



27 January 2015

PRESS NOTICE

AUCTION OF BRITISH GOVERNMENT STOCK

Auction Details

Auction Date	Wednesday, 4 February 2015
Issue and Settlement Date	Thursday, 5 February 2015
Bidding Convention	Uniform Price (see Note 1)
Index adjusted accrued interest payable with bid	£0.049816 per £100 nominal
Auction Close	10:30am London Time

Details of Security

Title	0½% Index-linked Treasury Gilt 2024
Amount (nominal) for auction	£1,200 million (fungible with previous issues) (see Note 5)
Nominal outstanding after auction	£14,343.9 million (£15,215.8 million Index adjusted)
Maturity Date	22 March 2024
Interest Dates	22 March and 22 September
Parent ISIN Code	GB00B85SFQ54
Parent SEDOL Code	B-85S-FQ5
Reference Index applicable to first issue date	242.41935 (as at 12 October 2012) (see Note 4)
Index Ratio at 5 February 2015	1.06079
Interest Payable	Gross (see Note 2)
Next Interest Date	22 March 2015 (Standard Coupon) (see Note 3)

“When Issued” Trading

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 27 January 2015
Closes	Close of business: 4 February 2015
“When issued” ISIN Code	GB00BTHH2L18
“When issued” SEDOL Code	B-THH-2L1
TIDM (for trade reporting)	AUC

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. Index-linked Gilt-edged Market Makers may bid by means of the Bloomberg Bond Auction System to the DMO not later than 10.30 am on Wednesday, 4 February 2015.

Note 2: 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 3: Actual amount of interest per £100 nominal is £0.0625 x Index Ratio for 22 March 2015 and expressed as a percentage in pounds sterling to six places of decimals and rounded to the nearest figure.

Note 4: The Reference Index for the first calendar day of any calendar month shall be the Retail Price Index figure for the calendar month falling three calendar months earlier. The Reference Index for any other day in the month shall be calculated by linear interpolation between the Reference Index applicable to the first calendar day of the month in which the day falls and the Reference Index applicable to the first calendar day of the month immediately following. Interpolated values for the Reference Index for any date should be rounded to the nearest 5th decimal place.

Note 5: 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 : 27 January 2015	http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp270115.pdf
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : August 2013	http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd220813.pdf
Formulae for Calculating Gilt Prices from Yields DMO : 16 March 2005	www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldeqns.pdf

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: British Government Stocks (Gilts), Computershare Investor Services PLC, The Pavilions, Bridgwater Road, Bristol, BS99 6ZW to arrive not later than 10.00 am on Wednesday, 4 February 2015. 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 Wednesday, 4 February 2015. The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £120.00 per £100 nominal of the Gilt.

Remit 2014-15

Gilt sales of £125.9 billion (cash) are planned in 2014-15 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 27 January (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Auction proceeds to-date	27,665	22,601	18,577	18,196	87,039
PAOF proceeds to-date	608	1,259	1,698	971	4,535
Auction and PAOF proceeds to-date	28,272	23,860	20,275	19,167	91,574
Syndication sales to-date	0	0	9,588	5,382	14,970
Mini-tender sales to date	0	1,177	0	0	1,177
Total gilt sales to date	28,272	25,037	29,863	24,549	107,721
Auction sales required to meet plans	3,728	2,840	4,125	2,933	13,626
Number of auctions remaining	1	1	2	2	6
Currently required average auction sizes	3,728	2,840	2,063	1,467	
Syndication sales required to meet plan	0	0	-88	3,618	3,530
Mini-tender sales required to meet plan					1,023
Planned gilt sales at auctions	32,000	26,700	24,400	22,100	105,200
Number of auctions scheduled	8	8	10	15	41
Planned gilt sales by syndication	0	0	9,500	9,000	18,500
Planned sales by mini-tender					2,200
Total planned supplementary gilt sales					20,700
Total planned gilt sales					125,900