

AGENDA FOR THE CONSULTATION MEETINGS¹ WITH GILT MARKET INVESTORS (3.30PM) AND GEMMs (5.00PM) TO DISCUSS GILT ISSUANCE IN JULY - SEPTEMBER 2019, ON MONDAY 20 MAY 2019 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 July-September 2019. Attendees may be nominated by their representative organisations 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.gov.uk (020 7862 6525) or Steve Whiting steve.whiting@dmo.gov.uk (020 7862 6532) by close on Friday 17 May 2019 if you would like to attend.

- 1. Review of gilt market operations and conditions in March - May 2019.**
- 2. The DMO is currently planning to hold an index-linked gilt syndication in July 2019 and views are sought on the recommended maturity of the index-linked gilt to be sold and the timing for the transaction. The DMO also has a current planning assumption that a conventional gilt syndication will be held in September 2019 and any early views are sought on the choice of gilt to be sold and the timing for the transaction.**
- 3. Views are sought on the choice and sequencing of conventional and index-linked gilts for auction in July-September 2019, taking into account recommendations on the choice(s) of gilt(s), number and the scheduling of syndications.**
- 4. The DMO is seeking views on demand for issuance via gilt tenders in the remainder of Q1 and in Q2 2019-20, including maturity/maturities and type(s) of gilt(s) as well as timing.**
- 5. Any other business.**

Table 1 below lists the nine auctions scheduled in July - September 2019. 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, taking into account preferences for the gilt(s) to be sold at and timing of syndication(s). The DMO also welcomes views on the potential for gilt tenders to be added to the operations calendar as part of the issuance programme.

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 of gilt.

¹ Attendees are reminded that it is their responsibility to comply with competition laws and all other applicable laws.

**Table 1:
July-September 2019
Auction Calendar**

2-Jul	Conventional
16-Jul	Conventional
23-Jul	Conventional
6-Aug	Conventional
13-Aug	Conventional
20-Aug	Index-linked
3-Sep	Conventional
5-Sep	Conventional
24-Sep	Index-linked

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

2-Jul	Short
16-Jul	Long
23-Jul	Medium
6-Aug	Short
13-Aug	Long
20-Aug	Index-linked
3-Sep	Short
5-Sep	Medium
24-Sep	Index-linked

Conventional gilt issuance

- The DMO is planning for three short, two medium and two long conventional auctions in July - September 2019. Views should take into account the possibility of conventional issuance via syndication in the quarter.
- Short (three auctions): the DMO welcomes views on short candidates for auction in Q2 2019-20, including the timing of launch and maturity of a new 5-year gilt in the quarter.
- Medium (two auctions): the DMO envisages re-opening the new October 2029 gilt (to be launched on 18 June 2019) at least once in the coming quarter. Views are sought on this approach and any other medium candidates for issuance in the quarter.
- Long (two auctions): the DMO welcomes views on candidates for, and the sequencing of, long conventional gilt auctions in Q2 2019-20, taking into account the possibility of long conventional issuance via syndication towards the end of the quarter.

Index-linked gilt issuance

- There are two index-linked gilt auctions scheduled in Q2 2019-20. The DMO welcomes views on candidates for, and the sequencing of, index-linked gilt issuance via auction in the quarter. Views should take into account the assumption that an index-linked gilt will be issued via syndication in the quarter.

The DMO will announce details of the gilt operations calendar for July - September 2019 at 7.30am on Friday 31 May 2019.

The next consultation meetings to discuss gilt issuance in October - December 2019 are scheduled to be held at 3.30pm (end-investors) and 5.00pm (GEMMs) on Monday 19 August 2019.