HONG KONG MONETARY AUTHORITY
香港金融管理局

Banking Policy Department

Our Ref: B4/9C
B9/129C

8 June 2026

<u>*By email and by hand*</u>

Mrs Lourdes A Salazar
Chairperson
The DTC Association
Unit 1704, 17/F, Strand 50
50 Bonham Strand East, Sheung Wan
Hong Kong

Dear Mrs Salazar,

<u>Deemed comparable jurisdictions under SPM CR-G-14</u>

We have received several enquiries from AIs about whether the list of jurisdictions provided in footnote 27 under paragraph 2.3.2 of the Supervisory Policy Manual (SPM) module CR-G-14 "Non-centrally Cleared OTC Derivatives Transactions – Margin and Other Risk Mitigation Standards"[1] should be revised, given that the SPM was last updated in 2020.

We propose to replace the current reference to WGMR member jurisdictions in paragraph 2.3.2 with BCBS member jurisdictions. Their margin and risk mitigation standards are deemed comparable from the date of their entry into force. AIs may refer to the BIS website (https://www.bis.org/bcbs/membership.htm) for information on BCBS membership and to the BCBS Basel III implementation dashboard (https://www.bis.org/bcbs/implementation/rcap_reports.htm) for the implementation status of margin requirements among BCBS member jurisdictions.

I would be grateful if the Association's comments on the proposed amendment, as set out above, could reach us by 30 June 2026.

We are currently reviewing different elements of the SPM module and plan to issue a revised version for industry consultation during the second half of this year.

I am writing in similar terms to The Hong Kong Association of Banks.

Yours sincerely,

Donald Chen
Executive Director (Banking Policy)

cc: FSTB (Attn: Mr Timothy Wong)

[1] https://brdr.hkma.gov.hk/eng/doc-ldg/docId/getPdf/20200911-2-EN/CR-G-14.pdf