

Press Release

Tender for the re-opening of 5-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 9 July 2014

The Hong Kong Monetary Authority (HKMA), as representative of the Hong Kong Special Administrative Region Government (HKSAR Government), announces today (Friday) that a tender of 5-year Government Bonds (Bonds) through the re-opening of existing 5-year Government Bond issue 05GB1902 under the Institutional Bond Issuance Programme will be held on Wednesday, 9 July 2014, for settlement on Thursday, 10 July 2014.

An additional amount of HK\$2 billion of the outstanding 5-year Bonds (issue no. 05GB1902) will be on offer. The Bonds will mature on 20 February 2019 and will carry interest at the rate of 1.47% per annum payable semi-annually in arrears. The Bonds Fixings on 27 June 2014 is 100.30 with an annualised yield of 1.410%.

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
27 June 2014

**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 : 05GB1902 (Re-open)
- Stock code : 4219 (HKGB 1.47 1902)
- Tender Date and Time : Wednesday, 9 July 2014
9:30 am to 10:30 am
- Issue and Settlement Date for tender amount : Thursday, 10 July 2014
- Amount on Offer : HK\$2 billion
- Maturity : 5 years
- Remaining Maturity : Approximately 4.62 years
- Maturity Date : 20 February 2019
- Interest Rate : 1.47% p.a. payable semi-annually in arrears
- Interest Payment Dates : 20 August 2014
23 February 2015
20 August 2015
22 February 2016
22 August 2016
20 February 2017
21 August 2017
20 February 2018
20 August 2018
20 February 2019
- 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 (10 July 2014) for the tender amount is

HK\$281.92 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 05GB1902 (Stock code: 4219) 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>
0.410	104.84	1.410	100.29
0.460	104.61	1.460	100.07
0.510	104.38	1.510	99.85
0.560	104.14	1.560	99.63
0.610	103.91	1.610	99.41
0.660	103.68	1.660	99.19
0.710	103.45	1.710	98.97
0.760	103.22	1.760	98.75
0.810	102.99	1.810	98.54
0.860	102.76	1.860	98.32
0.910	102.54	1.910	98.10
0.960	102.31	1.960	97.89
1.010	102.08	2.010	97.67
1.060	101.85	2.060	97.46
1.110	101.63	2.110	97.25
1.160	101.40	2.160	97.03
1.210	101.18	2.210	96.82
1.260	100.96	2.260	96.61
1.310	100.73	2.310	96.40
1.360	100.51	2.360	96.19
1.410	100.29	2.410	95.98

* **Disclaimer**

The information provided here is for reference only. Although extreme care has been taken to ensure that the information provided is accurate and up-to-date, the HKMA does not warrant that all, or any part of, the information provided is accurate in all respects. You are encouraged to conduct your own enquiries to verify any particular piece of information provided on it. The HKMA shall not be liable for any loss or damage suffered as a result of any use or reliance on any of the information provided here.

Hong Kong Monetary Authority
27 June 2014