

**FEDERAL RESERVE BANK OF DALLAS**

**FISCAL AGENT OF THE UNITED STATES**

**DALLAS, TEXAS 75222**

Circular No. 74-279  
October 16, 1974

To All Banking Institutions and Others Concerned  
in the Eleventh Federal Reserve District:

Quoted below is the text of a statement issued by the  
Department of the Treasury yesterday concerning cash financing.

**TREASURY CASH FINANCING**

The Treasury will raise \$2.5 billion of cash by auctioning  
up to \$1.0 billion of notes maturing May 15, 1979, and up to \$1.5  
billion of bills maturing June 19, 1975.

The 4-year 6-month notes will be auctioned on a yield basis,  
rather than the conventional price basis, on Wednesday, October 23.  
Bidders must state the percentage yield they will accept to two  
decimal places. The coupon will be set, after the auction, to the  
1/8 of one percent which is nearest to the average yield on or  
below par. The payment and delivery date for the notes will be  
November 6, 1974; payment may not be made by credit to Treasury  
tax and loan accounts.

The 227-day bills will be auctioned on the conventional  
price basis on Tuesday, October 29. The payment and delivery date  
will be November 4; payment may not be made by credit to Treasury  
tax and loan accounts. These bills may not be used in payment of  
Federal income taxes due June 15, 1975.

Yours very truly,

P. E. Coldwell

President