United Kingdom
Debt
Management
Office

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22/08

1 April 2008

PRESS NOTICE

AUCTION OF UK GOVERNMENT SECURITY (GILT)

Auction Details

Auction Date	Tuesday, 8 April 2008
Issue and Settlement Date	Wednesday, 9 April 2008
Bidding Convention	Uniform Price (see Note 1)
Uplifted accrued interest payable with bid	£0.517995 per £100 nominal
Auction Close	10:30am London Time

Details of Security

Title	1¼% Index-linked Treasury Gilt 2017
Amount (nominal) for issue	£1,200 million (fungible with previous issues)
Nominal outstanding after issue	£9,376 million (£10,174.6 million uplifted)
Maturity Date	22 November 2017
Interest Dates	22 May and 22 November
Parent ISIN Code	GB00B0V3WQ75
Parent SEDOL Code	B-0V3-WQ7
Reference Index applicable to first issue date	193.72500 (as at 8 February 2006) (see Note 4)
Index Ratio at 9 April 2008	1.08518
Interest Payable	Gross (see Note 2)
Next Interest Date	22 May 2008 (Standard Coupon) (see Note 3)

"When Issued" Trading   under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 1 April 2008
Closes	Close of business: 8 April 2008
"When issued" ISIN Code	GB00B2QN3294
"When issued" SEDOL Code	B-2QN-329
TIDM (for trade reporting)	AUC

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 Tuesday, 8 April 2008.

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 will be £0.625 x Index Ratio for 22 May 2008 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.

Documentation

Prospectus DMO : 1 April 2008	www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp010408.pdf
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : August 2007	www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem200807.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: PO Box 2411, The Pavilions, Bristol, BS99 6WX to arrive not later than 10.00 am on Tuesday, 8 April 2008. 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 Tuesday, 8 April 2008.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £114 per £100 nominal of the Gilt.

Remit 2008-09

Gilt sales of £80.0 billion (cash) are planned in 2008-09 as summarised in the table below.

DMO Remit 2008-09 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Total planned sales	25,000	12,800	24,200	18,000	80,000
Auctions planned	7	5	11	18	41