

Press Release

Tender for the re-opening of 5-Year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 6 November 2013

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 3-year Government Bonds (Bonds) through the re-opening of existing 5-year Government Bond issue 05GB1612 under the Institutional Bond Issuance Programme will be held on Wednesday, 6 November 2013, for settlement on Thursday, 7 November 2013.

An additional amount of HK\$3 billion of the outstanding 5-year Bonds (issue no. 05GB1612) will be on offer as 3-year Bonds. 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. The Bonds Fixings on 28 October 2013 is 100.95 with an annualised yield of 0.663%.

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 HKMA's website, 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 October 2013

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

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

Issue Number : 05GB1612 (Re-open)

Stock code : 4211 (HKGB 0.97 1612)

Tender Date and Time : Wednesday, 6 November 2013
9:30 am to 10:30 am

Issue and Settlement Date for tender amount : Thursday, 7 November 2013

Amount on Offer : HK\$3 billion

Maturity : 3 years

Remaining Maturity : Approximately 3.1 years

Maturity Date : 8 December 2016

Interest Rate : 0.97% p.a. payable semi-annually in arrears

Interest Payment Dates : 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.

The accrued interest to be paid by successful bidders on the issue date (7 November 2013) for the tender amount is HK\$199.32 per minimum denomination of HK\$50,000.

(The accrued interest to be paid for tender amount

exceeding HK\$50,000 may not be exactly equal to the figures calculated from the accrued interest per minimum denomination of HK\$50,000 due to rounding).

- 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 : The tender amount is fully fungible with the existing 05GB1612 (Stock code: 4211) listed on the Stock Exchange of Hong Kong.

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

<u>Yield-to-Maturity</u>	<u>Price</u>	<u>Yield-to-Maturity</u>	<u>Price</u>
-0.337	104.06	0.663	100.94
-0.287	103.90	0.713	100.79
-0.237	103.74	0.763	100.63
-0.187	103.58	0.813	100.48
-0.137	103.42	0.863	100.33
-0.087	103.26	0.913	100.18
-0.037	103.11	0.963	100.03
0.013	102.95	1.013	99.88
0.063	102.79	1.063	99.73
0.113	102.64	1.113	99.58
0.163	102.48	1.163	99.43
0.213	102.33	1.213	99.28
0.263	102.17	1.263	99.13
0.313	102.02	1.313	98.98
0.363	101.86	1.363	98.83
0.413	101.71	1.413	98.68
0.463	101.55	1.463	98.53
0.513	101.40	1.513	98.39
0.563	101.24	1.563	98.24
0.613	101.09	1.613	98.09
0.663	100.94	1.663	97.95

*** Disclaimer**

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Hong Kong Monetary Authority
28 October 2013