

Press Release

Tender for the re-opening of 10-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 6 May 2015

The Hong Kong Monetary Authority (HKMA), as representative of the Hong Kong Special Administrative Region Government (HKSAR Government), announces today (Thursday) that a tender of 10-year Government Bonds (Bonds) through the re-opening of existing 10-year Government Bond issue 10GB2408 under the Institutional Bond Issuance Programme will be held on Wednesday, 6 May 2015, for settlement on Thursday, 7 May 2015.

An additional amount of HK\$1.5 billion of the outstanding 10-year Bonds (issue no. 10GB2408) will be on offer. The Bonds will mature on 7 August 2024 and will carry interest at the rate of 2.22% per annum payable semi-annually in arrears. The Indicative Pricings of the Bonds on 23 April 2015 is 105.56 with an annualised yield of 1.582%.

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
23 April 2015

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

Tender information of re-opening of 10-year Government Bonds under the Institutional Bond Issuance Programme:-

Issue Number : 10GB2408 (Re-open)

Stock code : 4221 (HKGB 2.22 2408)

Tender Date and Time : Wednesday, 6 May 2015
9:30 am to 10:30 am

Issue and Settlement Date for tender amount : Thursday, 7 May 2015

Amount on Offer : HK\$1.5 billion

Maturity : 10 years

Remaining Maturity : Approximately 9.26 years

Maturity Date : 7 August 2024

Interest Rate : 2.22% p.a. payable semi-annually in arrears

Interest Payment Dates : 7 August 2015
11 February 2016
8 August 2016
7 February 2017
7 August 2017
7 February 2018
7 August 2018
8 February 2019
7 August 2019
7 February 2020
7 August 2020
8 February 2021
9 August 2021
7 February 2022
8 August 2022
7 February 2023
7 August 2023
7 February 2024
7 August 2024

- 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 May 2015) for the tender amount is HK\$264.58 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 10GB2408 (Stock code: 4221) 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>
0.582	113.98	1.582	105.25
0.632	113.52	1.632	104.84
0.682	113.07	1.682	104.42
0.732	112.62	1.732	104.01
0.782	112.17	1.782	103.60
0.832	111.72	1.832	103.19
0.882	111.27	1.882	102.79
0.932	110.83	1.932	102.38
0.982	110.39	1.982	101.98
1.032	109.95	2.032	101.58
1.082	109.51	2.082	101.18
1.132	109.08	2.132	100.79
1.182	108.64	2.182	100.39
1.232	108.21	2.232	100.00
1.282	107.78	2.282	99.61

1.332	107.36	2.332	99.22
1.382	106.93	2.382	98.83
1.432	106.51	2.432	98.45
1.482	106.09	2.482	98.06
1.532	105.67	2.532	97.68
1.582	105.25	2.582	97.30

*** Disclaimer**

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Hong Kong Monetary Authority
23 April 2015