

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 July 2024. The levels of Notional Exchange Risk Multiplier are determined based on the results of a poll recently conducted with Clearing Members in June 2024.

The revised levels of Notional Exchange Risk Multiplier will be effective **from 5 July 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	30	>100 & ≤250 mn	30
>1,816 & ≤3,631 mn	82	>250 & ≤500 mn	82
>3,631 & ≤5,447 mn	129	>500 & ≤750 mn	129
>5,447 & ≤7,262 mn	184	>750 & ≤1,000 mn	184
>7,262 & ≤10,893 mn	232	>1,000 & ≤1,500 mn	232
>10,893 & ≤14,524 mn	292	>1,500 & ≤2,000 mn	292
>14,524 mn	357	>2,000 mn	357

*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 & ≤1,096 mn	0	≥0 & ≤140 mn	0
>1,096 & ≤1,957 mn	5	>140 & ≤250 mn	5
>1,957 & ≤3,914 mn	18	>250 & ≤500 mn	18
>3,914 & ≤5,870 mn	33	>500 & ≤750 mn	33
>5,870 & ≤7,827 mn	53	>750 & ≤1,000 mn	53
>7,827 & ≤11,741 mn	71	>1,000 & ≤1,500 mn	71
>11,741 & ≤15,654 mn	104	>1,500 & ≤2,000 mn	104
>15,654 mn	130	>2,000 mn	130

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Clearing & Depository