

92/08

18 November 2008

PRESS NOTICE

AUCTION OF UK GOVERNMENT SECURITY (GILT)

Auction Details

Auction Date	Wednesday, 26 November 2008
Issue and Settlement Date	Thursday, 27 November 2008
Bidding Convention	Uniform Price (see Note 1)
Uplifted accrued interest payable with bid	£0.010881 per £100 nominal
Auction Close	10:30am London Time

Details of Security

Title	0¾% Index-linked Treasury Gilt 2047
Amount (nominal) for issue	£700 million (fungible with previous issues)
Nominal outstanding after issue	£3,548 million (£3,726.9 million uplifted)
Maturity Date	22 November 2047
Interest Dates	22 May and 22 November
Parent ISIN Code	GB00B24FFM16
Parent SEDOL Code	B-24F-FM1
Reference Index applicable to first issue date	207.76667 (as at 21 November 2007) (see Note 4)
Index Ratio at 27 November 2008	1.05041
Interest Payable	Gross (see Note 2)
Next Interest Date	22 May 2009 (Standard Coupon) (see Note 3)

“When Issued” Trading

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 18 November 2008
Closes	Close of business: 26 November 2008
“When issued” ISIN Code	GB00B3D4Y292
“When issued” SEDOL Code	B-3D4-Y29
TIDM (for trade reporting)	AUC

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. Index-linked Gilt-edged Market Makers may bid by means of the Bloomberg Bond Auction System to the DMO not later than 10.30 am on Wednesday, 26 November 2008.



Note 2: 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 3: Actual amount of interest per £100 nominal is £0.375 x Index Ratio for 22 May 2009 and expressed as a percentage in pounds sterling to six places of decimals and rounded to the nearest figure.

Note 4: The Reference Index for the first calendar day of any calendar month shall be the Retail Price Index figure for the calendar month falling three calendar months earlier. The Reference Index for any other day in the month shall be calculated by linear interpolation between the Reference Index applicable to the first calendar day of the month in which the day falls and the Reference Index applicable to the first calendar day of the month immediately following. Interpolated values for the Reference Index for any date should be rounded to the nearest 5th decimal place.

Documentation

Prospectus DMO : 18 November 2008	www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp181108a.pdf
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : August 2007	www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem200807.pdf
Formulae for Calculating Gilt Prices from Yields DMO : 16 March 2005	www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldeqns.pdf

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 Wednesday, 26 November 2008. 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 Wednesday, 26 November 2008.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £112 per £100 nominal of the Gilt.

Remit 2008-09

Gilt sales of £110.0 billion (cash) are planned in 2008-09 and progress against the remit is summarised in the table below.

Gilt sales v remit at 18 November 2008 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Gilt sales to date	31,671	14,501	16,543	11,547	74,262
Total planned sales	46,000	19,800	25,200	19,000	110,000
Total auctions planned	12	7	11	18	48
Sales remaining	14,329	5,299	8,657	7,453	35,738
Auctions remaining	4	2	4	7	17

