

18 October 2011

## **PRESS NOTICE**

### **SYNDICATED OFFERING OF 0<sup>3</sup>/<sub>8</sub>% INDEX-LINKED TREASURY GILT 2062 IN THE WEEK COMMENCING 24 OCTOBER 2011**

The United Kingdom Debt Management Office (“the DMO”) announces that the new index-linked gilt to be sold by syndicated offering later this month will mature on 22 March 2062 and will have a coupon of 0<sup>3</sup>/<sub>8</sub>%.

Subject to market conditions it is expected that the sale will take place in the week commencing 24 October 2011. 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 (and updated on 21 April 2011), included the provision for a programme of up to eight syndicated offerings to be held in 2011-12 to raise £31.6 billion (cash). 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 (sales by syndication in the financial year to-date are approximately £16.9 billion).

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.

The results of the four syndicated offerings held to-date in 2011-12 are summarised in the table below.

Date	Gilt	Size (£mn nominal)	Issue Price (£)	Issue Yield (%)	Proceeds (£mn cash)
24 May 2011	0¾% Index-linked Treasury Gilt 2034	3,500	99.104	0.793	3,462
28 Jun 2011	4% Treasury Gilt 2060	5,000	96.626	4.148	4,836
26 Jul 2011	0¾% Index-linked Treasury Gilt 2034	4,000	102.316	0.640	4,136
27 Sep 2011	3¾% Treasury Gilt 2052	4,500	99.838	3.758	4,483
					<b>16,917</b>

On 31 August 2011 the DMO announced plans for two index-linked syndicated offerings in October-December: to occur in the second half of October and the second half of November (with all timings subject to confirmation depending on market conditions nearer the time).

On 20 September 2011 the DMO announced that the index-linked gilt to be sold in the second half of October will mature in the 50-year area.

On 11 October 2011 the DMO announced that the index-linked gilt to be sold in the second half of November will mature in the 12-20 year area.

On 14 October 2011 the DMO announced that the Joint Bookrunners for the October syndicated offer will be: BNP Paribas, Deutsche Bank, Goldman Sachs International and HSBC Bank plc and that all other panel member Index-linked Gilt-edged Market Makers ("IL GEMMs") have been invited to be Co-Lead Managers.

This press notice will be appearing on the DMO's website at: [www.dmo.gov.uk](http://www.dmo.gov.uk)

