

## **Citigroup Depository Receipt Services — Mid Year 2005 Roundup**

### **Capital Raising Reaches \$7.9 Billion in the First Half — Increase of 121% Over Last Year Driven by all Regions**

#### **Trading Volume was 15.3 Billion Shares; Trading Value was \$367.7 Billion**

January - July 2005 — Year-to-date capital raised in the form of Depository Receipts (DRs) by non-U.S. companies through June 30th, 2005 was \$7.9 billion, a 121% increase over the same period in 2004. Asian companies accounted for 36% of the total, Western European companies for 32%, and Eastern European companies for 29%. Last year's YTD total was \$3.6 billion, with Asian companies accounting for 87%.

The broader regional participation in the period continues a trend that started in the second half of 2004 and is captured in equity market indices. Year-on-year through May 30th, the Citigroup LatAm Liquid DR Index rose 55.1%, the Citigroup AsiaPac ex-Japan Liquid DR Index increased 25.6%, and the Citigroup EuroPac Liquid DR Index increased 9.1%. It is also noteworthy that the S&P 500, reflecting participation in the U.S. market, increased by only 4.4% in the same period.

"Currently, we believe that the increase in DR capital raising is a trend that's going to continue, especially considering the improvement seen across global equity markets so far this year." said Robert Heitsenrether, Global Head of Citigroup Depository Receipt Services.

According to the U.S. Federal Reserve, total U.S. investment in non-U.S. equities as of first quarter 2005 (both DRs and non-U.S. shares) increased by \$318 billion (15.5%) over first quarter 2004, reaching \$2.37 trillion. Rising asset values counted for \$207 billion of the total increase, while net capital inflows counted for \$111 billion.

May 2005 year-to-date ADR trading volume was 15.3 billion shares, down 7.5% over the same period last year, and trading value was \$367.7 billion, a 4.3% decrease. "In view of the consistent, long-term strength of U.S. investment in non-U.S. equities," said Heitsenrether, "we look forward to continued growth in DR trading value and volume in the coming months."

### **Global Market Strength Shown Through Equity Funds**

Continued positive investor sentiment towards non-U.S. markets is evidenced by data from the Investment Company Institute, which tracks inflows to international funds (consisting of DRs and ordinary shares) as well as inflows to U.S. equity funds. Over \$34 billion flowed into international mutual funds through May 2005, equivalent to 148% of total U.S. equity mutual fund inflows. This compares to \$25 billion and 34% during the same period in 2004.

## Net Inflows to Equity Mutual Funds

DRs and ordinary shares (US\$ billions)

Fund Type	May 2004 YTD	May 2005 YTD
All Equity Funds	108.1	67.4
Emerging Markets	2.3	4.2
International Developed <sup>(1)</sup>	20.8	26.6
Regional Equity <sup>(2)</sup>	2.3	3.4
<b>Total International Funds</b>	<b>25.4</b>	<b>34.2</b>
Global Equity	8.0	10.1
<b>Total U.S. Equity Funds<sup>(3)</sup></b>	<b>74.7</b>	<b>23.1</b>

Source: Investment Company Institute

(1)Excludes global funds that include both U.S. and non-U.S. Equities (2)Includes both developed and emerging market regions. (3)Excludes global and international equity funds.

## Citigroup Liquid DR Indices Highlight Performance of Non-U.S. Markets

Since the Citigroup Liquid DR Indices were introduced on July 26, 2004, price appreciation returns have grown in all regions, and have been highly correlated to MSCI regional benchmarks. The Liquid DR Indices show that non-U.S. markets have outperformed the U.S. market over the last 12 months.

## Citigroup Liquid DR Index Returns Compared to MSCI Regional Benchmarks\*

Index Name	YTD through 7/26/05 (percent)	1 Year (percent)
Citigroup EuroPac	-0.88	18.25
MSCI EAFE	-1.42	17.59
Citigroup AsiaPac ex-Japan	14.40	41.43
MSCI Asia Pacific ex-Japan	8.11	34.54
Citigroup AsiaPac Growth Economies	14.38	44.27
MSCI Emerging Markets Asia	10.24	36.88
Citigroup LatAm	11.89	60.52
MSCI Emerging Markets Latin America	10.60	54.95
<b>S&amp;P 500</b>	<b>1.59</b>	<b>13.57</b>

Source: Bloomberg Financial Markets

\*Table shows price appreciation returns through July 26, 2005. Citigroup Liquid DR Index history began on December 29, 2000.

## Highlights of First Half 2005

The quality of Citigroup depositary receipt programs and the performance of DRs in the period were evidenced by:

- » Capital raised in the form of DRs by non-U.S. Companies through June 30th, 2005 was \$8.0 billion, a 121% increase over the same period in 2004.
- » Trading volume was 15.3 billion shares, with Citigroup Depositary Receipt Services issuers **Nokia, Taiwan Semiconductor Manufacturing Company Ltd. (TSMC)** and **United Microelectronics Corporation (UMC)** dominating the top 5.
- » New DR companies enhanced Citigroup's roster worldwide: pSivida - Nasdaq (PSDV), Hurray! Holdings - Nasdaq (HRY), Focus Media Holding - Nasdaq (FMCN), Metabolic Pharmaceuticals - OTC (MBLPY), Kookmin Bank (KBGPP), Bharat Forge Limited – PORTAL (BFLGP) and Bajaj Hindusthan Limited (BHLRP).

There were 26 capital raising events in DR form in the first half of 2005:

### Capital Raising Events - June 30, 2005 YTD

	<b>Issuer</b>	<b>Country</b>	<b>Exchange</b>	<b>Event Date</b>	<b>Value</b> (US\$ millions)
1	Sistema	Russia	PORTAL	02/11/05	1,557
2	RHJ International SA	Belgium	PORTAL	03/25/05	1,052
3	Royal Bank of Scotland	U.K.	NYSE	05/19/05	1,000
4	Pyaterochka Holding N.V.	Russia	PORTAL	05/16/05	687
5	EVRAZ GROUP	Luxembourg	PORTAL	06/02/05	485
6	Satyam Computer Services Limited	India	NYSE	05/16/05	322
7	Chunghwa Picture Tubes,. Ltd	Taiwan	PORTAL	06/24/05	309
8	HDFC Bank Limited	India	NYSE	01/25/05	300
9	Kumho Tire Co., Inc.	Korea	PORTAL	02/03/05	295
10	HannStar Display Corporation	Taiwan	PORTAL	03/01/05	263
11	Hon Hai Precision Industry Co., Ltd.	Taiwan	PORTAL	03/22/05	258
12	UTI Bank Limited	India	PORTAL	03/16/05	257
13	China Techfaith Wireless	China	NASDAQ	05/05/05	142
14	Submarino S.A.	Brazil	PORTAL	03/29/05	121
15	Gravity Co. Ltd.	Korea	NASDAQ	02/11/05	108
16	Bharat Forge Limited	India	PORTAL	04/18/05	100
17	Essar Projects Limited	India	N/A	01/31/05	86
18	Centurion Bank LTD	India	N/A	03/29/05	80
19	All-America Lat. Log	Brazil	PORTAL	03/29/05	74
20	Hurray! Holding Co., Ltd	China	NASDAQ	02/09/05	71
21	United Microelectronics Corporation (UMC)	Taiwan	NYSE	various	64
22	Frutarom Industries LTD.	Israel	PORTAL	02/03/05	60
23	Bajaj Hindusthan Limited	India	N/A	05/13/05	60
24	Indiabulls Financial	India	PORTAL	03/02/05	60
25	Kookmin Bank	Korea	N/A	06/21/05	34
26	Granules India Limited	India	N/A	01/20/05	9
	<b>Total Capital Raised</b>				<b>7,854</b>

Source: Citigroup and other depositaries

Globally, the 25 most actively traded cross-listed ADRs in the period by volume were:

### Top 25 Issuers by Volume - May 2005 YTD

	<b>Issuer</b>	<b>Country</b>	<b>Exchange</b>	<b>Ticker</b>	<b>Volume (millions)</b>
1	Elan Corp plc	Ireland	NYSE	ELN	1,926
2	Nokia Corporation	Finland	NYSE	NOK	1,056
3	Taiwan Semiconductor Manufacturing Company Ltd.	Taiwan	NYSE	TSM	628
4	Teva Pharmaceutical Industries Ltd.	Israel	NASDAQ	TEVA	415
5	United Microelectronics Corporation (UMC)	Taiwan	NYSE	UMC	360
6	BP plc	U.K.	NYSE	BP	351
7	LM Ericsson Telephone Co.	Sweden	NASDAQ	ERICY	332
8	Companhia Vale do Rio Doce (CVRD)	Brazil	NYSE	RIO	298
9	DRDGold Ltd.	South Africa	NASDAQ	DROOY	287
10	ASML Holding, NV	Netherlands	NASDAQ	ASML	247
11	Vodafone Group plc	U.K.	NYSE	VOD	233
12	Royal Dutch Petroleum Company N.V.	Netherlands	NYSE	RD	208
13	AU Optronics Corp.	Taiwan	NYSE	AUO	199
14	SAP Aktiengesellschaft	Germany	NYSE	SAP	189
15	Harmony Gold Mining Co. Ltd	South Africa	NYSE	HMY	183
16	America Movil, S.A. de C.V.	Mexico	NYSE	AMX	182
17	Petroleo Brasileiro S.A. - Petrobras	Brazil	NYSE	PBR	171
18	BHP Billiton Limited	Australia	NYSE	BHP	165
19	GlaxoSmithKline plc	U.K.	NYSE	GSK	162
20	Tele Norte Leste Participacoes S.A	Brazil	NYSE	TNE	150
21	Mobile TeleSystems OJSC	Russia	NYSE	MBT	143
22	STMicroelectronics N.V.	Switzerland	NYSE	STM	135
23	Petroleo Brasileiro S.A. - Petrobras	Brazil	NYSE	PBRA	129
24	Alcatel S.A.	France	NYSE	ALA	123
25	Gold Fields Ltd.	South Africa	NYSE	GFI	121

Source: NYSE, NASDAQ, and AMEX, Bloomberg Financial Markets

Globally, the 25 most actively traded cross-listed ADRs in the period by value were:

### Top 25 Issuers by Value - May 2005 YTD

	<b>Issuer</b>	<b>Country</b>	<b>Exchange</b>	<b>Ticker</b>	<b>Value</b> (US\$ millions)
1	BP plc	U.K.	NYSE	BP	21,626
2	Nokia Corporation	Finland	NYSE	NOK	16,628
3	Elan Corp plc	Ireland	NYSE	ELN	15,261
4	Royal Dutch Petroleum Company N.V.	Netherlands	NYSE	RD	12,440
5	Teva Pharmaceutical Industries Ltd.	Israel	NASDAQ	TEVA	12,325
6	LM Ericsson Telephone Co.	Sweden	NASDAQ	ERICY	9,844
7	Total S.A.	France	NYSE	TOT	9,840
8	America Movil, S.A. de C.V.	Mexico	NYSE	AMX	9,673
9	Companhia Vale do Rio Doce (CVRD)	Brazil	NYSE	RIO	9,054
10	GlaxoSmithKline plc	U.K.	NYSE	GSK	7,731
11	SAP Aktiengesellschaft	Germany	NYSE	SAP	7,583
12	Petroleo Brasileiro S.A. - Petrobras	Brazil	NYSE	PBR	7,521
13	Vodafone Group plc	U.K.	NYSE	VOD	6,127
14	Novartis AG	Switzerland	NYSE	NVS	5,630
15	Taiwan Semiconductor Manufacturing Company Ltd.	Taiwan	NYSE	TSM	5,404
16	Mobile TeleSystems OJSC	Russia	NYSE	MBT	5,017
17	Petroleo Brasileiro S.A. - Petrobras	Brazil	NYSE	PBRA	4,955
18	Sanofi-Aventis S.A	France	NYSE	SNY	4,440
19	BHP Billiton Limited	Australia	NYSE	BHP	4,424
20	AstraZeneca Group plc	U.K.	NYSE	AZN	4,256
21	POSCO	Korea	NYSE	PKX	4,243
22	Telefonos de Mexico S.A. de C.V.	Mexico	NYSE	TMX	4,233
23	ASML Holding, NV	Netherlands	NASDAQ	ASML	4,243
24	Sony Corporation	Japan	NYSE	SNE	3,882
25	CEMEX S.A.	Mexico	NYSE	CX	3,846

Source: NYSE, NASDAQ, and AMEX, Bloomberg Financial Markets

For more information on Citigroup DR programs, visit [www.citigroup.com/adr](http://www.citigroup.com/adr).

**About Citigroup Depository Receipt Services**

Citigroup Depository Receipt Services is a leader in bringing quality issuers to the U.S. market and promoting Depository Receipts (DRs) as an effective capital markets tool. Citibank began offering DRs in 1928 and today is widely recognized for providing non-U.S. companies with a gateway to the resources of Citigroup and the means to diversify shareholder bases and increase liquidity. In addition, Citigroup's financial strength and global reach provide clients with access to Citigroup's on-the-ground presence and in-depth knowledge of 90 local markets. Depository Receipt Services is a business line within Citigroup® Global Transaction Services, a leading provider of integrated cash management, trade, securities and fund services for corporations, financial institutions, intermediaries and governments around the world.

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