

香港場外結算有限公司
(香港交易及結算所有限公司附屬公司)

OTC CLEARING HONG KONG LIMITED
(A subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

Subject: New Product Features for Northbound Swaps

Enquiry: OTC Product Development Team (Phone: 2211 6068/ Email:
OTC_BCD@HKEX.COM.HK)

OTC Clearing Hong Kong Limited (“**OTC Clear**”) is pleased to introduce new clearable product features and services for Standard Northbound Rates Derivatives (“**Northbound swaps**”). These enhancements are applicable to Northbound swaps, with reference to floating rate options 7-day Repo, SHIBOR 3-month and SHIBOR Overnight, for both house and client clearing.

Commencing on 20 May 2024, OTC Clear will be able to support the following product features/service:

New Product Features / Service	Details of changes
Backdated trade	Acceptance of trades with a past effective date, with or without the settlement of additional payment.
International Monetary Market (“ IMM ”) trade	Acceptance of forward start trades with effective date, coupon payment date, maturity date on IMM date, i.e. third Wednesday of March, June, September and December.
Solo compression	Allow Clearing Members to compress trades with equal but opposite economics.

For the product eligibility requirements of backdated trade and IMM trade, please refer to the circular issued by Shanghai Clearing House (“**SHCH**”) and China Foreign Exchange Trade System (“**CFETS**”), which prescribe the product eligibility requirements changes in article 5.1 of the [SHCH Clearing Guidelines](#). For the detailed process of solo compression, please refer to [Solo Compression User Guide](#), published by HKEX. Please refer to the link for [Swap Connect frequently asked questions \(“FAQ”\)](#).

For any enquiries, please contact the OTC Product Development Team on 2211 6068 or OTC_BCD@HKEX.COM.HK

Jacky Mak

Deputy Chief Executive of OTC Clear