

AGENDA FOR THE CONSULTATION MEETINGS WITH GILT MARKET INVESTORS (3.30PM) AND GEMMS (5.00PM) TO DISCUSS GILT ISSUANCE IN OCTOBER-DECEMBER 2015, ON MONDAY 24 AUGUST 2015 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 via syndication in September and on issuance more generally in October-December 2015. 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 21 August 2015 if you would like to attend.

1. **Review of gilt market operations in June-August 2015.**
2. **Choice of index-linked gilt for syndication in the second half of September 2015. The DMO seeks views on the maturity of the gilt to be sold and timing of the offering.**
3. **The DMO anticipates holding up to two syndicated offerings in Q3 2015-16 and is seeking views on the type and maturity of gilt(s) to be sold, along with the timing of any such operations.**
4. **Choice of conventional and index-linked gilts for auctions scheduled in October-December 2015.**
5. **The DMO is also interested in any views at this stage on the desirability of scheduling a mini-tender in the coming months and, if so, the timing, type and maturity of issuance.**
6. **Any other business.**

Table 1 below lists the ten auctions scheduled in October-December 2015. 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 issuance by maturity and type.

**Table 1:
October-December 2015
Issuance Calendar**

1-Oct	Conventional
6-Oct	Conventional
15-Oct	Index-linked
20-Oct	Conventional
10-Nov	Index-linked
12-Nov	Conventional
18-Nov	Conventional
1-Dec	Conventional
8-Dec	Conventional
17-Dec	Index-linked

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

1-Oct	Short
6-Oct	Long
15-Oct	Index-linked
20-Oct	Medium
10-Nov	Index-linked
12-Nov	Long
18-Nov	Medium
1-Dec	Short
8-Dec	Long
17-Dec	Index-linked

Conventional gilt issuance

The DMO is planning that there will be two short, two medium and three long conventional auctions in October-December 2015.

- Short (two auctions): the DMO anticipates re-opening the new conventional 2021 gilt (to be launched in September 2015) at least once in the quarter. The DMO would also be interested to hear views on any other short conventional candidates for auction in Q3 2015-16, bearing in mind the impact on the near-term redemption profile.
- Medium (two auctions): the DMO envisages re-opening 2% 2025 at least once in the quarter to continue to build the gilt further towards benchmark size and welcomes views on this and any other medium conventional candidates for auction in Q3 2015-16.
- Long (three auctions): the DMO welcomes views on candidates for, and the sequencing of, long gilt auctions in the quarter, bearing in mind the potential for a conventional gilt to be sold by syndication during Q3 2015-16.

Index-linked gilt issuance

Three index-linked gilt auctions are scheduled in October-December 2015. The DMO welcomes views on candidates for, and the sequencing of, index-linked gilt issuance via auction in the quarter. Views should take account of the index-linked syndication planned for September 2015 and the prospect of index-linked issuance via syndication in Q3 2015-16.

The DMO will announce details of the gilt operations calendar for October-December 2015 at 3.30pm on Friday 28 August 2015.

The next consultation meetings to discuss gilt issuance in January-March 2016 are scheduled to be held at 3.30pm (end-investors) and 5.00pm (GEMMs) on Monday 23 November 2015¹.

¹ Subject to confirmation depending on the Chancellor's decision on the Budgetary timetable.