

16 June 2011

PRESS NOTICE

APPOINTMENT OF SYNDICATE FOR THE RE-OPENING OF 4% TREASURY GILT 2060 IN THE WEEK COMMENCING 27 JUNE 2011

The United Kingdom Debt Management Office (“the DMO”) announces the appointment of a syndicate to sell by subscription the forthcoming re-opening of 4% Treasury Gilt 2060.

Joint Bookrunners: Barclays Capital, Deutsche Bank, Goldman Sachs International and RBC Capital Markets

Co-Lead Managers: All other panel member Gilt-edged Market Makers (“GEMMs”) have been invited to be Co-Lead Managers.

The DMO has appointed a panel comprising exclusively wholesale GEMM firms from which it will choose syndicate members for the conduct of the programme of syndicated offerings in 2011-12. The current planning assumption is that syndicated offerings will raise approximately £31.6 billion in 2011-12. Sales in the 2011-12 programme to-date are £3.5 billion.

It is expected that the sale will be held in the week commencing 27 June 2011, subject to market conditions. Further information about the conduct of the offer will be announced in due course.

NOTES TO EDITORS

The DMO financing remit for 2011-12, published alongside the Budget on 23 March 2011, included the provision for a programme of up to eight syndicated offerings to be held in 2011-12 to raise £31.6 billion. The current planning assumption is that £18.1 billion will be raised by sales of index-linked gilts and £13.5 billion by sales of long-dated conventional gilts.

The DMO also announced on 23 March 2011 its intention to implement the programme of syndicated gilt offerings in 2011-12 more evenly across the year than in 2010-11 via smaller and more regular operations than in 2010-11.

On 31 March 2011 the DMO announced plans to hold two syndicated offerings in the period April-June 2011 (of an index-linked gilt maturing in the 20-25 year area in the second half of May, and of a long-dated conventional gilt in the second half of June - subject to confirmation depending on market conditions nearer the time).

The first syndicated offering of 2011-12 took place on 24 May 2011, when £3.50 billion (nominal) of a new 0¾% Index-linked Treasury Gilt 2034 was sold, raising £3.46 billion (cash).

On 31 May 2011 the DMO announced that the next syndicated offering, planned for the second half of June, would be a re-opening of 4% Treasury Gilt 2060. The DMO also announced plans for two further syndicated offerings in July-September: a re-opening of 0¾% Index-linked Treasury Gilt 2034 in the second half of July and the sale of a long-dated conventional gilt in the second half of September (with all timings subject to confirmation depending on market conditions nearer the time).

On 10 June 2011 the DMO announced that it expected the re-opening of 4% Treasury Gilt 2060 to take place in the week commencing 27 June (subject to market conditions).

This press notice will be appearing on the DMO's website at: www.dmo.gov.uk