

AGENDA FOR THE CONSULTATION MEETINGS¹ WITH GILT MARKET INVESTORS (3.30PM) AND GEMMs (5.00PM) TO DISCUSS GILT ISSUANCE IN JULY-SEPTEMBER 2018, ON MONDAY 21 MAY 2018 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 2018. 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 Steve Whiting steve.whiting@dmo.gsi.gov.uk (020 7862 6532) or policy@dmo.gsi.gov.uk by close on Friday 18 May 2018 if you would like to attend.

1. **Review of gilt market operations and conditions in April-May 2018.**
2. **The DMO anticipates holding a syndicated offering of an index-linked gilt in Q2 2018-19. Views are sought on the choice of maturity and the timing of such an offering.**
3. **Views are sought on the choice and sequencing of conventional and index-linked gilts for auctions in July-September 2018, taking into account the scheduling and type of gilt to be sold by syndication.**
4. **The DMO is seeking views on demand for issuance via gilt tenders in Q2 2018-19 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 2018. 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, in particular the sequencing by maturity of conventional auctions, taking into account preferences over the type and timing of any syndication. 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.

Table 1:
July-September 2018
Issuance Calendar

3-July	Conventional
19-July	Conventional
24-July	Conventional
8-Aug	Conventional
21-Aug	Index-linked
6-Sep	Conventional
11-Sep	Conventional
20-Sep	Conventional
25-Sep	Index-linked

Table 2:
Suggested Maturity Split
(Conventional Auctions)

3-July	Medium
19-July	Long
24-July	Short
8-Aug	Medium
21-Aug	Index-linked
6-Sep	Short
11-Sep	Long
20-Sep	Medium
25-Sep	Index-linked

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

Conventional gilt issuance

The DMO is planning that there will be two short, three medium and two long conventional auctions in July-September 2018.

- Short (two auctions): the DMO anticipates launching and then re-opening a new 5-year gilt in Q2 2018-19 and would welcome views on this, including the specific maturity date, and any other short candidates for issuance in the quarter.
- Medium (three auctions): the DMO anticipates re-opening 1½% 2028 at least twice in the quarter. Views are sought on this approach, and whether there are any other medium conventional candidates for issuance in Q2 2018-19.
- Long (two auctions): the DMO welcomes views on candidates for, and the sequencing of, long conventional gilt auctions in Q2 2018-19, including the possibility of the launch of a new 30-year gilt by auction in this quarter or by syndication later in the year.

Index-linked gilt issuance

- There are two index-linked gilt auctions scheduled in July-September 2018. 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 probability of index-linked issuance via syndication in Q2 2018-19.

The DMO will announce details of the gilt operations calendar for July-September 2018 at 7.30am on Thursday 31 May 2018.

The next consultation meetings to discuss gilt issuance in October-December 2018 are scheduled to be held at 3.30pm (end-investors) and 5.00pm (GEMMs) on Monday 20 August 2018.