

Tender of 2-Year Exchange Fund Notes to be held on May 21

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 May 21 (Friday) for settlement on May 24 (Monday), as set out in the tentative issuance schedule announced on February 11. 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 May 24, 2023 and will carry interest at the rate of 0.14 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 appointed by the HKMA, with the current published list available on 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 (HKMAOOE), 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.

HKMA Exchange Fund Note Programme Tender Information

Tender information of 2-Year Exchange Fund Notes:

| | | |
|--------------|---|---------------------|
| Issue Number | : | 02Y2305 |
| Stock code | : | 4085(EFN 0.14 2305) |

Tender date and time : May 21, 2021 (Friday)
 : 9.30am to 10.30am

Issue and Settlement Date : May 24, 2021 (Monday)

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 : May 24, 2023 (Wednesday)

Interest Rate : 0.14 per cent p.a.

Interest Payment Dates : November 24, 2021
 : May 24, 2022
 : November 24, 2022
 : May 24, 2023

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 : May 25, 2021 (Tuesday)
Exchange of Hong Kong

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

| Yield-to-Maturity | Price | Yield-to-Maturity | Price |
|-------------------|--------|-------------------|--------|
| -0.86 | 102.03 | 0.14 | 100.00 |
| -0.81 | 101.92 | 0.19 | 99.90 |
| -0.76 | 101.82 | 0.24 | 99.80 |
| -0.71 | 101.72 | 0.29 | 99.70 |
| -0.66 | 101.62 | 0.34 | 99.60 |
| -0.61 | 101.51 | 0.39 | 99.50 |
| -0.56 | 101.41 | 0.44 | 99.40 |
| -0.51 | 101.31 | 0.49 | 99.31 |
| -0.46 | 101.21 | 0.54 | 99.21 |
| -0.41 | 101.11 | 0.59 | 99.11 |
| -0.36 | 101.01 | 0.64 | 99.01 |
| -0.31 | 100.90 | 0.69 | 98.91 |
| -0.26 | 100.80 | 0.74 | 98.81 |
| -0.21 | 100.70 | 0.79 | 98.72 |
| -0.16 | 100.60 | 0.84 | 98.62 |
| -0.11 | 100.50 | 0.89 | 98.52 |
| -0.06 | 100.40 | 0.94 | 98.42 |
| -0.01 | 100.30 | 0.99 | 98.33 |
| 0.04 | 100.20 | 1.04 | 98.23 |
| 0.09 | 100.10 | 1.09 | 98.13 |
| 0.14 | 100.00 | 1.14 | 98.03 |

* 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.