

FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. 6595]
August 25, 1970]

OFFERING OF TWO SERIES OF TREASURY BILLS

**\$1,800,000,000 of 91-Day Bills, Additional Amount, Series Dated June 4, 1970, Due December 3, 1970
(To Be Issued September 3, 1970)**

\$1,400,000,000 of 182-Day Bills, Dated September 3, 1970, Due March 4, 1971

*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 announced today that a new \$15,000 denomination Treasury bill will be authorized for use effective September 1, 1970. The new denomination will bear the portrait of Lyman J. Gage, who served as Secretary of the Treasury from March 6, 1897 to January 31, 1902.

The \$15,000 denomination will be authorized for transactions in outstanding issues of Treasury bills bearing issue dates of March 5, 1970 or later and for all new issues of Treasury bills to be issued September 3, 1970 and thereafter.

Tenders for Treasury bills will continue to be received in the minimum amount of \$10,000, but effective with the auction on Monday, August 31, 1970 for the regular weekly bills to be issued September 3, tenders above the \$10,000 minimum may be in multiples of \$5,000.

Following is the text of the public notice offering the bills to be issued September 3, 1970:

The Treasury Department, by this public notice, invites tenders for two series of Treasury bills to the aggregate amount of \$3,200,000,000, or thereabouts, for cash and in exchange for Treasury bills maturing September 3, 1970, in the amount of \$3,102,590,000, as follows:

91-day bills (to maturity date) to be issued September 3, 1970, in the amount of \$1,800,000,000, or thereabouts, representing an additional amount of bills dated June 4, 1970, and to mature December 3, 1970, originally issued in the amount of \$1,306,400,000, the additional and original bills to be freely interchangeable.

182-day bills, for \$1,400,000,000, or thereabouts, to be dated September 3, 1970, and to mature March 4, 1971.

The bills of both series 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 \$10,000, \$15,000, \$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 Daylight Saving time, Monday, August 31, 1970. Tenders will not be received at the Treasury Department, Washington. Each tender must be for an even multiple of \$5,000, and 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. 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.

Banking institutions generally may submit tenders for account of customers, provided the names of the 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

This Bank will receive tenders for both series up to 1:30 p.m., Eastern Daylight Saving time, Monday, August 31, 1970, at the Securities Department of its Head Office and at its Buffalo Branch. Tender forms for the respective series are enclosed. Please use the appropriate forms to submit tenders and return them in the enclosed envelope marked "Tender for Treasury Bills (Weekly)." Tenders may be submitted by telegraph, subject to written confirmation; they may not be submitted by telephone. *Payment for the Treasury bills cannot be made by credit through the Treasury Tax and Loan Account. Settlement must be made in cash or other immediately available funds or in maturing Treasury bills.*

Results of the last weekly offering of Treasury bills (92-day bills to be issued August 27, 1970, representing an additional amount of bills dated May 28, 1970, maturing November 27, 1970; and 182-day bills dated August 27, 1970, maturing February 25, 1971) are shown on the reverse side of this circular.

ALFRED HAYES, *President.*

(OVER)

**RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS (TWO SERIES
TO BE ISSUED AUGUST 27, 1970)**

Range of Accepted Competitive Bids

	<i>92-Day Treasury Bills Maturing November 27, 1970</i>		<i>182-Day Treasury Bills Maturing February 25, 1971</i>	
	<i>Price</i>	<i>Approx. equiv. annual rate</i>	<i>Price</i>	<i>Approx. equiv. annual rate</i>
High	98.445	6.085%	96.818	6.294%
Low	98.408	6.230%	96.787	6.355%
Average	98.416	6.198% ¹	96.796	6.338% ¹

¹ These rates are on a bank discount basis. The equivalent coupon issue yields are 6.39 percent for the 92-day bills, and 6.64 percent for the 182-day bills.

(32 percent of the amount of 92-day bills
bid for at the low price was accepted.)

(63 percent of the amount of 182-day bills
bid for at the low price was accepted.)

Total Tenders Applied for and Accepted (By Federal Reserve Districts)

<i>District</i>	<i>92-Day Treasury Bills Maturing November 27, 1970</i>		<i>182-Day Treasury Bills Maturing February 25, 1971</i>	
	<i>Applied for</i>	<i>Accepted</i>	<i>Applied for</i>	<i>Accepted</i>
Boston	\$ 34,630,000	\$ 34,350,000	\$ 19,630,000	\$ 6,670,000
New York	1,944,960,000	1,253,900,000	1,827,880,000	905,980,000
Philadelphia	41,910,000	26,910,000	20,330,000	9,460,000
Cleveland	45,520,000	45,020,000	24,980,000	24,930,000
Richmond	47,860,000	47,520,000	49,680,000	33,680,000
Atlanta	48,960,000	42,330,000	40,650,000	25,810,000
Chicago	211,330,000	147,570,000	330,710,000	264,390,000
St. Louis	45,780,000	32,180,000	31,220,000	15,940,000
Minneapolis	37,770,000	32,770,000	41,010,000	29,110,000
Kansas City	50,300,000	48,000,000	35,430,000	22,160,000
Dallas	30,640,000	17,960,000	24,390,000	10,890,000
San Francisco	129,170,000	71,790,000	140,490,000	51,550,000
TOTAL	\$2,668,830,000	\$1,800,300,000^a	\$2,586,400,000	\$1,400,570,000^b

^a Includes \$368,850,000 noncompetitive tenders accepted at the average price of 98.416.

^b Includes \$190,900,000 noncompetitive tenders accepted at the average price of 96.796.