



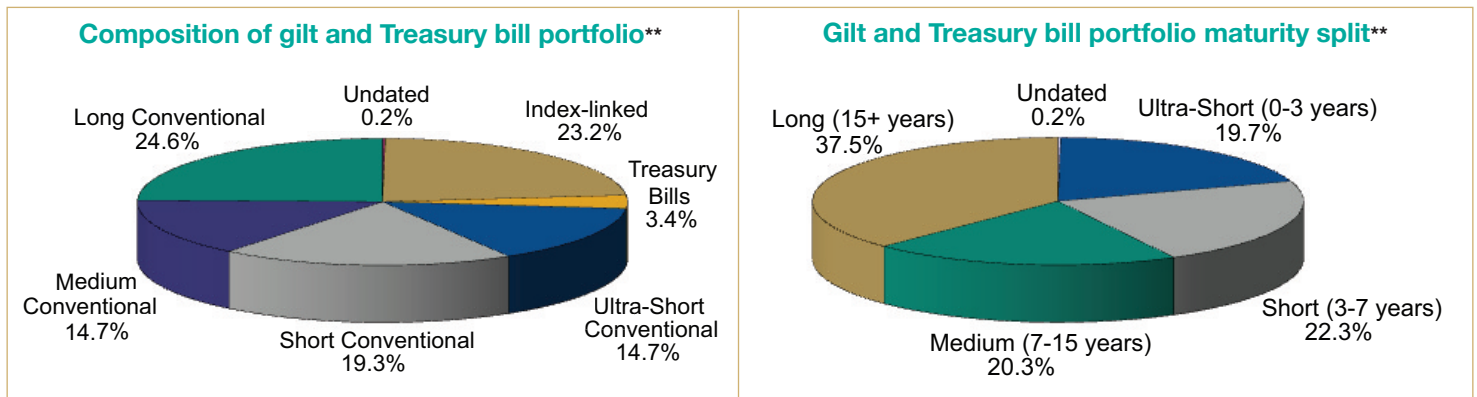
Quarterly REVIEW

Details of the Gilt and Treasury bill portfolio at 30 June 2014

Portfolio summary statistics	31 March 2014		30 June 2014	
	Gross	Net*	Gross	Net*
Nominal value of the gilt and Treasury bill portfolio - including inflation uplift	£1,421.92bn	£1,301.24bn	£1,447.51bn	£1,326.74bn
Nominal value of the gilt portfolio - including inflation uplift	£1,365.02bn	£1,244.35bn	£1,398.97bn	£1,278.19bn
<ul style="list-style-type: none"> Conventional gilts - inc. undated gilts Index-linked gilts 	£1,039.04bn £325.98bn	£928.90bn £315.45bn	£1,063.72bn £335.25bn	£953.57bn £324.62bn
Market value of the gilt and Treasury bill portfolio - including inflation uplift	£1,603.00bn	£1,460.62bn	£1,634.05bn	£1,491.57bn
Market value of the gilt portfolio	£1,546.15bn	£1,403.77bn	£1,585.55bn	£1,443.06bn
<ul style="list-style-type: none"> Conventional gilts - inc. undated gilts Index-linked gilts 	£1,150.62bn £395.54bn	£1,021.69bn £382.08bn	£1,181.10bn £404.44bn	£1,052.11bn £390.95bn
Market value weighted average portfolio yield:				
<ul style="list-style-type: none"> Conventional gilts - inc. undated gilts Index-linked gilts 	2.33% -0.35%	2.32% -0.34%	2.34% -0.31%	2.34% -0.30%
Market value weighted average portfolio maturity - inc. TBills:	14.91 years	15.00 years	14.87 years	14.98 years
Market value weighted average portfolio maturity - exc. TBills:	15.45 years	15.60 years	15.32 years	15.48 years
<ul style="list-style-type: none"> Conventional gilts - exc. undated gilts Index-linked gilts 	13.55 years 20.98 years	13.46 years 21.33 years	13.43 years 20.84 years	13.35 years 21.18 years
Market value weighted average portfolio modified duration:				
<ul style="list-style-type: none"> Conventional gilts - inc. undated gilts Index-linked gilts 	8.96 years 19.21 years	8.91 years 19.55 years	8.92 years 19.11 years	8.87 years 19.44 years

These portfolio statistics exclude the £200m UK Sovereign Sukuk issue which was launched on 25 June 2014.

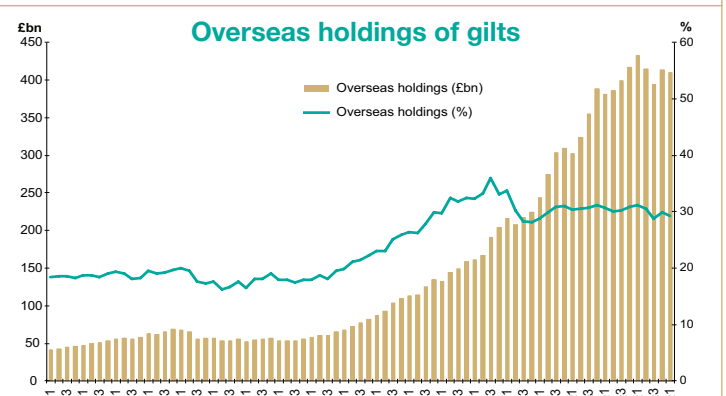
*The 'Net' holdings category excludes gilts held by the DMO.



Distribution of gilt holdings at 31 March 2014 (based on market values)

(£millions)	at end	Q4 2013	Q1 2014
Overseas		413,104	409,997
Bank of England (Asset Purchase Facility)		367,486	370,861
Insurance companies and pension funds		365,149	372,705
Monetary Financial Institutions*		133,349	132,865
Other financial institutions and other		89,787	100,134
Households		12,066	15,355
Local authorities and public corporations		2,155	1,855
TOTAL		1,383,096	1,403,772

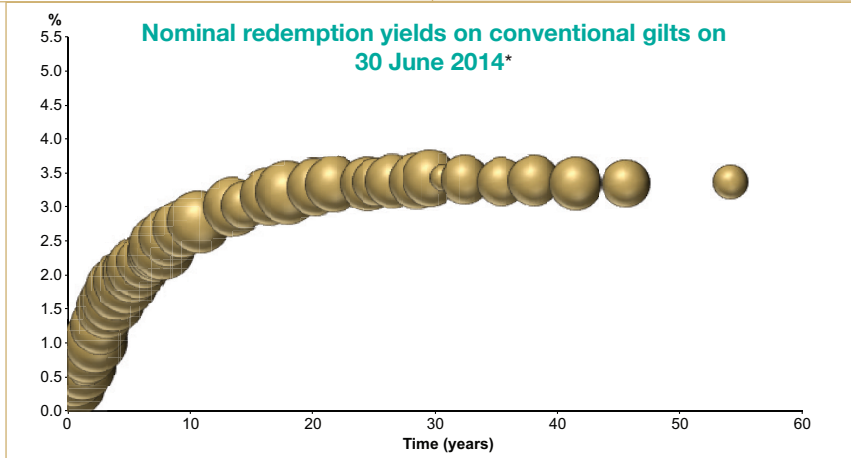
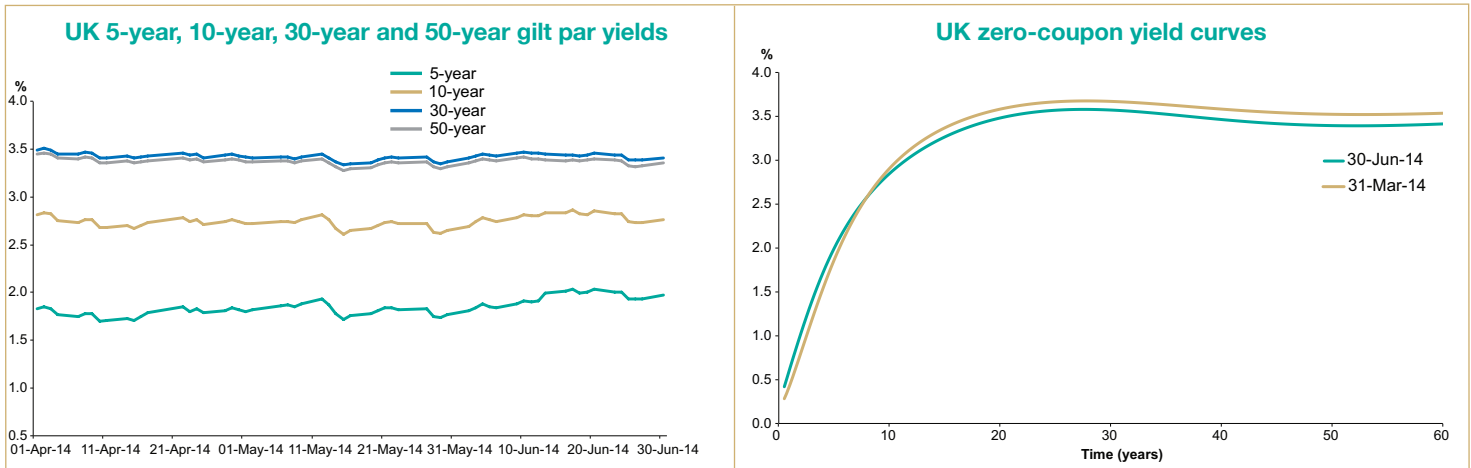
Source: ONS. These figures can be revised retrospectively.
Monetary Financial Institutions replaced 'the Banks' and 'Building societies' categories in January 2011, and excludes BoE holdings.



Source: ONS

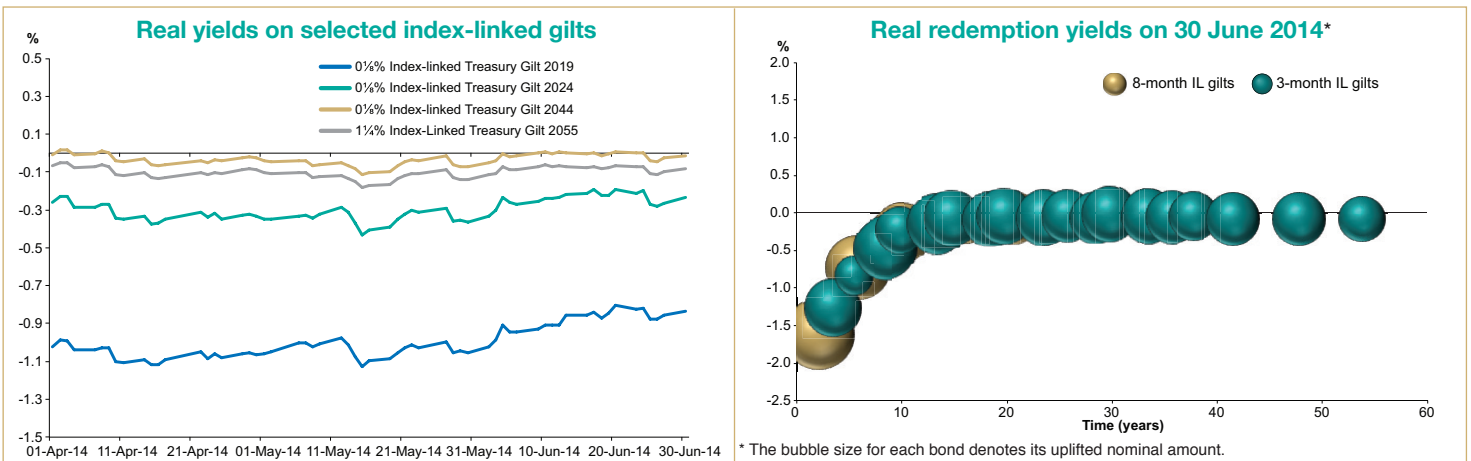
** These are based on uplifted nominal values. Figures in the pie charts may not sum due to rounding.

Conventional gilts

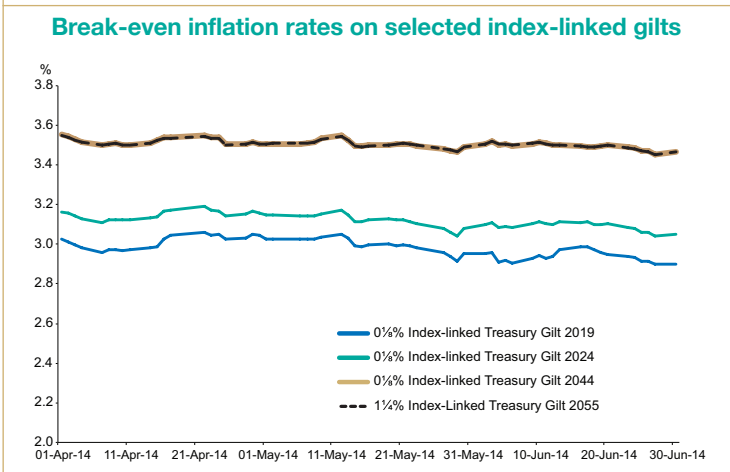


* The bubble size for each bond denotes its nominal amount.

Index-linked gilts



* The bubble size for each bond denotes its uplifted nominal amount.



Projected redemption values of index-linked gilts based on average inflation of 2½% and 3% per annum

Gilt Name	Inflation Assumptions	
	2.50%	3.00%
Nominal Amount : £100.00		
2½% Index-linked Treasury Stock 2016	325.19	327.44
1¼% Index-linked Treasury Gilt 2017	143.28	145.54
0½% Index-linked Treasury Gilt 2019	116.73	119.74
2½% Index-linked Treasury Stock 2020	350.96	359.89
1½% Index-linked Treasury Gilt 2022	152.71	158.95
0½% Index-linked Treasury Gilt 2024	133.88	140.26
2½% Index-linked Treasury Stock 2024	331.12	346.64
1¼% Index-linked Treasury Gilt 2027	183.11	195.29
0½% Index-linked Treasury Gilt 2029	154.67	166.03
4½% Index-linked Treasury Stock 2030	277.60	299.23
1¼% Index-linked Treasury Gilt 2032	185.19	202.37
0¾% Index-linked Treasury Gilt 2034	178.92	196.80
2% Index-linked Treasury Stock 2035	241.43	266.00
1½% Index-linked Treasury Gilt 2037	224.96	251.90
0½% Index-linked Treasury Gilt 2040	222.58	252.07
0½% Index-linked Treasury Gilt 2042	242.30	277.99
0½% Index-linked Treasury Gilt 2044	219.45	253.42
0¾% Index-linked Treasury Gilt 2047	260.35	329.59
0½% Index-linked Treasury Gilt 2050	289.13	343.78
0¼% Index-linked Treasury Gilt 2052	267.83	321.57
1¼% Index-linked Treasury Gilt 2055	369.30	451.40
0¾% Index-linked Treasury Gilt 2062	351.93	443.63
0½% Index-linked Treasury Gilt 2068	385.51	500.38

Data extracted from www.dmo.gov.uk report D9C on: 15/07/2014

Gilt market flows (£mn)

	Gross gilt issuance (cash)	Redemptions	Coupons*	Net financing from gilts after redemptions and coupons
Jan-13	13,097	-	-2,516	10,581
Feb-13	12,043	-	-739	11,304
Mar-13	8,423	-29,845	-11,520	-32,942
Apr-13	10,303	-	-246	10,057
May-13	11,283	-	-731	10,552
Jun-13	17,780	-	-6,974	10,806
Jul-13	11,922	-	-2,841	9,081
Aug-13	11,104	-11,780	-744	-1,420
Sep-13	18,284	-5,794	-10,857	1,633
Oct-13	15,707	-	-250	15,457
Nov-13	15,399	-	-630	14,769
Dec-13	7,481	-15	-7,022	444
Jan-14	11,943	-	-3,320	8,623
Feb-14	11,938	-	-480	11,458
Mar-14	10,248	-33,865	-10,687	-34,305
Apr-14	11,641	-	-253	11,388
May-14	5,412	-	-758	4,654
Jun-14	13,831	-	-7,021	6,810
Jul-14	16,897	-	-3,629	13,268
Aug-14	-	-	-480	-
Sep-14	-	-34,540	-10,743	-

Figures may not sum due to rounding.

*Future Coupon flow numbers are for the stock of debt outstanding at end-quarter. Redemption figures are net of official holdings.

2013-14 and 2014-15 financing requirements

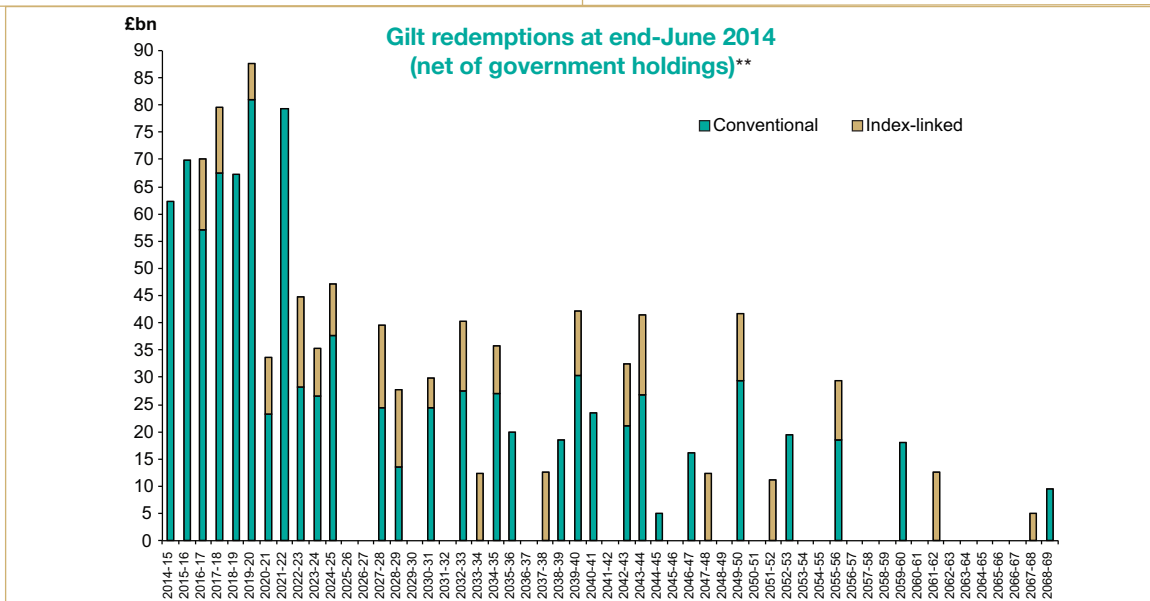
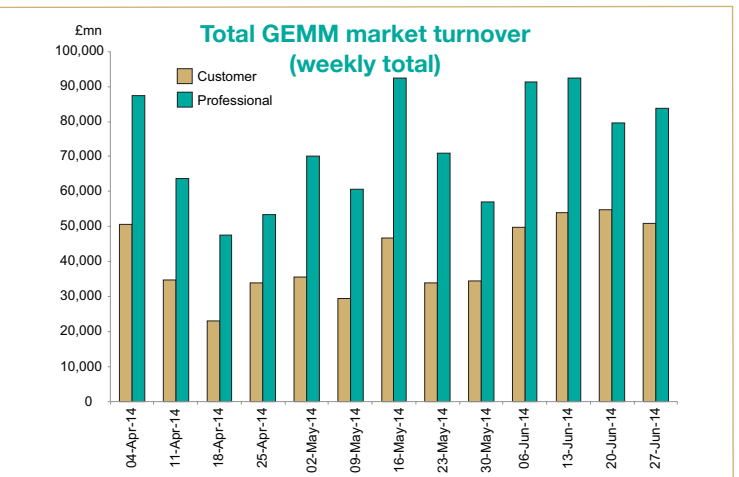
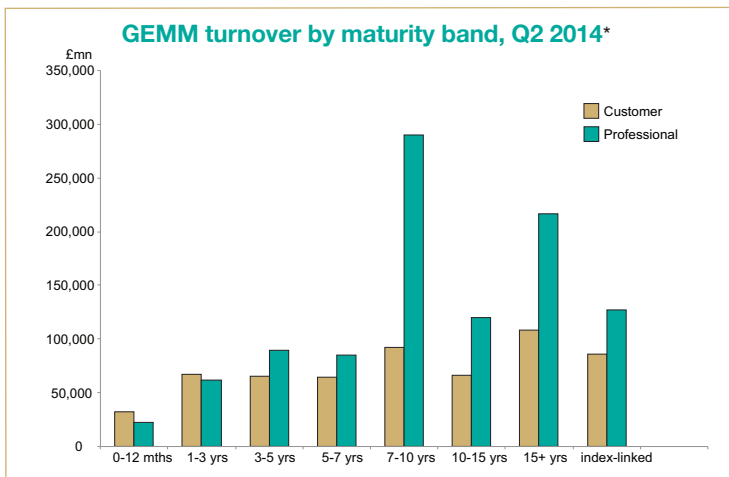
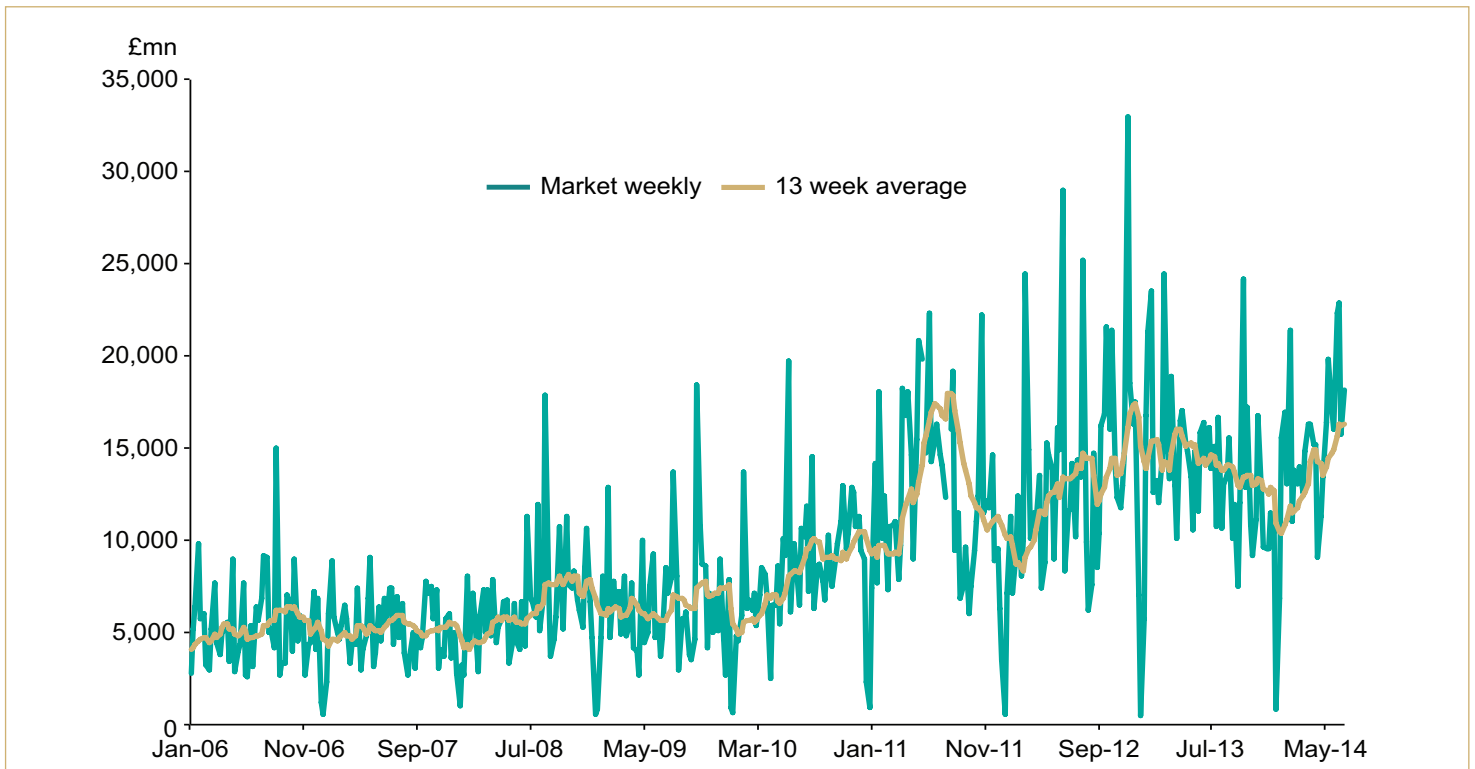
(£bn)	2013-14 (outturn)	2014-15 (Budget 2014)	2014-15*
Central Government Net Cash Requirement (CGNCR) exc. NRAM and B&B**	80.6	100.7	100.7
Gilt Redemptions	51.5	62.2	62.2
Financing for the Official Reserves	6.0	6.0	6.0
Planned financing for Network Rail			6.5
Gilt secondary market purchases	0.0	0.0	0.0
Planned short-term financing adjustment	5.8	-11.1	-21.2
Gross financing requirement	143.9	157.9	154.2
Less			
Contribution from National Savings & Investments	3.4	13.0	13.0
Net financing requirement	140.5	144.9	141.2
Gilt sales planned during the year	153.4	128.4	127.2
Change in planned Treasury bill stock	5.0	16.5	14.0
Change in Ways and Means	0.0	0.0	0.0
DMO net cash position at end of financial year	21.7	0.5	0.5

Figures may not sum due to rounding.

*as updated on 23 April 2014.

**Northern Rock Asset Management (NRAM) and Bradford and Bingley (B&B).

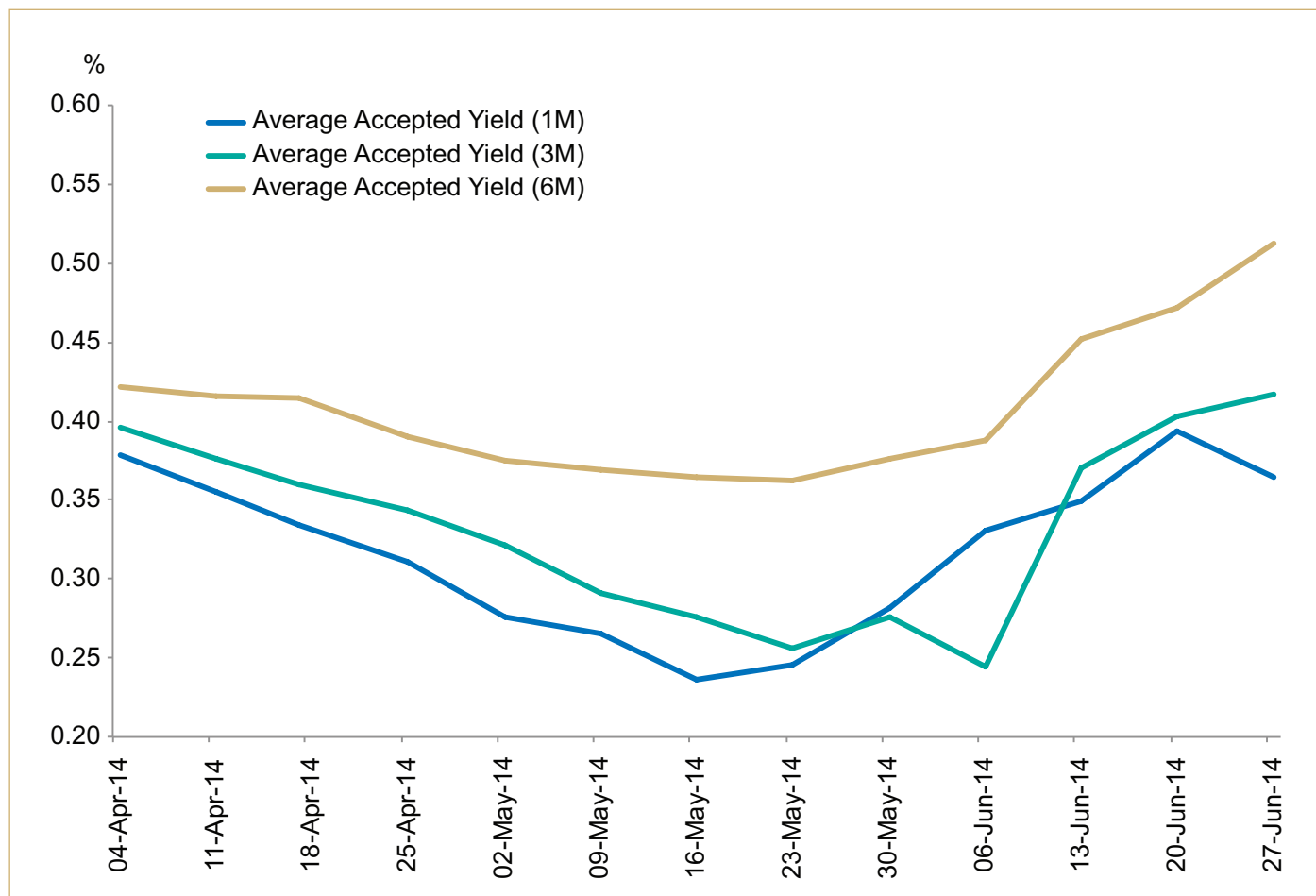
Index-linked gilt market turnover 2006-2014



*Professional turnover is defined as turnover with counterparties who are Broker Dealers (BDs), other Gilt-edged Market Makers (GEMMs), DMO or Bank of England. Customers are all others (including businesses with related entities).

** The redemption totals for index-linked gilts in this chart do not reflect the full value of inflation uplift. They are calculated in a way consistent with the formulation of the Government's financing requirement i.e. that part of the accrued inflation uplift on any redeeming gilts that represents the return to investors is included in the CGNCR in that redemption year, and the remainder is included in the redemption total for the year in which the relevant gilts redeem. 'Government holdings' is defined as gilts held by the DMO.

Treasury bill tender results April – June 2014



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Updated data, press releases and other information are available on the DMO website at www.dmo.gov.uk. Please send any queries to one of the email addresses above.

DMO website: Useful links

What's New

http://www.dmo.gov.uk/ceLogon.aspx?page=Press_New&rptcode=D8D

Events calendar

http://www.dmo.gov.uk/ceLogon.aspx?page=Events_Calendar&rptCode=D5J

Gilt market

Gilt prices page

http://www.dmo.gov.uk/index.aspx?page=Gilts/Daily_Prices

Gilts in issue

http://www.dmo.gov.uk/index.aspx?page=Gilts/Gilts_In_Issue

Summary of results from all DMO gilt operations

http://www.dmo.gov.uk/ceLogon.aspx?page=Summary_of_results&rptCode=D2.1prof7

Cash sales versus the remit (updated after each operation)

<http://www.dmo.gov.uk/index.aspx?page=Remit/Information>

Gilt issuance history

http://www.dmo.gov.uk/index.aspx?page=Gilts/Gilts_In_Issue

Overseas holdings data

http://www.dmo.gov.uk/ceLogon.aspx?page=Gilts/Overseas_Holdings&rptCode=D5N

Index-linked gilts

Index-linked gilts in issue

<http://www.dmo.gov.uk/reportView.aspx?rptCode=D1D&rptName=75321885&reportpage=D1D>

Published cash flows

http://www.dmo.gov.uk/ceLogon.aspx?page=Nominal_IL&rptCode=D5I

Daily index ratios

<http://www.dmo.gov.uk/ceLogon.aspx?page=D10C&rptcode=D10C>

Money markets

Treasury bill prices

http://www.dmo.gov.uk/ceLogon.aspx?page=tbills/Daily_Prices_Yields&rptCode=D3A

Summary of Treasury bills tender results

http://www.dmo.gov.uk/index.aspx?page=tbills/tbill_tenders

Treasury bill issuance history

http://www.dmo.gov.uk/ceLogon.aspx?page=tbills/Portfolio_Composition&rptcode=D2.2G

National Loan Guarantee Scheme

<http://www.dmo.gov.uk/index.aspx?page=CGS/NLGS2012>

Key documents

Historical copies of the Quarterly Review

http://www.dmo.gov.uk/index.aspx?page=publications/Quarterly_Reviews

Historical copies of the Annual Review

http://www.dmo.gov.uk/index.aspx?page=publications/Annual_Reviews

DMO website: Useful links

Operational Notice – Gilt market

http://www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/Opnot20140331.pdf&page=operational_rules/Document

Operational Notice – Cash market

http://www.dmo.gov.uk/documentview.aspx?docname=publications/moneymarkets/cmopnot310314.pdf&page=money_markets/publication

Guidebook – GEMMs

http://www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/guidebook20140331.pdf&page=operational_rules/Document

Debt & Reserves Management Report 2014-15

http://www.dmo.gov.uk/documentview.aspx?docname=remit/drmr1415.pdf&page=Remit/full_details

DMO Financing Remit 2014-15

http://www.dmo.gov.uk/documentview.aspx?docname=gilts/press/sa230414.pdf&page=Remit/full_details

Information Memorandum

http://www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/infmemadd220813.pdf&page=operational_rules/Document

Gilt prospectuses

<http://www.dmo.gov.uk/ceLogon.aspx?page=Prospectuses&rptcode=D8E>

Formulae for calculating gilt price from yields

<http://www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldeqns.pdf&page=Gilts/Formulae>

Public Works Loan Board (PWLB)

<http://www.dmo.gov.uk/index.aspx?page=PWLB/Introduction>