

BANK OF ENGLAND MARKET NOTICE: DISCOUNT WINDOW FACILITY

With effect from Monday 2 February, the Bank will permit drawings from the Discount Window Facility (DWF) with a term of 364 days, in addition to the standard option to draw for 30 days.

The fee schedule set out on page 7 of the Bank's Market Notice of 20 October 2008 will continue to apply to the total outstanding value of gilts (or cash) drawn by a counterparty under the DWF, except that an additional 25bp fee will be applied to any part of a counterparty's drawings with initial maturity beyond 30 days.

Other than as amended by this Market Notice, the terms of the Bank's previous Market Notices relating to the Discount Window Facility will continue to apply.

The Bank will publish an updated consolidated Market Notice in respect of the Discount Window Facility ahead of 2 February.

Bank of England
19 January 2009