

**Terms and Conditions of the 1-day and 1-week RMB Liquidity Facility**

	<b>Tomorrow/1-Week (1-week funds available next day)</b>	<b>Tomorrow/Next (1-day funds available next day)</b>	<b>Overnight (1-day funds available same day)</b>
Tenor	One week	One day	One day
Interest rate	By reference to prevailing market interest rates		TMA overnight CNH HIBOR fixing plus 50 bps
Eligible collateral	<ul style="list-style-type: none"> <li>• Exchange Fund Bills and Notes (EFBN)</li> <li>• HKSAR Government bonds (HKGB)</li> <li>• RMB denominated bonds issued in Hong Kong by the Ministry of Finance of the People's Republic of China (CMOF)</li> <li>• RMB denominated bonds issued in Hong Kong by policy banks of the People's Republic of China, including Agricultural Development Bank of China, China Development Bank, and Export and Import Bank of China</li> </ul>		
Haircut on eligible collateral	<ul style="list-style-type: none"> <li>• EFBN and HKGB: 2% per year of remaining maturity, plus 2% (for cross-currency haircut)</li> <li>• CMOF and China policy bank bonds: 2% per year of remaining maturity, minimum 2%</li> </ul>		
Banks eligible <sup>(1)</sup>	AIs participating in RMB business (Participating AIs)		
Cut-off time for request <sup>(2)</sup>	12:00 noon on each Hong Kong business day (not available on mainland China holidays)		3:00 pm on each Hong Kong business day
Contact details	Participating AIs interested in borrowing RMB funds should contact the dealing room of the HKMA at 2878 8104 or Reuters dealing code EFHK		
Settlement	On T+1, RMB funds will be credited to the Participating AI's RMB RTGS account held with the Clearing Bank subject to the receipt of the securities by the HKMA before 4:00 pm		On T+0, RMB funds will be credited to the Participating AI's RMB RTGS account held with the Clearing Bank subject to the receipt of the securities by the HKMA before 4:00 pm
Holiday	If the value date or maturity date of the transaction falls on a Hong Kong or China holiday, it will be delayed to the next business day which is not a holiday in Hong Kong and China.		If the maturity date of the lending falls on a Hong Kong holiday, it will be delayed to the next Hong Kong business day.

## Notes:

- (1) Participating AIs are required to have signed with the HKMA the Master Sale and Repurchase Agreement for the provision of liquidity assistance including lender-of-last-resort support and RMB liquidity facility
- (2) Requests for overnight funds received after the cut-off time of 3pm will be considered on a case-by-case basis.