

Tender for the re-opening of 15-year Government Bonds under the Institutional Bond Issuance Programme to be held on September 11

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 (September 2) 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, September 11, 2019, for settlement on Thursday, September 12, 2019.

An additional amount of HK\$0.8 billion of the outstanding 15-year Bonds (issue no. 15GB3403) will be on offer. The Bonds will mature on March 7, 2034 and will carry interest at the rate of 2.02 per cent per annum payable semi-annually in arrears. The Indicative Pricings of the Bonds on September 2, 2019 is 110.24 with an annualised yield of 1.251 per cent.

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.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 3pm on the tender day.

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, September 11, 2019 9.30am to 10.30am |

Issue and
Settlement Date : Thursday, September 12, 2019
for tender amount

Amount on Offer : HK\$0.8 billion

Maturity : 15 years

Remaining : Approximately 14.49 years
Maturity

Maturity Date : March 7, 2034

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

Interest Payment :
Dates :
March 9, 2020
September 7, 2020
March 8, 2021
September 7, 2021
March 7, 2022
September 7, 2022
March 7, 2023
September 7, 2023
March 7, 2024
September 9, 2024
March 7, 2025
September 8, 2025
March 9, 2026
September 7, 2026
March 8, 2027
September 7, 2027
March 7, 2028
September 7, 2028
March 7, 2029
September 7, 2029
March 7, 2030
September 9, 2030
March 7, 2031
September 8, 2031
March 8, 2032
September 7, 2032
March 7, 2033
September 7, 2033
March 7, 2034

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 (September 12, 2019) for the tender amount is HK\$8.30 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 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:

| Yield-to-Maturity | Price | Yield-to-Maturity | Price |
|-------------------|--------|-------------------|--------|
| 0.251 | 125.15 | 1.251 | 110.21 |
| 0.301 | 124.35 | 1.301 | 109.52 |
| 0.351 | 123.56 | 1.351 | 108.84 |
| 0.401 | 122.77 | 1.401 | 108.16 |
| 0.451 | 121.99 | 1.451 | 107.48 |
| 0.501 | 121.21 | 1.501 | 106.81 |
| 0.551 | 120.44 | 1.551 | 106.14 |
| 0.601 | 119.67 | 1.601 | 105.48 |
| 0.651 | 118.91 | 1.651 | 104.83 |
| 0.701 | 118.16 | 1.701 | 104.17 |
| 0.751 | 117.41 | 1.751 | 103.53 |
| 0.801 | 116.67 | 1.801 | 102.89 |
| 0.851 | 115.93 | 1.851 | 102.25 |
| 0.901 | 115.19 | 1.901 | 101.61 |
| 0.951 | 114.47 | 1.951 | 100.99 |

| | | | |
|-------|--------|-------|--------|
| 1.001 | 113.75 | 2.001 | 100.36 |
| 1.051 | 113.03 | 2.051 | 99.74 |
| 1.101 | 112.32 | 2.101 | 99.13 |
| 1.151 | 111.61 | 2.151 | 98.52 |
| 1.201 | 110.91 | 2.201 | 97.91 |
| 1.251 | 110.21 | 2.251 | 97.31 |

* Disclaimer

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