

27/99

21 September 1999

PRESS NOTICE

GILT AUCTION

AMOUNT: £2,750 million nominal

STOCK: 5¾% TREASURY STOCK 2009

MATURITY DATE: 7 DECEMBER 2009

INTEREST DATES: 7 JUNE/7 DECEMBER

AUCTION DATE: 28 SEPTEMBER 1999

The United Kingdom Debt Management Office (the "DMO") announces the issue by Her Majesty's Treasury of a further £2,550 million nominal of 5¾% Treasury Stock 2009, which together with £200 million of the 5¾% Treasury Stock 2009 left after the close of the DMO switch facility from 8% Treasury Stock 2009 (see today's separate press release 28/99), will be auctioned on a fully paid bid price basis on Tuesday, 28 September 1999. The further issue of 5¾% Treasury Stock 2009 will be fungible with the stock already in issue. It will also be strippable in accordance with the terms of the Information Memorandum, published by the DMO, relating to the Issue, Stripping and Reconstitution of British Government Stock dated 12 May 1998 (the "Information Memorandum").

Interest on 5¾% Treasury Stock 2009 is payable half-yearly on 7 June and 7 December. The price payable for the stock being auctioned will include an amount equal to the accrued interest from 7 June 1999, the last interest payment date of the stock, to 29 September 1999, the settlement date of this auction, at the rate of £1.790984 per £100 nominal of stock. The stock will be repayable on 7 December 2009. The further issue of stock is being issued on a fungible basis, and will rank for the six months' interest payment due on 7 December 1999.

Interest payments will be paid to all holders of this stock without deduction of United Kingdom income tax. However, holders on the Bank of England Register may elect to have United Kingdom income tax deducted from interest payments, should they so wish, on application to the Bank of England.



Under Rule 2.3 of the London Stock Exchange, dealings in this further amount of unstripped 5¾% Treasury Stock 2009 on a "when-issued" basis may be conducted from the time of this announcement until the close of business on Tuesday, 28 September 1999. The SEDOL and ISIN codes to be used for "when-issued" trading are 0-764-221 and GB0007642217 respectively. The SEDOL and ISIN codes to be used after this date are those for the existing stock: 0-304-263 and GB0003042636 respectively. The TIDM code "AUC" should be used for trade reporting purposes.

"When-issued" trading in the principal and coupon strips of this further amount of 5¾% Treasury Stock 2009 may also be conducted from the time of this announcement until the close of business on Tuesday, 28 September 1999. The SEDOL and ISIN codes to be used for "when-issued" trading in the principal and coupon strips and thereafter are appended to this notice together with the TIDM codes which should be used for trade reporting purposes.

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.

The prospectus for competitive bids and non-competitive bids will be advertised in the Press. Application forms must be sent to the Bank of England's Registrar's Department, New Issues Team, who are acting on behalf of the DMO, at the following address; PO Box 444, Gloucester, GL1 1NP to arrive not later than 10.30 am on Tuesday, 28 September 1999; or lodged by hand at the DMO, Cheapside House, 138 Cheapside, London not later than 10.30 am on Tuesday, 28 September 1999.

Gilt-edged market makers may bid by telephone to the DMO not later than 10.30 am on Tuesday, 28 September 1999.

NOTE TO EDITORS

The Remit to the DMO and the auction calendar for the 1999-2000 financial year are set out in the Debt Management Report issued by HM Treasury on 17 March 1999 as amended by the DMO's screen announcement of 20 April 1999. The DMO announced further details of the gilts to be auctioned in the second quarter of the 1999-2000 financial year on 30 June 1999.



The September auction is the third conventional gilt auction to be held under the current remit and is the only planned auction of medium-dated stock in 1999-2000. Two index-linked gilt auctions have also been held to date in the current financial year.

Gilt sales to date in 1999-2000 have been:

	(£ billion, cash)	
	To date	Annual Remit
Short conventionals	2.4	5.0
Medium conventionals	0.0	3.0
Long conventionals	3.5	5.8
Index-linked	1.7	3.5
Total	7.6	17.3

The £2,550 million nominal of 5¾% Treasury Stock 2009 being issued in connection with the auction is fully paid and, from 29 September 1999, will be indistinguishable from the £6,277 million nominal already in issue¹.

Copies of the Information Memorandum are available from the DMO, Cheapside House, 138 Cheapside, London, EC2V 6BB (telephone 0171-862 6500; fax 0171-862 6509) and the Bank of England, Registrar's Department, New Issues, Southgate House, Southgate Street, Gloucester, GL1 1UW (telephone 01452 398080; fax 01452 398449).

This press notice together with the prospectus and a non-competitive application form will be appearing on the DMO's website at: www.dmo.gov.uk.

¹ Of which £2,500 million nominal was issued in July 1998, £3,377 million nominal was converted from 8% Treasury Stock 2009 in November 1998 and a further £400 million nominal was issued in connection with a switch facility in January 1999. £197 million of this latter amount has been issued to the market under the switch facility and £200 million of the remaining stock is being combined with the £2,550 million being issued now to form the £2,750 million being offered for sale in this auction.



ISIN, SEDOL AND TRADE REPORTING CODES RELATING TO GILT STRIPS

<u>Principal strip date</u>	<u>Short strips title</u>	<u>Long strips title</u>	<u>ISIN code</u>	<u>"When-Issued"</u>		<u>Post-"When-Issued"</u>		
				<u>SEDOL code</u>	<u>Trade reporting code</u>	<u>ISIN code</u>	<u>SEDOL code</u>	<u>Trade reporting code</u>
07-Dec-09	UK5TT07DEC2009P	UK 5 3/4 Treasury Strip 07DEC2009P	GB0007731754	0-773-175	AUCT	GB0003042743	0-304-274	50MA
<u>Coupon strips date</u>								
07-Dec-99	UKT07DEC1999C	UK Treasury Strip 07DEC1999C	GB0002575727	0-257-572	04MA	GB0000505114	0-050-511	11KY
07-Jun-00	UKT07JUN2000C	UK Treasury Strip 07JUN2000C	GB0002575834	0-257-583	05MA	GB0000505221	0-050-522	12KY
07-Dec-00	UKT07DEC2000C	UK Treasury Strip 07DEC2000C	GB0002575941	0-257-594	06MA	GB0000505445	0-050-544	13KY
07-Jun-01	UKT07JUN2001C	UK Treasury Strip 07JUN2001C	GB0002576022	0-257-602	07MA	GB0000505551	0-050-555	14KY
07-Dec-01	UKT07DEC2001C	UK Treasury Strip 07DEC2001C	GB0002576139	0-257-613	08MA	GB0000505668	0-050-566	15KY
07-Jun-02	UKT07JUN2002C	UK Treasury Strip 07JUN2002C	GB0002576352	0-257-635	09MA	GB0000505882	0-050-588	16KY
07-Dec-02	UKT07DEC2002C	UK Treasury Strip 07DEC2002C	GB0002576469	0-257-646	10MA	GB0000507375	0-050-737	17KY
07-Jun-03	UKT07JUN2003C	UK Treasury Strip 07JUN2003C	GB0002576576	0-257-657	11MA	GB0000507482	0-050-748	18KY
07-Dec-03	UKT07DEC2003C	UK Treasury Strip 07DEC2003C	GB0002576683	0-257-668	12MA	GB0000507599	0-050-759	19KY
07-Jun-04	UKT07JUN2004C	UK Treasury Strip 07JUN2004C	GB0001934503	0-193-450	13MA	GB0000507607	0-050-760	20KY
07-Dec-04	UKT07DEC2004C	UK Treasury Strip 07DEC2004C	GB0001934941	0-193-494	14MA	GB0000507714	0-050-771	21KY
07-Jun-05	UKT07JUN2005C	UK Treasury Strip 07JUN2005C	GB0001941300	0-194-130	15MA	GB0000507821	0-050-782	22KY
07-Dec-05	UKT07DEC2005C	UK Treasury Strip 07DEC2005C	GB0002067121	0-206-712	16MA	GB0000508019	0-050-801	23KY
07-Jun-06	UKT07JUN2006C	UK Treasury Strip 07JUN2006C	GB0002069945	0-206-994	17MA	GB0000508126	0-050-812	24KY
07-Dec-06	UKT07DEC2006C	UK Treasury Strip 07DEC2006C	GB0002071578	0-207-157	18MA	GB0000508340	0-050-834	25KY
07-Jun-07	UKT07JUN2007C	UK Treasury Strip 07JUN2007C	GB0002071792	0-207-179	19MA	GB0000509207	0-050-920	26KY
07-Dec-07	UKT07DEC2007C	UK Treasury Strip 07DEC2007C	GB0002072329	0-207-232	20MA	GB0000509421	0-050-942	27KY
07-Jun-08	UKT07JUN2008C	UK Treasury Strip 07JUN2008C	GB0002072543	0-207-254	28LA	GB0000509538	0-050-953	28KY
07-Dec-08	UKT07DEC2008C	UK Treasury Strip 07DEC2008C	GB0002073517	0-207-351	29LA	GB0000509751	0-050-975	29KY
07-Jun-09	UKT07JUN2009C	UK Treasury Strip 07JUN2009C	GB0002074143	0-207-414	30LA	GB0000508456	0-050-845	30KY
07-Dec-09	UKT07DEC2009C	UK Treasury Strip 07DEC2009C	GB0002078458	0-207-845	31LA	GB0000510429	0-051-042	31KY