

AGENDA FOR THE CONSULTATION MEETINGS WITH GILT MARKET INVESTORS (3.30PM) AND GEMMS (5.00PM) TO DISCUSS GILT ISSUANCE IN OCTOBER-DECEMBER 2014, TO BE HELD ON MONDAY 18 AUGUST 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 October-December 2014. 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 15 August 2014 if you would like to attend.

1. Review of gilt market operations in June-August 2014.
2. The DMO anticipates holding one syndicated offering in Q3 2014-15 and is seeking views on the type and maturity of gilt to be sold along with the timing of any such operation.
3. Choice of conventional and index-linked gilts for auctions scheduled in October-December 2014.
4. The DMO is interested in any views at this stage on the timing of any mini-tender in Q3 2014-15.
5. Any other business.

Table 1 below lists the ten auctions scheduled in October-December 2014. 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
Issuance Calendar**

1-Oct	Conventional
7-Oct	Conventional
16-Oct	Index-linked
21-Oct	Conventional
4-Nov	Index-linked
13-Nov	Conventional
20-Nov	Index-linked
2-Dec	Conventional
9-Dec	Conventional
11-Dec	Index-linked

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

1-Oct	Short
7-Oct	Medium or Long
16-Oct	IL
21-Oct	Medium or Long
4-Nov	IL
13-Nov	Medium
20-Nov	IL
2-Dec	Short
9-Dec	Long
11-Dec	IL

Conventional gilt issuance

The DMO is planning that there will be two short, two medium and two long conventional auctions in October-December 2014.

- Short (two auctions): the DMO envisages re-opening the new 2020 five-year gilt at least once in the quarter and welcomes views on any other short conventional candidates for auction in Q3 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 and welcomes views on any other medium candidates for auction in the quarter.
- Long (two auctions): the DMO welcomes views on the identity and scheduling of long conventional gilts to be auctioned in Q3 2014-15.

Index-linked gilt issuance

There are four index-linked gilt auctions scheduled in October-December 2014. The DMO welcomes views on candidates for, and the sequencing of, index-linked gilt issuance in the quarter.

The DMO will announce details of the gilt operations calendar for October-December 2014 at 3.30pm on Friday 29 August 2014.

The next consultation meetings to discuss gilt issuance in January-March 2015 are scheduled to be held at 3.30pm (end-Investors) and 5.00pm (GEMMs) on Monday 24 November 2014¹.

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