



## 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:** BX Listing Qualifications Department

**DATE:** January 15, 2009

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Equity-Linked Notes	Symbol	CUSIP Number
Citigroup Funding Inc. 8.5% Equity Linked Securities Based Upon the Common Stock of Microsoft Corporation	EHD	17313G399

### Information on the Notes

Citigroup Funding Inc. (the "Issuer") has issued 8.5% Equity Linked Securities ("ELKS") based upon the common stock of Microsoft Corporation ("Microsoft"). The ELKS were priced at \$10 each and mature on September 4, 2009.

ELKS are equity-linked investments that offer current income as well as limited protection against the decline in the price of Microsoft common stock and are not principal protected. The ELKS will pay a semi-annual coupon of 8.5% per annum.

At maturity, investors will receive for each ELKS:

- (i) 0.36153 shares of Microsoft common stock, if Microsoft stock trades at a price equal to or below \$20.75 from the pricing date up to and including the valuation date on September 1, 2009; or
- (ii) \$10.00 per ELKS.

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. which stands behind the ELKS.

Investors in ELKS will not be entitled to any rights with respect to Microsoft until such time as the Issuer shall deliver Microsoft shares to investors in the ELKS, if applicable.

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

Investors should note that Microsoft 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 the underlying common stock will not be paid to holders of ELKS.

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

Trading in the ELKS on BX is on a UTP basis and is subject to BX equity trading rules. The ELKS will trade from 8:00 a.m. until 7:00 p.m. Eastern Time. Additional risks may exist with respect to trading the ELKS during BX's Pre-Market and Post-Market sessions.

Trading of the ELKS on BX is subject to the provisions of BX 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 BX Conduct Rules.

Members also should review NASD 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. BX 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:

- [Will Slattery](#), BX Listing Qualifications, at 301.978.8088
- [BX Market Sales](#) at 800.846.0477