

PRESS NOTICE

SALE BY SYNDICATED OFFERING OF A NEW CONVENTIONAL GILT MATURING ON 7 DECEMBER 2040 IN THE WEEK COMMENCING 28 JUNE 2010

The United Kingdom Debt Management Office (“the DMO”) announces that the forthcoming syndicated offering will be the launch of a new conventional gilt maturing on 7 December 2040.

The DMO expects the sale will take place in the week commencing 28 June 2010, subject to market and demand conditions. Further information about the gilt (including the coupon) and the conduct of the offer will be announced in due course.

NOTES TO EDITORS

The DMO financing remit for 2010-11 published alongside Budget 2010 on 24 March 2010, included the provision for a programme of up to 10 syndicated offerings to be held in 2010-11 to raise £29.2 billion (through sales of long-dated conventional and index-linked gilts) as part of an overall gilt sales target of £185.2 billion¹. The first syndicated offer of the 2010-11 programme was held on 26 May 2010 with the sale of £4.0 billion (nominal) of 0½% Index-linked Treasury Gilt 2050; the proceeds of that sale were £3.76 billion.

On 28 May 2010 the DMO announced plans to hold three syndicated offerings in the June-September 2010 period, subject to confirmation depending on market conditions nearer the time:

¹ This total was revised down from an original plan of £187.3 billion on 22 April with the publication of the CGNCR outturn for 2009-10.

- Second half of June: a conventional gilt maturing in the 30-year area.
- Second half of July: an index-linked gilt maturing in the 20 to 30 year area.
- Second half of September: a long-dated conventional or an index-linked gilt.

On 11 June 2010 the DMO announced that the Joint Bookrunners on the forthcoming syndicated offering are Barclays Capital, Morgan Stanley, Nomura International plc and RBC Capital Markets. The DMO also announced on 11 June that all other panel member conventional Gilt-edged Market-Makers have been invited to be Co-Lead Managers.

This press notice will be appearing on the DMO's website at: www.dmo.gov.uk

