

## **DMO collateral announcement: 11 January 2006**

The DMO announces that it will **not** be creating a combination of gilts and Treasury bills for use as collateral in its cash management operations in January 2006.

Paragraph 6.9 of the current DMO Exchequer cash management remit provides for the issue, on the third Wednesday of April, July and October 2005 and January 2006, of a combination of gilts and Treasury bills to be used only as collateral in the DMO's cash management operations. Collateral was created in this way in April and October 2005 but not in July 2005.

The DMO undertakes to give the market advance notice of whether such collateral is created or not.