

CGNCR OUTTURN 2006-07: REVISION TO DMO REMIT 2007-08

The outturn Central Government Net Cash Requirement (CGNCR) for 2006-07, published today by HM Treasury/Office for National Statistics (ONS), is £37.1 billion; an increase of £0.1 billion compared to the forecast at Budget 2007.

Reflecting this, Treasury bill sales in 2007-08 are being increased by £0.1 billion compared to the plans announced at Budget 2007. There is no change to planned gilt sales, which remain at £58.4 billion.

The stock of Treasury bills is now planned to rise by £1.5 billion in 2007-08, taking the planned stock at-end March 2008 to £17.1 billion.

The revised financing arithmetic is published below.

Revised financing arithmetic 2006-07 and 2007-08

2006-07 outturn Financing arithmetic (£bn)	2006-07	2007-08
CGNCR	37.1	37.6
Gilt redemptions	29.9	29.2
Restructuring British Nuclear Liabilities	-3.5	0.0
Financing for reserves	0.0	0.0
Buy-backs	0.2	0.0
Planned short-term financing adjustment ¹	-3.3	-4.1
Financing requirement	60.4	62.7
Less		
NS&I	5.5	2.8
Net financing requirement	54.9	59.9
Financed by		
1. Debt issuance by the DMO		
a) T bills	-3.5	1.5
b) Gilt sales	62.5	58.4
2. Other planned change in short term debt²		
Ways and Means	0.0	0.0
3. Unanticipated change in short term cash position³	4.1	0.0
Total financing	59.0	59.9
Short-term debt levels at end of financial year		
T bill stock (in market hands)	15.6	17.1
Ways and Means	13.4	13.4
DMO net cash position	4.6	0.5
<i>1. To accommodate changes to the current year's financing requirement resulting from (i) publication of the previous year's outturn CGNCR and/or (ii) carry over of unanticipated changes to the cash position from the previous year.</i>		
<i>2. Total planned changes to short-term debt are the sum of: (i) the planned short-term financing adjustment, (ii) Treasury bill sales and (iii) changes to the level of Ways and Means.</i>		
<i>3. A negative (positive) number indicates an increase in (reduction of) the financing requirement for the following financial year.</i>		