

## **PRESS NOTICE**

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

#### **Auction Details**

Auction Date	Thursday, 14 May 2009
Issue and Settlement Date	Friday, 15 May 2009
Bidding Convention	Uniform Price (see Note 1)
Uplifted rebate interest to be deducted from amount payable with bid	£0.014753 per £100 nominal
Auction Close	10:30am London Time

#### **Details of Security**

Title	0¼% Index-linked Treasury Gilt 2047
Amount (nominal) for issue	£700 million (fungible with previous issues)
Nominal outstanding after issue	£4,998 million (£5,084.3 million Index adjusted)
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 15 May 2009	1.01727
Interest Payable	Gross (see Note 2)
Next Receivable Interest Payment Date	22 November 2009 (Standard Coupon) (see Note 3)

#### **“When Issued” Trading**

under London Stock Exchange Rule 1530

Commences	3:30pm London Time: 5 May 2009
Closes	Close of business: 14 May 2009
“When issued” ISIN Code	GB00B3K7NR94
“When issued” SEDOL Code	B-3K7-NR9
TIDM (for trade reporting)	AUCA

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 Thursday, 14 May 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: Actual amount of interest per £100 nominal is £0.375 x Index Ratio for 22 November 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 5<sup>th</sup> decimal place.

## Documentation

Prospectus DMO : 5 May 2009	<a href="http://www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp050509b.pdf">www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp050509b.pdf</a>
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock 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 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 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, 14 May 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 Thursday, 14 May 2009.

The amount payable on application in the case of a non-competitive bid made by a member of the Approved Group is £107 per £100 nominal of the Gilt.

## Remit 2009-10

Gilt sales of £220.0 billion (cash) are planned in 2009-10 and progress against the remit is summarised in the table below.

Gilt sales v remit 5 May 2009 (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
<b>Gilt sales to date</b>	<b>7,829</b>	<b>6,283</b>	<b>2,431</b>	<b>2,833</b>	<b>19,375</b>
<b>1. Planned sales at auctions</b>	<b>74,000</b>	<b>70,000</b>	<b>27,000</b>	<b>12,000</b>	<b>183,000</b>
<b>Sales at auctions to date</b>	<b>7,829</b>	<b>6,283</b>	<b>2,247</b>	<b>2,297</b>	<b>18,656</b>
<b>Sales remaining at auctions</b>	<b>66,171</b>	<b>63,717</b>	<b>24,753</b>	<b>9,703</b>	<b>164,344</b>
<b>Auctions remaining</b>	<b>13</b>	<b>17</b>	<b>11</b>	<b>10</b>	<b>51</b>
<b>2. Sales by syndication</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Syndications to be allocated</b>					<b>25,000</b>
<b>3. Sales by tender</b>	<b>0</b>	<b>0</b>	<b>184</b>	<b>536</b>	<b>720</b>
<b>Tenders to be allocated</b>					<b>11,280</b>
<b>Total planned sales</b>					<b>220,000</b>

