



CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS
30 September 2019

Domiciled in Malaysia
Principal place of business :
Menara Citibank
165 Jalan Ampang
50450 Kuala Lumpur

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019

	Note	Group		Bank	
		September 2019 RM'000	December 2018 RM'000	September 2019 RM'000	December 2018 RM'000
ASSETS					
Cash and short term funds	1	4,032,069	2,987,381	4,032,049	2,987,361
Deposits and placements with banks and other financial institutions	2	936,502	996,236	936,502	996,236
Securities purchased under resale agreements		433,441	122,439	433,441	122,439
Investment securities	3	7,858,498	8,929,403	7,858,498	8,929,403
Loans, advances and financing	4	23,072,774	23,932,094	23,072,774	23,932,094
Other assets	6	1,746,106	1,004,538	1,746,106	1,004,538
Statutory deposits with Bank Negara Malaysia	7	365,283	400,524	365,283	400,524
Deferred tax assets		141,120	139,233	141,120	139,233
Investment in subsidiaries		-	-	20	20
Property, plant and equipment		52,167	45,019	52,167	45,019
TOTAL ASSETS		38,637,960	38,556,867	38,637,960	38,556,867
LIABILITIES					
Deposits from customers	8	25,357,750	26,408,324	25,357,750	26,408,324
Deposits and placements of banks and other financial institutions	9	5,604,886	5,317,859	5,604,886	5,317,859
Other liabilities	10	2,648,106	1,701,347	2,648,106	1,701,347
Provision for taxation		57,574	63,119	57,574	63,119
TOTAL LIABILITIES		33,668,316	33,490,649	33,668,316	33,490,649
EQUITY					
Share capital	11	502,000	502,000	502,000	502,000
Reserves	12	4,467,644	4,564,218	4,467,644	4,564,218
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDER OF THE BANK		4,969,644	5,066,218	4,969,644	5,066,218
TOTAL LIABILITIES AND EQUITY		38,637,960	38,556,867	38,637,960	38,556,867
COMMITMENTS AND CONTINGENCIES					
	19	234,306,122	198,520,587	234,306,122	198,520,587

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group (comprised of the Bank and its subsidiaries) and the Bank (Citibank Berhad) for the financial year ended 31 December 2018 and the accompanying notes on page 7 to 37 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD NINE MONTHS ENDED 30 SEPTEMBER 2019**

	Note	Group and Bank	
		September 2019 RM'000	September 2018 RM'000
Revenue		2,002,103	1,886,450
Interest income	13	1,245,730	1,253,026
Interest expense	14	(386,325)	(341,241)
Net interest income		859,405	911,785
Net income from Islamic Banking operations		105,325	24,006
Other operating income	15	651,048	609,418
Total net income		1,615,778	1,545,209
Other operating expenses	16	(679,716)	(693,384)
Operating profit		936,062	851,825
Allowance for loans, advances and financing	17	(43,982)	(50,629)
Allowance for other assets		(4,746)	2,889
Profit before taxation		887,334	804,085
Tax expense		(222,710)	(194,979)
Profit for the period		664,624	609,106
Other comprehensive income/(expense), net of tax			
<i>Items that are or may be reclassified subsequently to profit or loss</i>			
Investment securities			
- Net change in fair value		25,314	4,943
- Net transferred from/(to) profit or loss		1,142	(1,808)
<i>Items that will not be reclassified subsequently to profit or loss</i>			
- Withdrawal by members on remeasurement of defined benefit plans		-	(6,491)
Total other comprehensive income/(expense) for the period		26,456	(3,356)
Total comprehensive income for the period		691,080	605,750
Profit for the period attributable to:			
Owner of the Bank		664,624	609,106
Total comprehensive income attributable to:			
Owner of the Bank		691,080	605,750
Earnings per share - basic (sen)		728	667

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group (comprised of the Bank and its subsidiaries) and the Bank (Citibank Berhad) for the financial year ended 31 December 2018 and the accompanying notes on page 7 to 37 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
 (199401011410 (297089-M))
 (Incorporated in Malaysia)
AND ITS SUBSIDIARIES

UNAUDITED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD NINE MONTHS ENDED 30 SEPTEMBER 2019

	← Attributable to owner of the Bank →				
	← Non-Distributable	Other Reserves	Retained Profits	Total Reserves	
Group and Bank	Share Capital	Other Reserves	Retained Profits	Reserves	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2018	502,000	(19,533)	4,386,521	4,366,988	4,868,988
Effect of adopting MFRS 9 at 1 January 2018	-	3,397	(106,932)	(103,535)	(103,535)
Restated balance at 1 January 2018	502,000	(16,136)	4,279,589	4,263,453	4,765,453
Fair value reserve on investment securities:					
- Net change in fair value	-	4,943	-	4,943	4,943
- Net transferred to profit or loss	-	(1,808)	-	(1,808)	(1,808)
Distribution of funds to the members of defined benefit plans	-	(6,491)	-	(6,491)	(6,491)
Total other comprehensive expense for the period	-	(3,356)	-	(3,356)	(3,356)
Profit for the period	-	-	609,106	609,106	609,106
Total comprehensive (expense)/income for the period	-	(3,356)	609,106	605,750	605,750
Dividends to owner of the Bank	-	-	(480,000)	(480,000)	(480,000)
At 30 September 2018	502,000	(19,492)	4,408,695	4,389,203	4,891,203
At 1 January 2019	502,000	(23,029)	4,587,247	4,564,218	5,066,218
Fair value reserve on investment securities:					
- Net change in fair value	-	25,314	-	25,314	25,314
- Net transferred from profit or loss	-	1,142	-	1,142	1,142
Total other comprehensive income for the period	-	26,456	-	26,456	26,456
Profit for the period	-	-	664,624	664,624	664,624
Total comprehensive income for the period	-	26,456	664,624	691,080	691,080
Dividends to owner of the Bank	-	-	(787,654)	(787,654)	(787,654)
At 30 September 2019	502,000	3,427	4,464,217	4,467,644	4,969,644

Note 11

Note 12

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group (comprised of the Bank and its subsidiaries) and the Bank (Citibank Berhad) for the financial year ended 31 December 2018 and the accompanying notes on page 7 to 37 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD
NINE MONTHS ENDED 30 SEPTEMBER 2019**

	Group		Bank	
	September 2019 RM'000	September 2018 RM'000	September 2019 RM'000	September 2018 RM'000
Profit before taxation	887,334	804,085	887,334	804,085
Adjustments for non cash items	(8,394)	(252,008)	(8,394)	(252,008)
Operating profit before working capital changes	<u>878,940</u>	<u>552,077</u>	<u>878,940</u>	<u>552,077</u>
Changes in working capital :				
Net changes in operating assets	126,474	(390,773)	126,474	(390,773)
Net changes in operating liabilities	183,213	1,323,181	183,213	1,323,181
Income taxes paid	(239,524)	(197,998)	(239,524)	(197,998)
Net cash used in operating activities	<u>949,103</u>	<u>1,286,487</u>	<u>949,103</u>	<u>1,286,487</u>
Net cash used from in investing activities	<u>883,239</u>	<u>(1,163,867)</u>	<u>883,239</u>	<u>(1,163,867)</u>
Net cash used in financing activities	<u>(787,654)</u>	<u>(480,000)</u>	<u>(787,654)</u>	<u>(480,000)</u>
Net changes in cash and cash equivalents	1,044,688	(357,380)	1,044,688	(357,380)
Cash and cash equivalents at beginning of the period	<u>2,987,381</u>	<u>5,879,561</u>	<u>2,987,361</u>	<u>5,879,541</u>
Cash and cash equivalents at end of the period	<u><u>4,032,069</u></u>	<u><u>5,522,181</u></u>	<u><u>4,032,049</u></u>	<u><u>5,522,161</u></u>

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group (comprised of the Bank and its subsidiaries) and the Bank (Citibank Berhad) for the financial year ended 31 December 2018 and the accompanying notes on page 7 to 37 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

A Explanatory Notes Pursuant to Financial Reporting policy document (BNM/RH/STD 032-5) issued by Bank Negara Malaysia.

A1 Basis of preparation

The unaudited interim financial statements for the financial period nine months ended 30 September 2019 have been prepared in accordance with the Financial Reporting policy document issued by Bank Negara Malaysia ("BNM") on 2 February 2018.

The unaudited interim financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2018. The explanatory notes attached in the unaudited interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group and the Bank since the financial year ended 31 December 2018.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2018.

A2 Auditor's Report on preceeding Annual Financial Statements

The audit report on the audited financial statements for the financial year ended 31 December 2018 was not subject to any qualification.

A3 Seasonality or Cyclical factors

The business operations of the Group and the Bank are not subject to material seasonal or cyclical fluctuations.

A4 Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group and the Bank for the financial period nine months ended 30 September 2019.

A5 Changes in estimates

There were no changes in estimates of amounts reported in prior financial year that have a material effect on the financial results and position of the Group and the Bank for the financial period nine months ended 30 September 2019.

A6 Issuance and repayment of Debt and Equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial period nine months ended 30 September 2019.

A7 Dividend

The final ordinary dividends proposed in respect of the year ended 31 December 2018 of RM788 million was paid in June 2019.

A8 Subsequent events

There were no material events subsequent to the end of the reporting date that require disclosure or adjustments to the unaudited interim financial statements.

A9 Changes in the composition of the Group

There were no changes in the composition of the Group for the financial period nine months ended 30 September 2019.

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

B Review of performance and current year prospects

B1 Performance Review

Citibank Berhad registered a net profit of RM665 million and revenue of RM2,002 million for the financial period nine months ended 30 September 2019, an increase of 9% or RM56 million in net profit as compared to previous corresponding period. The net profit increase was mainly contributed by the increase in gains from investment securities and lower other operating expenses.

Total assets recorded an increase of RM81 million as compared to 31 December 2018, mainly contributed by increase of cash and short term funds, securities purchased under resale agreements and derivative assets. Total liabilities recorded an increase of 1% or RM178 million as compared to 31 December 2018. This was mainly driven by increase in derivative liabilities, and deposits and placements with banks and other financial institutions.

B2 Prospects for 2019

Malaysia charted sustainable economic growth of about 4.5% in the financial quarter albeit within a slowing environment given rising trade tensions between the US and China, and a tough global environment. The country's economic resilience is largely underpinned by stable domestic demand, private sector activity and investments. Exports in July grew 97.2%, up 1.7% to RM88 billion from RM86.5 billion in 2018. GDP grew robustly at 4.9% in Q2. Malaysia has recorded RM81.6 billion worth of trade surplus in addition to a well-diversified economy, insulating the country against growing global uncertainties.

Foreign direct investments in the first half of 2019 totalled RM49.5 billion, up from RM25.1 billion in 2018 and were mainly from Japan, Singapore, China and the US. The Government unveiled in mid-October the country's Shared Prosperity Vision 2030 to address income and wealth inequality through a strategic and inclusive model aimed at building a more progressive and higher-value economy.

This landscape to ensure a stronger economy and to future proof the economy augurs well for Malaysia as a leading economy within the context of ASEAN economic growth.

The country's financial services sector remains well capitalized and supportive of economic growth. Citibank Berhad continued with its upward trend of profitable growth in Q3, recording profit before tax of RM887 million.

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(1) Cash and short term funds

	Group	
	September 2019 RM'000	December 2018 RM'000
Cash and balances with banks and other financial institutions	43,925	48,102
Money at call and deposit placements maturing within one month	3,988,144	2,939,279
	<u>4,032,069</u>	<u>2,987,381</u>

	Bank	
	September 2019 RM'000	December 2018 RM'000
Cash and balances with banks and other financial institutions	43,905	48,082
Money at call and deposit placements maturing within one month	3,988,144	2,939,279
	<u>4,032,049</u>	<u>2,987,361</u>

(2) Deposits and placements with banks and other financial institutions

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Licensed banks	<u>936,502</u>	<u>996,236</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(3) Investment securities

(i) By measurement

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Investment securities measured at FVTPL		
- Debt instruments	1,937,338	2,132,243
- Equity instruments	13,032	13,102
Investment securities measured at FVOCI		
- Debt instruments	5,908,128	6,784,058
	<u>7,858,498</u>	<u>8,929,403</u>

(ii) By type

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Malaysian Government Treasury Bills	605,777	51,825
Malaysian Government Securities	3,418,589	5,337,380
Malaysian Government Investment Issues	3,066,134	2,757,050
Bank Negara Malaysia Bills/Notes	588,604	609,385
U.S. Treasury Notes	166,362	160,661
Unquoted securities	13,032	13,102
	<u>7,858,498</u>	<u>8,929,403</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(4) Loans, advances and financing

(i) By measurement

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Loans, advances and financing measured at amortised cost	23,304,340	24,075,714
Loans, advances and financing measured at FVTPL	179,057	284,481
Gross loans, advances and financing	<u>23,483,397</u>	<u>24,360,195</u>
Less: Loss allowance	Note (5)(iv) <u>(410,623)</u>	<u>(428,101)</u>
Net loans, advances and financing	<u><u>23,072,774</u></u>	<u><u>23,932,094</u></u>

(ii) By type

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Overdrafts	382,235	554,163
Term loans/financing		
- Housing loans/financing	9,607,679	10,167,752
- Other term loans/financing	2,580,521	3,030,756
Bills receivable	671,587	1,017,443
Trust receipts	247,221	168,399
Claims on customers under acceptance credits	558,550	732,270
Staff loans	36,419	39,792
Share margin financing	86,130	105,981
Credit cards receivables	6,140,268	6,143,620
Revolving credit	<u>3,184,257</u>	<u>2,415,355</u>
	23,494,867	24,375,531
Unearned interest and income	<u>(11,470)</u>	<u>(15,336)</u>
Gross loans, advances and financing	<u>23,483,397</u>	<u>24,360,195</u>
Less: Loss allowance	Note (5)(iv) <u>(410,623)</u>	<u>(428,101)</u>
Net loans, advances and financing	<u><u>23,072,774</u></u>	<u><u>23,932,094</u></u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(4) Loans, advances and financing (continued)

(iii) By interest/profit rate sensitivity

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Fixed rate		
- Housing loans/financing	525,173	546,131
- Other fixed rate loans/financing	10,987,835	10,721,509
Variable rate		
- Base rate/Base Lending Rate plus	9,624,913	10,230,796
- Cost plus	2,345,476	2,861,759
	<u>23,483,397</u>	<u>24,360,195</u>

(iv) By sector

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Primary agriculture	4,794	5,574
Mining & quarrying	48,625	40,003
Manufacturing (including agriculture based)	2,806,856	2,791,531
Electricity, gas, water	585	1,645
Construction	104,653	19,674
Wholesale, retail trade, restaurants and hotels	1,032,672	1,350,387
Transport, storage and communication	627,360	724,509
Finance, insurance, real estate and business services	1,490,191	1,292,551
Social & community services	18,593	44,305
Household		
- consumption credit	7,107,357	7,126,672
- residential	8,948,826	9,501,516
- purchase of securities	86,130	105,981
- others	96,317	108,945
Other sectors	1,110,438	1,246,902
	<u>23,483,397</u>	<u>24,360,195</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(4) Loans, advances and financing (continued)

(v) Residual contractual maturity

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Maturing within one year	12,269,775	12,403,312
One to five years	1,315,626	1,551,666
Over five years	9,897,996	10,405,217
	<u>23,483,397</u>	<u>24,360,195</u>

(vi) By geographical distribution

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Within Malaysia	<u>23,483,397</u>	<u>24,360,195</u>

(5) Impaired loans, advances and financing

(i) Movements in impaired loans, advances and financing are as follows:

		Group and Bank	
		September 2019 RM'000	December 2018 RM'000
At 1 January		220,517	556,106
Classified as impaired during the period/year		397,459	495,802
Reclassified as performing during the period/year		(218,463)	(460,618)
Amount recovered		(23,649)	(70,409)
Amount written off		(105,772)	(280,024)
Others		<u>(42,263)</u>	<u>(20,340)</u>
At 30 September / 31 December		227,829	220,517
Lifetime ECL credit impairment	Note (5)(iv)	<u>(52,294)</u>	<u>(48,650)</u>
Net impaired loans, advances and financing		<u>175,535</u>	<u>171,867</u>
Ratio of net impaired loans and financing to gross loans and financing less lifetime ECL credit impairment		0.75%	0.71%

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(5) Impaired loans, advances and financing (continued)

(ii) Impaired loans, advances and financing by sector

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Manufacturing (including agriculture based)	12,356	1,938
Construction	886	903
Wholesale, retail trade, restaurants and hotels	13,660	10,344
Transport, storage and communication	209	164
Finance, insurance, real estate and business services	2,955	1,444
Household		
- consumption credit	53,473	53,322
- residential	135,356	143,016
Other sectors	8,934	9,386
	<u>227,829</u>	<u>220,517</u>

(iii) Impaired loans, advances and financing by geographical distribution

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Within Malaysia	<u>227,829</u>	<u>220,517</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(5) Impaired loans, advances and financing (continued)

(iv) Loss allowance

The following tables show reconciliations from the opening to the closing balance of the loss allowance by class of financial instrument.

	Group and Bank							
	September 2019				December 2018			
	12-months ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	Total RM'000	12-months ECL RM'000	Lifetime ECL not credit impaired RM'000	Lifetime ECL credit impaired RM'000	Total RM'000
At 1 January	80,774	298,677	48,650	428,101				467,978
Less: Adjustments on initial application of MFRS 9								
- Reclassified to loans at FVTPL	-	-	-	-				(42,247)
- Remeasurement of ECL	-	-	-	-				144,888
Restated at 1 January	80,774	298,677	48,650	428,101	109,412	300,469	160,738	570,619
Transfer to 12-month ECL	761,264	(725,239)	(36,025)	-	681,243	(638,072)	(43,171)	-
Transfer to lifetime ECL not credit impaired	(8,016)	21,453	(13,437)	-	(6,486)	19,785	(13,299)	-
Transfer to lifetime ECL credit impaired provision	(16)	(107,917)	107,933	-	(129)	(110,449)	110,578	-
Less: Loans/financing derecognised during the period (other than write-offs)	(7,074)	(1,230)	(3,136)	(11,440)	(8,606)	(12,702)	(31,057)	(52,365)
New loans/financing originated or purchased	12,319	878	4,037	17,234	15,816	395	-	16,211
Net remeasurement of loss allowance	(750,415)	667,441	9,236	(73,738)	(661,487)	707,743	15,246	61,502
Modifications to contractual cash flows of financial asset	-	59,025	11,417	70,442	-	75,478	15,607	91,085
Changes in models/risk parameters	1,534	(163,296)	(30,625)	(192,387)	-	-	-	-
Less: Write-offs	(43)	(2,030)	(69,616)	(71,689)	(11,430)	(18,481)	(172,709)	(202,620)
Others	(14,971)	235,211	23,860	244,100	(37,559)	(25,489)	6,717	(56,331)
At 30 September / 31 December	<u>75,356</u>	<u>282,973</u>	<u>52,294</u>	<u>410,623</u>	<u>80,774</u>	<u>298,677</u>	<u>48,650</u>	<u>428,101</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(6) Other assets

	Group and Bank	
	September 2019	December 2018
	RM'000	RM'000
Interest/Income receivables	92,517	117,019
Other debtors, deposits and prepayments	763,325	339,520
Derivative assets	891,743	549,092
	<u>1,747,585</u>	<u>1,005,631</u>
Less: Loss allowance	(1,479)	(1,093)
	<u><u>1,746,106</u></u>	<u><u>1,004,538</u></u>

Note (20)

(7) Statutory deposits with Bank Negara Malaysia

The non-interest bearing statutory deposits are maintained with Bank Negara Malaysia (“BNM”) to satisfy the Statutory Reserve Requirement (“SRR”) as per Section 26(2)(c) of the Central Bank of Malaysia Act, 2009. The amount of which is determined as a set percentage of total eligible liabilities.

(8) Deposits from customers

(i) By type of deposits

	Group and Bank	
	September 2019	December 2018
	RM'000	RM'000
Demand deposits	16,480,919	17,196,802
Saving deposits	1,407,530	1,356,029
Fixed deposits	7,468,971	7,855,493
Others - cash collateral	330	-
	<u>25,357,750</u>	<u>26,408,324</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(8) Deposits from customers (continued)

(ii) By type of customers

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Government and statutory bodies	1,137,520	1,497,786
Business enterprises	14,154,770	14,220,784
Individuals	10,006,974	10,667,935
Others	58,486	21,819
	<u>25,357,750</u>	<u>26,408,324</u>

(iii) Maturity structure of fixed deposits, other deposits and negotiable instruments of deposit are as follows:

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Due within six months	6,216,061	6,422,386
Six months to one year	1,252,369	1,424,599
One year to five years	541	8,508
	<u>7,468,971</u>	<u>7,855,493</u>

(9) Deposits and placements of banks and other financial institutions

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Bank Negara Malaysia	39,979	51,363
Licensed banks	3,623,611	3,894,058
Licensed financial institutions	1,941,296	1,372,438
	<u>5,604,886</u>	<u>5,317,859</u>

(10) Other liabilities

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Interest/Profit payables	43,729	51,124
Other creditors and accruals	1,760,824	1,190,917
Lease liabilities	12,518	-
Structured products	53,806	79,681
Provision for commitments and contingencies	5,518	2,299
Derivatives liabilities	771,711	377,326
	<u>2,648,106</u>	<u>1,701,347</u>

Note (20)

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(11) Share capital

	Group and Bank			
	Amount	Number of	Amount	Number of
	September	shares	December	shares
	2019	September	2018	December
	RM'000	'000	RM'000	'000
Issued and fully paid	502,000	121,697	502,000	121,697

(12) Reserves

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Other reserve	3,427	(23,029)
- Fair value reserve	3,427	(23,029)
Retained profits	4,464,217	4,587,247
	<u>4,467,644</u>	<u>4,564,218</u>

(13) Interest income

	Group and Bank	
	September	September
	2019	2018
	RM'000	RM'000
Loans and advances		
- Interest income other than recoveries from impaired loans	911,042	934,161
- Recoveries from impaired loans	42,328	40,623
Money at call and deposit placements with financial institutions	113,723	124,069
Investment securities	181,894	149,375
Securities purchased under resale agreements	6,862	3,799
	<u>1,255,849</u>	<u>1,252,027</u>
Accretion of discount less amortisation of premium	(10,119)	999
	<u>1,245,730</u>	<u>1,253,026</u>

(14) Interest expense

	Group and Bank	
	September	September
	2019	2018
	RM'000	RM'000
Deposits and placements of banks and other financial institutions	81,082	40,166
Deposits from customers	298,148	296,830
Others	7,095	4,245
	<u>386,325</u>	<u>341,241</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(15) Other operating income

	Group and Bank	
	September 2019	September 2018
	RM'000	RM'000
Fee income:		
Commission	47,835	65,601
Service charges and fees	39,213	43,569
Guarantee fees	5,079	5,425
Bankcard fees	205,313	257,521
Insurance premium and referral	37,239	35,923
Other fee income	37,490	30,933
	<u>372,169</u>	<u>438,972</u>
Trading income:		
Unrealised gain/(loss) from revaluation of investment securities at FVTPL - debt instruments	1,109	(589)
Net gain/(loss) from sales of investment securities at FVTPL - debt instruments	31,459	2,965
Net gain from sales of investment securities at FVOCI	23,853	3,852
	<u>56,421</u>	<u>6,228</u>
Other income:		
Foreign exchange gain/(loss), net	170,902	(180,912)
Gain from derivatives	54,070	352,859
Net gain/(loss) on revaluation of loans, advances and financing at FVTPL	5,289	(6,172)
Loss on disposal of plant and equipment	(21)	(58)
Others	(7,782)	(1,499)
	<u>222,458</u>	<u>164,218</u>
Total other operating income	<u>651,048</u>	<u>609,418</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(16) Other operating expenses

	Group and Bank	
	September 2019	September 2018
	RM'000	RM'000
Personnel costs		
- Salaries, allowances and bonuses	222,297	217,286
- Contribution to Employees Provident Fund	33,641	33,490
- Staff benefits and other compensations	26,091	25,559
- Others	2,539	3,491
	<u>284,568</u>	<u>279,826</u>
Establishment costs		
- Depreciation	14,230	11,992
- Rental of premises	10,979	15,020
- Hire of equipments	393	437
- Utilities	2,639	2,965
- Repairs & Maintenance	6,744	7,080
- Others	8,576	5,750
	<u>43,561</u>	<u>43,244</u>
Marketing expenses		
- Advertisement and promotional expenses	19,989	19,971
- Others	599	280
	<u>20,588</u>	<u>20,251</u>
Administration and general expenses		
- Processing cost	229,415	242,284
- Auditors' remuneration	1,347	1,501
- Stationeries and supplies	2,515	2,725
- Communication expenses	4,151	4,701
- Others	93,571	98,852
	<u>330,999</u>	<u>350,063</u>
Total other operating expenses	<u>679,716</u>	<u>693,384</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(17) Allowance for loans, advances and financing

	Group and Bank	
	September 2019 RM'000	September 2018 RM'000
12-months ECL	(5,418)	(26,632)
Lifetime ECL not credit impaired	(15,704)	(1,852)
Lifetime ECL credit impaired	3,644	7,224
Impaired loans, advances and financing:		
- written off	133,717	144,469
- recovered	(72,257)	(72,580)
	<u>43,982</u>	<u>50,629</u>

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(18) Capital adequacy

(a) The capital adequacy ratios are as follows:

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Computation of Total Risk-Weighted Assets ("RWA")		
Credit Risk RWA	22,224,560	21,899,709
Market Risk RWA	1,908,428	1,782,855
Operational Risk RWA	3,874,006	3,836,381
Total Risk-Weighted Assets	<u>28,006,994</u>	<u>27,518,945</u>
Computation of Capital Ratios *		
Common Equity Tier 1 ("CET 1") Capital	4,162,015	4,926,985
Tier 1 Capital	4,162,015	4,926,985
Total Capital	4,439,822	5,200,731
Before deducting proposed dividends:		
Common Equity Tier 1 ("CET 1") Capital ratio	NA	17.904%
Tier 1 Capital ratio	NA	17.904%
Total Capital ratio	<u>NA</u>	<u>18.899%</u>
After deducting proposed dividends:		
Common Equity Tier 1 ("CET 1") Capital ratio	14.861%	15.040%
Tier 1 Capital ratio	14.861%	15.040%
Total Capital ratio	<u>15.853%</u>	<u>16.035%</u>

* In arriving at the capital base used in the ratio calculations of the Bank, payments of dividends were deducted for June 2019 (proposed dividend were not deducted for December 2018)

The capital adequacy ratios of the Group and of the Bank are computed in accordance with BNM's Capital Adequacy Framework (Capital Components and Basel II - Risk-Weighted Assets) reissued on 2 February 2018. The Group and the Bank have adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. The stated minimum regulatory capital adequacy ratios before including capital conservation buffer and countercyclical capital buffer ("CCyB") for CET 1 Capital ratio, Tier 1 Capital ratio and Total Capital ratio are 4.5%, 6.0% and 8.0% respectively.

(b) The components of CET 1, Tier 1 and Tier 2 Capital are as follows:

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
CET 1 Capital/Tier 1 Capital		
Paid up ordinary share capital	502,000	502,000
Retained profits	3,799,593	4,587,247
Other reserves	3,427	(23,029)
Less: Regulatory adjustments	(143,005)	(139,233)
Total CET 1 Capital/Tier 1 Capital	<u>4,162,015</u>	<u>4,926,985</u>
Tier 2 Capital		
Loss allowance and regulatory reserves*	<u>277,807</u>	<u>273,746</u>
Total Tier 2 Capital	<u>277,807</u>	<u>273,746</u>
Total Eligible Tier 2 Capital	277,807	273,746
Total Capital	<u>4,439,822</u>	<u>5,200,731</u>

* Excludes loss allowance restricted from Tier 2 Capital by BNM of RM82 million (2018: RM106.8 million)

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(19) Commitments and contingencies

The off-balance sheet exposures and their related counterparty credit risk of the Group and the Bank are as follows:

September 2019 Group and Bank	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted assets RM'000
Nature of item			
Direct credit substitutes	1,191,651	1,191,651	1,060,300
Transaction related contingent items	558,151	279,075	251,092
Short term self liquidating trade related contingencies	354,369	70,874	44,077
Forward asset purchases	15,310	15,310	15,310
Foreign exchange related contracts:			
One year or less	81,584,420	677,826	438,271
Over one year to five years	3,233,695	112,115	67,803
Over five years	-	-	-
Interest/Profit rate related contracts:			
One year or less	29,043,749	51,811	27,111
Over one year to five years	77,016,364	1,342,907	629,593
Over five years	4,536,400	223,030	88,580
Equity related contracts:			
One year or less	190,495	5,726	2,863
Over one year to five years	-	-	-
Over five years	-	-	-
Debt security contracts and other commodity contracts:			
One year or less	2,123,598	143,114	111,446
Over one year to five years	1,863,873	154,922	151,358
Over five years	-	-	-
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	-	-	-
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	522,877	261,439	239,825
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	14,262,139	-	-
Unutilised credit card lines	17,809,031	3,561,806	2,688,190
Total	234,306,122	8,091,606	5,815,819

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(19) Commitments and contingencies (continued)

December 2018			
Group and Bank	Principal	Credit	Risk
Nature of item	amount	equivalent	weighted
	RM'000	amount	assets
		RM'000	RM'000
Direct credit substitutes	1,478,949	1,478,949	1,367,221
Transaction related contingent items	568,008	284,004	269,300
Short term self liquidating trade related contingencies	189,206	37,841	34,754
Forward asset purchases	-	-	-
Foreign exchange related contracts:			
One year or less	68,824,339	424,234	260,961
Over one year to five years	1,910,151	60,370	38,787
Over five years	39,456	1,795	1,838
Interest/Profit rate related contracts:			
One year or less	18,192,349	13,706	4,088
Over one year to five years	68,143,038	777,713	280,706
Over five years	3,190,000	83,300	28,075
Equity related contracts:			
One year or less	1,587,018	47,611	23,806
Over one year to five years	-	-	-
Over five years	-	-	-
Debt security contracts and other commodity contracts:			
One year or less	1,784,191	536,034	276,606
Over one year to five years	585,791	148,408	85,675
Over five years	-	-	-
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	18,464	3,693	3,693
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	419,225	209,613	176,447
Any commitments that are unconditionally cancelled at any time by the bank without prior notice or that effectively provide for automatic cancellation due to deterioration in a borrower's creditworthiness	13,706,370	-	-
Unutilised credit card lines	17,884,032	3,576,806	2,702,336
Total	198,520,587	7,684,077	5,554,293

CITIBANK BERHAD
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(20) Derivative financial instruments

	← September 2019 →			← December 2018 →		
	Contract Amount RM'000	Positive fair value RM'000	Negative fair value RM'000	Contract amount RM'000	Positive fair value RM'000	Negative fair value RM'000
Foreign exchange related contracts:						
- Forwards	79,472,654	174,197	144,068	65,027,260	200,204	181,589
- Cross currency interest rate swaps	4,304,659	16,492	27,565	4,693,055	176,377	53,539
- Options	1,040,801	1,054	645	1,053,631	2,851	2,016
Interest/Profit rate contracts:						
- Futures	837,900	-	-	3,309,600	-	-
- Swaps	109,428,613	619,647	509,755	85,975,787	97,670	57,970
- Options	330,000	-	-	240,000	332	-
Equity related contracts	190,495	11	21	1,587,018	632	642
Others	3,987,472	80,342	89,657	2,369,982	71,026	81,570
	<u>199,592,594</u>	<u>891,743</u>	<u>771,711</u>	<u>164,256,333</u>	<u>549,092</u>	<u>377,326</u>
		Note 6	Note 10		Note 6	Note 10

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019

	Note	Group and Bank	
		September 2019 RM'000	December 2018 RM'000
Assets			
Cash and short term funds	(a)	1,003,882	1,680,534
Investment securities	(b)	1,354,611	960,471
Financing, advances and others	(c)	318,679	446,329
Deferred tax assets		9,565	-
Other assets	(e)	18,699	11,235
Total assets		2,705,436	3,098,569
Liabilities			
Deposits from customers	(f)	652,509	912,763
Deposits and placements of banks and other financial institutions	(g)	1,508,330	1,727,618
Deferred tax liabilities		-	138
Other liabilities	(h)	4,822	5,629
Total liabilities		2,165,661	2,646,148
Islamic Banking funds	(i)	539,775	452,421
Total liabilities and Islamic Banking funds		2,705,436	3,098,569
Commitments and Contingencies	(q)	6	-

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group (comprised of the Bank and its subsidiaries) and the Bank (Citibank Berhad) for the financial year ended 31 December 2018 and the accompanying notes on page 27 to 37 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD NINE MONTHS ENDED 30 SEPTEMBER 2019

	Note	Group and Bank	
		September 2019 RM'000	September 2018 RM'000
Income derived from investments of depositors' funds and others	(j)	64,190	37,711
Allowance for financing, advances and others	(k)	140	(237)
Total attributable income		64,330	37,474
Income attributable to depositors and others	(l)	(8,156)	(5,256)
Total attributable to the Bank		56,174	32,218
Income/(loss) derived from investment of Islamic Banking funds	(m)	49,291	(8,449)
Total net income		105,465	23,769
Other operating expenses	(o)	(14)	(53)
Profit before taxation		105,451	23,716
Tax expense		(18,333)	(6,942)
Profit for the period		87,118	16,774
Other comprehensive expense, net of tax			
<i>Items that are or may be reclassified subsequently to profit or loss</i>			
Investment securities			
- Net change in fair value		236	274
Total other comprehensive expense for the period		236	274
Total comprehensive income for the period		87,354	17,048
Profit for the period attributable to:			
Owner of the Bank		87,118	16,774
Total comprehensive income attributable to:			
Owner of the Bank		87,354	17,048

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group (comprised of the Bank and its subsidiaries) and the Bank (Citibank Berhad) for the financial year ended 31 December 2018 and the accompanying notes on page 27 to 37 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

UNAUDITED STATEMENTS OF CHANGES IN ISLAMIC BANKING FUNDS
FOR THE FINANCIAL PERIOD NINE MONTHS ENDED 30 SEPTEMBER 2019

	Group and Bank			
	Capital funds RM'000	Fair value reserve RM'000	Retained profits RM'000	Total RM'000
At 1 January 2018	20,000	-	388,435	408,435
Effect of MFRS 9 adoption	-	-	257	257
Restated balance at 1 January 2018	20,000	-	388,692	408,692
Fair value reserve on investment securities:				
- Net change in fair value	-	274	-	274
Profit for the period	-	-	16,774	16,774
Total comprehensive income for the period	-	274	16,774	17,048
At 30 September 2018	20,000	274	405,466	425,740
At 1 January 2019	20,000	1,078	431,343	452,421
Fair value reserve on investment securities:				
- Net change in fair value	-	236	-	236
Profit for the period	-	-	87,118	87,118
Total comprehensive income for the period	-	236	87,118	87,354
At 30 September 2019	20,000	1,314	518,461	539,775

Note (i)

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group (comprised of the Bank and its subsidiaries) and the Bank (Citibank Berhad) for the financial year ended 31 December 2018 and the accompanying notes on page 27 to 37 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(a) Cash and short term funds

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Cash and balances with banks and other financial institutions	1,774	2,136
Money at call and deposit placements maturing within one month	1,002,108	1,678,398
	<u>1,003,882</u>	<u>1,680,534</u>

(b) Investment securities

(i) By measurement

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Investment securities measured at FVOCI	<u>1,354,611</u>	<u>960,471</u>

(ii) By type

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Malaysian Government Investment Issues	<u>1,354,611</u>	<u>960,471</u>

(c) Financing, advances and others

(i) By measurement

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Financing, advances and others measured at amortised cost	230,426	246,255
Financing, advances and others measured at FVTPL	88,980	200,807
Gross Financing, advances and others	<u>319,406</u>	<u>447,062</u>
Less: Loss allowance	(727)	(733)
Total net financing, advances and others	<u>318,679</u>	<u>446,329</u>

Note (d)(iii)

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(e) Financing, advances and others (continued)

(ii) By type

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Term financing		
- Housing financing	151,022	168,423
- Other term financing	172,921	284,087
	<u>323,943</u>	<u>452,510</u>
Unearned income	(4,537)	(5,448)
Gross financing, advances and others	319,406	447,062
Less: Loss allowance	(727)	(733)
Total net financing, advances and others	<u><u>318,679</u></u>	<u><u>446,329</u></u>

Note (d)(iii)

(iv) By contract

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Bai'Bi Thaman Ajil	9,817	10,960
Diminishing Musharakah	136,670	152,015
Murabahah	172,919	284,087
	<u>319,406</u>	<u>447,062</u>

(v) By profit rate sensitivity

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Fixed rate		
- House financing	146,487	162,975
Variable rate		
- Cost plus	172,919	284,087
	<u>319,406</u>	<u>447,062</u>

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(e) Financing, advances and others (continued)

(vi) By sector

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Manufacturing (including agriculture based)	83,791	82,722
Finance, insurance, real estate and business services	89,128	201,366
Household-residential	146,084	162,535
Other sectors	403	439
	<u>319,406</u>	<u>447,062</u>

(d) Impaired financing, advances and others

(i) Movements in impaired financing, advances and others are as follows:

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
At 1 January	4,161	8,147
Classified as impaired during the period/year	4,338	3,608
Reclassified as performing during the period/year	(4,900)	(6,556)
Amount recovered	(340)	(418)
Amount written off	-	(279)
Others	(292)	(341)
At 30 September / 31 December	<u>2,967</u>	<u>4,161</u>
Lifetime ECL credit impairment	(18)	(23)
Net impaired financing, advances and others	<u>2,949</u>	<u>4,138</u>
Ratio of net impaired financing, advances and others to total gross financing, advances and others less lifetime ECL credit impaired	0.92%	0.93%

(ii) Impaired financing, advances and others by sector are as follows:

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Household - Residential	<u>2,967</u>	<u>4,161</u>

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(d) Impaired financing, advances and others (continued)

(iii) Loss allowance

The following tables show reconciliations from the opening to the closing balance of the loss allowance by class of financial instrument.

	Group and Bank							
	September 2019				December 2018			
	12-months ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	Total	12-months ECL	Lifetime ECL not credit impaired	Lifetime ECL credit impaired	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January	657	53	23	733				32,175
Less: Adjustments on initial application of MFRS 9								
- Reclassified to loans at FVTPL	-	-	-	-				(31,024)
- Remeasurement of ECL	-	-	-	-				(340)
Restated at at 1 January	657	53	23	733	286	28	497	811
Transfer to 12-month ECL	210	(187)	(23)	-	193	(46)	(147)	-
Transfer to lifetime ECL not credit impaired	(82)	133	(51)	-	(30)	102	(72)	-
Transfer to lifetime ECL credit impaired provision	-	(34)	34	-	-	(11)	11	-
Less: Financing derecognised during the period (other than write-offs)	(25)	(3)	(6)	(34)	(16)	(3)	(1)	(20)
New financing originated or purchased	-	-	-	-	103	-	-	103
Net remeasurement of loss allowance	(139)	817	49	727	(1)	-	-	(1)
Changes in models/risk parameters	-	(1,924)	(655)	(2,579)	-	-	-	-
Less: Write-offs	-	-	-	-	(142)	(67)	(279)	(488)
Others	23	1,210	647	1,880	264	50	14	328
At 30 June / 31 December	644	65	18	727	657	53	23	733

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(e) **Other assets**

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Profit receivables	17,339	9,299
Other debtors, deposits and prepayments	1,464	2,153
	<u>18,803</u>	<u>11,452</u>
Less: Loss allowance	(104)	(217)
	<u><u>18,699</u></u>	<u><u>11,235</u></u>

(f) **Deposits and funds from customers**

(i) **By type of deposit and funds**

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Non-Mudarabah Fund		
Demand deposits	609,456	866,008
Saving deposits	43,053	46,755
	<u>652,509</u>	<u>912,763</u>

(ii) **By type of customers**

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Government and statutory bodies	287,857	701,849
Business enterprises	314,426	152,795
Individuals	50,226	58,119
	<u>652,509</u>	<u>912,763</u>

(g) **Deposits and placements of banks and other financial institutions**

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Bank Negara Malaysia	1,384,989	1,289,160
Licensed banks	21,210	347,366
Licensed financial institutions	102,131	91,092
	<u>1,508,330</u>	<u>1,727,618</u>

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(h) Other liabilities

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Provision for taxation	82	82
Other creditors and accruals	4,740	5,547
	<u>4,822</u>	<u>5,629</u>

(i) Islamic Banking funds

	Group and Bank	
	September	December
	2019	2018
	RM'000	RM'000
Fund allocated	20,000	20,000
Fair value reserve	1,314	1,078
Retained profits	518,461	431,343
	<u>539,775</u>	<u>452,421</u>

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(j) Income derived from investments of depositors' funds and others

	Group and Bank	
	September 2019 RM'000	September 2018 RM'000
Income derived from investment of:		
(i) General investment funds	64,190	37,711

(i) Income derived from investment of general investment funds

	Group and Bank	
	September 2019 RM'000	September 2018 RM'000
Finance income and hibah		
Financing, advances and others	6,153	6,679
Money at call and placements with financial institutions	23,991	27,523
Investment securities at FVOCI	33,637	2,824
Investment securities at FVTPL	-	335
	<u>63,781</u>	<u>37,361</u>
Accretion of discount less amortisation of premium	374	334
Total finance income and hibah	<u>64,155</u>	<u>37,695</u>
Other operating income		
Fee income	35	16
	<u>35</u>	<u>16</u>
Income from general investment funds	<u>64,190</u>	<u>37,711</u>

(k) Allowance for financing, advances and others

	Group and Bank	
	September 2019 RM'000	September 2018 RM'000
12-months ECL	(126)	228
Lifetime ECL not credit impaired	11	2
Lifetime ECL credit impaired	(4)	2
Impaired financing, advances and others:		
- written off	22	7
- recovered	(43)	(2)
	<u>(140)</u>	<u>237</u>

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(l) Income attributable to depositors and others

	Group and Bank	
	September 2019 RM'000	September 2018 RM'000
Deposits and funds from customers		
- Non-Mudarabah funds	8,115	5,210
Others	41	46
	<u>8,156</u>	<u>5,256</u>

(m) Income/(loss) derived from investment of Islamic Banking funds

	Group and Bank	
	September 2019 RM'000	September 2018 RM'000
Financing, advances and other	1,065	1,813
Money at call and placements with financial institutions	4,150	7,472
Investment securities at FVOCI	5,819	767
Investment securities at FVTPL	-	91
	<u>11,034</u>	<u>10,143</u>
Accretion of discount less amortisation of premium	(3,159)	373
Total finance income and hibah	<u>7,875</u>	<u>10,516</u>
Other operating income		
Gain from investment securities at FVOCI	-	174
Gain from investment securities at FVTPL	7,081	61
Fee income	104	147
Gain/(loss) from trading activities	1,974	(5,205)
Net loss on revaluation of financing, advances and others at FVTPL	32,257	(14,142)
	<u>41,416</u>	<u>(18,965)</u>
Income/(loss) from Islamic Banking Funds	<u>49,291</u>	<u>(8,449)</u>

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(n) Income from Islamic Banking operations

For consolidation with the conventional operations, income from Islamic banking operations comprises the following:

	Group and Bank	
	September	September
	2019	2018
	RM'000	RM'000
Income derived from investment of depositors' funds and others	(j) 64,190	37,711
Income attributable to depositors and others	(l) (8,156)	(5,256)
Income/(loss) derived from investment of Islamic Banking funds	(m) 49,291	(8,449)
	<u>105,325</u>	<u>24,006</u>

(o) Other operating expenses

	Group and Bank	
	September	September
	2019	2018
	RM'000	RM'000
Personnel costs		
- Staff allowances and benefits	-	58
Establishment costs		
- Rental	11	11
Administrative and general expenses		
- Others	3	(16)
	<u>14</u>	<u>53</u>

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(p) **Capital adequacy**

(i) The capital adequacy ratios are as follows:

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
Computation of Total Risk-Weighted Assets ("RWA")		
Credit Risk RWA	144,867	149,910
Operational Risk RWA	147,523	115,264
Total Risk-Weighted Assets	<u>292,390</u>	<u>265,174</u>
Computation of Capital Ratios		
Common Equity Tier 1 ("CET 1") Capital	442,369	451,828
Tier 1 Capital	442,369	451,828
Total Capital	443,183	452,756
Common Equity Tier 1 ("CET 1") Capital ratio	151.294%	170.389%
Tier 1 Capital ratio	151.294%	170.389%
Total Capital ratio	<u>151.573%</u>	<u>170.739%</u>

The capital adequacy ratios of the Group and of the Bank are computed in accordance with BNM's Capital Adequacy Framework (Capital Components and Basel II - Risk-Weighted Assets) reissued on 2 February 2018. The Group and the Bank have adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. The stated minimum regulatory capital adequacy ratios before including capital conservation buffer and countercyclical capital buffer ("CCyB") for CET 1 Capital ratio, Tier 1 Capital ratio and Total Capital ratio are 4.5%, 6.0% and 8.0% respectively.

(ii) The components of CET 1, Tier 1 and Tier 2 Capital are as follows:

	Group and Bank	
	September 2019 RM'000	December 2018 RM'000
CET 1 Capital/Tier 1 Capital		
Fund allocated	20,000	20,000
Retained profits	431,343	431,343
Other reserves	1,314	1,078
Less: Regulatory adjustments	(10,288)	(593)
Total CET 1 Capital/Tier 1 Capital	<u>442,369</u>	<u>451,828</u>
Tier 2 Capital		
Loss allowance and regulatory reserves*	814	928
Total Tier 2 Capital	<u>814</u>	<u>928</u>
Total Capital	<u>443,183</u>	<u>452,756</u>

* Excludes loss allowance restricted from Tier 2 Capital by BNM of RM Nil. (2018: RM Nil).

CITIBANK BERHAD
ISLAMIC BANKING OPERATIONS
(199401011410 (297089-M))
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

(q) Commitments and Contingencies

The off-balance sheet exposures and their related counterparty credit risk of the Group and the Bank are as follows:

September 2019			
Group and Bank	Principal amount	Credit equivalent amount	Risk weighted assets
Nature of item	RM'000	RM'000	RM'000
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	6	3	1
Total	6	3	1

December 2018			
Group and Bank	Principal amount	Credit equivalent amount	Risk weighted assets
Nature of item	RM'000	RM'000	RM'000
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	-	-	-
Total	-	-	-