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SECRET

Co. No. MM YY CAT

(For Official Use Only)

under the Banking Ordinance

RETURN OF INTEREST RATE RISK EXPOSURES

Position of *Local Office(s)/Local Offices and Overseas Branches

As at ....

(last day of the quarter)

Total number of selected currencies being reported (minimum 2): ______

*Delete where inapplicable. Overseas incorporated institutions are required to report the position of their Hong Kong office(s) only.

Name of Authorized Institution	Date of Submission

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 one month after the end of each quarter ending 31 March, 30 June, 30 September and 31 December, 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.

We certify that 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

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Interest Rate Risk Exposures

Position of * Banking Book / Trading Book and Banking Book (Note (1))
Currency (Note (2)): __________________

* Delete where inappropriate.

(In HK$ Million or equivalent)

TIME BAND		INTEREST BEARING ASSETS (Note (3))									
		1. Total interest bearing assets				2. Fixed rate assets		3. Variable rate assets		4. Managed rate assets	
		a. Total 2a+3a+4a	**b. Residential mortgage loans** 2b+3b+4b	**c. Total weighted average yield**	**d. Weighted average yield (Residential mortgage loans)**	a. Total	b. Residential mortgage loans	a. Total	b. Residential mortgage loans	a. Total	b. Residential mortgage loans
Next day or less	(A)			%	%						
2 to 7 days	(B)			%	%						
8 days to 1 month	(C)			%	%						
1 to 3 months	(D)			%	%						
3 to 6 months	(E)			%	%						
6 to 12 months	(F)			%	%						
1 to 2 years	(G)			%	%						
2 to 3 years	(H)			%	%						
3 to 4 years	(I)			%	%						
4 to 5 years	(J)			%	%						
5 to 7 years	(K)			%	%						
7 to 10 years	(L)			%	%						
10 to 15 years	(M)			%	%						
15 to 20 years	(N)			%	%						
More than 20 years	(O)			%	%						
Total book value	Total (A to O)										
Non-interest bearing assets	(P)										
Total assets	Total (A to P)										

Notes:

(1) Locally incorporated authorized institutions subject to the market risk capital adequacy regime are required to report positions in the banking book only. Other locally incorporated institutions exempted from the market risk capital adequacy regime and overseas incorporated institutions are required to report aggregate positions in the banking book and trading book.

(2) Report interest rate risk exposures in major currencies as defined in the Completion Instructions, including at least Hong Kong dollar and US dollar (nil returns are required for these two currencies). Use the same return form for each currency.

(3) Report items under different time bands based on the earliest interest repricing date as specified in the Completion Instructions. Subject to the HKMA's approval, reporting based on behavioural maturity may be allowed for authorized institutions that can meet the criteria set out in the Completion Instructions.

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Interest Rate Risk Exposures

Position of * Banking Book / Trading Book and Banking Book (Note (1))
Currency (Note (2)): ___________________

Page ___ of ___

* Delete where inappropriate.

(In HK$ Million or equivalent)

TIME BAND		INTEREST BEARING LIABILITIES (Note (3)) 5. Total interest bearing liabilities a. Total 6a+7a+8a	b. Deposits 6b+7b+8b	c. Total weighted average interest costs	d. Weighted average interest costs (Deposits)	6. Fixed rate liabilities a. Total	6. b. Deposits	7. Variable rate liabilities a. Total	7. b. Deposits	8. Managed rate liabilities a. Total	8. b. Deposits
Next day or less	(A)			%	%						
2 to 7 days	(B)			%	%						
8 days to 1 month	(C)			%	%						
1 to 3 months	(D)			%	%						
3 to 6 months	(E)			%	%						
6 to 12 months	(F)			%	%						
1 to 2 years	(G)			%	%						
2 to 3 years	(H)			%	%						
3 to 4 years	(I)			%	%						
4 to 5 years	(J)			%	%						
5 to 7 years	(K)			%	%						
7 to 10 years	(L)			%	%						
10 to 15 years	(M)			%	%						
15 to 20 years	(N)			%	%						
More than 20 years	(O)			%	%						
Total book value	Total (A to O)										
Non-interest bearing liabilities	(P)+(Q)										
Equity capital	(P)										
Others	(Q)										
Total liabilities	Total (A to Q)										

Notes:

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(2) Report interest rate risk exposures in major currencies as defined in the Completion Instructions, including at least Hong Kong dollar and US dollar (nil returns are required for these two currencies). Use the same return form for each currency.

(3) Report items under different time bands based on the earliest interest repricing date as specified in the Completion Instructions. Subject to the HKMA's approval, reporting based on behavioural maturity may be allowed for authorized institutions that can meet the criteria set out in the Completion Instructions.

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Interest Rate Risk Exposures

Position of * Banking Book / Trading Book and Banking Book (Note (1))
Currency (Note (2)): __________________

* Delete where inappropriate.

(In HK$ Million or equivalent)

TIME BAND		OFF-BALANCE SHEET POSITIONS (Note (3)) 9. Total a. Long (10a+11a+12a+13a+14a+15a)	9. Total b. Short (10b+11b+12b+13b+14b+15b)	10. Forward foreign exchange contracts a. Long	10. b. Short	11. Interest rate swaps a. Long	11. b. Short	12. Cross currency swaps a. Long	12. b. Short	13. Futures / FRAs a. Long	13. b. Short	14. Options a. Long	14. b. Short	15. Others a. Long	15. b. Short
Next day or less	(A)														
2 to 7 days	(B)														
8 days to 1 month	(C)														
1 to 3 months	(D)														
3 to 6 months	(E)														
6 to 12 months	(F)														
1 to 2 years	(G)														
2 to 3 years	(H)														
3 to 4 years	(I)														
4 to 5 years	(J)														
5 to 7 years	(K)														
7 to 10 years	(L)														
10 to 15 years	(M)														
15 to 20 years	(N)														
More than 20 years	(O)														
Total off-balance sheet positions	Total (A to O)														

Notes:

(1) Locally incorporated authorized institutions subject to the market risk capital adequacy regime are required to report positions in the banking book only. Other locally incorporated institutions exempted from the market risk capital adequacy regime and overseas incorporated institutions are required to report aggregate positions in the banking book and trading book.

(2) Report interest rate risk exposures in major currencies as defined in the Completion Instructions, including at least Hong Kong dollar and US dollar (nil returns are required for these two currencies). Use the same return form for each currency.

(3) Report items under different time bands based on the earliest interest repricing date as specified in the Completion Instructions. Subject to the HKMA's approval, reporting based on behavioural maturity may be allowed for authorized institutions that can meet the criteria set out in the Completion Instructions.

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Interest Rate Risk Exposures

Position of * Banking Book / Trading Book and Banking Book (Note (1))

Currency (Note (2)): __________________

* Delete where inappropriate.

(In HK$ Million or equivalent)

TIME BAND		IMPACT / SCENARIO ANALYSIS							
		16. Net positions	**17. Earnings perspective**		**18. Economic value perspective**		**19. Basis risk (for both on- and off-balance sheet positions)**		
			a. Time weight on earnings	**b. Impact on earnings over the next 12 months if interest rates rise by 200 basis points**	**a. Weighting factor for standardised interest rate shock**	**b. Impact on economic value if interest rates rise by 200 basis points**	**Period for which changes in interest rates last**	**Impact on earnings**	
								Scenario (i) All rates except for fixed and managed rates on interest bearing assets rise by 200 basis points	**Scenario (ii) Managed rates on interest bearing assets drop by 200 basis points while other rates remain unchanged**
		1a-5a +9a-9b		(rounded to the nearest HK$ Million) 16 x 17a		(rounded to the nearest HK$ Million) 16 x 18a		(rounded to the nearest HK$ Million)	(rounded to the nearest HK$ Million)
Next day or less	(A)		1.997%		0.00%		1 month		
2 to 7 days	(B)		1.975%		0.02%		3 months		
8 days to 1 month	(C)		1.896%		0.10%		6 months		
1 to 3 months	(D)		1.667%		0.32%		12 months		
3 to 6 months	(E)		1.250%		0.72%				
6 to 12 months	(F)		0.500%		1.43%				
1 to 2 years	(G)				2.77%				
2 to 3 years	(H)				4.49%				
3 to 4 years	(I)				6.14%				
4 to 5 years	(J)				7.71%				
5 to 7 years	(K)				10.15%				
7 to 10 years	(L)				13.26%				
10 to 15 years	(M)				17.84%				
15 to 20 years	(N)				22.43%				
More than 20 years	(O)				26.03%				
			Total (A to F)		Total (A to O)				
Total capital base at reporting date (Note (3))					(P)				
Impact on economic value as % of total capital base					[Total (A to O)] / (P)	%			

Notes:

(1) Locally incorporated authorized institutions subject to the market risk capital adequacy regime are required to report positions in the banking book only. Other locally incorporated institutions exempted from the market risk capital adequacy regime and overseas incorporated institutions are required to report aggregate positions in the banking book and trading book.

(2) Report interest rate risk exposures in major currencies as defined in the Completion Instructions, including at least Hong Kong dollar and US dollar (nil returns are required for these two currencies). Use the same return form for each currency.

(3) Report the total capital base for all currencies. Overseas incorporated institutions should refer to the total capital base of their head office.