

AGENDA FOR THE CONSULTATIONS MEETING WITH GILT MARKET INVESTORS (3.30PM) AND GEMMs (5.00PM) TO DISCUSS GILT ISSUANCE IN JANUARY-MARCH 2013, ON MONDAY 10 DECEMBER 2012 at:

EASTCHEAP COURT, 11 PHILPOT LANE, LONDON EC3M 8UD

1. Autumn Statement 2012: Remit Revision.
2. Super-long and perpetual gilts: Response to consultation.
3. Review of gilt market operations in September – December 2012.
4. The DMO anticipates holding two syndicated offerings in Q4 2012-13, one each of a long conventional and index-linked gilt. The DMO is seeking views on the timing and maturity of gilts for these syndications.
5. Choice of conventional and index-linked gilts for auctions scheduled in January-March 2013.
6. The DMO is interested in any views at this stage on the timing of up to two potential mini-tenders in Q4 2012-13.
7. Any other business.

Table 1 below lists the 10 auctions scheduled in January-March 2013¹. 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
Issuance Calendar

3-Jan	Conventional
8-Jan	Conventional
17-Jan	Index-linked
22-Jan	Conventional
5-Feb	Index-linked
14-Feb	Conventional
21-Feb	Conventional
5-Mar	Conventional
13-Mar	Conventional
21-Mar	Index-linked

Table 2:
Suggested Maturity Split
(Conventional Auctions)

3-Jan	Short
8-Jan	Long
17-Jan	IL
22-Jan	Medium
5-Feb	IL
14-Feb	Short
21-Feb	Medium
5-Mar	Short
13-Mar	Long
21-Mar	IL

¹ 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 three short, two medium and two long conventional auctions in January to March 2013.

- Short (three auctions): the DMO welcomes views on the short conventional candidates for auction in Q4 2012-13, including the timing of the launch of a potential new 5-year benchmark while taking into account implications for the near-term redemption profile.
- Medium (two auctions): the DMO envisages re-opening the 10-year benchmark 1½% 2022 at least once in the quarter to help build the gilt further. The DMO welcomes views on this and on the timing of re-opening(s). The DMO also welcomes views on any other medium conventional candidates for auction.
- Long (two auctions): the DMO welcomes views on the identity and timing of long conventional gilts to be auctioned in Q4 2012-13, taking into account the planning assumption that there will be one conventional gilt syndication in the quarter.

Index-linked gilt issuance

There are three index-linked gilt auctions scheduled in January-March 2013. The DMO welcomes views on candidates for, and the sequencing of, index-linked gilt issuance in this period, taking into account the planning assumption that there will be one index-linked gilt syndication in the quarter.

The DMO will announce details of the gilt operations calendar for January-March 2013 at 3.30pm on Friday 14 December 2012.

The next consultation meetings to discuss gilt issuance in April-June 2013 are scheduled to be held at 3.30pm (end-investors) and 5.00pm (GEMMs) on Monday 18 March 2013².

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