

Press Release

Tender for the re-opening of 15-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 16 September 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 15-year Government Bonds (Bonds) through the re-opening of existing 15-year Government Bond issue 15GB3403 under the Institutional Bond Issuance Programme will be held on Wednesday, 16 September 2020, for settlement on Thursday, 17 September 2020.

An additional amount of HK\$1.0 billion of the outstanding 15-year Bonds (issue no. 15GB3403) will be on offer. The Bonds will mature on 7 March 2034 and will carry interest at the rate of 2.02% per annum payable semi-annually in arrears. The Indicative Pricings of the Bonds on 7 September 2020 is 117.38 with an annualised yield of 0.673%.

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
7 September 2020

**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 : 15GB3403 (Re-open)

Stock code : 4237 (HKGB 2.02 3403)

Tender Date and Time : Wednesday, 16 September 2020
9:30 am to 10:30 am

Issue and Settlement Date for tender amount : Thursday, 17 September 2020

Amount on Offer : HK\$1.0 billion

Maturity : 15 years

Remaining Maturity : Approximately 13.48 years

Maturity Date : 7 March 2034

Interest Rate : 2.02% p.a. payable semi-annually in arrears

Interest Payment Dates : 8 March 2021
7 September 2021
7 March 2022
7 September 2022
7 March 2023
7 September 2023
7 March 2024
9 September 2024
7 March 2025
8 September 2025
9 March 2026
7 September 2026
8 March 2027
7 September 2027
7 March 2028
7 September 2028
7 March 2029
7 September 2029
7 March 2030
9 September 2030

7 March 2031
 8 September 2031
 8 March 2032
 7 September 2032
 7 March 2033
 7 September 2033
 7 March 2034

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 (17 September 2020) for the tender amount is HK\$27.67 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 15GB3403 (Stock code: 4237) 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>
-0.327	132.36	0.673	117.34
-0.277	131.56	0.723	116.64
-0.227	130.76	0.773	115.95
-0.177	129.97	0.823	115.26
-0.127	129.19	0.873	114.57
-0.077	128.41	0.923	113.90
-0.027	127.63	0.973	113.22
0.023	126.86	1.023	112.55

0.073	126.10	1.073	111.89
0.123	125.34	1.123	111.23
0.173	124.59	1.173	110.57
0.223	123.84	1.223	109.92
0.273	123.10	1.273	109.27
0.323	122.36	1.323	108.63
0.373	121.63	1.373	107.99
0.423	120.90	1.423	107.36
0.473	120.18	1.473	106.73
0.523	119.46	1.523	106.10
0.573	118.75	1.573	105.48
0.623	118.04	1.623	104.87
0.673	117.34	1.673	104.26

*** Disclaimer**

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Hong Kong Monetary Authority
7 September 2020