

25 September 2009

PRESS NOTICE

STERLING TREASURY BILL TENDERS: OCTOBER-DECEMBER 2009 AND UPDATE ON COLLATERAL USED FOR DMO CASH MANAGEMENT

In the third quarter of the 2009-10 financial year the United Kingdom Debt Management Office (DMO) will hold weekly tenders at which the Treasury bills on offer will include one-month (approximately 28 days), three-month (approximately 91 days) and six-month (approximately 182 days) bills.

The precise quantities and maturities of Treasury bills on offer will be announced with the results of the tender prior to the relevant tender. The tender and settlement dates for the tenders to be held in the period October-December 2009 are set out below. Due to the Christmas and New Year Bank Holidays there will be no tender in the week commencing 21 December 2009 and the tender in week commencing 28 December will be held on Thursday 31 December and will settle on Monday 4 January 2010.

<u>Tender date</u>	<u>Settlement date</u>
2 October	5 October
9 October	12 October
16 October	19 October
23 October	26 October
30 October	2 November
6 November	9 November
13 November	16 November

<u>Tender date</u>	<u>Settlement date</u>
20 November	23 November
27 November	30 November
4 December	7 December
11 December	14 December
18 December	21 December
31 December	4 January

The next quarterly notice outlining the maturities of Treasury bills to be made available at tenders in the period from January-March 2010 will be issued at 3.30pm on Friday 18 December 2009.

COLLATERAL FOR CASH MANAGEMENT OPERATIONS

The DMO is also announcing today that it will **not** be creating gilts or Treasury bills in October for use as collateral in its cash management operations.

NOTES TO EDITORS

Each quarter the DMO publishes a timetable of Treasury bill tenders for the quarter ahead, and an indication of likely maturities. The financing plans for 2009-10 as published at Budget 2009 show that the outstanding stock of Treasury bills is expected to rise by £21.6 billion to £65.6 billion by end-March 2010.

Further information on Treasury bill issuance may be found in the Exchequer Cash Management Operational Notice, which was published by the DMO on 11 September 2003.

The Operational Notice and this press release are available on the DMO's website: www.dmo.gov.uk.