

Press Release

Tender for the re-opening of 10-year Government Bonds under the Institutional Bond Issuance Programme to be held on Wednesday, 7 June 2023

The Hong Kong Monetary Authority (HKMA), as representative of the Hong Kong Special Administrative Region Government (HKSAR Government), announced today (29 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, 7 June 2023, for settlement on Thursday, 8 June 2023.

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 29 May 2023 are 91.67 with an annualised yield of 3.485%.

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 Hong Kong Government Bonds website at <https://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 Hong Kong Government Bonds website, the Refinitiv screen (HKGBINDEX), and Bloomberg (GBHK <GO>) not later than 3:00 pm on the tender day.

Hong Kong Monetary Authority
29 May 2023

**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, 7 June 2023 9:30 am to 10:30 am
Issue and Settlement Date for Tender Amount	:	Thursday, 8 June 2023
Amount on Offer	:	HK\$2.5 billion
Maturity	:	5 years
Remaining Maturity	:	Approximately 4.06 years
Maturity Date	:	29 June 2027
Interest Rate	:	1.25% p.a. payable semi-annually in arrears
Interest Payment Dates	:	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 (8 June 2023) for the tender amount is HK\$275.68 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 Hong Kong Government Bonds website at <https://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 Government Bonds at tender (for reference only*):

<u>Yield-to-Maturity</u>	<u>Price</u>	<u>Yield-to-Maturity</u>	<u>Price</u>
2.485	95.32	3.485	91.71
2.535	95.13	3.535	91.54
2.585	94.95	3.585	91.36
2.635	94.76	3.635	91.19
2.685	94.58	3.685	91.02
2.735	94.40	3.735	90.84
2.785	94.22	3.785	90.67
2.835	94.04	3.835	90.49
2.885	93.85	3.885	90.32
2.935	93.67	3.935	90.15
2.985	93.49	3.985	89.98
3.035	93.31	4.035	89.81
3.085	93.13	4.085	89.64
3.135	92.96	4.135	89.47
3.185	92.78	4.185	89.30
3.235	92.60	4.235	89.13
3.285	92.42	4.285	88.96
3.335	92.24	4.335	88.79
3.385	92.07	4.385	88.62
3.435	91.89	4.435	88.45
3.485	91.71	4.485	88.28

*** 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
29 May 2023