Completion Instructions

Return of Capital Adequacy Ratio
Part IIIf – Risk-weighted Amount for Credit Risk (Additional Risk-weighted Amount for Cryptoasset Exposures)
Form MA(BS)3(IIIf)

Introduction

1. Form MA(BS)3(IIIf) should be completed by all authorized institutions (AIs) incorporated in Hong Kong to determine its **additional risk-weighted amount for cryptoasset exposures** for the calculation of capital adequacy ratios.

2. This Form and its completion instructions should be read in conjunction with the Banking (Capital) Rules (BCR) and relevant supervisory policy/guidance related to the capital adequacy framework and cryptoassets.

Specific Instructions

Division A: Group 1 Cryptoasset Exposures

Subdivision A.1: Infrastructure risk add-on

3. Report in Item 1 the infrastructure risk add-on for group 1 cryptoasset exposures that are assigned to the banking book, in the form of a risk-weighted amount, as required by the Monetary Authority in a written notice, in accordance with section 380 of the BCR. The exposures and the level of the add-on will be specified in the written notice.

4. Report in Item 2 the total of add-ons reported in Item 1.

Subdivision A.2: Risk-weighted amount for the risk of default of the redeemer or the risk arising when intermediaries perform the redemption function (for group 1b cryptoasset exposures that are assigned to the trading book)

5. Report in Item 1 the risk-weighted amount for credit risk associated with the redemption feature of group 1b cryptoasset exposures assigned to the trading book, as required by section 376 of the BCR.

6. Report in Item 2 the total of risk-weighted amounts reported in Item 1.

Division B: Group 2 Cryptoasset Exposures

Subdivision B.1: Risk-weighted amount for the risk of default of the redeemer or the risk arising when intermediaries perform the redemption function (for

group 2a cryptoasset exposures that relate to stablecoins and are assigned to the trading book)

7. Report in Item 1 the risk-weighted amount for credit risk associated with the redemption feature of stablecoins that are classified as group 2a cryptoasset exposures and assigned to the trading book, as required by section 384 of the BCR.

8. Report in Item 2 the total of risk-weighted amounts reported in Item 1.

Subdivision B.2: Risk-weighted amount for group 2b cryptoasset exposures

9. Report in Item 1 the risk-weighted amount for each group 2b cryptoasset as required under section 385 of the BCR. The risk-weighted amount is inclusive of the add-on, if required by the Monetary Authority, in accordance with section 385(4).

   For the portion or sub-portion of a ***CIS exposure*** that is classified as a group 2b cryptoasset exposure, the resulting capital requirements should be captured in this Subdivision.

10. Report in Item 2 the total of risk-weighted amounts reported in Item 1.

Division C: Group 2 Cryptoasset Exposure Ratio and Add-on

11. Report in Item 1 the group 2 cryptoasset exposure ratio as specified in section 387 of the BCR. This item is applicable to all AIs incorporated in Hong Kong.

12. Report in Item 2 the add-on as required in section 388 of the BCR, which is applicable to G-SIBs and D-SIBs only.

Hong Kong Monetary Authority
March 2026