

CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES
(Company No. 297089 M)
(Incorporated in Malaysia)
UNAUDITED BALANCE SHEET AT 30 JUNE 2005

		Group		Bank	
		JUN 2005 RM'000	DEC 2004 RM'000	JUN 2005 RM'000	DEC 2004 RM'000
ASSETS					
Cash and short term funds	1	6,877,798	4,560,906	6,877,798	4,560,906
Deposits and placements with financial institutions	2	2,718,654	3,781,378	2,718,654	3,781,378
Securities purchased under resale agreements		1,517,024	1,293,439	1,517,024	1,293,439
Securities held for trading	3	1,911,902	2,991,111	1,911,902	2,991,111
Securities available-for-sale	4	2,974,852	3,992,390	2,974,852	3,992,390
Securities held-to-maturity	5	613,499	272,499	613,499	272,499
Loans, advances and financing	6	19,428,718	19,968,705	19,428,718	19,968,705
Other assets	7	517,011	535,647	516,991	535,627
Statutory deposits with Bank Negara Malaysia		642,291	588,414	642,291	588,414
Deferred tax assets		65,695	65,695	65,695	65,695
Investment in subsidiary companies		-	-	20	20
Fixed assets		90,856	98,961	90,856	98,961
TOTAL ASSETS		<u>37,358,300</u>	<u>38,149,145</u>	<u>37,358,300</u>	<u>38,149,145</u>
LIABILITIES AND SHAREHOLDERS' FUNDS					
FUNDS					
Deposits from customers	8	21,247,719	23,620,887	21,247,719	23,620,887
Deposits and placements of banks and other financial institutions	9	6,610,166	6,965,656	6,610,166	6,965,656
Obligations on securities sold under repurchase agreements		3,783,340	1,864,979	3,783,340	1,864,979
Bills and acceptances payable		178,612	147,252	178,612	147,252
Recourse obligations on loans sold to Cagamas		1,568,484	1,804,572	1,568,484	1,804,572
Other liabilities	10	1,460,090	1,455,786	1,460,090	1,455,786
TOTAL LIABILITIES		<u>34,848,411</u>	<u>35,859,132</u>	<u>34,848,411</u>	<u>35,859,132</u>
SHARE CAPITAL	11	121,697	121,697	121,697	121,697
RESERVES	12	2,388,192	2,168,316	2,388,192	2,168,316
SHAREHOLDERS' FUNDS		<u>2,509,889</u>	<u>2,290,013</u>	<u>2,509,889</u>	<u>2,290,013</u>
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		<u>37,358,300</u>	<u>38,149,145</u>	<u>37,358,300</u>	<u>38,149,145</u>
COMMITMENTS AND CONTINGENCIES		<u>65,752,567</u>	<u>86,407,350</u>	<u>65,752,567</u>	<u>86,407,350</u>

**CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES
(Company No. 297089 M)
(Incorporated in Malaysia)**

**UNAUDITED PROFIT AND LOSS ACCOUNT OF THE GROUP AND BANK
FOR THE FINANCIAL PERIOD ENDING 30 JUNE 2005**

		Group and Bank	
		June 2005 RM'000	June 2004 RM'000
Revenue		1,100,968	1,016,733
Interest income	13	873,999	782,173
Interest expense	14	(413,813)	(356,577)
Net interest income		<u>460,186</u>	<u>425,596</u>
<i>Net Islamic Banking Operating Income</i>		10,929	3,714
Non-interest income	15	216,040	230,846
Operating Income		<u>687,155</u>	<u>660,156</u>
Staff Cost and Overheads	16	(313,408)	(320,089)
Profit Before Provision		<u>373,747</u>	<u>340,067</u>
Allowance for losses on loan and financing	17	(23,417)	(50,616)
Profit Before Taxation		<u>350,330</u>	<u>289,451</u>
Taxation	18	(108,833)	(102,547)
Profit after taxation		<u>241,497</u>	<u>186,904</u>
Earnings per share - Basic (sen)		<u>397</u>	<u>307</u>

**CITIBANK BERHAD
AND ITS SUBSIDIARIES**

(Company No. 297089)

(Incorporated in Malaysia)

Unaudited Statement Of Changes In Equity For The Period Ended 30 June 2005

Group and Bank

	← Non-Distributable →		Distributable					Proposed Dividend RM'000	Total RM'000
	Share Capital RM'000	Share Premium RM'000	Statutory Reserve RM'000	Other Reserve RM'000	Retained Profits RM'000	Total Reserve RM'000			
At 1 January 2004	121,697	380,303	121,697	-	1,259,595	1,883,292	70,000	1,953,292	
Unrealised net gain/loss on revaluation of securities				(20,471)	696	(19,775)		(19,775)	
Profit after taxation -as previously stated	-	-	-	-	368,131	368,131	-	368,131	
-prior year adjustment				54,498	3,867	58,365		58,365	
	121,697	380,303	121,697	34,027	1,632,289	2,290,013	70,000	2,360,013	
Dividend paid - final 2003	-	-	-	-	-	-	(70,000)	(70,000)	
At 31 December 2004	121,697	380,303	121,697	34,027	1,632,289	2,290,013	-	2,290,013	
At 1 January 2005	121,697	380,303	121,697	34,027	1,632,289	2,290,013	-	2,290,013	
Profit after taxation	-	-	-	-	241,497	241,497	-	241,497	
Unrealised net gain/loss on revaluation of securities available for sale	-	-	-	(21,621)	-	(21,621)	-	(21,621)	
At 30 June 2005	121,697	380,303	121,697	12,406	1,873,786	2,509,889	-	2,509,889	

**CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES**

(Company No. 297089 M)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CASH FLOW STATEMENTS

FOR THE PERIOD ENDED 30 June 2005

	June 2005 RM'000	June 2004 RM'000
Profit before tax expenses and zakat	241,497	186,904
Adjustments for non cash items	25,257	90,275
Changes in working capital:-		
Net changes in operating assets	2,430,970	(3,147,093)
Net changes in operating Liabilities	(930,825)	5,914,541
Taxes paid	(81,496)	(66,358)
Net cash generated from operating activities	1,685,403	2,978,269
Net cash generated from investment activities	631,489	631,489
Net cash generated from HFS	-	-
dividend from invesment securities	-	-
Cash flow form financing activities		(70,000)
Net change in cash and cash equivalents	2,316,892	3,539,758
Cash and cash equivalents at the beginning of the year	4,560,906	4,232,347
Cash and cash equivalents at the end of the period	6,877,798	7,772,105

CITIBANK BERHAD
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**A Explanatory Notes Pursuant to Revised Guidelines on Financial Reporting
for Licensed Institutions (BNM/GP8) Issued by Bank Negara Malaysia**

A1 Basis of preparation

The unaudited condensed interim financial statements for the six months ended June 30, 2005 have been prepared in accordance with the revised GP8 guidelines issued by Bank Negara Malaysia.

The accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the previous audited annual accounts except for the adoption of the revised guidelines on Financial Reporting for Licensed Institutions (BNM/GP8) issued by Bank Negara Malaysia which became effective for the current financial year. The adoption of the revised BNM/GP8 have resulted in changes in the accounting policies of the Group and the Bank which have been applied retrospectively in the unaudited condensed interim financial statements and the details are disclosed in Note A2

A2 Change in Accounting Policies

During the six months ended June 30, 2005, the Group and the Bank have adopted the revised BNM/GP8 which resulted in the following new accounting policies

a) The holdings of the securities portfolio of the Group and the Bank are segregated based on the following categories and valuation methods:

i) Securities held for trading

Securities are classified as held for trading if they are acquired principally for the purpose of selling or repurchasing it in the near term or it is part of a portfolio of identified securities that are managed together and for which there is evidence of a recent actual pattern of short-term profit taking. Securities classified as held for trading are stated at fair value and any gain or loss arising from a change in the fair value will be recognised in profit or loss.

ii) Securities held to maturity

Securities held to maturity are securities with fixed or determinable payments and fixed maturity that a reporting institution has the positive intention and ability to hold to maturity. These investments will be measured at amortised cost using the effective interest rate method. Amortisation of premium, accretion of discount and impairment are recognised in the income statement.

iii) Securities available for sale

Securities available for sale are securities that are not classified as held for trading or held to maturity investments are measured at fair value. Investments in equity instruments that do not have quoted market price in an active market and whose fair value cannot be reliably measured will be stated at cost. Any gain or loss arising from a change in the fair value will be recognised directly in equity through the statement of changes in equity except for impairment losses and foreign gains and losses.

iv) Non Performing Loans

Where a loan becomes non performing, interest accrued and recognised as income prior to the date the loan are classified as non-performing shall be reverse as income and set off against the accrued interest receivable account in the balance sheet. Thereafter, the interest accrued on the non-performing loans shall be recognised as income on a cash basis instead of being accrued and suspended at the time as prescribed previously.

v) Prior Year Adjustments

The changes in accounting policies as described above were applied retrospectively.

vi) Performance Review

The Bank's profit after tax for the interim period ended 30 June 2005 of RM 242 million was RM 55 million or 29% higher than that of the previous corresponding interim period of RM 187 million. The improvement was mainly due to the higher net interest income, lower allowance for losses on loan due to loan recoveries and effective cost management and lower fraud losses which helped to reduce the overhead by 3%.

Compared with the proceeding quarter, our net loan base had increased marginally by RM 173 million. However we are still maintaining a healthy loan/deposit ratio of 88% against 90% from the proceeding quarter.

vii) Prospects for 2005

The Bank maintains a positive outlook on the 2nd half of 2005 although it has been be competitive and challenging with the moderating economy coupled with ample liquidity in the banking system that resulted in compressed margin.

The bank will remain focus in maintaining the Bank's market position in credit card and mortgage, while building up small and medium enterprise business and the wealth management capability. In addition, the bank will continue to expand its products offering in Islamic Banking and leveraged on the business opportunities arisen from the exchange control liberalization. The recent MYR de-peg would further allow the Bank in delivering enhanced solution to the customers in their funds management and business operations. Barring any unforeseen circumstances, the Bank expects to register satisfactory performance for the current financial year.

CITIBANK BERHAD

Company No. 297089 M

1 CASH AND SHORT TERM FUNDS

	Group and Bank	
	Jun 2005 RM'000	Dec 2004 RM'000
Cash and balances with banks and other financial institutions	272,667	228,511
Money at call and deposit placements maturing within one month	6,605,131	4,332,395
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	6,877,798	4,560,906
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2 DEPOSITS AND PLACEMENTS WITH FINANCIAL INSTITUTIONS

	Group and Bank	
	Jun 2005 RM'000	Dec 2004 RM'000
Bank Negara Malaysia	950,940	-
Licensed banks	1,767,714	3,781,378
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	2,718,654	3,781,378
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CITIBANK BERHAD

Company No. 297089 M

3 SECURITIES HELD-FOR-TRADING

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
At fair value		
Malaysian Government Treasury Bills	37,456	44,264
Malaysian Government Stock	497,434	1,176,132
Malaysian Government Investment Issues	26,084	40,225
BNM Bills/Notes	182,396	482,152
Cagamas Notes /Bonds	511,492	372,432
Khazanah Bonds	158,310	177,230
Danaharta Bonds	-	124,324
Commercial Paper	29,966	-
Private Debt Securities	468,764	574,352
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	1,911,902	2,991,111
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4 SECURITIES AVAILABLE-FOR-SALE

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
At fair value		
Malaysian Government Treasury Bills/Govt Stock	1,285,293	2,580,297
Malaysian Government Investment Issues	137,385	78,937
Cagamas Bonds	372,430	467,367
Khazanah Bonds	131,336	-
Private Debt Securities/FNMA	1,042,868	669,210
Yankee Bonds/US bonds	-	193,219
Quoted securities:-		
Bond & equity	5,540	3,360
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	2,974,852	3,992,390
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CITIBANK BERHAD

Company No. 297089 M

5 SECURITIES HELD-TO-MATURITY

	Group and Bank	
	Jun 2005	Dec 2004
	RM'000	RM'000
At amortised cost		
Negotiable Instruments of Deposit	606,000	265,000
Unquoted securities:-		
Shares	7,499	7,499
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	613,499	272,499
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CITIBANK BERHAD

Company No. 297089 M

6 LOANS, ADVANCES AND FINANCING

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
Overdrafts	1,919,674	2,097,014
Term loans		
-Housing loans/financing	10,083,865	9,727,363
-Hire Purchase receivables	77,993	63,521
-Lease Receivable	122,751	157,869
-Other term loan	1,391,016	1,551,963
Credit cards receivables	3,169,121	3,152,838
Bills receivable	601,444	1,855,037
Trust receipts	111,320	60,878
Claims on customers under acceptance credits	1,269,413	967,692
Staff loans	124,977	128,967
Revolving credit	1,115,131	779,000
Other loans	159,146	145,320
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	20,145,851	20,687,462
Unearned interest and income	(46,989)	(40,740)
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Gross loans, advances and financing	20,098,862	20,646,722
Allowance for bad and doubtful debts and financing		
- specific	(376,995)	(375,927)
- general	(293,149)	(302,090)
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Net loans, advances and financing	19,428,718	19,968,705
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CITIBANK BERHAD

Company No. 297089 M

6a By type of customer

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
Domestic banking institutions		
Domestic non bank institutions	165,330	145,503
Domestic business enterprises	3,249,692	3,658,674
-Small and medium enterprises	1,126,365	1,184,134
Individuals	15,519,061	15,372,686
Foreign entities	38,414	285,725
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	20,098,862	20,646,722
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6b By interest/profit rate sensitivity

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
Fixed rate		
Housing loans/financing	201,105	187,581
Hire Purchase receivable	76,035	63,607
Other fixed rate loan/financing	7,102,164	7,939,128
Variable rate		
BLR plus	12,302,129	12,211,023
Cost plus	417,429	245,383
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	20,098,862	20,646,722
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CITIBANK BERHAD

Company No. 297089 M

6c By sector

	Group and Bank	
	Jun 2005 RM'000	Dec 2004 RM'000
Agriculture	45,293	51,223
Mining and quarrying	9,533	109,235
Manufacturing	1,839,424	2,488,652
Electricity / Gas & Water	391,291	214,866
Construction	82,289	86,273
Real estate	36,090	29,138
Purchase of landed property		
- Residential	11,135,872	10,865,497
- Non-residential	555,775	587,348
Wholesale, retail trade and restaurant & hotel	872,908	917,157
Transport, storage and communication	441,254	533,246
Finance, insurance and business services	500,040	477,059
Purchase of securities	365,042	424,293
Consumption credit	3,789,669	3,831,816
Others	34,382	30,919
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	20,098,862	20,646,722
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CITIBANK BERHAD

Company No. 297089 M

6d Non-performing loans by sector

	Group and Bank	
	Jun 2005	Dec 2004
	RM'000	RM'000
Agriculture	11	41
Manufacturing	62,875	89,791
Construction	37,301	38,084
Real estate	24,734	-
Purchase of landed property		
- Residential	173,902	148,027
- Non-residential	43,362	44,535
Wholesale, retail trade and restaurant & hotel	1,399	3,017
Transport, storage and communication	165	-
Finance, insurance and business services	8,402	17,070
Purchase of securities	18,719	2,669
Consumption credit	321,681	322,123
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	692,551	665,357
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CITIBANK BERHAD

Company No. 297089 M

6e Movements in the non-performing loans and financing (NPL) are as follows :-

	Group and Bank	
	Jun 2005 RM'000	Dec 2004 RM'000
Balance at 1 January	665,357	617,576
Non-performing during the period	205,979	374,035
Reclassified as performing	(58,321)	(173,069)
Recoveries	(64,923)	(118,460)
Recoveries from debt conversion	(14,814)	-
Amount written off	(35,931)	(34,725)
Amount written off on debt conversion	(4,796)	-
	<hr/>	<hr/>
At end of the period/year	692,551	665,357
Allowance - Specific	(376,995)	(375,927)
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Net non performing loans, advances and financing	<u>315,556</u>	<u>289,430</u>
Ratio of net non-performing loans and financing to net loans and financing	1.60%	1.43%

6f Movements in the allowance for bad and doubtful debts (and financing) accounts are as follows:-

	Group and Bank	
	Jun 2005 RM'000	Dec 2004 RM'000
<u>Allowance General</u>		
Balance at 1 January	302,090	286,668
Provisions made during the year	(8,941)	15,422
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Balance at 31 Jun/31 Dec	<u>293,149</u>	<u>302,090</u>
Percentage of gross loans, advances and financing less allowance for specific debts	<u>1.5%</u>	<u>1.5%</u>

CITIBANK BERHAD

Company No. 297089 M

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
<u>Allowance for Specific debts</u>		
Balance at 1 January	375,927	297,544
Allowance made during the period/year	73,450	139,210
Amount recovered	(42,693)	(47,110)
Amount written off	(29,689)	(13,717)
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Balance at 30 Jun/31 Dec	376,995	375,927
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7 OTHER ASSETS

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
Interest/Income receivable	119,651	115,094
Other debtors, deposits and prepayments	397,340	420,533
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	516,991	535,627
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CITIBANK BERHAD

Company No. 297089 M

8 DEPOSITS FROM CUSTOMERS

a By type of deposit

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
Demand deposits	4,053,906	4,704,690
Saving deposits	1,046,842	1,104,065
Fixed deposits	15,381,466	15,391,015
Other deposits	214,200	263,700
Negotiable Instruments of Deposit	531,147	2,143,388
Others - cash collateral	20,158	14,029
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	21,247,719	23,620,887
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b By type of customers

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
Federal and state governments	51,923	100,018
Government and statutory bodies	10,734	519
Business enterprise	9,997,382	11,798,685
Individuals	11,176,640	10,987,014
Others	11,040	734,651
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	21,247,719	23,620,887
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CITIBANK BERHAD

Company No. 297089 M

9 DEPOSITS AND PLACEMENTS OF BANKS AND OTHER FINANCIAL INSTITUTIONS

	Group and Bank	
	Jun 2005 RM'000	Dec 2004 RM'000
Licensed banks	6,602,219	6,856,621
Licensed finance companies	-	100,000
Bank Negara Malaysia	7,947	9,035
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	6,610,166	6,965,656
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10 OTHER LIABILITIES

	Group and Bank	
	Jun 2005 RM'000	Dec 2004 RM'000
Interest/Profit payable	121,372	87,678
Other creditors and accruals	1,108,930	1,163,954
Provision for retirement benefits	5,447	6,438
Profit Equalisation Reserve	6,151	4,550
Taxation	218,190	193,166
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	1,460,090	1,455,786
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CITIBANK BERHAD

Company No. 297089 M

11 SHARE CAPITAL

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
Authorised:-		
Ordinary shares of RM1.00 each	<u>500,000,000</u>	<u>500,000,000</u>
Issued and fully paid	<u>121,696,972</u>	<u>121,696,972</u>

12 RESERVES

	Group and Bank	
	Jun	Dec
	2005	2004
	RM'000	RM'000
Share premium	380,303	380,303
Statutory reserve	121,697	121,697
Other Reserve	12,406	34,027
Retained profit	1,873,786	1,632,289
	<u>2,388,192</u>	<u>2,168,316</u>

CITIBANK BERHAD
(Company No. 297089 M)

13 INTEREST INCOME

	Group and Bank	
	June 2005 RM'000	June 2004 RM'000
Loans and advances		
- Interest income other than recoveries from NPI	625,490	625,125
- Recoveries from NPL	10,479	7,107
Money at call and deposit placements with financial institutions	125,591	89,233
Securities held-for-trading	33,674	21,268
Securities available for sale	63,155	58,775
Securities held-to maturity	6,424	2,210
Securities purchased under resale agreements	27,558	356
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	892,371	804,074
Accretion of discounts less amortisation of premium	(18,372)	(21,901)
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	<u>873,999</u>	<u>782,173</u>

14 INTEREST EXPENSE

	Group and Bank	
	June 2005 RM'000	June 2004 RM'000
Deposits and placements of banks and other financial institutions	81,280	30,825
Deposits from other customers	251,537	230,622
Loans sold to Cagamas	31,391	48,930
Others	49,605	46,200
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	<u>413,813</u>	<u>356,577</u>

CITIBANK BERHAD
(Company No. 297089 M)

15 OTHER OPERATING INCOME

	Group and Bank	
	June 2005 RM'000	June 2004 RM'000
Fee income:		
Commission	39,346	43,456
Service charges and fees	10,187	8,108
Guarantee fees	4,778	6,256
Other fee income	84,222	90,881
	<u>138,533</u>	<u>148,701</u>
Net profit from securities held for trading	3,339	4,375
Gain from sales of available-for-sale securities	19,471	10,416
Gross dividends from unquoted investment securities	25	25
	<u>22,835</u>	<u>14,816</u>
Other income:		
Foreign exchange profit	54,654	67,309
Gain/loss on disposal of fixed assets	18	20
	<u>54,672</u>	<u>67,329</u>
	<u>216,040</u>	<u>230,846</u>

CITIBANK BERHAD
(Company No. 297089 M)

15 OVERHEAD EXPENSES

	Group and Bank	
	June 2005 RM'000	June 2004 RM'000
Personnel costs		
-Salary	76,128	81,279
-Others	53,796	50,183
Establishment costs		
-depreciation	13,160	17,758
-rental	11,451	10,838
-utility	2,696	2,538
-others	4,564	1,248
Marketing expenses		
-Advertisement	16,919	16,703
-Others	17,736	13,573
Administration and general expenses		
-processing cost	34,469	27,285
-others	82,489	98,684
	313,408	320,089
	313,408	320,089

16 LOAN AND FINANCING LOSS ALLOWANCE

	Group and Bank	
	June 2005 RM'000	June 2004 RM'000
Allowance for bad and doubtful debts and financing:-		
Specific allowance (net of recoveries)		
- made in the financial period	73,450	70,762
- written back	(42,693)	(23,307)
General allowance	(8,940)	2,416
- Profit equalisation reserve	1,600	745
	23,417	50,616
	23,417	50,616

CITIBANK BERHAD
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17 TAXATION

	Group and Bank	
	June	June
	2005	2004
	RM'000	RM'000
Current year tax expense	<u>108,833</u>	<u>102,547</u>

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COMMITMENT AND CONTINGENCIES

	June 05			Dec 04		
	Principal Amount RM'000	Credit Equivalent Amount RM'000	Risk weighted amount RM'000	Principal Amount RM'000	Credit Equivalent Amount RM'000	Risk weighted amount RM'000
Direct credit substitute	1,237,803	1,237,803	1,392,897	1,578,547	1,578,547	1,578,547
Transaction -related contingent items	368,662	184,331	161,452	341,584	170,792	170,792
Short-term self liquidating trade-related contingencies	365,227	73,045	71,685	373,159	74,632	62,419
Irrevocable commitments to extend credit						
-maturity not exceeding one year	1,488,195	744,098	856,402	1,702,107	851,054	756,270
-maturity exceeding one year	12,878,988	-	-	20,806,570	-	-
Foreign exchange related contracts:						
-Less than one year	20,472,282	279,496	86,261	25,404,587	2,675,025	133,604
-One year to less than 5 years	1,021,405	100,398	21,753	482,290	24,116	9,260
-5 years and above	-	-	-	-	-	-
Interest rate related contracts:						
-Less than one year	6,958,698	14,893	3,289	8,674,140	13,517	2,753
-One year to less than 5 years	18,683,303	467,269	184,455	24,479,857	676,007	292,801
-5 years and above	949,641	71,601	23,138	1,809,319	119,206	34,588
Equity and commodity related contracts	-	-	-	-	-	-
Others	1,328,363	-	-	755,190	-	-
Total	65,752,567	3,172,934	2,801,332	86,407,350	6,182,896	3,041,034

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CAPITAL ADEQUACY

The capital adequacy ratios of the Bank are as follows:-

	Group and Bank	
	June	Dec
	2005	2004
	RM'000	RM'000
Tier 1 capital		
Paid-up share capital	121,697	121,697
Share premium	380,303	380,303
Other reserves	1,788,013	1,788,013
Adjusted retained earnings	2,290,013	2,290,013
Deferred Tax asset adjustment	(65,695)	(65,695)
Total Tier-I capital	<u>2,224,318</u>	<u>2,224,318</u>
Tier-II capital		
General allowance for bad and doubtful debts	293,149	302,090
Total capital	<u>2,517,467</u>	<u>2,526,408</u>
Less: Investments in subsidiaries	(20)	(20)
Capital base	<u>2,517,447</u>	<u>2,526,388</u>

Breakdown of risk-weighted assets in the various categories of risk-weights:-

	Group and Bank	
	June	Dec
	2005	2004
	RM'000	RM'000
0% Risk Weightage	8,047,201	8,608,208
10% Risk Weightage	454,981	466,961
20% Risk Weightage	6,640,965	7,066,698
50% Risk Weightage	11,419,360	11,740,268
100% Risk Weightage	13,114,156	13,853,823
Total credit risk weighted assets	<u>39,676,663</u>	<u>41,735,958</u>
Market risk adjusted assets	1,217,730	1,183,632
Total Risk Weighted Assets	<u>21,415,257</u>	<u>22,367,625</u>
Core capital ratio	10.39%	9.94%
Risk weighted capital ratio	11.76%	11.29%

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Interest/profit rate risk

Group	Up to	> 1 - 3	> 3 - 12	> 1 - 5	over 5	Non-interest	Trading book	Total	Effective interest
2005	1 mth	months	months	years	years	sensitive			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
ASSETS									
Cash and short term funds	6,605,131	-	-	-	-	272,667	-	6,877,798	1.34%
Deposits and placements with financial institutions	-	1,579,786	129,509	1,009,359	-	-	-	2,718,654	7.38%
Securities purchased under resale agreements	874,511	442,592	199,921	-	-	-	-	1,517,024	2.78%
Securities held for trading	-	-	-	-	-	-	1,911,902	1,911,902	3.62%
Securities available-for-sale	228,705	68,480	203,794	2,470,478	3,395	-	-	2,974,852	5.13%
Securities held-to-maturity	250,000	356,000	-	-	-	7,499	-	613,499	4.91%
Loans, advances and financing	-	-	-	-	-	-	-	-	-
- performing	5,759,589	1,840,044	258,020	930,744	10,359,007	(411,237)	-	18,736,167	7.55%
- non-performing *	-	-	-	-	-	692,551	-	692,551	
Other asset	-	-	-	-	-	516,991	-	516,991	
Statutory Deposits with BNM	-	-	-	-	-	642,291	-	642,291	
Investment in subs	-	-	-	-	-	20	-	20	
Property, plant and equipment	-	-	-	-	-	90,856	-	90,856	
Deferred tax	-	-	-	-	-	65,695	-	65,695	
TOTAL ASSETS	13,717,936	4,286,902	791,244	4,410,581	10,362,402	1,877,333	1,911,902	37,358,300	
LIABILITIES AND SHAREHOLDERS' EQUITY									
Deposits from customers	9,466,830	4,549,119	3,570,890	618,941	64,500	2,977,439	-	21,247,719	2.74%
Deposits and placements of banks and other financial institutions	2,000,567	1,587,881	2,984,429	37,289	-	-	-	6,610,166	2.63%
Obligation on securities sold under repurchase agreements	3,724,561	9,200	-	49,579	-	-	-	3,783,340	1.48%
Bills and acceptance payable	-	-	-	-	-	178,612	-	178,612	0.00%
Other liabilities	-	-	-	-	-	1,460,090	-	1,460,090	
Recourse obligation on loans sold to Cagamas	89,148	187,801	310,432	316,176	664,927	-	-	1,568,484	3.82%
Total Liabilities	15,281,106	6,334,001	6,865,751	1,021,985	729,427	4,616,141	-	34,848,411	
Shareholders' equity						2,509,889	-	2,509,889	
Minority interests									
Total Liabilities and Shareholders' equity	15,281,106	6,334,001	6,865,751	1,021,985	729,427	7,126,030	-	37,358,300	
On Balance Sheet interest sensitivity gap	8,168,301	2,047,099	6,074,507	(3,388,596)	(9,632,975)	5,248,697	(1,911,902)	6,605,131	
Off Balance Sheet interest sensitivity gap	(618,000)	212,000	983,000	(821,000)	110,000	-	-	(134,000)	
	7,550,301	2,259,099	7,057,507	(4,209,595)	(9,522,975)	5,248,697	(1,911,902)	6,471,131	