

Press Release

Tender for the re-opening of 10-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 12 February 2020

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, 12 February 2020, for settlement on Thursday, 13 February 2020.

An additional amount of HK\$1.7 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 3 February is 105.70 with an annualised yield of 1.300%.

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
3 February 2020

**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, 12 February 2020
9:30 am to 10:30 am

Issue and Settlement Date for tender amount : Thursday, 13 February 2020

Amount on Offer : HK\$1.7 billion

Maturity : 10 years

Remaining Maturity : Approximately 8.93 years

Maturity Date : 17 January 2029

Interest Rate : 1.97% p.a. payable semi-annually in arrears

Interest Payment Dates : 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 (13 February 2020) for the tender amount is HK\$72.86 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>
0.300	114.70	1.300	105.67
0.350	114.23	1.350	105.24
0.400	113.76	1.400	104.81
0.450	113.29	1.450	104.38
0.500	112.82	1.500	103.96
0.550	112.36	1.550	103.54
0.600	111.90	1.600	103.12
0.650	111.44	1.650	102.70
0.700	110.98	1.700	102.29
0.750	110.53	1.750	101.87
0.800	110.07	1.800	101.46
0.850	109.62	1.850	101.05
0.900	109.18	1.900	100.64
0.950	108.73	1.950	100.24
1.000	108.29	2.000	99.84
1.050	107.84	2.050	99.43

1.100	107.40	2.100	99.03
1.150	106.97	2.150	98.64
1.200	106.53	2.200	98.24
1.250	106.10	2.250	97.85
1.300	105.67	2.300	97.45

*** Disclaimer**

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Hong Kong Monetary Authority
3 February 2020