



HONG KONG MONETARY AUTHORITY
香港金融管理局

Banking Policy Department

Our Ref: B1/15C
B9/155C
S4/16C

28 June 2019

The Chief Executive
All Authorized Institutions

Dear Sir / Madam,

Banking (Liquidity) (Amendment) Rules 2019

I am writing to inform you that the Banking (Liquidity) (Amendment) Rules 2019 (“BLAR”) were published in the Gazette today.

The main purposes of the BLAR are to (i) expand the scope of “level 2B assets” and “liquefiable assets” under the Liquidity Coverage Ratio and the Liquidity Maintenance Ratio respectively; and (ii) implement a “required stable funding” requirement on total derivative liabilities under the Net Stable Funding Ratio and the Core Funding Ratio. Subject to the negative vetting by the Legislative Council, the BLAR shall come into operation on 1 January 2020.

We will inform you once the negative vetting process has been completed.

Yours faithfully,

Daryl Ho
Executive Director (Banking Policy)

cc: The Chairperson, The Hong Kong Association of Banks
The Chairman, The DTC Association
FSTB (Attn: Ms Eureka Cheung)