

15 November 2011

PRESS NOTICE

SYNDICATED OFFERING OF 0 $\frac{1}{8}$ % INDEX-LINKED TREASURY GILT 2029 IN THE WEEK COMMENCING 21 NOVEMBER 2011

The United Kingdom Debt Management Office (“the DMO”) announces that the new index-linked gilt maturing on 22 March 2029, will have a coupon of 0 $\frac{1}{8}$ %. The new gilt will pay a short first dividend on 22 March 2012.

The new gilt will have the following ISIN Code: GB00B3Y1JG82 and the following SEDOL Code B-3Y1-JG8.

Subject to market conditions it is expected that the sale will take place in the week commencing 21 November 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, included the provision for a programme of up to eight syndicated offerings to be held in 2011-12 to raise £31.6 billion (cash). Following the syndicated offer of 0% Index-linked Treasury Gilt 2062 on 25 October, the planning assumption for sales of index-linked gilts by syndication was increased by £0.5 billion to £18.6 billion and total planned sales via syndication rose to £32.1 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.

Details of the five syndicated offers 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	0¼% 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	0¼% Index-linked Treasury Gilt 2034	4,000	102.316	0.640	4,136
27 Sep 2011	3¼% Treasury Gilt 2052	4,500	99.838	3.758	4,483
25 Oct 2011	0¼% Index-linked Treasury Gilt 2062	4,500	94.869	0.490	4,259
					21,176

On 31 August 2011 the DMO announced plans for two syndicated offerings in October-December 2011: both of which were planned to be of index-linked gilts, occurring 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 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 4 November 2011 the DMO announced that the new gilt to be sold in November would mature on 22 March 2029 and that it was expected that the sale would be held in the week commencing 21 November 2011.

On 11 November 2011 the DMO announced the appointment of the syndicate for the forthcoming transaction. B of A Merrill Lynch, Morgan Stanley, Nomura and RBS are the Joint Bookrunners for the syndicated offer.

This press notice will be appearing on the DMO's website at: www.dmo.gov.uk

