

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

Circular No. 7750
November 12, 1975

52-WEEK BILL AUCTION RESCHEDULED

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

The following announcement was made by the Treasury Department yesterday:

The auction of \$2.1 billion of 52-week Treasury bills maturing November 16, 1976, scheduled for Wednesday, November 12, has been cancelled by the Treasury. A new auction of bills, also in the amount of \$2.1 billion but maturing one day earlier, on November 15, 1976, will be held on Thursday, November 13.

Settlement for the new bills will be on Tuesday, November 18, the same day as originally scheduled for the earlier bill issue. The proceeds of the bills will be used to refund maturing bills and to raise new cash. Details of the offering are stated in a separate release.

The change in the maturity date of the bill was made to insure that the Treasury would be able to arrange for delivery on Tuesday even if the temporary debt limit is not extended beyond Saturday, November 15. By law, bills cannot exceed one year from issue to maturity. If the debt limit bill now before the Congress is not enacted by Saturday, \$2.1 billion of one-year bills dated November 15, 1975, and maturing November 15, 1976 will be issued to a Government account. These bills will be delivered in turn on Tuesday, November 18, to purchasers in Thursday's auction.

The action was taken as part of a contingency plan for assuring the consummation of the sales of all Treasury securities previously auctioned or offered for sale, including the 13- and 26-week bills announced today for auction on Monday, November 17.

The terms of the original offering of 52-week Treasury bills was contained in our Circular No. 7748, dated November 6, 1975, and such terms are amended in accordance with the above statement. The tender form printed on the reverse side of that circular should be used to submit tenders for this offering.

PAUL A. VOLCKER,
President.