

AGENDA FOR THE CONSULTATION MEETINGS¹ WITH GILT MARKET INVESTORS (3.30PM) AND GEMMs (5.00PM) TO DISCUSS GILT ISSUANCE IN OCTOBER TO DECEMBER 2019 TO BE HELD ON MONDAY 19 AUGUST 2019 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 October-December 2019. Attendees may be nominated by their representative organisations 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.gov.uk or 020 7862 6525) or Steve Whiting (steve.whiting@dmo.gov.uk or 020 7862 6532) by close of business on Friday 16 August 2019 if you would like to attend.

- 1. Review of gilt market operations and conditions in June-August 2019.**
- 2. The DMO is currently planning to hold a gilt syndication in October-December 2019. Views are sought on the recommended type and maturity of the gilt to be sold and the timing for the transaction.**
- 3. Views are sought on the choice and sequencing of conventional and index-linked gilts for auction in October-December 2019, taking into account the scheduling of any syndication.**
- 4. The DMO is actively seeking views on demand for issuance via gilt tenders in the remainder of Q2 and in Q3 2019-20, including maturity/maturities and type(s) of gilt(s), as well as timing. Feedback is welcome, both at the meeting and/or bilaterally.**
- 5. Any other business.**

Table 1 below lists the ten auctions scheduled to be held in October-December 2019. 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, taking into account preferences over the timing and choice of gilt to be sold via syndication and any recommendations at this stage for gilt tenders.

Note that the gilt auction calendar may be altered, for example, to accommodate the Chancellor's decisions on the fiscal event timetable, any significant data releases or market sensitive events announced subsequently and/or to accommodate the scheduling of a syndicated offering.

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

¹ Attendees are reminded that it is their responsibility to comply with competition laws and all other applicable laws.

Table 1:
October-December 2019
Auction Calendar

1-Oct	Conventional
8-Oct	Index-linked
15-Oct	Conventional
22-Oct	Conventional
29-Oct	Index-linked
5-Nov	Conventional
14-Nov	Conventional
26-Nov	Conventional
3-Dec	Conventional
11-Dec	Index-linked

Table 2:
Suggested Maturity Split
(Conventional Auctions)

1-Oct	Short
8-Oct	Index-linked
15-Oct	Medium
22-Oct	Long
29-Oct	Index-linked
5-Nov	Medium
14-Nov	Long
26-Nov	Short
3-Dec	Medium
11-Dec	Index-linked

Conventional gilt issuance

The DMO is planning to hold two short, three medium and two long conventional auctions in October-December 2019.

- Short (two auctions): the DMO envisages re-opening 0½% 2025 at least once in the quarter to help build the bond up to benchmark size. The DMO also welcomes views on other short candidates for auction in Q3 2019-20.
- Medium (three auctions): the DMO expects to re-open 0¾% 2029 at least twice in the coming quarter. Views are sought on this approach and any other medium candidates for issuance in the quarter.
- Long (two auctions): the DMO welcomes views on candidates for, and the sequencing of, long conventional gilt auctions in Q3 2019-20. Views should take into account any recommendations regarding the syndication programme in Q3 2019-20.

Index-linked gilt issuance

- There are three index-linked gilt auctions scheduled in Q3 2019-20. The DMO welcomes views on candidates for, and the sequencing of, index-linked gilt issuance via auction in the quarter. Views should take into account any recommendations regarding the syndication programme in Q3 2019-20.

The DMO will announce details of the gilt operations calendar for October-December 2019 at 7.30am on Friday 30 August 2019.

The next consultation meetings to discuss gilt issuance in January-March 2020 are scheduled to be held at 3.30pm (end-investors) and 5.00pm (GEMMs) on Monday 18 November 2019².

² Subject to confirmation pending the Chancellor's decision on the timing of the Autumn Budget.