

## **PRESS NOTICE**

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

#### **Auction Details**

Auction Date	Wednesday, 11 April 2012
Issue and Settlement Date	Thursday, 12 April 2012
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	£0.095109 per £100 nominal
Auction Close	10:30am London Time

#### **Details of Security**

Title	1% Treasury Gilt 2017
Amount (nominal) for auction	£4,500 million (fungible with previous issue) (see Note 4)
Nominal outstanding after auction	£8,500 million
Maturity Date	7 September 2017 at par
Interest Dates	7 March – 7 September
Parent ISIN Code	GB00B7F9S958
Parent SEDOL Code	B-7F9-S95
Strippable	From 12 April 2012 (see Note 2)
Interest Payable	Gross (see Note 3)
Next Interest Date	7 September 2012 - £0.497283 per £100 nominal (Short First Coupon)

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 3 April 2012
Closes	Close of business: 11 April 2012
“When issued” ISIN Code	GB00B7SHMV66
“When issued” SEDOL Code	B-7SH-MV6
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 Wednesday, 11 April 2012.

Note 2: Following the issue of this further amount of the Gilt, 1% Treasury Gilt 2017 may be stripped and holdings of the Gilt reconstituted: the provisions relating to strips contained in the Information Memorandum, will therefore



apply except that the minimum stripping unit will be £1,000,000 nominal until the payment of the non-standard first coupon on 7 September 2012. The SEDOL and ISIN codes for the new principal strip are B-79P-S22 and GB00B79PS226 respectively.

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 : 3 April 2012	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp030412a.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp030412a.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/yldegns.pdf">www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldegns.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 Wednesday, 11 April 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 Wednesday, 11 April 2012. The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £101 per £100 nominal of the Gilt.

## Remit 2012-13

Gilt sales of £167.7 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 3 April (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Auction sales to-date	0	3,760	0	0	3,760
PAOF proceeds to-date	0	376	0	0	376
Syndication sales to-date			0	0	0
Mini-tender sales to date	0	0	0	0	0
<b>Total gilt sales to date</b>	<b>0</b>	<b>4,136</b>	<b>0</b>	<b>0</b>	<b>4,136</b>
Auction sales required to meet plans (excludes PAOF proceeds)	51,600	31,140	23,600	16,600	122,940
Number of auctions remaining	12	9	11	12	44
Currently required average auction sizes	4,300	3,460	2,145	1,383	
Syndication sales required to meet plan			14,000	19,500	33,500
Mini-tender sales required to meet plan					7,500
<b>Planned gilt sales at auctions</b>	<b>51,600</b>	<b>34,900</b>	<b>23,600</b>	<b>16,600</b>	<b>126,700</b>
Number of auctions scheduled	12	10	11	12	45
Planned gilt sales by syndication			14,000	19,500	33,500
Planned sales by mini-tender					7,500
<b>Total planned supplementary gilt sales</b>			<b>14,000</b>	<b>19,500</b>	<b>33,500</b>
<b>Total planned gilt sales</b>					<b>167,700</b>
<b>Planned gilt sales at auctions</b>	<b>51,600</b>	<b>34,900</b>	<b>23,600</b>	<b>16,600</b>	<b>126,700</b>
Number of auctions scheduled	12	10	11	12	45
Planned gilt sales by syndication			14,000	19,500	33,500
Planned sales by mini-tender					7,500
Planned supplementary gilt sales					41,000

