

**CREATION OF COLLATERAL FOR CASH MANAGEMENT OPERATIONS:
19 OCTOBER 2011**

On Wednesday 19 October 2011, in accordance with paragraph 1.10 of the 2011-12 DMO Exchequer cash management remit, an additional £20,000 million (cash) of collateral will be created and issued to the DMO for use in the DMO's Exchequer cash management operations. The collateral to be created will comprise £17,216 million (nominal) of conventional gilts (excluding gilts maturing within one year, double-dated, undated and rump gilts).

The increase in size of individual gilts ranges from £98 million (nominal) to £793 million (nominal). The amounts have been chosen to have a negligible effect on relevant indices.

The additional collateral will be held on the Debt Management Account by the DMO and will not be available for outright sale. Specific gilts will not be available to the repo market for a period of three months, during which time these new issues will only be used in Delivery-by-Value (DBV) transactions.

A table showing the nominal amounts of each gilt to be created, with the revised nominal amounts of gilts in issue (rounded to the nearest £1 million) is published below.

Additional gilt collateral to be issued on 19 October 2011		
	Collateral (£mn)	New amount in issue (£mn)
Conventional gilts		
4½% Treasury Gilt 2013	732	34,519
8% Treasury Stock 2013	182	8,560
2¼% Treasury Gilt 2014	740	34,863
5% Treasury Stock 2014	793	37,372
2¾% Treasury Gilt 2015	611	28,792
4¾% Treasury Stock 2015	729	34,379
8% Treasury Stock 2015	217	10,215
2% Treasury Gilt 2016	676	31,870
4% Treasury Gilt 2016	641	30,218
1¾% Treasury Gilt 2017	209	9,828
8¾% Treasury Stock 2017	228	10,730
5% Treasury Gilt 2018	550	25,938
4½% Treasury Gilt 2019	570	26,873
3¾ Treasury Gilt 2019	587	27,674
4¾ Treasury Stock 2020	680	32,073
3¾ Treasury Gilt 2020	502	23,669
8% Treasury Stock 2021	492	23,178
3¾ Treasury Gilt 2021	440	20,749
4% Treasury Gilt 2022	531	25,015
5% Treasury Stock 2025	549	25,898
4¼% Treasury Gilt 2027	598	28,173
6% Treasury Stock 2028	389	18,321
4¾ Treasury Gilt 2030	526	24,791
4¼ Treasury Stock 2032	555	26,173
4½% Treasury Gilt 2034	415	19,561
4¼ Treasury Stock 2036	492	23,194
4¾ Treasury Stock 2038	515	24,274
4¼ Treasury Gilt 2039	399	18,817
4¼ Treasury Gilt 2040	467	22,000
4½% Treasury Gilt 2042	414	19,534
4¼ Treasury Gilt 2046	437	20,604
4¼ Treasury Gilt 2049	404	19,037
3¾ Treasury Gilt 2052	98	4,598
4¼ Treasury Gilt 2055	490	23,112
4% Treasury Gilt 2060	358	16,858
	17,216	811,458