

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

The revised levels of Notional Exchange Risk Multiplier will be effective **from 7 October 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 & ≤563 mn	0	≥0 & ≤80 mn	0
>563 & ≤704 mn	6	>80 & ≤100 mn	6
>704 & ≤1,759 mn	29	>100 & ≤250 mn	29
>1,759 & ≤3,519 mn	81	>250 & ≤500 mn	81
>3,519 & ≤5,278 mn	126	>500 & ≤750 mn	126
>5,279 & ≤7,037 mn	184	>750 & ≤1,000 mn	184
>7,037 & ≤10,556 mn	247	>1,000 & ≤1,500 mn	247
>10,556 & ≤14,074 mn	314	>1,500 & ≤2,000 mn	314
>14,074 mn	380	>2,000 mn	380

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 & ≤1,012 mn	0	≥0 & ≤130 mn	0
>1,012 & ≤1,946 mn	6	>130 & ≤250 mn	6
>1,946 & ≤3,892 mn	19	>250 & ≤500 mn	19
>3,892 & ≤5,838 mn	34	>500 & ≤750 mn	34
>5,838 & ≤7,784 mn	54	>750 & ≤1,000 mn	54
>7,784 & ≤11,675 mn	73	>1,000 & ≤1,500 mn	73
>11,675 & ≤15,567 mn	109	>1,500 & ≤2,000 mn	109
>15,567 mn	138	>2,000 mn	138

*mn refers to millions

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