

## **PRESS NOTICE**

### **AUCTION OF BRITISH GOVERNMENT STOCK**

#### **Auction Details**

Auction Date	Thursday, 3 November 2011
Issue and Settlement Date	Friday, 4 November 2011
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	£1.741803 per £100 nominal
Auction Close	10:30am London Time

#### **Details of Security**

Title	4¼% Treasury Stock 2032
Amount (nominal) for auction	£2,000 million (fungible with previous issues) (see Note 3)
Nominal outstanding after auction	£28,173 million
Maturity Date	7 June 2032 at par
Interest Dates	7 June – 7 December
Parent ISIN Code	GB0004893086
Parent SEDOL Code	0-489-308
Strippable	Yes, since 27 September 2000
Interest Payable	Gross (see Note 2)
Next Interest Date	7 December 2011 (Standard Coupon)

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 25 October 2011
Closes	Close of business: 3 November 2011
“When issued” ISIN Code	GB00B6Z8VQ38
“When issued” SEDOL Code	B-6Z8-VQ3
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. Gilt-edged Market Makers may bid by means of the Bloomberg Bond Auction System to the DMO not later than 10.30 am on Thursday, 3 November 2011.

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: Subject to the provisions of the Information Memorandum, this auction will be eligible for the Post Auction Option Facility of an additional amount of the Stock equivalent to 10% of the nominal amount of the Stock allocated at the auction. Details of the Post Auction Option Facility procedures are set out in the Information Memorandum.

## Documentation

Prospectus DMO : 25 October 2011	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp251011.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp251011.pdf</a>
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : August 2011	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd150811.pdf">http://www.dmo.gov.uk/documentview.aspx?docName=/publications/operationalrules/infmemadd150811.pdf</a>
Formulae for Calculating Gilt Prices from Yields 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 Thursday, 3 November 2011. 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 Thursday, 3 November 2011.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £121 per £100 nominal of the Stock.

## Remit 2011-12

Gilt sales of £167.5 billion (cash) are planned in 2011-12 and progress against the remit is summarised in the table below (which may not include the proceeds from today's syndicated offer of 0.3% Index-linked Treasury Gilt 2062)

Gilt sales relative to remit plans at 25 October 2011 (£ millions)					
	Conventional Gilts			Index-linked	Total
	Short	Medium	Long	gilts	
Auction sales to-date	33,706	20,969	12,752	11,007	78,434
PAOF proceeds to-date	864	1,108	832	452	3,256
Syndication sales to-date			9,319	7,598	16,917
Mini-tender sales to date			1,185	494	1,679
<b>Total gilt sales to date</b>	<b>34,570</b>	<b>22,078</b>	<b>24,088</b>	<b>19,550</b>	<b>100,285</b>
Auction sales required to meet plans (excludes PAOF proceeds)	23,694	13,731	8,248	7,193	52,866
Number of auctions remaining	5	4	4	6	19
Currently required average auction sizes	4,739	3,433	2,062	1,199	
Syndication sales required to meet plan			4,181	10,502	14,683
Mini-tender sales required to meet plan			1,715	1,206	2,921
<b>Planned gilt sales at auctions</b>	<b>57,400</b>	<b>34,700</b>	<b>21,000</b>	<b>18,200</b>	<b>131,300</b>
Number of auctions scheduled	12	10	10	15	47
Planned gilt sales by syndication			13,500	18,100	31,600
Planned sales by mini-tender			2,900	1,700	4,600
<b>Total planned supplementary gilt sales</b>			<b>16,400</b>	<b>19,800</b>	<b>36,200</b>
<b>Total planned gilt sales</b>	<b>57,400</b>	<b>34,700</b>	<b>37,400</b>	<b>38,000</b>	<b>167,500</b>

