

AGENDA FOR THE CONSULTATION MEETINGS WITH GILT MARKET INVESTORS (3.30PM) AND GEMMS (5.00PM) TO DISCUSS GILT ISSUANCE IN JANUARY-MARCH 2016, TO BE HELD ON MONDAY 30 NOVEMBER 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 in January-March 2016. Attendees may be nominated by their representative organisations (e.g. PLSA, 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 27 November 2015 if you would like to attend.

1. **Autumn Statement 2015: Remit Revision**
2. **Review of gilt market operations in September-November 2015.**
3. **The DMO anticipates holding one index-linked syndicated offering in Q4 2015-16 and is seeking views on the candidate gilt, along with the timing of any such operation.**
4. **Choice of conventional and index-linked gilts for auctions scheduled in January-March 2016.**
5. **The DMO is also interested in any views at this stage on the desirability of scheduling a mini-tender in the remainder of the financial year and, if so, the timing, type and maturity of issuance.**
6. **Any other business.**

Table 1 below lists the ten auctions scheduled in January-March 2016. 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 2016
Issuance Calendar

5-Jan	Conventional
7-Jan	Conventional
12-Jan	Index-linked
20-Jan	Conventional
9-Feb	Index-linked
11-Feb	Conventional
17-Feb	Conventional
2-Mar	Conventional
8-Mar	Conventional
10-Mar	Index-linked

Table 2:
Suggested Maturity Split
(Conventional Auctions)

5-Jan	Medium
7-Jan	Long
12-Jan	Index-linked
20-Jan	Short
9-Feb	Index-linked
11-Feb	Long
17-Feb	Medium
2-Mar	Short
8-Mar	Long
10-Mar	Index-linked

Conventional gilt issuance

The DMO is planning that there will be two short, two medium and three long conventional gilt auctions in January-March 2016.

- Short (two auctions): the DMO anticipates re-opening 1½% 2021 at least once in the quarter. The DMO would also be interested to hear views on any other short conventional candidates for auction in Q4 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 continue to build the gilt further towards benchmark size and welcomes views on this and any other medium conventional candidates for auction in Q4 2015-16.
- Long (three auctions): the DMO welcomes views on candidates for, and the sequencing of, long gilt auctions in Q4 2015-16.

Index-linked gilt issuance

Three index-linked gilt auctions are scheduled in January-March 2016. The DMO welcomes views on candidates for, and the sequencing of, index-linked gilt issuance via auction in the quarter. Views should take account of the index-linked syndication planned for Q4 2015-16.

The DMO will announce details of the gilt operations calendar for January-March 2016 at 3.30pm on Friday 4 December 2015.

The next consultation meetings to discuss gilt issuance in April-June 2016 are scheduled to be held at 3.30pm (end-investors) and 5.00pm (GEMMs) on Monday 14 March 2016¹.

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