FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. 7800]

OFFERING OF TWO SERIES OF TREASURY BILLS

\$3,100,000,000 of 91-Day Bills, Additional Amount, Series Dated October 30, 1975, Due April 29, 1976 (To Be Issued January 29, 1976)

\$3,500,000,000 of 182-Day Bills, Dated January 29, 1976, Due July 29, 1976

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

Following is the text of a notice issued by the Treasury Department, released at 4 p.m. today:

The Treasury Department, by this public notice, invites tenders for two series of Treasury bills to the aggregate amount of \$6,600,000,000, or thereabouts, to be issued January 29, 1976, as follows:

91-day bills (to maturity date) in the amount of \$3,100,000,000, or thereabouts, representing an additional amount of bills dated October 30, 1975, and to mature April 29, 1976 (CUSIP No. 912793 ZE9), originally issued in the amount of \$3,203,555,000, the additional and original bills to be freely interchangeable.

182-day bills for \$3,500,000,000, or thereabouts, to be dated January 29, 1976, and to mature July 29, 1976 (CUSIP No. 912793 A22).

The bills will be issued for cash and in exchange for Treasury bills maturing January 29, 1976, outstanding in the amount of \$5,901,370,000, of which Government accounts and Federal Reserve Banks, for themselves and as agents of foreign and international monetary authorities, presently hold \$2,538,665,000. These accounts may exchange bills they hold for the bills now being offered at the average prices of accepted tenders.

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 in denominations of \$10,000, \$10,000, \$50,000, \$100,000, \$500,000 and \$1,000,000 (maturity value) and in book-entry form to designated bidders.

Tenders will be received at Federal Reserve Banks and Branches up to the closing hour, one-thirty p.m., Eastern Standard time, Monday, January 26, 1976. Tenders will not be received at the Treasury Department, Washington. Each tender must be for a minimum of \$10,000. Tenders over \$10,000 must be in multiples of \$5,000. 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 and dealers who make primary markets in Government securities and report daily to the Federal Reserve Bank of New York their positions with respect to Government securities and borrowings thereon may submit tenders for account of customers, provided the names of the customers are set forth in such tenders. Others 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. Only those submitting competitive 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. Subject to these reservations, noncompetitive tenders for each issue for \$500,000 or less without stated price from any one bidder will be accepted in full at the average price (in three decimals) of accepted competitive bids for the respective issues. Settlement for accepted tenders in accordance with the bids must be made or completed at the Federal Reserve Bank on January 29, 1976, in cash or other immediately available funds or in a like face amount of Treasury bills maturing January 29, 1976. Cash and exchange tenders will receive equal treatment. Cash adjustments will be made for differences between the par value of maturing bills accepted in exchange and the issue price of the new bills.

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 considered to accrue when the bills are sold, redeemed or otherwise disposed of, and the bills are excluded from consideration as capital assets. Accordingly, the owner of Treasury bills (other than life insurance companies) issued hereunder must include in his income tax return, as ordinary gain or loss, the difference between the price paid for the 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.

Treasury Department Circular No. 418 (current revision) 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 for both series up to 1:30 p.m., Eastern Standard time, Monday, January 26, 1976, 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." Tenders not requiring a deposit may be submitted by telegraph, subject to written confirmation; no tenders may be submitted by telephone. Payment for 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 (91-day bills to be issued January 22, 1976, representing an additional amount of bills dated October 23, 1975, maturing April 22, 1976; and 182-day bills dated January 22, 1976, maturing July 22, 1976) are shown on the reverse side of this circular.

PAUL A. VOLCKER, President.

RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS (TWO SERIES TO BE ISSUED JANUARY 22, 1976)

Range of Accepted Competitive Bids

91-Day Treasury Bills Maturing April 22, 1976 182-Day Treasury Bills Maturing July 22, 1976

High	Price 98.801a	Discount Rate 4.743%	Investment Rate ¹ 4.88%	Price 97.461b	Discount Rate 5.022%	Investment Rate ¹ 5.24%
Low	98.787	4.799%	4.94%	97.441	5.062%	5.28%
Average	98.791	4.783%	4.92%	97.449	5.046%	5.26%

¹ Equivalent coupon issue yield. ^a Excepting one tender of \$200,000.

(98 percent of the amount of 91-day bills bid for at the low price was accepted.)

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

Total Tenders Received and Accepted (By Federal Reserve District)

	91-Day Tr Maturing A	reasury Bills April 22, 1976	182-Day Treasury Bills Maturing July 22, 1976		
District	Received	Accepted	Received	Accepted	
Boston	\$ 21,085,000	\$ 21,085,000	\$ 34,295,000	\$ 7,295,000	
New York	3,709,470,000	2,424,395,000	4,555,395,000	2,905,065,000	
Philadelphia	31,510,000	31,510,000	6,775,000	6,775,000	
Cleveland	62,570,000	32,570,000	111,620,000	46,620,000	
Richmond	34,265,000	29,245,000	66,475,000	34,905,000	
Atlanta	35,785,000	34,775,000	22,405,000	19,740,000	
Chicago	315,905,000	204,335,000	293,495,000	178,595,000	
St. Louis	52,315,000	28,315,000	39,005,000	16,505,000	
Minneapolis	35,725,000	35,465,000	30,270,000	26,270,000	
Kansas City	33,545,000	33,545,000	20,615,000	20,615,000	
Dallas	52,950,000	27,950,000	26,425,000	13,425,000	
San Francisco	202,200,000	96,980,000	288,970,000	125,020,000	
TOTAL	\$4,587,325,000	\$3,000,170,000°	\$5,495,745,000	\$3,400,830,000 ^d	

 $^{^{\}rm c}$ Includes \$374,530,000 noncompetitive tenders from the public. $^{\rm d}$ Includes \$175,695,000 noncompetitive tenders from the public.

b Excepting one tender of \$420,000.

(Closing date for receipt of this tender is Monday, January 26, 1976)

TENDER FOR 91-DAY TREASURY BILLS

Additional Amount, Series Dated October 30, 1975, Maturing April 29, 1976)

(To Be Issued January 29, 1976)

To Federal Reserve Bank Fiscal Agent of the U			i at, 19
sions of the public notice Treasury bills, the undersign	issued by the Treasurgned hereby offers to pu	nent Circular No. 418 ry Department invitin irchase such Treasury	(current revision) and to the proving tenders for the above-described bills in the amount indicated below, e date at the price indicated below:
COMPETITIVE TENI	DER Do not fill in Noncompetition	both Competitive and ve tenders on one form	NONCOMPETITIVE TENDER
\$ or any lesser amount that n Price: (Price must be express decimal places, for example of the company	nay be awarded. per 100. wed with not more than three	(Not to exceed \$5	(maturity value) 00,000 for one bidder through all sources) rice of accepted competitive bids.
Subject to allotment, please	The state of the s	ept payment for the bi	lls as indicated below:
\$ 10,000 15,000 50,000 100,000 1,000,000 Totals The undersigned (mento dispose of in the manner) Insert this tender	undersi 2. Ship to 3. Hold i ber ban Invention Gen Tru 4. Allotme (No changes will mber bank) hereby certifi	o the undersigned n safekeeping (for mem- nk only) in— estment Account neral Account est Account ent transfer (see list attace in delivery instructions libe accepted) fies that the Treasury pove are owned solely (Name of subscriber—ple	bills which you are hereby instructed by the undersigned.
in special envelope marked "Tender for Treasury Bills"	(Tel. No.)	(Address—incl. City	subscriber or authorized signature)
_		(Title of authorize	d signer)
			nes on lines below or on an attached rider)
(maturity value). 2. Only banking institution	nan \$10,000 will be considents, and dealers who make prin	ered, and each tender n	(Name of customer) nust be for an even multiple of \$5,000 ent securities and report daily to this Bank submit tenders for customer account; in

Rev. 5/75 Digitized for FRASER 10/75 http://fraser.stlouisfed.org/ (Closing date for receipt of this tender is Monday, January 26, 1976)

TENDER FOR 182-DAY TREASURY BILLS

Date	January 29, 1	910	maturing July 29, 1970		
To Federal Reserve Bank of New York, Fiscal Agent of the United States		ap	Dated at		
sions of the public Treasury bills, the u	notice issued by ndersigned hereb	y the Treasury Department in by offers to purchase such Treas	118 (current revision) and to the provi- viting tenders for the above-described ury bills in the amount indicated below, issue date at the price indicated below:		
COMPETITIVE	TENDER	Do not fill in both Competitive and Noncompetitive tenders on one form			
decimal places,	that may be awa expressed with not for example, 99.925)	per 100. more than three (Not to exceed at the average at the av	(maturity value) d \$500,000 for one bidder through all sources) ge price of accepted competitive bids. e bills as indicated below:		
Pieces Denomination \$ 10,000 15,000 50,000	Maturity value	□ 1. Deliver over the counter to undersigned □ 2. Ship to the undersigned □ 3. Hold in safekeeping (for m ber bank only) in—	☐ By charge to our reserve account ☐ By cash or check in immediately available funds on delivery		
100,000		General Account Trust Account	☐ 5. Special instructions:		
1,000,000 Totals		☐ 4. Allotment transfer (see list a (No changes in delivery instruction. will be accepted)	State Control of the		

The undersigned (member bank) hereby certifies that the Treasury bills which you are hereby instructed to dispose of in the manner indicated in item 3 above are owned solely by the undersigned.

Insert this tender in special envelope marked "Tender for Treasury Bills"

***************************************	(Name of subscriber—please print or type)			
(Address—incl. City and State)				
(Tel. No.)	(Signature of subscriber or authorized signature)			
***************************************	(Title of authorized signer)			

· (Banking institutions submitting tenders for customer account must list customers' names on lines below or on an attached rider)

(Name of customer)

(Name of customer)

INSTRUCTIONS:

1. No tender for less than \$10,000 will be considered, and each tender must be for an even multiple of \$5,000 (maturity value).

2. Only banking institutions, and dealers who make primary markets in Government securities and report daily to this Bank their positions with respect to Government securities and borrowings thereon, may submit tenders for customer account; in doing so, they may consolidate competitive tenders at the same price and may consolidate noncompetitive tenders, provided a list is attached showing the name of each bidder and the amount bid for his account. Others will not be permitted to submit tenders except for their own account.

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. All checks must be drawn to the order of the Federal Reserve Bank of New York; checks endorsed to this Bank will not be accepted.

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.

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