

TREASURY



NEWS

OFFICE OF PUBLIC AFFAIRS • 1500 PENNSYLVANIA AVENUE, N.W. • WASHINGTON, D.C. • 20220 • (202) 622-2960

EMBARGOED UNTIL 2:30 P.M.
October 1, 1998

CONTACT: Office of Financing
202/219-3350

TREASURY OFFERS 13-WEEK AND 26-WEEK BILLS

The Treasury will auction two series of Treasury bills totaling approximately \$16,000 million to refund \$13,025 million of publicly held securities maturing October 8, 1998, and to raise about \$2,975 million of new cash.

In addition to the public holdings, Federal Reserve Banks for their own accounts hold \$6,569 million of the maturing bills, 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.

The maturing bills held by the public include \$2,093 million held by Federal Reserve Banks as agents for foreign and international monetary authorities, which 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.

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.

oOo

Attachment

HIGHLIGHTS OF TREASURY OFFERINGS OF BILLS
TO BE ISSUED OCTOBER 8, 1998

October 1, 1998

<u>Offering Amount</u>	\$8,000 million	\$8,000 million
<u>Description of Offering:</u>		
Term and type of security	91-day bill	182-day bill
CUSIP number	912795 BS 9	912795 BG 5
Auction date	October 5, 1998	October 5, 1998
Issue date	October 8, 1998	October 8, 1998
Maturity date	January 7, 1999	April 8, 1999
Original issue date	January 8, 1998	October 8, 1998
Currently outstanding	\$30,018 million	- - -
Minimum bid amount and multiples	\$1,000	\$1,000

The following rules apply to all securities mentioned above:

Submission of Bids:

- Noncompetitive bidsAccepted 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 Yield35% of public offering

Maximum Award35% of public offering

Receipt of Tenders:

- Noncompetitive tendersPrior to 12:00 noon Eastern Daylight Saving time on auction day
- Competitive tendersPrior to 1:00 p.m. Eastern Daylight Saving 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. Treasury Direct customers can use the Pay Direct feature which authorizes a charge to their account of record at their financial institution on issue date.