EMBARGOED UNTIL 9:00 A.M.                  PUBLIC CONTACT: Office of Financing
March 7, 2000                                              202-691-3550
MEDIA CONTACT : Bill Buck
202-622-1997

TREASURY ANNOUNCES DEBT BUYBACK OPERATION

On March 9, 2000, the Treasury will buy back up to $1,000 million par of
its outstanding issues that mature between February 2015 and February 2020.
Treasury reserves the right to accept less than the announced amount.

This debt buyback (redemption) operation will be conducted by Treasury’s
Fiscal Agent, the Federal Reserve Bank of New York, using its Open Market
operations system. Only institutions that the Federal Reserve Bank of New
York has approved to conduct Open Market transactions may submit offers on
behalf of themselves and their customers. Offers at the highest accepted price
for a particular issue may be accepted on a prorated basis, rounded up to the
next $100,000. As a result of this rounding, the Treasury may buy back an
amount slightly larger than the one announced above.

This debt buyback operation is governed by the terms and conditions set
forth in 31 CFR Part 375 and this announcement.

The debt buyback operation regulations are available on the Bureau of the

Details about the operation and each of the eligible issues are given in
the attached highlights.

Attachment
HIGHLIGHTS OF TREASURY DEBT BUYBACK OPERATION

March 7, 2000

Par amount to be bought back ........... Up to $1,000 million
Operation date ....................... March 9, 2000
Operation close time .................. 11:00 a.m. Eastern Standard time
Settlement date ........................ March 13, 2000
Minimum par offer amount .......... $100,000
Multiples of par ................... $100,000
Format for offers..... Expressed in terms of price per $100 of par with three decimals. The first two decimals represent fractional 32nds of a dollar. The third decimal represents eighths of a 32nd of a dollar, and must be a 0, 2, 4, or 6.
Delivery instructions ............... ABA Number 021001208 FRB NYC/CUST

Treasury issues eligible for debt buyback operation (in millions):

<table>
<thead>
<tr>
<th>Coupon Rate (%)</th>
<th>Maturity Date</th>
<th>CUSIP Number</th>
<th>Par Amount Outstanding*</th>
<th>Par Amount Privately Held*</th>
<th>Par Amount Held as STRIPS*</th>
</tr>
</thead>
<tbody>
<tr>
<td>11.250</td>
<td>02/15/2015</td>
<td>912810 DP 0</td>
<td>12,668</td>
<td>11,012</td>
<td>4,962</td>
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<td>10.625</td>
<td>08/15/2015</td>
<td>912810 DS 4</td>
<td>7,150</td>
<td>5,983</td>
<td>1,168</td>
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<td>9.875</td>
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<td>912810 DT 2</td>
<td>6,900</td>
<td>5,958</td>
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<td>10,229</td>
<td>8,868</td>
<td>2,011</td>
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</table>

Total 171,320 152,914 44,372

* Par amounts are as of March 3, 2000

The difference between the par amount outstanding and the par amount privately held is the par amount of those issues held by the Federal Reserve System.