



# Citigroup European Banks & US Autocall Income Plan May 2024 Factsheet



# CITIGROUP EUROPEAN BANKS & US AUTOCALL INCOME PLAN MAY 2024 FACTSHEET



**TARGET RETURN: GBP = 8.00% p.a.**

## INVESTMENT DESCRIPTION

A 5 year investment product linked to the performance of the EURO STOXX Banks and S&P 500 Indices. Initial Levels are the close of business level of the Underlyings on the product Strike Date.

If on any of the annual observation dates, including the Final Observation date, the closing levels of both Underlyings are at or above 59% of their initial levels, the income will be paid.

This investment will autocal and mature early and the final income payment of 8% will be paid if both Underlyings are equal to or above 100% of their Initial Levels on any annual observation date starting at 36 months. If early maturity occurs, full capital is returned and the investment will end. If early maturity does not occur the investment will continue to the Final Observation date.

At the Final Observation date, if both Underlyings are at or above 59% of their Initial Levels, then full capital is returned, and the final income payment of 8% will be paid. If any Underlying is below 59% of its Initial Level at maturity, capital return will be reduced on a 1-for-1 basis. For example, if the worst-performing Underlying has fallen to 40% of its Initial Level, 40% of the capital will be returned.

## BENEFITS

- Autocal feature potentially shortens the investment term and can still be triggered in flat markets.
- Conditional Income.
- Early maturity provides an opportunity to re-assess client's wealth strategy.
- Any Index has to fall more than 41% before income is lost.
- Daily secondary market pricing under normal market conditions.

## RISKS

- The return is limited to the pre-defined investment terms.
- The income payment is conditional upon the performance of the Underlyings.
- There is a risk to capital should any Underlying breach the capital protection barrier on its Final Observation date.
- Investors will be exposed to the credit risk of the Issuer. If the Issuer becomes insolvent or cannot make the payments on the Product for any other reason, investors could lose some or all of their investment. A decline in the Issuer's credit quality is likely to reduce the market value of the Product and therefore the price an investor may receive for the Product if they were to sell them in the market.
- Should investors need to sell their investment before maturity, the trading price will likely mean they get back less than they invested.

IDAD was established in 2002 and our approach from the outset, is what we call the "IDAD Difference". The selection of the investments we offer is not decided in terms of profitability alone and when developing investment products, we favour evidence over dogma. We are happy to work with advisers and product providers alike to deliver a range of investment options to suit differing client wealth strategies. We're proud of our approach to business as well as the investments delivered as a result of the "IDAD Difference". We are committed to building upon our reputation for bringing benefits to all involved in the investment process, but most importantly to the clients.

## PRODUCT FACTS & FEATURES

<b>Issuer:</b>	Citigroup Global Markets Funding Luxembourg S.C.A.
<b>Guarantor:</b>	Citigroup Global Markets Limited
<b>Guarantor Ratings:</b>	S&P A+/A-1, Fitch A+, Moody's A1
<b>Source:</b>	Citigroup 25.03.2024
<b>Maximum Term:</b>	5 years
<b>Investment Structure:</b>	Income Autocal
<b>Autocal opportunities:</b>	Annual
<b>Autocal Trigger:</b>	100% of Initial Level from 36 months
<b>Income Rate:</b>	8.00% p.a.
<b>Income Trigger:</b>	59%
<b>Issue Price:</b>	100%
<b>Capital Risk:</b>	Not capital protected
<b>Capital Protection Barrier:</b>	59% Final level (Observed at maturity only)

Underlyings:	Initial Level
European: EUROSTOXX Banks Index	TBC
US: S&P 500 Index	TBC

## KEY INFORMATION

<b>ISIN:</b>	GBP = XS2785559761
<b>Subscription Period:</b>	25 Mar 2024 – 30 May 2024
<b>Strike Date:</b>	31 May 2024
<b>Issue Date:</b>	14 June 2024
<b>1st Income Observation:</b>	02 June 2025
<b>1st Autocal Observation:</b>	01 June 2027
<b>Final Observation:</b>	31 May 2029
<b>Maturity Payment Date:</b>	14 June 2029
<b>Denominations:</b>	Lots of £1
<b>Minimum Investment:</b>	£1,000

This is a marketing factsheet for professionally advised investors.

The factsheet is not investment advice from either IDAD or the issuer and must not be construed as such by advisers or investors. Capital is at risk.

Citigroup Inc. is a diversified financial services holding company that provides a broad range of financial services to consumer and corporate customers. The Company services include investment banking, retail brokerage, corporate banking, and cash management products and services. Citigroup serves customers globally.

Source: Bloomberg 25.03.2024

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## RATIONALE

Structured products are becoming increasingly popular for investors due to the wide variety of payoffs and levels of protection that can be achieved by the different types of structures that are available.

The opportunity for an income stream can be of key importance to investors as part of their wealth planning. The probability of an income payment being triggered is increased with this investment as an Underlying needs to show a fall of over 41% from the initial level on any observation date before the income stream is disrupted.

The Underlyings have been selected in order to support the anticipated delivery of that income.

The autocall payoff can bring an early return of capital allowing the opportunity for a re-assessment of investment strategy. The value of this feature cannot be underestimated as it brings with it the opportunity to secure capital value, as well as the chance to take advantage of future market trends.

To manage the capital risk, a final level barrier set at 59% means any Underlying must fall by more than 41% over 5 years before capital is at risk.

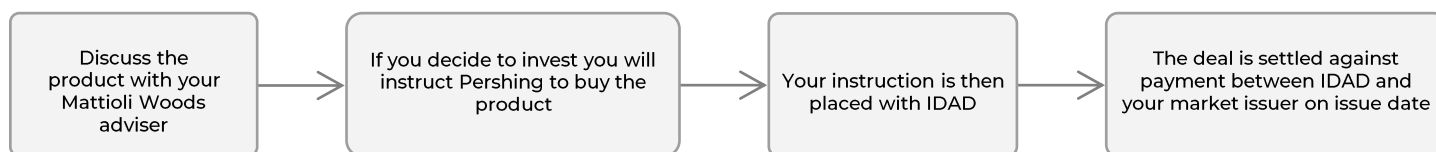
## SUITABILITY

This product may be suitable for investors who:

- Are seeking the opportunity for higher returns than current cash rates at the time this product was launched.
- Are seeking income rather than growth.
- Understand and accept there is a risk to capital and how the Capital Protection Barrier works.
- Understand the impact of global economic issues and how they will affect the product.
- Understand the criteria which will determine the income payments.
- Are looking to invest for the long term, being happy to remain invested until maturity.
- Can afford to have their cash invested for the full term of the product.
- Wish to use this investment as part of a well-diversified portfolio.
- Understand that the returns are pre-defined and that they will forgo growth in the Underlyings which exceeds the fixed level of income available with this investment product.
- Understand the risk to capital in the event of an Issuer default.
- Should they need to sell their investment, accept that the trading price will likely mean they get back less than they invested.
- Appreciate that income payments are conditional.

## HOW TO INVEST

This product can be traded using Pershing, your chosen custodian that has permissions to trade and settle the product on your behalf. These can range from Pension Providers, Private Banks and Trading Platforms. This should be discussed with your adviser.



Please note that your cash will be in your account with Pershing until the issue date. Settlement then takes place delivery versus payment where the cash will leave your custody account and you will receive your investment holding into your custody account.

## FEES AND CHARGES

IDAD will receive a fee from the Issuer for arranging this product. The charge has been fully accounted for in the calculation of the product's structure and is not expected to exceed 1.0%. Therefore this means that an investment of £10,000 will generate growth based on £10,000. There may be separate fees charged by your Financial Adviser and your chosen market Issuer. You should discuss this further with them.

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# CITIGROUP EUROPEAN BANKS & US AUTOCALL INCOME PLAN

MAY 2024 FACTSHEET

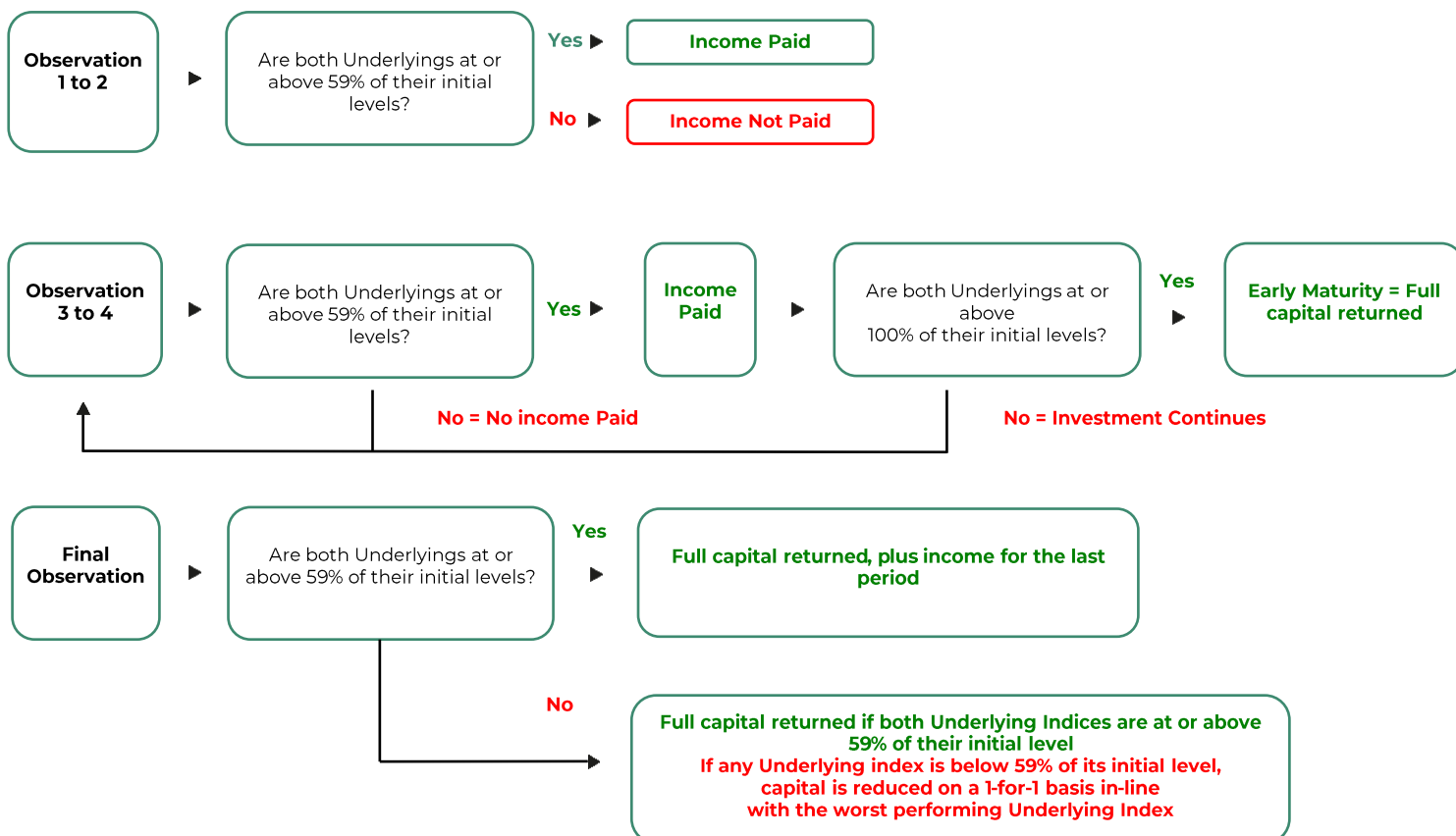
TARGET RETURN: GBP = 8.00% p.a



**OBSERVATION DATES** (some dates may vary if a bank holiday or non-business day occurs)

	Observation Date	Payment Date	Income Trigger	Autocall Trigger
1	02 June 2025	16 June 2025	59%	N/A
2	01 June 2026	15 June 2026	59%	N/A
3	01 June 2027	14 June 2027	59%	100.00%
4	31 May 2028	14 June 2028	59%	100.00%
5	31 May 2029	14 June 2029	59%	N/A

## HOW THE INVESTMENT WORKS



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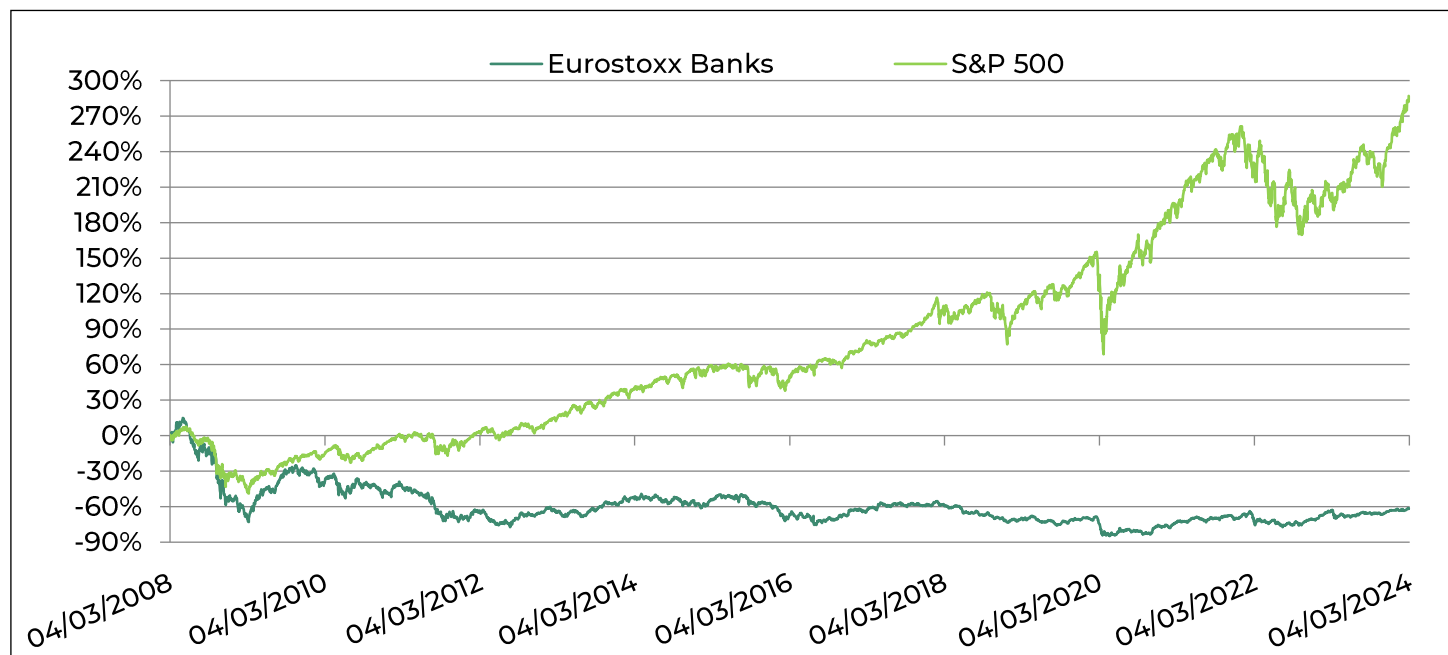
## THE UNDERLYINGS

The EURO STOXX Banks (Price) Index is a capitalization-weighted index which includes countries that are participating in the EMU that are involved in the banking sector. The parent index is SXXE. The index was developed with a base value of 100 as of December 31, 1991.

The S&P 500® is widely regarded as the best single gauge of large-cap U.S. equities and serves as the foundation for a wide range of investment products. The index includes 500 leading companies and captures approximately 80% coverage of available market capitalization.

Source: Bloomberg 25.03.2024

## MOVEMENT IN THE UNDERLYINGS OVER A 16 YEAR PERIOD



Factsheet Past performance is not a reliable indicator of future performance and should not be used to assess the future returns or risks.  
Source: Bloomberg 25.03.2024 Data period: 04.03.2008 to 04.03.2024

## PLACING TRADES

Trade orders should be sent to [orders@idad.com](mailto:orders@idad.com)

All trades will be settled direct with IDAD's Euroclear a/c 44382

## SECONDARY MARKET

The Issuing bank will endeavour to provide quotes under normal market conditions for trading purposes upon request, subject to a Bid-Offer spread of 1%. On the secondary market, traded prices will include any accrued interest ("dirty prices"). Sale trades will settle 2 days after the trade date. Trading details as above.

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## RISKS

All investments carry risk. Prior to investing in one of our structured products you need to make sure you fully understand the risks you are taking and accept the level of risk offered by the plan.

Having read over the product factsheet and these risks, if there are any areas that you are still unsure about, please consult with your financial adviser who will be able to help you.

### Issuer Risk

Your money is being used as a form of loan via the issuing bank in exchange for the returns offered by structured product. The bank is legally committed to honour the terms of the plan. It is possible that the Counterparty may go bankrupt or default on their payment.

### Market Risk

Underlying Index performance may be volatile and subject to unpredictable changes over the investment term. The value of your investment is affected by movements in the price of these indices and a fall may result in you not receiving any returns, and/or the loss of some or all of your capital. Your investment does not directly invest in the Underlying indices therefore you are not eligible for dividends or voting rights.

### Early Redemption Risk

You should be prepared to hold any plan until maturity. It may be possible for you to sell this investment back to the Issuer early; however, they are not obliged to buy it and may stop such purchases at any time without notice. IDAD has no control over this: we act as your settlement agent. If you sell the investment early you may not get back what you initially invested.

### Market Disruption Events

It is possible that a market disruption event might occur, such as trading disruption, changes to the indices, changes to index providers or changes in tax legislation. In these circumstances, the Issuer has the right to determine whether any adjustments to the terms of a plan are required. These adjustments may include, but are not limited to: adjustments to the opening or final level of the indices, postponing observation dates and substitution of an index. The Issuer is required to act in good faith when making these adjustments.

### Reinvestment Risk

To invest in a structured product, you need to loan your capital to the Issuer for a set length of time. During this period, a rise or fall in interest rates may present other investment opportunities with a greater yield. You may be able to sell this product back to the Issuer if this situation does occur, however, the price the Issuer offer you may be less than you originally paid.

### Inflation Risk

The value of your initial capital and any returns you may receive are not linked to inflation. If inflation is high over the term of the product, your purchasing power may decrease and so the real return could be low or negative.

### Taxation Risk

Tax legislation may change during the life of the investment. The tax treatment depends on the individual circumstances of each client and is subject to change. IDAD does not provide tax advice and you should seek independent tax advice if in doubt. It is our current understanding that the returns on this note will be subject to income tax. Further information about tax in the UK is available from the government website: [www.gov.uk](http://www.gov.uk).

### FSCS Protection

This product offers no FSCS protection.

## DISCLAIMERS

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