

United Kingdom
**Debt
Management
Office**

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37/05

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PRESS NOTICE

RESULT OF THE SALE BY AUCTION OF £400 MILLION OF 2 1/2% INDEX - LINKED TREASURY STOCK 2020

The United Kingdom Debt Management Office ("DMO") announces that the auction of £400 million of 2 1/2% Index - linked Treasury Stock 2020 has been allocated as follows:

(Note: all prices in this notice are quoted in pounds and decimals)

1. All bids which have been accepted at the striking price have been allotted approximately 3.0% of the amount bid for.

Competitive bids made at prices above the striking price have been allotted in full. Competitive bids made at prices below the striking price have been rejected.

2. Striking Price	<u>Price</u> £252.87	<u>Real Yield*</u> 1.66%
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3. The total amounts allotted and bids received were as follows:

Amount allotted to competitive bids	£359.65 million
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Amount allotted to non-competitive bids

Gilt-edged market makers	£40.0 million
Others	£0.35 million
	<u>£400.0 million</u>

Total bids received	£1,086.19 million
Times covered	2.72

4. Cheques may be presented for payment. Refund cheques, where appropriate, will be sent as soon as possible by post. Stock allotted to members of CREST will be credited to their accounts by member-to-member deliveries tomorrow if they so requested.

*Assumed Inflation 3%