

AGENDA FOR THE CONSULTATION MEETINGS WITH GILT MARKET INVESTORS (3.30PM) AND GEMMS (5.00PM) TO DISCUSS GILT ISSUANCE IN JANUARY-MARCH 2015, ON MONDAY 8 DECEMBER 2014 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 about gilt issuance in January-March 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 Friday 5 December 2014 if you would like to attend.

1. **Autumn Statement 2014: Remit Revision**
2. **Review of gilt market operations in September-December 2014.**
3. **The DMO anticipates holding one index-linked syndicated offering in Q4 2014-15 and is seeking views on the candidate bond for syndication in the quarter, along with the timing of any such operation.**
4. **Choice of conventional and index-linked gilts for auctions scheduled in January-March 2015.**
5. **The DMO is interested in any views at this stage on the scheduling of any mini-tender in Q4 2014-15.**
6. **Any other business.**

Table 1 below lists the ten auctions scheduled in January-March 2015¹. 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:
January-March 2015
Issuance Calendar**

6-Jan	Conventional
7-Jan	Index-linked
15-Jan	Conventional
20-Jan	Conventional
4-Feb	Index-linked
12-Feb	Conventional
3-Mar	Conventional
10-Mar	Conventional
12-Mar	Index-linked
19-Mar	Conventional

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

6-Jan	Medium
7-Jan	IL
15-Jan	Long
20-Jan	Short
4-Feb	IL
12-Feb	Long
3-Mar	Short
10-Mar	Long
12-Mar	IL
19-Mar	Medium

¹ These auction dates are subject to confirmation depending on the Chancellor's decision on the Budgetary timetable.

Conventional gilt issuance

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

- Short (two auctions): the DMO envisages re-opening the 2% 2020 five-year benchmark at least once in the quarter and welcomes views on any other short conventional candidate for auction in Q4 2014-15 (bearing in mind the impact on the near-term redemption profile).
- Medium (two auctions): the DMO envisages re-opening the 2¾% 2024 ten-year benchmark at least once in the quarter. The DMO also welcomes views on any other medium candidate for auction in the quarter and demand for a new 10-year gilt (if so, with what maturity date).
- Long (three auctions): the DMO anticipates re-opening the 3½% 2045 thirty-year benchmark at least once in the quarter and welcomes views on any other long candidates for auction in the quarter.

Index-linked gilt issuance

There are three index-linked gilt auctions scheduled in January-March 2015. The DMO welcomes views on candidates for, and the sequencing of, index-linked gilt issuance in the quarter, bearing in mind preferences over the maturity of the index-linked gilt to be sold by syndication.

The DMO will announce details of the gilt operations calendar for January-March 2015 at 3.30pm on Friday 12 December 2014.

The next consultation meetings to discuss gilt issuance in April-June 2015 are scheduled to be held at 3.30pm (end-investors) and 5.00pm (GEMMs) on Monday 23 March 2015².

² Subject to confirmation depending on the Chancellor's decision on the Budgetary timetable.