

4 December 2012

PRESS NOTICE

AUCTION OF BRITISH GOVERNMENT STOCK

Auction Details

Auction Date	Thursday, 13 December 2012
Issue and Settlement Date	Friday, 14 December 2012
Bidding Convention	Uniform Price (see Note 1)
Index adjusted accrued interest payable with bid	£0.021966 per £100 nominal
Auction Close	10:30am London Time

Details of Security

Title	0%% Index-linked Treasury Gilt 2024
Amount (nominal) for auction	£1,100 million (see note 5)
Nominal outstanding after auction	£2,749.1 million (£2,776 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 14 December 2012	1.00977
Interest Payable	Gross (see Note 2)
Next Interest Date	22 March 2013 (Short First Coupon) (see Note 3)

“When Issued” Trading

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 4 December 2012
Closes	Close of business: 13 December 2012
“When issued” ISIN Code	GB00B73NR929
“When issued” SEDOL Code	B-73N-R92
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. 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 Thursday, 13 December 2012.

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 $((161/181)) \times £0.0625 \times \text{Index Ratio}$ for 22 March 2013 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 equal 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 : 4 December 2012	http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/pr_osp041212b.pdf
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : August 2011	http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd150811.pdf
Formulae for Calculating Gilt Prices from Yields DMO : 16 March 2005	www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldegns.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: PO Box 2411, The Pavilions, Bristol, BS99 6WX to arrive not later than 10.00 am on Thursday, 13 December 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, 13 December 2012.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £113 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 4 December 2012 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Auction sales to-date	36,434	24,243	19,567	10,916	91,161
PAOF proceeds to-date	1,733	2,253	1,077	616	5,679
Syndication sales to-date			9,278	15,651	24,930
Mini-tender sales to date	4,998	0	0	0	4,998
Total gilt sales to date	43,165	26,496	29,922	27,183	126,767
Auction sales required to meet plans (excludes PAOF proceeds)	13,966	10,257	4,133	5,384	33,739
Number of auctions remaining	3	3	2	4	12
Currently required average auction sizes	4,655	3,419	2,066	1,346	
Syndication sales required to meet plan			4,222	3,849	8,070
Mini-tender sales required to meet plan					1,502
Planned gilt sales at auctions	50,400	34,500	23,700	16,300	124,900
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
Total planned supplementary gilt sales					39,500
Total planned gilt sales					164,400

