



EMBARGOED UNTIL 11:00 A.M.
March 8, 2004

CONTACT: Office of Financing
202/691-3550

TREASURY OFFERS 5-YEAR NOTES AND 9-YEAR 11-MONTH 4% NOTES

The Treasury will auction \$16,000 million of 5-year notes and \$11,000 million of 9-year 11-month 4% notes to raise new cash.

Up to \$1,000 million in noncompetitive bids from Foreign and International Monetary Authority (FIMA) accounts bidding through the Federal Reserve Bank of New York will be included within the offering amount of each auction. These noncompetitive bids will have a limit of \$100 million per account and will be accepted in the order of smallest to largest, up to the aggregate award limit of \$1,000 million.

The auctions being announced today will be conducted in the single-price auction format. All competitive and noncompetitive awards will be at the highest yield of accepted competitive tenders. The allocation percentage applied to bids awarded at the highest yield will be rounded up to the next hundredth of a whole percentage point, e.g., 17.13%.

The notes being offered today are eligible for the STRIPS program.

This offering of Treasury securities is governed by the terms and conditions set forth in the Uniform Offering Circular for the Sale and Issue of Marketable Book-Entry Treasury Bills, Notes, and Bonds (31 CFR Part 356, as amended).

Details about the notes are given in the attached offering highlights.

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Attachment

HIGHLIGHTS OF TREASURY OFFERINGS TO THE PUBLIC OF
5-YEAR NOTES AND 9-YEAR 11-MONTH 4% NOTES TO BE ISSUED MARCH 15, 2004

March 8, 2004

<u>Offering Amount</u>	\$16,000 million	\$11,000 million
<u>Maximum Award (35% of Offering Amount)</u>	\$ 5,600 million	\$ 3,850 million
<u>Maximum Recognized Bid at a Single Yield</u> ..	\$ 5,600 million	\$ 3,850 million
<u>NLP Reporting Threshold</u>	\$ 5,600 million	\$ 3,850 million
<u>NLP Exclusion Amount</u>	None	\$ 5,600 million

Description of Offering

Term and type of security.....	5-year notes	9-year 11-month 4% notes (reopening)
Series.....	F-2009	B-2014
CUSIP number.....	912828 CC 2	912828 CA 6
Auction date.....	March 10, 2004	March 11, 2004
Issue date.....	March 15, 2004	March 15, 2004
Dated date.....	March 15, 2004	February 15, 2004
Maturity date.....	March 15, 2009	February 15, 2014
Interest rate.....	Determined based on the highest accepted competitive bid	4%
Amount currently outstanding.....	Not applicable	\$17,082 million
Yield.....	Determined at auction	Determined at auction
Interest payment dates.....	September 15 and March 15	August 15 and February 15
Minimum bid amount and multiples.....	\$1,000	\$1,000
Accrued interest payable by investor.....	None	\$3.18681 per \$1,000 (from February 15 to March 15, 2004)
Premium or discount.....	Determined at auction	Determined at auction

STRIPS Information:

Minimum amount required.....	\$1,000	\$1,000
Corpus CUSIP number.....	912820 JZ 1	912820 JX 6
Due date(s) and CUSIP number(s) for additional TINT(s)	March 15, 2009 - - 912833 2B 5	Not applicable

The following rules apply to all securities mentioned above:

Submission of Bids:

Noncompetitive bids: Accepted in full up to \$5 million at the highest accepted yield.

Foreign and International Monetary Authority (FIMA) bids: Noncompetitive bids submitted through the Federal Reserve Banks as agents for FIMA accounts. Accepted in order of size from smallest to largest with no more than \$100 million awarded per account. The total noncompetitive amount awarded to Federal Reserve Banks as agents for FIMA accounts will not exceed \$1,000 million. A single bid that would cause the limit to be exceeded will be partially accepted in the amount that brings the aggregate award total to the \$1,000 million limit. However, if there are two or more bids of equal amounts that would cause the limit to be exceeded, each will be prorated to avoid exceeding the limit.

Competitive bids:

- (1) Must be expressed as a yield with three decimals, e.g., 7.123%.
- (2) Net long position (NLP) for each bidder must be reported when the sum of the total bid amount, at all yields, and the net long position equals or exceeds the NLP reporting threshold stated above.
- (3) Net long position must be determined as of one half-hour prior to the closing time for receipt of competitive tenders.

Receipt of Tenders:

Noncompetitive tenders.....Prior to 12:00 noon eastern standard time on auction day
Competitive tenders.....Prior to 1:00 p.m. eastern standard time on auction day

Payment Terms:.....By charge to a funds account at a Federal Reserve Bank on issue date, or payment of full par amount with tender. *TreasuryDirect* customers can use the Pay Direct feature which authorizes a charge to their account of record at their financial institution on issue date.