

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: **Further Increase of Notional Exchange Risk Limits**
Enquiry: **OTC Clearing Risk Management team Hotline 2211-6753**

Reference is made to the circular dated 12 December 2022 (Reference No.: [OTCRM/033/2022](#)) regarding the increase of Notional Exchange Limits. To accommodate the increasing demand for clearing Cross Currency Swap (**CCS**) and Deliverable FX Derivatives (**DFX**) Contracts, OTC Clearing Hong Kong Limited (**OTC Clear**) has decided to further increase the Notional Exchange Risk Limits applicable to the CCS and DFX clearing.

Further Increase of Notional Exchange Risk Limits

The following revised Notional Exchange Risk Limits will be imposed on the daily net notional exchange amounts payable to OTC Clear across positions in CCS and DFX for each currency pair of Clearing Member (**CM**) and Sponsored Settlement Member (**SSM**), effective from 04 January 2023.

	Settlement Horizon	Notional Exchange Risk Limit	
		USD/CNH pair	USD/HKD pair
For a CM/SSM engaged in CCS clearing services only	All	USD 360 million; CNH 2,510 million	USD 400 million; HKD 3,140 million
For a CM/SSM engaged in both CCS	Within 15 OTC Clear Business Days (Near Limit)	USD 360 million; CNH 2,510 million	USD 400 million; HKD 3,140 million

and DFX clearing services	Beyond 15 OTC Clear Business Days (Far Limit)	USD 1.5 billion; CNH 10.47 billion	USD 1.8 billion; HKD 13.9 billion
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Please note that there is no netting between daily net notional exchange amounts of different currency pairs in determining the usage of Notional Exchange Risk Limits. All CMs and SSMs are required to observe the above-mentioned limits at all times.

For and on behalf of
OTC Clearing Hong Kong Limited

Irene Lee
Senior Vice President
Clearing Risk Management