

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 5250]
November 1, 1962]

OFFERING OF \$1,000,000,000 STRIP OF WEEKLY TREASURY BILLS

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

Following is the text of a public notice issued by the Treasury Department, released for publication today:

The Treasury Department, by this public notice, invites tenders for additional amounts of ten series of Treasury bills to an aggregate amount of \$1,000,000,000, or thereabouts, for cash. The additional bills will be issued November 15, 1962, will be in the amounts, and will be in addition to the bills originally issued and maturing, as follows:

Amount of additional issue	Original issue dates 1962	Maturity Dates 1963	Days from Nov. 15, 1962 to maturity	Amount currently outstanding (in millions)
\$100,000,000	July 19	January 17	63	\$2,000
100,000,000	July 26	January 24	70	2,003
100,000,000	August 2	January 31	77	2,001
100,000,000	August 9	February 7	84	700
100,000,000	August 16	February 14	91	704
100,000,000	August 23	February 21	98	700
100,000,000	August 30	February 28	105	700
100,000,000	September 6	March 7	112	700
100,000,000	September 13	March 14	119	701
100,000,000	September 20	March 21	126	700
<hr/> \$1,000,000,000				

The additional and original bills will be freely interchangeable.

Each tender submitted must be in the amount of \$10,000, or an even multiple thereof, and the amount tendered will be applied to each of the above series of bills on the basis of the ratio of each series to the total of all series. (For example, an accepted tender for \$50,000 will be applied \$5,000 to the issue with original date of July 19, 1962, and \$5,000 to each of the additional weekly issues through the issue with original date of September 20, 1962.)

The bills offered hereunder will be issued on a discount basis under competitive and noncompetitive bidding as hereinafter provided, and at maturity their 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, \$50,000, \$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, one-thirty p.m., Eastern Standard time, Wednesday, November 7, 1962. Tenders will not be received at the Treasury Department, Washington. In the case of competitive tenders 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. A single price must be submitted for each unit of \$10,000, or even multiple thereof. A unit represents \$1,000 face amount of each issue of bills offered hereunder, as previously described. 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 and Branches on application therefor.

(OVER)

Banking institutions generally may submit tenders for account of customers provided the names of customers are set forth in such tenders. Others than banking institutions will not be permitted to submit tenders except for their own account. 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 Treasury Department 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. Noncompetitive tenders for \$100,000 or less (in even multiples of \$10,000) without stated price from any one bidder will be accepted in full at the average price (in three decimals) of accepted competitive bids, provided, however, that if the total of noncompetitive tenders exceeds \$200,000,000, the Secretary of the Treasury reserves the right to allot less than the amount applied for on a straight percentage basis with adjustments where necessary to the next higher multiple of \$10,000. Settlement for accepted tenders in accordance with the bids must be made or completed at the Federal Reserve Bank or Branch in cash or other immediately available funds on November 15, 1962.

The income derived from Treasury bills, whether interest or gain from the sale or other disposition of the bills, does not have any exemption, as such, and loss from the sale or other disposition of Treasury bills does not have any special treatment, as such, under the Internal Revenue Code of 1954. The bills are subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but are 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 is considered to be interest.

Under Sections 454(b) and 1221(5) of the Internal Revenue Code of 1954 the amount of discount at which bills issued hereunder are sold is not considered to accrue until such bills are 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. Purchasers of a strip of the bills offered hereunder should, for tax purposes, take such bills on to their books on the basis of their purchase price prorated to each of the ten outstanding issues, using as a basis for proration the closing market prices for each of the issues on November 15, 1962. (Federal Reserve Banks will have available a list of these market prices, based on the mean between the bid and asked quotations furnished by the Federal Reserve Bank of New York.)

Treasury Department Circular No. 418, Revised, 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.

This Bank will receive tenders up to 1:30 p.m., Eastern Standard time, Wednesday, November 7, 1962, at the Securities Department of its Head Office and at its Buffalo Branch. Please use the enclosed tender form to submit a tender, and return it in the enclosed pink envelope marked "Tender for Strip of Weekly Treasury Bills." Tenders may be submitted by telegraph, subject to written confirmation; they may not be submitted by telephone. *Payment for accepted tenders must be made in cash or other immediately available funds; payment cannot be made by credit through Treasury Tax and Loan Account.*

ALFRED HAYES,
President.

TENDER FOR STRIP OF 10 SERIES OF TREASURY BILLS

TO BE ISSUED NOVEMBER 15, 1962

MATURING WEEKLY FROM JANUARY 17, 1963 TO MARCH 21, 1963

(Additional Amounts of Outstanding Series Dated Weekly From July 19, 1962 to September 20, 1962)

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

Dated at
....., 1962

Pursuant to the provisions of Treasury Department Circular No. 418, Revised, and to the provisions of the public notice issued by the Treasury Department and printed in your Circular No. 5250, dated November 1, 1962, the undersigned hereby offers to purchase the Treasury bills described in said public notice in the aggregate amount indicated below, and agrees to make payment therefor at your Bank on or before the issue date at the price indicated below:

COMPETITIVE TENDER
(In multiples of \$10,000)

[Do not fill in both Competitive and Noncompetitive tenders on one form]

NONCOMPETITIVE TENDER
(In multiples of \$10,000)

\$..... (maturity value),
or any lesser amount that may be awarded.

\$..... (maturity value).
(Not to exceed \$100,000 for one bidder through all sources)

Price: per 100.
(Price must be expressed with not more than three decimal places, for example, 99.925)

at the average price of accepted competitive bids.

Please issue and make delivery of the bills as instructed below:

(If the same denominations are desired for all series, indicate here only the denominations for a single series. Otherwise, use reverse side.)

	\$1,000	\$5,000	\$10,000	\$50,000	\$100,000	\$500,000	\$1,000,000
Pieces							

- 1. Deliver over the counter to the undersigned
- 2. Ship to the undersigned
- 3. Hold in safekeeping (for account of member bank only)*
- 4. Allotment transfer (see list attached)
- 5. Special instructions:

- Payment will be made as follows:
- By charge to our reserve account
 - By cash or other immediately available funds

(No changes in delivery instructions will be accepted)

(Payment cannot be made through Treasury Tax and Loan Account)

* If this item is checked, the undersigned certifies that the allotted bills will be owned solely by the undersigned.

Insert this tender in pink envelope marked "Tender for Strip of Weekly Treasury Bills"

Tender submitted by (Please print)
By By (Official signature(s) required)
Title Title.....
Address

(Banks submitting tenders for customer account must indicate name on line below, or attach a list)

..... (Name of Customer) (Name of Customer)

INSTRUCTIONS:

1. Tenders must be submitted in units of \$10,000 or multiples thereof. A unit represents \$1,000 face amount of each series of bills offered hereunder. A single price must be submitted for each unit of \$10,000 or multiple thereof. Amounts issued on accepted tenders will be applied equally to each of the 10 separate series included in the offering.
2. Others than banking institutions will not be permitted to submit tenders except for their own account. Banks submitting tenders for customer account may consolidate competitive tenders at the same price and may consolidate noncompetitive tenders, provided a list is attached showing the name of each bidder, the amount bid for his account, and method of payment. Forms for this purpose will be furnished on request.
3. 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."
4. 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.
5. 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.

TENDER FOR STRIP OF 10 SERIES OF TREASURY BILLS
TO BE ISSUED NOVEMBER 15, 1962
MATURING WEEKLY FROM JANUARY 17, 1963 TO MARCH 21, 1963

(Additional Amounts of Outstanding Series Dated Weekly From July 19, 1962 to September 30, 1962)

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

Payment to the provisions of Treasury Department Circular No. 418, Revised, and to the provisions of the public notice issued by the Treasury Department and printed in your Circular No. 2520, dated November 1, 1962, the undersigned hereby offers to purchase the Treasury bills described in said public notice in the aggregate amount indicated below, and agrees to make payment herefor at your Bank on or before the issue date at the price indicated below:

NONCOMPETITIVE TENDER
(In multiples of \$10,000)

Do not fill in this competitive bid
-Resubmitting tenders are not allowed

COMPETITIVE TENDER
(In multiples of \$10,000)

..... (maturity value)
..... (maturity value)
or any lesser amount that may be awarded.

Issue	\$1,000	\$5,000	\$10,000	\$50,000	\$100,000	\$500,000	\$1,000,000
July 19-Jan. 17							
July 26-Jan. 24							
Aug. 2-Jan. 31							
Aug. 9-Feb. 7							
Aug. 16-Feb. 14							
Aug. 23-Feb. 21							
Aug. 30-Feb. 28							
Sept. 6-Mar. 7							
Sept. 13-Mar. 14							
Sept. 20-Mar. 21							

..... (maturity value)
..... (maturity value)
or any lesser amount that may be awarded.

..... (maturity value)
..... (maturity value)
or any lesser amount that may be awarded.

..... (maturity value)
..... (maturity value)
or any lesser amount that may be awarded.

Federal Reserve Bank of New York

Securities Department (9th Floor)

33 Liberty Street

New York 45, N. Y.

**TENDER FOR STRIP OF
WEEKLY TREASURY BILLS**

(DO NOT USE THIS ENVELOPE FOR OTHER PURPOSES)

NOTICE OF ALLOTMENT
OF UNITED STATES OF AMERICA TREASURY BILLS

November 8, 1962.

Your competitive noncompetitive tender for—

**A STRIP OF UNITED STATES OF AMERICA TREASURY BILLS TO BE ISSUED NOVEMBER 15, 1962,
MATURING WEEKLY FROM JANUARY 17, 1963 THROUGH MARCH 21, 1963**

has been accepted at the price of

(per 100), in the amount of—

\$

(maturity value)

Settlement therefor must be made in cash or other immediately available funds at the Federal Reserve Bank of New York on or before November 15, 1962. 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 November 15, 1962, otherwise it will be necessary for the bidder to pay for the securities allotted at the accepted price, plus interest to the date of collection at the equivalent rate of discount.

Delivery of the Treasury bills will be made in accordance with instructions submitted with your tender, and your reserve account will be charged on November 15, 1962 if you so indicated. If you did not submit such instructions, a Letter of Instructions form is enclosed; please complete the letter in triplicate and return it promptly to this Bank.

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

Checked by

(This letter of instructions, accompanied by attached duplicate and triplicate copies, should be filled in and returned to Federal Reserve Bank of New York)

LETTER OF INSTRUCTIONS

To FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States,
Federal Reserve P. O. Station,
New York 45, N. Y.

Attention: Government Bond Division—2nd Floor

Dated at
..... 1962

On our competitive noncompetitive tender for—

**A STRIP OF UNITED STATES OF AMERICA TREASURY BILLS TO BE ISSUED NOVEMBER 15, 1962,
MATURING WEEKLY FROM JANUARY 17, 1963 THROUGH MARCH 21, 1963**

which has been accepted at the price of (per 100), in the amount of—

\$ (maturity value)

Please issue and make delivery of the bills as instructed below:

(If the same denominations are desired for all series, indicate here only the denominations for a single series. Otherwise, use reverse side.)

	\$1,000	\$5,000	\$10,000	\$50,000	\$100,000	\$500,000	\$1,000,000
Pieces							

- 1. Deliver over the counter to the undersigned
- 2. Ship to the undersigned
- 3. Hold in safekeeping (for account of member bank only)*
- 4. Allotment transfer (see list attached)
- 5. Special instructions:

- Payment will be made as follows:
- By charge to our reserve account
 - By cash or other immediately available funds

(No changes in delivery instructions will be accepted)

(Payment cannot be made through Treasury Tax and Loan Account)

* If this item is checked, the undersigned certifies that the allotted bills will be owned solely by the undersigned.

This letter of instructions must be signed officially in the space provided and returned immediately to

Submitted by
(Please print)

By, By
(Authorized signature(s) required)

Federal Reserve Bank of New York,
Fiscal Agent of the United States.

Title Title

Address

(Spaces below are for the use of the Federal Reserve Bank of New York)

Government Bond Division	Safekeeping Division
Payment received	Checked
Deliver against payment of \$.....	Delivered

DELIVERY RECEIPT

Received from Federal Reserve Bank of New York, Fiscal Agent of the United States, the above described securities allotted in the amount indicated above.

Date Subscriber By

LETTER OF INSTRUCTIONS

Issue	\$1,000	\$5,000	\$10,000	\$50,000	\$100,000	\$500,000	\$1,000,000
July 19-Jan. 17							
July 26-Jan. 24							
Aug. 2-Jan. 31							
Aug. 9-Feb. 7							
Aug. 16-Feb. 14							
Aug. 23-Feb. 21							
Aug. 30-Feb. 28							
Sept. 6-Mar. 7							
Sept. 13-Mar. 14							
Sept. 20-Mar. 21							

* If this item is checked, the undersigned certifies that the allotted bills will be owned solely by the undersigned.

This letter of instructions must be signed officially in the space provided and returned immediately to Federal Reserve Bank of New York, Fiscal Agent of the United States.

Address: _____

Title: _____

By: _____ (Authorized signature(s) required)

Submitted by: _____ (Please print)

(Spaces below are for the use of the Federal Reserve Bank of New York)

Government Bond Division	Saleskeeping Division
Delivered against payment of \$ _____	Delivered _____
Payment received _____	Checked _____

DELIVERY RECEIPT

Received from Federal Reserve Bank of New York, Fiscal Agent of the United States, the above described securities allotted in the amount indicated above.

Date: _____

By: _____

LETTER OF INSTRUCTIONS

To FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States,
Federal Reserve P. O. Station,
New York 45, N. Y.

Attention: Government Bond Division—2nd Floor

Dated at
.....1962

On our [] competitive [] noncompetitive tender for—

A STRIP OF UNITED STATES OF AMERICA TREASURY BILLS TO BE ISSUED NOVEMBER 15, 1962,
MATURING WEEKLY FROM JANUARY 17, 1963 THROUGH MARCH 21, 1963

which has been accepted at the price of (per 100), in the amount of—

\$ (maturity value)

Please issue and make delivery of the bills as instructed below:

(If the same denominations are desired for all series, indicate here only the denominations for a single series. Otherwise, use reverse side.)

Table with 7 columns: \$1,000, \$5,000, \$10,000, \$50,000, \$100,000, \$500,000, \$1,000,000. Row labeled 'Pieces'.

- 1. Deliver over the counter to the undersigned
2. Ship to the undersigned
3. Hold in safekeeping (for account of member bank only)*
4. Allotment transfer (see list attached)
5. Special instructions:

(No changes in delivery instructions will be accepted)

Payment will be made as follows:

- [] By charge to our reserve account
[] By cash or other immediately available funds

(Payment cannot be made through Treasury Tax and Loan Account)

* If this item is checked, the undersigned certifies that the allotted bills will be owned solely by the undersigned.

This letter of instructions must be signed officially in the space provided and returned immediately to

Federal Reserve Bank of New York,
Fiscal Agent of the United States.

Submitted by (Please print)
By By (Authorized signature(s) required)
Title Title
Address

(Spaces below are for the use of the Federal Reserve Bank of New York)

Table with 2 columns: Government Bond Division, Safekeeping Division. Rows: Payment received, Checked, Deliver against payment of \$, Delivered.

DELIVERY RECEIPT

Received from Federal Reserve Bank of New York, Fiscal Agent of the United States, the above described securities allotted in the amount indicated above.

Date Subscriber By

Issue	\$1,000	\$5,000	\$10,000	\$50,000	\$100,000	\$500,000	\$1,000,000
July 19-Jan. 17							
July 26-Jan. 24							
Aug. 2-Jan. 31							
Aug. 9-Feb. 7							
Aug. 16-Feb. 14							
Aug. 23-Feb. 21							
Aug. 30-Feb. 28							
Sept. 6-Mar. 7							
Sept. 13-Mar. 14							
Sept. 20-Mar. 21							

* If this form is checked, the undersigned certifies that the attached bills will be owned solely by the undersigned.

This letter of instructions must be signed
electronically in the space provided and
returned immediately to
Federal Reserve Bank of New York,
Federal Agent of the United States
Address: _____
This _____
By _____
Submitted by _____

(Spaces below are for the use of the Federal Reserve Bank of New York)

Delivery received Belonging to account of	Government Issue Program Belonging to
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DELIVERY RECEIPT

Received from Federal Reserve Bank of New York, Federal Agent of the United States, the above described securities identified in the amount indicated above.

Date: _____

LETTER OF INSTRUCTIONS

To FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States,
Federal Reserve P. O. Station,
New York 45, N. Y.

Attention: Government Bond Division—2nd Floor

Dated at
.....1962

On our competitive noncompetitive tender for—

A STRIP OF UNITED STATES OF AMERICA TREASURY BILLS TO BE ISSUED NOVEMBER 15, 1962,
MATURING WEEKLY FROM JANUARY 17, 1963 THROUGH MARCH 21, 1963

which has been accepted at the price of (per 100), in the amount of—

\$ (maturity value)

Please issue and make delivery of the bills as instructed below:

(If the same denominations are desired for all series, indicate here only the denominations for a single series. Otherwise, use reverse side.)

	\$1,000	\$5,000	\$10,000	\$50,000	\$100,000	\$500,000	\$1,000,000
Pieces							

- 1. Deliver over the counter to the undersigned
- 2. Ship to the undersigned
- 3. Hold in safekeeping (for account of member bank only)*
- 4. Allotment transfer (see list attached)
- 5. Special instructions:

- Payment will be made as follows:
- By charge to our reserve account
 - By cash or other immediately available funds

(No changes in delivery instructions will be accepted)

(Payment cannot be made through Treasury Tax and Loan Account)

* If this item is checked, the undersigned certifies that the allotted bills will be owned solely by the undersigned.

This letter of instructions must be signed officially in the space provided and returned immediately to

Submitted by (Please print)

By By (Authorized signature(s) required)

Federal Reserve Bank of New York,
Fiscal Agent of the United States.

Title Title

Address

(Spaces below are for the use of the Federal Reserve Bank of New York)

Government Bond Division

Safekeeping Division

Payment received

Checked

Deliver against payment of \$.....

Delivered

DELIVERY RECEIPT

Received from Federal Reserve Bank of New York, Fiscal Agent of the United States, the above described securities allotted in the amount indicated above.

Date Subscriber By

Issue	\$1,000	\$5,000	\$10,000	\$50,000	\$100,000	\$500,000	\$1,000,000
July 19-Jan. 17							
July 26-Jan. 24							
Aug. 2-Jan. 31							
Aug. 9-Feb. 7							
Aug. 16-Feb. 14							
Aug. 23-Feb. 21							
Aug. 30-Feb. 28							
Sept. 6-Mar. 7							
Sept. 13-Mar. 14							
Sept. 20-Mar. 21							

If this form is checked, the undersigned certifies that the attached bills will be covered solely by the undersigned.

The later of instructions must be signed
attached in the space provided and
returned immediately to
Federal Reserve Bank of New York
Federal Reserve Bank of New York

(Signatures below are for the use of the Federal Reserve Bank of New York)

Responsible Officer
Name
Title
Address

DELIVERY RECEIPT

Receipt for the delivery of the attached bills to the undersigned on the date indicated in the space provided.

Your competitive noncompetitive tender for—

A STRIP OF UNITED STATES OF AMERICA TREASURY BILLS TO BE ISSUED NOVEMBER 15, 1962,
MATURING WEEKLY FROM JANUARY 17, 1963 THROUGH MARCH 21, 1963

price of

\$

Issue	Amount
7/19—1/17	\$
7/26—1/24	
8/2—1/31	
8/9—2/7	
8/16—2/14	
8/23—2/21	
8/30—2/28	
9/6—3/7	
9/13—3/14	
9/20—3/21	
TOTAL	

PURCHASE PRICE				
-----------------------	--	--	--	--

MASTER

MATURITY VALUE				
-----------------------	--	--	--	--

PURCHASE PRICE				
-----------------------	--	--	--	--

METHOD OF PAYMENT
Check or Cash
Reserve Account
Delivery Teller
Foreign Oper. Div.
Form 12

DISPOSITION	AMOUNT			
Over the Counter				
Safekeeping				
Treasury Tax & Loan				
Ship				
Allotment Transfer				

ALLOTMENT NOTICE FOR SECURITIES DEPARTMENT

competitive noncompetitive

A STRIP OF UNITED STATES OF AMERICA TREASURY BILLS TO BE ISSUED NOVEMBER 15, 1962,
MATURING WEEKLY FROM JANUARY 17, 1963 THROUGH MARCH 21, 1963

price of

\$

ALLOTMENT NOTICE FOR SECURITY FILES

competitive noncompetitive

**A STRIP OF UNITED STATES OF AMERICA TREASURY BILLS TO BE ISSUED NOVEMBER 15, 1962,
MATURING WEEKLY FROM JANUARY 17, 1963 THROUGH MARCH 21, 1963**

price of

\$