



## Information Circular: Citigroup Funding Inc. ELKS

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**To:** Head Traders, Technical Contacts, Compliance Officers, Heads of ETF Trading, Structured Products Traders

**From:** William Slattery, Director, NASDAQ Listing Qualifications Department

**DATE:** August 10, 2007

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Equity-Linked Notes	Symbol	CUSIP Number
Citigroup Funding Inc. 9.00% Equity Linked Securities Based on Exxon Mobil Corp. Common Stock	EBE	17311G599

### Information on the Notes

Citigroup Funding Inc. (the "Issuer") has issued 9.00% Equity-Linked Securities ("ELKS") based upon the common stock of Exxon Mobil Corp. (the "Exxon"). The ELKS were priced at \$10 each and mature on August 18, 2008.

As more fully set forth in the Prospectus Supplement, ELKS are equity-linked investments that offer current income as well as limited protection against the decline in the price of Exxon common stock. ELKS are not principal protected. The ELKS will pay a semi-annual coupon of 9% per annum.

At maturity, investors will receive for each ELKS:

- i) 0.11377 shares of Exxon common stock, if Exxon common stock trades at a price equal to or below \$70.32 from issuance to and including the Valuation Date on August 13, 2008; or
- ii) \$10.00 per ELKS.

Investors should note that Exxon is not involved in the subject offering and has no obligation with respect to these securities whatsoever, including any obligations with respect to the principal amount to be paid at maturity, or to take the needs of the Issuer or holders of ELKS into consideration. Any dividends or distributions to Exxon common stock shareholders will not be paid to holders of ELKS. The ELKS are a series of unsecured debt issued by Citigroup Funding Inc. and will be issued in book entry form.

Since all payments which may be due to holders of ELKS are the sole responsibility of the Issuer, it is the credit of Citigroup Funding Inc., and not Exxon, which stands behind the ELKS.

Prior to receiving Exxon shares at maturity, investors in ELKS will not be entitled to any rights with respect to the underlying common stock shares, including: voting rights, the rights to

receive dividends or other distributions in respect thereof and the right to tender or exchange the underlying common stock shares in any partial tender or exchange offer by Exxon.

It is expected that the market value of the ELKS will depend substantially on the value of Exxon common stock and be affected by a number of other interrelated factors including, among other things; the general level of interest rates, the volatility of Exxon common stock, the time remaining to maturity, the dividend yield of Exxon common stock, and the credit ratings of the Issuer.

The Trustee for the securities is The Bank of New York.

Trading in the ELKS on NASDAQ is on a UTP basis and is subject to [NASDAQ equity trading rules](#). The ELKS will trade from 7:00 a.m. until 8:00 p.m. Eastern Time (ET).

Trading of the ELKS on NASDAQ is subject to the provisions of [NASDAQ Rule 2310](#). Members recommending transactions in the ELKS to customers should make a determination that the recommendation is suitable for the customer. In addition, members must possess sufficient information to satisfy the "know your customer" obligation that is embedded in the NASDAQ Conduct Rules.

Members also should review [FINRA Notice to Members 03-71](#) for guidance on trading these products. The Notice reminds members of their obligations to: (1) conduct adequate due diligence to understand the features of the product; (2) perform a reasonable-basis suitability analysis; (3) perform customer-specific suitability analysis in connection with any recommended transactions; (4) provide a balanced disclosure of both the risks and rewards associated with the particular product, especially when selling to retail investors; (5) implement appropriate internal controls; and (6) train registered persons regarding the features, risk and suitability of these products.

**This Information Circular is not a statutory prospectus. NASDAQ members should consult the registration statement or prospectus for the ELKS for additional information.**

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Inquiries regarding this Information Circular should be directed to:

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- [NASDAQ Market Sales](#) at 800.846.0477