HONG KONG MONETARY AUTHORITY
香港金融管理局

Our Ref.: B4/9C
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2 June 2016

By email & by hand

Mr Lee Huat Oon
Acting Chairman
The DTC Association
Unit 1704, 17/F Bonham Trade Centre
50 Bonham Strand East
Sheung Wan
Hong Kong

Dear Mr Lee,

Supervisory Policy Manual (SPM): Consultation on revised module LM-1 on "Regulatory Framework for Supervision of Liquidity Risk"

Thank you for the Association's response to our letter of 16 March 2016 and its comment on the draft revision of SPM module LM-1. Taking into account the comments received from the industry, we have further revised the module as attached at Annex 1. Our specific response to the Association's comment is provided in Annex 2.

We will now proceed to finalise the revised module. If the Association, or its members, have any further comment on the enclosed updated version, please let us know by 17 June 2016.

Yours sincerely,

Karen Kemp
Executive Director (Banking Policy)

Encl.

c.c. FSTB (Attn: Mr Jackie Liu)