

PRESS NOTICE

GILT OPERATIONS: OCTOBER-DECEMBER 2010

In the period October-December 2010, the UK Debt Management Office (DMO) plans to hold 11 outright auctions, two mini-tenders and one syndicated offering of gilts, as set out in the tables below¹.

The DMO is also announcing today that the next syndicated gilt offering is planned to take place in the second half of October 2010 and will be of a conventional gilt maturing in the 30-50 year area (further details about the offer will be announced around two weeks in advance of the operation).

a) Auctions

Auction date	Gilt	Details announced ² (at 3.30pm)
Tuesday 5 October	0 ⁵ / ₈ % Index-linked Treasury Gilt 2042	Tuesday 28 September
Thursday 14 October	4 ³ / ₄ % Treasury Stock 2015	Tuesday 5 October
Tuesday 19 October	1 ¹ / ₄ % Index-linked Treasury Gilt 2032	Tuesday 12 October
Thursday 21 October	3 ³ / ₄ % Treasury Gilt 2020	Tuesday 12 October
Tuesday 2 November	A new conventional gilt maturing on 22 January 2016	Tuesday 26 October
Tuesday 9 November	1 ¹ / ₄ % Index-linked Treasury Gilt 2055	Tuesday 2 November
Thursday 11 November	4 ¹ / ₂ % Treasury Gilt 2034	Tuesday 2 November
Thursday 18 November	3 ³ / ₄ % Treasury Gilt 2020	Tuesday 9 November
Tuesday 7 December	4 ¹ / ₄ % Treasury Gilt 2049	Tuesday 30 November
Wednesday 15 December	A re-opening of the new conventional gilt maturing on 22 January 2016	Tuesday 7 December
Thursday 16 December	0 ⁵ / ₈ % Index-linked Treasury Gilt 2042	Tuesday 7 December

¹ The dates of all operations in the period are subject to confirmation depending on the timing of any fiscal events.

² Including the coupon on the new gilt to be sold on 2 November.

b) Mini-tenders

Mini-tender (week)	Details announced (at 3.30pm)
wc 11 October	Choice of gilt on Friday 1 October Size and date 24-48 hours in advance.
wc 22 November	Choice of gilt on Friday 12 November Size and date 24-48 hours in advance.

c) Planned syndicated offering*

Date	Gilt	Further details
Second half of October	A conventional gilt maturing in the 30-50 year area.	Around 2 weeks in advance.

**Subject to confirmation depending on market conditions nearer the time.*

First dividend date

The new conventional gilt maturing on 22 January 2016, to be auctioned for the first time on 2 November 2010, will pay a short first dividend on 22 January 2011.

Notes for editors

The DMO's remit for 2010-11 was first published alongside the Budget on 24 March 2010 with gilt sales of £187.3 billion (cash) planned. Planned gilt sales were revised down by £2.1 billion, to £185.2 billion, on 22 April 2010 with the publication of the outturn of the Central Government Net Cash Requirement (CGNCR) for 2009-10. Planned gilt sales were further reduced by £20.2 billion to £165.0 billion at the Budget on 22 June 2010.

Progress against the remit in the financial year to-date, including the current required average sizes (in cash terms) for the remaining auctions, is summarised in the table below.

Gilt sales v remit 31 August 2010 (£ millions)					
	Conventional Gilts			Index-linked	Total
	Short	Medium	Long	gilts	
Total gilt sales to-date	27,824	19,129	20,232	19,200	86,385
Planned sales at auctions	52,600	38,200	24,200	17,000	132,000
1. Sales at auctions*	27,439	18,491	11,087	8,339	65,356
Balance of auction sales to plan	25,161	18,709	13,113	8,661	66,644
Auctions remaining	6	6	6	8	26
Auction evenflow	4,194	3,118	2,186	1,083	
2. Sales by syndication			7,995	9,319	17,314
Planned sales by syndication					26,000
3. Sales by tender			982	1,400	2,382
Planned sales by tender					7,000
Total supplementary sales			8,977	10,719	19,696
Balance to plan			7,223	6,081	13,304
4. PAOF proceeds**	386	638	168	141	1,334
Total planned sales	52,600	38,200	40,400	33,800	165,000
<i>* including PAOF proceeds to June Budget</i>					
<i>** since June Budget</i>					

The Post Auction Option Facility (PAOF) is the facility under which successful bidders at auctions have the option to purchase additional stock of up to 10% of their allocation at the average accepted/strike price at the auction, in a two hour window which closes at 2pm on the day of the auction.

This press release will be appearing on the DMO's website at: www.dmo.gov.uk