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Citibank

Information

July 23, 2008

Dear Client,

I would like to advise you of some forthcoming changes in the legal structure of Citibank Zrt.

After more than 22 years of successful operations in Hungary, Citi is planning to convert our legal entity in Hungary, Citibank Zrt. into a branch of Citibank Europe plc (CEP) based in Ireland. Citibank Zrt. is currently a wholly owned subsidiary of Citibank Overseas Investment Corporation, based in the USA. The branch conversion will be implemented in the form of a cross border merger and the name of our resulting vehicle will be Citibank Europe plc Hungarian Branch Office. Our physical presence in the country and services provided to our clients will continue unchanged and will improve in various areas.

This legal step is part of a global strategic effort to rationalize the organizational structure within Citi, a process that started two years ago in our region. It will result in the establishment of an enhanced legal vehicle with European presence. The branch conversion is subject to receipt of both Irish and Hungarian regulatory approval and is planned to be completed on January 1, 2009.

As Citibank Europe plc Hungarian Branch Office we will remain a member of Citi, the world's leading financial services group and will continue to offer our global products and services as well as leading with our innovations to bring the best financial solutions for our clients in Hungary.

Citibank Europe plc is a fully licensed bank based in Ireland, regulated by the Irish Financial Services Regulatory Authority and is rated Aa3 by Moody's external rating agency. CEP had a balance sheet size of EUR 6.8 billion and a capital base of EUR 1.4 billion at year-end 2007. As a branch of CEP, we will be part of a European entity with a larger balance sheet and a greater lending capacity that will make us an even stronger partner for our clients in Hungary and will allow us to expand more effectively in the market.

All client contracts and relationships will automatically pass onto the new legal entity pursuant to a legal succession between Citibank Zrt. as the current service provider and the branch to be newly established. All existing Bank Account and Bank Card numbers will remain unchanged. Our IBAN and SWIFT code will continue to be the same post the merger and we will receive a new Tax ID and Company Registration Number for the new branch.

Citibank Europe plc Hungarian Branch Office will remain under the supervision of the Hungarian Financial Supervisory Authority (PSZÁF), especially in the area of consumer protection, and the National Bank of Hungary, in accordance with the Hungarian legislation. In addition, we will be primarily supervised by the Irish Financial Services Regulatory Authority, which supervises the whole Citibank Europe plc, including its branches.

As required by European Union rules, deposit protection for customers will be primarily governed by the Irish laws. For individual customers the deposit insurance will continue to cover HUF 6 million, approximately EUR 26,000, by implementing a combination of the Irish protection scheme of EUR 20,000 and adding an incremental insurance protection provided by the National Deposit Insurance Fund of Hungary to ensure the current level. Deposit protection for legal entities is guaranteed up to EUR 20,000. Deposits made by large companies as defined by Irish laws¹ are not eligible for cover.

With regards to investment protection we will follow the Irish regulation in compliance with the applicable European Directive. The compensation will cover 90% of the total invested amount of the eligible customers, up to a maximum payout of EUR 20,000.

Further information on the deposit and investment protection scheme will be available on our website.

The purpose of this letter is to inform you as our client about the planned change, in accordance with legal requirements. You are not required by us to do anything in relation to the content of this letter. Should you wish to obtain further information about the branch conversion and the new establishment, please visit our local website at www.citibank.hu or call us at our CitiPhone Banking or CitiService Customer Service.

Yours truly,

Batara Sianturi

Batara Sianturi
Citi Country Officer
Citibank Zrt.

¹ A company will be treated as large company if meets at least two of the following qualifying conditions: (i) its balance sheet total for the year exceeds EUR 1.9 million (approx. HUF 438.4 million; NBH exchange rate as of July 10, 2008), (ii) the amount of its turnover for the year exceeds EUR 3.8 million (approx. HUF 876.9 million; NBH exchange rate as of July 10, 2008) or (iii) the average number of employees by the company in that year exceeds 50.