

## **PRESS NOTICE**

### **AUCTION OF BRITISH GOVERNMENT STOCK**

#### **Auction Details**

Auction Date	Tuesday, 11 December 2012
Issue and Settlement Date	Wednesday, 12 December 2012
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	£0.464088 per £100 nominal
Auction Close	10:30am London Time

#### **Details of Security**

Title	1¾% Treasury Gilt 2022
Amount (nominal) for auction	£3,250 million (fungible with previous issues) (see Note 3)
Nominal outstanding after auction	£22,033.2 million
Maturity Date	7 September 2022 at par
Interest Dates	7 March - 7 September
Parent ISIN Code	GB00B7L9SL19
Parent SEDOL Code	B-7L9-SL1
Strippable	Yes, since 13 July 2012
Interest Payable	Gross (see Note 2)
Next Interest Date	7 March 2013 (Standard Coupon)

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 4 December 2012
Closes	Close of business: 11 December 2012
“When issued” ISIN Code	GB00B8DK4H72
“When issued” SEDOL Code	B-8DK-4H7
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. 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, 11 December 2012.

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 Information Memorandum.

## Documentation

Prospectus DMO : 4 December 2012	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp041212a.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp041212a.pdf</a>
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : August 2011	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/nfmemadd150811.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/nfmemadd150811.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/yldeqns.pdf">www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldeqns.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 Tuesday, 11 December 2012. 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, 11 December 2012. The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £103 per £100 nominal of the Gilt.

## Remit 2012-13

Gilt sales of £164.4 billion (cash) are planned in 2012-13 and progress against the remit is summarised in the table below (which may not include the amount of gilts issued under the Post Auction Option Facility for the most recent auction, if any).

Gilt sales relative to remit plans at 4 December 2012 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Auction sales to-date	36,434	24,243	19,567	10,916	91,161
PAOF proceeds to-date	1,733	2,253	1,077	616	5,679
Syndication sales to-date			9,278	15,651	24,930
Mini-tender sales to date	4,998	0	0	0	4,998
<b>Total gilt sales to date</b>	<b>43,165</b>	<b>26,496</b>	<b>29,922</b>	<b>27,183</b>	<b>126,767</b>
Auction sales required to meet plans (excludes PAOF proceeds)	13,966	10,257	4,133	5,384	33,739
Number of auctions remaining	3	3	2	4	12
Currently required average auction sizes	4,655	3,419	2,066	1,346	
Syndication sales required to meet plan			4,222	3,849	8,070
Mini-tender sales required to meet plan					1,502
<b>Planned gilt sales at auctions</b>	<b>50,400</b>	<b>34,500</b>	<b>23,700</b>	<b>16,300</b>	<b>124,900</b>
Number of auctions scheduled	11	10	11	12	44
Planned gilt sales by syndication			13,500	19,500	33,000
Planned sales by mini-tender					6,500
<b>Total planned supplementary gilt sales</b>					<b>39,500</b>
<b>Total planned gilt sales</b>					<b>164,400</b>

