

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

Circular No. 7479
October 15, 1974

TREASURY CASH FINANCING

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

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

The Treasury will raise \$2.5 billion of cash by auctioning
up to \$1.0 billion of notes maturing May 15, 1979, and up to
\$1.5 billion of bills maturing June 19, 1975.

The 4-year 6-month notes will be auctioned on a yield
basis, rather than the conventional price basis, on Wednesday,
October 23. Bidders must state the percentage yield they will
accept to two decimal places. The coupon will be set, after the
auction, to the $\frac{1}{8}$ of one percent which is nearest to the
average yield on accepted tenders and which produces an average
price at or below par. The payment and delivery date for the
notes will be November 6, 1974; payment may not be made by
credit to Treasury tax and loan accounts.

The 227-day bills will be auctioned on the conventional
price basis on Tuesday, October 29. The payment and delivery
date will be November 4; payment may not be made by credit to
Treasury tax and loan accounts. These bills may not be used
in payment of Federal income taxes due June 15, 1975.

The official offering circulars and tender forms will
be mailed to you as soon as possible.

ALFRED HAYES,
President.