

L.N. 151 of 2025

Banking (Disclosure) (Amendment) Rules 2025
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Banking (Disclosure) (Amendment) Rules 2025

(Made by the Monetary Authority under section 60A of the Banking Ordinance (Cap. 155) after consultation with the Financial Secretary, the Banking Advisory Committee, the Deposit-taking Companies Advisory Committee, The Hong Kong Association of Banks and The Hong Kong Association of Restricted Licence Banks and Deposit-taking Companies)

1. Commencement

These Rules come into operation on 1 January 2026.

2. Banking (Disclosure) Rules amended

The Banking (Disclosure) Rules (Cap. 155 sub. leg. M) are amended as set out in sections 3 to 10.

3. Section 2 amended (interpretation)

- (1) Section 2(1), definition of *capital requirements*, paragraph (b)—

Repeal

“and”.

- (2) Section 2(1), definition of *capital requirements*, paragraph (c)—

Repeal

“Rules,”

Substitute

“Rules; and”.

- (3) Section 2(1), definition of *capital requirements*, after paragraph (c)—

Add

“(d) the measure of an authorized institution’s cryptoasset exposures to credit risk calculated in accordance with section 376 and Divisions 5, 6 and 8 of Part 12 of the Capital Rules,”.

(4) Section 2(2A), after “16FL,”—

Add

“16ZQK,”.

(5) Section 2(2A), after “103AB,”—

Add

“103AC,”.

4. Section 11 amended (consolidated group level disclosures)

Section 11(4) and (6), after “16FL,”—

Add

“16ZQK,”.

5. Section 16ZQE amended (comparison of modelled and standardized risk-weighted amounts at risk level—quarterly disclosures)

Section 16ZQE—

Repeal subsection (2).

6. Part 2A, Division 8D added

Part 2A, after Division 8C—

Add

“Division 8D—Cryptoasset Exposures

16ZQH. Qualitative disclosure on activities related to cryptoassets and approach used in assessing classification conditions—annual disclosures

An authorized institution with cryptoasset exposures must disclose, for each annual reporting period—

- (a) an overview of its business activities related to cryptoassets, the associated risks and risk management policies; and
- (b) the approach used in assessing the classification conditions under section 361(2) or (3) of the Capital Rules for each group 1 cryptoasset to which the institution has an exposure.

16ZQI. Cryptoasset exposures and risk-weighted amounts—semi-annual disclosures

- (1) An authorized institution with cryptoasset exposures must disclose, for each semi-annual reporting period—
 - (a) an overview of its cryptoasset exposures according to the classification of the cryptoassets under section 361 of the Capital Rules;
 - (b) an explanation of its policies and risk mitigation used in its management of operational risk related to cryptoasset exposures;
 - (c) the aggregate market value and the types of cryptoassets that the institution held in custody; and

- (d) an explanation of any material changes in the matters referred to in paragraphs (a), (b) and (c) during the semi-annual reporting period, including key drivers of those changes.
- (2) The disclosure under subsection (1)(a) must include a breakdown of the exposure amounts used to calculate the institution's capital requirements or capital charge for its credit risk or market risk (as the case requires), the risk-weighted amounts and, if applicable, material exposures to individual group 1b cryptoassets, group 2a cryptoassets and group 2b cryptoassets.

16ZQJ. Accounting classification of cryptoasset exposures—semi-annual disclosures

- (1) An authorized institution with cryptoasset exposures must disclose, for each semi-annual reporting period—
 - (a) information on the accounting classification and measurement of its cryptoasset exposures; and
 - (b) an explanation of any material changes in the matters referred to in paragraph (a) during the semi-annual reporting period, including key drivers of those changes.
- (2) The disclosure under subsection (1)(a) must include a breakdown of the carrying values, based on the scope of regulatory consolidation applicable to the institution, of every relevant item of the assets and liabilities reported in the institution's financial statements by the classification of the cryptoassets made under section 361 of the Capital Rules.

16ZQK. Liquidity requirements for cryptoasset exposures—semi-annual disclosures

An authorized institution that is a category 1 institution with cryptoasset exposures must disclose, for each semi-annual reporting period—

- (a) an overview of its cryptoasset exposures, including a breakdown by the classification of, and main parameters for, cryptoasset exposures that are relevant to the calculation of its LCR and NSFR, based on the calculation methodology and instructions set out in the liquidity position return and the stable funding position return, as applicable; and
- (b) an explanation of any material changes in the matters referred to in paragraph (a) during the semi-annual reporting period, including key drivers of those changes.”.

7. Section 91 amended (frequency)

Section 91, after “103AB,”—

Add

“103AC,”.

8. Section 103 amended (liquidity information disclosures: general)

- (1) Section 103(1)(a)(i) and (3)(a)—

Repeal

“and 103AB”

Substitute

“, 103AB and 103AC”.

- (2) Section 103(4), after “103AB,”—

Add

“103AC,”.

- (3) After section 103(4A)—

Add

“(4B) The disclosure under subsection (4A) must, for an authorized institution with cryptoasset exposures, include—

- (a) an overview of the institution’s business activities related to cryptoassets that give rise to liquidity risks and the associated risk management policies for those risks; and
- (b) in the case of a category 1 institution, the approach used in assessing the classification conditions under section 361(2) or (3) of the Capital Rules for each group 1 cryptoasset to which the institution has an exposure.”.

9. Section 103AC added

After section 103AB—

Add

“103AC. Liquidity information disclosures: category 1 institution—semi-annual disclosures of cryptoasset exposures

An authorized institution that is a category 1 institution with cryptoasset exposures must disclose, for each semi-annual reporting period—

- (a) an overview of its cryptoasset exposures, including a breakdown by the classification of, and main parameters for, cryptoasset exposures that are relevant to the calculation of its LCR

and NSFR, based on the calculation methodology and instructions set out in the liquidity position return and the stable funding position return, as applicable; and

- (b) an explanation of any material changes in the matters referred to in paragraph (a) during the semi-annual reporting period, including key drivers of those changes.”.

10. Section 105 amended (capital and capital adequacy)

Section 105(a)(i)—

Repeal

“of the jurisdiction in which the institution is incorporated”.

Eddie YUE
Monetary Authority

7 July 2025

Explanatory Note

These Rules amend the Banking (Disclosure) Rules (Cap. 155 sub. leg. M) (*principal Rules*).

2. The main purpose of these Rules is to implement the new disclosure requirements contained in the document “Disclosure of cryptoasset exposures” published by the Basel Committee on Banking Supervision in July 2024.
3. The disclosure requirements mentioned in paragraph 2 are mainly incorporated in Parts 2A and 8 of the principal Rules.
4. These Rules come into operation on 1 January 2026, concurrently with the Banking (Capital) (Amendment) Rules 2025.