

50/08

22 July 2008

## **PRESS NOTICE**

### **AUCTION OF UK GOVERNMENT SECURITY (GILT)**

#### **Auction Details**

Auction Date	Tuesday, 29 July 2008
Issue and Settlement Date	Wednesday, 30 July 2008
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	£1.970109 per £100 nominal
Auction Close	10:30am London Time

#### **Details of Security**

Title	5% Treasury Gilt 2018
Amount (nominal) for issue	£2,500 million (fungible with previous issues)
Nominal outstanding after issue	£15,369 million
Maturity Date	7 March 2018 at par
Interest Dates	7 March – 7 September
ISIN Code	GB00B1VWPC84
SEDOL Code	B-1VW-PC8
Strippable	Yes, since 10 August 2007
Interest Payable	Gross (see Note 2)
Next Interest Date	7 September 2008 (Standard Coupon)

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 22 July 2008
Closes	Close of business: 29 July 2008
“When issued” ISIN Code	GB00B39R3368
“When issued” SEDOL Code	B-39R-336
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, 29 July 2008.



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.

## Documentation

Prospectus DMO : 22 July 2008	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp220708.pdf">www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp220708.pdf</a>
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : August 2007	<a href="http://www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem200807.pdf">www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem200807.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, 29 July 2008. 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, 29 July 2008.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £105 per £100 nominal of the Gilt.

## Remit 2008-09

Gilt sales of £80.0 billion (cash) are planned in 2008-09 and progress against the remit is summarised in the table below.

<b>Gilt sales v remit at 22 July 2008 (£ millions)</b>					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
<b>Gilt sales to date</b>	<b>10,938</b>	<b>2,516</b>	<b>6,581</b>	<b>5,988</b>	<b>26,023</b>
<b>Total planned sales</b>	<b>25,000</b>	<b>12,800</b>	<b>24,200</b>	<b>18,000</b>	<b>80,000</b>
<b>Sales remaining</b>	<b>14,062</b>	<b>10,284</b>	<b>17,619</b>	<b>12,012</b>	<b>53,977</b>
<b>Auctions remaining</b>	<b>4</b>	<b>4</b>	<b>8</b>	<b>12</b>	<b>28</b>

