

## **PRESS NOTICE**

### **AUCTION OF BRITISH GOVERNMENT STOCK**

#### **Auction Details**

Auction Date	Thursday, 19 July 2012
Issue and Settlement Date	Friday, 20 July 2012
Bidding Convention	Fully paid Bid Price (see Note 1)
Rebate interest to be deducted from amount payable with bid	£0.020604 per £100 nominal
Auction Close	10:30am London Time

#### **Details of Security**

Title	3¾% Treasury Gilt 2052
Amount (nominal) for auction	£1,750 million (fungible with previous issues) (see Note 4)
Nominal outstanding after auction	£15,848 million
Maturity Date	22 July 2052 at par
Interest Dates	22 January – 22 July
Parent ISIN Code	GB00B6RNH572
Parent SEDOL Code	B-6RN-H57
Strippable	No (see Note 2)
Interest Payable	Gross (see Note 3)
Next Interest Date	22 January 2013 (Standard Coupon)

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 10 July 2012
Closes	Close of business: 19 July 2012
“When issued” ISIN Code	GB00B7TV4112
“When issued” SEDOL Code	B-7TV-411
TIDM (for trade reporting)	AUCA

Note 1: Bids may be made on either a competitive or a non-competitive basis. Details of the bidding procedures are set out in the prospectus and in the Information Memorandum. Gilt-edged Market Makers may bid by means of the Bloomberg Bond Auction System to the DMO not later than 10.30 am on Thursday, 19 July 2012.

Note 2. The Gilt may not be stripped and reconstituted until so specified in a notice issued by the DMO.

Note 3: Holders may elect to have United Kingdom income tax deducted from interest payments, should they so wish, on application to the Registrar, Computershare Investor Services PLC.

Note 4: Subject to the provisions of the Information Memorandum, this auction will be eligible for the Post Auction Option Facility of an additional amount of the Gilt equivalent to 10% of the nominal amount of the Gilt allocated at the auction. Details of the Post Auction Option Facility procedures are set out in the Information Memorandum.

## Documentation

Prospectus DMO : 10 July 2012	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp100712.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp100712.pdf</a>
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : August 2011	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd150811.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd150811.pdf</a>
Formulae for Calculating Gilt Prices from Yields DMO : 16 March 2005	<a href="http://www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldeqns.pdf">www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldeqns.pdf</a>

## Applications from Members of the Approved Group of Investors

Application forms from Approved Group members must be sent to Computershare Investor Services PLC, who are acting on behalf of the DMO, at the following address: PO Box 2411, The Pavilions, Bristol, BS99 6WX to arrive not later than 10.00 am on Thursday, 19 July 2012. They may also be lodged by hand at the DMO, Eastcheap Court, 11 Philpot Lane, London, EC3M 8UD not later than 10.00 am on Thursday, 19 July 2012.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £123 per £100 nominal of the Gilt.

## Remit 2012-13

Gilt sales of £164.4 billion (cash) are planned in 2012-13 and progress against the remit is summarised in the table below (which may not include the amount of gilts issued under the Post Auction Option Facility for the most recent auction, if any).

Gilt sales relative to remit plans at 10 July 2012 (£ millions)					
	Conventional Gilts			Index-linked	Total
	Short	Medium	Long	gilts	
Auction sales to-date	18,224	10,541	8,922	5,324	43,011
PAOF proceeds to-date	543	901	647	253	2,345
Syndication sales to-date			5,053	4,750	9,803
Mini-tender sales to date	1,660	0	0	0	1,660
<b>Total gilt sales to date</b>	<b>20,427</b>	<b>11,442</b>	<b>14,623</b>	<b>10,327</b>	<b>56,819</b>
Auction sales required to meet plans (excludes PAOF proceeds)	32,176	23,959	14,778	10,976	81,889
Number of auctions remaining	7	7	7	8	29
Currently required average auction sizes	4,597	3,423	2,111	1,372	
Syndication sales required to meet plan			8,447	14,750	23,197
Mini-tender sales required to meet plan					4,840
<b>Planned gilt sales at auctions</b>	<b>50,400</b>	<b>34,500</b>	<b>23,700</b>	<b>16,300</b>	<b>124,900</b>
Number of auctions scheduled	11	10	11	12	44
Planned gilt sales by syndication			13,500	19,500	33,000
Planned sales by mini-tender					6,500
<b>Total planned supplementary gilt sales</b>					<b>39,500</b>
<b>Total planned gilt sales</b>					<b>164,400</b>

