

**CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG
S.C.A.**

Registered Number: RCS B 169 199

**UNAUDITED INTERIM REPORT AND
FINANCIAL STATEMENTS
for the six months ended 30 June 2024**

31, Z.A. Bourmicht, L-8070 Bertrange
Luxembourg
RCS Luxembourg B 169 199

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CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

These condensed interim financial statements are unaudited

Management Report and Responsibility Statement for the six months ended 30 June 2024

The Management presents its Report and the Financial Statements for the six months ended 30 June 2024. The Management is responsible for preparing the Management Report (which for the purpose of the Transparency Directive is intended to be the Interim Management Report).

1. Activities and review of the development of the business

Citigroup Global Markets Funding Luxembourg S.C.A. (hereafter “the Company” or “CGMFL”) was incorporated in the Grand Duchy of Luxembourg on 24 May 2012 as a corporate partnership limited by shares (“société en commandite par actions”) for an unlimited period.

The Company is a 100% subsidiary of Citigroup Global Markets Limited (hereafter “the Parent” or “CGML”), which is a private company limited by shares governed by the Law of the United Kingdom (“UK”). CGML is a wholly-owned indirect subsidiary of Citigroup Inc. (hereafter “the Ultimate Parent Company” or “Citigroup”). CGML is headquartered in London, and operates globally, generating the majority of its business from Europe, Middle East and Africa (“EMEA”) region, with the remainder coming from Asia and the Americas.

The state of affairs of CGMFL at the interim results is adequately presented in the Financial Statements, as published herein. The course of business of the Company has been as expected by the Board of Managers (hereafter “the Board”). During the first six months of 2024, the Company conducted its activity as an issuer of structured notes, certificates and warrants and thereby raising funding for group companies.

During the six months ended 30 June 2024, the Company did not exercise any research and development activity, nor have a branch, nor acquire own shares.

2. Business review

For the six months ended 30 June 2024:

- The Company reports a net profit of thousand USD 64.
- The Company issued 11,296 structured notes (in the form of new products or new tranches) under the Global Medium Term Note Programme for a proceed amount of USD 13,150,973,981 and 5,112 securities (in the form of new products or new tranches) under the Citi Warrant Programme, of which 1,224 are presented in the financial statements as index linked certificates for a proceed amount of USD 1,126,404,026 and 3,888 warrants presented in the financial statements as derivatives for a proceed amount of USD 2,202,371,301;
- The Company issued 79 preference shares in USD, EUR and in GBP for a proceed equivalent amount of USD 9,481;
- 2,923 structured notes matured for a proceed amount of USD 3,938,592,988 (USD 3,636,346,063 in cash payments and USD 343,676,275 through physical settlements) and 1,027 index linked certificates matured for a proceed amount of USD 529,022,873 (USD 356,897,066 in cash payments and USD 172,125,807 through physical settlements) as well as 1,155 warrants matured for a proceed amount of USD 729,940,713 (USD 386,264,438 in cash payments and USD 343,676,275 through physical settlements);
- The Company fully redeemed 7,606 structured notes with a proceed amount of USD 7,581,323,046 and 109 index linked certificates for a proceed amount of USD 61,826,779 as well as 2,277 warrants for a proceed amount of USD 1,224,535,630;
- The Company fully or partially retired 1,278 structured notes with a net proceed amount of USD 2,214,423,956 and 43 index linked certificates with a net proceed amount of USD 62,364,360 as well as 8 warrants for a net proceed amount of USD 3,849,982;
- There were no credit events that affected the Company.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

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3. Balance sheet

Total assets amounted to USD 24,035,621 thousand (USD 25,001,368 thousand as at 31 December 2023). This is the result of notes with a lower market value outstanding as at 30 June 2024, which is in line with Management expectations and the funding need of the group's business.

4. Results and dividends for the six months ended 30 June 2024

The results for the period are set out in the Condensed Interim Statement of Comprehensive Income of the Financial Statements.

5. Key performance indicators

In addition to monitoring the financial results of the Company, the Management also consider the tracking of key non-financial items, i.e. regulatory capital and liquidity requirements. Please refer to the Notes of the Company's financial statements for the year ended 31 December 2023 for further information.

6. Financial instruments

The financial risk management objectives and policies and the exposures to credit risk and liquidity risk of the Company have been disclosed in the risk management policies in the Management Report and in Note 17 'Financial instruments and risk management' of the Company's financial statements for the year ended 31 December 2023 and have not materially changed in the reporting period.

It does not have any externally imposed capital requirements, other than the minimum capital requirements of the Commercial Law in Luxembourg.

7. Board of Managers and their interests

The Board who held office on 30 June 2024 did not hold any shares in the Company at that date, or during the period. There were no contracts of any significance in relation to the business of the Company in which the Managers had any interest, at any time during the period.

8. Statement of Board of Managers' responsibilities

The Board of CGMFL is responsible for preparing the Management Report and the financial statements in accordance with applicable laws and regulations.

Company law requires the Board to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU and applicable laws.

Under company law the Board must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of their profit or loss for that period. In preparing each of the Company's financial statements, the Board is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with IFRS as adopted by the EU; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business in the foreseeable future.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

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8. Statement of Board of Managers' responsibilities (continued)

The Board confirms that it has complied with the above requirements in preparing the financial statements attached herewith.

The Board is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time, the financial positions of the Company, and which enable them to ensure that the financial statements comply with the applicable Luxembourg laws.

The Board confirms that to the best of its knowledge, the financial statements which have been prepared in accordance with IFRS as adopted by the EU give a true and fair view of the assets, liabilities, financial positions and profit or loss of the Company.

The Board further confirms that to the best of its knowledge, the Management Report includes a fair review of the business and important events that have occurred during the financial period and their impact on the financial statements, as well as a description of the principal risks and uncertainties of the business.

The Board has a general responsibility for taking such reasonably available steps to safeguard the assets of the Company.

The Board is responsible for keeping adequate accounting records that are sufficient to show and explain the transactions with the Parent company and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

9. Corporate Governance Statement

The Company is subject to and complies with the Commercial Law of Luxembourg, the Listing Rules of the Luxembourg Stock Exchange (BdL Market and EuroMTF) and the Listing Rules of the Irish Stock Exchange (Euronext Dublin and Global Exchange Market), of the Nasdaq Stockholm AB Stock Exchange, of the Frankfurt Freiverkehr, of the Italian EuroTLX, of Vienna Stock Exchange and of the London Stock Exchange (Main Market and International Securities Market). The Company does not apply additional requirements in addition to those required by the above. Each of the service providers engaged by the Company is subject to its own corporate governance requirements; in particular, the Company's Parent, CGML, has in place a dedicated management team and governance structure. CGML provides operational and technology services, in line with the global technology model used by its businesses, and relies on shared services provided centrally or by local Citigroup entities.

Financial Reporting Process

The Board is responsible for establishing and maintaining adequate internal control and risk management systems for the Company in relation to the financial reporting process. Such systems are designed to manage rather than eliminate the risk of failure to achieve the Company's financial reporting objectives and can only provide reasonable and not absolute assurance against material misstatement or loss.

The Board is responsible for managing the business affairs of the Company with the Articles of Association. The Board may delegate certain functions to other parties, subject to the supervision and direction by the Board.

The Board has established processes regarding internal control and risk management systems to ensure its effective oversight of the financial reporting process.

The Board evaluates and discusses significant accounting and reporting issues as the need arises. From time to time the Board also examines and evaluates the external auditor's performance, qualifications and independence.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

These condensed interim financial statements are unaudited

9. Corporate Governance Statement (continued)

Risk Assessment

The Board is responsible for assessing the risk of irregularities whether caused by fraud or error in financial reporting and ensuring the processes are in place for the timely identification of internal and external matters with a potential effect on financial reporting. The Board has also put in place processes to identify changes in accounting rules and recommendations and to ensure that these changes are accurately reflected in the Company's financial statements.

Monitoring

The Board has an annual process to ensure that appropriate measures are taken to consider and address the shortcomings identified and measures recommended by the independent auditors. The Board has concluded that there is currently no need for the Company to have a separate internal audit function in order for the Board to perform effective monitoring and oversight of the internal control and risk management system of the Company in relation to the financial reporting process. The Company's activities are in the scope of CGML's internal audit function.

Capital Structure and Share Capital

The Company is managed by Citigroup Global Markets Funding Luxembourg GP S.à r.l. The Board provides independent management of the Company. The Company is a wholly owned indirect subsidiary of Citigroup Inc. No shareholder, or associated group of shareholders acting together, owns enough shares of Citigroup Inc.'s common stock to directly or indirectly exercise control over Citigroup Inc.

On 24 May 2012, the date of the Company's incorporation, one-quarter (EUR 500,000) of the subscribed share capital was paid up.

The subscribed share capital of the Company is equivalent to two million one hundred and eighty-two thousand USD (USD 2,182,000) divided into:

- one (1) share with a nominal value of one Euro (EUR 1-) (action de commandité, the "Unlimited Share") held by Citigroup Global Markets Funding Luxembourg GP S.à r.l., a private limited liability company (société à responsabilité limitée) incorporated under the laws of the Grand Duchy of Luxembourg, having its registered office at 31, Z.A. Bourmicht, L-8070 Bertrange, Grand Duchy of Luxembourg (the "Unlimited Shareholder");
- one million nine hundred ninety-nine thousand nine hundred ninety-nine (1,999,999) shares with a nominal value of one Euro (EUR 1.-) each (actions de commanditaire, the "Limited Shares") held:
 - (i) by the Unlimited Shareholder for one (1) Limited Share; and
 - (ii) by Citigroup Global Markets Limited ("CGML"), a private limited company, incorporated under the laws of the United Kingdom, having its registered office at Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB, United Kingdom for one million nine hundred ninety-nine thousand and nine hundred ninety-eight (1,999,998) Limited Shares.

As of period end, CGML also held five hundred and seven (507) redeemable preferred shares in five hundred and seven (507) different classes each having a nominal value of one EUR (EUR 1-). The redeemable preference shares issued are classified as a financial liability and presented in the caption "Redeemable preference shares" because it is mandatorily redeemable in cash.

Except the preference shares, which are not entitled to any dividend, all shares confer identical rights in respect of capital, dividends, voting and otherwise.

During the first six months of 2024, seventy-nine (79) new preference shares have been issued to CGML for a total amount of USD 9,481 (including share premium).

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

These condensed interim financial statements are unaudited

9. Corporate Governance Statement (continued)

Powers of Managers

The Board is responsible for managing the business affairs of the Company in accordance with the Articles of Association. The Managers may delegate certain functions to other parties, subject to the supervision and direction by the Managers.

There is no agreement between the Company and its Board providing for compensation if they resign or are removed from office for any reason by a Shareholders' decision.

10. Events after the reporting period

At the date on which these condensed interim financial statements were approved, there were no significant events affecting the Company since the period end.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

These condensed interim financial statements are unaudited

11. Audit Committee

The Company makes use of the exemption to the requirement to establish its own audit committee based on Art. 52. § 5 a) of the Luxembourg Audit Law, as the audit committee of CGML, which covers the firm, including the Company and is formed of entirely non-management, independent directors, and complies with the requirements set out in paragraphs 1 to 4 of article 52 of the law of 23 July 2016 relating to the audit profession, article 11(1) and (2) and article 16(5) of Regulation 537/2014.

The Audit Committee of Citigroup Global Markets Limited, has delegated the following responsibilities to the Board of its subsidiary, CGMFL:

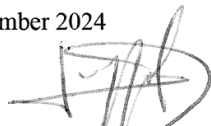
- Overseeing the integrity of CGMFL’s financial statements and CGMFL’s accounting and financial reporting processes and financial statement audits.
- Overseeing CGMFL’s compliance with Luxembourg legal and regulatory requirements.
- Overseeing CGMFL’s independent auditor’s qualifications and independence.
- Overseeing CGMFL’s independent auditor performance.
- Overseeing CGMFL’s system of disclosure controls and procedures, internal controls over financial reporting, and compliance with ethical standards adopted by the company.
- Pre-approve any permitted non-audit services (“NAS”), rendered by its auditor or any member of its auditor’s network.
- Ensure that expenses of NAS pre-approved are not above the 70% cap of audit fees based on a three-year rolling average.
- Ensure the implementation of rotation rules of independent auditor in accordance with Luxembourg laws.

Bertrange, 26 September 2024



Ms Milka Krasteva

Manager



Mr Vincent
Mazzoli

Manager



Mr Eduardo Gramuglia
Pallavicino

Manager



Ms Silvia Carpitella

Manager



Mr Dimba Kier

Manager

Registered in Luxembourg

Registered Office: 31, Z.A. Bourmicht, L-8070 Bertrange

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

These condensed interim financial statements are unaudited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

for the six months ended 30 June 2024

	Notes	For the period ended 30 June 2024 \$ 000	For the period ended 30 June 2023 \$ 000
Interest and similar income		—	—
Interest expense and similar charges		—	—
Net interest expense		—	—
Net fee and commission income		1,502	2,619
Net income from financial instruments at fair value through profit or loss	4, 9	—	—
Total operating income		1,502	2,619
General and administrative expenses		(1,415)	(2,466)
Profit before income tax		87	153
Income tax expense		(23)	(39)
Profit for the period		64	114
Total comprehensive income for the period		64	114
Profit attributable to:			
Equity holders of the Company		64	114
Non-controlling interest		—	—
Total comprehensive income attributable to:			
Equity holders of the Company		64	114
Non-controlling interest		—	—

The accompanying notes form an integral part of these condensed interim financial statements.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

These condensed interim financial statements are unaudited

CONDENSED INTERIM BALANCE SHEET

as at 30 June 2024

		30 June 2024	31 December 2023
	Notes	\$ 000	\$ 000
Assets			
Cash and cash equivalents	5	17,227	176,858
Derivative assets	5	1,071,063	816,668
Index linked certificates purchased	5	1,052,792	554,183
Structured notes purchased	5	21,853,783	23,331,350
Other assets	5,7	40,756	122,309
Total assets		24,035,621	25,001,368
Liabilities			
Bank loans and overdrafts	5	2,304	23,951
Derivative liabilities	5	1,071,063	816,668
Index linked certificates issued	5	1,052,792	554,183
Structured notes issued	5	21,853,783	23,331,350
Redeemable preference shares	6,5	49	53
Other liabilities	5,7	54,017	273,637
Current tax liabilities	5	114	91
Total liabilities		24,034,122	24,999,933
Equity			
Share capital	6	627	627
Reserves**	6	63	63
Foreign currency translation reserve	6	41	41
Retained earnings		768	704
Total equity		1,499	1,435
Total liabilities and equity		24,035,621	25,001,368

**** legal reserve has been allocated up to 10% of the EUR paid up capital as the presentation currency is USD. There is a foreign exchange impact.**

The accompanying notes form an integral part of these condensed interim financial statements.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

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CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

for the six months ended 30 June 2024

	Share Capital	Reserves	Foreign currency translation reserve	Retained Earnings	Total Equity
	\$ 000	\$ 000	\$ 000	\$ 000	\$ 000
Balance as at 1 January 2023	627	63	41	535	1,266
Total comprehensive income for the period	—	—	—	114	114
Balance as at 30 June 2023	627	63	41	649	1,380
Balance as at 1 January 2024	627	63	41	704	1,435
Total comprehensive income for the period	—	—	—	64	64
Balance as at 30 June 2024	627	63	41	768	1,499

There are no non-controlling interests existing as at 30 June 2024 (2023: none).

The accompanying notes form an integral part of these condensed interim financial statements.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

These condensed interim financial statements are unaudited

CONDENSED INTERIM STATEMENT OF CASH FLOWS

for the six months ended 30 June 2024

		For the period ended 30 June 2024	For the period ended 30 June 2023
	Notes	\$ 000	\$ 000
Cash flow from operating activities			
Profit before tax		87	153
Adjustments to reconcile profit before tax to net cash flow from operating activities			
Net (increase)/decrease in operating assets:			
Change in other assets	7	81,553	1,624
Net increase/(decrease) in operating liabilities:			
Change in accruals and other liabilities	7	(219,620)	(3,540)
Change in current tax liabilities		23	(47)
Income tax paid		(23)	(39)
Net cash flow from/(used in) operating activities		(137,980)	(1,849)
Cash flow from investing activities			
Payments in relation to financial instruments purchased		(16,479,749)	(13,917,492)
Interest received on financial instruments purchased		540,415	489,448
Proceeds from maturity of financial instruments		5,197,557	4,294,329
Proceeds from redemption and retirement of financial instruments		11,148,324	9,557,665
Net cash flow from investing activities		406,547	423,950
Cash flow from financing activities			
Proceeds from redeemable preference shares	6	9	16
Proceeds from issuance of financial instruments		16,479,749	13,917,492
Interest paid on financial instruments issued		(540,415)	(489,448)
Payment in relation to financial instruments matured		(5,197,557)	(4,294,329)
Payments from redemption and retirement of financial instruments		(11,148,324)	(9,557,665)
Net cash flow from financing activities		(406,538)	(423,934)
Net increase/(decrease) in cash and cash equivalents		(137,971)	(1,833)
Cash at bank including bank overdrafts at 1 January		152,907	(4,867)
Foreign Exchange		(13)	(7)
Cash at bank including bank overdrafts at 30 June	5	14,923	(6,707)

The accompanying notes form an integral part of these condensed interim financial statements.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

1. General

Citigroup Global Markets Funding Luxembourg S.C.A. (hereafter “the Company” or “CGMFL”) was incorporated in the Grand Duchy of Luxembourg on 24 May 2012 as a corporate partnership limited by shares (“société en commandite par actions”) for an unlimited period.

The registered office of the Company is established at 31 Z.A. Bourmicht, L-8070 Bertrange, Grand Duchy of Luxembourg. Its registration number is RCS B 169 199.

The Company is managed by Citigroup Global Markets Funding Luxembourg GP S.à r.l. (hereafter “the Manager”). The Board of Managers (hereafter “the Board”) provides independent management of the Company to enable the Company to realise its objects. The Company is a wholly owned indirect subsidiary of Citigroup Inc. (hereafter “the Ultimate Parent Company” or “Citigroup”). No shareholder, or associated group of shareholders acting together, owns enough shares of Citigroup Inc.’s common stock to directly or indirectly exercise control over Citigroup Inc. The Company’s registered office is situated at 31, Z.A. Bourmicht, L-8070 Bertrange, Grand Duchy of Luxembourg.

The primary object of the Company is the granting of loans or other forms of funding directly or indirectly in whatever form or means to any entities belonging to the same group (e.g. including, but not limited to, by subscription of bonds, debentures, other debt instruments, advances, the granting of pledges or the issuing of other guarantees of any kind to secure the obligations of any entities, through derivatives or otherwise).

The Company may finance itself in whatever form including, without limitation, through borrowing or through issuance of listed or unlisted notes and other debt or equity instruments, convertible or not (e.g. including but not limited to bonds, notes, loan participation notes, subordinated notes, promissory notes, certificates and warrants) including under stand-alone issues, medium term notes and commercial paper programmes.

The Company may also:

- grant security for funds raised, including notes and other debt or equity instruments issued, and for the obligations of the Company; and
- enter into all necessary agreements, including, but not limited to underwriting agreements, marketing agreements, management agreements, advisory agreements, administration agreements and other contracts for services, selling agreements, deposit agreements, fiduciary agreements, hedging agreements, interest and/or currency exchange agreements and other financial derivative agreements, bank and cash administration agreements, liquidity facility agreements, credit insurance agreements and any agreements creating any kind of security interest.

In addition to the foregoing, the Company can perform all legal, commercial, technical and financial investments or operations and, in general, all transactions which are necessary or useful to fulfil its objects as well as all operations connected directly or indirectly to facilitating the accomplishment of its purpose in all areas described above.

The Company's Article’s of Association however prohibit it from entering into any transaction which would constitute a regulated activity of the financial sector or require a business licence under Luxembourg law without due authorisation under Luxembourg law.

The Company grants loans and other forms of funding to entities belonging to the same group and therefore competes in any market in which the group has a presence.

The Company is a wholly owned indirect subsidiary of Citigroup Inc. Citigroup Inc. is a global diversified financial services holding company whose businesses provide consumers, corporations, governments and institutions with a broad range of financial products and services. It services its obligations primarily with dividends and advances that it receives from subsidiaries (Citigroup Inc. and its subsidiaries, hereafter “the Group”, or “Citigroup”).

As a first level of consolidation, the Company is included in the consolidated financial statements of Citigroup Global Markets Holdings Inc. and its subsidiaries prepared in accordance with U.S. GAAP. forming the smallest body of undertakings of which the Company forms a part as a subsidiary undertaking. The Company is also included in the consolidated financial statements of Citigroup Inc. forming the largest body of undertakings of which the Company forms a part as a subsidiary undertaking.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

1. General (continued)

The registered office of the ultimate parent is located at 399 Park Avenue, New York. The audited consolidated financial statements of Citigroup Inc. are made available to the public annually in accordance with Securities and Exchange Commission regulations and may be obtained from <https://www.citigroup.com/global/investors/annual-reports-and-proxy-statements>.

The financial statements of the Company at the year ended 31 December 2023 are available upon request from the Company's registered office at 31 Z.A. Bourmicht, L-8070 Bertrange, the Grand Duchy of Luxembourg.

The Company's immediate parent undertaking is Citigroup Global Markets Limited ("the Parent" or "CGML"), a company registered at Citigroup Centre, Canada Square, Canary Wharf, London, E14 5LB.

These condensed interim financial statements have been reviewed, not audited.

The Company is primarily a funding vehicle for Citigroup Global Markets Limited ("the Parent" or "CGML") issuing structured notes and warrants (presented in the financial statements as derivatives) and redeemable preference shares. Given the Parent's ability and propensity to support the Company, Fitch has equalized the ratings with the Parent.

On 19 September 2022, Fitch has confirmed and withdrawn the Long-term and Short-Term IDR ratings of CGMFL. Fitch continues to maintain ratings on CGMFL's securities issuances, whose long term senior debt rating is unchanged A+. Fitch views CGMFL as a guaranteed funding vehicle and no longer considers the issuer-level ratings as relevant to the agency's coverage.

At the period ended 30 June 2024 and year ended 31 December 2023, Long-term/Short-term senior debt was rated A+/A-1 by S&P, and a long term senior debt rating of A1 by Moody's and A+ by Fitch.

Multiple services with regards to valuation of financial instruments are provided to the Company by other Citigroup entities.

The Company issued 11,296 structured notes (in the form of new products or new tranches) under the Global Medium Term Note Programme for a proceed amount of USD 13,150,973,981 and 5,112 securities (in the form of new products or new tranches) under the Citi Warrant Programme, of which 1,224 are presented in the financial statements as index linked certificates for a proceed amount of USD 1,126,404,026 and 3,888 warrants presented in the financial statements as derivatives for a proceed amount of USD 2,202,371,301;

The Company issued 79 preference shares in USD, EUR and in GBP for a proceed equivalent amount of USD 9,481;

2,923 structured notes matured for a proceed amount of USD 3,938,592,988 (USD 3,636,346,063 in cash payments and USD 343,676,275 through physical settlements) and 1,027 index linked certificates matured for a proceed amount of USD 529,022,873 (USD 356,897,066 in cash payments and USD 172,125,807 through physical settlements) as well as 1,155 warrants matured for a proceed amount of USD 729,940,713 (USD 386,264,438 in cash payments and USD 343,676,275 through physical settlements);

The Company fully redeemed 7,606 structured notes with a proceed amount of USD 7,581,323,046 and 109 index linked certificates for a proceed amount of USD 61,826,779 as well as 2,277 warrants for a proceed amount of USD 1,224,535,630;

The Company fully or partially retired 1,278 structured notes with a net proceed amount of USD 2,214,423,956 and 43 index linked certificates with a net proceed amount of USD 62,364,360 as well as 8 warrants for a net proceed amount of USD 3,849,982;

Since 1 January 2024, 146 instruments were listed on the Official Market of the Irish Stock Exchange, 332 on the Global Exchange Market (GEM), 123 on the Frankfurt Freiverkehr, 144 on the Luxembourg Official Stock Exchange, 43 on the Italian EuroTLX, 115 on the Luxembourg MTF, 26 on the London Stock Exchange, 3,989 on the London Stock Exchange MTF, 5 on the Swedish Nasdaq Stockholm AB, 1 on the Swedish Nasdaq First North, 4 on Vienna Stock Exchange MTF..

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

2. Principal accounting policies

(a) Basis of preparation

The financial statements have been prepared in accordance with IFRS Accounting Standards as adopted by the European Union (EU).

As from 1st January 2018, the Board assessed that the functional currency of the Company was USD and the financial statements are therefore presented in USD. Please also refer to Note 2(c).

The Company has rounded figures to the nearest thousand USD ("\$ 000"), unless otherwise stated. The Company's financial year is the calendar year. These financial statements are of the individual Company and are prepared on a going concern basis.

The Board has reviewed the capital, liquidity and financial position of the Company including future capital, liquidity and financial plans covering a period of at least 12 months from the date of approval of these financial statements.

As set out in the Market Risk section of the Company's financial statements for the year ended 31 December 2023, risks are materially transferred to CGML as part of the back-to-back structure. The Company's obligation to pay redemption amounts is hedged through an instrument with CGML as sole counterparty, which exactly offsets all cash flows to be paid by the Company as well as any fair value changes. Consequently, the Company effectively does not bear any market risk on the notes, certificates, or derivatives issued.

During the first six months of 2024 the Company has noticed an increase in the volume of instruments issued, with the total balance sheet decreasing by 3.7%.

These financial statements have been prepared under the historical cost convention as modified to include the fair value of certain financial instruments to the extent required or permitted under the accounting standards and as set out in the relevant accounting policies. This includes financial instruments at fair value through profit or loss that are measured at fair value in the statement of financial position.

The financial statements were authorised for issue by the Board of Managers on 26 September 2024.

(b) New currently effective and forthcoming standards and amendments to the standards

New and amended standards and interpretations applicable as from 1 January 2024

The accounting policies adopted in these interim financial statements are the same as those adopted in the annual financial statements as at and for the year ended 31 December 2023, except for certain amendments and improvements to the IFRS Accounting Standards implemented as at 1 January 2024, which did not have a material impact on the Company unless otherwise noted below. There were no other material or amended standards or interpretations that resulted in a change in accounting policy for the six months ended 30 June 2024, including:

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

2. Principal accounting policies (continued)

(b) New currently effective and forthcoming standards and amendments to the standards (continued)

Standards and amendments issued and effective from 1 January 2024

From 1 January 2024

- Non current Liabilities with Covenants (Amendments to IAS 1);
- Classification of liabilities as Current or non-current (Amendments to IAS 1)
- Lease Liability in a Sale and Leaseback (Amendments to IFRS 16); and
- Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7).

Standards and amendments issued but not yet effective

From 1 January 2025

The accounting standards and amendments set out below have been issued by the IASB, but are not yet effective for the Company.

- Lack of Exchangeability (Amendments to IAS 21)

These new or amended standards are not expected to have a significant impact on the Company's financial statements, and the Company does not plan to early adopt them.

(c) Foreign currencies

On 9 November 2018, the shareholder resolved to convert the presentation currency of the Company from EURO ("EUR") to United States Dollar ("USD" or "\$"), with an effective date of 1st January 2018, following the assessment of the Board that the functional currency of the Company as of 1st of January 2018 is USD.

In its assessment of the functional currency, the Board has used judgement and considered the underlying transactions, events and conditions applicable to the Company, as at 31 December 2018.

This change in functional currency as at 1st of January 2018 has been considered to lead to a change in presentational currency in accordance with IAS 1.

At the date of the statement of financial position, monetary assets and liabilities were translated at the year-end rates of exchange and resulting translation differences were included in the statement of profit or loss and other comprehensive income. The whole monetary assets and liabilities of the Company are going throughout profit or loss exclusively. Any exchange profits and losses on non-monetary items are taken directly to the statement of profit or loss. Transactions in foreign currencies are measured in the functional currency of the primary economic environment in which the Company operates. All amounts have been rounded to the nearest thousands, except when otherwise indicated. Gains and losses realised on disposal or redemption and unrealised gains and losses from changes in fair value (including any foreign currency retranslation gains and losses) are reported in the income statement. Any initial gain or loss on financial instruments where valuation is dependent on valuation techniques using unobservable parameters are deferred over the life of the contract or until the instrument is redeemed, transferred or sold or the fair value becomes observable.

3. Use of assumptions, estimates and judgements

The results of the Company are sensitive to the accounting policies, assumptions and estimates that underlie the preparation of its financial statements. The assumptions and estimates used in the preparation of the financial statements are described in detail in the Company's annual financial statements as at and for the year ended 31 December 2023.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

3. Use of assumptions, estimates and judgements (continued)

The Company's accounting policy for valuation of financial instruments is included in Note 2 in the Company's annual financial statements as at and for the year ended 31 December 2023. The fair values of financial instruments that are not quoted in active markets are determined by using valuation techniques. To the extent practical, models use only observable data. Where this is not possible, the Management may be required to make estimates. Further information about the valuation of financial instruments are disclosed in Note 5.

4. Net income from financial instruments at fair value through profit or loss

Net income from financial instruments at fair value through profit or loss relates to financial assets and financial liabilities designated or mandatorily measured at fair value through profit or loss, and includes all realised and unrealised fair value gains and losses, together with related interest income and expense, accrued interest, dividends and foreign exchange gains and losses.

	For the period ended 30 June 2024 \$ 000	For the period ended 30 June 2023 \$ 000
Gains/(Losses) from financial instruments mandatorily measured at fair value through profit or loss ¹	(113,280)	1,527,705
Structured notes	(87,533)	1,790,242
Index linked certificates	(25,747)	(262,537)
Derivatives with parent undertaking	(99,736)	(134,277)
Derivatives with third party	99,736	134,277
Gains/(Losses) from financial instruments designated at fair value through profit or loss ¹	113,280	(1,527,705)
Structured notes	87,533	(1,790,242)
Index linked certificates	25,747	262,537
Net income from financial instruments at fair value through profit or loss	—	—

Gains and losses from financial instruments at fair value through profit or loss are inclusive of foreign exchange gains and losses. Net foreign exchange gains and losses realised on financial instruments at fair value through profit or loss amounted to USD nil (2023: USD nil).

¹ The losses from financial instruments at fair value through profit or loss are offset by the gains on the financial instruments issued by the Company.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities

The following tables summarise the carrying value and fair values of the financial assets and financial liabilities and the classification of each class of financial asset and liability:

As at 30 June 2024	Mandatorily measured at fair value through profit or loss \$ 000	Designated at fair value through profit or loss \$ 000	Amortised cost \$ 000	Total carrying amount \$ 000	Fair value \$ 000
Assets					
Cash and cash equivalents	—	—	17,227	17,227	17,227
Structured notes purchased	21,853,783	—	—	21,853,783	21,853,783
Index linked certificates purchased	1,052,792	—	—	1,052,792	1,052,792
Derivative assets	1,071,063	—	—	1,071,063	1,071,063
Other assets	—	—	40,756	40,756	40,756
Total financial assets	23,977,638	—	57,983	24,035,621	24,035,621
Liabilities					
Bank loans and overdrafts	—	—	2,304	2,304	2,304
Structured notes issued	—	21,853,783	—	21,853,783	21,853,783
Index linked certificates issued	—	1,052,792	—	1,052,792	1,052,792
Derivative liabilities	1,071,063	—	—	1,071,063	1,071,063
Redeemable preference shares	49	—	—	49	49
Other liabilities	—	—	54,017	54,017	54,017
Total financial liabilities	1,071,112	22,906,575	56,321	24,034,008	24,034,008

As at 31 December 2023	Mandatorily measured at fair value through profit or loss \$ 000	Designated at fair value through profit or loss \$ 000	Amortised cost \$ 000	Total carrying amount \$ 000	Fair value \$ 000
Assets					
Cash and cash equivalents	—	—	176,858	176,858	176,858
Structured notes purchased	23,331,350	—	—	23,331,350	23,331,350
Index linked certificates purchased	554,183	—	—	554,183	554,183
Derivative assets	816,668	—	—	816,668	816,668
Other assets	—	—	122,309	122,309	122,309
Total financial assets	24,702,201	—	299,167	25,001,368	25,001,368
Liabilities					
Bank loans and overdrafts	—	—	23,951	23,951	23,951
Structured notes issued	—	23,331,350	—	23,331,350	23,331,350
Index linked certificates issued	—	554,183	—	554,183	554,183
Derivative liabilities	816,668	—	—	816,668	816,668
Redeemable preference shares	53	—	—	53	53
Other liabilities	—	—	273,637	273,637	273,637
Total financial liabilities	816,721	23,885,533	297,588	24,999,842	24,999,842

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

The following table shows an analysis of financial assets and liabilities measured by fair value hierarchy:

	Level 1	Level 2	Level 3	Total
As at 30 June 2024	\$ 000	\$ 000	\$ 000	\$ 000
Financial assets				
Structured notes purchased	—	19,037,274	2,816,509	21,853,783
Index linked certificates purchased	—	943,402	109,390	1,052,792
Derivative assets	—	1,011,992	59,071	1,071,063
Total financial assets	—	20,992,668	2,984,970	23,977,638
Financial liabilities				
Structured notes issued	—	19,037,274	2,816,509	21,853,783
Index linked certificates issued	—	943,402	109,390	1,052,792
Derivative liabilities	—	1,011,992	59,071	1,071,063
Redeemable preference shares	—	47	2	49
Total financial liabilities	—	20,992,715	2,984,972	23,977,687
	Level 1	Level 2	Level 3	Total
As at 31 December 2023	\$ 000	\$ 000	\$ 000	\$ 000
Financial assets				
Structured notes purchased	—	19,749,185	3,582,165	23,331,350
Index linked certificates purchased	—	539,820	14,363	554,183
Derivative assets	—	793,551	23,117	816,668
Total financial assets	—	21,082,556	3,619,645	24,702,201
Financial liabilities				
Structured notes issued	—	19,749,185	3,582,165	23,331,350
Index linked certificates issued	—	539,820	14,363	554,183
Derivative liabilities	—	793,551	23,117	816,668
Redeemable preference shares	—	52	1	53
Total financial liabilities	—	21,082,608	3,619,646	24,702,254

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

The below table presents the fair value of Level 3 financial instruments as at 30 June 2024 moved between the fair value hierarchy levels:

2024	At 1 January \$ 000	Gain/(loss) \$ 000	Purchases \$ 000	Sales \$ 000	Issuances \$ 000	Settlements \$ 000	Transfers into Level 3 \$ 000	Transfers out of Level 3 \$ 000	At 30 June \$ 000
Financial assets									
Structured notes purchased	3,596,922	(69,982)	—	—	141,364	(186,592)	101,867	(767,070)	2,816,509
Index linked certificates purchased	14,584	1,159	—	—	92,149	(4,287)	10,108	(4,323)	109,390
Derivative assets	8,139	44,460	—	—	23,304	(25,615)	9,862	(1,079)	59,071
	3,619,645	(24,363)	—	—	256,817	(216,494)	121,837	(772,472)	2,984,970
	At 1 January \$ 000	Gain/(loss) \$ 000	Purchases \$ 000	Sales \$ 000	Issuances \$ 000	Settlements \$ 000	Transfers into Level 3 \$ 000	Transfers out of Level 3 \$ 000	At 30 June \$ 000
Financial liabilities									
Structured notes issued	3,596,922	(69,982)	—	—	141,364	(186,592)	101,867	(767,070)	2,816,509
Index linked certificates issued	14,584	1,159	—	—	92,149	(4,287)	10,108	(4,323)	109,390
Derivative liabilities	8,139	44,460	—	—	23,304	(25,615)	9,862	(1,079)	59,071
Redeemable preference shares	1	—	—	—	1	—	—	—	2
	3,619,646	(24,363)	—	—	256,818	(216,494)	121,837	(772,472)	2,984,972
	At 1 January \$ 000	Gain/(loss) \$ 000	Purchases \$ 000	Sales \$ 000	Issuances \$ 000	Settlements \$ 000	Transfers into Level 3 \$ 000	Transfers out of Level 3 \$ 000	At 31 December \$ 000
2023									
Financial assets									
Structured notes purchased	4,014,103	73,384	—	—	288,978	(306,710)	123,992	(611,582)	3,582,165
Index linked certificates purchased	35,364	(6,722)	—	—	24,069	(28,760)	203	(9,791)	14,363
Derivative assets	17,041	(44,191)	—	—	64,891	(7,393)	2,074	(9,305)	23,117
	4,066,508	22,471	—	—	377,938	(342,863)	126,269	(630,678)	3,619,645
	At 1 January \$ 000	Gain/(loss) \$ 000	Purchases \$ 000	Sales \$ 000	Issuances \$ 000	Settlements \$ 000	Transfers into Level 3 \$ 000	Transfers out of Level 3 \$ 000	At 31 December \$ 000
Financial liabilities									
Structured notes issued	4,014,103	73,384	—	—	288,978	(306,710)	123,992	(611,582)	3,582,165
Index linked certificates issued	35,364	(6,722)	—	—	24,069	(28,760)	203	(9,791)	14,363
Derivative liabilities	17,041	(44,191)	—	—	64,891	(7,393)	2,074	(9,305)	23,117
Redeemable preference shares	1	—	—	—	—	—	1	(1)	1
	4,066,509	22,471	—	—	377,938	(342,863)	126,270	(630,679)	3,619,646

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

2023 opening balances have been adjusted to reflect instruments in their original classes, which were previously classified as “unsettled”, being issued after the financial period close.

Transfers from Level 2 to Level 3 arise when the availability of observable independent market data or pricing information for the significant valuation inputs of an instrument reduces. Transfers from Level 3 to Level 2 can occur when observability of the independent market data or pricing information for significant valuation inputs improves, or where the significance of the unobservable inputs reduces sufficiently.

Valuation techniques and significant unobservable inputs

Valuation uncertainty is computed on a quarterly basis based on the methodology used per instruments. Price or models input parameters will be adjusted in consequence if any impact across each product.

The adjustments are typically computed with reference to proxy analysis using third party data. Examples of the approach used to derive sensitivity adjustments are outlined below:

- Equity Markets: Valuation uncertainty is computed from a combination of consensus market data and proxy analysis using third party data providers.
- Credit Trading and Securitised Markets: Valuation uncertainty is computed from a combination of consensus market data, broker data and proxy analysis using third party data providers.
- Commodity Markets: Valuation uncertainty is computed from a combination of consensus market data and proxy analysis using third party data providers.

The tables on the following page present the valuation techniques covering the majority of Level 3 inventory and the most significant unobservable inputs used in Level 3 fair value measurements as of 30 June 2024. Note that these tables represent key drivers by disclosure lines or underlying assets.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

Valuation Techniques and Inputs for Level 3 Fair Value Measurements

As at 30 June 2024	Fair Value \$ 000	Methodology	Input	Range of Inputs		Unit			
				Min	Max				
Financial assets									
<u>Structured notes purchased</u>									
Commodities structured notes	61,029	Model-based	Forward Price	11.4	380.7	%			
Credit Markets	64,618	Price-based	Price	74.5	104.6	%			
Equity structured notes	88,521	Model-based	Equity Volatility	0.1	288.7	%			
			Equity-Equity Correlation	-36.2	99.3	%			
			Equity Forward	67.8	213.9	%			
			Equity-FX Correlation	-95.0	70.0	%			
			Hybrid structured notes	1,838,078	Model-based	Equity-FX Correlation	-95.0	70.0	%
						Equity-IR Correlation	-40.0	50.0	%
Equity Forward	67.8	213.9				%			
Equity-Equity Correlation	-36.2	99.3				%			
Equity Volatility	0.1	288.7				%			
Hybrid structured notes	1,838,078	Model-based	FX Volatility	0.1	111.5	%			
			IR Normal Volatility	0.4	15.0	%			
Rates structured notes	764,264	Model-based	IR Normal Volatility	0.4	15.0	%			
<u>Index linked certificates purchased</u>									
Commodities index linked certificates	96,792	Model-based	Forward Price	11.4	380.7	%			
Equity index linked certificates	10,445	Model-based	Equity Forward	67.8	213.9	%			
			Equity Volatility	0.1	288.7	%			
			Equity-Equity Correlation	-36.2	99.3	%			
			Equity-FX Correlation	-95.0	70.0	%			
			Hybrid index linked certificates	2,152	Model-based	Equity Forward	67.8	213.9	%
Equity Volatility	0.1	288.7				%			
Equity-Equity Correlation	-36.2	99.3				%			
Equity-FX Correlation	-95.0	70.0				%			
Equity-IR Correlation	-40.0	50.0				%			
Derivative assets									
Equity derivatives	58,130	Model-based	Equity Forward	67.8	213.9	%			
			Equity Volatility	0.1	288.7	%			
			Equity-Equity Correlation	-36.2	99.3	%			
			Equity-FX Correlation	-95.0	70.0	%			
			FX Volatility	0.0	10.6	%			
Rates derivatives	703	Model-based	IR Normal Volatility	0.4	1.2	%			
Commodities derivatives	85	Model-based	Equity Forward	11.4	380.7	%			
Hybrid derivatives	154	Model-based	Equity Forward	67.8	213.9	%			
			Equity-Commodity Correlation	-20.0	62.6	%			
			Equity Volatility	0.1	288.7	%			
Total Financial assets	2,984,970								

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

Valuation Techniques and Inputs for Level 3 Fair Value Measurements (continued)

As at 30 June 2024	Fair Value \$ 000	Methodology	Input	Range of Inputs		Unit
				Min	Max	
Financial liabilities						
<u>Structured notes issued</u>						
Commodities structured notes	61,029	Model-based	Forward Price	11.4	380.7	%
Credit Markets	64,618	Price-based	Price	74.5	104.6	%
Equity structured notes	88,521	Model-based	Equity Volatility	0.1	288.7	%
		Model-based	Equity-Equity Correlation	-36.2	99.3	%
		Model-based	Equity Forward	67.8	213.9	%
		Model-based	Equity-FX Correlation	-95.0	70.0	%
Hybrid structured notes	1,838,078	Model-based	Equity-FX Correlation	-95.0	70.0	%
		Model-based	Equity-IR Correlation	-40.0	50.0	%
		Model-based	Equity Forward	67.8	213.9	%
		Model-based	Equity-Equity Correlation	-36.2	99.3	%
		Model-based	Equity Volatility	0.1	288.7	%
		Model-based	FX Volatility	0.1	111.5	%
Rates structured notes	764,264	Model-based	IR Normal Volatility	0.4	15.0	%
<u>Index linked certificates issued</u>						
Commodities index linked certificates	96,792	Model-based	Forward Price	11.4	380.7	%
		Model-based	Equity Forward	67.8	213.9	%
		Model-based	Equity Volatility	0.1	288.7	%
		Model-based	Equity-Equity Correlation	-36.2	99.3	%
		Model-based	Equity-FX Correlation	-95.0	70.0	%
Hybrid index linked certificates	2,152	Model-based	Equity Forward	67.8	213.9	%
		Model-based	Equity Volatility	0.1	288.7	%
		Model-based	Equity-Equity Correlation	-36.2	99.3	%
		Model-based	Equity-FX Correlation	-95.0	70.0	%
		Model-based	Equity-IR Correlation	-40.0	50.0	%
<u>Derivative liabilities</u>						
Equity derivatives	58,130	Model-based	Equity Forward	67.8	213.9	%
		Model-based	Equity Volatility	0.1	288.7	%
		Model-based	Equity-Equity Correlation	-36.2	99.3	%
		Model-based	Equity-FX Correlation	-95.0	70.0	%
		Model-based	FX Volatility	0.0	10.6	%
Rates derivatives	703	Model-based	IR Normal Volatility	0.4	1.2	%
Hybrid derivatives	154	Model-based	Equity Forward	67.8	213.9	%
		Model-based	Equity-Commodity Correlation	-20.0	62.6	%
		Model-based	Equity Volatility	0.1	288.7	%
Commodities derivatives	85	Model-based	Equity Forward	11.4	380.7	%
<u>Preferred shares</u>						
Equity derivatives	1	Model-based	Forward Price	67.8	213.9	%
		Model-based	Equity-Equity Correlation	-36.2	99.3	%
Commodities	1	Model-based	Equity-FX Correlation	11.4	380.7	%
Total Financial liabilities	2,984,972					

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

The following tables present the valuation techniques covering the majority of Level 3 inventory and the most significant unobservable inputs used in Level 3 fair value measurements as of 31 December 2023. Note that these tables represent key drivers by disclosure lines or underlying assets.

Valuation Techniques and Inputs for Level 3 Fair Value Measurements (continued)

As at 31 December 2023	Fair Value \$ 000	Methodology	Input	Range of Inputs		Unit
				Min	Max	
Financial assets						
<u>Structured notes purchased</u>						
Commodities structured notes	64,862	Model-based	Forward Price	31.7	425.5	%
		Model-based	Commodity Volatility	6.1	61.1	%
		Model-based	Commodity Correlation	-45.3	93.0	%
Credit Markets	79,131	Price-based	Price	9.5	100.0	%
Equity structured notes	123,908	Model-based	Equity Volatility	0.1	334.4	%
		Model-based	Equity-Equity Correlation	-6.5	97.4	%
		Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity-FX Correlation	-79.0	70.0	%
		Model-based	Equity-IR Correlation	-30.0	44.0	%
		Model-based	FX-FX Correlation	-70.7	71.4	%
Hybrid structured notes	1,884,073	Model-based	Equity-FX Correlation	-79.0	70.0	%
		Model-based	Equity-IR Correlation	-30.0	44.0	%
		Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity-Equity Correlation	-6.5	97.4	%
		Model-based	Equity Volatility	0.1	334.4	%
		Model-based	FX Volatility	0.1	113.1	%
Rates structured notes	1,430,191	Model-based	IR Normal Volatility	0.3	15.0	%
<u>Index linked certificates purchased</u>						
Commodities index linked certificates	348	Model-based	Forward Price	31.7	425.5	%
		Model-based	Commodity Volatility	6.1	61.1	%
		Model-based	Commodity Correlation	-45.3	93.0	%
Equity index linked certificates	10,907	Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity Volatility	0.1	334.4	%
		Model-based	Equity-Equity Correlation	-6.5	97.4	%
		Model-based	Equity-FX Correlation	-79.0	70.0	%
Hybrid index linked certificates	3,108	Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity Volatility	0.1	334.4	%

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

Valuation Techniques and Inputs for Level 3 Fair Value Measurements (continued)

Derivative assets

Equity derivatives	22,860	Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity Volatility	0.1	334.4	%
		Model-based	Equity-Equity Correlation	-6.5	97.4	%
		Model-based	Equity-FX Correlation	-56.9	-56.9	%
Rates derivatives	56	Model-based	IR Normal Volatility	0.3	1.6	%
Hybrid Derivatives	201	Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity-Commodity Correlation	-10.0	30.0	%
		Model-based	Equity Volatility	0.1	334.4	%
Total Financial assets	3,619,645					

Financial liabilities

Structured notes issued

Commodities structured notes	64,862	Model-based	Forward Price	31.7	425.5	%
		Model-based	Commodity Volatility	6.1	61.1	%
		Model-based	Commodity Correlation	-45.3	93.0	%
Credit Markets	79,131	Price-based	Price	9.5	100.0	%
Equity structured notes	123,908	Model-based	Equity Volatility	0.1	334.4	%
		Model-based	Equity-Equity Correlation	-6.5	97.4	%
		Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity-FX Correlation	-79.0	70.0	%
		Model-based	Equity-IR Correlation	-30.0	44.0	%
		Model-based	FX-FX Correlation	-70.7	71.4	%
Hybrid structured notes	1,884,073	Model-based	Equity-FX Correlation	-79.0	70.0	%
		Model-based	Equity-IR Correlation	-30.0	44.0	%
		Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity-Equity Correlation	-6.5	97.4	%
		Model-based	Equity Volatility	0.1	334.4	%
		Model-based	FX Volatility	0.1	113.1	%
Rates structured notes	1,430,191	Model-based	IR Normal Volatility	0.3	15.0	%

Index linked certificates issued

Commodities index linked certificates	348	Model-based	Forward Price	31.7	425.5	%
		Model-based	Commodity Volatility	6.1	61.1	%
		Model-based	Commodity Correlation	-45.3	93.0	%
Equity index linked certificates	10,907	Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity Volatility	0.1	334.4	%
		Model-based	Equity-Equity Correlation	-6.5	97.4	%
		Model-based	Equity-FX Correlation	-79.0	70.0	%
Hybrid index linked certificates	3,108	Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity Volatility	0.1	334.4	%

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

Valuation Techniques and Inputs for Level 3 Fair Value Measurements (continued)

As at 31 December 2023	Fair Value	Methodology	Input	Range of Inputs		Unit
				Min	Max	
<u>Derivative liabilities</u>						
Equity derivatives	22,860	Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity Volatility	0.1	334.4	%
		Model-based	Equity-Equity Correlation	-6.5	97.4	%
		Model-based	Equity-FX Correlation	-56.9	-56.9	%
Rates derivatives	56	Model-based	IR Normal Volatility	0.3	1.6	%
Hybrid Derivatives	201	Model-based	Equity Forward	54.1	273.5	%
		Model-based	Equity-Commodity Correlation	-10.0	30.0	%
		Model-based	Equity Volatility	0.1	334.4	%
<u>Redeemable preference shares</u>						
Equity	1	Model-based	Equity Forward	54.1	273.5	%
			Equity-Equity Correlation	(6.5)	97.4	%
			Equity Volatility	0.1	334.4	%
			Equity-FX Correlation	-79.0	70.0	%
Total Financial liabilities	3,619,646					

Sensitivity to unobservable inputs and interrelationships between unobservable inputs

The impact of key unobservable inputs on the Level 3 fair value measurements may not be independent of one another. In addition, the amount and direction of the impact on a fair value measurement for a given change in an unobservable input depends on the nature of the instrument as well as whether the Company holds the instrument as an asset or a liability.

The following section describes the sensitivities and interrelationships of the most significant unobservable inputs used by the Company in Level 3 fair value measurements.

Yield

Adjusted yield is generally used to discount the projected future principal and interest cash flows on instruments, such as loans. Adjusted yield is impacted by changes in the interest rate environment and relevant credit spreads.

In some circumstances, the yield of an instrument is not observable in the market and must be estimated from historical data or from yields of similar securities. This estimated yield may need to be adjusted to capture the characteristics of the security being valued. In other situations, the estimated yield may not represent sufficient market liquidity and must be adjusted as well. Whenever the amount of the adjustment is significant to the value of the security, the fair value measurement is classified as Level 3.

Recovery

Recovery is the proportion of the total outstanding balance of a bond or loan that is expected to be collected in a liquidation scenario. For many credit securities (such as asset-backed securities), there is no directly observable market input for recovery, but indications of recovery levels are available from pricing services. The assumed recovery of a security may differ from its actual recovery that will be observable in the future. The recovery rate impacts the valuation of credit securities. Generally, an increase in the recovery rate assumption increases the fair value of the security. An increase in loss severity, the inverse of the recovery rate, reduces the amount of principal available for distribution and, as a result, decreases the fair value of the security.

Credit Spread

Credit spread is a component of the security's yield representing its credit quality. Credit spread reflects the market perception of changes in prepayment, delinquency and recovery rates. Changes in credit spread affect the fair value of securities differently depending on the characteristics and maturity profile of the security.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

Credit Spread (continued)

For example, credit spread is a more significant driver of the fair value measurement of a high yield bond as compared to an investment grade bond. Generally, the credit spread for an investment grade bond is also more observable and less volatile than its high yield counterpart.

Volatility

Volatility represents the speed and severity of market price changes and is a key factor in pricing options. Typically, instruments can become more expensive if volatility increases. For example, as an index becomes more volatile, the cost to Citigroup of maintaining a given level of exposure increases because more frequent rebalancing of the portfolio is required. Volatility generally depends on the tenor of the underlying instrument and the strike price or level defined in the contract. Volatilities for certain combinations of tenor and strike are not observable. The general relationship between changes in the value of a portfolio to changes in volatility also depends on changes in interest rates and the level of the underlying index. Generally, long option positions (assets) benefit from increases in volatility, whereas short option positions (liabilities) will suffer losses. Some instruments are more sensitive to changes in volatility than others. For example, an at-the-money option would experience a larger percentage change in its fair value than a deep-in-the-money option. In addition, the fair value of an option with more than one underlying security (for example, an option on a basket of bonds) depends on the volatility of the individual underlying securities as well as their correlations.

Correlation

Correlation is a measure of the co-movement between two or more variables. A variety of correlation-related assumptions are required for a wide range of instruments, including equity baskets, foreign-exchange options and many other instruments. For almost all of these instruments, correlations are not observable in the market and must be estimated using historical information. Estimating correlation can be especially difficult where it may vary over time. Extracting correlation information from market data requires significant assumptions regarding the informational efficiency of the market (for example, swaption market). Changes in correlation levels can have a major impact, favourable or unfavourable, on the value of an instrument, depending on its nature.

Qualitative discussion of the ranges of significant unobservable inputs

The following section describes the ranges of the most significant unobservable inputs used by the Company in Level 3 fair value measurements. The level of aggregation and the diversity of instruments held by the Company lead to a wide range of unobservable inputs that may not be evenly distributed across the Level 3 inventory.

Price

The price input is a significant unobservable input for certain fixed income instruments. For these instruments the price input is expressed as a percentage of the notional amount, with a price of 100 meaning that the instrument is valued at par. For most of these instruments, the price varies between zero and slightly above 100. Relatively illiquid assets that have experienced significant losses since issuance, such as certain asset-backed securities, are at the lower end of the range, whereas most investment grade corporate bonds will fall in the middle to the higher end of the range. The price input is also a significant unobservable input for certain equity securities; however, the range of price inputs varies depending on the nature of the position, the number of shares outstanding and other factors.

Yield

Ranges for the yield inputs vary significantly depending upon the type of security. For example, securities that typically have lower yields, such as German or U.S. government bonds, will fall on the lower end of the range, while more illiquid securities or securities with lower credit quality, such as certain residual tranche asset-backed securities, will have much higher yield inputs.

Credit Spread

Credit spread is relevant primarily for fixed income and credit instruments; however, the ranges for the credit spread input can vary across instruments. For example, certain fixed income instruments, such as certificates of deposit, typically have lower credit spreads, whereas certain derivative instruments with high-risk counterparties are typically subject to higher credit spreads when they are uncollateralized or have a longer tenor. Other instruments, such as credit default swaps, also have credit spreads that vary with the attributes of the underlying obligor. Stronger companies have tighter credit spreads, and weaker companies have wider credit spreads.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. Financial assets and liabilities (continued)

Volatility

Similar to correlation, asset-specific volatility inputs vary widely by asset type. For example, ranges for foreign exchange volatility are generally lower and narrower than equity volatility. Equity volatilities are wider due to the nature of the equities market and the terms of certain exotic instruments. For most instruments, the interest rate volatility input is on the lower end of the range; however, for certain structured or exotic instruments (such as market-linked deposits or exotic interest rate derivatives), the range is much wider.

Correlation

There are many different types of correlation inputs, including credit correlation, cross-asset correlation (such as equity-interest rate correlation), and same-asset correlation (such as interest rate-interest rate correlation). Correlation inputs are generally used to value hybrid and exotic instruments. Generally, same-asset correlation inputs have a narrower range than cross-asset correlation inputs. However, due to the complex nature of many of these instruments, the ranges for correlation inputs can vary widely across portfolios.

Financial instruments which are not measured at fair value

The Company's financial instruments which are not measured at fair value are cash and cash equivalents, bank loans and overdrafts, other assets and other liabilities. Due to the fact that the carrying amount of cash and cash equivalents, bank loans and overdrafts, other assets and other liabilities is a reasonable approximation of fair value due to the short term nature of the balances the Company decided not to disclose the fair value according to the specifications of IFRS 7.

6. Share capital and reserves

Share Capital

As at 30 June 2024 and 31 December 2023

	Number of shares	Authorised		Allocated, called-up and fully paid	
		Nominal value/ Par value	Amount	Amount	Amount
Unlimited shares	1	1.2536	1.2536		0.31
Limited shares	1,999,999	1.2536	2,507,198.75	626,799.69	
	2,000,000		2,507,200	626,800	

The capital has been subscribed as follows:

	Number of unlimited shares	Number of limited shares	Allocated, called-up and fully paid
			Amount \$
Citigroup Global Markets Funding Luxembourg GP S.a.r.l.	1	1	0.62
Citigroup Global Markets Limited	—	1,999,998	626,799.38
	1	1,999,999	626,800

All shares confer identical rights in respect of capital, dividends, voting and otherwise. The number of shares outstanding did not change during the financial year.

On 24 May 2012, the date of the Company's incorporation, one-quarter (USD 626,800 equivalent to EUR 500,000) of the subscribed share capital was paid up. The nominal value of both unlimited and limited shares is EUR 1 or USD 1.2536.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

6. Share capital and reserves (continued)

On 30 October 2015, the Company's statutes were amended in order to enable it to issue preference shares to CGML. The preference shares do not foresee the right of dividend payments. During the first six months of 2024, the Company issued 79 redeemable preference shares for a proceed amount of USD 9,481 (2023: 123 redeemable preference shares for a value of USD 14,521).

The redeemable preference shares issued in the financial year are classified as a financial liability and presented in the caption "Redeemable preference shares" because they are mandatorily redeemable in cash in accordance with the Issuance Terms.

Foreign Currency Translation Reserve

On 9 November 2018, the shareholder resolved to convert the presentation currency of the Company from EURO ("EUR") to United States Dollar ("USD" or "\$"), with an effective date of 1st January 2018, following the assessment of the Board that the functional currency of the Company as of 1st of January 2018 is USD. This has resulted in the creation of a foreign currency transaction reserve comprising of the cumulative foreign exchange difference of yearly results.

Legal Reserve

Under Luxembourg law, the Company is required to allocate annually at least 5% of its annual net income to a non-distributable legal reserve until the aggregate reserve equals 10% of the subscribed share capital.

On 26 April 2018, the Board recommended to incorporate EUR 50,000 equivalent to USD 60,515 to the legal reserve.

On 22 May 2019, the Board recommended to incorporate USD 2,000 to the legal reserve.

During 2024, there were no additional reserves incorporated to the total legal reserve, as the above stated requirement had already been reached.

7. Other assets and other liabilities

The other assets and other liabilities as at 30 June 2024 are mainly related to short-term cash pending items linked to issuance or settlement of financial instruments.

In order to better represent the nature of these pending items, it has been decided to present them on a gross basis, impacting both "other assets" and "other liabilities". Had the cash pending items been presented on a net basis for 2024, a net position of USD 14,589,678 would have been disclosed in "other liabilities" in the statement of financial position as at 30 June 2024. Had the cash pending items been presented on a net basis for 2023, a net position of USD 124,910,117 would have been disclosed in "other liabilities" in the statement of financial position as at 31 December 2023.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

8. Related parties transactions

The Company is a wholly owned subsidiary undertaking of CGML, as further described in Note 6. The Company defines related parties as the members of the Board, their close family members, parent and fellow subsidiaries and associated companies.

A number of arm's length transactions are entered into with related parties. These include cash and cash equivalent balances deposited with affiliated undertakings, as well as structured notes, index linked certificates purchased and derivatives, which are offsetting transactions to the structured notes, index linked certificates and derivatives issued by the Company, as further described in Note 4 and Note 5.

The Company is also remunerated for the services rendered as issuer to CGML. Services provided between related parties are on an arm's length basis.

No provisions have been recognised in respect of deposits with related parties or structured notes purchased. The table below summarises balances with related parties. There were no related party transactions with the Ultimate Parent Company, Citigroup Inc.

All outstanding balances with related parties arose in the ordinary course of business and on substantially the same terms, including interest rates, security and nature of the consideration to be provided in settlement, as for comparable transactions with third-party counterparties. No guarantees were given to or received from related parties.

	As at and for the period ended 30 June 2024		
	Parent undertaking \$ 000	Other affiliated undertakings \$ 000	Total \$ 000
Assets			
Cash and cash equivalents	—	17,175	17,175
Structured notes purchased	21,853,783	—	21,853,783
Index linked certificates purchased	1,052,792	—	1,052,792
Derivative assets	987,860	—	987,860
Other assets	16,372	26,925	43,297
Liabilities			
Bank loans and overdrafts	—	2,298	2,298
Derivative liabilities	83,202	—	83,202
Redeemable preference shares	49	—	49
Other liabilities	1,485	52,061	53,546
Statement of comprehensive income			
Net fee and commission income	1,502	—	1,502
General and administrative expenses	—	(943)	(943)
Losses from financial instruments at fair value through profit or loss ²	(213,016)	—	(213,016)

² Movement in losses from financial instruments at fair value through profit or loss is due to issuance and market activities.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

8. Related parties transactions (continued)

	As at 31 December 2023		
	Parent undertaking	Other affiliated undertakings	Total
	\$ 000	\$ 000	\$ 000
Assets			
Cash and cash equivalents	—	176,853	176,853
Structured notes purchased	23,331,350	—	23,331,350
Index linked certificates purchased	554,183	—	554,183
Derivative assets	795,346	—	795,346
Other assets	553	116,495	117,048
Liabilities			
Bank loans and overdrafts	—	23,946	23,946
Derivative liabilities	21,322	—	21,322
Redeemable preference shares	53	—	53
Other liabilities	19,032	246,138	265,170
For the period ended 30 June 2023			
	Parent undertaking	Other affiliated undertakings	Total
	\$ 000	\$ 000	\$ 000
Statement of comprehensive income			
Net fee and commission income	2,619	—	2,619
General and administrative expenses	—	(291)	(291)
Losses from financial instruments at fair value through profit and loss	(1,393,428)	—	(1,393,428)

Gains and losses from financial instruments designated at fair value through profit or loss are inclusive of foreign exchange gains and losses. Net foreign exchange gains and losses realised on financial instruments designated at fair value through profit or loss amounted to USD nil (2023: USD nil).

The Company's accounting policy foresees to include income from financial assets and financial liabilities designated at fair value through profit or loss on a net basis in the caption 'Net income from financial instruments at fair value through profit or loss', and includes all realised and unrealised fair value gains and losses, together with related interest income and expense, dividends and foreign exchange gains and losses.

9. Segmental reporting

The Company's activity is the issuance of listed or unlisted structured products in the form of structured notes, index linked certificates and derivatives to grant loans or other forms of funding directly or indirectly in whatever form or means to any entities belonging to Citigroup Inc..

In accordance with IFRS 8 "Operating Segments", an operating segment is defined as a business activity whose operating results are reviewed by the chief operating decision-maker ("CODM") and for which discrete information is available. The Management approach is used to determine the reportable operating segments. Operating segments are reported in a manner consistent with the internal reporting provided to the CODM, as required by IFRS 8. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board Citigroup Global Markets Funding Luxembourg GP S.à r.l. ("the Manager").

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

9. Segmental reporting (continued)

The CODM monitors the issuance activity based on a breakdown of information about the regional distribution of the products issued by the Company to institutional and retail investors.

Citigroup has changed its management structure resulting in changes in its reportable operating segments to reflect how the CEO, who is the chief operating decision maker (CODM), manages the company, including allocating resources and measuring performance. Citigroup reorganized its reporting into five reportable operating segments: Services, Markets, Banking, U.S. Personal Banking (USPB) and Wealth, with the remaining operations recorded in All Other, which includes activities not assigned to a specific reportable operating segment, as well as discontinued operations.

Along with restructuring the operating segments, Citigroup has also made considerable efforts to simplify the Bank and remove complexity. To this end, Citigroup shifted towards a simpler geographical structure of two main regions: International and North America.

Citigroup defines international activities as business transactions that involve clients that reside outside of North America, geographical segregation is based predominantly on the domicile of the client or the booking location from which the client relationship is managed.

The reorganization Citigroup has undergone has not impacted the Company's organization, operating or business model. The changes hereafter are intended to align the Company's regional segmentation to the new geographical structure of Citi.

Considering the new geographical construct at Citi level, the new segmental reporting is comprised of the following three segments:

- Europe, the UK, Middle-East and Africa ("Europe & UK & MEA");
- Asia Pacific and Japan ("JANA & Asia South");
- Latin America ("LATAM").

For each region the CODM is provided with key performance indicators ("KPIs") reporting the total number of instruments issued and the total net proceed amount issued during the year.

At the end of the period a regional breakdown is presented of the number of financial instruments issued, the market value of the financial instruments issued at the end of the period as well as the gains and losses related to the issuance of these financial instruments during the year.

CITIGROUP GLOBAL MARKETS FUNDING LUXEMBOURG S.C.A.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

9. Segmental reporting (continued)

For the period ended 30 June 2024 (\$ 000)

	JANA & Asia South	Europe & UK & MEA	LATAM	Grand Total
Number of instruments issued ³	13,533	2,266	688	16,487
Net proceed of the instruments issued ⁴	7,167,834	8,388,542	923,383	16,479,759
Market value of the instruments outstanding at period end ⁵	7,653,224	14,574,872	1,666,085	23,894,181
Gains/(Losses) related to the instruments issued ⁶	(74,307)	(227,631)	88,922	(213,016)
Gains/(Losses) related to the instruments purchased ⁶	74,307	227,631	(88,922)	213,016

For the year ended 31 December 2023 (\$ 000)

	JANA & Asia South	Europe & UK & MEA	LATAM	Grand Total
Number of instruments issued ³	16,483	3,604	991	21,078
Net proceed of the instruments issued ⁴	10,350,462	14,382,624	1,700,899	26,433,985
Market value of the instruments outstanding at year-end ⁵	7,719,861	14,755,969	2,205,049	24,680,879

For the period ended 30 June 2023 (\$ 000)

Gains/(Losses) related to the instruments issued ⁶	(296,434)	1,309,103	380,759	1,393,428
Gains/(Losses) related to the instruments purchased ⁶	296,434	(1,309,103)	(380,759)	(1,393,428)

Gains and losses from financial instruments at fair value through profit or loss are inclusive of foreign exchange gains and losses. Net foreign exchange gains and losses realised on financial instruments at fair value through profit or loss amounted to USD nil (2023: USD nil).

10. Non-financial information

The Company's approach on environmental matters, social and employee matters, diversity, bribery and corruption, and respect for human rights is detailed on the Environmental, Social and Governance (ESG) Report which can be accessed on the Ultimate Parent Company website www.citigroup.com. The Board is responsible for ensuring compliance with the directive 214/95/EU 'Non Financial Reporting Directive' (NFRD).

11. Subsequent events

At the date on which these condensed interim financial statements were approved, there were no significant events affecting the Company since the period end.

³ Number of instruments issued in the financial year

⁴ Net proceeds in the current period

⁵ The instrument outstanding at the end of the year are composed of structured notes, index linked certificates and derivatives, not including unsettled instruments

⁶ Refer to Note 4