

AGENDA FOR THE CONSULTATION MEETINGS WITH GILT MARKET INVESTORS (3.30PM) AND GEMMS (5.00PM) TO DISCUSS GILT ISSUANCE IN JULY-SEPTEMBER 2015, ON MONDAY 18 MAY 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 June and on issuance more generally in July-September 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 15 May 2015 if you would like to attend.

1. **Review of gilt market operations in April-May 2015.**
2. **Choice of an index-linked gilt, with a maturity in the 30 year area or longer, for syndication in the second half of June 2015. The DMO seeks views on the specific maturity of the gilt to be sold and timing of the offering.**
3. **The DMO anticipates holding two syndicated offerings in Q2 2015-16 and is seeking views on the type and maturity of gilts to be sold, along with the timing of any such operations.**
4. **Choice of conventional and index-linked gilts for auctions scheduled in July-September 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 nine auctions scheduled in July-September 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:
July-September 2015
Issuance Calendar**

2-Jul	Conventional
7-Jul	Conventional
15-Jul	Index-linked
4-Aug	Conventional
11-Aug	Index-linked
20-Aug	Conventional
2-Sep	Conventional
8-Sep	Conventional
16-Sep	Conventional

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

2-Jul	Short
7-Jul	Long
15-Jul	Index-linked
4-Aug	Medium
11-Aug	Index-linked
20-Aug	Long
2-Sep	Short
8-Sep	Long
16-Sep	Medium

Conventional gilt issuance

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

- Short (two auctions): the DMO anticipates launching a new 5-year gilt in the quarter and welcomes views on the timing of any such launch and the specific maturity. The DMO would also be interested to hear views on any other short conventional candidate gilt(s) for auction in Q2 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 help build the gilt further towards benchmark size and welcomes views on this and any other medium conventional candidates for auction in Q2 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 Q2 2015-16.

Index-linked gilt issuance

Two index-linked gilt auctions are scheduled in July-September 2015. The DMO welcomes views on candidates for, and the sequencing of, index-linked gilt issuance via auction in the quarter, including the desirability of opening a new gilt by auction, and if so at which maturity. Views should take account of the index-linked syndication programme in Q1 and the likelihood of index-linked issuance via syndication in Q2 2015-16.

The DMO will announce details of the gilt operations calendar for July-September 2015 at 3.30pm on Friday 29 May 2015.

The next consultation meetings to discuss gilt issuance in October-December 2015 are scheduled to be held at 3.30pm (end-investors) and 5.00pm (GEMMs) on Monday 24 August 2015.