

DMO announcement: result of the tender for BNFL's holdings of 2½% Index-linked Treasury Stock 2016

The result of the tender executed today by the DMO for British Nuclear Fuel Limited (BNFL)'s holdings of £168 million (nominal) of 2½% Index-linked Treasury Stock 2016 is:

Nominal amount sold	£168.0 million
Strike price (per £100 nominal)	£254.45
Real yield at strike price*	2.021%
Percentage allotment at strike price	25%

** assuming 3% inflation*

As announced on 6 December 2006, the DMO is conducting the sale of the existing index-linked gilt holdings of the Nuclear Liabilities Investment Portfolio (NLIP) via a series of tenders in January-March 2007.

The first tenders (for BNFL's holdings of the 2009 and 2013 maturity index-linked gilts) were held on 15 January.

The next tender, for £162 million (nominal) of 2½% Index-linked Treasury Stock 2020, will be held on Monday 26 February 2007.

12 February 2007