Consolidated Citigroup

Net Stable Funding Ratio Disclosure

For the quarterly periods ended December 31, 2023 and September 30, 2023

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Citigroup Inc.

Net Stable Funding Ratio Disclosure

For the quarterly periods ended 12/31/2023 and 9/30/2023

Overview:

In October 2020, U.S. banking agencies adopted the final Net Stable Funding Ratio ("NSFR") rule to assess the availability of a bank's stable funding against a required level. The final rule became effective July 1, 2021, while public disclosure of the ratio is required to occur on a semiannual basis beginning June 30, 2023. The semiannual disclosures will include quarterly average NSFR data for the two preceding quarters.

The NSFR is calculated by dividing the firm's Available Stable Funding ("ASF") by its Required Stable Funding ("RSF"). In general, a bank's ASF includes components of the firm's capital, deposits, and long-term debt, while its RSF will be based on the funding characteristics of its on- and off- balance sheet assets, including loans, securities, derivatives, unfunded commitments, and other fixed assets. Standardized ASF and RSF factors are applied to the capital, liability and asset balances in order to calculate the weighted amounts of ASF and RSF. The regulation requires covered firms to maintain a minimum NSFR of 100%.

The NSFR disclosure templates below set forth Citi's average ASF, RSF and the resulting NSFR for the two quarterly periods indicated, as required by the public disclosure requirements in the NSFR rule. The "Unweighted Amount" columns represent quarterly average balances for each category of the NSFR calculation prior to applying the respective NSFR weight factors. The "Weighted Amount" column represents the unweighted average amounts multiplied by the respective weight factor for each category of the NSFR calculation, as prescribed by the NSFR rule.

NSFR for the Quarter Ended December 31, 2023:

Consolidated Citigroup Average NSFR for the quarter ended December 31, 2023 In millions of U.S. Dollars		12/31/2023					
		Average Unweighted Amount					Average Weighted Amount
		Open Maturity	< 6 months	6 months to < 1 year	>= 1 year	Perpetual	
ASF ITEM							
1	Capital and securities:	-	53,231	23,445	237,780	229,017	479,003
2	NSFR regulatory capital elements	-	-	967	27,065	216,389	244,421
3	Other capital elements and securities	-	53,231	22,478	210,715	12,628	234,582
4	Retail funding:	321,764	71,714	15,610	1,683	-	349,666
5	Stable deposits	69,297	4,819	2,014	139	-	72,456
6	Less stable deposits	197,226	64,880	12,373	526	-	247,505
7	Sweep deposits, brokered reciprocal deposits, and brokered deposits	55,209	2,015	1,223	1,011	-	29,686
8	Other retail funding	32	-	-	7	-	19
9	Wholesale funding:	852,188	372,707	29,795	13,717	-	426,214
10	Operational deposits	430,661	38	1	-	-	215,350
11	Other wholesale funding	421,527	372,669	29,794	13,717	-	210,864
	Other liabilities:	260,302	18,613	3,260	14,894	-	2,058
12	NSFR derivatives liability amount					117,637	
13	Total derivatives liability amount					183,060	
14	All other liabilities not included in categories 1 through 13 of this table	260,302	18,613	3,260	14,894	-	2,058
15	**Total ASF[1]**						1,189,110
RSF ITEM							
16	Total high-quality liquid assets (HQLA)	236,909	130,760	64,859	558,492	8,032	39,658
17	Level 1 liquid assets	236,907	129,283	63,319	412,324	72	8,906
18	Level 2A liquid assets	-	748	1,153	137,053	-	21,256
19	Level 2B liquid assets	2	729	387	9,115	7,960	9,496
20	Zero percent RSF assets that are not level 1 liquid assets or loans to financial sector entities or their consolidated subsidiaries	7,346	13,303	-	-	-	-
21	Operational deposits placed at financial sector entities or their consolidated subsidiaries	10,599	-	-	-	-	5,299
22	Loans and securities[2]:	67,550	530,065	54,951	554,142	66,591	640,077
23	Loans to financial sector entities secured by level 1 liquid assets	8,665	308,871	-	20,080	-	20,080
24	Loans to financial sector entities secured by assets other than level 1 liquid assets and unsecured loans to financial sector entities	26,566	96,114	24,702	27,956	-	58,709
25	Loans to wholesale customers or counterparties that are not financial sector entities and loans to retail customers or counterparties	32,245	111,182	27,308	315,166	-	351,116
26	Of which: With a risk weight no greater than 20 percent under Regulation Q (12 CFR 217)	89	7,743	4,157	10,716	-	12,960
27	Retail mortgages	-	-	-	122,673	-	83,468
28	Of which: With a risk weight of no greater than 50 percent under Regulation Q (12 CFR 217)	-	-	-	104,019	-	67,612
29	Securities that do not qualify as HQLA	74	13,898	2,941	68,267	66,591	126,704
	Other assets:	46,486	48,863	18,484	31,284	1,069,450	284,365
30	Commodities					8,495	7,220
31	Assets provided as initial margin for derivative transactions and contributions to CCP's mutualized loss-sharing arrangements	46,401	42	26	3,434	599	40,056
32	NSFR derivatives assets amount					133,882	16,245
33	Total derivatives assets amount					190,664	
34	RSF for potential derivatives portfolio valuation changes					790,354	39,518
35	All other assets not included in the categories 16-33 of this table, including nonperforming assets	85	48,821	18,458	27,850	136,121	181,326
36	Undrawn commitments					422,386	21,119
37	**TOTAL RSF prior to application of required stable funding adjustment percentage**						990,518
38	**Required stable funding adjustment percentage**						100%
39	**TOTAL adjusted RSF**						990,518
40	**NET STABLE FUNDING RATIO**						120.0%

[1] The amounts reported in row 15 Total ASF may not equal to the sum of individual rows in the ASF section due to non-transferrable subsidiary excess stable funding which is excluded from row 15 Total ASF.

[2] The amounts reported in row 22 Loans and Securities may not equal to the sum of individual rows 23-29 due to row 26 and row 28 which are subset of row 25 and row 27.

NSFR for the Quarter Ended September 30, 2023:

Consolidated Citigroup Average NSFR for the quarter ended September 30, 2023 In millions of U.S. Dollars		9/30/2023					
		Average Unweighted Amount					Average Weighted Amount
		Open Maturity	< 6 months	6 months to < 1 year	>= 1 year	Perpetual	
ASF ITEM							
1	Capital and securities:	2	51,135	23,148	27,210	228,230	267,356
2	NSFR regulatory capital elements	-	-	687	25,149	215,763	241,598
3	Other capital elements and securities	2	51,135	22,461	2,061	12,467	25,758
4	Retail funding:	294,604	92,976	28,640	2,230	-	358,130
5	Stable deposits	66,762	6,678	4,158	308	-	74,011
6	Less stable deposits	174,177	85,300	24,123	1,338	-	256,444
7	Sweep deposits, brokered reciprocal deposits, and brokered deposits	53,646	998	359	583	-	27,665
8	Other retail funding	19	-	-	1	-	10
9	Wholesale funding:	845,680	350,721	31,921	218,398	-	624,906
10	Operational deposits	426,330	38	1	-	-	213,185
11	Other wholesale funding	419,350	350,683	31,920	218,398	-	411,721
	Other liabilities:	279,102	16,845	3,492	13,761	-	2,400
12	NSFR derivatives liability amount					116,306	
13	Total derivatives liability amount					188,788	
14	All other liabilities not included in categories 1 through 13 of this table	279,102	16,845	3,492	13,761	-	2,400
15	**Total ASF[1]**						1,182,985
RSF ITEM							
16	Total high-quality liquid assets (HQLA)	240,331	116,885	53,968	559,313	14,391	42,388
17	Level 1 liquid assets	240,329	115,381	53,558	417,609	88	8,803
18	Level 2A liquid assets	-	971	99	131,169	2	20,401
19	Level 2B liquid assets	2	533	311	10,535	14,301	13,184
20	Zero percent RSF assets that are not level 1 liquid assets or loans to financial sector entities or their consolidated subsidiaries	6,480	13,678	-	-	-	-
21	Operational deposits placed at financial sector entities or their consolidated subsidiaries	10,307	-	-	-	-	5,153
22	Loans and securities[2]:	68,962	525,564	58,037	338,552	218,703	598,269
23	Loans to financial sector entities secured by level 1 liquid assets	8,396	304,697	-	17,356	-	17,356
24	Loans to financial sector entities secured by assets other than level 1 liquid assets and unsecured loans to financial sector entities	27,871	98,612	27,296	34,795	505	67,921
25	Loans to wholesale customers or counterparties that are not financial sector entities and loans to retail customers or counterparties	32,641	110,162	26,617	146,184	151,215	336,333
26	Of which: With a risk weight no greater than 20 percent under Regulation Q (12 CFR 217)	83	4,467	565	5,281	547	6,346
27	Retail mortgages	-	-	-	69,996	-	48,314
28	Of which: With a risk weight of no greater than 50 percent under Regulation Q (12 CFR 217)	-	-	-	55,914	-	36,344
29	Securities that do not qualify as HQLA	54	12,093	4,124	70,221	66,983	128,345
	Other assets:	44,703	43,786	17,786	76,084	1,030,979	327,078
30	Commodities					9,536	8,105
31	Assets provided as initial margin for derivative transactions and contributions to CCP's mutualized loss-sharing arrangements	44,585	21	-	3,294	624	38,488
32	NSFR derivatives assets amount					132,521	16,216
33	Total derivatives assets amount					195,456	
34	RSF for potential derivatives portfolio valuation changes					750,574	37,529
35	All other assets not included in the categories 16-33 of this table, including nonperforming assets	118	43,766	17,786	72,789	137,724	226,740
36	Undrawn commitments					430,219	21,511
37	**TOTAL RSF prior to application of required stable funding adjustment percentage**						994,399
38	**Required stable funding adjustment percentage**						100%
39	**TOTAL adjusted RSF**						994,399
40	**NET STABLE FUNDING RATIO**						119.0%

[1] The amounts reported in row 15 Total ASF may not equal to the sum of individual rows in the ASF section due to non-transferrable subsidiary excess stable funding which is excluded from row 15 Total ASF.

[2] The amounts reported in row 22 Loans and Securities may not equal to the sum of individual rows 23-29 due to row 26 and row 28 which are subset of row 25 and row 27.

Main Drivers and Changes in NSFR:

As set forth in the tables above, Citi maintained an average NSFR above the 100% regulatory minimum during the second half of 2023. Citi's average NSFR for the quarter ended December 31, 2023 was 120%. Citi's average NSFR increased from 119% for the quarter ended September 30, 2023 driven by an increase in total ASF and a decrease in total RSF.

During the third quarter of 2023, Citi changed its NSFR mapping in accordance with industry-wide guidelines. We believe this one-time change had a de minimis impact on the NSFR ratio.

Composition of Available and Required Stable Funding:

ASF for the Quarter ended 12/31/2023 and 9/30/2023 In millions of U.S. dollars	12/31/2023		9/30/2023	
	Unweighted Average	Weighted Average	Unweighted Average	Weighted Average
Capital and securities	543,473	479,003	329,725	267,356
Retail funding	410,771	349,666	418,450	358,130
Wholesale funding	1,268,407	426,214	1,446,720	624,906
Other liabilities	297,069	2,058	313,200	2,400
Total ASF[1]		**1,189,110**		**1,182,985**

The table above includes the main components of Citi's average ASF for the third and fourth quarters of 2023. For the quarter ended December 31, 2023, approximately 38% of Citi's total weighted average ASF[2] consisted of capital and long-term debt; 28% consisted of retail funding, which is mainly comprised of retail deposits; 34% consisted of wholesale funding, which is mainly comprised of operational deposits, non-operational deposits, and secured financing; and less than 1% consisted of other liabilities.

Citi's total average ASF as of the fourth quarter of 2023 increased quarter-over-quarter, primarily driven by an increase in operational deposits.

RSF for the Quarter ended 12/31/2023 and 9/30/2023 In millions of U.S. dollars	12/31/2023		9/30/2023	
	Unweighted Average	Weighted Average	Unweighted Average	Weighted Average
Total high-quality liquid assets (HQLA)	999,052	39,658	984,888	42,388
Zero percent RSF assets that are not level 1 liquid assets or loans to financial sector entities or their consolidated subsidiaries	20,649	-	20,158	-
Operational deposits placed at financial sector entities or their consolidated subsidiaries	10,599	5,299	10,307	5,153
Loans and securities	1,273,299	640,077	1,209,818	598,269
Other assets	1,214,567	284,365	1,213,338	327,078
Undrawn commitments	422,386	21,119	430,219	21,511
Total RSF		**990,518**		**994,399**

The table above includes the main components of Citi's average RSF for the third and fourth quarters of 2023. For the quarter ended December 31, 2023, Citi's total weighted average RSF

[1] The Total ASF amount may not equal to the sum of individual ASF components due to non-transferrable subsidiary excess stable funding which is excluded from Total ASF.

[2] Prior to the exclusion of the non-transferrable subsidiary excess stable funding.

mainly consisted of 65% of loans and securities; and 29% of other assets which mainly included derivative assets, goodwill, premises and equipment and other assets not included in other RSF lines. Citi also had 4% of its total weighted average RSF in HQLA, 2% in undrawn commitments, and less than 1% in operational deposits placed at financial sector entities.

Citi's total average RSF decreased quarter-over-quarter as of the fourth quarter of 2023, primarily driven by a decrease in loans.

Concentration of Funding Sources and Changes in Funding Structure:

Citi's funding strategy is to maintain a funding profile that is diversified by structure, tenor and currency. Citi closely monitors and manages the tenor of its funding sources to ensure it can meet liquidity needs under different stress scenarios and different time horizons.

Citi's primary funding sources include (i) corporate and consumer deposits via Citi's bank subsidiaries, including Citibank, N.A. (CBNA), (ii) long-term debt (primarily benchmark senior and subordinated debt and what Citi refers to as customer-related debt, consisting of structured notes, such as equity- and credit-linked notes, as well as non-structured notes), and (iii) stockholders' equity. These sources may be supplemented by short-term borrowings, primarily in the form of secured funding transactions.

For CBNA, deposits represent its main funding source. In addition, to diversify its funding sources, CBNA accesses the capital markets through several mechanisms, including a CBNA benchmark debt program, securitizations and Federal Home Loan Bank borrowings. Citi's non-bank entities are largely funded through a Citigroup Inc. benchmark debt program, supplemented by secured funding, customer-related debt, and commercial paper issuances.

Citi's global liquidity risk management policy addresses concentration of funding sources through a limit and trigger framework, including counterparty, maturity and funding channel concentrations. For secured financing transactions, Citi takes into consideration the quality of the underlying collateral. The concentrations are monitored daily and reported to Citi's Treasurer and the Finance Chief Risk Officer (CRO). Breaches of limits and triggers are also reported to the Citigroup and CBNA Asset and Liability Committees (ALCOs).

For additional information on Citi's funding structure, see Citi's 2023 Annual Report on Form 10-K.

Other Sources of Funding:

In addition to the funding sources disclosed above, Citi also has access to a variety of funding levers to support client and business needs, including but not limited to excess stable funding that is non-transferable to other entities within Citigroup, available assets to support Federal Home Loan Bank (FHLB) borrowing capacity, securitizations, and bank and non-bank borrowing programs. These borrowing programs are complementary and provide access to a diversified investor base globally. Citi has remaining capacity or is otherwise able to access incremental funding through these programs to support client and business needs.

For additional information on Citi's funding sources, see Citi's 2023 Annual Report on Form 10-K.