

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: Introducing a Fee Holiday for Swap Connect

Enquiry: OTC Product Development Team (Phone: 2211 6068/ Email: OTC_BCD@HKEX.COM.HK)

OTC Clearing Hong Kong Limited (“**OTC Clear**”) is pleased to announce a Fee Holiday for Swap Connect during its first year of implementation. The Fee Holiday will take effect from 15 May 2023 until 14 May 2024.

For Clearing Members who clear the Standard Northbound Rates Derivatives Contracts¹ (“**Contracts**”) for its House Business or its Clients, Registration Fee and Maintenance Fee for such Contracts will be waived during this period. Commencing on 15 May 2024, all new Contracts received will incur a Registration Fee, and Maintenance Fees will be levied according to the prevailing outstanding notional amount prior to maturity.

Tenor	Fee Rate	
	Registration Fee	Maintenance Fee
0 – 1 year	0.0001% of the notional amount of the Contract	0.000025% of the notional amount of the Contract, on a monthly basis in respect of each Contract until its maturity. Registration Fees and Maintenance Fees will be billed in aggregate (in HK\$) monthly in arrears.
>1 – 3 years	0.0003% of the notional amount of the Contract	
>3 – 5 years	0.0004% of the notional amount of the Contract	
>5 – 6 years	0.0006% of the notional amount of the Contract	
>6 – 7 years	0.0006% of the notional amount of the Contract	
>7 – 9 years	0.0008% of the notional amount of the Contract	
>9 – 10 years	0.0008% of the notional amount of the Contract	

OTC Clear will notify Clearing Members of any changes to the Fee Holiday via clearing circular.

¹ Capitalised terms used herein shall have the meaning ascribed to them in the Rates and FX Derivatives Clearing Rules of OTC Clear

Clearing Members can refer to the HKEX website at https://www.hkex.com.hk/Services/Rules-and-Forms-and-Fees/Fees/OTC-Derivatives/Clearing?sc_lang=en for details of OTC Clear's Clearing Fees of Standard Northbound Rates Derivatives Contracts.

For any enquiries, please contact the OTC Product Development Team on 2211 6068 or OTC_BCD@HKEX.COM.HK

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