

Rules and Procedures of HKFE Clearing Corporation Limited

CHAPTER II

HKCC PARTICIPANTSHIP

Financial resources requirements

215. The minimum financial resources requirements applicable to HKCC Participants shall be those stipulated by the Clearing House from time to time by reference to, among other things, the nature and category of HKCC Participantship. Without prejudice to Rule 215A,

(I) every HKCC Participant (other than a General Clearing Participant which is a Registered Institution) shall maintain Liquid Capital of no less than:-

(a) its required Liquid Capital under the Financial Resources Rules; or

(b) the following amount, as appropriate:-

- (i) ~~HK\$20,000,000~~HK\$100,000,000 for a General Clearing Participant provided that if it has entered into valid clearing agreements with no more than five Non-Clearing Participants, an additional HK\$20,000,000 for each Non-Clearing Participant after the fifth Non-Clearing Participant with which it has entered into a valid clearing agreement, subject to a maximum of HK\$390,000,000;~~or~~
- (ii) HK\$5,000,000 for a Clearing Participant;

whichever is greater; and

(II) every General Clearing Participant which is a Registered Institution shall ~~have~~maintain Tier 1 capital of not less than HK\$390-~~million,000,000~~.