

Press Release

Tender for the re-opening of 10-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 26 June 2019

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 10GB2901 under the Institutional Bond Issuance Programme will be held on Wednesday, 26 June 2019, for settlement on Thursday, 27 June 2019.

An additional amount of HK\$1.5 billion of the outstanding 10-year Bonds (issue no. 10GB2901) will be on offer. The Bonds will mature on 17 January 2029 and will carry interest at the rate of 1.97% per annum payable semi-annually in arrears. The Indicative Pricings of the Bonds on 17 June 2019 is 103.25 with an annualised yield of 1.612%.

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
17 June 2019

**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	: 10GB2901 (Re-open)
Stock code	: 4236 (HKGB 1.97 2901)
Tender Date and Time	: Wednesday, 26 June 2019 9:30 am to 10:30 am
Issue and Settlement Date for tender amount	: Thursday, 27 June 2019
Amount on Offer	: HK\$1.5 billion
Maturity	: 10 years
Remaining Maturity	: Approximately 9.57 years
Maturity Date	: 17 January 2029
Interest Rate	: 1.97% p.a. payable semi-annually in arrears
Interest Payment Dates	: 17 July 2019 17 January 2020 17 July 2020 18 January 2021 19 July 2021 17 January 2022 18 July 2022 17 January 2023 17 July 2023 17 January 2024 17 July 2024 17 January 2025 17 July 2025 19 January 2026 17 July 2026 18 January 2027 19 July 2027 17 January 2028 17 July 2028 17 January 2029

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 (27 June 2019) for the tender amount is HK\$434.48 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 10GB2901 (Stock code: 4236) 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>
0.612	112.60	1.612	103.22
0.662	112.11	1.662	102.77
0.712	111.62	1.712	102.33
0.762	111.13	1.762	101.89
0.812	110.65	1.812	101.45
0.862	110.16	1.862	101.02
0.912	109.68	1.912	100.58
0.962	109.21	1.962	100.15
1.012	108.73	2.012	99.72
1.062	108.26	2.062	99.30
1.112	107.79	2.112	98.87
1.162	107.32	2.162	98.45
1.212	106.86	2.212	98.03
1.262	106.39	2.262	97.61
1.312	105.93	2.312	97.19

1.362	105.47	2.362	96.78
1.412	105.02	2.412	96.37
1.462	104.56	2.462	95.96
1.512	104.11	2.512	95.55
1.562	103.66	2.562	95.14
1.612	103.22	2.612	94.74

*** Disclaimer**

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Hong Kong Monetary Authority
17 June 2019