

## **PRESS NOTICE**

### **AUCTION OF UK GOVERNMENT SECURITY (GILT)**

#### **Auction Details**

Auction Date	Wednesday, 1 July 2009
Issue and Settlement Date	Thursday, 2 July 2009
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	£0.635870 per £100 nominal
Auction Close	10:30am London Time

#### **Details of Security**

Title	2¼% Treasury Gilt 2014
Amount (nominal) for auction	£5,250 million (fungible with previous issues) (see Note 3)
Nominal outstanding after auction	£17,500 million
Maturity Date	7 March 2014 at par
Interest Dates	7 March – 7 September
Parent ISIN Code	GB00B3KJDW09
Parent SEDOL Code	B-3KJ-DW0
Strippable	Yes, since 17 April 2009
Interest Payable	Gross (see Note 2)
Next Interest Date	7 September 2009 - £1.045516 per £100 nominal (Short First Coupon)

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 23 June 2009
Closes	Close of business: 1 July 2009
“When issued” ISIN Code	GB00B4ZY6L77
“When issued” SEDOL Code	B-4ZY-6L7
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, 1 July 2009.

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: 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 prospectus and in the Information Memorandum.

### Documentation

Prospectus DMO : 23 June 2009	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp230609a.pdf">www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp230609a.pdf</a>
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : May 2009	<a href="http://www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem220509.pdf">www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem220509.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, 1 July 2009. 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, 1 July 2009.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £99 per £100 nominal of the Gilt.

### Remit 2009-10

Gilt sales of £220.0 billion (cash) are planned in 2009-10 and progress against the remit is summarised in the table below (which may not include the amount of Gilt issued under the Post Auction Option Facility for the most recent auction, if any).

<b>Gilt sales v remit 23 June 2009 (£ millions)</b>					
	Conventional Gilts			Index-linked	Total
	Short	Medium	Long	gilts	
<b>Gilt sales to date</b>	<b>18,753</b>	<b>18,090</b>	<b>14,973</b>	<b>5,516</b>	<b>57,331</b>
<b>1. Planned sales at auctions</b>	<b>74,000</b>	<b>70,000</b>	<b>27,000</b>	<b>12,000</b>	<b>183,000</b>
<b>Sales at auctions to date</b>	<b>18,753</b>	<b>18,090</b>	<b>6,641</b>	<b>4,980</b>	<b>48,463</b>
<b>Sales remaining at auctions</b>	<b>55,247</b>	<b>51,910</b>	<b>20,359</b>	<b>7,020</b>	<b>134,537</b>
<b>Auctions remaining</b>	<b>11</b>	<b>14</b>	<b>9</b>	<b>7</b>	<b>41</b>
<b>2. Sales by syndication</b>	<b>0</b>	<b>0</b>	<b>6,836</b>	<b>0</b>	<b>6,836</b>
<b>Syndications to be allocated</b>					<b>18,165</b>
<b>3. Sales by tender</b>	<b>0</b>	<b>0</b>	<b>1,496</b>	<b>536</b>	<b>2,032</b>
<b>Tenders to be allocated</b>					<b>9,968</b>
<b>Total planned sales</b>					<b>220,000</b>

