

Press Release

Tender for the re-opening of 10-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 18 November 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 5-year Government Bonds (Bonds) through the re-opening of existing 10-year Government Bond issue 10GB2601 under the Institutional Bond Issuance Programme will be held on Wednesday, 18 November 2020, for settlement on Thursday, 19 November 2020.

An additional amount of HK\$2.5 billion of the outstanding 10-year Bonds (issue no. 10GB2601) will be on offer. The Bonds will mature on 21 January 2026 and will carry interest at the rate of 1.68% per annum payable semi-annually in arrears. The Indicative Pricings of the Bonds on 9 November 2020 is 107.59 with an annualised yield of 0.213%.

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
9 November 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 : 10GB2601 (Re-open)

Stock code : 4230 (HKGB 1.68 2601)

Tender Date and Time : Wednesday, 18 November 2020
9:30 am to 10:30 am

Issue and Settlement Date for tender amount : Thursday, 19 November 2020

Amount on Offer : HK\$2.5 billion

Maturity : 10 years

Remaining Maturity : Approximately 5.18 years

Maturity Date : 21 January 2026

Interest Rate : 1.68% p.a. payable semi-annually in arrears

Interest Payment Dates : 21 January 2021
21 July 2021
21 January 2022
21 July 2022
25 January 2023
21 July 2023
22 January 2024
22 July 2024
21 January 2025
21 July 2025
21 January 2026

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 (19 November 2020) for the tender amount is HK\$278.47 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 10GB2601 (Stock code: 4230) 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>
-0.787	113.05	0.213	107.54
-0.737	112.77	0.263	107.27
-0.687	112.48	0.313	107.00
-0.637	112.20	0.363	106.74
-0.587	111.92	0.413	106.47
-0.537	111.64	0.463	106.21
-0.487	111.36	0.513	105.95
-0.437	111.08	0.563	105.69
-0.387	110.80	0.613	105.42
-0.337	110.53	0.663	105.16
-0.287	110.25	0.713	104.90
-0.237	109.98	0.763	104.65
-0.187	109.70	0.813	104.39
-0.137	109.43	0.863	104.13
-0.087	109.16	0.913	103.87
-0.037	108.88	0.963	103.62
0.013	108.61	1.013	103.36
0.063	108.34	1.063	103.11
0.113	108.07	1.113	102.86
0.163	107.80	1.163	102.60
0.213	107.54	1.213	102.35

*** Disclaimer**

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Hong Kong Monetary Authority

9 November 2020