

Tender of 2-Year Exchange Fund Notes to be held on February 19

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

The Hong Kong Monetary Authority (HKMA) announces that a tender of 2-year Exchange Fund Notes will be held on February 19, 2019 (Tuesday) for settlement on February 20, 2019 (Wednesday), as set out in the tentative issuance schedule announced on November 15, 2018. This is to roll over an issue of 2-year Exchange Fund Notes maturing on the same day.

A total of HK\$1,200 million 2-year Notes will be on offer, of which HK\$5 million will be made available for offer to members of the Public who wish to submit non-competitive tender bids through Hong Kong Securities Clearing Company Limited (HKSCC). If the Notes reserved for non-competitive tender are under-subscribed, the non-subscribed amount will be added to the portion of notes for competitive tender (initially set at HK\$1,195 million). The Notes will mature on February 22, 2021 and will carry interest at the rate of 1.54 per cent per annum payable semi-annually in arrears.

Members of the public who wish to submit non-competitive tender applications for Notes that are open to HKSCC may do so through Stock Exchange Participants/Brokers, or for those who hold Investor Accounts of the Central Clearing and Settlement System (CCASS) at the HKSCC, directly through HKSCC, for submission to the HKMA for processing. Competitive tender applications for the Notes must be submitted through any of the Eligible Market Makers on the current published list, which can be obtained from the HKMA at 55/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong (Tel: 2878 1465), or from the HKMA's website at www.hkma.gov.hk. Each tender must be for an amount of HK\$50,000 or integral multiples thereof for both competitive and non-competitive tender.

The tender results will be published on the HKMA's website, the Reuters screen (HKMA00E), and Bloomberg. Applicants who submitted non-competitive tender bids through HKSCC may also obtain the tender results from Stock Exchange Participants/Brokers, or for applicants who hold Investor Accounts at HKSCC's CCASS from the CCASS terminal for CCASS Broker/Custodian/Participants and CCASS Phone System.

Hong Kong Monetary Authority Exchange Fund Note Programme Tender Information

Tender information of 2-Year Exchange Fund Notes:

Issue Number : 02Y2102
Stock code : 4075(EFN 1.54 2102)

Tender date and time : February 19, 2019 (Tuesday)
 : 9.30 am to 10.30 am

Issue and Settlement Date : February 20, 2019 (Wednesday)

Amount on offer : HK\$1,200 million
 : (up to HK\$5 million for non-competitive tender)

Commencement of/
 Deadline for
 submission of non-competitive tender bids by
 retail investors through HKSCC : Please refer to requirements as set
 : down by HKSCC

Maturity : Two years

Maturity Date : February 22, 2021 (Monday)

Interest Rate : 1.54 per cent p.a.

Interest Payment Dates : Aug 20, 2019
 : Feb 20, 2020
 : Aug 20, 2020
 : Feb 22, 2021

Tender amount : Each tender must be for an amount of
 : HK\$50,000 or integral multiples thereof for both competitive and
 : non-competitive tender. Members of the public who wish to apply for the
 : Notes through non-competitive tenders that are open to HKSCC may
 : do so through Stock Exchange Participants/ Brokers, or for those
 : who hold Investors Accounts at HKSCC's CCASS, directly through
 : HKSCC. Members of the public who wish to apply for the Notes through
 : competitive tender may only do so through any of the Eligible Market
 : Makers on the current published list.

Other details : Please see Information Memorandum
 : published or approach Eligible Market Makers, HKSCC, or brokers who
 : are Exchange Participants of the Stock Exchange of Hong Kong.

Expected commencement date
of dealing on the Stock : February 21, 2019 (Thursday)
Exchange of Hong Kong

Price/Yield Table of the new EFN at tender for reference* only :

Yield-to-Maturity	Price	Yield-to-Maturity	Price
0.54	101.99	1.54	100.01
0.59	101.89	1.59	99.91
0.64	101.79	1.64	99.82
0.69	101.69	1.69	99.72
0.74	101.59	1.74	99.62
0.79	101.49	1.79	99.53
0.84	101.39	1.84	99.43
0.89	101.29	1.89	99.33
0.94	101.19	1.94	99.24
0.99	101.09	1.99	99.14
1.04	100.99	2.04	99.04
1.09	100.89	2.09	98.95
1.14	100.80	2.14	98.85
1.19	100.70	2.19	98.76
1.24	100.60	2.24	98.66
1.29	100.50	2.29	98.57
1.34	100.40	2.34	98.47
1.39	100.30	2.39	98.38
1.44	100.21	2.44	98.28
1.49	100.11	2.49	98.19
1.54	100.01	2.54	98.09

* Disclaimer

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