

18/07

27 March 2007

PRESS NOTICE

AUCTION OF UK GOVERNMENT SECURITY (GILT)

Auction Details

Auction Date	Tuesday, 3 April 2007
Issue and Settlement Date	Wednesday, 4 April 2007
Bidding Convention	Fully paid Bid Price (see Note 1)
Accrued Interest payable with bid	£1.377747 per £100 nominal
Auction Close	10:30am London Time

Details of Security

Title	4¼% Treasury Gilt 2046
Amount (nominal) for issue	£2,000 million (fungible with previous issues)
Nominal outstanding after issue	£13,750 million
Maturity Date	7 December 2046 at par
Interest Dates	7 June – 7 December
Parent ISIN Code	GB00B128DP45
Parent SEDOL Code	B-128-DP4
Strippable	Yes, since 8 June 2006
Interest Payable	Gross (see Note 2)
Next Interest Date	7 June 2007 – (Standard Coupon)

“When Issued” Trading

under London Stock Exchange Rule 7265

Commences	3:30pm : 27 March 2007
Closes	Close of business : 3 April 2007
“When issued” ISIN Code	GB00B1VRBH09
“When issued” SEDOL Code	B-1-VRBH0
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 telephone to the DMO not later than 10.30 am on Tuesday, 3 April 2007.

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.



Documentation

Prospectus DMO : 27 March 2007	www.dmo.gov.uk/documentview.aspx?docName=/gilts/public/prospectus/prosp270307.pdf
Information Memorandum relating to the Issue, Stripping and Reconstitution of British Government Stock DMO : December 2004	www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmem211204.pdf
Notice of Amendment DMO : 13 May 2005	www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmemadd130505.pdf
Notice of Amendment DMO : 13 September 2005	www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmemadd130905.pdf
Formulae for Calculating Gilt Prices from Yields DMO : 16 March 2005	www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldeqns.pdf

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, BS3 9WX to arrive not later than 10.00 am on Tuesday, 3 April 2007. 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, 3 April 2007.

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 2007-08

Gilt sales of £58.4 billion (cash) are planned in 2007-08, as split in the table below.

Type	Sales planned (£bn)	Number of auctions
Short conventional	10.0	4
Medium conventional	10.0	4
Long conventional	23.4	11
Index-linked	15.0	15

