



EMBARGOED UNTIL 2:30 P.M.
August 11, 1998

CONTACT: Office of Financing
202/219-3350

TREASURY'S WEEKLY BILL OFFERING

The Treasury will auction two series of Treasury bills totaling approximately \$13,000 million, to be issued August 20, 1998. This offering will provide about \$350 million of new cash for the Treasury, as the maturing publicly held 13-week and 26-week bills are outstanding in the amount of \$12,655 million. In addition to the maturing 13-week and 26-week bills, there are \$13,218 million of maturing publicly held 52-week bills. The disposition of this latter amount was announced last week.

In addition to the public holdings, Federal Reserve Banks for their own accounts hold \$13,297 million of the maturing bills. These accounts are considered to hold \$7,732 million of the maturing 13-week and 26-week issues, which may be refunded at the weighted average discount rate of accepted competitive tenders. Amounts issued to these accounts will be in addition to the offering amount.

Federal Reserve Banks hold \$3,100 million of the maturing bills as agents for foreign and international monetary authorities. These may be refunded within the offering amount at the weighted average discount rate of accepted competitive tenders. Additional amounts may be issued for such accounts if the aggregate amount of new bids exceeds the aggregate amount of maturing bills. For purposes of determining such additional amounts, foreign and international monetary authorities are considered to hold \$1,623 million of the original 13-week and 26-week issues.

Tenders for the bills will be received at Federal Reserve Banks and Branches and at the Bureau of the Public Debt, Washington, D. C. This offering of Treasury securities is governed by the terms and conditions set forth in the Uniform Offering Circular (31 CFR Part 356, as amended) for the sale and issue by the Treasury to the public of marketable Treasury bills, notes, and bonds.

Details about each of the new securities are given in the attached offering highlights.

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Attachment

HIGHLIGHTS OF TREASURY OFFERINGS OF WEEKLY BILLS
TO BE ISSUED AUGUST 20, 1998

August 11, 1998

<u>Offering Amount</u>	\$5,750 million	\$7,250 million
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Description of Offering:

Term and type of security	91-day bill	182-day bill
CUSIP number	912795 AR 2	912795 BB 6
Auction date	August 17, 1998	August 17, 1998
Issue date	August 20, 1998	August 20, 1998
Maturity date	November 19, 1998	February 18, 1999
Original issue date	May 21, 1998	August 20, 1998
Currently outstanding	\$11,367 million	- - -
Minimum bid amount	\$1,000	\$1,000
Multiples	\$1,000	\$1,000

The following rules apply to all securities mentioned above:

Submission of Bids:

Noncompetitive bids	Accepted in full up to \$1,000,000 at the average discount rate of accepted competitive bids.
Competitive bids	(1) Must be expressed as a discount rate with three decimals in increments of .005%, e.g., 7.100%, 7.105%.
	(2) Net long position for each bidder must be reported when the sum of the total bid amount, at all discount rates, and the net long position is \$1 billion or greater.
	(3) Net long position must be determined as of one half-hour prior to the closing time for receipt of competitive tenders.

Maximum Recognized Bid

at a Single Yield

35% of public offering

Maximum Award

35% of public offering

Receipt of Tenders:

Noncompetitive tenders	Prior to 12:00 noon Eastern Daylight Saving time on auction day
Competitive tenders	Prior to 1:00 p.m. Eastern Daylight Saving time on auction day

Payment Terms

Full payment with tender or by charge to a funds account at a Federal Reserve Bank on issue date
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