

THIS NOTICE DOES NOT CONSTITUTE AN OFFER FOR SALE AND THE STOCKS LISTED BELOW ARE NOT AVAILABLE FOR PURCHASE DIRECT FROM THE BANK OF ENGLAND. OFFICIAL DEALINGS IN THE STOCKS ON THE LONDON STOCK EXCHANGE ARE EXPECTED TO COMMENCE FROM 10.45 AM ON 9 NOVEMBER 1995.

## ISSUES OF GOVERNMENT STOCK

The Bank of England announces that Her Majesty's Treasury has created on 9 November 1995 additional amounts of the Stocks listed below:

<b>£250 million</b>	<b>8% TREASURY STOCK 2003</b>
<b>£150 million</b>	<b>2½% INDEX-LINKED TREASURY STOCK 2009</b>
<b>£100 million</b>	<b>2½% INDEX-LINKED TREASURY STOCK 2016</b>

The issue price was in each case the middle market price of the relevant Stock at 10.15 am on 9 November 1995 as certified by the Government Broker.

In each case, the amount issued on 9 November 1995 represents a further tranche of the relevant Stock, ranking in all respects *pari passu* with that Stock and subject to the terms and conditions applicable to that Stock, and subject also to the provision contained in the final paragraph of this notice; the current provisions for Capital Gains Tax are described below.

Application has been made to the London Stock Exchange for each further tranche of stock to be admitted to the Official List.

Copies of the prospectuses for 8% Treasury Stock 2003 dated 24 November 1992, 2½% Index-Linked Treasury Stock 2009 dated 19 October 1982 and 2½% Index-Linked Treasury Stock 2016 dated 14 January 1983 may be obtained from the Bank of England, New Issues, Southgate House, Southgate Street, Gloucester, GL1 1UW.

The Stocks are repayable, and interest is payable half-yearly, on the dates shown below (in the cases of 2½% Index-Linked Treasury Stock 2009 and 2½% Index-Linked Treasury Stock 2016 provision is made in the prospectuses for stockholders to be offered the right of early redemption under certain circumstances):

<i>Stock</i>	<i>Redemption date</i>	<i>Interest payment dates</i>
8% Treasury Stock 2003	10 June 2003	10 June 10 December
2½% Index-Linked Treasury Stock 2009	20 May 2009	20 May 20 November
2½% Index-Linked Treasury Stock 2016	26 July 2016	26 January 26 July

8% Treasury Stock 2003 is repayable at par.

Both the principal of and the interest on 2½% Index-Linked Treasury Stock 2009 and 2½% Index-Linked Treasury Stock 2016 are indexed to the General Index of Retail Prices. The Index figure relevant to any month is that published seven months previously and relating to the month before the month of publication. The Index figure relevant to the month of issue of 2½% Index-Linked Treasury Stock 2009 is that relating to February 1982 (310.7); the equivalent Index figure for 2½% Index-Linked Treasury Stock 2016 is that relating to May 1982 (322.0). These Index figures will be used for the purposes of calculating payments of principal and interest due in respect of the further tranches of stock: the calculations will, as provided for in the prospectuses, take account of the revision of the Index to a new base of January 1987 = 100 (on the old base the Index for January 1987 was 394.5).

The relevant Index figures for the half-yearly interest payments on 2½% Index-Linked Treasury Stock 2009 and 2½% Index-Linked Treasury Stock 2016 are as follows:

<i>Interest payable</i>	<i>Published in</i>	<i>Relevant Index figure</i>	<i>Relating to</i>
May	October of the previous year		September
November	April of the same year		March
January	June of the previous year		May
July	December of the previous year		November

The further tranches of 8% Treasury Stock 2003 and 2½% Index-Linked Treasury Stock 2009 have been issued on an ex-dividend basis and will not rank for the interest payments due on 10 December 1995 and 20 November 1995 respectively. The further tranche of 2½% Index-Linked Treasury Stock 2016 will rank for the full six months' interest due on 26 January 1996.

Each of the Stocks referred to in this notice is specified under paragraph 1 of Schedule 9 to the Taxation of Chargeable Gains Act 1992 as a gilt-edged security (under current legislation exempt from tax on capital gains, irrespective of the period for which the Stock is held).

Attention is drawn to the consultative document published by the Inland Revenue on 25 May 1995, which proposes changes to the taxation regime for gilt-edged securities, to the press release issued by the Inland Revenue on 10 July 1995 following the announcement by the Chancellor of the Exchequer that the Government would proceed with reform of the taxation of gilts and bonds, and to the Government Statement referred to in the final paragraph of this notice.

*Government Statement*

Attention is drawn to the statement issued by Her Majesty's Treasury on 29 May 1985 which explained that, in the interest of the orderly conduct of fiscal policy, neither Her Majesty's Government nor the Bank of England or their respective servants or agents undertake to disclose tax changes decided on but not yet announced, even where they may specifically affect the terms on which, or the conditions under which, these further tranches of stock are issued or sold by or on behalf of the Government or the Bank; that no responsibility can therefore be accepted for any omission to make such disclosure; and that such omission shall neither render any transaction liable to be set aside nor give rise to any claim for compensation.

BANK OF ENGLAND  
LONDON

9 November 1995