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BOCHK completes Hong Kong's first CNH fixed rate/USD SOFR and first CNH fixed rate/HKD HONIA cross currency swaps

Bank of China (Hong Kong) (“BOCHK”) has completed Hong Kong's first cross currency swap of CNH (“Offshore Chinese RMB”) fixed rate/USD SOFR (“Secured Overnight Financing Rate”), and first cross currency swap of CNH fixed rate/HKD HONIA (“HKD Overnight Index Average”) with another financial institution today. These two swaps each carries a nominal value of RMB100 million with a one-year term.

Tony Wang, General Manager, Global Markets, BOCHK, said, "As one of the major international financial centres, Hong Kong is committed to promoting the IBOR reform with other major financial centres. With the market development of SOFR and HONIA, the alternate reference rates (‘ARRs’) are becoming the new benchmark in the global capital and derivatives markets. The introduction of CNH fixed rate against ARR cross currency swap will offer a new derivative product and hedging instrument for institutional and corporate customers to manage their interest rate risk during the transition. BOCHK is pleased to participate in the first cross currency swaps of CNH fixed rate/USD SOFR and CNH fixed rate/HKD HONIA. These transactions represent a key milestone in the development of the Hong Kong derivatives market."

In addition, BOCHK participated in the first centrally cleared HONIA Interest Rate Swap contract settled by OTC Clear this July. HONIA is the alternative reference rate to the Hong Kong Interbank Offered Rate.

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About Bank of China (Hong Kong) Limited

Bank of China (Hong Kong) Limited (“BOCHK”) is a leading commercial banking group in Hong Kong with strong market positions in all major businesses. We have the most extensive local branch network and diverse service platforms in Hong Kong, including more than 190 branches, 280 automated banking centres, efficient e-channels of over 1,000 self-service machines, as well as Internet and Mobile Banking services. We offer a comprehensive range of financial, investment and wealth management services to personal, corporate and institutional customers. To implement the overseas development strategy of BOC Group, we strive to drive our regional development by expanding our business in the Southeast Asian region. Our branches and subsidiaries have been extended to Southeast Asian countries such as Thailand, Malaysia, Vietnam, the Philippines, Indonesia, Cambodia, Laos and Brunei, with the provision of

professional and high-quality financial services to local customers. We will also expedite our development into a top-class, full-service and internationalised regional bank.

BOCHK is one of the three note-issuing banks and the sole clearing bank for Renminbi (“RMB”) business in Hong Kong. With our strong RMB franchise, we are the first choice of customers in this business. Through the deep collaboration with our parent bank, BOC, we provide a full range of high-quality cross-border services to multinationals, cross-border customers, mainland enterprises going global, central banks and super-sovereign organisations.

BOC Hong Kong (Holdings) Limited, BOCHK’s holding company, is one of the largest listed companies on the main board of the Stock Exchange of Hong Kong, with stock code “2388” and ADR OTC Symbol “BHKLY”.