



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

UNAUDITED CONDENSED FINANCIAL STATEMENTS
30 September 2014

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

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

UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2014

	Note	Group		Bank	
		September 2014 RM'000	December 2013 RM'000	September 2014 RM'000	December 2013 RM'000
ASSETS					
Cash and short term funds	1	9,134,555	10,847,348	9,134,535	10,847,328
Deposits and placements with banks and other financial institutions	2	1,379,923	843,609	1,379,923	843,609
Securities purchased under resale agreements		304,570	484,631	304,570	484,631
Financial assets held-for-trading	3	3,037,857	2,543,577	3,037,857	2,543,577
Financial investments available for-sale	4	678,049	1,792,120	678,049	1,792,120
Loans, advances and financing	5	21,413,766	20,498,282	21,413,766	20,498,282
Other assets	7	1,140,214	901,806	1,140,214	901,806
Statutory deposits with Bank Negara Malaysia	8	425,745	359,000	425,745	359,000
Deferred tax assets		14,463	19,105	14,463	19,105
Investment in subsidiary companies		-	-	20	20
Plant and equipment		62,540	82,733	62,540	82,733
TOTAL ASSETS		37,591,682	38,372,211	37,591,682	38,372,211
LIABILITIES					
Deposits from customers	9	23,968,408	25,783,529	23,968,408	25,783,529
Deposits and placements of banks and other financial institutions	10	7,030,441	5,856,257	7,030,441	5,856,257
Bills and acceptances payable		51,345	52,688	51,345	52,688
Other liabilities	11	2,296,482	2,352,153	2,296,482	2,352,153
TOTAL LIABILITIES		33,346,676	34,044,627	33,346,676	34,044,627
EQUITY					
Share capital	12	121,697	121,697	121,697	121,697
Reserves	13	4,123,309	4,205,887	4,123,309	4,205,887
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDER OF THE BANK		4,245,006	4,327,584	4,245,006	4,327,584
TOTAL LIABILITIES AND EQUITY		37,591,682	38,372,211	37,591,682	38,372,211
OFF-BALANCE SHEET EXPOSURES	20	90,028,109	77,626,306	90,028,109	77,626,306

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 subsidiary companies) and the Bank (Citibank Berhad) for the financial year ended 31 December 2013 and the accompanying notes on page 5 to 44 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
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UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD NINE MONTHS ENDED 30 SEPTEMBER 2014

	Note	Group and Bank	
		September 2014 RM'000	September 2013 RM'000
Revenue		1,688,990	1,647,498
Interest income	14	1,183,645	1,156,953
Interest expense	15	(315,746)	(338,469)
Net interest income		<u>867,899</u>	<u>818,484</u>
Net income from Islamic banking operations		22,686	27,092
Other operating income	16	482,659	463,453
Total net income		<u>1,373,244</u>	<u>1,309,028</u>
Other operating expenses	17	(722,853)	(680,952)
Operating profit		<u>650,391</u>	<u>628,076</u>
Allowance for loans, advances and financing	18	(91,527)	(115,951)
Profit before taxation		<u>558,864</u>	<u>512,125</u>
Tax expense		(139,763)	(128,563)
Profit for the period		<u><u>419,101</u></u>	<u><u>383,563</u></u>
Other comprehensive (expense)/income, net of income tax			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
- Net loss on revaluation of financial investments available-for-sale		1,405	(1,948)
<i>Items that are or may be reclassified subsequently to profit or loss</i>			
- Net gain on remeasurement of defined benefit plans		(3,084)	-
Other comprehensive (expense)/income for the period, net of income tax		<u>(1,679)</u>	<u>(1,948)</u>
Total comprehensive income for the period		<u><u>417,422</u></u>	<u><u>381,615</u></u>
Profit for the period attributable to:			
Equity holder of the Bank		<u>419,101</u>	<u>383,563</u>
Total comprehensive income attributable to:			
Equity holder of the Bank		<u><u>417,422</u></u>	<u><u>381,615</u></u>
Earnings per share - basic (sen)		<u>459</u>	<u>420</u>

The unaudited condensed 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 2013 and the accompanying notes on page 5 to 44 attached to the unaudited condensed interim financial statements.

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UNAUDITED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD NINE MONTHS ENDED 30 SEPTEMBER 2014

Group and Bank	←----- Attributable to equity holder of the Bank -----→						
	<----- Non-Distributable ----->				Distributable		Total Reserves RM'000
	Share Capital RM'000	Share Premium RM'000	Statutory Reserve RM'000	Other Reserves RM'000	Retained Profits RM'000	Total Reserves RM'000	
At 1 January 2013	121,697	380,303	121,697	(823)	3,662,946	4,164,123	4,285,820
Profit for the period	-	-	-	-	383,563	383,563	383,563
Other comprehensive income for the period	-	-	-	(1,948)	-	(1,948)	(1,948)
Dividend paid	-	-	-	-	(500,000)	(500,000)	(500,000)
At 30 September 2013	121,697	380,303	121,697	(2,771)	3,546,509	4,045,738	4,167,435
At 1 January 2014	121,697	380,303	121,697	8,054	3,695,833	4,205,887	4,327,584
Profit for the period	-	-	-	-	419,101	419,101	419,101
Other comprehensive expense for the period	-	-	-	(1,679)	-	(1,679)	(1,679)
Dividend paid	-	-	-	-	(500,000)	(500,000)	(500,000)
At 30 September 2014	121,697	380,303	121,697	6,375	3,614,934	4,123,309	4,245,006
	Note 12					Note 13	

The unaudited condensed 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 2013 and the accompanying notes on page 5 to 44 attached to the unaudited condensed interim financial statements.

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**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS FOR THE
FINANCIAL PERIOD NINE MONTHS ENDED 30 SEPTEMBER 2014**

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Profit before taxation	558,864	512,125
Adjustments for non cash items	131,924	184,565
Operating profit before working capital changes	690,788	696,690
Changes in working capital :		
Net changes in operating assets	(2,167,210)	(1,458,123)
Net changes in operating liabilities	(722,839)	99,826
Income taxes paid	(135,333)	(133,933)
Net cash (used in)/ generated from operating activities	(2,334,594)	(795,540)
Net cash generated from investing activities	1,121,801	1,331,187
Net cash used in financing activities	(500,000)	(500,000)
Net changes in cash and cash equivalents	(1,712,793)	35,647
Cash and cash equivalents at beginning of the year	10,847,328	10,293,215
Cash and cash equivalents at end of the period	9,134,535	10,328,862

The unaudited condensed 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 2013 and the accompanying notes on page 5 to 44 attached to the unaudited condensed interim financial statements.

**CITIBANK BERHAD
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- A** Explanatory Notes Pursuant to Revised Guidelines on Financial Reporting for Banking Institutions (BNM/RH/GL 015-3) issued by Bank Negara Malaysia.

A1 Basis of preparation

The unaudited interim financial statements for the financial period nine months ended 30 September 2014 have been prepared in accordance with the revised Guidelines on Financial Reporting issued by Bank Negara Malaysia ("BNM") on 28 June 2013.

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 2013. 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 2013.

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 2013.

A2 Auditor's Report on preceeding Annual Financial Statements

The audit report on the audited financial statements for the financial year ended 31 December 2013 was not subject to any qualification.

A3 Seasonality or Cyclical factors

The business operations of 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 Bank for the financial period nine months ended 30 September 2014.

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 Bank for the financial period nine months ended 30 September 2014.

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 2014.

A7 Dividend

The final ordinary dividends proposed in respect of the financial year ended 31 December 2013 of RM500 million was paid during the current financial period.

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 2014.

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B Review of performance and current year prospects

B1 Performance Review

Citibank Berhad registered a pre-tax profit of RM559 million and revenue of RM1,689 million for nine months ended 30 September 2014, an increase of 9% or RM47 million in pre-tax profit as compared to previous corresponding period. The higher profit was mainly contributed by the increase of 6% or RM49 million in net interest income and the decrease of allowance for loans, advances and financing of 21% or RM24 million as compared to previous corresponding period. Other operating income recorded an increase of 4% or RM19 million as compared to previous corresponding period.

Total assets recorded a decrease of RM781 million as compared to 31 December 2013 mainly contributed by the decrease of cash and short term funds of 16% or RM1,713 million. Loans, advances and financing has recorded an increase of 4% or RM915 million as compared to 31 December 2013. On the other hand, total liabilities recorded a decrease of 2% or RM698 million as compared to 31 December 2013. This is mainly contributed by the decrease of deposits from customers of 7% or RM1,815 million.

B2 Prospects for 2014

Malaysia's GDP was revised by the World Bank to 5.7% from an earlier forecast of 5.4% given higher exports driven by global recovery. The country will likely see stronger export volumes further this year and the next as a result of higher petrochemical production, higher energy commodity and growing demand in the electrical and electronics sector.

In view of the country's tighter fiscal and monetary conditions including subsidy rationalization and the pending implementation of the GST in 2015, which are projected to impede domestic growth consumption, the World Bank has projected a lower GDP growth of 5.0% for 2015 and 2016.

Against this landscape, the Malaysian economy showed steady progress with improving exports and foreign direct investments in the manufacturing and trade sectors which in turn enhanced investment efficiency and sustainability. The financial services sector whilst maintaining its momentum of growth had its fair share of challenges particularly in the consumer space due to rising household debt and measures to curb property speculation. Nevertheless, the sector continued to be the main engine of economic development to accelerate growth particularly in industrial development and manufacturing, whilst investing in new technology to upgrade consumer banking services.

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(1) Cash and short term funds

	Group	
	September 2014 RM'000	December 2013 RM'000
Cash and balances with banks and other financial institutions	71,365	84,618
Money at call and deposit placements maturing within one month	9,063,190	10,762,730
	<u>9,134,555</u>	<u>10,847,348</u>

	Bank	
	September 2014 RM'000	December 2013 RM'000
Cash and balances with banks and other financial institutions	71,345	84,598
Money at call and deposit placements maturing within one month	9,063,190	10,762,730
	<u>9,134,535</u>	<u>10,847,328</u>

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

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Bank Negara Malaysia	500,000	100,000
Licensed banks	879,923	743,609
	<u>1,379,923</u>	<u>843,609</u>

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(3) Financial assets held-for-trading

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
At fair value		
Malaysian Government Treasury Bills	147,927	161,551
Malaysian Government Securities	951,541	100,312
Malaysian Government Investment Issues	632,462	113,221
Bank Negara Malaysia Bills/Notes	1,305,927	2,168,493
	<hr/>	<hr/>
	3,037,857	2,543,577
	<hr/> <hr/>	<hr/> <hr/>

(4) Financial investment available-for-sale

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Malaysian Government Treasury Bills/ Securities	31,779	599,952
Bank Negara Malaysia Bills	-	545,552
Malaysian Government Investment Issues	639,121	639,117
Yankee Bonds/US bonds	-	-
Unquoted securities	7,149	7,499
	<hr/>	<hr/>
	678,049	1,792,120
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CITIBANK BERHAD
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(5) Loans, advances and financing

(i) By type

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Overdrafts	533,691	474,258
Term loans/financing		
-Housing loans/financing	10,207,932	9,218,551
-Other term loans/financing	1,433,389	1,650,245
Bills receivable	931,623	1,023,755
Trust receipts	349	1,223
Claims on customers under acceptance credits	890,312	761,376
Staff loans	75,119	82,866
Share margin financing	223,469	209,105
Credit cards receivables	6,436,628	6,364,477
Revolving credit	1,252,863	1,128,461
Other loans	-	162,563
	<u>21,985,375</u>	<u>21,076,880</u>
Unearned interest and income	(17,863)	(20,686)
Gross loans, advances and financing	<u>21,967,512</u>	<u>21,056,194</u>
Less:		
Allowance for impaired loans, advances and financing		
- Collective assessment allowance	(370,297)	(368,381)
- Individual assessment allowance	(183,449)	(189,531)
Net loans, advances and financing	<u><u>21,413,766</u></u>	<u><u>20,498,282</u></u>

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(5) Loans, advances and financing (continued)

(ii) By interest/profit rate sensitivity

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Fixed rate		
Housing loans/financing	687,382	697,459
Other fixed rate loans/financing	10,269,190	9,873,938
Variable rate		
BLR plus	10,325,544	9,727,043
Cost plus	685,396	757,754
	21,967,512	21,056,194

(iii) By sector

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Primary agriculture	20,683	24,337
Mining & quarrying	54,408	41,557
Manufacturing (including agriculture based)	1,951,561	1,614,026
Electricity, gas, water	9,918	11,112
Construction	54,625	38,516
Wholesale, retail trade, restaurants and hotels	727,249	711,917
Transport, storage and communication	257,010	320,181
Finance, insurance, real estate and business services	508,274	968,580
Social & community services	20,803	20,453
Household		
- consumption credit	7,228,103	6,993,296
- residential	9,861,032	9,321,700
- purchase of securities	223,469	209,105
- others	220,125	229,353
Other sectors	830,252	552,061
	21,967,512	21,056,194

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(5) Loans, advances and financing (continued)
(iv) Residual contractual maturity

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Maturing within one year	10,625,701	10,443,716
One to five years	690,219	658,579
Over five years	10,651,592	9,953,899
	<u>21,967,512</u>	<u>21,056,194</u>

(v) By geographical distribution

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Within Malaysia	<u>21,967,512</u>	<u>21,056,194</u>

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(6) Impaired loans, advances and financing

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

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
At 1 January	452,355	481,854
Classified as impaired during the period/year	452,254	657,235
Reclassified as performing during the period/year	(223,990)	(369,473)
Amount recovered	(116,378)	(154,339)
Amount written off	(105,358)	(162,922)
At 30 September/31 December	458,883	452,355
Individual assessment allowance	(183,449)	(189,531)
Net impaired loans, advances and financing	275,434	262,824
Ratio of net impaired loans and financing to gross loans and financing less individual assessment allowance	1.26%	1.26%

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

**(ii) Movements in the allowance for impaired loans, advances and financing
are as follows:**

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
<u>Collective assessment allowance</u>		
At 1 January	368,381	357,064
Allowance made during the period/year, net	1,916	11,317
At 30 September/31 December	370,297	368,381
As % of gross loans, advances and financing less individual assessment allowance	1.70%	1.77%
<u>Individual assessment allowance</u>		
At 1 January	189,531	205,769
Allowance made during the period/year	13,553	12,976
Written back during the period/year	(11,075)	(12,658)
Written off during the period/year	(8,560)	(16,556)
At 30 September/31 December	183,449	189,531

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

(iii) Impaired loans, advances and financing by sector

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Primary agriculture	7,388	7,388
Mining & quarrying	-	748
Manufacturing (including agriculture based)	27,477	28,280
Construction	13,052	12,423
Wholesale, retail trade, restaurants and hotels	13,268	12,245
Transport, storage and communication	49	61
Finance, insurance, real estate and business services	3,659	7,762
Household		
- consumption credit	99,773	104,762
- residential	274,288	258,538
- purchase of securities	19,358	19,490
Other sectors	571	658
	458,883	452,355
	458,883	452,355

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

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Within Malaysia	458,883	452,355
	458,883	452,355

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(7) Other assets

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Interest/Income receivables	23,765	28,315
Other debtors, deposits and prepayments	591,380	246,439
Retirement benefits plan	10,228	10,228
Derivative assets (Note 21)	502,635	600,510
Taxation	12,206	16,314
	<u>1,140,214</u>	<u>901,806</u>

(8) Statutory deposits with Bank Negara Malaysia

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

(9) Deposits from customers

(i) By type of deposit

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Demand deposits	10,521,600	11,068,690
Saving deposits	1,165,218	1,117,806
Fixed deposits	8,452,303	9,231,986
Other deposits	3,765,111	4,352,378
Negotiable instruments of deposit	10,000	10,000
Others - cash collateral	54,176	2,669
	<u>23,968,408</u>	<u>25,783,529</u>

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(9) Deposits from customers (continued)

(ii) By type of customers

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Government and statutory bodies	3,881	7,343
Business enterprises	11,061,335	13,043,042
Individuals	12,050,289	11,886,623
Others	852,903	846,521
	23,968,408	25,783,529

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

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Due within six months	10,817,257	12,326,286
Six months to one year	1,404,601	1,260,122
One year to three years	5,556	7,956
	12,227,414	13,594,364

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

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Bank Negara Malaysia	152,370	131,422
Licensed banks	4,464,867	3,163,145
Licensed finance companies	2,413,204	2,561,690
	7,030,441	5,856,257

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(11) Other liabilities

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Interest/Profit payables	44,943	48,902
Other creditors and accruals	1,774,507	1,778,633
Derivatives liabilities (Note 21)	477,032	524,618
	<u>2,296,482</u>	<u>2,352,153</u>

(12) Share capital

	Group and Bank			
	Amount September 2014 RM'000	Number of shares September 2014 '000	Amount December 2013 RM'000	Number of shares December 2013 '000
Ordinary shares of RM1 each				
Authorised	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Issued and fully paid	<u>121,697</u>	<u>121,697</u>	<u>121,697</u>	<u>121,697</u>

(13) Reserves

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Share premium	380,303	380,303
Statutory reserve	121,697	121,697
Other reserve	6,375	8,054
- Fair value reserve	(2,878)	(4,283)
- Defined benefit reserve	9,253	12,337
Retained profits	3,614,934	3,695,833
	<u>4,123,309</u>	<u>4,205,887</u>

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(14) Interest income

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Loans and advances		
- Interest income other than recoveries from impaired loans	904,884	856,313
- Recoveries from impaired loans	37,816	35,734
Money at call and deposit placements with financial institutions	139,690	107,947
Financial assets held-for-trading	23,559	29,997
Financial investments available-for-sale	20,512	65,313
Securities purchased under resale agreements	19,869	18,314
	<u>1,146,330</u>	<u>1,113,618</u>
Accretion of discounts	37,315	43,335
	<u><u>1,183,645</u></u>	<u><u>1,156,953</u></u>

(15) Interest expense

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Deposits and placements of banks and other financial institutions	30,476	14,893
Deposits from customers	282,209	320,370
Others	3,061	3,206
	<u>315,746</u>	<u>338,469</u>

**CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES**

(Company No. 297089 M)

(Incorporated in Malaysia)

(16) Other operating income

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Fee income:		
Commission	119,768	115,299
Service charges and fees	4,539	10,641
Guarantee fees	4,906	4,476
Bankcard fees	176,030	154,464
Insurance premium and referral	22,371	24,072
Other fee income	52,764	49,282
	<u>380,378</u>	<u>358,234</u>
Trading income:		
Unrealised gain/(loss) from revaluation of financial assets held-for-trading	4,240	(4,684)
Net gain from sales of securities		
- Financial assets held-for-trading	12,136	2,422
- Financial investments available-for-sale	5,000	7,669
Gross dividends from unquoted securities	175	245
	<u>21,551</u>	<u>5,652</u>
Other income:		
Foreign exchange profit		
- unrealised gain	56,240	133,630
- realised gain	21,989	23,433
Gain/Loss from derivatives	2,562	(57,487)
Loss on disposal of of plant and equipment	(61)	(10)
	<u>80,730</u>	<u>99,566</u>
Total other operating income	<u><u>482,659</u></u>	<u><u>463,453</u></u>

**CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES**

(Company No. 297089 M)

(Incorporated in Malaysia)

(17) Other operating expenses

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Personnel costs		
-Salaries, allowances and bonuses	243,984	246,617
-Contribution to Employees Provident Fund	31,694	32,289
-Staff benefits and other compensations	29,625	30,067
-Others	3,403	6,715
	308,706	315,688
Establishment costs		
-Depreciation	24,622	27,018
-Rental of premises	16,019	17,518
-Hire of equipments	731	1,612
-Utilities	4,125	3,991
-Others	11,246	13,350
	56,743	63,489
Marketing expenses		
-Advertisement and promotional expenses	26,848	33,892
-Others	470	518
	27,318	34,410
Administration and general expenses		
-Processing cost	242,286	189,829
-Auditors' remuneration	572	573
-Stationeries and supplies	3,002	3,268
-Communication expenses	13,713	7,162
-Maintenance of office equipment	469	802
-Others	70,044	65,731
	330,086	267,365
Total other operating expenses	722,853	680,952

CITIBANK BERHAD
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(18) Allowance for loans, advances and financing

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Allowance for loans, advances and financing :		
<u>Individual assessment</u>		
- made in the financial period	13,553	8,480
- written back	(11,075)	(9,280)
<u>Collective assessment</u>		
- Made in the financial period	1,916	22,486
<u>Impaired loans, advances and financing</u>		
- written back	(65,708)	(66,381)
- written off	152,841	160,646
	91,527	115,951

CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES
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(19) Capital adequacy

(a) The capital adequacy ratios are as follows:

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Computation of Total Risk Weighted Assets ("RWA")		
Total credit RWA	21,789,641	22,178,804
Total market RWA	2,549,793	2,004,327
Total operational RWA	3,429,516	3,427,065
Total Risk Weighted Assets	27,768,950	27,610,196
Computation of Capital Ratios		
Common Equity Tier I ("CET I") Capital	3,801,214	4,298,251
Tier 1 Capital	3,801,214	4,298,251
Total Capital *	4,098,138	4,542,195
Before deducting proposed dividends:		
Common Equity Tier I ("CET I") capital ratio	NA	15.568%
Tier 1 capital ratio	NA	15.568%
Total capital ratio	NA	16.451%
After deducting proposed dividends:		
Common Equity Tier I ("CET I") capital ratio	13.689%	13.757%
Tier 1 capital ratio	13.689%	13.757%
Total capital ratio	14.758%	14.640%

* In arriving at the capital base used in the ratio calculations of the Bank, payment of dividends were deducted for September 2014 (proposed dividends were not deducted for December 2013)

With effect from 1 January 2013, the total capital and capital adequacy ratios of the Group and the Bank are computed in accordance with Bank Negara Malaysia's Capital Adequacy Framework (Capital Components and Basel II - Risk-weighted Assets) dated 28 November 2012 and 27 June 2013 respectively. The Group and the Bank have adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. In line with the transitional arrangements under the Bank Negara Malaysia's Capital Adequacy Framework (Capital Components), the minimum capital adequacy requirement for common equity Tier I capital ratio and Tier 1 capital ratio are 4.0% and 5.5% respectively for year 2014. The minimum regulatory capital adequacy requirement remains at 8.0% (2013 - 8.0%) for total capital ratio.

(b) The components of CET I, Tier I and Tier II Capital are as follows:

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
CET 1 Capital/Tier 1 Capital		
Paid up ordinary share capital	121,697	121,697
Share premium	380,303	380,303
Retained profits	3,195,833	3,695,833
Other reserves	128,072	129,751
Less: Deferred tax assets, net	(14,463)	(19,105)
Less: Defined benefit pension fund assets	(10,228)	(10,228)
Total CET 1 Capital/Tier 1 Capital	3,801,214	4,298,251
Tier 2 Capital		
Collective impairment provisions and regulatory reserves*	296,924	243,944
Total Tier 2 Capital	296,924	243,944
Total Capital	4,098,138	4,542,195

* Excludes collective assessment allowance on impairment loans restricted from Tier II Capital by BNM of RM73.4 million (2013: RM124.4 million)

**CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES**
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(20) Off-balance sheet exposures

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

September 2014 Group and Bank	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted assets RM'000
Nature of item			
Direct credit substitutes	1,980,136	1,980,136	1,750,274
Transaction related contingent items	552,880	276,440	243,397
Short term self liquidating trade related contingencies	302,735	60,547	34,102
Forward asset purchases	232,804	232,804	62,595
Foreign exchange related contracts:			
One year or less	36,485,456	708,440	461,956
Over one year to five years	3,081,123	351,501	197,144
Over five years	-	-	-
Interest/Profit rate related contracts:			
One year or less	4,296,508	19,004	5,781
Over one year to five years	9,699,545	321,105	101,854
Over five years	1,224,086	112,940	70,004
Equity related contracts:			
One year or less	81,270	2,214	2,341
Over one year to five years	165,574	3,267	3,454
Over five years	-	-	-
Debt security contracts and other commodity contracts:			
One year or less	57,894	10,971	5,283
Over one year to five years	329,080	41,610	41,403
Over five years	-	-	-
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	321,224	64,245	64,245
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	1,335,364	667,682	486,699
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	7,559,950	-	-
Unutilised credit card lines	22,322,480	4,464,496	3,351,198
Total	90,028,109	9,317,402	6,881,730

CITIBANK BERHAD
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(20) Off-balance sheet exposures (continued)

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

December 2013 Group and Bank	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted assets RM'000
Nature of item			
Direct credit substitutes	2,516,407	2,516,407	2,348,766
Transaction related contingent items	527,562	263,781	229,143
Short term self liquidating trade related contingencies	151,656	30,331	28,147
Forward asset purchases	43,428	43,428	2,140
Foreign exchange related contracts:			
One year or less	21,335,774	580,044	432,001
Over one year to five years	3,348,423	358,975	207,951
Over five years	-	-	-
Interest/Profit rate related contracts:			
One year or less	6,193,843	27,530	9,979
Over one year to five years	11,327,859	433,160	136,363
Over five years	1,379,978	114,475	61,343
Equity related contracts:			
One year or less	25,587	2,303	1,102
Over one year to five years	167,012	16,698	9,216
Over five years	-	-	-
Debt security contracts and other commodity contracts:			
One year or less	248,611	30,325	12,745
Over one year to five years	2,295	705	629
Over five years	-	-	-
Other commitments, such as formal standby facilities and credit lines, with an original maturity of up to one year	364,271	72,854	72,854
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	1,855,219	927,610	696,522
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	6,216,423	-	-
Unutilised credit card lines	21,921,958	4,384,392	3,291,028
Total	77,626,306	9,803,018	7,539,929

**CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES**

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(21) Derivative financial instruments

	<----- 30 September 2014----->			<----- 31 December 2013 ----->		
	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	69,353,989	253,108	246,240	38,338,105	252,550	147,650
- Cross currency interest rate swaps	3,424,960	72,605	67,189	4,346,640	112,908	154,316
- Options	2,432,701	18,037	9,568	2,264,685	25,948	19,241
Interest rate contracts:						
- Futures	12,115,950	-	-	13,132,100	-	-
- Swaps	16,682,264	140,218	124,597	20,170,970	199,432	181,449
- Options	414,719	30	268	446,307	121	843
Equity related contracts	276,288	10,228	10,228	222,224	4,104	4,104
Others	1,035,318	8,409	18,942	461,870	5,447	17,015
	105,736,189	502,635	477,032	79,382,901	600,510	524,618
		Note 7	Note 11		Note 7	Note 11

**CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES
ISLAMIC BANKING OPERATIONS**
(Company No. 297089 M)
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UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2014

		Group and Bank	
		September 2014 RM'000	December 2013 RM'000
Assets			
Cash and short term funds	(a)	900,366	725,216
Financial assets held-for-trading	(b)	38,550	9,751
Financial investments available-for-sale	(c)	50,035	249,018
Financing, advances and other loans	(d)	310,144	345,725
Deferred tax assets		-	1,732
Other assets	(f)	184,442	28,663
		<hr/>	<hr/>
Total assets		1,483,537	1,360,105
		<hr/> <hr/>	<hr/> <hr/>
Liabilities			
Deposits from customers	(g)	959,205	994,630
Deferred tax liabilities		1,094	-
Other liabilities	(h)	217,979	73,110
		<hr/>	<hr/>
Total liabilities		1,178,278	1,067,740
		<hr/> <hr/>	<hr/> <hr/>
Islamic banking funds	(i)	305,259	292,365
		<hr/>	<hr/>
Total liabilities and Islamic banking funds		1,483,537	1,360,105
		<hr/> <hr/>	<hr/> <hr/>
Off-balance sheet exposures	(q)	665,253	581,621
		<hr/> <hr/>	<hr/> <hr/>

The unaudited condensed 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 2013 and the accompanying notes on page 29 to 44 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
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ISLAMIC BANKING OPERATIONS
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UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD NINE MONTHS ENDED 30 SEPTEMBER 2014

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Income derived from investments of depositors' funds and others	(j) 20,542	24,483
Allowance for financing, advances and other loans written back/(made)	(k) 356	(75)
Total attributable income	<u>20,898</u>	<u>24,408</u>
Income attributable to depositors	(l) (5,440)	(4,683)
Total attributable to the Bank	15,458	19,725
Income derived from investment of Islamic Banking Capital funds	(m) <u>7,584</u>	<u>7,292</u>
Total net income	23,042	27,017
Other operating expenses	(o) (1,845)	(2,083)
Profit before taxation	<u>21,197</u>	<u>24,934</u>
Tax expense	(8,226)	(6,468)
Profit for the period	<u><u>12,971</u></u>	<u><u>18,466</u></u>
Other comprehensive expense, net of income tax		
Net loss on revaluation of financial investments available-for-sale	<u>(77)</u>	<u>(55)</u>
Other comprehensive expense for the period, net of income tax	(77)	(55)
Total comprehensive income for the period	<u><u>12,894</u></u>	<u><u>18,411</u></u>
Profit for the period attributable to:		
Equity holder of the Bank	<u><u>12,971</u></u>	<u><u>18,466</u></u>
Total comprehensive income attributable to:		
Equity holder of the Bank	<u><u>12,894</u></u>	<u><u>18,411</u></u>

The unaudited condensed 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 2013 and the accompanying notes on page 29 to 44 attached to the unaudited condensed interim financial statements.

**CITIBANK BERHAD
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**UNAUDITED STATEMENTS OF CHANGES IN ISLAMIC BANKING FUNDS
FOR THE FINANCIAL PERIOD NINE MONTHS ENDED 30 SEPTEMBER 2014**

	Group and Bank			
	Capital funds RM'000	Fair value reserve RM'000	Retained profits RM'000	Total RM'000
At 1 January 2013	20,000	169	235,098	255,267
Profit for the period	-	-	18,466	18,466
Other comprehensive expense for the period	-	(55)	-	(55)
At 30 September 2013	<u>20,000</u>	<u>114</u>	<u>253,564</u>	<u>273,678</u>
At 1 January 2014	20,000	100	272,265	292,365
Profit for the period	-	-	12,971	12,971
Other comprehensive expense for the period	-	(77)	-	(77)
At 30 September 2014	<u>20,000</u>	<u>23</u>	<u>285,236</u>	<u>305,259</u>

Note (i)

The unaudited condensed 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 2013 and the accompanying notes on page 29 to 44 attached to the unaudited condensed interim financial statements.

CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES
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(a) Cash and short term funds

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Cash and balances with banks and other financial institutions	2,676	4,216
Money at call and deposit placements maturing within one month	897,690	721,000
	<u>900,366</u>	<u>725,216</u>

(b) Financial assets held-for-trading

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
At fair value		
Bank Negara Malaysia Islamic Bills	28,577	-
Malaysian Government Treasury Bills	9,973	9,751
	<u>38,550</u>	<u>9,751</u>

(c) Financial investments available-for-sale

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
At fair value		
Malaysian Government Investment Issues	50,035	249,018
	<u>50,035</u>	<u>249,018</u>

CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES
ISLAMIC BANKING OPERATIONS
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(d) Financing, advances and other loans

(i) By type

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Term financing		
- Housing loans/financing	324,563	363,374
	<u>324,563</u>	<u>363,374</u>
Unearned income	(13,353)	(16,226)
	<u>311,210</u>	<u>347,148</u>
Gross financing, advances and other loans		
Less:		
Allowance for impaired loans, advances and financing		
- Collective assessment allowance	(420)	(615)
- Individual assessment allowance	(646)	(808)
	<u>310,144</u>	<u>345,725</u>

(ii) By contract

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Bai' Bithamin Ajil	21,028	24,534
Diminishing Musharakah	290,182	322,614
	<u>311,210</u>	<u>347,148</u>

CITIBANK BERHAD
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(d) Financing, advances and other loans (continued)

(iii) By profit rate sensitivity

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Fixed rate		
- House loans/financing	311,210	347,148

(iv) By sector

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Household-residential	310,638	343,740
Other sectors	572	3,408
	311,210	347,148

CITIBANK BERHAD
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(e) Impaired financing, advances and other loans

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

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
At 1 January	10,840	9,758
Classified as impaired during the period/year	827	6,101
Amount recovered	(2,499)	(3,642)
Amount written off	-	(1,377)
At 30 September/31 December	9,168	10,840
Individual assessment allowance	(646)	(808)
Net impaired financing, advances and other loans	8,522	10,032
Ratio of net impaired financing, advances and other loans to total gross financing, advances and other loans	2.74%	2.90%

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(e) Impaired financing, advances and other loans (continued)

(ii) Movements in the allowance for impaired financing, advances and other loans are as follows:

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
<u>Collective assessment allowance</u>		
At 1 January	615	543
(Written back)/ allowance made during the period/year	(195)	72
At 30 September/31 December	420	615
As % of gross financing, advances and other loans less individual assessment allowance	0.14%	0.18%
<u>Individual assessment allowance</u>		
At 1 January	808	2,144
Allowance made during the period/year	41	176
Allowance written back during the period/year	(203)	(122)
Amount written off	-	(1,390)
At 30 September/31 December	646	808

(iii) Impaired financing, advances and other loans by sector are as follows:

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Household - Residential	9,168	10,840
	9,168	10,840

CITIBANK BERHAD
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(f) Other assets

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Profit receivables	717	891
Other debtors, deposits and prepayments	166,484	5,136
Revaluation gain on profit rate undertaking contracts (Note r)	17,241	22,636
	<hr/>	<hr/>
	184,442	28,663
	<hr/> <hr/>	<hr/> <hr/>

(g) Deposits from customers

(i) By type of deposit

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Non-Mudharabah Fund		
Demand deposits	802,638	834,654
Saving deposits	63,118	63,511
Other deposits	6,673	4,371
Negotiable Instrument of Deposit	85,580	85,580
Mudharabah fund		
General investment deposits	1,196	6,514
	<hr/>	<hr/>
	959,205	994,630
	<hr/> <hr/>	<hr/> <hr/>

CITIBANK BERHAD
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(g) Deposits from customers (continued)

(ii) By type of customers

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Government and statutory bodies	189,574	141,657
Business enterprises	675,929	760,135
Individuals	69,762	72,562
Others	23,940	20,276
	<hr/>	<hr/>
	<u>959,205</u>	<u>994,630</u>

CITIBANK BERHAD
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(h) Other liabilities

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Profit payable	22	36
Other creditors and accruals	200,725	50,437
Revaluation loss on profit rate undertaking contracts (Note r)	17,241	22,636
Taxation	(9)	1
	<hr/>	<hr/>
	<u>217,979</u>	<u>73,110</u>

(i) Islamic Banking Fund

	Group and Bank	
	September	December
	2014	2013
	RM'000	RM'000
Fund allocated	20,000	20,000
Fair value reserve	23	100
Retained earnings	285,236	272,265
	<hr/>	<hr/>
	<u>305,259</u>	<u>292,365</u>

**CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES
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(j) Income derived from investment of depositors' funds and others

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Income derived from investment of:		
(i) General investment deposits	18,474	21,791
(ii) Other deposits	2,068	2,692
	<hr/>	<hr/>
	<u>20,542</u>	<u>24,483</u>

(i) Income derived from investment of general investment deposits

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Finance income and hibah		
Financing, advances and other loans	8,370	9,973
Money at call and placements with financial institutions	8,242	5,337
Income from financial investments available-for-sale	920	1,080
Income from financial assets held-for-trading	-	103
	<hr/>	<hr/>
	17,532	16,492
Accretion of discount less amortisation of premium	941	5,282
Total finance income and hibah	<hr/>	<hr/>
	18,473	21,774
Other operating income		
Fee income	1	17
	<hr/>	<hr/>
Income from general investment deposits	<u>18,474</u>	<u>21,791</u>

**CITIBANK BERHAD
AND ITS SUBSIDIARY COMPANIES
ISLAMIC BANKING OPERATIONS**

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

(ii) Income derived from investment of other deposits

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Finance income and hibah		
Financing, advances and other loans	938	1,232
Money at call and placements with financial institutions	922	659
Income from financial investments available-for-sale	103	133
Income from securities held-for-trading	-	13
	1,963	2,037
Accretion of discount less amortisation of premium	105	653
Total finance income and hibah	2,068	2,690
Other operating income		
Fee income	-	2
	-	2
Income from investments of other deposits	2,068	2,692

(k) Allowance for financing, advances and other loans written back/(made)

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Provision for financing, advances and other loans:		
<u>Individual assessment allowance</u>		
- made in the financial period	(41)	(51)
- written back	203	53
<u>Collective assessment allowance</u>		
- Written back/(Made) during the period	196	(77)
	356	(75)

**CITIBANK BERHAD
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ISLAMIC BANKING OPERATIONS**

(Company No. 297089 M)

(Incorporated in Malaysia)

(l) Income attributable to depositors

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Deposits from customers		
- Mudharabah funds	3,209	2,535
- Non-Mudharabah funds	2,195	2,096
Deposits and placements of banks and other financial institutions		
- Non-Mudharabah funds	-	-
Others	36	52
	<u>5,440</u>	<u>4,683</u>

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(m) Income derived from investment of Islamic Banking Capital Funds

	Group and Bank	
	September 2014 RM'000	September 2013 RM'000
Financing, advances and other loans	2,537	2,250
Money at call and placements with financial institutions	2,498	1,204
Income from financial investments available-for-sale	279	244
Income from securities held-for-trading	-	23
	<u>5,314</u>	<u>3,721</u>
Accretion of discount less amortisation of premium	1,418	1,183
Total finance income and hibah	<u>6,732</u>	<u>4,904</u>
Other operating income		
Gain from financial assets held-for-trading	32	105
Fee income	495	875
Loss from trading activities	294	1,284
Insurance premium and referral	31	124
	<u>852</u>	<u>2,388</u>
Income from Islamic Banking Capital Funds	<u><u>7,584</u></u>	<u><u>7,292</u></u>

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(n) Income from Islamic banking operations

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

		Group and Bank	
		September 2014 RM'000	September 2013 RM'000
Income derived from investment of depositors' funds and others	(j)	20,542	24,483
Income attributable to depositors	(l)	(5,440)	(4,683)
Income derived from investment of Islamic Banking Funds	(m)	7,584	7,292
		<hr/>	<hr/>
		<u>22,686</u>	<u>27,092</u>

(o) Other operating expenses

		Group and Bank	
		September 2014 RM'000	September 2013 RM'000
Personnel costs		180	97
Administrative and general expenses		1,665	1,987
		<hr/>	<hr/>
		<u>1,845</u>	<u>2,084</u>

**CITIBANK BERHAD
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(p) Capital adequacy

(i) The capital adequacy ratios are as follows:

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
Computation of Total Risk Weighted Assets ("RWA")		
Total credit RWA	127,212	143,700
Total market RWA	315,697	99,584
Total operational RWA	67,979	68,023
Total Risk Weighted Assets	510,888	311,307
Computation of Capital Ratios		
Common Equity Tier I ("CET I") Capital	292,275	290,579
Tier 1 Capital	292,275	290,579
Total Capital	292,417	290,749
Common Equity Tier I ("CET I") capital ratio	57.209%	93.342%
Tier 1 capital ratio	57.209%	93.342%
Total capital ratio	57.237%	93.396%

With effect from 1 January 2013, the total capital and capital adequacy ratios of the Group and the Bank are computed in accordance with Bank Negara Malaysia's Capital Adequacy Framework (Capital Components and Basel II - Risk-weighted Assets) dated 28 November 2012 and 27 June 2013 respectively. The Group and the Bank have adopted the Standardised Approach for Credit Risk and Market Risk, and the Basic Indicator Approach for Operational Risk. In line with the transitional arrangements under the Bank Negara Malaysia's Capital Adequacy Framework (Capital Components), the minimum capital adequacy requirement for common equity Tier I capital ratio and Tier I capital ratio are 4.0% and 5.5% respectively for year 2014. The minimum regulatory capital adequacy requirement remains at 8.0% (2013 - 8.0%) for total capital ratio.

(ii) The components of CET I, Tier I and Tier II Capital are as follows:

	Group and Bank	
	September 2014 RM'000	December 2013 RM'000
CET 1 Capital/Tier 1 Capital		
Fund allocated	20,000	20,000
Retained earnings	272,265	272,265
Other reserves	23	100
Less: Deferred tax assets, net	-	(1,731)
Less: 55% of cumulative gains of AFS financial instruments (other than financing and receivables)	(13)	(55)
Total CET 1 Capital/Tier 1 Capital	292,275	290,579
Tier 2 Capital		
Collective impairment provisions and regulatory reserves*	142	170
Total Tier 2 Capital	142	170
Total Capital	292,417	290,749

* Excludes collective assessment allowance on impairment loans restricted from Tier II Capital by BNM of RM278,000 (2013: RM445,000)

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(q) Off-balance sheet exposures

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

September 2014 Group and Bank	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted assets RM'000
Nature of item			
Profit rate related contracts:			
One year or less	-	-	-
Over one year to five years	585,000	29,823	5,965
Over five years	75,000	7,568	1,514
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	5,253	2,626	1,955
Total	665,253	40,017	9,434

December 2013 Group and Bank	Principal amount RM'000	Credit equivalent amount RM'000	Risk weighted assets RM'000
Nature of item			
Profit rate related contracts:			
One year or less	-	-	-
Over one year to five years	500,000	32,793	6,559
Over five years	75,000	10,343	2,069
Other commitments, such as formal standby facilities and credit lines, with an original maturity of over one year	6,621	3,310	2,466
Total	581,621	46,446	11,094

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(r) Derivative financial instruments

	<----- 30 September 2014----->			<----- 31 December 2013 ----->		
	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
Others						
- Islamic profit rate undertaking	1,420,000	17,241	17,241	1,250,000	22,636	22,636
	1,420,000	17,241	17,241	1,250,000	22,636	22,636
		Note (f)	Note (h)		Note (f)	Note (h)