

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

[Circular No. 5280]
January 2, 1963

Treasury Gives Competitive Bidders for Bonds
Choice of 4 or 4½ Percent Coupon Interest Rate

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

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

Acting Treasury Secretary Henry H. Fowler today announced that bidders will be offered the option of bidding upon either a 4 percent or 4½ percent coupon rate for the \$250,000,000 Treasury Bonds of 1988-93, the first to be sold to underwriters under competitive bidding. Each bidder may submit only one bid, which must specify one of these two coupon rates. The successful bidder will be required to make a *bona fide* reoffering of all the bonds to the investing public.

As previously announced, bidders must file a notice of intent to bid at the Federal Reserve Bank of New York not later than 12:00 Noon, Eastern Standard time, on January 4, 1963. Final bids must be received at the same place not later than 11:00 a.m., Eastern Standard time, on Tuesday, January 8, 1963.

The bonds will mature on February 15, 1993, but may be called for payment on February 15, 1988, or any interest payment date thereafter. The bonds will be dated January 17, 1963. Interest will be payable on February 15 and August 15 of each year until the bonds mature or are called. The first interest coupon, payable August 15, 1963, will cover interest accrued between January 17, 1963 and August 15, 1963.

Payment for the bonds must be made in immediately available funds not later than 11:00 a.m., Eastern Standard time, on January 17, 1963.

Printed on the reverse side is a copy of the Supplement to Public Notice of Invitation to Bid for Treasury Bonds of 1988-93, which specifies the coupon rates set forth in the above statement.

ALFRED HAYES,
President.

(OVER)

January 2, 1963

**Supplement to Public Notice of Invitation to Bid
For Treasury Bonds of 1988-93**

This supplements Section III of the Public Notice of Invitation to Bid, dated December 20, 1962, under which provisions relating to the coupon rate of interest on the above issue of Treasury bonds were left open to subsequent announcement.

Public notice is hereby given that each bidder shall have the choice of a coupon rate of interest of either 4 percent or $4\frac{1}{8}$ percent.

Each bidder may submit only one bid, which must specify one of the above coupon rates.

HENRY H. FOWLER

Acting Secretary of the Treasury