Citibank (Hong Kong) Limited

Regulatory Capital Disclosures

- Capital Adequacy Ratios
- Leverage Ratio
- Overview of Risk-Weighted Assets

For the Quarter ended March 31, 2017

This document contains Pillar 3 disclosure of the Citibank (Hong Kong) Limited (the "Company") relating to capital adequacy ratios, leverage ratio and risk-weighted assets (“RWA”) by risk types. The following disclosures are prepared in accordance with the Banking (Disclosure) Rules and disclosure templates issued by the Hong Kong Monetary Authority (“HKMA”).

1 Capital adequacy ratios

The capital adequacy ratios were calculated in accordance with the Banking (Capital) Rules issued by the HKMA.

In thousands of Hong Kong dollar	**At Mar 31, 2017**	**At Dec 31, 2016**
Captial		
Common Equity Tier 1 (CET1)	19,797,874	19,085,764
Tier 1	19,797,874	19,085,764
Total	20,472,809	19,789,648
Total RWA	63,207,214	65,200,613
Captial Adequacy Ratios		
Common Equity Tier 1 (CET1) capital ratio	31.32%	29.27%
Tier 1 capital ratio	31.32%	29.27%
Total capital ratio	32.39%	30.35%

2 Leverage ratio

In thousands of Hong Kong dollar	**At Mar 31, 2017**	**At Dec 31, 2016**
Capital and Total exposures		
Tier 1 capital	19,797,874	19,085,764
Total exposures	176,094,363	170,700,700
Leverage Ratio	11.24%	11.18%

The leverage ratio we complied in accordance with the Leverage Ratio Framework issued by the HKMA.

3 Overview of Risk-Weighted Assets

The following table sets out the RWA by risk types and the corresponding minimum capital requirements (i.e. 8% of RWA), as required by the HKMA.

In thousands of Hong Kong dollar		RWA		Minimum capital requirements
		As at Mar 31, 2017	**As at December 31, 2016**	**As at Mar 31, 2017**
1	Credit risk for non-securitization exposures	53,994,810	56,310,718	4,319,585
2	Of which STC approach	53,994,810	56,310,718	4,319,585
4	Counterparty credit risk	47,338	53,263	3,787
16	Market risk	32,425	43,363	2,594
17	Of which STM approach	32,425	43,363	2,594
19	Operational risk	9,549,125	9,406,475	763,930
21	Of which STO approach	9,549,125	9,406,475	763,930
24a	Deduction to RWA	416,484	613,206	33,319
24b	Of which portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 Capital	416,484	613,206	33,319
25	Total	63,207,214	65,200,613	5,056,577

The Company has adopted the “standardized approach” for the calculation of the risk-weighted assets for credit risk, market risk, and operational risk.