

29 January 2013

## **PRESS NOTICE**

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

#### **Auction Details**

Auction Date	Tuesday, 5 February 2013
Issue and Settlement Date	Wednesday, 6 February 2013
Bidding Convention	Uniform Price (see Note 1)
Index adjusted accrued interest payable with bid	£0.040966 per £100 nominal
Auction Close	10:30am London Time

#### **Details of Security**

Title	0½% Index-linked Treasury Gilt 2024
Amount (nominal) for auction	£1,100 million (see Note 5)
Nominal outstanding after auction	£3,879.3 million (£3933.6 million Index adjusted)
Maturity Date	22 March 2024
Interest Dates	22 March and 22 September
Parent ISIN Code	GB00B85SFQ54
Parent SEDOL Code	B-85S-FQ5
Reference Index applicable to first issue date	242.41935 (as at 12 October 2012) (see Note 4)
Index Ratio at 6 February 2013	1.01400
Interest Payable	Gross (see Note 2)
Next Interest Date	22 March 2013 (Short First Coupon) (see Note 3)

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 29 January 2013
Closes	Close of business: 5 February 2013
“When issued” ISIN Code	GB00B8BJS635
“When issued” SEDOL Code	B-8BJ-S63
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. Index-linked 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, 5 February 2013.

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: Actual amount of interest per £100 nominal is  $((161/181)) \times £0.0625 \times \text{Index Ratio}$  for 22 March 2013 and expressed as a percentage in pounds sterling to six places of decimals and rounded to the nearest figure.

Note 4: The Reference Index for the first calendar day of any calendar month shall be the Retail Price Index figure for the calendar month falling three calendar months earlier. The Reference Index for any other day in the month shall be calculated by linear interpolation between the Reference Index applicable to the first calendar day of the month in which the day falls and the Reference Index applicable to the first calendar day of the month immediately following. Interpolated values for the Reference Index for any date should be rounded to the nearest 5<sup>th</sup> decimal place.

Note 5: 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 : 29 January 2013	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/pr_osp290113a.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/pr_osp290113a.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/infmemadd150811.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd150811.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, 5 February 2013. They may also be lodged by hand at the DMO, Eastcheap Court, 11 Philpot Lane, London, EC3M 8UD not later than 10.00 on Tuesday, 5 February 2013.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £115 per £100 nominal of the Gilt.

## Remit 2012-13

Gilt sales of £164.2 billion (cash) are planned in 2012-13 and progress against the remit is summarised in the table below (which does not include proceeds from the syndicated offering of 3¼% Treasury Gilt 2044 on 29 January 2013).

Gilt sales relative to remit plans at 29 January 2013 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Auction sales in the financial year to-date	40,185	29,531	21,480	13,237	104,433
PAOF sales in the financial year to-date	1,733	2,737	1,267	649	6,386
<b>Auction and PAOF sales in the financial year to date</b>	<b>41,918</b>	<b>32,268</b>	<b>22,747</b>	<b>13,886</b>	<b>110,819</b>
<i>PAOF sales since the Autumn Statement</i>	0	484	190	33	707
Syndication sales in the financial year to-date			9,278	15,651	24,930
Mini-tender sales in the financial year to-date	4,998	0	0	0	4,998
<b>Total gilt sales in the financial year to-date</b>	<b>46,916</b>	<b>32,268</b>	<b>32,025</b>	<b>29,537</b>	<b>140,746</b>
<b>Required auction sales to meet plans</b>					
Sales required	8,482	2,232	1,703	2,414	14,831
Less remaining assumed PAOF proceeds to end-financial year	556	197	8	222	983
<b>Auction sales currently required to meet plans</b>	<b>7,926</b>	<b>2,035</b>	<b>1,695</b>	<b>2,192</b>	<b>13,848</b>
Number of auctions remaining	2	1	1	2	6
<b>Currently required average auction sizes</b>	<b>3,963</b>	<b>2,035</b>	<b>1,695</b>	<b>1,096</b>	
Syndication sales required to meet plan			3,472	3,849	7,320
Mini-tender sales required to meet plan					1,302
<b>Total planned gilt sales</b>					<b>164,200</b>
<b>Required gilt sales remaining</b>					<b>23,454</b>
<b>Planned gilt sales at auctions</b>	<b>50,400</b>	<b>34,500</b>	<b>24,450</b>	<b>16,300</b>	<b>125,650</b>
Number of auctions scheduled	11	10	11	12	44
Planned gilt sales by syndication			12,750	19,500	32,250
Planned sales by mini-tender					6,300
Planned supplementary gilt sales					38,550

