



**United Kingdom
Debt Management
Office**

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12 April 2016

PRESS NOTICE

AUCTION OF BRITISH GOVERNMENT STOCK

Auction Details

Auction Date	Wednesday, 20 April 2016
Issue and Settlement Date	Thursday, 21 April 2016
Bidding Convention	Uniform Price (see Note 1)
Index adjusted accrued interest payable with bid	£0.010244 per £100 nominal
Auction Close	10:30am London Time

Details of Security

Title	0½% Index-linked Treasury Gilt 2026
Amount (nominal) for auction	£1,400 million (fungible with previous issues) (see Note 5)
Nominal outstanding after auction	£5,830 million (£5,860.6 million Index adjusted)
Maturity Date	22 March 2026
Interest Dates	22 March and 22 September
ISIN Code	GB00BYY5F144
SEDOL Code	B-YY5-F14
Reference Index applicable to first issue date	258.24194 (as at 16 July 2015) (see Note 4)
Index Ratio at 21 April 2016	1.00526
Interest Payable	Gross (see Note 2)
Next Interest Date	22 September 2016 (Standard Coupon) (see Note 3)

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, 20 April 2016.

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 September 2016 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 15% 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 : 12 April 2016	http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prop120416.pdf
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : March 2016	http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd240316.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, 20 April 2016. 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, 20 April 2016. The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £116 per £100 nominal of the Gilt.

Remit 2016-17

Gilt sales of £129.4 billion (cash) are planned in 2016-17 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 12 April 2016 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Auction proceeds to-date	2,840	2,497	0	0	5,337
PAOF proceeds to-date	426	374	0	0	801
Auction and PAOF proceeds to-date	3,266	2,871	0	0	6,137
Syndication sales to-date	0	0	0	0	0
Gilt tender sales to date	0	0	0	0	0
Total gilt sales to date	3,266	2,871	0	0	6,137
Auction sales required to meet plans	27,134	21,929	26,700	14,000	89,763
Number of auctions remaining	10	9	12	11	42
Current average auction sizes	2,713	2,437	2,225	1,273	
Planned gilt sales at auctions	30,400	24,800	26,700	14,000	95,900
Number of auctions scheduled	11	10	12	11	44
Minimum syndication sales plan	-	-	9,500	16,000	25,500
Syndication sales required to meet minimum plan	-	-	9,500	16,000	25,500
Remaining unallocated sales					8,000
Balance of total supplementary gilt sales					33,500
Total planned supplementary gilt sales					33,500
Total planned gilt sales					129,400