

## **PRESS NOTICE**

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

#### **Auction Details**

Auction Date	Thursday, 21 June 2012
Issue and Settlement Date	Friday, 22 June 2012
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	Nil
Auction Close	10:30am London Time

#### **Details of Security**

Title	1¾% Treasury Gilt 2022
Amount (nominal) for auction	£3,250 million
Nominal outstanding after auction	£3,250 million
Maturity Date	7 September 2022 at par
Interest Dates	7 March - 7 September
Parent ISIN Code	GB00B7L9SL19
Parent SEDOL Code	B-7L9-SL1
Strippable	No (see Note 2)
Interest Payable	Gross (see Note 3)
Next Interest Date	7 September 2012 - £0.366168 per £100 nominal (Short First Coupon)

#### **"When Issued" Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 12 June 2012
Closes	Close of business: 21 June 2012
"When issued" ISIN Code	GB00B7L9SL19
"When issued" SEDOL Code	B-7L9-SL1
TIDM (for trade reporting)	AUCB

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, 21 June 2012.

Note 2. The Gilt may not be stripped and reconstituted until so specified in a notice issued by the DMO.



Note 3: 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 4: 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 : 12 June 2012	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp120612.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp120612.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/nfmemadd150811.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/nfmemadd150811.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 Thursday, 21 June 2012. 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, 21 June 2012. The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £103.50 per £100 nominal of the Gilt.

## Remit 2012-13

Gilt sales of £164.4 billion (cash) are planned in 2012-13 and progress against the remit is summarised in the table below (which may not include the amount of gilts issued under the Post Auction Option Facility for the most recent auction, if any).

Gilt sales relative to remit plans at 12 June 2012 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Auction sales to-date	13,712	7,342	4,862	2,828	28,745
PAOF proceeds to-date	448	581	249	130	1,409
Syndication sales to-date			5,053	4,750	9,803
Mini-tender sales to date	1,660	0	0	0	1,660
<b>Total gilt sales to date</b>	<b>15,820</b>	<b>7,924</b>	<b>10,165</b>	<b>7,709</b>	<b>41,617</b>
Auction sales required to meet plans (excludes PAOF proceeds)	36,688	27,158	18,838	13,472	96,155
Number of auctions remaining	8	8	9	10	35
Currently required average auction sizes	4,586	3,395	2,093	1,347	
Syndication sales required to meet plan			8,447	14,750	23,197
Mini-tender sales required to meet plan					4,840
<b>Planned gilt sales at auctions</b>	<b>50,400</b>	<b>34,500</b>	<b>23,700</b>	<b>16,300</b>	<b>124,900</b>
Number of auctions scheduled	11	10	11	12	44
Planned gilt sales by syndication			13,500	19,500	33,000
Planned sales by mini-tender					6,500
<b>Total planned supplementary gilt sales</b>					<b>39,500</b>
<b>Total planned gilt sales</b>					<b>164,400</b>

