

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 4751]
June 25, 1959]

TREASURY FINANCING

*To All Incorporated Banks and Trust Companies, and Others
Concerned, in the Second Federal Reserve District:*

The following statement was made public today by the Treasury Department:

The Treasury Department is offering for cash subscription:

\$3,000 million, or thereabouts, of 258-day Treasury bills, Tax Anticipation Series, to be dated July 8, 1959, and to mature March 22, 1960, and

\$2,000 million, or thereabouts, of 1-year Treasury bills to be dated July 15, 1959, and to mature July 15, 1960.

(Issuance of the securities will be dependent upon the availability at time of issue of an adequate debt limitation.)

The current cash financing will cover the major share of Treasury cash financing needs for the first quarter of the fiscal year.

Treasury bills, Tax Anticipation Series

The \$3,000 million of Treasury bills, Tax Anticipation Series, will be offered on an auction basis on July 1, 1959. These bills will be dated July 8, 1959, and will mature March 22, 1960. They will be acceptable at par in payment of income and profits taxes due March 15, 1960.

Treasury bills, 1-year

The \$2,000 million of 1-year Treasury bills will be offered on an auction basis on July 8, 1959. Notwithstanding the fact that these bills will run for 366 days, the discount rate will be computed on a bank discount basis of 360 days as is currently the practice on all issues of Treasury bills. The bills will be dated July 15, 1959, and will mature July 15, 1960. This is the third step in the Treasury's program looking to the eventual establishment of a pattern of 1-year maturities on quarterly dates in January, April, July, and October.

General requirements

All subscribers to each of the above issues of Treasury bills are required to agree not to purchase or to sell, or to make any agreements with respect to the purchase or sale or other disposition of the Treasury bills for which tenders are submitted under these offerings, until after the closing hours for tenders on July 1 and July 8, respectively.

Full details regarding the offering of tax anticipation Treasury bills will be released for morning newspapers Monday, June 29, and for the 1-year Treasury bills on Monday, July 6.

The new issues may be paid for by credit in Treasury Tax and Loan Accounts.

Our circulars and tender forms for the tax anticipation bill offering will be mailed to reach you by Monday, June 29, and for the one-year bill offering, by Monday, July 6.

ALFRED HAYES,
President.