

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 30 OCTOBER 1995.

ISSUES OF GOVERNMENT STOCK

The Bank of England announces that Her Majesty's Treasury has created on 30 October 1995 additional amounts of the Stocks listed below:

£250 million	7% TREASURY STOCK 2001
£100 million	2% INDEX-LINKED TREASURY STOCK 2006
£150 million	2½% INDEX-LINKED TREASURY STOCK 2024

The issue price was in each case the middle market price of the relevant Stock at 10.15 am on 30 October 1995 as certified by the Government Broker.

In each case, the amount issued on 30 October 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 7% Treasury Stock 2001 dated 20 July 1993; 2% Index-Linked Treasury Stock 2006 dated 3 July 1981 (as amended by the supplement to the prospectus dated 9 March 1982) and 2½% Index-Linked Treasury Stock 2024 dated 19 December 1986 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 2% Index-Linked Treasury Stock 2006 and 2½% Index-Linked Treasury Stock 2024 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>
7% Treasury Stock 2001	6 November 2001	6 May 6 November
2% Index-Linked Treasury Stock 2006	19 July 2006	19 January 19 July
2½% Index-Linked Treasury Stock 2024	17 July 2024	17 January 17 July

7% Treasury Stock 2001 is repayable at par.

Both the principal of and the interest on 2% Index-Linked Treasury Stock 2006 and 2½% Index-Linked Treasury Stock 2024 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 2% Index-Linked Treasury Stock 2006 is that relating to November 1980 (274.1); the equivalent Index figure for 2½% Index-Linked Treasury Stock 2024 is that relating to April 1986 (385.3). 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 2% Index-Linked Treasury Stock 2006 and 2½% Index-Linked Treasury Stock 2024 are as follows:

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

The further tranche of 7% Treasury Stock 2001 has been issued on an ex-dividend basis and will not rank for the interest payment due on 6 November 1995. The further tranches of 2% Index-Linked Treasury Stock 2006 and 2½% Index-Linked Treasury Stock 2024 will rank for a full six months' interest on the next interest payment date applicable to the relevant Stock.

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

30 October 1995