

Exhibit A

GOALS OF DEBT MANAGEMENT

- **Sound cash management**
- **Lowest cost financing for taxpayers**
- **Promoting efficient capital markets**

GUIDING PRINCIPLES

- **Maintaining “risk free” status**
- **Maintaining consistency and predictability**
- **Ensuring market liquidity**
- **Financing across the yield curve**
- **Employing unitary financing**

Exhibit C

Public Debt

As of May 31, 1998
(Billions)

I. Privately held	
Marketable:	
Bills	\$ 449
Coupons	2,430
Inflation-indexed securities	48
Subtotal	<hr/> 2,926
Nonmarketable:	
State and Local Government Series	151
U.S. Savings Bonds	181
Other	100
Subtotal	<hr/> 432
II. Held by the Federal Reserve Banks	444
III. Held by U.S. Government Accounts	1,704
TOTAL	<hr/> <hr/> \$ 5,506

Note: Detail may not add, due to rounding.

Exhibit D

Financing Need

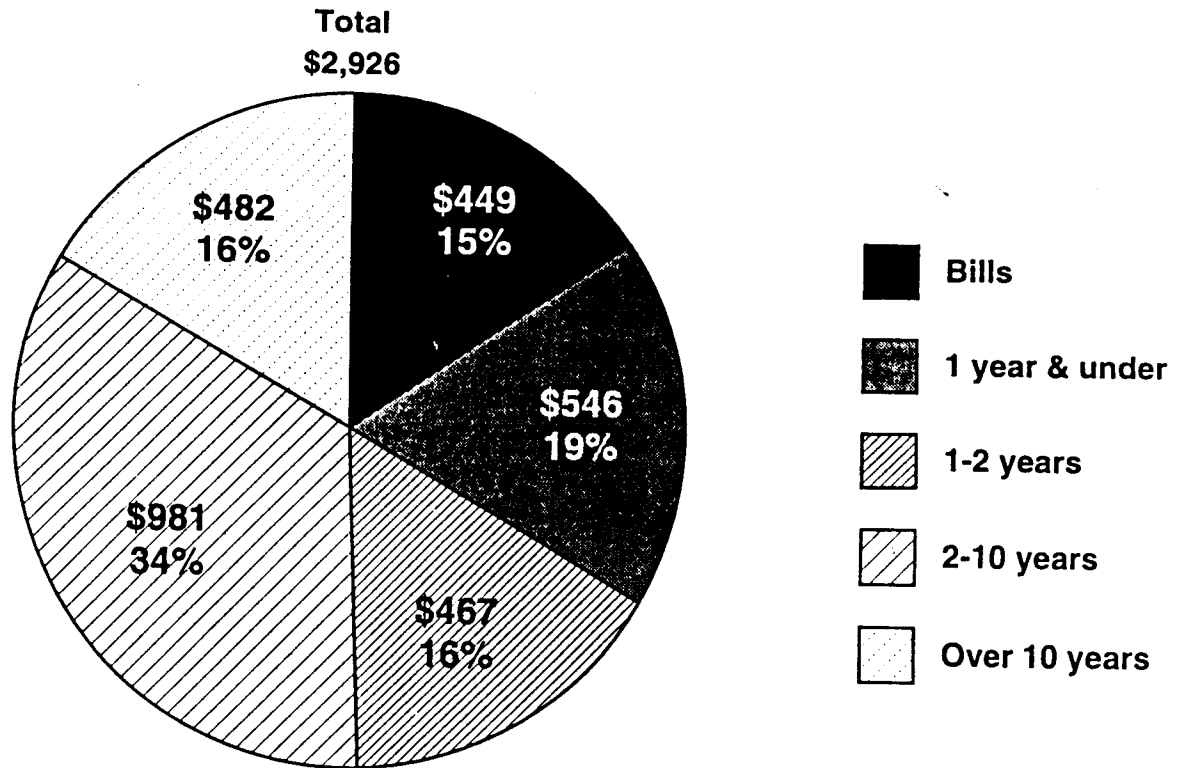
(Billions)

	FY 1995	FY 1996	FY 1997	FY 1998 (estimate)
Unified Budget	\$ -164	\$ -107	\$ -22	\$ 39
Financing Accounts	-4	-12	-21	-16
	<u>\$ -168</u>	<u>\$ -119</u>	<u>\$ -42</u>	<u>\$ 23</u>
Nonmarketable Securities	-19	-15	16	52
Adjustments to Cash Basis and Other	18	-24	6	3
Net Market Borrowing	169	158	21	-79
	<u>\$ 168</u>	<u>\$ 119</u>	<u>\$ 42</u>	<u>\$ -23</u>
Maturing Coupon Securities	\$ 351	\$ 440	\$ 481	\$ 510

Note: Detail may not add, due to rounding.

PRIVATE HOLDINGS OF TREASURY MARKETABLE DEBT BY REMAINING MATURITY

Billions of dollars



As of May 31, 1998