

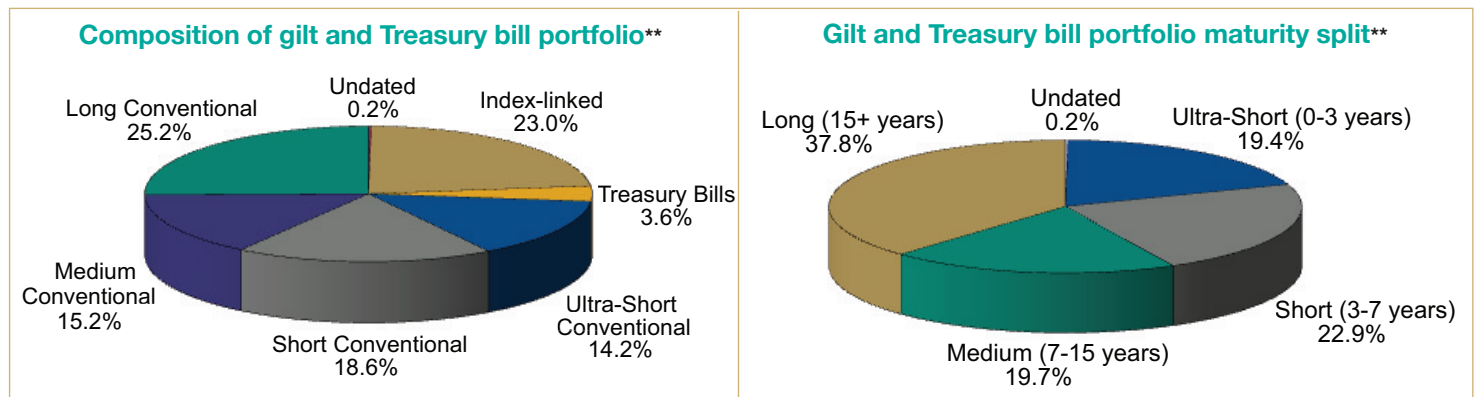


Quarterly REVIEW

Details of the Gilt and Treasury bill portfolio at 28 June 2013

Portfolio summary statistics	28 March 2013		28 June 2013	
	Gross	Net*	Gross	Net*
Nominal value of the gilt and Treasury bill portfolio - including inflation uplift	£1,326.31bn	£1,199.70bn	£1,361.15bn	£1,234.35bn
Nominal value of the gilt portfolio - including inflation uplift	£1,269.07bn	£1,142.46bn	£1,311.58bn	£1,184.78bn
<ul style="list-style-type: none"> Conventional gilts - inc. undated gilts Index-linked gilts 	£967.56bn £301.51bn	£853.34bn £289.12bn	£999.05bn £312.53bn	£884.81bn £299.96bn
Market value of the gilt and Treasury bill portfolio - including inflation uplift	£1,603.74bn	£1,444.54bn	£1,557.76bn	£1,406.54bn
Market value of the gilt portfolio	£1,546.54bn	£1,387.35bn	£1,508.22bn	£1,357.00bn
<ul style="list-style-type: none"> Conventional gilts - inc. undated gilts Index-linked gilts 	£1,149.60bn £396.94bn	£1,007.06bn £380.29bn	£1,131.05bn £377.17bn	£995.54bn £361.46bn
Market value weighted average portfolio yield:				
<ul style="list-style-type: none"> Conventional gilts - inc. undated gilts Index-linked gilts 	1.65% -0.93%	1.63% -0.91%	2.08% -0.29%	2.06% -0.28%
Market value weighted average portfolio maturity - inc TBills:	14.86 years	14.91 years	14.52 years	14.59 years
Market value weighted average portfolio maturity - exc. TBills:	15.40 years	15.52 years	14.99 years	15.12 years
<ul style="list-style-type: none"> Conventional gilts - exc. undated gilts Index-linked gilts 	13.88 years 19.78 years	13.75 years 20.19 years	13.51 years 19.44 years	13.40 years 19.84 years
Market value weighted average portfolio modified duration:				
<ul style="list-style-type: none"> Conventional gilts - inc. undated gilts Index-linked gilts 	9.19 years 19.00 years	9.12 years 19.33 years	8.77 years 18.63 years	8.70 years 18.96 years

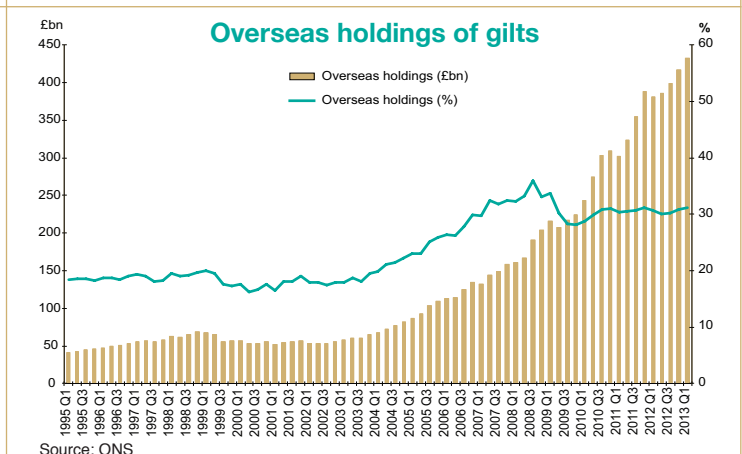
*The 'Net' holdings category excludes gilts held by the DMO.



Distribution of gilt holdings at 28 March 2013 (based on market values)

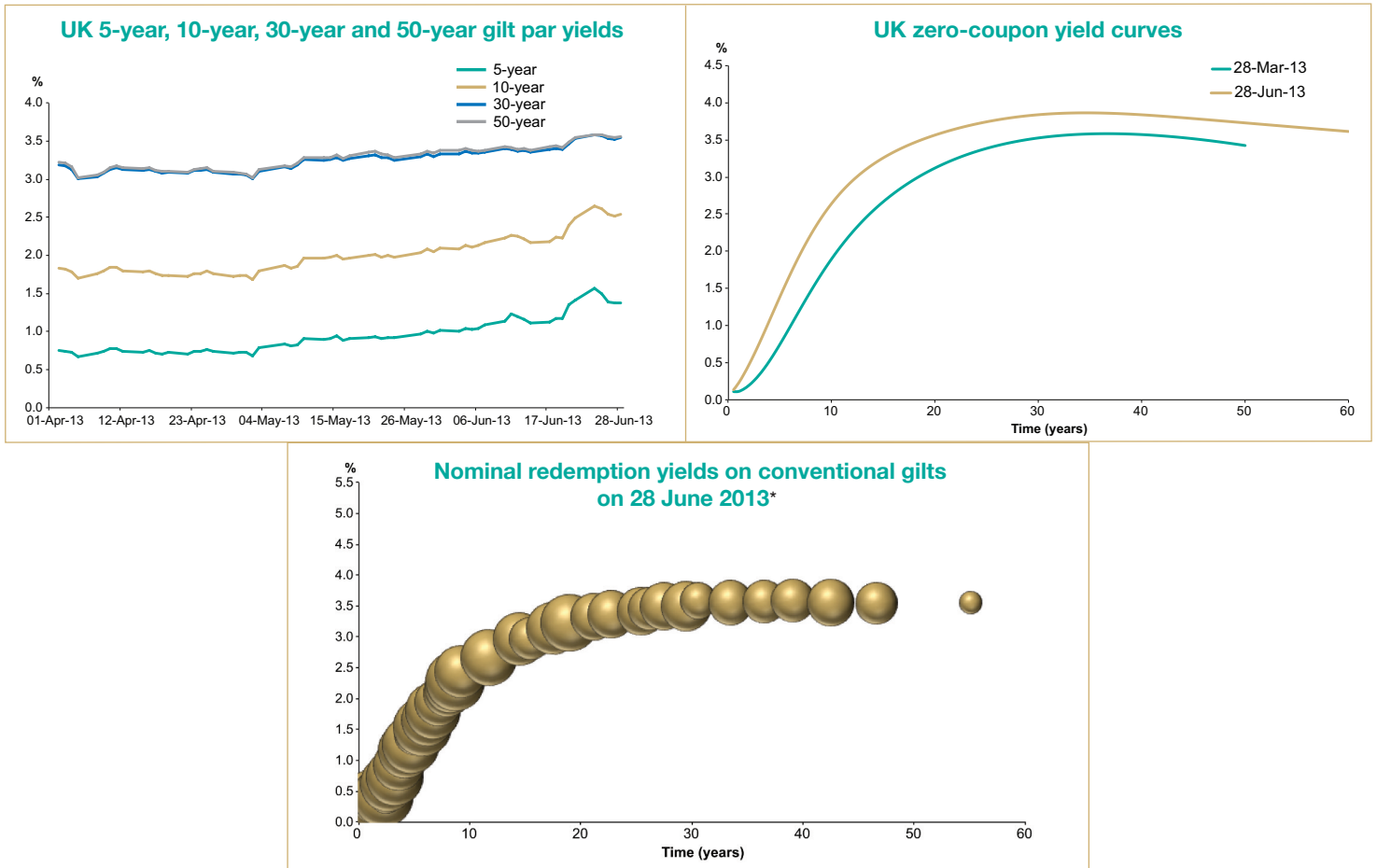
(£millions)	at end	Q4 2012	Q1 2013
Overseas		416,966	432,186
Bank of England (Asset Purchase Facility)		397,649	396,131
Insurance companies and pension funds		343,480	358,841
Monetary Financial Institutions*		95,704	108,610
Other financial institutions and other		85,388	85,352
Households		13,968	5,476
Local authorities and public corporations		881	753
TOTAL		1,354,036	1,387,349

Source: ONS & BoE. These figures can be revised retrospectively.
Monetary Financial Institutions replaced the 'Banks' and 'Building societies' categories in January 2011, and excludes BoE holdings



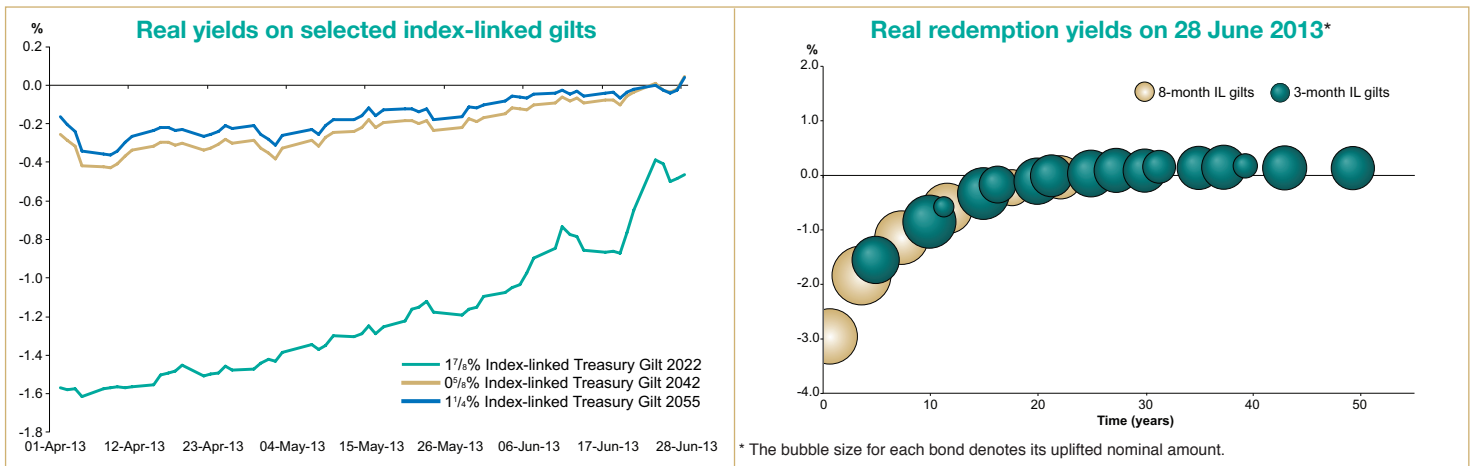
** These are based on uplifted nominal values. Figures in the pie charts may not sum due to rounding.

Conventional gilts

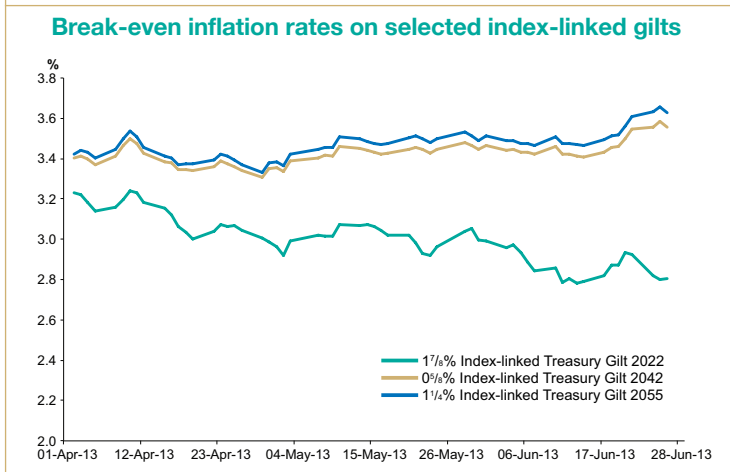


* The bubble size for each bond denotes its nominal amount. Rump gilts are not displayed in this chart.

Index-linked gilts



* The bubble size for each bond denotes its uplifted nominal amount.



Projected redemption values of index-linked gilts based on average inflation of 2½% and 3% per annum

Gilt Name	Inflation Assumptions	
	2.50%	3.00%
2½% Index-linked Treasury Stock 2016	325.79	329.78
1½% Index-linked Treasury Gilt 2017	143.55	146.59
2½% Index-linked Treasury Stock 2020	351.61	362.47
17/8% Index-linked Treasury Gilt 2022	153.00	160.09
07/8% Index-linked Treasury Gilt 2024	134.14	141.27
2½% Index-linked Treasury Stock 2024	331.73	349.12
1½% Index-linked Treasury Gilt 2027	183.46	196.69
07/8% Index-linked Treasury Gilt 2029	154.97	167.23
47/8% Index-linked Treasury Stock 2030	278.12	301.37
1½% Index-linked Treasury Gilt 2032	185.54	203.83
0¾% Index-linked Treasury Gilt 2034	179.26	198.22
2% Index-linked Treasury Stock 2035	241.88	267.90
17/8% Index-linked Treasury Gilt 2037	225.39	253.72
05/8% Index-linked Treasury Gilt 2040	223.00	253.89
05/8% Index-linked Treasury Gilt 2042	242.76	280.00
07/8% Index-linked Treasury Gilt 2044	219.87	255.25
0¾% Index-linked Treasury Gilt 2047	280.89	331.96
0½% Index-linked Treasury Gilt 2050	289.68	346.26
0¾% Index-linked Treasury Gilt 2052	268.34	323.89
1½% Index-linked Treasury Gilt 2055	370.00	454.65
03/8% Index-linked Treasury Gilt 2062	352.60	446.83

Data extracted from www.dmo.gov.uk report D9C on: 15/07/13

Gilt market flows (£mn)

	Gross gilt issuance (cash)	Redemptions	Coupons*	Net financing from gilts after redemptions and coupons
Jan-12	19,185	-256	-2,071	16,858
Feb-12	15,450	0	-737	14,713
Mar-12	12,180	-20,609	-10,718	19,147
Apr-12	17,554	0	-239	17,315
May-12	19,296	0	-734	18,562
Jun-12	11,667	-22,616	-7,344	-18,293
Jul-12	18,236	0	-2,411	15,825
Aug-12	10,106	-191	-738	9,177
Sep-12	16,486	0	-10,721	5,765
Oct-12	18,588	0	-243	18,345
Nov-12	14,832	0	-744	14,088
Dec-12	4,748	0	-6,937	-2,189
Jan-13	13,097	0	-2,516	10,581
Feb-13	12,043	0	-739	11,304
Mar-13	8,423	-29,845	-11,520	-32,942
Apr-13	10,303	-	-246	10,057
May-13	11,283	-	-731	10,552
Jun-13	17,780	-	-6,974	10,806
Jul-13	11,922	-	-2,841	9,081
Aug-13	-	-11,780	-744	-
Sep-13	-	-5,794	-10,857	-

Figures may not sum due to rounding.

*Coupon flow numbers are for the stock of debt outstanding at end-quarter.

2012-13 and 2013-14 financing requirements

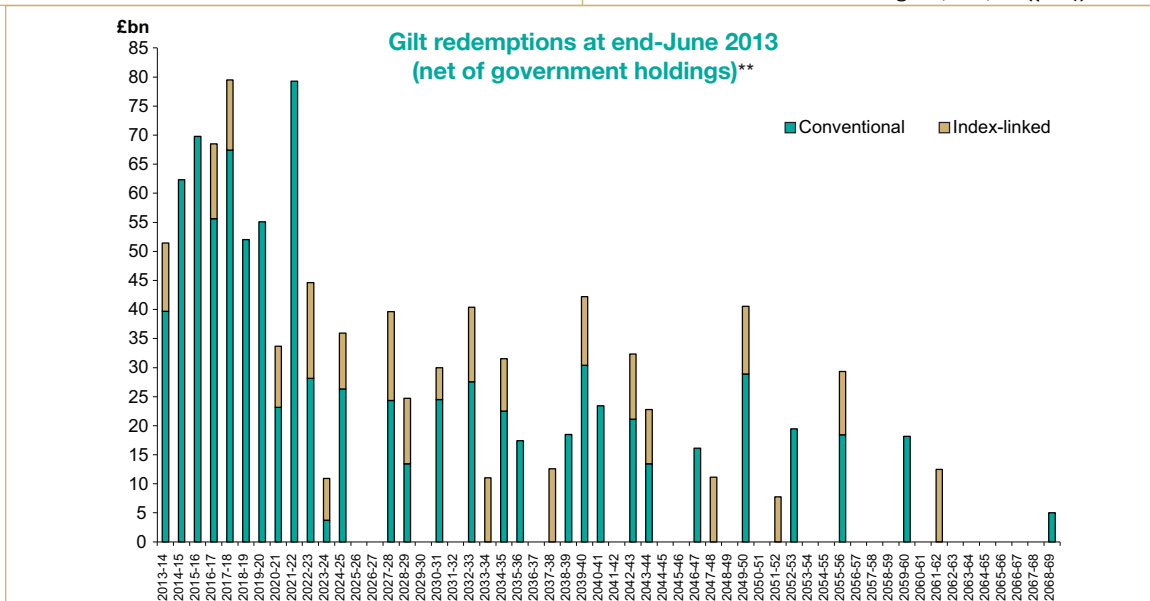
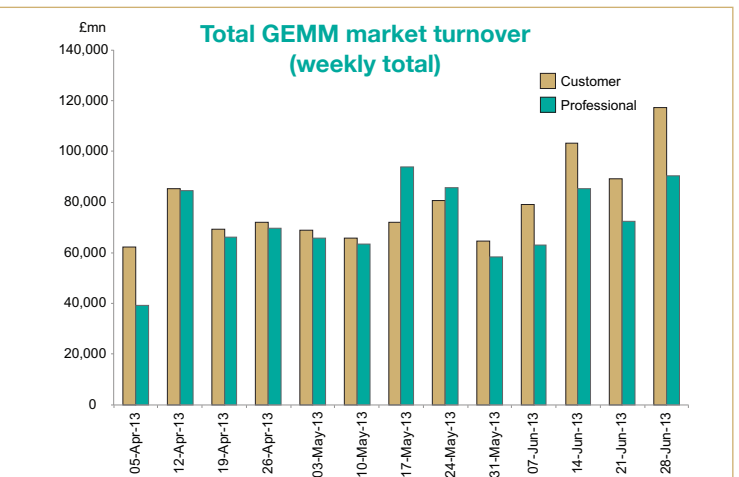
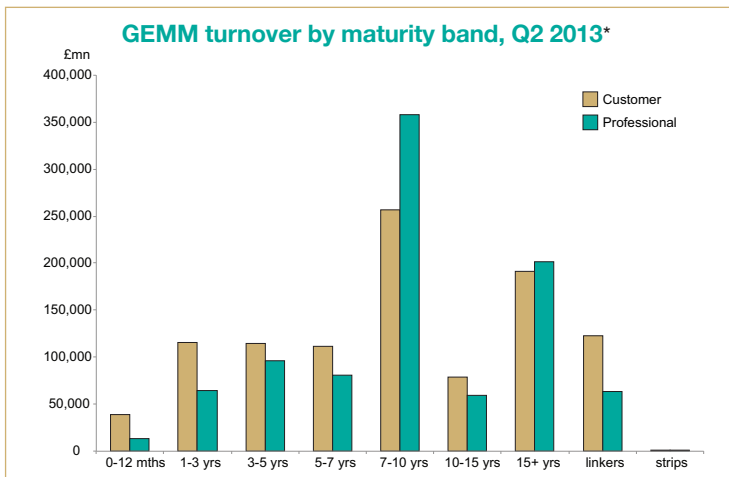
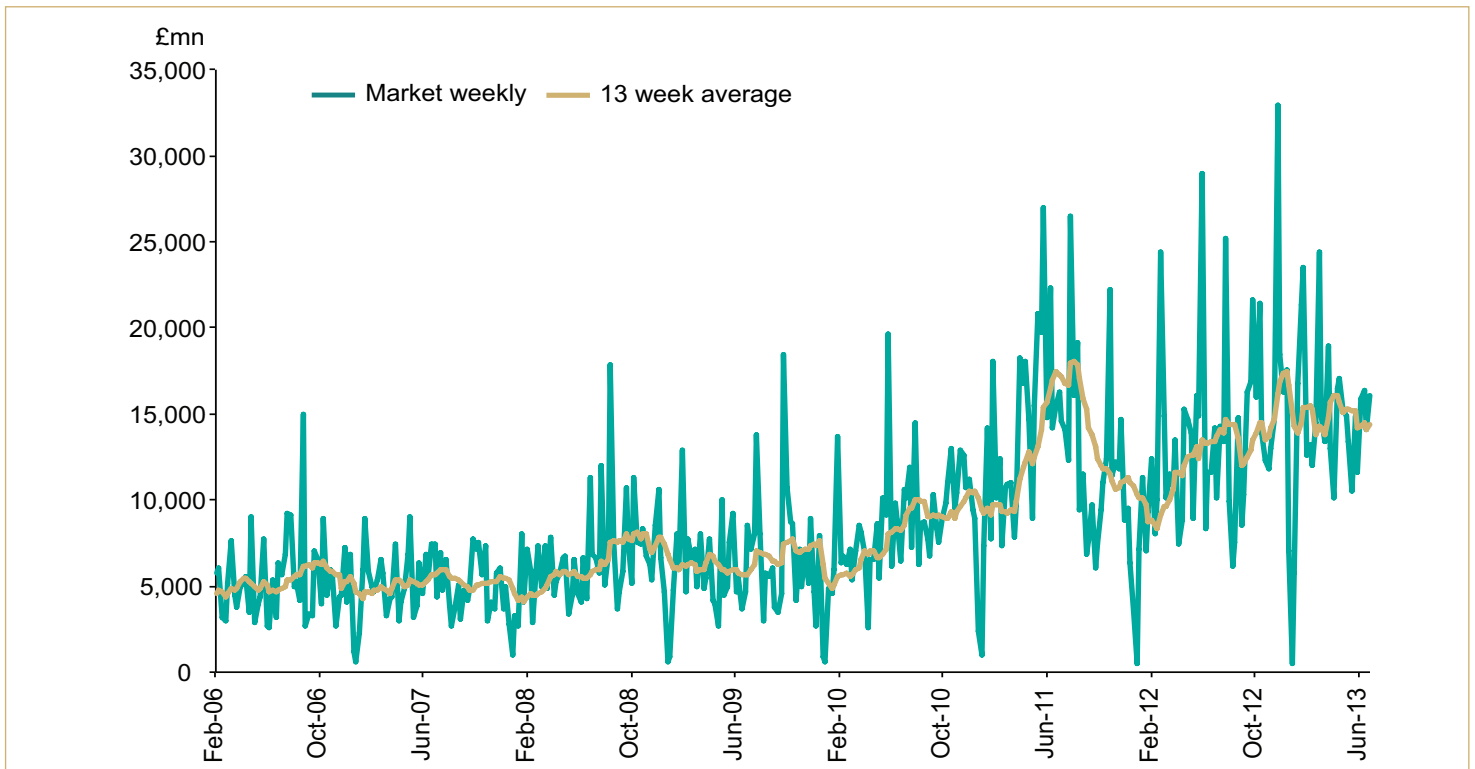
(£bn)	2012-2013 (Budget 2013)	2012-13 (Outturn)	2013-14*
Central Government Net Cash Requirement (CGNCR) forecast	105.1	112.2	113.9
Adjustment for NRAM and B&B*	-2.7	-2.7	-2.9
Gilt Redemptions	52.9	52.9	51.5
Financing for the Official Reserves	6.0	6.0	6.0
Debt buy-backs	0.0	0.0	0.0
Planned short-term financing adjustment	-17.2	-17.2	0.0
Gross financing requirement	144.1	151.3	168.5
Less			
Contribution from National Savings & Investments	-0.8	-0.7	0.0
Net financing requirement	144.9	151.9	168.5
Gilt sales planned during the year	164.8	165.1	155.7
Change in planned Treasury bill stock	-14.4	-13.2	12.8
Change in Ways and Means	0.0	0.0	0.0
DMO net cash position at end of financial year	6.1	0.5	0.5

Figures may not sum due to rounding.

* as updated on 23 April 2013.

* Northern Rock Asset Management (NRAM) and Bradford and Bingley (B&B).

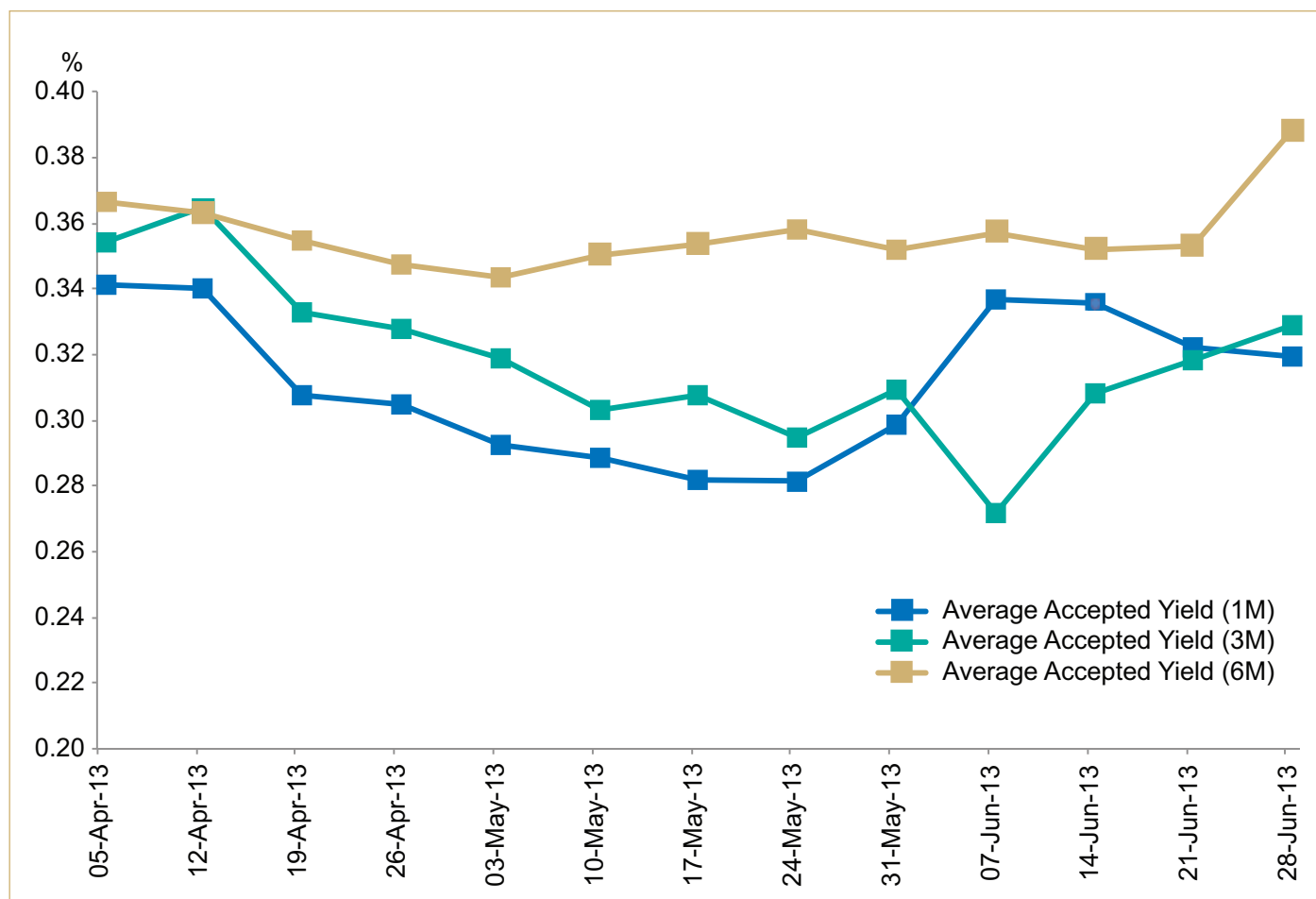
Index-Linked Gilts – Weekly turnover & 13-week averages 2006-2013



*Professional turnover is defined as turnover with counterparties who are Broker Dealers (BDs), other Gilt-edged Market Makers (GEMMs), DMO or Bank of England. Customers are all others (including businesses with related entities).

** The redemption totals for index-linked gilts in this chart do not reflect the full value of inflation uplift. They are calculated in a way consistent with the formulation of the Government's financing requirement i.e. that part of the accrued inflation uplift on any redeeming gilts that represents the return to investors is included in the CGNCR in that redemption year, and the remainder is included in the redemption total for the year in which the relevant gilts redeem. 'Government holdings' is defined as gilts held by the DMO.

Treasury bill tender results



Contacts

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Public Works Loan Board	0845 357 6610	pwlb@dmo.gsi.gov.uk

Updated data, press releases and other information are available on the DMO website at www.dmo.gov.uk. Please send any queries to one of the email addresses above.

DMO Website: Useful Website Links

What's New

http://www.dmo.gov.uk/ceLogon.aspx?page=Press_New&rptcode=D8D

Events calendar

http://www.dmo.gov.uk/ceLogon.aspx?page=Events_Calendar&rptCode=D5J

Gilt market

Gilt prices page

www.dmo.gov.uk/index.aspx?page=Gilts/Daily_Prices

Gilts in issue

http://www.dmo.gov.uk/index.aspx?page=Gilts/Gilts_In_Issue

Summary of results from all DMO gilt operations

http://www.dmo.gov.uk/ceLogon.aspx?page=Summary_of_results&rptCode=D2.1prof7

Cash sales versus the remit (updated after each operation)

<http://www.dmo.gov.uk/index.aspx?page=Remit/Information>

Gilt issuance history

http://www.dmo.gov.uk/index.aspx?page=Gilts/Gilts_In_Issue

Overseas holdings data

http://www.dmo.gov.uk/ceLogon.aspx?page=Gilts/Overseas_Holdings&rptCode=D5N

Index-linked gilts

Index-linked gilts in issue

<http://www.dmo.gov.uk/reportView.aspx?rptCode=D1D&rptName=75321885&reportpage=D1D>

Published cash flows

http://www.dmo.gov.uk/ceLogon.aspx?page=Nominal_IL&rptCode=D5I

Daily index ratios

<http://www.dmo.gov.uk/ceLogon.aspx?page=D10C&rptcode=D10C>

Money markets

Treasury bill prices

http://www.dmo.gov.uk/ceLogon.aspx?page=tbills/Daily_Prices_Yields&rptCode=D3A

Summary of Treasury bills tender results

www.dmo.gov.uk/index.aspx?page=tbills/tbill_tenders

Treasury bill issuance history

http://www.dmo.gov.uk/ceLogon.aspx?page=tbills/Portfolio_Composition&rptcode=D2.2G

Guarantee schemes

<http://www.dmo.gov.uk/index.aspx?page=CGS/CGSIntro>

Key documents

Historical copies of the Quarterly Review

www.dmo.gov.uk/index.aspx?page=publications/Quarterly_Reviews

Historical copies of the Annual Review

http://www.dmo.gov.uk/index.aspx?page=publications/Annual_Reviews

DMO Website: Useful Website Links

Operational Notice – Gilt market

http://www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/Opnot20130125.pdf&page=operational_rules/Document

Operational Notice – Cash market

http://www.dmo.gov.uk/documentview.aspx?docname=publications/moneymarkets/cmopnot180210.pdf&page=money_markets/publication

Guidebook – GEMMs

http://www.dmo.gov.uk/documentview.aspx?docname=publications/operationalrules/guidebook20130125.pdf&page=operational_rules/Document

Debt & Reserves Management Report 2013-14

http://www.dmo.gov.uk/documentview.aspx?docname=remit/drmr1314.pdf&page=Remit/full_details

DMO Financing Remit 2013-14

http://www.dmo.gov.uk/documentview.aspx?docname=gilts/press/pr230413.pdf&page=Remit/full_details

Gilt prospectuses

<http://www.dmo.gov.uk/ceLogon.aspx?page=Prospectuses&rptcode=D8E>

Formulae for calculating gilt price from yields

<http://www.dmo.gov.uk/documentview.aspx?docname=/giltsmarket/formulae/yldeqns.pdf&page=Gilts/Formulae>

Public Works Loan Board (PWLB)

<http://www.dmo.gov.uk/index.aspx?page=PWLB/Introduction>