

AGENDA FOR THE CONSULTATION MEETINGS WITH GILT MARKET INVESTORS (3.30PM) AND GEMMS (5.00PM) TO DISCUSS GILT ISSUANCE IN JANUARY-MARCH 2014, TO BE HELD ON MONDAY 9 DECEMBER 2013 at:

EASTCHEAP COURT, 11 PHILPOT LANE, LONDON EC3M 8UD

The DMO would like to invite up to 20 end-investors to contribute to a discussion on gilt issuance in January-March 2014. Attendees may be nominated by their representative organisations (e.g. NAPF, ABI etc.) or they may contact the DMO directly. Spaces are allocated on a first come, first served basis, at the DMO's discretion. Places will be limited to one person per organisation. Please contact Sarah Ellis sarah.ellis@dmo.gsi.gov.uk (020 7862 6525) or Steve Whiting steve.whiting@dmo.gsi.gov.uk (020 7862 6532) by close on Friday 6 December 2013 if you would like to attend.

1. **Autumn Statement 2013: Remit Revision.**
2. **Review of gilt market operations in October-December 2013.**
3. **Choice of conventional and index-linked gilts for auctions scheduled in January-March 2014.**
4. **The DMO anticipates holding one index-linked syndicated offering in Q4 2013-14 and is seeking views on the candidate bond for syndication in the quarter, together with a suitable timing for such an operation.**
5. **The DMO is interested in any views at this stage on the timing of at least one mini-tender in Q4 2013-14.**
6. **Any other business.**

Table 1 below lists the 11 auctions scheduled in January-March 2014. To facilitate discussion a possible schedule of conventional gilt issuance by maturity is provided in Table 2. The DMO welcomes market views on auction scheduling.

The DMO's ongoing policy is to build up gilts to benchmark size, taking into account the impact of issuance on the redemption profile. The schedule of issuance in Table 2 is an example of the DMO's preference to provide regularity of gilt issuance by maturity and type.

**Table 1:
January-March
Issuance Calendar**

7-Jan	Index-linked
16-Jan	Conventional
23-Jan	Conventional
4-Feb	Conventional
11-Feb	Index-linked
13-Feb	Conventional
20-Feb	Conventional
4-Mar	Conventional
11-Mar	Conventional
13-Mar	Index-linked
27-Mar¹	Index-linked

**Table 2:
Suggested Maturity Split
(Conventional Auctions)**

7-Jan	IL
16-Jan	Long
23-Jan	Medium
4-Feb	Short
11-Feb	IL
13-Feb	Long
20-Feb	Medium
4-Mar	Short
11-Mar	Medium
13-Mar	IL
27-Mar	IL

¹ As indicated in the DMO's remit revision announcement following the Autumn Statement, this auction has been rescheduled from 25 March 2014 following an announcement by the Office for National Statistics that it intends to publish the RPI figure for February 2014 on 25 March.

Conventional gilt issuance

The DMO is planning that there will be two short, three medium and two long conventional auctions in January-March 2014.

- Short (two auctions): the DMO envisages re-opening 1½% 2019 at least once in the quarter to help build the gilt further towards benchmark size. The DMO also welcomes views on any other short conventional candidates for auction in Q4 2013-14, whilst taking into account implications for the near-term redemption profile.
- Medium (three auctions): the DMO anticipates re-opening the 10-year benchmark 2023 gilt at least twice in the quarter to build the gilt further towards benchmark size. The DMO also welcomes views on any other medium conventional candidates for auction in Q4 2013-14.
- Long (two auctions): the DMO welcomes views on the identity of long conventional gilts to be auctioned in Q4 2013-14 and the scheduling of those operations.

Index-linked gilt issuance

There are four index-linked gilt auctions scheduled in January-March 2014. The DMO welcomes views on candidates for, and the sequencing of, index-linked gilt issuance in the quarter.

The DMO will announce details of the gilt operations calendar for January-March 2014 at 3.30pm on Friday 13 December 2013.

The next consultation meetings to discuss gilt issuance in April-June 2014 are scheduled to be held at 3.30pm (end-investors) and 5.00pm (GEMMs) on Monday 24 March 2014².

² Subject to confirmation depending on the Chancellor's decision on the Budgetary timetable.