

Tender for the re-opening of 10-year Government Bonds under the Institutional Bond Issuance Programme to be held on June 26

The following is issued on behalf of the Hong Kong Monetary Authority:

The Hong Kong Monetary Authority (HKMA), as representative of the Hong Kong Special Administrative Region Government (HKSAR Government), announces today (June 17) 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 June 26, 2019 (Wednesday), for settlement on 27 June 27, 2019 (Thursday).

An additional amount of HK\$1.5 billion of the outstanding 10-year Bonds (issue no. 10GB2901) will be on offer. The Bonds will mature on January 17, 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 June 17, 2019 is 103.25 with an annualised yield of 1.612%.

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 www.hkgeb.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 3pm on the tender day.

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 | : | June 26, 2019 (Wednesday) 9.30am to 10.30am |

Issue and Settlement

Date for tender amount : June 27, 2019 (Thursday)

Amount on Offer : HK\$1.5 billion

Maturity : 10 years

Remaining Maturity : Approximately 9.57 years

Maturity Date : January 17, 2029

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

Interest Payment Dates :
July 17, 2019
January 17, 2020
July 17, 2020
January 18, 2021
July 19, 2021
January 17, 2022
July 18, 2022
January 17, 2023
July 17, 2023
January 17, 2024
July 17, 2024
January 17, 2025
July 17, 2025
January 19, 2026
July 17, 2026
January 18, 2027
July 19, 2027
January 17, 2028
July 17, 2028
January 17, 2029

Method of Tender : Competitive tender

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.

Tender Amount : The accrued interest to be paid by successful bidders on the issue date (June 27, 2019) for the tender amount is HK\$434.48 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 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:

| Yield-to-Maturity | Price | Yield-to-Maturity | Price |
|-------------------|--------|-------------------|--------|
| 0.612 | 112.60 | 1.612 | 103.22 |
| 0.662 | 112.11 | 1.662 | 102.77 |
| 0.712 | 111.62 | 1.712 | 102.33 |
| 0.762 | 111.13 | 1.762 | 101.89 |
| 0.812 | 110.65 | 1.812 | 101.45 |
| 0.862 | 110.16 | 1.862 | 101.02 |
| 0.912 | 109.68 | 1.912 | 100.58 |
| 0.962 | 109.21 | 1.962 | 100.15 |
| 1.012 | 108.73 | 2.012 | 99.72 |
| 1.062 | 108.26 | 2.062 | 99.30 |
| 1.112 | 107.79 | 2.112 | 98.87 |
| 1.162 | 107.32 | 2.162 | 98.45 |
| 1.212 | 106.86 | 2.212 | 98.03 |
| 1.262 | 106.39 | 2.262 | 97.61 |
| 1.312 | 105.93 | 2.312 | 97.19 |
| 1.362 | 105.47 | 2.362 | 96.78 |
| 1.412 | 105.02 | 2.412 | 96.37 |
| 1.462 | 104.56 | 2.462 | 95.96 |
| 1.512 | 104.11 | 2.512 | 95.55 |
| 1.562 | 103.66 | 2.562 | 95.14 |
| 1.612 | 103.22 | 2.612 | 94.74 |

* Disclaimer

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