SECOND ADDENDUM DATED 16 OCTOBER 2020

If you are in any doubt about any of the contents of this document, you should obtain independent professional advice.

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Non-collateralised Structured Products

Second Addendum to the Base Listing Document dated 5 May 2020 relating to Structured Products to be issued by

Citigroup Global Markets Europe AG

(a stock corporation (Aktiengesellschaft) founded in Germany under German law)

This document, for which we accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") for the purpose of giving information with regard to us and our standard warrants ("**Warrants**"), callable bull/bear contracts ("**CBBCs**") and other structured products (together, the "**Structured Products**") to be listed on the Stock Exchange from time to time. You must read this addendum in conjunction with our base listing document dated 5 May 2020 (our "**Base Listing Document**") and the first addendum dated 17 July 2020 (the "**First Addendum**").

We, having made all reasonable enquiries, confirm that to the best of our knowledge and belief the information contained in this addendum, our Base Listing Document and the First Addendum is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement therein or this addendum misleading.

The Structured Products are complex products. Investors should exercise caution in relation to them. The Structured Products involve derivatives. Investors should not invest in the Structured Products unless they fully understand and are willing to assume the risks associated with them. Investors are warned that the price of the Structured Products may fall in value as rapidly as it may rise and holders may sustain a total loss of their investment. Prospective purchasers should therefore ensure that they understand the nature of the Structured Products and carefully study the risk factors set out in this document and, where necessary, seek professional advice, before they invest in the Structured Products.

The Structured Products constitute our general unsecured contractual obligations and of no other person and will rank equally among themselves with all our other unsecured obligations (save for those obligations preferred by law) upon liquidation. If you purchase the Structured Products, you are relying upon our creditworthiness and have no rights under the Structured Products against (a) the company which has issued the underlying securities; (b) the trustee or the manager of the underlying unit trust; or (c) the index compiler of any underlying index or any company constituting the underlying index. If we become insolvent or default on our obligations under the Structured Products, you may not be able to recover all or even part of the amount due under the Structured Products (if any). The Issuer is subject to the exercise of the bail-in powers under the German legislation for implementation of the Bank Recovery and Resolution Directive.

Sponsor

Citigroup Global Markets Asia Limited

IMPORTANT INFORMATION

What is this addendum about?

This addendum is a supplement to our Base Listing Document.

You should read this addendum together with our Base Listing Document (including the First Addendum and any other addendum to our Base Listing Document to be issued by us from time to time) and the relevant launch announcement and supplemental listing document (including any addendum to such launch announcement and supplemental listing document to be issued by us from time to time) (together, the "**Listing Documents**") before investing in any Structured Product.

Where can you inspect the relevant documents?

Copies of each of the Listing Documents and other documents set out in the section headed "Where can you inspect the relevant documents?" in our Base Listing Document may be inspected during usual business hours on any weekday (Saturdays, Sundays and public holidays excepted) at the office of the Sponsor, which is presently at 50th Floor, Champion Tower, Three Garden Road, Central, Hong Kong.

各上市文件連同於基本上市文件「閣下可在何處查閱有關文件？」一節所載的其他文件，可於任何週日(星期六、星期日及公眾假期除外) 的一般辦公時間內，在保薦人的辦事處（地址為香港中環花園道3 號冠君大廈50 樓）查閱。

Are we subject to any litigation?

Save as disclosed in our Base Listing Document, the First Addendum and this addendum, we and our subsidiaries have no litigation or claims of material importance pending or threatened against us or them.

Has our financial position changed since last financial year-end?

Save as disclosed in Appendices 5 and 6 to our Base Listing Document, the First Addendum and this addendum, there has been no material adverse change in our financial or trading position since 31 December 2019.

What are our credit ratings?

Our credit ratings as of the day immediately preceding the date of this addendum are:

Rating Agency	*Rating (outlook)*
Moody's Investors Service, Inc.	A1 (Stable)
S&P Global Ratings	A+ (Stable)

How can you get further information about us?

You may visit www.citifirst.com.hk to obtain further information about us and our Structured Products.

CONTENTS

OUR FINANCIAL STATEMENTS FOR THE SIX MONTHS FROM 1 JANUARY 2020 TO 30 JUNE 2020

Our financial statements for the six months from 1 January 2020 to 30 June 2020 are set out in this section. References to page numbers on the following pages are to the page numbers of such document.

Interime Balance Sheet as of June 30, 2020

Citigroup Global Markets Europe AG, Frankfurt am Main

Assets				
	EUR	**EUR**	**EUR**	**12/31/2019 kEUR**
1. Cash reserve				
a) Cash on hand		-.--		-
b) Credit balances held at central banks		-.--		-
of which: at the *Deutsche Bundesbank* (German Central Bank) EUR -.-- (12/31/2019 kEUR -)				
c) Credit balances held at post giro offices		-.--	-.--	-
2. Receivables from banks				
a) Due upon demand		881,241,512.02		322,581
b) Other receivables		-.--	881,241,512.02	-
3. Receivables from clients			12,127,954,673.30	5,406,732
of which: secured through *in rem* security interests *(Grundpfandrechte)* EUR -.-- (12/31/2019 kEUR -)				
municipal loans EUR -.-- (12/31/2019 kEUR -)				
4. Debt securities and other fixed-income securities				
a) Money market paper				
aa) issued by government entities	-.--			-
ab) issued by other entities	-.--	-.--		-
b) Bonds and debt securities				
ba) issued by government entities	-.--			-
of which: qualifying as collateral for the *Deutsche Bundesbank* EUR -.-- (12/31/2019 kEUR -)				
bb) issued by other entities	-.--	-.--		-
of which: qualifying as collateral for the *Deutsche Bundesbank* EUR -.-- (12/31/2019 kEUR -)				
c) Own debt securities		-.--	-.--	-
face value EUR -.-- (12/31/2019 kEUR -)				
5. Stocks and other variable-yield securities			-.--	-
5a Trading portfolio			10,822,084,279.22	8,932,625

6. Equity investments					1,135,714.07	1,136
of which: held in banks	EUR	-.--	(12/31/2019 kEUR	-)		
held in financial service institutions	EUR	-.--	(12/31/2019 kEUR	-)		
7. Trust assets						
of which: trust loans	EUR	306,146,279.58	(12/31/2019 kEUR	-)	306,146,279.58	507,281.00
8. Intangible assets						
a) Internally generated industrial property rights and similar rights and assets				-.--		-
b) Paid-for concessions, industrial property rights and similar rights and assets as well as licenses to such rights and assets				96,984.54		117
c) Goodwill				78,866,670.00		83,417
d) Prepayments				-.--	78,963,654.54	-
9. Tangible assets					2,506,780.89	2,731
10. Other assets					1,220,730,487.35	1,060,668
11. Prepaid and deferred items					1,195,439.21	655
12. Excess of plan assets over post-employment benefit liability					-.--	-
Total assets					25,441,958,820.18	16,317,943

Liabilities and equity capital

	EUR	EUR	EUR	12/31/2019 kEUR
1. Liabilities owed to banks				
a) Payable on demand		677,393,999.21		76,278
b) With an agreed term or notice period		0.00	677,393,999.21	-
2. Liabilities owed to clients				
a) Savings deposits				
aa) with an agreed notice period of three months	-.--			-
ab) with an agreed notice period of more than three months	-.--	-.--		-
b) Other liabilities				
ba) payable on demand	9,055,658,711.52			3,531,592
bb) with an agreed term or notice period	1,108,249,721.42	10,163,908,432.94	10,163,908,432.94	761,503
3. Securitized liabilities				
a) Issued debt securities		-.--		-
b) Other securitized liabilities		-.--		-
of which:				
Money market paper EUR -.-- (12/31/2019 kEUR -)				
Own acceptances and promisory notes outstanding (Sola bill) EUR -.-- (12/31/2019 kEUR -)				
c) Miscellaneous securitized liabilities	-.--	-.--	-.--	-
3a Trading portfolio			10,855,737,828.79	9,081,658
4. Trust liabilities			306,146,279.58	507,281
5. Other liabilities			1,821,002,032.09	970,490

6. Deferred income			-.--	-
7. Accrued liabilities				
a) Pensions and similar obligations		31,043,473.00		19,333
b) Tax reserves		3,175,971.18		6,094
c) Other accrued liabilities		83,050,484.11	117,269,928.29	82,552
8. Fund for general bank risks as defined in § 340e (4) HGB			28,333,610.23	28,334
included therein: Items per § 340e (4) HGB EUR 28,333,610.23 (12/31/2019 kEUR 28,334				
9. Equity capital				
a) Subscribed capital				
aa) registered share capital	242,393,054.05			242,393
ab) silent partner capital	-.--	242,393,054.05		-
b) Capital reserve	1,220,129,210.07	1,220,129,210.07		949,491
c) Earnings reserves				
ca) legal reserve	33,027,197.15			33,027
cb) reserves for treasury shares	-.--			-
cc) reserves required by articles of association	-.--			-
cd) other earnings reserves	27,916,536.71	60,943,733.86		27,917
d) Unappropriated earnings/loss (balance sheet profit/loss)		-51,299,288.93	1,472,166,709.05	-
Total liabilities and equity capital			25,441,958,820.18	16,317,943

Income Statement
for the Period of January 1, 2020 through June 30,2020

Citigroup Global Markets Europe AG, Frankfurt am Main

	EUR	EUR	EUR	01/01/2019-06/30/2019 kEUR
1. Interest income from				
a) Loans and money market transactions	4,725,723.42			7,693
2. Negative interest income from				
a) Loans and money market transactions	6,384,696.97	-1,658,973.55		3,741
3. Interest expenses	18,750,548.56			6,365
4. Positive interest from loans and money market transactions	4,259.37	-18,746,289.19	-20,405,262.74	1
5. Current income from				
a) Shares and other variable-yield securities		-. –		-
b) Equity investments		-. –		-
c) Interests in affiliated enterprises		-. –	-. --	-
6. Commission income		124,267,557.71		75,336
7. Commission expenses		25,583,972.63	98,683,585.08	12,570
8. Net income from financial trading operations			12,432,680.84	9,423
included therein are deposits into special accounts per § 340g HGB EUR -,- (01/01/2019-06/30/2019 EUR-.-)				
9. Other operating income			26,049,758.30	16,036
10. General administrative expenses				
a) Personnel expenses				
aa) wages and salaries	81,327,888.33			68,929
ab) social security contributions, pension and welfare expenses	5,581,027.55	86,908,915.88		3,561
of which: for pensions EUR 3,000,850.05 (01/01/2019-06/30/2019 kEUR 1,478)				
b) other administrative expenses		61,136,519.92	148,045,435.80	47,451
11. Depreciation, amortisation and write-downs of tangible and intangible assets			5,046,078.06	3,458
12. Other operating expenses			14,913,946.84	3,414
13. Write-downs of, provisions for, receivables and certain securities and additions to loan reserves		-. –		-

14. Income from reversal of write-downs of receivables and certain securities, and income from reversal of loan reserves	-. –	-. –	-
15. Write-downs on equity investments, interests in affiliated enterprises and long-term securities		-.–	-
16. Results from ordinary operations	./.	51,244,699.22	./. 41,000
17. Extraordinary income		-. –	-
18. Extraordinary expenses		-. –	-
19. Extraordinary result		-. –	0
20. Taxes on income and earnings	54,589.71		68
21. Other taxes, to the extent not included in item 12	-.–	54,589.71	-
22. Income from loss transfers		-. –	-
23. Profits transferred pursuant to a profit pooling, profit transfer or partial profit transfer agreement		-. –	0
24. Annual net loss	./.	51,299,288.93	./. 41,068
25. Profit carried forward/ loss carried forward from prior year	./.	-. –	./. 14,737
	./.	-. –	./. 55,805
26. Transfers from capital reserves			
		-. –	-
27. Transfers from earnings reserves			
a) from legal reserve	-. –		-
b) from reserve for treasury shares	-. –		-
c) from reserves required by the Bank's articles of association	-. –		-
d) from other earnings reserves	-. –	-. –	-
		-. –	-
28. Transfers from capital participation rights *(Genussrechtskapital)*		-. –	-
		-. –	-
29. Transfers to earnings reserves			
a) to legal reserve	-. –		-
b) to reserve for treasury shares	-. –		-
c) to reserves required by the Bank's articles of association	-. –		-
d) to other earnings reserves	-. –	-. –	-
		-. –	-
30. Replenishment of capital with profit participation rights		-. –	-
31. Unappropriated loss (balance sheet loss)		51,299,288.93	./. 55,805

Citigroup Global Markets Europe AG,
Frankfurt am Main

Notes – Condensed - as of June 30, 2020[1]

1. General Notice about Key Legal and Business Changes in the First Half of 2020

Citigroup Global Markets Europe AG (CGME), with its registered offices in Frankfurt am Main, is entered in the Commercial Register of the District Court of Frankfurt am Main under registration number HRB 88301.

In March 2020, the sole shareholder of CGME, Citigroup Global Markets Limited, London/Great Britain ("CGML"), made an additional payment into equity capital pursuant to § 272 (2) no. 4 of the German Commercial Code (HGB) in the amount of USD 300 million (approx. EUR 270.7 million).

2. Bases of the Accounting

As of June 30, 2020, Citigroup Global Markets Europe AG, Frankfurt am Main, has an obligation under § 115 of the German Securities Trading Act (WpHG) to prepare and publish a half-year financial report.

There is no obligation to prepare the consolidated half-year financial report pursuant to § 115 (3) WpHG in combination with § 290 (5) HGB because the only relevant subsidiaries are those that under § 296 (2) HGB do not need to be included in the consolidated financial statements. With regard to that point, reference is also made to the fact that the application of German Accounting Standard (*Deutsche Rechnungslegungs Standard* or DRS) No. 16 relating to interim reporting (referred to as DRS 16) is not required. This does not rule out the possibility that individual provisions under the Standard could be applied in connection with the interim reporting, to the extent it would serve to provide better assured insight into the net assets, financial condition and results of operation of CGME as of June 30, 2020.

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[1] A review pursuant to § 317 HGB (in other words, a so-called "*prüferische Durchsicht*") of the interim financial statements as of June 30, 2020 was not performed in accordance with § 115 (5) of the German Securities Trading Act (WpHG).

The half-year financial report per June 30, 2020 was prepared in accordance with the provisions of the AktG and the HGB and with the provisions under the Accounting Regulation for Banks and Financial Services Institutions (RechKredV). It includes a balance sheet and an income statement based on the Form 1 or Form 3 under § 2 (1) RechKredV as well as some selected information that is set forth in the condensed notes and the condensed interim management report.

In accordance with § 115 (3) of the WpHG and based on DRS 16, a decision was made not to supplement the interim financial statements as of June 30, 2020 with a condensed cash-flow statement and a condensed statement of equity capital for the reporting period and the corresponding period for the interim financial statements of the preceding fiscal year.

Based on the provisions § 115 (3) sentence 2 WpHG as well as DRS 16.15 in combination with §§ 265 (2) and 340a (1) HGB, the numerical information for the comparative period in the balance sheet items refers to December 31, 2019 as the record date. With regard to the items on the income statement for the half-year financial report as of June 30, 2020, DRS 16.15b) provides that the comparative figures to be used are the financial statement items of the relevant time period of the fiscal year immediately preceding the interim financial statements per June 30, 2020.

With regard to the events and facts of the current interim reporting periods that are important for understanding the material changes in the items on the balance sheet and income statement relative to the comparative figures shown, reference is made not only to the information provided in the condensed notes but also to the explanations in the sections "Net Assets, Financial Condition and Results of Operation" in the interim management report.

3. Accounting and Valuation Methods

Unless discussed otherwise below or a supplemental explanation is considered necessary for a better understanding, the same accounting and valuation methods that were used in connection with preparing the half-year financial statements as of June 30, 2019 and the annual financial statements as of December 31, 2019 were also used in preparing the half-year financial report as of June 30, 2020.

The valuation (recognition) of **financial instruments in the trading portfolio** was done at fair value less a risk discount in accordance with sentence one of § 340e (3) HGB. The financial instruments are initially recognized at their cost of acquisition. In accordance with an official statement (RS BFA 2) of the Institute of Public Auditors in Germany (IDW), the follow-up valuation at fair value is based on the value at which competent parties, who are independent of one another but wish to contract, could exchange an asset or pay a liability and is performed in accordance with the hierarchical order of valuation criteria set forth in § 255 (4) HGB. The value of financial instruments, which are traded on an active market, was determined using generally accepted valuation methods (above all, on the basis of option pricing models). In general, these methods are based on estimates of future cash flow, while taking into account any risk factors that may apply.

As of June 30, 2020, **a risk discount (value-at-risk)** totaling EUR 25.1 million was applied to the financial instruments in the trading portfolio. Compared to the valuation discount that must be applied as of the end of fiscal year 2019 and that equals EUR 6.8 million, this VAR creates another strain on earnings in the amount of EUR 18.3 million in the first half of 2020.

To calculate the value-at-risk, CGME uses an internal model developed by Citigroup (IMA), which has been run since the beginning of 2019 to satisfy the equity capital requirements for market risks. The German Federal Financial Supervisory Authority (BaFin) has issued a temporary permission to apply the market risk model. Compared to the standard method previously applied, the IMA allows for a more detailed calibration of the risk sensitivities. Thus, the market price risks, which make up most of the portfolio at CGME, are covered more precisely. The primary catalyst behind the increase in this position are the components of the 10-day value-at-risk in the IMA based on a confidence level of 99%.

As a supplement to the value-at-risk, CGME applied to the trading book items, the “other price risks”, as of the balance sheet date, a discount in the form of a “market value adjustment” totaling approx. EUR 2.0 million (December 31, 2019: approx. EUR 1.9 million), which was calculated using a mathematical process and factors in the model-based price risks for derivatives, as well as the potential loss risks on repurchases of CGME’s own derivatives.

4. Explanations regarding Selected Key Items in the Interim Financial Statements

a. Items on the balance sheet

In comparison to the balance sheet date of the recently completed fiscal year, the item, **receivables from clients** has increased from EUR 5,406.7 million to EUR 12,128.0 million as of June 30, 2020. Of that amount, roughly EUR 6,152.7 million relates to receivables connected with the broker/dealer business, which was taken up in the Bank's own name and for its own account and which CGME, *inter alia*, clears directly *via* the futures exchanges, the "European Exchange" (EUREX) and "Clearstream" (06/30/2020: EUR 2,577.1 million; 12/31/2019: EUR 1,689.7 million) as well as the "London Clearing House" ("LCH"; 6/30/2020: EUR 80.2 million; 12/31/2019: EUR 10.9 million). In addition, a total of EUR 6,087.7 million (12/31/2019: EUR 2,111.9 million) is attributable to other receivables from clients arising from the broker/dealer business with third parties, whereby a total of EUR 2,677.6 million (12/31/2019: EUR 984.7 million) were settled as back-to-back transactions with affiliated enterprises. The **liabilities owed to clients** increased accordingly from EUR 4,293 million to EUR 10,164 million as of June 30, 2020.

The balance sheet items also include receivables generated from certain securities repurchase transactions (reverse repos) executed for liquidity management purposes and totaling EUR 1,659.5 million (12/31/2019: EUR 829.0 million).

Receivables from clients have a **term to maturity** of up to three months.

4

The **“trading portfolio**” shown in the balance sheet consists of the following:

	Trading Portfolio Assets		**Trading Portfolio Liabilities**	
	06/30/2020 (EUR million)	**12/31/2019 (EUR million)**	**06/30/2020 (EUR million)**	**12/31/2019 (EUR million)**
Derivative financial instruments	10,337.1	8,433.1	10,443.3	8,548.4
Promissory notes and other fixed-income securities	174.3	183.4	363.0	462.2
Shares and variable-yield securities	335.8	322.9	49.4	71.1
Liabilities from issued promissory notes	0	0	0	0
Miscellaneous	0	0	0	0
VaR	-25.1	-6.8	0	0
Total	**10,822.1**	**8,932.6**	**10,855.7**	**9,081.7**

Since the beginning of fiscal year 2019 and as part of its business, CGME has been providing for its clients certain services that are related to derivatives and were previously provided by the sole shareholder, “CGML”. Under this so-called “**FCC Business**” (“Futures, Collateral and Servicing Services”), the investment services performed by CGME cover, among other things, trading in derivative financial instruments in its own name but for the account of the client as well as the related receipt and transfer of client funds that must be deposited by the clients as security in connection with futures trading. The contractual arrangements reached thereby provide for a certain segregation of the client assets from the assets of CGME in an effort to protect the client assets against third-party attachment or seizure in the event of an insolvency of CGME, acting as the asset “manager”. The client assets are thereby held in trust. Accordingly, as of the end of the 2020 half-year, the **trust assets** as well as the existing **trust liabilities** owed to the clients are reported at EUR 306 million in each case.

By contributing the branch establishments in Paris, Milan and Madrid as part of the increase of the CGME registered share capital (capital increase in exchange for non-cash capital contributions), tangible and intangible assets that are related those establishments and totaling approx. EUR 50 million and liabilities as well as other rights and duties equaling approx. EUR 40 million were transferred to CGME. The capital contribution also included the transfer of the customer accounts existing at the branch establishments, for which the original goodwill values totaling approx. EUR 91 million were ascribed and then amortized as **goodwill** on a scheduled basis over a period of 10 years.

Provisions for pension and similar obligations were valued on the basis of the projected unit credit method. Key principles underlying the valuation are the accrual-based allocation of pension benefits during the service relationship (employment tenure), for which pension commitments have been made, and the actuarial assumptions that are used to calculate the present cash value of such future benefits. The value of the obligation as of the balance sheet date is the actuarial present cash value of all those benefits which, based on the pension formula under the plan, are attributable to the period of service completed up to that point in time.

In order to calculate the present cash value, a discount rate of 2.51% (per 12/31/2019: 2.71%) based on a 15-year term was used. Pursuant to § 253 (2) sentence 1 HGB, the average market rate of the previous ten fiscal years was used in this fiscal year. With respect to the resulting difference, we refer to our comments on page 8 of these condensed notes regarding the total sum of the amounts barred from payout distribution. Future salary and wage increases were estimated at 2.5% (no change), and at the same time, a 1.6% adjustment of the current annuities was assumed. The biometric data was taken from the 2018 G mortality tables of Professor Dr. Klaus Heubeck.

The contractual security arrangement related to the **company pension obligations** is being handled on the basis of a contractual trust arrangement (CTA) with the trustee, Towers Watson Treuhand e.V.

Factoring in the existing pension plan set-offs (netting the assets and liabilities) carried out at fair value pursuant to § 246 (2) sentence 2 HGB, the provisions for pensions and similar obligations consist of the following:

	06/30/2020		12/31/2019	
	kEUR	**kEUR**	**kEUR**	**kEUR**
I. General Pension Obligations				
Settlement amount	206,459		201,115	
less				
Plan assets Rose*)	- 185,798	20,661	- 191,349	9,766
II. Pension Obligations under PAS**)				
Settlement amount	7,588		9,031	
Less				
Plan assets	- 7,588	-	- 9,031	-
III. Pension Obligations Deferred Compensation***)				
Settlement amount	7,998		8,483	
Less				
Plan assets	- 7,998	-	- 8,483	-
IV. Pension Obligations PRS ****)				
Settlement amount	56,499		54,764	
less				
Plan assets	- 46,116	10,383	- 45,197	9,567
Excess of plan assets over post-employment benefit liabilities		**-**		**-**
Accruals for pensions and similar obligations		**31,044**		**19,333**

*) Acquisition costs kEUR 104,782
**) Acquisition costs kEUR 1,553
***) Acquisition costs kEUR 6,934
****) Acquisition costs kEUR 35,795

The following amounts were recognized in the half-year results for the period of January 1 through June 30, 2020 in comparison to the prior year:

(Figures in kEUR)	01/01/2020 - 06/30/2020		01/01/2019 - 06/30/2019	
I. General Pension Obligations				
- Expense (-) / Income based on interest accrued on pension obligations	- 8,552		- 9,682	
- Change in the fair value of the plant assets.	- 5,551		9,017	
- Expense for standard allocation	- 2,211	-16,314	- 1,469	- 2,134
II. Continuing pension obligations under PAS				
- Expense (-) /Income based on interest accrued on the pension obligations.	1,444		898	
- Change in the fair value of the plant assets.	- 1,444	-	- 898	-
III. Pension Obligations - Deferred Compensation				
- Expense (-) /Income based on interest accrued on the pension obligations.	81		12	
- Change in the fair value of the plant assets.	- 81	-	- 12	-
IV. Pension Obligations - PRS				
Expense (-) /Income based on interest accrued on the pension obligations.	- 1,067		- 1,621	
- Change in the fair value of the plant assets.	918		1,596	
- Expense (-) /Income from standard allocation	- 668	- 817	43	18
Total		**- 17,131**		**- 2,116**

The total sum of the amounts, **which are barred from payout distribution,** consists of the following:

Amount barred from payout distribution pursuant to	06/30/2020 (kEUR)	12/31/2020 (kEUR)
§ 268 Abs, 8 HGB (fair value from plan assets)	98,437	104,593
§ 253 (6), sentence, 1 HGB (difference from the valuation of the pension obligations with an average market interest rate over the past 10 fiscal years or the past 7 fiscal years)	31,167	25,333
Total	**129,604**	**129,926**

As of the respective financial statement dates, the freely available provisions (reserves) exceed the total sum of the amounts that are barred from payout distribution.

As of June 30, 2020, the **amounts barred from distribution**, which are included under the balance sheet item “fund for general bank risks” pursuant to § 340e (4) HGB, equaled EUR 26.1 million (12/31/2019: EUR 19.9 million).

Compared to the previous balance sheet date, the **equity capital on the balance sheet** increased by EUR 219.4 million to EUR 1,472.1 million as of June 30, 2020. This increase can be attributed mostly to the additional payment that the sole shareholder, CGML, made into equity capital in the amount of approx. EUR 270.7 million as well as the loss incurred in the first half of the year in the amount of EUR 51.3 million.

b. Items on the income statement

To explain the key changes in the items on the income statement for the first half of 2020, the values shown in the half-year financial statements of the previous fiscal year were used for comparison purposes.

The negative **interest income** worsened by EUR - 2.4 million in the first half of 2019 to EUR - 20.4 million in the first half of 2020. This development is mainly due to the increase in interest expenses and negative interest, which arose in connection with the margins and collateral required to address the significant rise in the volume of broker/dealer business and due to the significant increase in liquidity holdings.

The **net commission income** improved over the comparative period of the prior year by EUR 35.9 million to EUR 98.7 million. The improvement can be traced mainly to the “BCMA” Division which yielded higher commission income from the “M&A business”.

The **net income from financial trading operations** in the first half of 2020 improved in comparison to the same period of the previous year by EUR 3.0 million, from EUR 9.4 million to EUR 12.4 million mostly due to a greater trading volume.

Compared to the same period of the previous year, the **general administrative expenses** climbed by EUR 28.1 million to EUR 148.0 million in total. This development can be attributed mostly to the increase in personnel expenses that was triggered by salary and bonus adjustments made at the Paris, Milan and Madrid branches. The comparability of personnel expenses is somewhat limited, however, due to the fact that personnel expenses incurred at the branches in the first half of the year encompass six months, whereas those expenses in the comparison period of the previous year encompasses only four months because of the branch integration (contribution) period.

Overall, a **loss** (**deficit**) of EUR 51.3 million was sustained in the first half of 2020 (01/01/2019 – 06/30/2019: loss totaling EUR 41.1 million).

5. Miscellaneous Information

Supplementary Report

No events of significant importance occurred after the end of the reporting period.

Number of staff members

	6/30/2020	12/31/2019
Average number of employees	416	412

Branch establishments

As of thie time of this report and compared with the same period of the previous year, CGME continues to maintain without change branch establishments in London, Paris, Milan and Madrid.

Executive Board and Supervisory Board

The CGME **Executive Board** consists of the following members:

- Mr. Stefan Wintels, Frankfurt am Main, CEO and CCO, Bank Director, Chairman (through March 31,2020),
- Ms. Kristine Braden, Frankfurt am Main, CEO, Bank Director, (beginning April 1, 2020),
- Mr. Stefan Hafke, Kelkheim, (Corporate, Commercial Banking), Bank Director,
- Mr. Andreas Hamm, Dreieich, COO, Bank Director,
- Dr. Jasmin Kölbl-Vogt, Frankfurt am Main, (Legal), Bank Director,
- Mr. Ingo Mandt, Frankfurt am Main, CRO, Bank Director, (through June 30, 2020),
- Mr. Oliver Russmann, Bad Vilbel, CFO, Bank Director,
- Ms. Amela Sapcanin, Frankfurt am Main, (CRO), Bank Director, (beginning July 1, 2020)
- Mr. Christian Spieler, Bad Homburg, (Treasury/Markets), Bank Director,

The **Supervisory Board** consists of the following members:

- Ms. Barbara Frohn, London, Bank Director, Citigroup Global Markets Limited, London, Chairwoman, (beginning April 23, 2020),
- Mr. Stefan Wintels, Frankfurt am Main, Bank Director, Deputy Chairman, (beginning April 2, 2020),
- Mr. Hans W. Reich, Kronberg, Bank Director (retired), Chairman, (through April 23, 2020),
- Mr. Leo Arduini, London, Bank Director, Citigroup Global Markets Limited, London,
- Mr. James Bardrick, Coggeshall Hamlet, Bank Director, CEO, Citigroup Global Markets Limited, London,
- Mr. Tim Färber, Kelsterbach, Bank Employee, Employee Representative,
- Mr. Dirk Georg Heß, Friedrichsdorf, Bank Employee, Employee Representative.

Frankfurt am Main, September 17, 2020

Citigroup Global Markets Europe AG

Kristine Braden (CEO)	Stefan Hafke
Andreas Hamm	Dr, Jasmin Kölbl-Vogt
Oliver Russmann	Amela Sapcanin
Christian Spieler	

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