

## OTC Clear Clearing Procedures

### Chapter 3

#### Rates and FX Clearing Services

#### 3.4 Product Eligibility Requirements

##### 3.4.1 Specific Requirements for an Original Standard Rates Derivatives Transaction, an Original Standard Cross-currency Rates Derivatives Transaction, and an Original Non Deliverable Rates Derivatives Transaction

3.4.2.1 OTC Clear will only accept the types of Original Standard Rates Derivatives Transaction, Original Standard Cross-currency Rates Derivatives Transaction and Original Non Deliverable Rates Derivatives Transaction for registration as set out in the table as follows:

| Instrument  |   | Currencies /<br>Currency Pairs<br>(swap and FX) | Floating Rate Option                 | Maximum<br>Residual<br>Term                       | Designated<br>Maturity                                    |
|---|---|---|--------------------------------------|---|---|
| Original<br>Standard Rates<br>Derivatives<br>Transactions | Single currency<br>interest rate<br>swaps | USD   | USD-LIBOR-BBA                        | <del>10-11 years</del><br><del>(3,660 days)</del> | One month,<br>three months,<br>six months and<br>one year |
|   |   | EUR   | EUR-EURIBOR-Reuters<br>EUR-LIBOR-BBA | <del>10-11 years</del><br><del>(3,660 days)</del> | One month,<br>three months,<br>six months and<br>one year |
|   |   | HK\$  | HKD-HIBOR-HKAB                       | <del>15-16 years</del><br><del>(5,490 days)</del> | One month,<br>three months,<br>six months and<br>one year |
|   |   | CNY (offshore)                                  | CNY-SHIBOR-Reuters<br>CNH-HIBOR-TMA  | <del>10-11 years</del><br><del>(3,660 days)</del> | One month,<br>three months,<br>six months and<br>one year |
|   | Single currency<br>basis swaps            | USD   | USD-LIBOR-BBA                        | <del>10-11 years</del><br><del>(3,660 days)</del> | One month,<br>three months,<br>six months and<br>one year |
|   |   | EUR   | EUR-EURIBOR-Reuters<br>EUR-LIBOR-BBA | <del>10-11 years</del><br><del>(3,660 days)</del> | One month,<br>three months,<br>six months and<br>one year |
|   |   | HK\$  | HKD-HIBOR-HKAB                       | <del>15-16 years</del><br><del>(5,490 days)</del> | One month,<br>three months,<br>six months and<br>one year |

| Instrument  |   | Currencies /<br>Currency Pairs<br>(swap and FX) | Floating Rate Option                                   | Maximum<br>Residual<br>Term                         | Designated<br>Maturity                                    |
|---|---|---|--|---|---|
| Original Standard<br>Cross-currency<br>Rates<br>Derivatives<br>Transactions | Cross-currency<br>interest rate<br>swaps and<br>Cross-currency<br>basis swaps | CNY (offshore)<br>and USD                       | CNY (offshore):<br>CNH-HIBOR-TMA<br>CNY-SHIBOR-Reuters | <del>10-11</del> years<br>( <del>3,660 days</del> ) | One month,<br>three months,<br>six months and<br>one year |
|   |   |   | USD:<br>USD-LIBOR-BBA                                  |   |   |
|   |   | HK\$ and USD                                    | HK\$:<br>HKD-HIBOR-HKAB                                | <del>10-11</del> years<br>( <del>3,660 days</del> ) | One month,<br>three months,<br>six months and<br>one year |
|   |   |   | USD:<br>USD-LIBOR-BBA                                  |   |   |
| Original Non<br>Deliverable<br>Rates<br>Derivatives<br>Transactions         | Non-deliverable<br>interest rate<br>swaps                                     | CNY   | CNY-CNREPOFIX=CFX<br>S-Reuters                         | <del>5.5</del> years<br>( <del>1,830 days</del> )   | Not Applicable  |
|   |   | INR   | INR-MIBOR-OIS-COMP<br>OUND                             | <del>10-11</del> years<br>( <del>3,660 days</del> ) | Not Applicable  |
|   |   |   | INR-FBIL-MIBOR-OIS-C<br>OMPOUND                        |   |   |
|   |   | KRW   | KRW-CD-KSDA-Bloomb<br>erg                              | <del>10-11</del> years<br>( <del>3,660 days</del> ) | Three months  |
|   |   |   | KRW-CD-3220  |   |   |
|   |   | MYR   | MYR-KLIBOR-BNM   | <del>10-11</del> years<br>( <del>3,660 days</del> ) | Three months  |
|   |   | THB   | THB-THBFIX-Reuters                                     | <del>10-11</del> years<br>( <del>3,660 days</del> ) | Six months  |
|   |   | TWD   | TWD-TAIBOR-Reuters                                     | <del>10-11</del> years<br>( <del>3,660 days</del> ) | Three months  |

**3.4.3.1 OTC Clear will only accept the types of Original Non Deliverable FX Derivatives Transaction as set out in the table below:**

| Reference Currency | Settlement Currency | Maximum Residual Term            | Valuation Days Offset   |
|--------------------|---------------------|----------------------------------|-------------------------|
| CNY                | USD                 | 2 years<br><del>(740 days)</del> | 2 Beijing Business Days |
| INR                |                     | 2 years<br><del>(740 days)</del> | 2 Mumbai Business Days  |
| KRW                |                     | 2 years<br><del>(740 days)</del> | 2 Seoul Business Days   |
| TWD                |                     | 2 years<br><del>(740 days)</del> | 2 Taipei Business Days  |

**3.4.4.1 OTC Clear will only accept the types of Original Deliverable FX Forward Transaction and Original Deliverable FX Swap Transaction as set out in the table as follows:**

| Instrument                                   | Currency Pair (swap and FX) | Maximum Residual Term           |
|--|-----------------------------|---------------------------------|
| Original Deliverable FX Forward Transactions | USD and CNY (offshore)      | 3 years <del>(1,100 days)</del> |
|  | USD and HK\$                |                                 |
| Original Deliverable FX Swap Transactions    | USD and CNY (offshore)      | 3 years <del>(1,100 days)</del> |
|  | USD and HK\$                |                                 |