. THE LIABILITY OF MEMBERS BEING LIMITED)
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2015

	Head office capital account	Unremitted profit	Share based payment contribution reserve by the ultimate holding company	Total
	----- (Rupees in '000) -----			
Balance as at January 1, 2014	6,812,671	1,650,374	161,613	8,624,658
Profit for the quarter ended March 31, 2014	-	485,134	-	485,134
Other comprehensive income for the quarter ended March 31, 2014				
Remeasurements of defined benefit plan	-	(8,946)	-	(8,946)
Tax on remeasurements of defined benefit plan	-	3,131	-	3,131
	-	(5,815)	-	(5,815)
Transactions with owners				
Contribution by the ultimate holding company in respect of share based payments	-	-	2,418	2,418
Recharged balance payable to the ultimate holding company for share based payments	-	-	(2,418)	(2,418)
	-	-	-	-
Balance as at March 31, 2014	6,812,671	2,129,693	161,613	9,103,977
Profit after tax for the period April 01, 2014 to December 31, 2014	-	2,605,427	-	2,605,427
Other comprehensive income for the period April 2014 to December 2014				
Remeasurements of defined benefit plan	-	(43,228)	-	(43,228)
Tax on remeasurements of defined benefit plan	-	15,130	-	15,130
	-	(28,098)	-	(28,098)
Transactions with owners				
Contribution by the ultimate holding company in respect of share based payments	-	-	13,374	13,374
Recharged balance payable to the ultimate holding company for share based payments	-	-	(13,374)	(13,374)
Effect of re-measurement of cost under share based payment - net of tax	-	-	(5,286)	(5,286)
	-	-	(5,286)	(5,286)
Profit remittance made to head office	-	(1,650,374)	-	(1,650,374)
Balance as at December 31, 2014	6,812,671	3,056,648	156,327	10,025,646
Profit for the quarter ended March 31, 2015	-	1,638,955	-	1,638,955
Other comprehensive income for the quarter ended March 31, 2015				
Remeasurements of defined benefit plan	-	(20,427)	-	(20,427)
Tax on remeasurements of defined benefit plan	-	7,149	-	7,149
	-	(13,278)	-	(13,278)
Transactions with owners				
Contribution by the ultimate holding company in respect of share based payments	-	-	1,014	1,014
Recharged balance payable to the ultimate holding company for share based payments	-	-	(1,014)	(1,014)
	-	-	-	-
Balance as at March 31, 2015	<u>6,812,671</u>	<u>4,682,325</u>	<u>156,327</u>	<u>11,651,323</u>

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

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ADAMJEE YAKOUB
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CITIBANK, N.A. - PAKISTAN BRANCHES

(INCORPORATED IN THE U.S.A. THE LIABILITY OF MEMBERS BEING LIMITED)

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2015

1 STATUS AND NATURE OF BUSINESS

Citibank, N.A. - Pakistan Branches (the Bank) operates as a branch of Citibank, N.A. which is a foreign banking company incorporated and domiciled in the U.S.A. with limited liability and is a member of Citigroup Inc., which is the ultimate holding company.

Credit ratings assigned to Citigroup Inc. and Citibank, N.A., by Moody's Investor Services are as follows:

	<u>Long-term senior debt</u>	<u>Short-term debt</u>
Citigroup Inc.	Baa2	P-2
Citibank, N.A.	A2	P-1

The Bank is engaged in banking activities permissible under the Banking Companies Ordinance, 1962. Its principal office is at AWT Plaza, I. I. Chundrigar Road, Karachi. The Bank operates through 3 branches (December 31, 2013: 3 branches) in Pakistan.

2 BASIS OF PRESENTATION

In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan (SBP) has issued various circulars from time to time. Permissible forms of trade related modes of financing include purchasing of goods by banks from their customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchase and sale arising under these arrangements are not reflected in this condensed interim financial information as such but are restricted to the amount of facility actually utilised and appropriate portion of mark-up thereon.

3 STATEMENT OF COMPLIANCE

- 3.1 This condensed interim financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984, Banking Companies Ordinance, 1962 and the directives issued by State Bank of Pakistan (SBP). In case the requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984, Banking Companies Ordinance, 1962 and the directives issued by SBP prevail.
- 3.2 The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for Banking Companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has also deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' through its notification S.R.O. 411(I)/2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of this condensed interim financial information. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.
- 3.3 The disclosures made in this condensed interim financial information have been limited based on the format prescribed by the State Bank of Pakistan through BSD Circular Letter No. 2 dated May 12, 2004 and the requirements of International Accounting Standard 34, "Interim Financial Reporting". They do not include all of the information required for full annual financial statements and this condensed interim financial information should be read in conjunction with the financial statements of the Bank for the year ended December 31, 2014.
- 3.4 SBP vide its BSD Circular No. 07 dated April 20, 2010 has clarified that for the purpose of preparation of financial statements in accordance with International Accounting Standard - 1 (Revised), 'Presentation of Financial Statements', two statement approach shall be adopted i.e. separate 'Profit and Loss Account' and 'Statement of Comprehensive Income' shall be presented, and Balance Sheet shall be renamed as 'Statement of Financial Position'. Furthermore, the Surplus / (Deficit) on Revaluation of Available-for-sale (AFS) Securities only, may be included in the 'Statement of Comprehensive Income'. However, it should continue to be shown separately in the statement of financial position below equity. Accordingly, the above requirements have been adopted in the preparation of this condensed interim financial information.

4. BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost convention except that certain investments and derivative financial instruments have been marked to market and are carried at fair value. In addition, obligation in respect of staff retirement benefit is carried at present value.

5. FUNCTIONAL AND PRESENTATION CURRENCY

Items included in this condensed interim financial information are measured using the currency of the primary economic environment in which the Bank operates. This condensed interim financial information is presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended December 31, 2014.

7. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements requires management to make judgments, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management and the key sources of estimates used in the preparation of this condensed interim financial information are the same as those applied to the annual financial statements for the year ended December 31, 2014.

8. FINANCIAL RISK MANAGEMENT

The Bank's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended December 31, 2014.

9. BALANCES WITH OTHER BANKS

	(Un-audited) March 31, 2015	(Audited) December 31, 2014
	(Rupees in '000)	
In Pakistan		
- Current accounts	54,018	31,965
Outside Pakistan		
- Current accounts	2,939,850	138,732
	<u>2,993,868</u>	<u>170,697</u>

10. LENDINGS TO FINANCIAL INSTITUTIONS

Repurchase agreement lendings (Reverse Repo)	<u>6,854,903</u>	<u>2,826,481</u>
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11 INVESTMENTS - NET

Note	March 31, 2015 (Un-audited)			December 31, 2014 (Audited)	
	Held by Bank	Given as collateral	Total	Held by Bank	Given as collateral
------(Rupees in '000)-----					
Investments by types					
Held-for-trading securities					
	4,477,884	-	4,477,884	2,044,064	-
Market Treasury Bills					
	4,306,674	-	4,306,674	9,351,074	-
Pakistan Investment Bonds					
	8,784,558	-	8,784,558	11,395,138	-
Available-for-sale securities					
	13,082,666	-	13,082,666	923,887	-
Market Treasury Bills					
	17,686,824	-	17,686,824	20,410,813	5,453,022
Pakistan Investment Bonds					
Fully paid-up ordinary shares	2,000	-	2,000	2,000	-
Unlisted Term Finance Certificates 11.1	-	-	-	-	-
	30,771,490	-	30,771,490	21,336,700	5,453,022
Investments at cost	39,556,048	-	39,556,048	32,731,838	5,453,022
Less: Provision for diminution in the value of investments	2,000	-	2,000	2,000	-
Investments - net of provisions	39,554,048	-	39,554,048	32,729,838	5,453,022
(Deficit) / Surplus on revaluation of held-for-trading securities - net	(154)	-	(154)	361,550	-
Deficit on revaluation of available-for-sale securities - net	344,314	-	344,314	595,526	186,601
Investments at market value	39,898,208	-	39,898,208	33,686,914	5,639,623

11.1 Unlisted Term Finance Certificate represents TFCs, received from a non performing customer, booked against the settlement of its over due suspended mark up amounting to Rs. 248.09 million.

	Note	(Un-audited) March 31, 2015 (Rupees)
12 ADVANCES - NET		
Loans, cash credits, running finances etc. - In Pakistan		28,772,170
Bills discounted and purchased (excluding Market treasury bills)		
Payable in Pakistan		855,266
Payable outside Pakistan		11,588
		866,854
Advances - gross		29,639,024
Provision against advances		
- Specific	12.2	(3,373,238)
- General	12.3	(131)
		(3,373,369)
Advances - net of provision		26,265,655

12.1 Advances include Rs. 3,373.238 million (December 31, 2014: Rs. 3,425.347 million) which have been non-performing status as detailed below:

(Audited)
Total

2,044,064
9,351,074
11,395,138

923,887
25,863,835
2,000
-
<u>26,789,722</u>
38,184,860

2,000

38,182,860

361,550

782,127

39,326,537

at NIL value

(Audited)
December
31, 2014
in '000)

30,458,361

1,152,954
9,768
<u>1,162,722</u>
31,621,083

(3,425,347)
(146)
<u>(3,425,493)</u>
<u><u>28,195,590</u></u>

placed under

12.2 Category of classification

	March 31, 2015 (Un-audited)				
	Classified Advances			Provision required	Provision held
	Domestic	Overseas	Total		
	(Rupees in '000)				
Substandard	-	-	-	-	-
Doubtful	-	-	-	-	-
Loss	3,373,238	-	3,373,238	3,373,238	3,373,238
	<u>3,373,238</u>	<u>-</u>	<u>3,373,238</u>	<u>3,373,238</u>	<u>3,373,238</u>
	December 31, 2014 (Audited)				
	Classified Advances			Provision required	Provision held
	Domestic	Overseas	Total		
	(Rupees in '000)				
Substandard	-	-	-	-	-
Doubtful	-	-	-	-	-
Loss	3,425,347	-	3,425,347	3,425,347	3,425,347
	<u>3,425,347</u>	<u>-</u>	<u>3,425,347</u>	<u>3,425,347</u>	<u>3,425,347</u>

- 12.3 General provision represents provision held against consumer finance portfolio maintained at an amount equal to 1.5% of the fully secured performing portfolio and 5% of the unsecured performing portfolio as required under the Prudential Regulations issued by the State Bank of Pakistan.

	Note	(Un-audited)	(Audited)
		March 31, 2015	December 31, 2014
(Rupees in '000)			
13 FIXED ASSETS			
Capital work-in-progress		128,903	57,488
Property and equipment	13.1 & 13.2	276,032	297,501
Intangible assets		65	165
		<u>405,000</u>	<u>355,154</u>

- 13.1 Additions to fixed assets are Rs 0.132 million (March 31, 2014: Nil).

- 13.2 The written down value of fixed assets disposed of / written off during the period were as follows:

	(Un-audited)	
	For the quarter ended	
	March 31, 2015	March 31, 2014
(Rupees in '000)		
- Furniture and fixtures	-	210
- Electrical and office equipment	-	-
- Vehicles	3,648	55
	<u>3,648</u>	<u>265</u>

	(Un-audited) March 31, 2015	(Audited) December 31, 2014
	(Rupees in '000)	
14 BORROWINGS FROM FINANCIAL INSTITUTIONS		
In Pakistan	-	8,511,979
Outside Pakistan	10,194,420	5,500,826
	<u>10,194,420</u>	<u>14,012,805</u>
14.1 Particulars of borrowings from financial institutions		
In local currency	-	8,511,979
In foreign currencies	10,194,420	5,500,826
	<u>10,194,420</u>	<u>14,012,805</u>
14.2 Details of borrowings from financial institutions		
Secured		
Repurchase agreement borrowings	-	5,511,979
Unsecured		
Call borrowings	10,194,420	8,024,155
Overdrawn accounts	-	476,671
	<u>10,194,420</u>	<u>8,500,826</u>
	<u>10,194,420</u>	<u>14,012,805</u>
15 DEPOSITS AND OTHER ACCOUNTS		
Customers		
Fixed deposits	17,228,906	10,270,188
Savings deposits	20,634,385	21,376,055
Current accounts - non-remunerative	16,565,743	15,157,452
Other deposits	49,291	58,522
	<u>54,478,325</u>	<u>46,862,217</u>
Financial institutions		
Remunerative deposits	-	-
Non-remunerative deposits	1,129,206	1,281,772
	<u>1,129,206</u>	<u>1,281,772</u>
	<u>55,607,531</u>	<u>48,143,989</u>
16 CONTINGENCIES AND COMMITMENTS		
16.1 Direct credit substitutes		
Includes general guarantees of indebtedness, bank acceptance guarantees and standby letters of credit serving as financial guarantees for loans and securities.		
	(Un-audited) March 31, 2015	(Audited) December 31, 2014
	(Rupees in '000)	
(i) Government of Pakistan	202	202
(ii) Others	-	-
	<u>202</u>	<u>202</u>

16.2 Transaction-related contingent liabilities

Includes performance bonds, bid bonds, warranties, advance payment guarantees, shipping guarantees and stand by letters of credit related to particular transactions.

	(Un-audited) March 31, 2015	(Audited) December 31, 2014
	(Rupees in '000)	
(i) Government of Pakistan	736,067	777,224
(ii) Banking companies and other financial institutions	40,279	91,526
(iii) Others	1,918,341	2,763,529
	<u>2,694,687</u>	<u>3,632,279</u>

16.3 Trade-related contingent liabilities

Includes short-term self liquidating trade related contingent liabilities arising from the movement of goods, such as documentary credits where the underlying shipment is used as security.

	(Un-audited) March 31, 2015	(Audited) December 31, 2014
	(Rupees in '000)	
Letters of credit / acceptances	<u>11,350,473</u>	<u>12,075,304</u>

16.4 Other contingencies

Claims not acknowledged as debts	<u>158,512</u>	<u>156,462</u>
	16.4.1 <u>158,512</u>	<u>156,462</u>

16.4.1 These are not recognised as debt as the probability of these crystallising against the Bank is considered remote.

16.4.2 The State Bank of Pakistan (SBP) by its letter dated March 25, 2011 asked the Bank to take measures to fully comply with the SBP's guidelines relating to returns on a specific portfolio of its foreign currency deposits. Based on legal advice, the Bank maintains that it has fully complied with such requirements and has also taken up the matter with the SBP. Management is confident that this matter will be resolved in the Bank's favour. The possible financial impact, if any, has not been determined as it involves data relating to past several years.

	(Un-audited) March 31, 2015	(Audited) December 31, 2014
	(Rupees in '000)	
16.5 Commitments in respect of forward transactions		
Forward agreement lending (reverse repos)	<u>6,856,398</u>	<u>2,827,949</u>
Forward agreement borrowings (repos)	<u>-</u>	<u>5,525,192</u>
Forward purchase of government securities	<u>1,908,078</u>	<u>-</u>
Forward borrowings	<u>8,155,536</u>	<u>2,500,000</u>
Uncancellable commitments to extend credit	<u>896,660</u>	<u>1,204,640</u>

16.6 Commitments in respect of forward foreign exchange contracts

Purchase	<u>68,217,327</u>	<u>66,463,402</u>
Sale	<u>60,619,165</u>	<u>54,211,719</u>

The Bank utilises foreign exchange instruments to meet the needs of its customers and as part of its asset and liability management activity to hedge its own exposure to currency risk.

	(Un-audited) March 31, 2015	(Audited) December 31, 2014
	(Rupees in '000)	
16.7 Other commitments		
Cross currency and interest rate derivative contracts (notional amount)	<u>306,125</u>	<u>6,054,208</u>
16.8 Commitments in respect of capital expenditure	<u>176,654</u>	<u>184,516</u>

17 INCOME FROM DEALING IN FOREIGN CURRENCIES

It includes income from foreign exchange dealings, forward settled interbank deals, revaluation of on balance sheet exposure and foreign exchange impact with respect to derivative contracts.

18	OTHER INCOME	Note	(Un-audited)	
			March 31, 2015	March 31, 2014
			(Rupees in '000)	
	Income / (Loss) from interest rate derivative contracts	18.1	352,015	(106,977)
	Net profit on sale of property and equipment		787	1,439
	Credit losses recovered		583	-
	Others		8,380	2,602
			361,765	(102,936)

18.1 This is net of funding cost of FX swaps amounting to Rs 94 million (March 31, 2014: Rs 82 million).

19 RELATED PARTY TRANSACTIONS

Transactions with related parties comprise of transactions in the normal course of business with other branches of Citibank, N.A. outside Pakistan, other direct and indirect subsidiaries of Citigroup, retirement benefit plans and key management personnel of the Bank.

Banking transactions with the related parties are executed substantially on the same terms, including mark-up rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties and do not involve more than a normal risk.

Contributions to and accruals in respect of staff retirements and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to executives is determined in accordance with the terms of their appointment.

19.1 Details of significant transactions with related parties and balances with them as at period end are as follows:

	Balance as at December 31, 2014	Net placements / disbursements / deposits / transfers	Net settlements / repayments / withdrawals / transfers	Balance as at March 31, 2015
------(Rupees in '000)-----				
Deposits				
Associated undertakings	367,063	160,891	(157,358)	370,596
Staff retirement benefit funds	140,415	46,319	(146,828)	39,906
			(Un-audited)	(Audited)
			March	December
			31, 2015	31, 2014
			(Rupees in '000)	
Nostro balances / placements with Citibank Branches outside Pakistan			2,933,923	129,698
Call borrowings			10,194,420	5,024,155
Overdrawn Nostro Accounts			-	476,671
Unremitted head office expenses			625,139	575,782
Markup return interest payable			549	3,346
Payable for expenses and share based payment			168,088	171,281
Payable to defined benefit plan			177,590	151,574
Commitments in respect of forward exchange contracts				
Purchase			12,325,249	15,394,583
Sale			12,325,249	16,226,525

	(Un-audited)	
	For the quarter ended	
	March 31, 2015	March 31, 2014
	(Rupees in '000)	
19.2 Contribution to staff retirement benefit funds	11,414	12,538
19.3 Income / expense for the period		
Mark-up / return / interest earned	853	1,016
Mark-up / return / interest expensed	2,230	743
Other income	5,670	9,734
Regional expenses for support services	17,706	(51,825)
Head office expenses	49,357	87,346
Remuneration paid to key management personnel	14,126	18,157

20 SEGMENT INFORMATION

The Chief Operating Decision Maker (CODM) is the Managing Director and Citi Country Officer of the Bank. The segment analysis with respect to business activity presented to the CODM is as follows:

	For the quarter ended March 31, 2015 (Un-audited)		
	Trading & sales	Corporate & Retail banking	Total
	----- (Rupees in '000) -----		
Total income	2,250,368	1,355,405	3,605,773
Total expenses	941,639	1,025,179	1,966,818
Net income	1,308,729	330,226	1,638,955
Segment return on net assets (ROA) (%)**	9.61%	4.39%	7.75%
Segment cost of funds (%)***	8.53%	4.18%	4.52%

	As at March 31, 2015 (Un-audited)		
	Trading & sales	Corporate & Retail banking	Total
	----- (Rupees in '000) -----		
Segment assets (gross)	54,477,639	33,487,059	87,964,698
Segment non-performing loans	-	3,383,387	3,383,387
Segment provision required*	-	3,383,518	3,383,518
Segment liabilities	10,854,969	61,851,084	72,706,053

	For the quarter ended March 31, 2014 (Un-audited)		
	Trading & sales	Corporate & Retail banking	Total
	----- (Rupees in '000) -----		
Total income	585,639	1,199,805	1,785,444
Total expenses	303,558	996,752	1,300,310
Net income	282,081	203,053	485,134
Segment return on net assets (ROA) (%)**	1.91%	3.36%	2.34%
Segment cost of funds (%)***	8.23%	5.26%	5.31%

	As at December 31, 2014 (Audited)		
	Trading & sales	Corporate & Retail banking	Total
	----- (Rupees in '000) -----		
Segment assets (gross)	48,771,496	35,918,910	84,690,406
Segment non-performing loans	-	3,425,347	3,425,347
Segment provision required*	-	3,436,434	3,436,434
Segment liabilities	16,582,920	54,137,023	70,719,943

* The provision against each segment represents provision held against advances, investments and other assets.

** Segment ROA = Net income / (Segment Assets - Segment Provisions)

*** Segment cost of funds have been computed based on the average balances.

21 GENERAL

21.1 This condensed interim financial information was authorised for issue by the management of the Bank on April 15, 2015.

21.2 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

NADEEM LODHI
Managing Director and Citi Country Officer

ADAMJEE YAKOOB
Chief Financial Officer