

# FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. 3206]  
April 25, 1947

## Public Notice of Offering of \$1,100,000,000, or thereabouts, of 91-Day Treasury Bills

Dated May 1, 1947

Maturing July 31, 1947

To all Incorporated Banks and Trust Companies in the  
Second Federal Reserve District and Others Concerned:

Following is the text of a notice today made public by the Treasury Department with respect to a new offering of Treasury bills payable at maturity without interest to be sold on a discount basis under competitive and fixed-price bidding.

FOR RELEASE, MORNING NEWSPAPERS,  
Friday, April 25, 1947.

TREASURY DEPARTMENT  
Washington

The Secretary of the Treasury, by this public notice, invites tenders for \$1,100,000,000, or thereabouts, of 91-day Treasury bills, for cash and in exchange for Treasury bills maturing May 1, 1947, to be issued on a discount basis under competitive and fixed-price bidding as hereinafter provided. The bills of this series will be dated May 1, 1947, and will mature July 31, 1947, when the face amount will be payable without interest. They will be issued in bearer form only, and in denominations of \$1,000, \$5,000, \$10,000, \$100,000, \$500,000, and \$1,000,000 (maturity value).

Tenders will be received at Federal Reserve Banks and Branches up to the closing hour, two o'clock p.m., Eastern Standard time, Monday, April 28, 1947. Tenders will not be received at the Treasury Department, Washington. Each tender must be for an even multiple of \$1,000, and the price offered must be expressed on the basis of 100, with not more than three decimals, e.g., 99.925. Fractions may not be used. It is urged that tenders be made on the printed forms and forwarded in the special envelopes which will be supplied by Federal Reserve Banks or Branches on application therefor.

Tenders will be received without deposit from incorporated banks and trust companies and from responsible and recognized dealers in investment securities. Tenders from others must be accompanied by payment of 2 percent of the face amount of Treasury bills applied for, unless the tenders are accompanied by an express guaranty of payment by an incorporated bank or trust company.

Immediately after the closing hour, tenders will be opened at the Federal Reserve Banks and Branches, following which public announcement will be made by the Secretary of the Treasury of the amount and price range of accepted bids. Those submitting tenders will be advised of the acceptance or rejection thereof. The Secretary of the Treasury expressly reserves the right to accept or reject any or all tenders, in whole or in part, and his action in any such respect shall be final. Subject to these reservations, tenders for \$200,000 or less from any one bidder at 99.905 entered on a fixed-price basis will be accepted in full. Settlement for accepted tenders in accordance with the bids must be made or completed at the Federal Reserve Bank on May 1, 1947, in cash or other immediately available funds or in a like face amount of Treasury bills maturing May 1, 1947. Equal treatment will be accorded all tenders, whether the bidders offer to exchange maturing bills or to pay cash for the new bills bid for. Cash adjustments will be made for differences between the par value of maturing bills accepted in exchange and the issue price of the new bills.

The income derived from Treasury bills, whether interest or gain from the sale or other disposition of the bills, shall not have any exemption, as such, and loss from the sale or other disposition of Treasury bills shall not have any special treatment, as such, under Federal tax Acts now or hereafter enacted. The bills shall be subject to estate, inheritance, gift, or other excise taxes, whether Federal or State, but shall be exempt from all taxation now or hereafter imposed on the principal or interest thereof by any State, or any of the possessions of the United States, or by any local taxing authority. For purposes of taxation the amount of discount at which Treasury bills are originally sold by the United States shall be considered to be interest. Under Sections 42 and 117 (a)(1) of the Internal Revenue Code, as amended by Section 115 of the Revenue Act of 1941, the amount of discount at which bills issued hereunder are sold shall not be considered to accrue until such bills shall be sold, redeemed or otherwise disposed of, and such bills are excluded from consideration as capital assets. Accordingly, the owner of Treasury bills (other than life insurance companies) issued hereunder need include in his income tax return only the difference between the price paid for such bills, whether on original issue or on subsequent purchase, and the amount actually received either upon sale or redemption at maturity during the taxable year for which the return is made, as ordinary gain or loss.

Treasury Department Circular No. 418, as amended, and this notice, prescribe the terms of the Treasury bills and govern the conditions of their issue. Copies of the circular may be obtained from any Federal Reserve Bank or Branch.

In accordance with the above announcement tenders will be received at the Securities Department of this bank (9th floor, 33 Liberty Street) New York 45, N. Y., or at the Buffalo Branch of this bank (270 Main Street) Buffalo 5, N. Y., up to two o'clock p.m., Eastern Standard time (three o'clock p.m., "Daylight Saving time"), on Monday, April 28, 1947. It is requested that tenders be submitted on special form printed on reverse side and returned in special envelope enclosed herewith. Settlement for the Treasury bills cannot be made by credit through the War Loan Deposit Account. Settlement must be made in cash or other immediately available funds or in maturing Treasury bills.

ALLAN SPROUL, President.

(Extract from Treasury Department statement released for publication April 22, 1947, announcing results after tenders were opened for Treasury bills dated April 24, 1947 maturing July 24, 1947)

Total applied for	\$1,665,272,000
Total accepted	\$1,100,390,000 (includes \$17,557,000 entered on a fixed-price basis at 99.905 and accepted in full)
Average price	99.905+ Equivalent rate of discount approx. 0.376% per annum
Range of accepted competitive bids:	
High	99.907 Equivalent rate of discount approx. 0.368% per annum
Low	99.905 Equivalent rate of discount approx. 0.376% per annum

(65 percent of the amount bid for at the low price was accepted)

Federal Reserve District	Total Applied for	Total Accepted
Boston	\$ 9,000,000	\$ 6,095,000
New York	1,280,700,000	839,175,000
Philadelphia	13,574,000	9,357,000
Cleveland	22,790,000	15,440,000
Richmond	15,960,000	12,985,000
Atlanta	700,000	700,000
Chicago	258,788,000	169,538,000
St. Louis	5,850,000	4,310,000
Minneapolis	3,745,000	2,800,000
Kansas City	5,795,000	4,920,000
Dallas	2,220,000	1,870,000
San Francisco	46,150,000	33,200,000
TOTAL	\$1,665,272,000	\$1,100,390,000

(OVER)

**IMPORTANT**—If it is desired to bid on a competitive basis, fill in rate per 100 and maturity value in paragraph headed "Competitive Bid". If it is desired to bid on a fixed-price basis, fill in only the maturity value in paragraph headed "Fixed-Price Bid". **DO NOT fill in both paragraphs on one form. A separate tender must be used for each bid.**

## TENDER FOR 91-DAY TREASURY BILLS

Dated May 1, 1947.

Maturing July 31, 1947.

To FEDERAL RESERVE BANK OF NEW YORK,  
Fiscal Agent of the United States.

Dated at ..... 1947

### COMPETITIVE BID

Pursuant to the provisions of Treasury Department Circular No. 418, as amended, and to the provisions of the public notice on April 25, 1947, as issued by the Secretary of the Treasury, the undersigned offers

.....\* for a total amount of  
(Rate per 100)

\$.....(maturity value)  
of the Treasury bills therein described, or for any less amount that may be awarded, settlement therefor to be made at your bank, on the date stated in the public notice, as follows:

By surrender of the maturing issue of  
Treasury bills .....\$-----

By cash or other immediately available  
funds .....\$-----

### FIXED-PRICE BID

Pursuant to the provisions of Treasury Department Circular No. 418, as amended, and to the provisions of the public notice on April 25, 1947, as issued by the Secretary of the Treasury, the undersigned offers a fixed-price of 99.905 (rate per 100) for a total amount of

\$.....(maturity value)  
(Not to exceed \$200,000)

of the Treasury bills therein described, settlement therefor to be made at your bank, on the date stated in the public notice, as follows:

By surrender of the maturing issue of  
Treasury bills .....\$-----

By cash or other immediately available  
funds .....\$-----

The Treasury bills for which tender is hereby made are to be dated May 1, 1947, and are to mature on July 31, 1947.

*This tender will be inserted in special envelope entitled "Tender for Treasury bills".*

Name of Bidder.....  
(Please print)

By.....  
(Official signature required) (Title)

Street Address .....

.....  
(City, Town or Village, P. O. No., and State)

If this tender is submitted for the account of a customer, indicate the customer's name on line below:

.....  
(Name of Customer)

.....  
(City, Town or Village, P. O. No., and State)

Use a separate tender for each customer's bid.

### IMPORTANT INSTRUCTIONS:

1. No tender for less than \$1,000 will be considered, and each tender must be for an even multiple of \$1,000 (maturity value). A separate tender must be executed for each bid.

2. If the person making the tender is a corporation, the tender should be signed by an officer of the corporation authorized to make the tender, and the signing of the tender by an officer of the corporation will be construed as a representation by him that he has been so authorized. If the tender is made by a partnership, it should be signed by a member of the firm, who should sign in the form "....., a copartnership, by....., a member of the firm".

3. Tenders will be received without deposit from incorporated banks and trust companies and from responsible and recognized dealers in investment securities. Tenders from others must be accompanied by payment of 2 percent of the face amount of Treasury bills applied for, unless the tenders are accompanied by an express guaranty of payment by an incorporated bank or trust company.

4. If the language of this tender is changed in any respect, which, in the opinion of the Secretary of the Treasury, is material, the tender may be disregarded.

**Payment by credit through War Loan Deposit Account will not be permitted.**

\*Price must be expressed on the basis of 100, with not more than  
three decimal places. Fractions may not be used.

FEDERAL RESERVE BANK  
OF NEW YORK

**NOTICE OF ALLOTMENT**

of

**UNITED STATES OF AMERICA TREASURY BILLS**

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—  
Your tender at the fixed price of 99.905 (rate per \$100) has been accepted in the  
amount of \$ (maturity value) for Treasury bills dated and  
maturing on

Settlement therefor must be made in cash or other immediately available funds  
or in a like face amount of the maturing issue of Treasury bills at the Federal Reserve Bank  
of New York on or before

To obtain delivery of the Treasury bills, please state on the attached form in  
the spaces provided therefor, the denominations of the bills desired and method by which  
settlement will be made. If settlement is to be made by check on a bank other than the  
Federal Reserve Bank of New York, such check should be received by us in time for  
collection on date bills are issued, otherwise it will be necessary to charge interest to the  
date of collection.

FEDERAL RESERVE BANK OF NEW YORK  
Fiscal Agent of the United States.

Checked by.....



**LETTER OF INSTRUCTIONS**  
FOR  
UNITED STATES OF AMERICA TREASURY BILLS

TO FEDERAL RESERVE BANK OF NEW YORK,  
Fiscal Agent of the United States,  
Government Bond Department,  
New York 45, N. Y.

From (Name and address of Subscriber)

Referring to our tender at the fixed price of 99.905 (rate per \$100) which has been accepted in the amount of \$ (maturity value) for Treasury bills dated and maturing on please issue and make delivery of the bills in the denominations as instructed below.

Settlement will be made as indicated below:

By cash \$ By check \$

By charge to our reserve account, which you are authorized to make.. \$

By surrender of the maturing issue of Treasury bills as follows:

Delivered to you herewith..... \$

To be withdrawn from securities held by you for our account..... \$

To be delivered to you for our account by..... \$

Pay the cash adjustment for difference between the par value of maturing bills accepted in exchange and the issue price of the new bills

By check ..... ☐ By credit to our reserve account..... ☐

*Settlement cannot be made through war loan deposit account*

Issue Bills in the Following Denominations		PLEASE DO NOT USE THESE SPACES				DISPOSE OF BILLS AS INDICATED BELOW	
Pieces	Denomination	Maturity Value			Numbers		
	1,000					Hold for safekeeping (for members only)....	<input type="checkbox"/>
	5,000					Hold as collateral for War Loan deposits....	<input type="checkbox"/>
	10,000					Deliver over counter.....	<input type="checkbox"/>
	100,000					Deliver to Discount Dept.....	<input type="checkbox"/>
	500,000					Ship by registered mail.....	<input type="checkbox"/>
	1,000,000						
	Totals—						

Name of Subscriber.....  
(Please print)

By .....  
(Official signature required) (Title)

Street address .....

City, Town or Village, and State.....

Released	Paid Stamp	Delivery Receipt	
Taken from Vault.....		Received from FEDERAL RESERVE BANK OF NEW YORK the above described United States Government obligations allotted in the amount indicated above.	
Counted.....	Amount.....		
Checked.....			
Delivered.....	By.....		Subscriber.....
			Date..... By.....

FEDERAL RESERVE BANK  
OF NEW YORK

TB

PENDING DELIVERY TICKET

of

UNITED STATES OF AMERICA TREASURY BILLS

Your tender at the fixed price of 99.905 (rate per \$100) has been accepted in the  
amount of \$ (maturity value) for Treasury bills dated and  
maturing on

PAR			PRINCIPAL			DISCOUNT			METHOD OF PAYMENT	DISPOSITION
MASTER										

RED CHECKED

FEDERAL RESERVE BANK  
OF NEW YORK

## NOTICE OF ALLOTMENT

of

UNITED STATES OF AMERICA TREASURY BILLS

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Your tender at \_\_\_\_\_ (rate per \$100) for \$ \_\_\_\_\_ has  
been accepted in the amount of \$ \_\_\_\_\_ (maturity value) for Treasury bills  
dated \_\_\_\_\_ and maturing on \_\_\_\_\_

Settlement therefor must be made in cash or other immediately available funds  
or in a like face amount of the maturing issue of Treasury bills at the Federal Reserve Bank  
of New York on or before \_\_\_\_\_

To obtain delivery of the Treasury bills, please state on the attached form in  
the spaces provided therefor, the denominations of the bills desired and method by which  
settlement will be made. If settlement is to be made by check on a bank other than the  
Federal Reserve Bank of New York, such check should be received by us in time for  
collection on date bills are issued, otherwise it will be necessary to charge interest to the  
date of collection.

FEDERAL RESERVE BANK OF NEW YORK  
Fiscal Agent of the United States.

Checked by.....

**LETTER OF INSTRUCTIONS**  
FOR  
UNITED STATES OF AMERICA TREASURY BILLS

TO FEDERAL RESERVE BANK OF NEW YORK,  
Fiscal Agent of the United States,  
Government Bond Department,  
New York 45, N. Y.

From (Name and address of Subscriber)

Referring to our tender at \_\_\_\_\_ (rate per \$100) for \$ \_\_\_\_\_ which  
has been accepted in the amount of \$ \_\_\_\_\_ (maturity value) for Treasury bills  
dated \_\_\_\_\_ and maturing on \_\_\_\_\_ please issue and make delivery of  
the bills in the denominations as instructed below.

Settlement will be made as indicated below:

By cash \$..... By check \$.....

By charge to our reserve account, which you are authorized to make.. \$.....

By surrender of the maturing issue of Treasury bills as follows:

Delivered to you herewith..... \$.....

To be withdrawn from securities held by you for our account..... \$.....

To be delivered to you for our account by..... \$.....

Pay the cash adjustment for difference between the par value of maturing bills accepted in  
exchange and the issue price of the new bills

By check ..... ☐ By credit to our reserve account..... ☐

*Settlement cannot be made through war loan deposit account*

Issue Bills in the Following Denominations		PLEASE DO NOT USE THESE SPACES				DISPOSE OF BILLS AS INDICATED BELOW
Pieces	Denomination	Maturity Value		Numbers		
	1,000					Hold for safekeeping (for members only).... <input type="checkbox"/>
	5,000					Hold as collateral for War Loan deposits.... <input type="checkbox"/>
	10,000					Deliver over counter..... <input type="checkbox"/>
	100,000					Deliver to Discount Dept..... <input type="checkbox"/>
	500,000					Ship by registered mail..... <input type="checkbox"/>
	1,000,000					
	Totals—					

Name of Subscriber.....  
(Please print)

By .....  
(Official signature required) (Title)

Street address .....

City, Town or Village, and State.....

Released	Paid Stamp	Delivery Receipt
Taken from Vault		Received from FEDERAL RESERVE BANK OF NEW YORK the above described United States Government obligations allotted in the amount indicated above.
Counted	Amount	Subscriber.....
Checked		Date.....
Delivered	By	By.....



FEDERAL RESERVE BANK  
OF NEW YORK

TB

PENDING DELIVERY TICKET

of

UNITED STATES OF AMERICA TREASURY BILLS

Your tender at (rate per \$100) for \$ has  
been accepted in the amount of \$ (maturity value) for Treasury bills  
dated and maturing on

PAR			PRINCIPAL				DISCOUNT			METHOD OF PAYMENT	DISPOSITION
MASTER											