

31 May 2012

PRESS NOTICE

GILT OPERATIONS IN JULY-SEPTEMBER 2012 INCLUDING DETAILS OF PLANNED SYNDICATED OFFERINGS IN JULY AND SEPTEMBER

In the period July-September 2012 the UK Debt Management Office ("the DMO") plans to hold 12 outright auctions and two syndicated offerings of gilts as set out in the tables below.

The DMO is also announcing today that the next syndicated gilt offering, which is planned to take place in the second half of July 2012 (subject to market conditions) will see the launch of a new index-linked gilt maturing in the 30-year area. Further details about the offer will be announced around two weeks in advance of the sale. A further syndicated offering is planned for the second half of September, for an index-linked gilt.

a) Gilt auctions

Auction date	Gilt	Details announced
Tuesday 3 July	4¾% Treasury Gilt 2030	Tuesday 26 June
Wednesday 4 July	1% Treasury Gilt 2017	Tuesday 26 June
Tuesday 10 July	0½% Index-linked Treasury Gilt 2050	Tuesday 3 July
Thursday 12 July	A reopening of a new 7 September 2022*	Tuesday 3 July
Thursday 19 July	3¾% Treasury Gilt 2052	Tuesday 10 July
Thursday 16 August	4½% Treasury Gilt 2034	Tuesday 7 August
Tuesday 21 August	0⅛% Index-linked Treasury Gilt 2029	Tuesday 14 August
Thursday 23 August	5% Treasury Gilt 2018	Tuesday 14 August
Wednesday 5 September	4½% Treasury Gilt 2042	Tuesday 28 August
Tuesday 11 September	0¾% Index-linked Treasury Gilt 2034	Tuesday 4 September
Thursday 13 September	A reopening of a new 7 September 2022*	Tuesday 4 September
Thursday 20 September	1% Treasury Gilt 2017	Tuesday 11 September

**This gilt will be auctioned for the first time on 21 June 2012*

b) Planned syndicated gilt offerings*

Date	Gilt	Further details
Second half of July	A new index-linked gilt maturing in the 30-year area	Around two weeks in advance
Second half of September	An index-linked gilt	Around a month in advance

* Subject to confirmation depending on market conditions nearer the time

Gilt mini-tenders

The DMO will consider scheduling up to two gilt mini-tenders in July-September 2012. The scheduling of mini-tenders will take place during the year depending on market demand and the progress of the syndication programme. Mini-tenders will be added to the calendar with at least seven working days notice, after market consultation.

Royal Mail Pension Plan (RMPP): Gilt cancellations

On 21 May 2012, the DMO published details of the gilt portfolio which is in public ownership following the transfer of the Royal Mail Pension Plan (RMPP) into the public sector. As stated at Budget 2012, it is the Government's intention to cancel this gilt portfolio during 2012-13.

The DMO will notify the market, via screen announcement and press release, of cancellation dates relating to this gilt portfolio with at least seven working days notice.

Notes for editors

The DMO's financing remit for 2012-13 was published alongside Budget 2012 on 21 March 2012. Gilt sales of £167.7 billion (cash) were planned, but this total was revised to £164.4 billion at the remit revision coinciding with the publication on 24 April 2012 of the outturn of the Central Government Net Cash Requirement for 2011-12.

The progress of gilt sales in the financial year to-date relative to remit targets is shown in the table below.

Gilt sales relative to remit plans at 31 May (£ millions)					
	Conventional Gilts			Index-linked gilts	Total
	Short	Medium	Long		
Auction sales to-date	8,945	7,342	4,862	2,828	23,978
PAOF proceeds to-date	448	581	249	130	1,409
Syndication sales to-date			5,053	4,750	9,803
Mini-tender sales to date	1,660	0	0	0	1,660
Total gilt sales to date	11,053	7,924	10,165	7,709	36,850
Auction sales required to meet plans (excludes PAOF proceeds)	41,455	27,158	18,838	13,472	100,922
Number of auctions remaining	9	8	9	10	36
Currently required average auction sizes	4,606	3,395	2,093	1,347	
Syndication sales required to meet plan			8,447	14,750	23,197
Mini-tender sales required to meet plan					4,840
Planned gilt sales at auctions	50,400	34,500	23,700	16,300	124,900
Number of auctions scheduled	11	10	11	12	44
Planned gilt sales by syndication			13,500	19,500	33,000
Planned sales by mini-tender					6,500
Total planned supplementary gilt sales					39,500
Total planned gilt sales					164,400

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