

Annex 2

HKMA working schedule for implementation of LCR¹

Target timeframe	Major work
Q1 2013	- Modify and clarify the proposed criteria and process for categorising AIs into Category 1 and Category 2 for industry consultation
H1 2013	- Develop LCR framework (including ALA framework subject to result of self-assessment) and propose details of Modified Liquidity Ratio regime for industry consultation
H2 2013	- Finalise the classification framework - Conduct preliminary classification of AIs, and communicate preliminary results to individual AIs by year-end
Q4 2013 / 2014	- Drafting of the Banking (Liquidity) Rules from Q4 2013, with industry consultation to be conducted in 2014
Q1 2014	- Develop guidance on supplementary liquidity monitoring tools for industry consultation - Develop liquidity disclosure requirements (subject to the progress made by the BCBS)
Q2 2014	- Develop new liquidity returns for industry consultation
1 Jan 2015	- Implement LCR (level at which LCR introduced subject to further consideration of whether a phase-in approach will be adopted) and liquidity monitoring tools
2015 – 2017	- Develop implementation proposals for the NSFR (subject to the progress of review by the BCBS)

¹ The timelines are indicative only and may be subject to change depending on subsequent developments and progress of consultation.