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:	Enhancement to the Clearable Product Features for Swaps
Enquiry:	Clearing Operation Team Hotline: 2211 6508 /
	Email: OTC Operations Team (OTC_Operations@hkex.com.hk)

OTC Clearing Hong Kong Limited ("OTC Clear") is pleased to advise that the Securities and Futures Commission has granted approval of the clearable product features enhancement for cross currency swap ("CCS") and deliverable interest rate swap ("IRS") (collectively "swaps"). The enhancement is applicable to swaps for both house clearing and client clearing.

Subject to the Clearing Rules and Clearing Procedures, OTC Clear will start to accept swaps with the following enhanced features and effective dates:

Modified Product Features/ Changes	Products applicable			Details of changes	Effective dates
	IRS	NDIRS	CCS		
Update the USD-LIBOR tenors in the designated maturities of floating rate options for Linear Interpolation and for a Stub Calculation Period	✓	-	✓	1) Addition of one-day USD-LIBOR as acceptable tenor 2) Removal of one-week and two-month USD-LIBOR from the acceptable tenors due to their cessations by the UK Financial Conduct Authority	1) 17 December 2021 2) 1 January 2022

Clearing Members can refer to OTC Clear Rates and FX Derivatives Clearing Rules ("Clearing Rules") and OTC Clearing Hong Kong Limited Clearing Procedures ("Clearing Procedures") for details of the related enhancements.

The revised Clearing Rules and Clearing Procedures for the addition of one-day USD-LIBOR tenor will be posted on HKEX website prior to the effective date on 17 December 2021.

香港交易及結算所有限公司
香港中環康樂廣場8號交易廣場2期8樓
Hong Kong Exchanges and Clearing Limited
8/F, Two Exchange Square, 8 Connaught Place, Central, Hong Kong

info@hkex.com.hk
(t) +852 2522 1122   (f) +852 2295 3106
hkexgroup.com | hkex.com.hk

The revised Clearing Rules and Clearing Procedures for the removal of one-week and two-month USD-LIBOR tenors will be posted on HKEX website prior to the effective date on 1 January 2022.

Hector Lau
Managing Director
Head of Clearing & Depository