

Press Release

Tender for the re-opening of 15-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 7 September 2016

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 15-year Government Bonds (Bonds) through the re-opening of existing 15-year Government Bond issue 15GB3007 under the Institutional Bond Issuance Programme will be held on Wednesday, 7 September 2016, for settlement on Thursday, 8 September 2016.

An additional amount of HK\$0.6 billion of the outstanding 15-year Bonds (issue no. 15GB3007) will be on offer. The Bonds will mature on 16 July 2030 and will carry interest at the rate of 2.13% per annum payable semi-annually in arrears. The Indicative Pricings of the Bonds on 29 August 2016 is 112.20 with an annualised yield of 1.179%.

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
29 August 2016

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

Tender information of re-opening of 15-year Government Bonds under the Institutional Bond Issuance Programme:-

Issue Number : 15GB3007 (Re-open)

Stock code : 4227 (HKGB 2.13 3007)

Tender Date and Time : Wednesday, 7 September 2016
9:30 am to 10:30 am

Issue and Settlement Date for tender amount : Thursday, 8 September 2016

Amount on Offer : HK\$0.6 billion

Maturity : 15 years

Remaining Maturity : Approximately 13.86 years

Maturity Date : 16 July 2030

Interest Rate : 2.13% p.a. payable semi-annually in arrears

Interest Payment Dates : 16 January 2017
17 July 2017
16 January 2018
16 July 2018
16 January 2019
16 July 2019
16 January 2020
16 July 2020
18 January 2021
16 July 2021
17 January 2022
18 July 2022
16 January 2023
17 July 2023
16 January 2024
16 July 2024
16 January 2025
16 July 2025
16 January 2026
16 July 2026

18 January 2027
 16 July 2027
 17 January 2028
 17 July 2028
 16 January 2029
 16 July 2029
 16 January 2030
 16 July 2030

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 (8 September 2016) for the tender amount is HK\$151.73 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 15GB3007 (Stock code: 4227) 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>
0.179	126.68	1.179	112.17
0.229	125.91	1.229	111.49
0.279	125.14	1.279	110.83
0.329	124.37	1.329	110.16
0.379	123.61	1.379	109.50
0.429	122.86	1.429	108.85
0.479	122.11	1.479	108.20

0.529	121.37	1.529	107.55
0.579	120.63	1.579	106.91
0.629	119.90	1.629	106.27
0.679	119.17	1.679	105.64
0.729	118.45	1.729	105.01
0.779	117.73	1.779	104.39
0.829	117.02	1.829	103.77
0.879	116.31	1.879	103.16
0.929	115.61	1.929	102.55
0.979	114.91	1.979	101.94
1.029	114.22	2.029	101.34
1.079	113.53	2.079	100.74
1.129	112.85	2.129	100.14
1.179	112.17	2.179	99.56

*** Disclaimer**

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Hong Kong Monetary Authority
29 August 2016