

**For immediate release**



**Citigroup Inc. (NYSE: C)  
August 10, 2007**

**Citi offers return linked to performance of S&P/ASX 200 index with capital protection<sup>^</sup> and lower volatility**

\*\*\*\*

**Launch of MLI Quarterly Lock-In (Series 2007-09)**

*Sydney, Australia* – Citi launched a new investment product today, which will be linked to the performance of the S&P/ASX 200 index and should help smooth potential volatility from the equity market over the next five years. Called the MLI S&P/ASX 200 Index Quarterly Lock-In (Series 2007-09), it offers leveraged index exposure with the comfort of 100% capital protection if held to maturity.

Citi has a positive overall view on the Australian markets, however, not without some volatility through the next five years. The averaging feature of the MLI S&P/ASX 200 Index Quarterly Lock-in series helps smooth volatility when compared with a direct investment in the Australian equity market.

“This product is well-suited to today’s volatile equity markets,” said Irfan Khan, Head of Equity Structured Products at Citi in Australia. “Recent shifts in the Australian equity markets suggest that future market movements may not be as smooth as we have seen in the last few years. While investors are aware of the benefits of investing longer term in the Australian market, we believe appeal will be strong in this environment for one product combining internal leverage, reduced volatility and capital protection.”

The performance is calculated by taking quarterly observations of the index over the 5-year term, and averaging them at maturity. An additional benefit to investors is that no negative index observations will be used in calculating the average performance. Once the average index performance has been determined it is then multiplied by a participation rate of between 180 and 200% to generate the final leveraged return of the investor.

“The MLI when blended with existing actively managed exposures to Australian equities, provides a hedge against market corrections. It suits those investors who are looking for capital growth returns rather than income,” said Irfan Khan.

The offer opened on August 6 and closes on September 14, 2007. The minimum investment is A\$5,000. There is an upfront fee of 2% including GST and a trailing fee of 0.33% per annum. Capital is guaranteed by Citigroup Inc.

This investment has been classified as "Protection First", under Citi's Equity First product family. It is designated as suitable for longer-term defensive investors seeking the comfort of full principal protection^ with the possibility of higher returns through exposure to the Australian stock market.

Media Contacts:	Irfan Khan	+61 2 8225 6128
	Judy Hitchen	+61 2 8225 1643

^ Capital protection only applies to investments held until the Maturity Date and provided no Early Maturity Event occurs. Capital protection is also subject to the creditworthiness of the Issuer; please refer to the PDS for further details. Acceptance of the offer of MLI S&P/ASX 200 Quarterly Lock-In (Series 2007-09) can only be made on the application form contained in or accompanying the Product Disclosure Statement ("PDS") issued by Citigroup Global Markets Australia Pty Limited (ABN 64 003 114 832 and AFSL No. 240992) (the "Issuer") and dated 30 April 2007. The PDS is available by calling 1300 308 982. Alternatively, visit <http://www.equityfirst.citigroup.com/> and download a copy of the PDS. Investors should consider the PDS in deciding whether to invest in MLI S&P/ASX 200 Quarterly Lock-In (Series 2007-09). Neither Citigroup Global Markets Australia Pty Limited nor any Citigroup entity (collectively "Citi") make any representation or warranty, express or implied, regarding the likely investment returns or the performance of MLI S&P/ASX 200 Quarterly Lock-In (Series 2007-09; or the suitability of MLI S&P/ASX 200 Quarterly Lock-In (Series 2007-09 for any investor or for the accuracy, completeness or adequacy of information contained herein. Citi and Arc Design is a service mark of Citigroup Inc. or its affiliates used and registered throughout the world.

\*\* Any advice provided is general advice only and does not take into account your personal circumstance. We recommend you seek professional advice on your personal circumstances before acting on information contained in this material. Material is published by Citigroup. Investments are not available to US persons. Citigroup Pty Limited is a related body corporate of Citi and will receive fees for distributing the Product, further, your Citigold Relationship Manager may receive fees for promoting the Product as part of their remuneration.

Citi, the leading global financial services company, has some 200 million customer accounts and does business in more than 100 countries, providing consumers, corporations, governments and institutions with a broad range of financial products and services, including consumer banking and credit, corporate and investment banking, securities brokerage, and wealth management. Major brand names under Citi's trademark red arc include Citibank, CitiFinancial, and Citi Smith Barney. Additional information may be found at [www.citi.com.au](http://www.citi.com.au).