

68/09

12 May 2009

## **PRESS NOTICE**

### **AUCTION OF UK GOVERNMENT SECURITY (GILT)**

#### **Auction Details**

Auction Date	Thursday, 21 May 2009
Issue and Settlement Date	Friday, 22 May 2009
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	£0.385190 per £100 nominal
Auction Close	10:30am London Time

#### **Details of Security**

Title	2¼% Treasury Gilt 2014
Amount (nominal) for issue	£5,000 million (fungible with previous issues)
Nominal outstanding after issue	£12,250 million
Maturity Date	7 March 2014 at par
Interest Dates	7 March – 7 September
Parent ISIN Code	GB00B3KJDW09
Parent SEDOL Code	B-3KJ-DW0
Strippable	Yes, since 17 April 2009
Interest Payable	Gross (see Note 2)
Next Interest Date	7 September 2009 - £1.045516 per £100 nominal (Short First Coupon)

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 12 May 2009
Closes	Close of business: 21 May 2009
“When issued” ISIN Code	GB00B3NLK220
“When issued” SEDOL Code	B-3NL-K22
TIDM (for trade reporting)	AUCB

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, as amended. 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, 21 May 2009.



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.

## Documentation

Prospectus DMO : 12 May 2009	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp120509.pdf">www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp120509.pdf</a>
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : August 2007	<a href="http://www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem200807.pdf">www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem200807.pdf</a>
Notice of Amendment DMO: 18 March 2009	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd180309.pdf">www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd180309.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, 21 May 2009. 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, 21 May 2009.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £99.50 per £100 nominal of the Gilt.

## Remit 2009-10

Gilt sales of £220.0 billion (cash) are planned in 2009-10 and progress against the remit is summarised in the table below.

Gilt sales v remit 13 May 2009 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
<b>Gilt sales to date</b>	<b>7,829</b>	<b>10,047</b>	<b>4,793</b>	<b>2,833</b>	<b>25,503</b>
<b>1. Planned sales at auctions</b>	<b>74,000</b>	<b>70,000</b>	<b>27,000</b>	<b>12,000</b>	<b>183,000</b>
<b>Sales at auctions to date</b>	<b>7,829</b>	<b>10,047</b>	<b>4,609</b>	<b>2,297</b>	<b>24,783</b>
<b>Sales remaining at auctions</b>	<b>66,171</b>	<b>59,953</b>	<b>22,391</b>	<b>9,703</b>	<b>158,217</b>
<b>Auctions remaining</b>	<b>13</b>	<b>16</b>	<b>10</b>	<b>10</b>	<b>49</b>
<b>2. Sales by syndication</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Syndications to be allocated</b>					<b>25,000</b>
<b>3. Sales by tender</b>	<b>0</b>	<b>0</b>	<b>184</b>	<b>536</b>	<b>720</b>
<b>Tenders to be allocated</b>					<b>11,280</b>
<b>Total planned sales</b>					<b>220,000</b>

