HONG KONG MONETARY AUTHORITY
香港金融管理局

Circulars

08 Mar 2002

Supervisory Policy Manual ("SPM") CA-G-2 : "Maintenance of Adequate Capital against Market Risk" (Obsoleted after the Banking (Capital) Rules took effect on 1 January 2007)

Our Ref : B1/15C
B1/21C

8 March 2002

The Chief Executive
All locally incorporated authorized institutions

Dear Sir/Madam,

Supervisory Policy Manual ("SPM")
CA-G-2: "Maintenance of Adequate Capital against Market Risk"

I am pleased to inform you that the Monetary Authority is issuing the above SPM module as a statutory guideline under section 16(10) of the Banking Ordinance by notice in the Gazette today. This module sets out the HKMA's approach in determining the adequacy of capital to support potential losses arising from market risk. The module was posted on the HKMA's private and public web-sites from December 2001 to January 2002 for authorized institutions' comments. No comments were received during consultation.

On-line access to the module is available under the icon of "Supervisory Policy Manual" in the HKMA's public (http://www.info.gov.hk/hkma) and private (http://www.hkfin.net) web-sites.

Should you have any questions relating to this module, please feel free to contact either me or Ms Rita Yeung on 2878-1388.

Yours faithfully,

Simon Topping
Executive Director (Banking Policy)

c.c. The Chairman, Hong Kong Association of Banks
The Chairman, The Deposit-taking Companies Association

Last revision date : 01 August 2011