



**For Immediate Release
Citigroup Inc. (NYSE: C)**

**Citigroup transfers its ownership stake
in Nikko Cordial Corporation to Japan subsidiary**

**Initial step towards unifying oversight of Japanese
operations under a local holding company**

August 6, 2007, Tokyo, Japan – Citigroup Inc. today announced that it had taken the initial step in eventually unifying oversight of its operations in Japan under a local holding company by transferring Citigroup's entire 68% stake in Nikko Cordial Corporation to Citigroup Japan Holdings Y.K., a direct wholly-owned subsidiary in Japan.

Citigroup said that, within the next 12 to 18 months, it plans to unify oversight of its local operations in Japan under Citigroup Japan Holdings. Citigroup added that it continues to consider its optimal group structure in Japan and that it has not yet made a final decision regarding the ownership stakes of other Japan-based entities to be held by Citigroup Japan Holdings.

Citigroup Japan Holdings, which is now organized under Japanese law as a *yugen gaisha* (limited liability company), will soon change its name to Citigroup Japan Holdings Ltd. and its organization form to a *kabushiki kaisha* (joint stock company), all in accordance with Japanese law.

Citigroup Japan Holdings will be led by Douglas L. Peterson as representative director and CEO. Mr. Peterson will continue to serve as non-executive chairman of Nikko Cordial Corporation and as non-executive director and chairman of Citibank Japan Ltd.

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For more information
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