

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 4730]
April 30, 1959]

TREASURY FINANCING

*To All Banking Institutions, and Others Concerned,
in the Second Federal Reserve District:*

The following statement was made public today:

The Treasury Department announced today its program for meeting at maturity the \$2.7 billion of special Treasury bills issued October 8, 1958, maturing May 15, 1959, and the \$1.8 billion of 1¼ percent certificates of indebtedness issued June 15, 1958, maturing May 15, 1959, and for raising new cash funds estimated to be required for the balance of the fiscal year.

The \$2.7 billion of special Treasury bills maturing May 15 will be redeemed for cash on that date.

A further step in the Treasury's program to establish a pattern of 1-year Treasury bill maturities with quarterly dates in January, April, July and October, will be taken with an offering of \$2 billion, or thereabouts, of 340-day Treasury bills to be dated May 11, 1959, and to mature April 15, 1960. Tenders will be received at Federal Reserve Banks and Branches up to the closing hour, one-thirty o'clock p.m., Eastern Daylight Saving time, on Wednesday, May 6, 1959, for this offering. Any qualified depository will be permitted to make payment by credit in its Treasury Tax and Loan Account for Treasury bills of this issue.

Tenders will also be received by the Federal Reserve Banks and Branches on Thursday, May 7, up to the closing hour, one-thirty o'clock p.m., Eastern Daylight Saving time, for an offering of 221-day tax anticipation Treasury bills in the amount of \$1.5 billion, or thereabouts, to be dated May 15, 1959, and to mature December 22, 1959. These bills will be accepted at face value in payment of income and profits taxes due on December 15, 1959, and to the extent they are not presented for this purpose the face amount of the bills will be payable without interest at maturity. Payment for Treasury bills of this issue must be made in cash or other immediately available funds on May 15.

Full details of the two Treasury bill offerings are being made public today. All subscribers to the two issues of Treasury bills are required to agree not to purchase or sell or to make any agreements with respect to the purchase or sale or other disposition of the bills subscribed for until after the closing hour for tenders on May 6 and May 7, respectively.

The Treasury will announce late Thursday, May 7, an offering of a 1-year certificate of indebtedness to be dated May 15, 1959, and to mature May 15, 1960, in exchange for the \$1.8 billion of 1¼ percent certificates of indebtedness maturing May 15. The subscription books will be open only on May 11 and May 12 for the receipt of subscriptions for this issue. Any subscription for the new certificates addressed to a Federal Reserve Bank or Branch or to the Treasurer of the United States and placed in the mail before midnight May 12 will be considered as timely.

Circulars and tender forms for the two Treasury bill offerings will be mailed to reach you by Monday, May 4.

ALFRED HAYES,
President.