

TREASURY



NEWS

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

EMBARGOED UNTIL 10:00 A.M.
December 31, 1997

CONTACT: Office of Financing
202/219-3350

TREASURY TO AUCTION \$8,000 MILLION OF
10-YEAR INFLATION-INDEXED NOTES

The Treasury will auction \$8,000 million of 10-year inflation-indexed notes to raise cash.

Amounts bid by Federal Reserve Banks for their own accounts, and as agents for foreign and international monetary authorities will be added to the offering.

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

Tenders 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 the security are given in the attached offering highlights.

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Attachment

**HIGHLIGHTS OF TREASURY OFFERING TO THE PUBLIC OF
10-YEAR INFLATION-INDEXED NOTES TO BE ISSUED JANUARY 15, 1998**

December 31, 1997

Offering Amount.....\$8,000 million

STRIPS Information:

Description of Offering:

Term and type of security...10-year inflation-
indexed notes

Series.....A-2008

CUSIP number.....912827 3T 7

Auction date.....January 8, 1998

Issue date.....January 15, 1998

Dated date.....January 15, 1998

Maturity date.....January 15, 2008

Interest rate.....Determined based on
the highest accepted bid

Real yield.....Determined at auction

Interest payment dates.....July 15 and January 15

Minimum bid amount.....\$1,000

Multiples.....\$1,000

Accrued interest.....None

Premium or discount.....Determined at auction

Due dates and CUSIP numbe
for TINTS:

	912833
July 15, 1998	TG 5
January 15, 1999	TH 3
July 15, 1999	TJ 9
January 15, 2000	TK 6
July 15, 2000	TL 4
January 15, 2001	TM 2
July 15, 2001	TN 0
January 15, 2002	TP 5
July 15, 2002	TQ 3
January 15, 2003	TR 1
July 15, 2003	TS 9
January 15, 2004	TT 7
July 15, 2004	TU 4
January 15, 2005	TV 2
July 15, 2005	TW 0
January 15, 2006	TX 8
July 15, 2006	TY 6
January 15, 2007	TZ 3
July 15, 2007	UA 6
January 15, 2008	UB 4

STRIPS Information:

Minimum amount required.....Determined at auction

Corpus CUSIP number.....912820 CL 9

Submission of Bids:

Noncompetitive bids: Will be accepted in full up to \$5,000,000 at the highest
accepted yield.

Competitive bids:

- (1) Must be expressed as a real yield with three decimals, e.g., 3.123%.
- (2) Net long position for each bidder must be reported when the sum of the total bid amount, at all yields, and the net long position is \$2 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 Standard time on auction day.

Competitive tenders: Prior to 1:00 p.m. Eastern Standard 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.

Indexing Information:

CPI Base Reference Period..... 1982-1984

Ref CPI 01/15/1998..... 161.55484

Index Ratio 01/15/1998..... 1.00000