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SECRET

Co. No. MM YY CAT.

(For Official Use Only)

under the Banking Ordinance

LIQUIDITY POSITION OF AN AUTHORIZED INSTITUTION

*** (HONG KONG OFFICE / UNCONSOLIDATED / CONSOLIDATED) BASIS**

For the month of.....

Name of Authorized Institution	Date of Submission
Is the institution designated by the Monetary Authority as a category 1 institution under rule 3 of the Banking (Liquidity) Rules (BLR)? [Yes / No *]	

* Delete where inapplicable.

The Banking Ordinance

Information requested in this Return is required under section 63(2) of the Banking Ordinance. The Return should be submitted to the Monetary Authority not later than 14 days after the last day of each calendar month, unless otherwise advised by the Monetary Authority.

Note: This Return is to be prepared in accordance with the Completion Instructions issued by the Monetary Authority (MA). An authorized institution designated by the MA as a category 1 institution, or not designated as such (in the case of a category 2 institution), must complete the relevant parts of the Return that are applicable to it.

We certify that the information reported in this Return is, to the best of our knowledge and belief, correct.

Chief Accountant

Chief Executive

Name

Name

Name and telephone number of responsible person who may be contacted by the Monetary Authority in case of any query.

Name

Telephone Number

PART 1 – SUMMARY CERTIFICATE OF LIQUIDITY POSITION

(HK\$'000)

(I)	Summary of information on Liquidity Coverage Ratio (LCR)	
	<u>Month-end position</u>	
1.1	Sum of level 1 assets, level 2A assets and level 2B assets (before deductions)	0
1.2	Total weighted amount of HQLA (after deductions)	0
1.3	Total expected cash outflows	0
1.4	Total expected cash inflows (before application of 75% inflow ceiling)	0
1.5	Total expected cash inflows (after application of 75% inflow ceiling)	0
1.6	Total net cash outflows	0
1.7	LCR (month-end) (%)	#DIV/0!
	<u>Additional information</u>	
1.8	Highest LCR during the reporting period (%)	
1.9	Lowest LCR during the reporting period (%)	
1.10	Lowest level of HKD-denominated HQLA (level 1 assets) as a percentage of HKD-denominated total net cash outflows (before application of 75% inflow ceiling) during the reporting period	

(II)	Summary of information on Liquidity Maintenance Ratio (LMR)	
	<u>Month-end position</u>	
2.1	Liquefiable assets	0
2.2	Qualifying liabilities (after deductions)	0
2.3	LMR (month-end) (%)	#DIV/0!
	<u>Average position during the reporting period</u>	
2.4	Liquefiable assets	0
2.5	Qualifying liabilities (after deductions)	0
2.6	LMR (average) (%)	#DIV/0!
2.7	<u>Lowest LMR during the reporting period (%)</u>	

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (I): Liquidity Coverage Ratio (Month-end position)

(HK\$'000)

A	HIGH QUALITY LIQUID ASSETS (HQLA)	Principal amount	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HKS	US\$	Other major currencies	RMB	Other currencies
1	Level 1 assets								
	(a) Currency notes and coins (re Banking (Liquidity) Rules (BLR) Schedule 2, Part 2, section 1(a))		100%	0					
	(b) Withdrawable central bank reserves (re BLR Schedule 2, Part 2, section 1(b))		100%	0					
	(c) Marketable debt securities that are issued or guaranteed by a sovereign, central bank, public sector entity, relevant international organization or multilateral development bank, or that are EF debt securities (re BLR Schedule 2, Part 2, section 1(c) & Part 3, section 1)		100%	0					
	(d) Marketable debt securities that are issued by the sovereign or central bank of a country and denominated in the local currency of that country, or that are EF debt securities (re BLR Schedule 2, Part 2, section 1(d) & Part 3, section 2)		100%	0					
	(e) Marketable debt securities that are issued by the sovereign or central bank of a country and denominated in a currency that is not the local currency of that country (re BLR Schedule 2, Part 2, section 1(e) & Part 3, section 3)		100%	0					
	(f) Total level 1 assets (before deductions) (= A1(a) + A1(b) + A1(c) + A1(d) + A1(e))	0		0	0	0	0	0	0
2	Level 2A assets								
	(a) Marketable debt securities that are issued or guaranteed by a sovereign, central bank or public sector entity (re BLR Schedule 2, Part 2, section 2(a) & Part 3, section 4)		85%	0					
	(b) Marketable debt securities issued by corporates (re BLR Schedule 2, Part 2, section 2(b) & Part 3, section 5)		85%	0					
	(c) Covered bonds (re BLR Schedule 2, Part 2, section 2(c) & Part 3, section 6)		85%	0					
	(d) Total level 2A assets (before deductions) (= A2(a) + A2(b) + A2(c))	0		0	0	0	0	0	0
3	Level 2B assets								
	(a) Marketable debt securities issued by a sovereign, central bank, public sector entity or corporates (re BLR Schedule 2, Part 2, section 3(a) & Part 3, section 7)		50%	0					
	(b) Listed ordinary shares (re BLR Schedule 2, Part 2, section 3(c) & Part 3, section 10)		50%	0					
	(c) Approved RMBS (re BLR Schedule 2, Part 2, section 3(b) & Part 3, sections 8 & 9)		75%	0					
	(d) Total level 2B assets (before deductions) (= A3(a) + A3(b) + A3(c))	0		0	0	0	0	0	0
4	Sum of level 1 assets, level 2A assets and level 2B assets (before deductions) (= A1(f) + A2(d) + A3(d))	0		0	0	0	0	0	0
5	Deduction: adjustments for 15% ceiling on level 2B assets and 40% ceiling on sum of level 2A and level 2B assets (as calculated in Section (II), Table 1, item 3)			0					
6	Deduction: foreign exchange haircuts (if BLR rule 37 is applicable) (as calculated in Section (II), Table 2, item 12)			0		0	0	0	0
7	TOTAL WEIGHTED AMOUNT OF HQLA (AFTER DEDUCTIONS) (= Max(A4 – A5 – A6,0))			0					

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (I): Liquidity Coverage Ratio (Month-end position)

(HK\$'000)

B	TOTAL EXPECTED CASH OUTFLOWS arising from –	Principal amount	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HK\$	US\$	Other major currencies	RMB	Other currencies
1	Retail deposits taken by HK office								
	(a) stable retail deposits			0					
	(b) less stable retail deposits		10%	0					
	(c) retail term deposits		5%	0					
2	Retail deposits taken by overseas offices								
	(a) stable retail deposits								
	(b) less stable retail deposits								
	(c) retail term deposits								
3	Small business funding taken by HK office								
	(a) stable small business funding			0					
	(b) less stable small business funding		10%	0					
	(c) small business term funding		5%	0					
4	Small business funding taken by overseas offices								
	(a) stable small business funding								
	(b) less stable small business funding								
	(c) small business term funding								
5	Operational deposits								
	(a) fully insured by an effective deposit insurance scheme (EDIS)			0					
	(b) not covered under sub-item B5(a)		25%	0					
	(c) <i>Memorandum item: Excess operational deposits (excluded from sub-item B5(a) or B5(b))</i>								
6	Unsecured wholesale funding								
	(a) (other than operational deposits) provided by corporates (other than small business customers), sovereigns, the MA for a/c of Exchange Fund, central banks, multilateral development banks and public sector entities								
	(i) amount entirely protected by EDIS		20%	0					
	(ii) not covered under sub-item B6(a)(i)		40%	0					
	(b) other than funding mentioned in item B3, B4, B5 or sub-item B6(a)		100%	0					
7	Debt securities and prescribed instruments issued by the reporting institution and redeemable within the LCR period		100%	0					
8	Secured funding transactions (other than securities swap transactions), where the counterparty of the transaction is –								
	(a) the MA for a/c of Exchange Fund (if the reporting institution is incorporated in HK), or the central bank of the country in which the reporting institution is incorporated		0%	0					

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (I): Liquidity Coverage Ratio (Month-end position)

(HK\$'000)

B	TOTAL EXPECTED CASH OUTFLOWS arising from –	Principal amount	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HK\$	US\$	Other major currencies	RMB	Other currencies
	(b) the Government or a qualifying domestic public sector entity (if the reporting institution is incorporated in HK), the sovereign or a qualifying foreign public sector entity of the country in which the reporting institution is incorporated, or a multilateral development bank, and the transaction is collateralized by –								
	(i) level 1 assets		0%	0					
	(ii) level 2A assets		15%	0					
	(iii) approved RMBS		25%	0					
	(iv) level 2B assets that are not approved RMBS		25%	0					
	(v) assets that do not fall within any of paragraphs (i) to (iv)		25%	0					
	(c) an entity that does not fall within sub-item B8(a) or sub-item B8(b), and the transaction is collateralized by –								
	(i) level 1 assets		0%	0					
	(ii) level 2A assets		15%	0					
	(iii) approved RMBS		25%	0					
	(iv) level 2B assets that are not approved RMBS		50%	0					
	(v) assets that do not fall within any of paragraphs (i) to (iv)		100%	0					
9	Securities swap transactions (as calculated in Section (II), Table 3)	0		0	0	0	0	0	0
10	Contractual net cash outflows arising from derivative contracts (as calculated in Section (II), Table 5, item 2(a))	0		0	0	0	0	0	0
11	Derivative contracts or other transactions with material adverse event clauses		100%	0					
12	Potential loss in market value of posted collateral securing derivative contracts or other transactions (as calculated in Section (II), Table 6)	0		0	0	0	0	0	0
13	Excess non-segregated collateral callable by counterparty under derivative contracts or other transactions		100%	0					
14	Collateral substitution under derivative contracts or other transactions (as calculated in Section (II), Table 7)	0		0	0	0	0	0	0
15	Contractual obligations to post collateral to counterparty under derivative contracts or other transactions (not otherwise covered in Section (I)B)		100%	0					
16	Increase in collateral needs arising from adverse changes in market value of derivative contracts or other transactions (approximated by calculation of "Value X")		100%	0					
17	Repayment of funding obtained from structured financial instrument issued by the reporting institution and redeemable within the LCR period		100%	0					
18	Obligations for repayment of maturing debt or provision of funding or assets arising from any embedded option in structured financing transactions		100%	0					
19	Potential drawdown of undrawn committed facilities (as calculated in Section (II), Table 8)	0		0	0	0	0	0	0
20	Contractual lending obligations not otherwise covered in Section (I)B (as calculated in Section (II), Table 9)			0	0	0	0	0	0
21	Other contingent funding obligations (whether contractual or non-contractual) (as calculated in Section (II), Table 10)	0		0	0	0	0	0	0
22	Other contractual cash outflows		100%	0					
23	TOTAL EXPECTED CASH OUTFLOWS (= B1 to B22)			0	0	0	0	0	0

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (I): Liquidity Coverage Ratio (Month-end position)

(HK\$'000)

C	TOTAL EXPECTED CASH INFLOWS arising from -	Principal amount	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HK\$	US\$	Other major currencies	RMB	Other currencies
1	Secured lending transactions, where the reporting institution has re-hypothecated security obtained from the counterparty as collateral to cover the institution's short position in that security		0%	0					
2	Secured lending transactions (other than securities swap transactions) not covered in item C1, and the transaction is collateralized by –								
	(a) level 1 assets		0%	0					
	(b) level 2A assets		15%	0					
	(c) approved RMBS		25%	0					
	(d) level 2B assets that are not approved RMBS		50%	0					
	(e) assets that do not fall within any of sub-items C2(a) to (d)								
	(i) for margin lending transactions		50%	0					
	(ii) for other secured lending transactions		100%	0					
3	Securities swap transactions not included in item C1 (as calculated in Section (II), Table 4)	0		0	0	0	0	0	0
4	Secured and unsecured loans not otherwise covered in items C1, C2 and C3 –								
	(a) Contractual cash inflows from revolving loans or loans without specific maturity date		0%	0					
	(b) Contractual cash inflows from loans (not covered in sub-item C4(a)) extended to-								
	(i) the MA for a/c of Exchange Fund or central banks		100%	0					
	(ii) financial institutions		100%	0					
	(iii) retail customers		50%	0					
	(iv) small business customers		50%	0					
	(v) sovereigns, public sector entities, multilateral development banks, wholesale customers (excluding small business customers), or any other persons not included in paragraphs (i) to (iv)		50%	0					
5	Release of balances maintained by the reporting institution in segregated accounts in accordance with requirements for protection of customer assets, where the customers are–								
	(a) the MA for a/c of Exchange Fund, central banks or financial institutions		100%	0					
	(b) retail customers or small business customers		50%	0					
	(c) sovereigns, public sector entities, multilateral development banks, wholesale customers (excluding small business customers), or any other persons not included in paragraph (a) or (b)		50%	0					
6	Maturing securities not included by the reporting institution in its HQLA		100%	0					
7	Undrawn facilities granted by other financial institutions		0%	0					
8	Operational deposits placed at other financial institutions		0%	0					
9	Contractual net cash inflows arising from derivative contracts (as calculated in Section (II), Table 5, item 2(b))	0		0	0	0	0	0	0
10	Other contractual cash inflows arising from assets, transactions or activities not otherwise covered in Section (I)C, to be received from –								

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (I): Liquidity Coverage Ratio (Month-end position)

(HK\$'000)

C	TOTAL EXPECTED CASH INFLOWS arising from -	Principal amount	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HK\$	US\$	Other major currencies	RMB	Other currencies
	(a) the MA for a/c of Exchange Fund or central banks		100%	0					
	(b) financial institutions		100%	0					
	(c) retail customers		50%	0					
	(d) small business customers		50%	0					
	(e) sovereigns, public sector entities, multilateral development banks, wholesale customers (excluding small business customers), or any other persons not included in paragraphs (a) to (d)		50%	0					
11	Total expected cash inflows (before application of 75% inflow ceiling) (=C1 to C10)			0	0	0	0	0	0
12	TOTAL EXPECTED CASH INFLOWS (after application of 75% inflow ceiling) (= Min(C11, 75%*B23)			0					
D	LIQUIDITY COVERAGE RATIO (month-end position) (=A7 / (B23 - C12))			#DIV/0!					

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 1 : Determination of adjustments for 15% ceiling on level 2B assets and 40% ceiling on sum of level 2A & level 2B assets

(HK\$'000)

		Weighted amount	Breakdown of weighted amount by currencies				
			HK\$	US\$	Other major currencies	RMB	Other currencies
1	Adjustments <u>without</u> reversal of relevant securities financing transactions						
	(a) Adjustment for 15% ceiling (on level 2B assets) = Max {A3(d) – 15/85*(A1(f) + A2(d)), A3(d) – 15/60*A1(f), 0}	0					
	(b) Adjustment for 40% ceiling (on sum of level 2A & level 2B assets) = Max {A2(d) + A3(d) – adjustment for 15% ceiling – 2/3*A1(f), 0}	0					
	(c) Sub-total (= 1(a) + 1(b))	0					
2	Adjustments <u>with</u> reversal of relevant securities financing transactions (if any)						
	(a) Adjustment for 15% ceiling (on level 2B assets) = Max {adjusted level 2B assets – 15/85*(adjusted level 1 assets + adjusted level 2A assets), adjusted level 2B assets – 15/60* adjusted level 1 assets, 0}	0					
	(b) Adjustment for 40% ceiling (on sum of level 2A & level 2B assets) = Max {adjusted level 2A assets + adjusted level 2B assets – adjustment for 15% ceiling – 2/3*adjusted level 1 assets, 0}	0					
	(c) Sub-total (= 2(a) + 2(b))	0					
	Where –						
	(d) adjusted level 1 assets (= total weighted amount of level 1 assets adjusted for the reversal of any relevant securities financing transaction involving the exchange by the reporting institution of any level 1 asset, level 2A asset or level 2B asset for receipt by the institution from counterparty of any level 1 asset within the LCR period)						
	(e) adjusted level 2A assets (= total weighted amount of level 2A assets adjusted for the reversal of any relevant securities financing transaction involving the exchange by the reporting institution of any level 1 asset, level 2A asset or level 2B asset for receipt by the institution from counterparty of any level 2A asset within the LCR period)						
	(f) adjusted level 2B assets (= total weighted amount of level 2B assets adjusted for the reversal of any relevant securities financing transaction involving the exchange by the reporting institution of any level 1 asset, level 2A asset or level 2B asset for receipt by the institution from counterparty of any level 2B asset within the LCR period)						
3	Max (1(c), 2(c))	0					

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 2: Deduction from total HQLA - Calculation of additional adjustment due to foreign exchange haircuts (if BLR rule 37 is applicable)

(HK\$'000)

		Weighted amount					
		Total	HK\$	US\$	Other major currencies	RMB	Other currencies
1	Total level 1 assets (before deductions) (= Section (I), item A1(f))	0	0	0	0	0	0
2	Total level 2A assets (before deductions) (= Section (I), item A2(d))	0	0	0	0	0	0
3	Total level 2B assets (before deductions) (= Section (I), item A3(d))	0	0	0	0	0	0
4	Total HQLA (before deductions) (= Section (I), item A4)	0	0	0	0	0	0
5	Total expected cash outflows (= Section (I), item B23)	0	0	0	0	0	0
6	Total expected cash inflows (before application of 75% inflow ceiling) (= Section (I), item C11)	0	0	0	0	0	0
7	HKD LCR mismatch (= Max(item 13*(item 5 – item 6) – item 4,0))		0				
8	The part of item 7 that exceeds 25% of the reporting institution's HKD-denominated total net cash outflows (=Max(If (item 7 = 0, 0, item 7 – Max(item 5 – item 6,0)* Max(0,25% – (100% – item 13))),0))		0				
9	HKD-denominated HQLA (level 1 assets) as a percentage of HKD-denominated total net cash outflows (before adjustment for 75% inflow ceiling) (Note: Rule 37(d) is satisfied if item 9=>20%)	N/A					
10	Foreign currency-denominated HQLA (level 1 assets) exceeding foreign currency-denominated total net cash outflows (if any) (=Min(Max(Item 4 – Item 13*Max(item 5 – item 6,0),0),item 1))			0	0	0	0
11	Relevant portion of item 10 being used to cover HKD LCR mismatch			0	0	0	0
12	Foreign exchange haircuts (%)			2%	8%	10%	10%
	(HK\$'000 equivalent)	0		0	0	0	0
13	Minimum required level of LCR applicable to the reporting institution (Note)						

(Note: Unless otherwise required by the HKMA, a category 1 institution should insert 60% for any reporting month within 2015, 70% for 2016, 80% for 2017, 90% for 2018 and 100% for and after 2019.)

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 3: Expected cash outflow arising from securities swap transactions

(HK\$'000)

	Type of securities to be delivered by reporting institution to counterparty within the LCR period	Type of securities to be received by reporting institution from counterparty within the LCR period	Principal amount of securities to be delivered by reporting institution	Weight	Weighted amount	Breakdown of weighted amount by currencies				
						HK\$	US\$	Other major currencies	RMB	Other currencies
(a)	level 1 assets	level 1 assets		0%	0					
(b)	level 1 assets	level 2A assets		15%	0					
(c)	level 1 assets	approved RMBS		25%	0					
(d)	level 1 assets	level 2B assets that are not approved RMBS		50%	0					
(e)	level 1 assets	assets that are not level 1 assets, level 2A assets or level 2B assets		100%	0					
(f)	level 2A assets	level 2A assets		0%	0					
(g)	level 2A assets	approved RMBS		10%	0					
(h)	level 2A assets	level 2B assets that are not approved RMBS		35%	0					
(i)	level 2A assets	assets that are not level 1 assets, level 2A assets or level 2B assets		85%	0					
(j)	approved RMBS	approved RMBS		0%	0					
(k)	approved RMBS	level 2B assets that are not approved RMBS		25%	0					
(l)	approved RMBS	assets that are not level 1 assets, level 2A assets or level 2B assets		75%	0					
(m)	level 2B assets that are not approved RMBS	level 2B assets that are not approved RMBS		0%	0					
(n)	level 2B assets that are not approved RMBS	assets that are not level 1 assets, level 2A assets or level 2B assets		50%	0					
(o)	assets that are not level 1 assets, level 2A assets or level 2B assets	assets that are not level 1 assets, level 2A assets or level 2B assets		0%	0					
Total			0		0	0	0	0	0	0

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 4: Expected cash inflow arising from securities swap transactions

(HK\$'000)

	Type of securities to be received by reporting institution from counterparty within the LCR period	Type of securities to be delivered by reporting institution to counterparty within the LCR period	Principal amount of securities to be received by reporting institution	Weight	Weighted amount	Breakdown of weighted amount by currencies				
						HK\$	US\$	Other major currencies	RMB	Other currencies
(a)	level 1 assets	level 1 assets		0%	0					
(b)	level 1 assets	level 2A assets		15%	0					
(c)	level 1 assets	approved RMBS		25%	0					
(d)	level 1 assets	level 2B assets that are not approved RMBS		50%	0					
(e)	level 1 assets	assets that are not level 1 assets, level 2A assets or level 2B assets		100%	0					
(f)	level 2A assets	level 2A assets		0%	0					
(g)	level 2A assets	approved RMBS		10%	0					
(h)	level 2A assets	level 2B assets that are not approved RMBS		35%	0					
(i)	level 2A assets	assets that are not level 1 assets, level 2A assets or level 2B assets		85%	0					
(j)	approved RMBS	approved RMBS		0%	0					
(k)	approved RMBS	level 2B assets that are not approved RMBS		25%	0					
(l)	approved RMBS	assets that are not level 1 assets, level 2A assets or level 2B assets		75%	0					
(m)	level 2B assets that are not approved RMBS	level 2B assets that are not approved RMBS		0%	0					
(n)	level 2B assets that are not approved RMBS	assets that are not level 1 assets, level 2A assets or level 2B assets		50%	0					
(o)	assets that are not level 1 assets, level 2A assets or level 2B assets	assets that are not level 1 assets, level 2A assets or level 2B assets		0%	0					
Total			0		0	0	0	0	0	0

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 5: Contractual net cash outflows and contractual net cash inflows arising from derivative contracts

(HK\$'000)

		Principal amount	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HK\$	US\$	Other major currencies	RMB	Other currencies
1	Gross amount of cash flows (after collateral adjustments, if any)								
	(a) Contractual cash outflows			0					
	(b) Contractual cash inflows			0					
2	Net amount of cash flows								
	(a) Contractual net cash outflows after adjustments (re Code of Practice, clause 12(3) & (4))		100%	0					
	(b) Contractual net cash inflows after adjustments (re Code of Practice, clause 30(3) & (4))		100%	0					

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 6: Expected cash outflow arising from potential loss in market value of posted collateral securing derivative contracts or other transactions

(HK\$'000)

		Principal amount	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HK\$	US\$	Other major currencies	RMB	Other currencies
1	Collateral (other than level 1 assets) posted by the reporting institution to counterparties under derivative contracts or other transactions (<i>posted collateral</i>)								
2	Collateral (other than level 1 assets) received by the reporting institution from the same counterparties under derivative contracts or other transactions that can be deducted from item 1 (<i>received collateral</i>)								
3	Net amount of posted collateral (= Max (item 1 – item 2), 0)	0	20%	0					

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 7: Expected cash outflow arising from collateral substitution under derivative contracts or other transactions

(HK\$'000)

	Type of collateral posted to reporting institution by counterparty	Type of assets that may be posted by counterparty to reporting institution for collateral substitution	Principal amount of collateral held by reporting institution	Weight	Weighted amount	Breakdown of weighted amount by currencies				
						HK\$	US\$	Other major currencies	RMB	Other currencies
(a)	level 1 assets	level 1 assets		0%	0					
(b)	level 1 assets	level 2A assets		15%	0					
(c)	level 1 assets	approved RMBS		25%	0					
(d)	level 1 assets	level 2B assets that are not approved RMBS		50%	0					
(e)	level 1 assets	assets that are not level 1 assets, level 2A assets or level 2B assets		100%	0					
(f)	level 2A assets	level 2A assets		0%	0					
(g)	level 2A assets	approved RMBS		10%	0					
(h)	level 2A assets	level 2B assets that are not approved RMBS		35%	0					
(i)	level 2A assets	assets that are not level 1 assets, level 2A assets or level 2B assets		85%	0					
(j)	approved RMBS	approved RMBS		0%	0					
(k)	approved RMBS	level 2B assets that are not approved RMBS		25%	0					
(l)	approved RMBS	assets that are not level 1 assets, level 2A assets or level 2B assets		75%	0					
(m)	level 2B assets that are not approved RMBS	level 2B assets that are not approved RMBS		0%	0					
(n)	level 2B assets that are not approved RMBS	assets that are not level 1 assets, level 2A assets or level 2B assets		50%	0					
(o)	assets that are not level 1 assets, level 2A assets or level 2B assets	assets that are not level 1 assets, level 2A assets or level 2B assets		0%	0					
Total			0		0	0	0	0	0	0

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 8: Expected cash outflow arising from potential drawdown of undrawn committed facilities

(HK\$'000)

		Principal amount of undrawn facility limits, net of HQLA collateral (if any)	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HK\$	US\$	Other major currencies	RMB	Other currencies
1	Committed credit facilities granted to –								
	(a) retail customers		5%	0					
	(b) small business customers		5%	0					
	(c) corporates (other than small business customers), sovereigns, the MA for a/c of Exchange Fund, central banks, public sector entities or multilateral development banks		10%	0					
	(d) banks		40%	0					
	(e) financial institutions (other than banks)		40%	0					
	(f) other entities not falling within sub-items 1(a) to 1(e)		100%	0					
	(g) Sub-total (1)	0		0	0	0	0	0	0
2	Committed liquidity facilities granted to –								
	(a) retail customers		5%	0					
	(b) small business customers		5%	0					
	(c) corporates (other than small business customers), sovereigns, the MA for a/c of Exchange Fund, central banks, public sector entities or multilateral development banks		30%	0					
	(d) banks		40%	0					
	(e) financial institutions (other than banks)		100%	0					
	(f) other entities not falling within sub-items 2(a) to 2(e)		100%	0					
	(g) Sub-total (2)	0		0	0	0	0	0	0
3	Total (1(g) + 2(g))	0		0	0	0	0	0	0

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 9: Contractual lending obligations not otherwise covered in Section (I)B

(HK\$'000)

		Principal amount	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HK\$	US\$	Other major currencies	RMB	Other currencies
1	Contractual lending obligations to the MA for a/c of Exchange Fund, central banks or financial institutions not otherwise covered in Section (I)B		100%	0					
2	Contractual lending obligations to –								
	(a) retail customers		100%	0					
	(b) small business customers		100%	0					
	(c) sovereigns, public sector entities, multilateral development banks, wholesale customers (excluding small business customers), or any other persons not included in item 1, sub-item 2(a) or sub-item 2(b)		100%	0					
3	Contractual cash inflows from secured or unsecured loans under item 4 of Section (I)C, to be received from –								
	(a) retail customers (re Section (I)C, sub-item 4b(iii))			0					
	(b) small business customers (re Section (I)C, sub-item 4b(iv))			0					
	(c) sovereigns, public sector entities, multilateral development banks, wholesale customers (excluding small business customers), or any other persons not included in sub-item 3(a) or 3(b) and are not the MA for a/c of Exchange Fund, central banks or financial institutions (re Section (I)C, item 4b(v))			0					
4	Contractual lending obligations to (if any) –								
	(a) retail customers			0					
	(b) small business customers			0					
	(c) sovereigns, public sector entities, multilateral development banks, wholesale customers (excluding small business customers), or any other persons not included in item 1, sub-item 2(a) or sub-item 2(b)			0					
5	Total contractual lending obligations not otherwise covered in Section (I)B (= items 1 + 4(a) + 4(b) + 4(c))			0	0	0	0	0	0

Part 2 – LIQUIDITY COVERAGE RATIO (to be reported by category 1 institutions only)

Section (II): Supplementary information

Table 10: Other contingent funding obligations

(HK\$'000)

		Principal amount	Weight	Weighted amount	Breakdown of weighted amount by currencies				
					HK\$	US\$	Other major currencies	RMB	Other currencies
1	Trade-related contingencies (other than funding obligations arising from potential drawdown of committed credit facilities granted to corporates for import or export financing purposes)		3%	0					
2	Guarantees and letters of credit unrelated to trade-related contingencies		10%	0					
3	Uncommitted facilities		0%	0					
4	Non-contractual contingent funding obligations arising from –								
	(a) debt securities or structured financial instruments, in respect of which the reporting institution (or its associated entity) is the issuer, a market maker or a dealer, or has been involved as an originator, sponsor, marketing agent or seller, where there is a reasonable expectation that the obligations will materialize within the LCR period		100%	0					
	(b) money market funds or other types of collective investment funds marketed by the reporting institution (or its associated entity), where there is a reasonable expectation that the obligations will be materialized within the LCR period		100%	0					
	(c) situations in which customer short positions are covered by assets (that are not HQLA qualifying assets) received by the institution from its other customers as collateral, in respect of which the institution has the right of re-hypothecation, such that the institution may be obliged to provide funding within the LCR period to cover uncovered customer short positions in the event of withdrawal of the collateral by its other customers		50%	0					
	(d) potential liquidity drawn by an unconsolidated joint venture or entity in which the reporting institution has a minority interest, where there is a reasonable expectation that the institution will be the main liquidity provider when the joint venture or entity concerned is in need of liquidity (<u>Note</u>)			0					
	(e) circumstances not otherwise specified in sub-items 4(a) to (d), where there is a reasonable expectation that the obligations will materialize with the LCR period		100%	0					
5	Total	0		0	0	0	0	0	0

Note: If the reporting institution has reasonable expectation that a non-zero amount should be reported in sub-item 4(d), it must notify the HKMA in order to agree a methodology (including the outflow rate) for determining the amount to be reported. Otherwise, insert an outflow rate of 0% for this sub-item.

Part 3 – LIQUIDITY MAINTENANCE RATIO (to be reported by Category 2 institutions only)
(I) LIQUIDITY MAINTENANCE RATIO (Month-end position)

(HK\$'000)

A. LIQUEFIABLE ASSETS		Principal amount	Liquidity conversion factor (%)	Weighted amount	Breakdown of weighted amount by currencies			
					HK\$	US\$	RMB	Other currencies
(A1)	Currency notes and coins		100	0				
(A2)	Gold bullion		90	0				
(A3)	Claims on, or reserves maintained with, the MA for a/c of the Exchange Fund or central banks that are repayable to the reporting institution overnight, on demand, or on notice which expires on the first day of the LMR period		100	0				
(A4)	Net due from banks of the reporting institution to be included in its liquefiable assets <i>(For completion by the reporting institution if its net due from banks ≥ 0)</i>							
	(a) Total one-month liabilities of other banks to the reporting institution			0				
	(b) Total one-month liabilities of the reporting institution to other banks			0				
	(c) Net due from banks (= (A4)(a) - (A4)(b) ≥ 0 , subject to the weighted amount not exceeding 40% of the weighted amount of qualifying liabilities (before deductions). Any excess amount will be included under item (C3).)	0	80	0				
(A5)	Export bills –							
	(a) payable within 1 month and which are either drawn under letters of credit issued by banks or accepted and payable by banks		90	0				
	(b) covered by irrevocable re-discounting facilities approved by the MA		90	0				
(A6)	Marketable debt securities or prescribed instruments that are–							
	(a) issued or guaranteed by –							
	(i) the Government, the MA for a/c of Exchange Fund, or a domestic public sector entity with a remaining term to maturity of –							
	(A) not more than 1 year		100	0				
	(B) more than 1 year		95	0				
	(ii) an authorized institution incorporated in HK or the HK branch of an authorized institution incorporated outside Hong Kong with a remaining term to maturity of –							
	(A) not more than 1 month		100	0				
	(B) more than 1 month but not more than 1 year		95	0				
	(C) more than 1 year		90	0				

Part 3 – LIQUIDITY MAINTENANCE RATIO (to be reported by Category 2 institutions only)

(I) LIQUIDITY MAINTENANCE RATIO (Month-end position)

(HK\$'000)

A. LIQUEFIABLE ASSETS		Principal amount	Liquidity conversion factor (%)	Weighted amount	Breakdown of weighted amount by currencies			
					HK\$	US\$	RMB	Other currencies
	(b) issued or guaranteed by the central bank or central government of a country, a multilateral development bank, or a relevant international organization, where the debt security or instrument, or its issuer or guarantor, has a qualifying ECAI rating, and the remaining term to maturity is –							
	(A) not more than 1 year		100	0				
	(B) more than 1 year		95	0				
	(c) with a qualifying ECAI issue specific rating, issued or guaranteed by –							
	(i) a bank, other than those included in sub-item (A6)(a)(ii), with a remaining term to maturity of –							
	(A) not more than 1 month		100	0				
	(B) more than 1 month but not more than 1 year		95	0				
	(C) more than 1 year		90	0				
	(ii) a regional government of a country or other entity, with a remaining term to maturity of –							
	(A) not more than 1 year		90	0				
	(B) more than 1 year but not more than 5 years		85	0				
	(C) more than 5 years		80	0				
	(d) without a qualifying ECAI issue specific rating, issued or guaranteed by –							
	(i) a bank, other than those included in sub-item (A6)(a)(ii), if –							
	(A) the debt security or instrument has a remaining term to maturity of not more than 1 month; or		100	0				
	(B) the bank has a qualifying ECAI issuer rating		80	0				
	(ii) a regional government of a country which has a qualifying ECAI issuer rating –		80	0				
	(e) not included elsewhere in item (A6), re-discountable with the MA for a/c of Exchange Fund, or the central bank of a country that has a qualifying ECAI issuer rating (where such re-discounting arrangement is available to the reporting institution)		80	0				

Part 3 – LIQUIDITY MAINTENANCE RATIO (to be reported by Category 2 institutions only)

(I) LIQUIDITY MAINTENANCE RATIO (Month-end position)

(HK\$'000)

A. LIQUEFIABLE ASSETS		Principal amount	Liquidity conversion factor (%)	Weighted amount	Breakdown of weighted amount by currencies			
					HK\$	US\$	RMB	Other currencies
	(f) RMBS, other debt securities or instruments specifically approved for inclusion by the MA –							
	(i) RMBS		80	0				
	(ii) other debt securities or instruments		80	0				
	(g) not included elsewhere in item (A6) with a remaining term to maturity of not more than 1 month		80	0				
	(h) having an investment-grade rating, that are not covered by 6(a), (b), (c), (d), (e), (f) or (g)		50	0				
(A7)	Listed ordinary shares (re BLR rule 49(2)(fa) & Schedule 2, Part 2, section 3(c))		50	0				
(A8)	Residential mortgage loans in respect of which there has been issued by The Hong Kong Mortgage Corporation Limited an irrevocable commitment to purchase which is approved by the MA		90	0				
(A9)	DEDUCTION FROM LIQUEFIABLE ASSETS: Debt securities or prescribed instruments with a remaining term to maturity of not more than 1 month issued by the reporting institution		100	0				
(A10)	LIQUEFIABLE ASSETS (=sum of (A1) to (A8) - (A9))			0				

B. QUALIFYING LIABILITIES		Principal amount	Liquidity conversion factor (%)	Weighted amount	Breakdown of weighted amount by currencies			
					HK\$	US\$	RMB	Other currencies
(B1)	Total one-month liabilities of the reporting institution to the MA for a/c of Exchange Fund or central banks		100	0				
(B2)	If the reporting institution's total one-month liabilities to other banks exceed the total one-month liabilities of other banks to the institution, the amount of the institution's total one-month liabilities to other banks		100	0				
(B3)	Other one-month liabilities		100	0				
(B4)	QUALIFYING LIABILITIES (BEFORE DEDUCTIONS) (= sum of (B1) to (B3))			0				

Part 3 – LIQUIDITY MAINTENANCE RATIO (to be reported by Category 2 institutions only)

(I) LIQUIDITY MAINTENANCE RATIO (Month-end position)

(HK\$'000)

C. DEDUCTION FROM QUALIFYING LIABILITIES		Principal amount	Liquidity conversion factor (%)	Weighted amount	Breakdown of weighted amount by currencies			
					HK\$	US\$	RMB	Other currencies
(C1)	Total one-month liabilities of the MA for a/c of the Exchange Fund, or central banks to the reporting institution (other than the amount included in item (A3))		100	0				
(C2)	If the reporting institution's total one-month liabilities to other banks exceed the total one-month liabilities of other banks to the institution, the amount of the total one-month liabilities of other banks to it		100	0				
(C3)	Weighted amount, if any, of the reporting institution's net due from banks exceeding the 40% cap referred to in BLR rule 48(7)			0				
(C4)	Eligible loan repayments		80	0				
(C5)	Sub-total (sum of items (C1) to (C4))			0				
(C6)	DEDUCTION FROM QUALIFYING LIABILITIES (limited by 75% of item (B4))			0				
D. QUALIFYING LIABILITIES (AFTER DEDUCTIONS) (=B4) – (C6)				0				
E. LIQUIDITY MAINTENANCE RATIO (month-end) (= A10) / (D)				#DIV/0!				

(II) AVERAGE LIQUIDITY MAINTENANCE RATIO DURING THE REPORTING PERIOD

		Weighted amount
A.	Average liquefiable assets	
B.	Average qualifying liabilities (before deductions)	
C.	Average qualifying liabilities (after deductions)	
D.	Average Liquidity Maintenance Ratio (= A / C)	#DIV/0!