



3 January 2017

PRESS NOTICE

AUCTION OF BRITISH GOVERNMENT STOCK

Auction Details

Auction Date	Thursday, 12 January 2017
Issue and Settlement Date	Friday, 13 January 2017
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	£0.707182 per £100 nominal
Auction Close	10:30am London Time

Details of Security

Title	2% Treasury Gilt 2025
Amount (nominal) for auction	£2,250 million (fungible with previous issues) (see Note 3)
Nominal outstanding after auction	£27,693.3 million
Maturity Date	7 September 2025 at par
Interest Dates	7 March – 7 September
ISIN Code	GB00BTHH2R79
SEDOL Code	B-THH-2R7
Strippable	Yes, since 30 April 2015
Interest Payable	Gross (see Note 2)
Next Interest Date	7 March 2017 (Standard Coupon)

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 Thursday, 12 January 2017.

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 15% 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 : 3 January 2017	http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp030117b.pdf
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : March 2016	http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd240316.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 is acting on behalf of the DMO, at the following address: British Government Stocks (Gilts), Computershare Investor Services PLC, The Pavilions, Bridgwater Road, Bristol, BS99 6ZW to arrive not later than 10.00 am on Thursday, 12 January 2017. 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 Thursday, 12 January 2017.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £110.50 per £100 nominal of the Gilt.

Remit 2016-17

Gilt sales of £146.5 billion (cash) are planned in 2016-17 and progress against the remit is summarised in the table below.

Gilt sales relative to remit plans 3 January 2017 (£ millions)					
(£ millions)	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Auction proceeds to-date	24,563	17,679	20,076	11,624	73,942
PAOF proceeds to-date	2,507	2,050	1,214	271	6,043
Auction and PAOF proceeds to-date	27,070	19,729	21,290	11,896	79,985
Syndication sales to-date	0	0	10,245	13,914	24,159
Gilt tender sales to date	0	0	912	1,696	2,608
Total gilt sales to date	27,070	19,729	32,448	27,505	106,753
Auction sales required to meet plans	10,730	8,971	6,510	4,004	30,215
Number of auctions remaining	4	4	3	3	14
Current average auction sizes	2,682	2,243	2,170	1,335	
Planned gilt sales at auctions	37,800	28,700	27,800	15,900	110,200
Number of auctions scheduled	13	11	12	12	48
Minimum syndication sales plan	-	-	14,250	17,800	32,050
Syndication sales required to meet minimum plan	-	-	4,005	3,886	7,891
Remaining unallocated sales					1,642
Balance of total supplementary gilt sales					9,532
Total planned supplementary gilt sales					36,300
Total planned gilt sales					146,500