

## **Press Release**

### **Tender for the re-opening of 10-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 17 January 2018**

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 10-year Government Bonds (Bonds) through the re-opening of existing 10-year Government Bond issue 10GB2706 under the Institutional Bond Issuance Programme will be held on Wednesday, 17 January 2018, for settlement on Thursday, 18 January 2018.

An additional amount of HK\$1.2 billion of the outstanding 10-year Bonds (issue no. 10GB2706) will be on offer. The Bonds will mature on 29 June 2027 and will carry interest at the rate of 1.25% per annum payable semi-annually in arrears. The Indicative Pricings of the Bonds on 8 January 2018 is 94.77 with an annualised yield of 1.864%.

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  
8 January 2018

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

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

Issue Number : 10GB2706 (Re-open)

Stock code : 4235 (HKGB 1.25 2706)

Tender Date and Time : Wednesday, 17 January 2018  
9:30 am to 10:30 am

Issue and Settlement Date for tender amount : Thursday, 18 January 2018

Amount on Offer : HK\$1.2 billion

Maturity : 10 years

Remaining Maturity : Approximately 9.45 years

Maturity Date : 29 June 2027

Interest Rate : 1.25% p.a. payable semi-annually in arrears

Interest Payment Dates : 29 June 2018  
31 December 2018  
28 June 2019  
30 December 2019  
29 June 2020  
29 December 2020  
29 June 2021  
29 December 2021  
29 June 2022  
29 December 2022  
29 June 2023  
29 December 2023  
28 June 2024  
30 December 2024  
30 June 2025  
29 December 2025  
29 June 2026  
29 December 2026  
29 June 2027

- 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 (18 January 2018) for the tender amount is HK\$34.25 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 10GB2706 (Stock code: 4235) 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>
0.864	103.51	1.864	94.78
0.914	103.05	1.914	94.36
0.964	102.60	1.964	93.95
1.014	102.14	2.014	93.54
1.064	101.69	2.064	93.13
1.114	101.24	2.114	92.73
1.164	100.80	2.164	92.32
1.214	100.35	2.214	91.92
1.264	99.91	2.264	91.52
1.314	99.47	2.314	91.12
1.364	99.03	2.364	90.73
1.414	98.60	2.414	90.34
1.464	98.16	2.464	89.94
1.514	97.73	2.514	89.55
1.564	97.30	2.564	89.17

1.614	96.88	2.614	88.78
1.664	96.45	2.664	88.40
1.714	96.03	2.714	88.01
1.764	95.61	2.764	87.63
1.814	95.19	2.814	87.26
1.864	94.78	2.864	86.88

**\* 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  
8 January 2018