

Press Release

Tender for the re-opening of 10-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 1 June 2022

The Hong Kong Monetary Authority (HKMA), as representative of the Hong Kong Special Administrative Region Government (HKSAR Government), announced today (23 May) that a tender of 5-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, 1 June 2022, for settlement on Thursday, 2 June 2022.

An additional amount of HK\$2.5 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 23 May 2022 is 93.57 with an annualised yield of 2.622%.

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 Refinitiv screen (HKGBINDEX), and Bloomberg (GBHK <GO>) not later than 3:00 pm on the tender day.

Hong Kong Monetary Authority
23 May 2022

**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 : 10GB2706 (Re-open)

Stock Code : 4235 (HKGB 1.25 2706)

Tender Date and Time : Wednesday, 1 June 2022
9:30 am to 10:30 am

Issue and Settlement Date for Tender Amount : Thursday, 2 June 2022

Amount on Offer : HK\$2.5 billion

Maturity : 5 years

Remaining Maturity : Approximately 5.08 years

Maturity Date : 29 June 2027

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

Interest Payment Dates : 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 (2 June 2022) for the tender amount is HK\$265.41 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>
1.622	98.23	2.622	93.60
1.672	97.99	2.672	93.37
1.722	97.75	2.722	93.15
1.772	97.51	2.772	92.93
1.822	97.28	2.822	92.70
1.872	97.04	2.872	92.48
1.922	96.81	2.922	92.26
1.972	96.57	2.972	92.04
2.022	96.34	3.022	91.82
2.072	96.11	3.072	91.60
2.122	95.88	3.122	91.38
2.172	95.65	3.172	91.16
2.222	95.42	3.222	90.95
2.272	95.19	3.272	90.73
2.322	94.96	3.322	90.51
2.372	94.73	3.372	90.30
2.422	94.50	3.422	90.08
2.472	94.27	3.472	89.87
2.522	94.05	3.522	89.66
2.572	93.82	3.572	89.44
2.622	93.60	3.622	89.23

* **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
23 May 2022