FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. 7844] March 24, 1976

OFFERING OF TWO SERIES OF TREASURY BILLS

\$2,600,000,000 of 91-Day Bills, Additional Amount, Series Dated January 2, 1976, Due July 1, 1976 (To Be Issued April 1, 1976)

\$3,400,000,000 of 182-Day Bills, Dated April 1, 1976, Due September 30, 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. yesterday:

The Treasury Department, by this public notice, invites tenders for two series of Treasury bills to the aggregate amount of \$6,000,000,000, or thereabouts, to be issued April 1, 1976, as follows:

91-day bills (to maturity date) in the amount of \$2,600,000,000, or thereabouts, representing an additional amount of bills dated January 2, 1976, and to mature July 1, 1976 (CUSIP No. 912793 ZW9), originally issued in the amount of \$3,301,200,000, the additional and original bills to be freely interchangeable.

182-day bills for \$3,400,000,000, or thereabouts, to be dated April 1, 1976, and to mature September 30, 1976 (CUSIP No. 912793 B39).

The bills will be issued for cash and in exchange for Treasury bills maturing April 1, 1976, outstanding in the amount of \$6,004,085,000, of which Government accounts and Federal Reserve Banks, for themselves and as agents of foreign and international monetary authorities, presently hold \$2,906,570,000. 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, March 29, 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 April 1, 1976, in cash or other immediately available funds or in a like face amount of Treasury bills maturing April 1, 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, March 29, 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 March 25, 1976, representing an additional amount of bills dated December 26, 1975, maturing June 24, 1976; and 182-day bills dated March 25, 1976, maturing September 23, 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 MARCH 25, 1976)

Range of Accepted Competitive Bids

	91-Day Treasury Bills Maturing June 24, 1976			182-Day Treasury Bills Maturing September 23, 1976		
High	Price 98.767	Discount Rate 4.878%	Investment Rate ¹ 5.01%	Price 97.338a	Discount Rate 5.265%	Investment Rate1 5.48%
Low	98.762	4.898%	5.03%	97.321	5.299%	5.52%
Average	98.764	4.890%	5.02%	97.329	5.283%	5.50%

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

(22 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 J	easury Bills une 24, 1976	182-Day Treasury Bills Maturing September 23, 1976		
District	Received	Accepted	Received	Accepted	
Boston	\$ 79,045,000 5,072,775,000	\$ 19,545,000 2,100,470,000	\$ 71,800,000 3,924,930,000	\$ 51,020,000 2,476,730,000	
Philadelphia	25,865,000	24,040,000	129,835,000	129,835,000	
Cleveland	108,775,000	31,255,000	69,485,000	26,670,000	
Richmond	29,225,000	15,275,000	39,480,000	15,480,000	
Atlanta	27,500,000	24,015,000	34,280,000	20,180,000	
Chicago	367,065,000	38,095,000	319,430,000	154,090,000	
St. Louis	59,485,000	28,630,000	49,630,000	29,730,000	
Minneapolis	33,250,000	10,530,000	34,205,000	26,205,000	
Kansas City	37,360,000	28,830,000	22,080,000	19,080,000	
Dallas	21,410,000	16,410,000	18,000,000	11,000,000	
San Francisco	366,820,000	64,775,000	274,275,000	140,775,000	
TOTAL	\$6,228,575,000	\$2,401,870,000b	\$4,987,430,000	\$3,100,795,000°	

 $^{^{\}rm b}$ Includes \$342,835,000 noncompetitive tenders from the public. $^{\rm c}$ Includes \$179,110,000 noncompetitive tenders from the public.

(Closing date for receipt of this tender is Monday, March 29, 1976)

TENDER FOR 91-DAY TREASURY BILLS

Additional Amount, Series Dated January 2, 1976, Maturing July 1, 1976

(To Be Issued April 1, 1976)

To Federal Reserve Bank of New York, Fiscal Agent of the United States				Dated at				
sions Treas	of the public ury bills, the u	notice issued indersigned here	by the Treasury eby offers to purch	t Circular No. 418 Department inviting ase such Treasury	(current revision) and to the provi- ng tenders for the above-described bills in the amount indicated below, the date at the price indicated below:			
C	OMPETITIVE	TENDER	Do not fill in both Noncompetitive to	th Competitive and enders on one form	NONCOMPETITIVE TENDER			
		that may be av	(maturity value) varded.		exceed \$500,000 for one bidder through all sources)			
	(Price must be decimal places,	for example, 99.92	ot more than three (25)		orice of accepted competitive bids.			
Subjec	ct to allotment,	please issue, d	leliver, and accept	payment for the bi	ills as indicated below:			
Pieces	Denomination \$ 10,000	Maturity value	☐ 1. Deliver ovundersigne☐☐ 2. Ship to the		Payment will be made as follows: By charge to our reserve accounts By cash or check in immediately			
	15,000			afekeeping (for mem-	available funds on delivery (Payment cannot be made through			
	50,000		ber bank o	nent Account	Treasury Tax and Loan Account)			
	100,000		☐ Genera		☐ 5. Special instructions:			
	500,000		☐ Trust	Account				
1,000,000				transfer (see list attached)				
Totals				(No changes in delivery instructions will be accepted)				
to dis	he undersigned pose of in the	d (member ban manner indicat	k) hereby certifies ed in item 3 above	that the Treasury e are owned solely	bills which you are hereby instructed by the undersigned.			
	nsert this tend	ler	********************************	(Name of subscriber—ple	ase print or type)			
in special envelope marked "Tender for				(Address—incl. City and State)				
	Treasury Bills		(Tel. No.)	(Signature of	subscriber or authorized signature)			
_				(Title of authorize	ed signer)			
(Banki	ing institutions su	bmitting tenders for	or customer account n	ust list customers' nar	nes on lines below or on an attached rider)			
INSTI	(Na RUCTIONS:	me of customer)			(Name of customer)			
their p doing s list is a tenders	Only banking insositions with resion, they may consistenced showing except for their	stitutions, and deal pect to Governme solidate competitive the name of each own account.	ers who make primary ent securities and bor- te tenders at the same bidder and the amou	markets in Governmerowings thereon, may price and may constant bid for his account	for a multiple of \$5,000 (maturity value). ent securities and report daily to this Bank y submit tenders for customer account; in olidate noncompetitive tenders, provided a tt. Others will not be permitted to submit			
represe	zed to make the	tender, and the	signing of the tend	ler by an officer of	signed by an officer of the corporation the corporation will be construed as a a partnership, it should be signed by a a copartnership, by			

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^{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.

TENDER FOR 182-DAY TREASURY BILLS

Dated April 1, 1976

Maturing September 30, 1976

	EDERAL RESERV			Date	ed at
1	riscal Agent of	the Officed	States	*******	, 19
sions Treas	of the public ury bills, the u	notice issue	ed by the Treas	sury Department inviti purchase such Treasury	(current revision) and to the proving tenders for the above-described bills in the amount indicated below are date at the price indicated below:
C	OMPETITIVE	TENDER		in both Competitive and litive tenders on one form	NONCOMPETITIVE TENDER
	lesser amount		(maturity value awarded.		(maturity value) 600,000 for one bidder through all sources)
Price	(Price must be decimal places,	expressed wit	h not more than th	ree at the average p	price of accepted competitive bids.
Subje				cept payment for the b	ills as indicated below:
Pieces	Denomination	Maturity va	alue 🔲 1. Deliv	ver over the counter to the	Payment will be made as follows:
	\$ 10,000			to the undersigned	☐ By charge to our reserve account☐ ☐ By cash or check in immediately
	15,000		3, Hold	in safekeeping (for mem-	available funds on delivery
	50,000			pank only) in—	Treasury Tax and Loan Account)
	100,000			eneral Account	☐ 5. Special instructions:
	500,000		D T	rust Account	
	1,000,000		(No change	ment transfer (see list attac es in delivery instructions	thed)
	Totals		w	ill be accepted)	
to dis	pose of in the	manner indi	cated in item 3 a	above are owned solely (Name of subscriber—ple	
	nsert this tend special envelo			(Address-incl. City	and State)
me	arked "Tender	for	(Tel, No.)	(Signature of	subscriber or authorized signature)
	Treasury Bills'		***************************************	(Title of authorize	ed signer)
(Banki	ng institutions su	bmitting tender	s for customer acco	unt must list customers' nar	nes on lines below or on an attached rider)
	(Nai	ne of customer)	******************************	>	(Name of customer)
	No tender for le	ss than \$10.00	0 will be considered	t and each tender must be	for a multiple of \$5,000 (maturity value).
2. their po	Only banking ins	titutions, and deet to Govern	lealers who make proment securities and	imary markets in Governmed d borrowings thereon, may	ent securities and report daily to this Bank submit tenders for customer account; in olidate noncompetitive tenders, provided a
list is a		the name of ea			t. Others will not be permitted to submit
authoriz represer member	ted to make the station by him the of the firm, who	tender, and hat he has been should sign i	the signing of the en so authorized. I n the form "	tender by an officer of	signed by an officer of the corporation the corporation will be construed as a a partnership, it should be signed by a a copartnership, by
and rec the face by an i	Tenders will be ognized dealers amount of Tre incorporated bank	received wi in investment asury bills ap or trust com	thout deposit from securities. Tender oplied for, unless t many. All checks r	n incorporated banks and s from others must be a the tenders are accompanie must be drawn to the orde	trust companies and from responsible companied by payment of 2 percent of ed by an express guaranty of payment er of the Federal Reserve Bank of New
York;	checks endorsed t	o this Bank w	rill not be accepted.		pinion of the Secretary of the Treasury

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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Federal Reserve Bank of St. Louis