

58/09

21 April 2009

## **PRESS NOTICE**

### **AUCTION OF UK GOVERNMENT SECURITY (GILT)**

#### **Auction Details**

|                                   |                                   |
|-----------------------------------|-----------------------------------|
| Auction Date                      | Tuesday, 28 April 2009            |
| Issue and Settlement Date         | Wednesday, 29 April 2009          |
| Bidding Convention                | Fully paid Bid Price (see Note 1) |
| Accrued Interest payable with bid | £0.664485 per £100 nominal        |
| Auction Close                     | 10:30am London Time               |

#### **Details of Security**

|                                 |                                                                      |
|---------------------------------|----------------------------------------------------------------------|
| Title                           | 4% Treasury Gilt 2022                                                |
| Amount (nominal) for issue      | £3,000 million (fungible with previous issue)                        |
| Nominal outstanding after issue | £5,750 million                                                       |
| Maturity Date                   | 7 March 2022 at par                                                  |
| Interest Dates                  | 7 March – 7 September                                                |
| Parent ISIN Code                | GB00B3KJDQ49                                                         |
| Parent SEDOL Code               | B-3KJ-DQ4                                                            |
| Strippable                      | From 29 April 2009 (see Note 3)                                      |
| Interest Payable                | Gross (see Note 2)                                                   |
| Next Interest Date              | 7 September 2009 - £2.088398 per £100 nominal<br>(Long First Coupon) |

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

|                            |                                   |
|----------------------------|-----------------------------------|
| Commences                  | 3:30pm London Time: 21 April 2009 |
| Closes                     | Close of business: 28 April 2009  |
| “When issued” ISIN Code    | GB00B3NLFV68                      |
| “When issued” SEDOL Code   | B-3NL-FV6                         |
| 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, as amended. Gilt-edged Market Makers may bid by means of the Bloomberg Bond Auction System to the DMO not later than 10.30 am on Tuesday, 28 April 2009.



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: Following the issue of this further amount of the Gilt, 4% Treasury Gilt 2022 may be stripped and holdings of the Gilt reconstituted: the provisions relating to strips contained in the Information Memorandum, as amended, will therefore apply except that the minimum stripping unit will be £1,000,000 nominal until the payment of the non-standard first coupon on 7 September 2009. The SEDOL and ISIN codes for the new principal strip are B-3V6-KP2 and GB00B3V6KP22 respectively.

## Documentation

|                                                                                                                             |                                                                                                                                                                                                              |
|-----------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Prospectus<br>DMO : 21 April 2009                                                                                           | <a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp210409a.pdf">www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp210409a.pdf</a>                   |
| Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock<br>DMO : August 2007 | <a href="http://www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem200807.pdf">www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem200807.pdf</a>         |
| Notice of Amendment<br>DMO: 18 March 2009                                                                                   | <a href="http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd180309.pdf">www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd180309.pdf</a> |
| Formulae for Calculating Gilt Prices from Yields<br>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 Tuesday, 28 April 2009. 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 Tuesday, 28 April 2009.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £108 per £100 nominal of the Gilt.

## Remit 2009-10

Gilt sales of £147.9 billion (cash) are provisionally planned in 2009-10 and progress against the provisional remit is summarised in the table below.

| <b>Gilt sales v remit at 17 April 2009 (£ millions)</b> |                           |               |               |                           |                |
|---------------------------------------------------------|---------------------------|---------------|---------------|---------------------------|----------------|
|                                                         | <b>Conventional Gilts</b> |               |               | <b>Index-linked gilts</b> | <b>Total</b>   |
|                                                         | <b>Short</b>              | <b>Medium</b> | <b>Long</b>   |                           |                |
| <b>Gilt sales to date</b>                               | <b>7,829</b>              | <b>3,260</b>  | <b>2,247</b>  | <b>1,637</b>              | <b>14,973</b>  |
| <b>Total planned sales</b>                              | <b>63,600</b>             | <b>32,500</b> | <b>31,100</b> | <b>20,700</b>             | <b>147,900</b> |
| <b>Total auctions planned</b>                           | <b>16</b>                 | <b>11</b>     | <b>14</b>     | <b>20</b>                 | <b>61</b>      |
| <b>Sales remaining</b>                                  | <b>55,771</b>             | <b>29,240</b> | <b>28,853</b> | <b>19,063</b>             | <b>132,927</b> |
| <b>Auctions remaining</b>                               | <b>14</b>                 | <b>10</b>     | <b>13</b>     | <b>19</b>                 | <b>56</b>      |

