



United Kingdom
Debt Management
Office

AUCTION OF £2,750,000,000

1⁵/₈% TREASURY GILT 2028

(ISIN CODE GB00BFX0ZL78)

ON A FULLY PAID BID PRICE BASIS

ON 9 MAY 2018

PROSPECTUS

AUCTION OF £2,750,000,000

1⁵/₈% TREASURY GILT 2028

ON A FULLY PAID BID PRICE BASIS ON 9 MAY 2018
INTEREST PAYABLE HALF-YEARLY ON 22 APRIL AND 22 OCTOBER

PAYABLE IN FULL WITH APPLICATION

	With a competitive bid:	Price bid (in accordance with paragraph 10)
With a non-competitive bid by a Gilt-edged Market Maker:		Non-competitive sale price (in accordance with paragraph 10)
With a non-competitive bid by any other applicant:		£104.50 per £100 nominal of the Gilt

Application has been made to the UK Listing Authority for the Gilt to be admitted to the Official List on 10 May 2018. Application has also been made to the London Stock Exchange for the Gilt to be admitted to trading on the London Stock Exchange's regulated market.

Auction of the Gilt

1. THE UNITED KINGDOM DEBT MANAGEMENT OFFICE (the "DMO") invites bids for the above Gilt.

General

2. This prospectus is issued under the arrangements described in the Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock published by the DMO dated January 2017 (the "Information Memorandum"). The terms of the Information Memorandum apply to the above Gilt and to the auction described in this prospectus except where expressly varied.

Maturity

3. The Gilt will be repaid at par on 22 October 2028.

Interest

4. Interest on 1⁵/₈% Treasury Gilt 2028 is payable half-yearly on 22 April and 22 October. The price payable will include an amount equal to the accrued interest from 16 March 2018, the first issue date of the Gilt, to 10 May 2018, the settlement date of this auction, at the rate of £0.245097 per £100 nominal of the Gilt. This further issue of the Gilt will rank for the first interest payment, which will be due on 22 October 2018 at the rate of £0.977679 per £100 nominal of the Gilt.

FOTRA exemptions

5. 1⁵/₈% Treasury Gilt 2028 was first issued on 16 March 2018 and, consequently, the Gilt and the interest payable on it will benefit from the exemptions from United Kingdom taxation in favour of non-resident holders described in paragraph 120 of the Information Memorandum.

Gross payment of interest

6. Interest will be paid without deduction of income tax. However, holders of the Gilt may elect to have UK income tax deducted from interest payments on application to the Registrar, Computershare Investor Services PLC.

Stripping

7. The Gilt may not be stripped and reconstituted until so specified in a notice issued by the DMO.

Methods of application

8. Bids may be made on either a competitive or a non-competitive basis in accordance with paragraphs 65 to 96 of the Information Memorandum.

Non-competitive bids: amount payable on application

9. The amount payable on application in the case of a non-competitive bid (except in the case of a non-competitive bid made by a Gilt-edged Market Maker ("GEMM")) is £104.50 per £100 nominal of the Gilt.

Settlement of competitive bids and GEMMs' non-competitive bids

10. For those competitive bids which are accepted and those non-competitive bids from GEMMs which are accepted, settlement must be effected in accordance with paragraphs 71 and 79 of the Information Memorandum. For these purposes, the latest time and date for CHAPS payments to be sent to the Bank of England is **1.30 PM ON THURSDAY, 10 MAY 2018**.

Latest times for receipt of applications

11. Application forms from Approved Group members must be sent to the Registrar, Computershare Investor Services PLC at British Government Stocks (Gilts), Computershare Investor Services PLC, The Pavilions, Bridgwater Road, Bristol, BS99 6ZW, who is acting on behalf of the DMO, to arrive not later than **10.00 AM ON WEDNESDAY, 9 MAY 2018**; or lodged by hand at the DMO, Eastcheap Court, 11 Philpot Lane, London, EC3M 8UD not later than **10.00 AM ON WEDNESDAY, 9 MAY 2018**. GEMMs may bid by means of the Bloomberg Bond Auction System to the DMO not later than **10.30 AM ON WEDNESDAY, 9 MAY 2018**.

Bids irrevocable

12. Bids will not be revocable between 10.30 am on Wednesday, 9 May 2018 and 10.00 am on Monday, 14 May 2018.

Post Auction Option Facility

13. The provisions relating to the Post Auction Option Facility contained in the Information Memorandum will apply.



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1 May 2018