PRESS NOTICE

LAUNCH BY SYNDICATED OFFERING OF AN INDEX-LINKED GILT MATURING ON 22 MARCH 2068 IN THE WEEK COMMENCING 23 SEPTEMBER 2013

The United Kingdom Debt Management Office (“the DMO”) announces that its next syndicated offering will be the launch of a new index-linked gilt maturing on 22 March 2068.

Subject to market conditions, it is expected that the offer will take place in the week commencing 23 September 2013. Further information about the conduct of the offer, including the composition of the syndicate, will be announced in due course.

This will be the third syndicated offering of the 2013-14 programme, which is planned to raise £21.0 billion (cash). Proceeds from syndications in the financial year to-date are £9.0 billion.

NOTES FOR EDITORS

The DMO’s financing remit for 2013-14, published alongside the Budget on 20 March 2013, included the provision for a programme of syndicated offerings to be held in 2013-14 aiming to raise £20.0 billion (split £12.0 billion index-linked and £8.0 billion long conventional). At the remit revision accompanying the publication of the Central Government Net Cash Requirement outturn for 2012-13 on 23 April 2013, planned sales via syndication were increased to £21.0 billion (split £12.5 billion index-linked and £8.5 billion long conventional).

The DMO also announced on 20 March 2013 that it envisaged using the syndication programme in 2013-14 to launch new gilts and for re-openings of high duration bonds. Depending on market feedback at the quarterly consultation meetings on the choices for such bonds, the DMO envisages holding at least four syndicated offerings (one per quarter) in 2013-14 but, after discussion with the market, it may hold additional transactions.
On 30 August 2013 the DMO announced that (subject to market conditions) it expected to hold the following syndicated offerings in the period September to December 2013:

- second half of September - a new index-linked gilt in the 55-60 year maturity area; and
- second half of October - a re-opening of 3¼% Treasury Gilt 2068.

The results of the two syndicated offerings held in the financial year to-date, which together have raised £9.0 billion, are summarised in the table below.

<table>
<thead>
<tr>
<th>Date</th>
<th>Gilt</th>
<th>Size (£mn)</th>
<th>Issue Price (£)</th>
<th>Issue Yield (%)</th>
<th>Proceeds (£mn cash)</th>
</tr>
</thead>
<tbody>
<tr>
<td>25 June 2013</td>
<td>3½% Treasury Gilt 2068</td>
<td>5,000</td>
<td>96.426</td>
<td>3.651</td>
<td>4,810</td>
</tr>
<tr>
<td>23 July 2013</td>
<td>0⅛% Index-linked Treasury Gilt 2044</td>
<td>4,000</td>
<td>100.922</td>
<td>0.0945</td>
<td>4,154</td>
</tr>
</tbody>
</table>

Figures may not sum due to rounding 8,964

This press notice will be appearing on the DMO’s website at: www.dmo.gov.uk