



APFF Round Table Keynote Panel Discussion

Henry Cheng
Executive Director, Banking Supervision
Hong Kong Monetary Authority
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A Long Theme

**Global and Domestic
Regulatory Frameworks**



Forging Financial Markets



**Stable, Sustained, and Inclusive Growth
in the Asia Pacific Region**



Industry Perspective

Capital, buffers, liquidity, leverage, stress test, resolution, CCP/TR, FATCA, Dodd Frank, AEoI, fixings, hiring practices, OTC derivatives, margining requirements, AML/CFT,

Leverage ↓ + compliance cost ↑ + uncertainty ↑
= ROE ↓ + credit supply ↓ + liquidity ↓

Unstable, Unsustainable, and Non-inclusive
Growth in the Asia Pacific Region

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Regulatory Perspective

Light touch regulations →
Unstable & unsustainable credit growth →
Unstable & unsustainable economic growth

Regulatory Reform

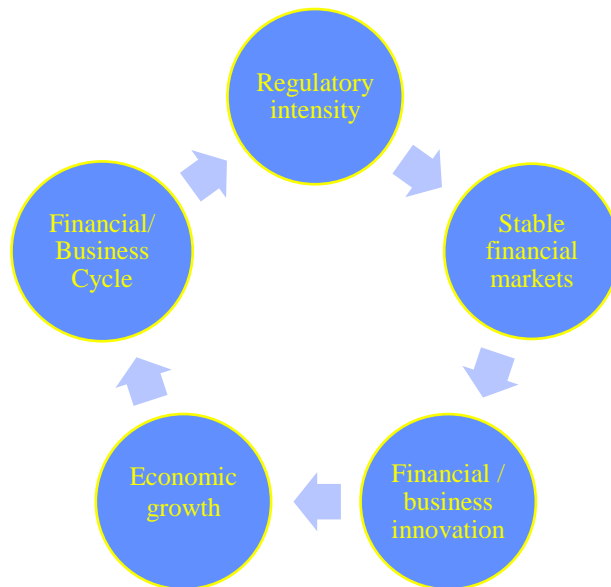
Bring leverage, credit supply, and risk management back
to more sustainable levels

Bring economic growth to more stable and sustainable
levels and continue to be inclusive

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Iterative process or swing of pendulum?



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Key: healthy adaptation

Industry

- Work around rules vs truly manage risks

Regulators

- Rules vs Principles vs Culture

Customers

- Rights vs responsibilities

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Stable, sustainable and inclusive growth

- **Financial Stability**
- **Genuine financial intermediation**
- **Support customers with genuine commercial need**
- **Regulators to listen to industry feedback**