

香港場外結算有限公司

(香港交易及結算所有限公司附屬公司)

OTC CLEARING HONG KONG LIMITED

(A subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

Subject: **Routine recalculation of Notional Exchange Risk Multiplier**

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Please be advised that pursuant to Chapter 4 of the OTC Clearing Hong Kong Limited Clearing Procedures, OTC Clear has completed its routine Notional Exchange Risk Multiplier recalculation on 3 April 2024. The levels of Notional Exchange Risk Multiplier are determined based on the results of a poll recently conducted with Clearing Members in March 2024.

The revised levels of Notional Exchange Risk Multiplier will be effective **from 8 April 2024**. The Notional Exchange Risk Multiplier will be applied to determine the additional margin requirement to be imposed on a Clearing Member based on such Clearing Member's net notional exchange amounts payable to OTC Clear from all cleared Standard Cross-currency Rates Derivatives Contracts and Deliverable FX Derivatives Contracts per contractual currency pair.

The Notional Exchange Risk Multiplier of different net notional exchange amounts for corresponding currency pair is summarized below.

Notional Exchange Risk Multipliers

Net notional exchange amounts for Renminbi (offshore) and US Dollar currency pair:

CNY (offshore) Net Notional (payable to OTC Clear)	Notional Exchange Risk Multiplier (in pips)	USD Net Notional (payable to OTC Clear)	Notional Exchange Risk Multiplier (in pips)
≥0 & ≤581 mn	0	≥0 & ≤80 mn	0
>581 & ≤726 mn	6	>80 & ≤100 mn	6
>726 & ≤1,816 mn	34	>100 & ≤250 mn	34
>1,816 & ≤3,631 mn	89	>250 & ≤500 mn	89
>3,631 & ≤5,447 mn	141	>500 & ≤750 mn	141
>5,447 & ≤7,262 mn	200	>750 & ≤1,000 mn	200
>7,262 & ≤10,893 mn	247	>1,000 & ≤1,500 mn	247
>10,893 & ≤14,524 mn	310	>1,500 & ≤2,000 mn	310
>14,524 mn	374	>2,000 mn	374

*mn refers to millions

Net notional exchange amounts for HK Dollar and US Dollar currency pair:

HKD Net Notional (payable to OTC Clear)	Notional Exchange Risk Multiplier (in pips)	USD Net Notional (payable to OTC Clear)	Notional Exchange Risk Multiplier (in pips)
≥0 & ≤1,174 mn	0	≥0 & ≤150 mn	0
>1,174 & ≤1,957 mn	7	>150 & ≤250 mn	7
>1,957 & ≤3,914 mn	21	>250 & ≤500 mn	21
>3,914 & ≤5,870 mn	38	>500 & ≤750 mn	38
>5,870 & ≤7,827 mn	63	>750 & ≤1,000 mn	63
>7,827 & ≤11,741 mn	82	>1,000 & ≤1,500 mn	82
>11,741 & ≤15,654 mn	123	>1,500 & ≤2,000 mn	123
>15,654 mn	159	>2,000 mn	159

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Clearing & Depository