

02/09

6 January 2009

PRESS NOTICE

AUCTION OF UK GOVERNMENT SECURITY (GILT)

Auction Details

Auction Date	Tuesday, 13 January 2009
Issue and Settlement Date	Wednesday, 14 January 2009
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	£1.367403 per £100 nominal
Auction Close	10:30am London Time

Details of Security

Title	4½% Treasury Gilt 2019
Amount (nominal) for issue	£3,000 million (fungible with previous issues)
Nominal outstanding after issue	£8,824 million
Maturity Date	7 March 2019 at par
Interest Dates	7 March – 7 September
Parent ISIN Code	GB00B39R3F84
Parent SEDOL Code	B-39R-3F8
Strippable	Yes, since 21 November 2008 (see Note 3)
Interest Payable	Gross (see Note 2)
Next Interest Date	7 March 2009 - £2.013812 per £100 nominal (Short First Coupon)

“When Issued” Trading

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 6 January 2009
Closes	Close of business: 13 January 2009
“When issued” ISIN Code	GB00B3KJ9W27
“When issued” SEDOL Code	B-3KJ-9W2
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 Tuesday, 13 January 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: 4½% Treasury Gilt 2019 may be stripped and holdings of the Gilt reconstituted: the provisions relating to strips contained in the Information Memorandum will therefore apply except that the minimum stripping unit will be £1,000,000 nominal until the payment of the non-standard first coupon on 7 March 2009, after which the standard minimum stripping unit of £10,000 nominal will apply.

Documentation

Prospectus DMO : 6 January 2009	www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp060109a.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, 13 January 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 Tuesday, 13 January 2009.

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 £146.4 billion (cash) are planned in 2008-09 and progress against the remit is summarised in the table below.

Gilt sales v remit at 7 January 2009 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Gilt sales to date	44,453	17,591	18,872	13,754	94,669
Total planned sales	62,800	33,100	30,500	20,000	146,400
Total auctions planned	16	11	12	19	58
Sales remaining	18,347	15,509	11,628	6,246	51,731
Auctions remaining	5	5	4	6	20
Mini-tenders remaining	0	0	3	0	3

