



HONG KONG MONETARY AUTHORITY  
香港金融管理局

# Licensing of Stored Value Facilities

25 AUGUST 2016

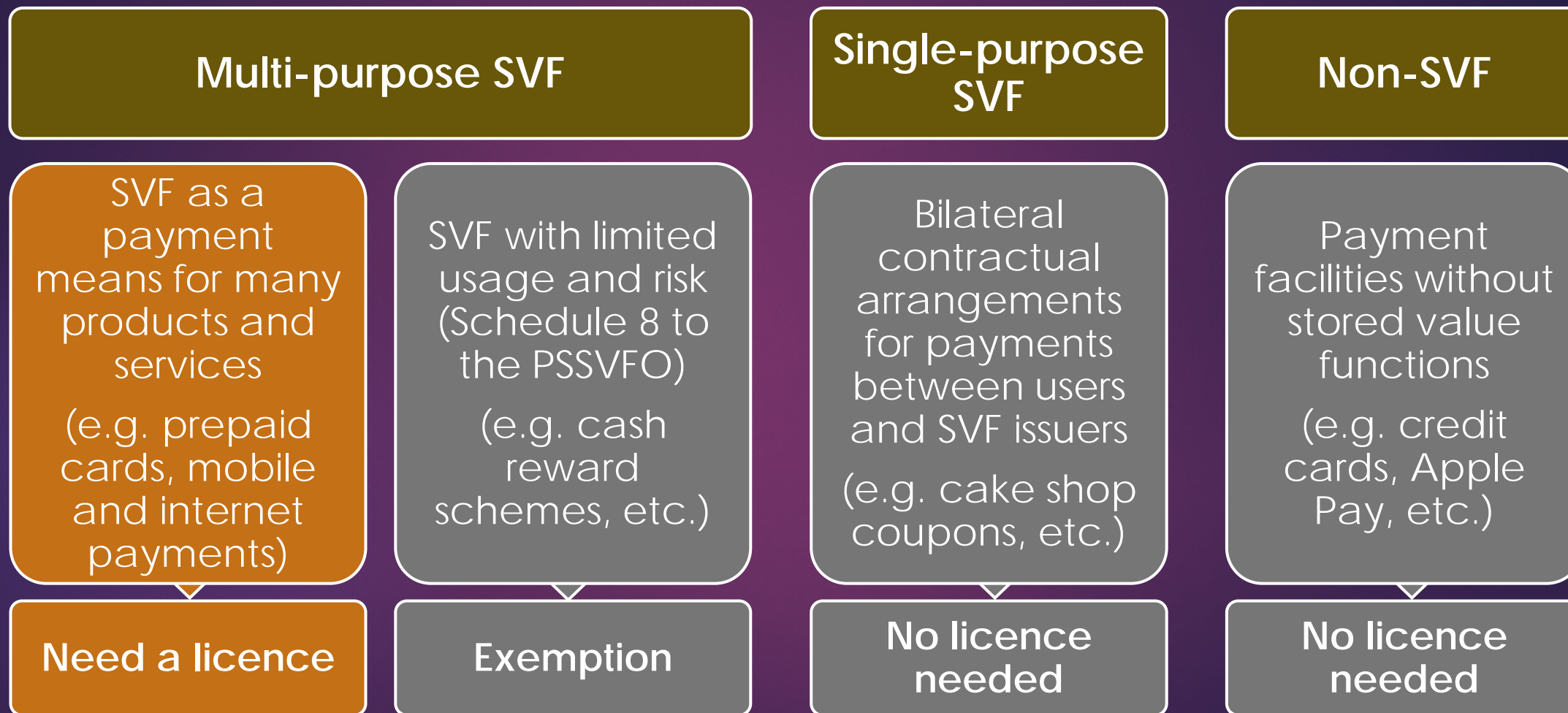
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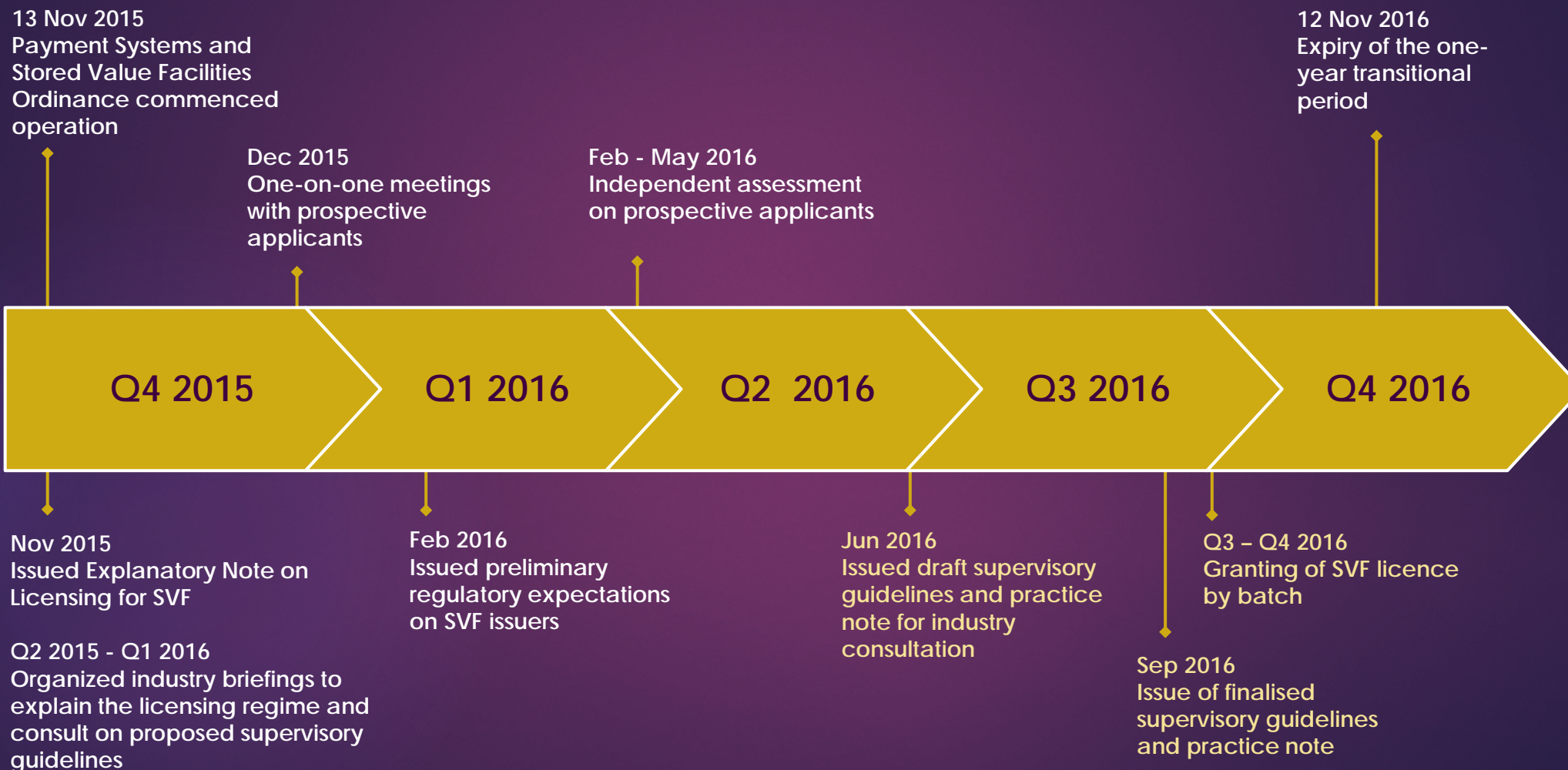


# Who should get an SVF licence?

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# Our work progress



# Key regulatory considerations

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Regulatory requirement	Balance between
Minimum capital	Market participation vs Operation sustainability
Float management	Operational flexibility/competitiveness vs Safety of float
Data privacy	Product functionalities vs User privacy
Storage limit	User convenience vs Risk management
Customer due diligence for AML	User convenience vs Anti-money laundering



# First batch of SVF licences granted

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SVF licensee	Current scope of licensee's operations			
	Online payment	Mobile payment at POS	P2P transfer	Physical card
<b>Alipay Financial Services (HK) Limited</b> (Alipay Wallet)	✓			
<b>HKT Payment Limited</b> (Tap & Go)	✓	✓	✓	✓
<b>Money Data Limited</b> (WeChat Pay)	✓		✓	
<b>TNG (Asia) Limited</b> (TNG Wallet)	✓	✓	✓	
<b>Octopus Cards Limited</b> (Octopus cards & O!ePay)	✓	✓	✓	✓



# Licensing progress

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- ▶ Second batch of SVF licences expected to be granted before 13 November 2016
- ▶ More licences may be granted after 13 November 2016
- ▶ Some existing issuers may exit the market due to commercial considerations or other reasons
- ▶ The HKMA will require operators to ensure orderly exit to minimise inconvenience to users



# What SVF users should know

- ▶ Read and understand SVF terms and conditions, including fees and handling of personal data
- ▶ Safe keep your SVF and password, use security settings in your SVF devices to suit your security preferences
- ▶ Check transaction records to identify any unauthorised transactions
- ▶ Manage your stored value wisely according to your payment needs
- ▶ SVF licensees are required to have complaint handling policies and systems. Contact your SVF issuers for enquiries or complaints





# Q & A

