

Press Release

Tender of 5-Year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 7 December 2011

The Hong Kong Monetary Authority (HKMA), as representative of the Hong Kong Special Administrative Region Government (HKSAR Government), announces today (Monday) that a tender of 5-Year Government Bonds (Bonds) under the Institutional Bond Issuance Programme will be held on Wednesday, 7 December 2011, for settlement on Thursday, 8 December 2011.

A total of HK\$2.5 billion 5-Year Bonds will be tendered. The Bonds will mature on 8 December 2016 and will carry interest at the rate of 0.97% per annum payable semi-annually in arrears.

Under the Institutional Bond Issuance Programme, tender is open only to Recognized Dealers which are appointed as Primary Dealers. Anyone wishing to apply for the Bonds on offer can do so through any of the Primary Dealers on the current published list, which can be obtained from the Government Bond Programme's website at <http://www.hkgb.gov.hk>. Each tender must be for an amount of HK\$50,000 or integral multiples thereof.

Tender results will be published on the Government Bond Programme's website, the Reuters screen (HKGBINDEX), and Bloomberg (GBHK <GO>) not later than 3:00 pm on the tender day.

Hong Kong Monetary Authority
28 November 2011

**HKSAR GOVERNMENT
INSTITUTIONAL BOND ISSUANCE PROGRAMME
TENDER INFORMATION**

Tender information of 5-Year Government Bonds under the Institutional Bond Issuance Programme:-

- Issue Number : 05GB1612
- Stock code : 4211 (HKGB 0.97 1612)
- Tender Date and Time : Wednesday, 7 December 2011
9:30 am to 10:30 am
- Issue and Settlement Date : Thursday, 8 December 2011
- Amount on Offer : HK\$2.5 billion
- Maturity : Five years
- Maturity Date : 8 December 2016
- Interest Rate : 0.97% p.a.
- Interest Payment Dates : 8 June 2012
10 December 2012
10 June 2013
9 December 2013
9 June 2014
8 December 2014
8 June 2015
8 December 2015
8 June 2016
8 December 2016
- Method of Tender : Competitive tender
- Tender Amount : Each competitive tender must be for an amount of HK\$50,000 or integral multiples thereof. Any tender applications for the Bonds must be submitted through a Primary Dealer on the current published list.
- Other details : Please see Information Memorandum available on the Government Bond Programme's website at <http://www.hkgb.gov.hk> or approach Primary Dealers.

Expected commencement date of dealing on the Stock Exchange of Hong Kong Limited : 9 December 2011

Price/Yield Table of the new Government Bonds at tender for reference* only :-

<u>Yield-to-Maturity</u>	<u>Price</u>	<u>Yield-to-Maturity</u>	<u>Price</u>
-0.03	105.00	0.97	100.01
0.02	104.75	1.02	99.77
0.07	104.49	1.07	99.53
0.12	104.24	1.12	99.29
0.17	103.98	1.17	99.05
0.22	103.73	1.22	98.81
0.27	103.48	1.27	98.57
0.32	103.22	1.32	98.33
0.37	102.97	1.37	98.10
0.42	102.72	1.42	97.86
0.47	102.47	1.47	97.62
0.52	102.22	1.52	97.39
0.57	101.97	1.57	97.15
0.62	101.73	1.62	96.92
0.67	101.48	1.67	96.69
0.72	101.23	1.72	96.46
0.77	100.99	1.77	96.22
0.82	100.74	1.82	95.99
0.87	100.50	1.87	95.76
0.92	100.25	1.92	95.53
0.97	100.01	1.97	95.30

*** Disclaimer**

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