

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: **Minimum Guarantee Fund Contribution Review**

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OTC Clearing Hong Kong Limited ("OTC Clear") is pleased to announce that starting from 2 January 2024, the Rates and FX Minimum Contribution Amount will be revised from HKD 50 million to HKD 25 million. The revision aims to promote market participation in OTC Clear while maintaining risk management standards. This will result in a more diversified risk profile in OTC Clear, increase liquidity to support the default management process, and ultimately enhance the resilience of the cleared market.

Operational arrangements

OTC Clear will conduct routine Rates and FX Guarantee Fund recalculation based on the revised Rates and FX Minimum Contribution Amount from 2 January 2024 onwards.

Following the existing practice, the new CM Funded Contribution Amount will be communicated to Clearing Members via the report distributed through OASIS on 2 January 2024. Clearing Members shall fulfill the new CM Funded Contribution Amount by 3 January 2024. Clearing Members which have excess cash collateral in their GF Account may submit a collateral withdrawal request on 3 January 2024 following the existing procedures.

The amendments to Clearing Procedures of OTC Clear can be found in the OTC Clear circular (Ref. No.: [LSD/089/2023](#)) and will come into effect on 2 January 2024.

Terence Low

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