

7 January 2011

PRESS NOTICE

FORTHCOMING SYNDICATED OFFERING IN THE WEEK COMMENCING 24 JANUARY 2011 OF AN INDEX-LINKED GILT MATURING IN 2050 OR LONGER

The United Kingdom Debt Management Office ("the DMO") announces that it expects to hold the forthcoming syndicated offering of an index-linked gilt in the week commencing 24 January 2011, subject to market conditions.

The DMO is also announcing that the gilt to be sold at the next syndicated offering will have a maturity of 2050 or longer.

Further information about the conduct of the offer, including the syndicate appointments, will be announced in due course.

NOTES TO EDITORS

The DMO financing remit for 2010-11, published alongside the Budget on 24 March 2010, included the provision for a programme of up to 10 syndicated offerings to be held in 2010-11 to raise £29.2 billion (through sales of long-dated conventional and index-linked gilts).

At the Budget on 22 June 2010, planned sales from the syndication programme were reduced by £3.2 billion to £26.0 billion. At the Economic and Fiscal Outlook on 29 November 2010, planned sales from the syndication programme were increased to £26.2 billion (reflecting a proceeds outturn for the conventional syndication programme which was £0.2 billion above the plan).

Four syndicated offerings have been held to date in 2010-11, raising £22.3 billion, as summarised in the table below.

Syndicated gilt offerings in 2010-11 to-date

Date	Gilt	Size (£bn nominal)	Proceeds (£bn)
Wed 26 May	0½% Index-linked Treasury Gilt 2050	4.0	3.76
Tue 29 Jun	4¼% Treasury Gilt 2040	8.0	7.99
Tue 27 Jul	0½% Index-linked Treasury Gilt 2040	6.0	5.56
Wed 27 Oct	4¼% Treasury Gilt 2040	5.0	5.00
			22.31

On 3 December 2010 the DMO announced plans to hold one syndicated offering in the January-March 2011 period, subject to confirmation depending on market conditions nearer the time:

- Second half of January: an index-linked gilt maturing in the 30-50 year area.

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