### FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

Circular No. 7860]

# OFFERING OF TWO SERIES OF TREASURY BILLS

\$2,600,000,000 of 91-Day Bills, Additional Amount, Series Dated January 29, 1976, Due July 29, 1976
(To Be Issued April 29, 1976)

\$3,500,000,000 of 182-Day Bills, Dated April 29, 1976, Due October 28, 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 \$6,100,000,000, or thereabouts, to be issued April 29, 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 29, 1976, and to mature July 29, 1976 (CUSIP No. 912793 A22), originally issued in the amount of \$3,501,865,000, the additional and original bills to be freely interchangeable.

182-day bills for \$3,500,000,000, or thereabouts, to be dated April 29, 1976, and to mature October 28, 1976 (CUSIP No. 912793 B70).

The bills will be issued for cash and in exchange for Treasury bills maturing April 29, 1976, outstanding in the amount of \$6,305,065,000, of which Government accounts and Federal Reserve Banks, for themselves and as agents of foreign and international monetary authorities, presently hold \$2,616,620,000. 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, \$15,000, \$50,000, \$100,000, \$50,000 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 Daylight Saving time, Monday, April 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 April 29, 1976, in cash or other immediately available funds or in a like face amount of Treasury bills maturing April 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 Daylight Saving time, Monday, April 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 April 22, 1976, representing an additional amount of bills dated January 22, 1976, maturing July 22, 1976; and 182-day bills dated April 22, 1976, maturing October 21, 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 APRIL 22, 1976)

# Range of Accepted Competitive Bids

91-Day Treasury Bills Maturing July 22, 1976 182-Day Treasury Bills Maturing October 21, 1976

	Price	Discount Rate	Investment Rate <sup>1</sup>	Price	Discount Rate	Investment Rate <sup>1</sup>
High	98.802	4.739%	4.86%	97.442	5.060%	5.26%
Low	98.793	4.775%	4.90%	97.420	5.103%	5.31%
Average	98.796	4.763%	4.89%	97.427	5.089%	5.30%

<sup>&</sup>lt;sup>1</sup>Equivalent coupon-issue yield.

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

(36 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)

		reasury Bills July 22, 1976	182-Day Treasury Bills Maturing October 21, 1976		
District	Received	Accepted	Received	Accepted	
Boston	\$ 19,435,000	\$ 16,435,000	\$ 10,500,000	\$ 8,000,000	
	4,526,525,000	2,159,480,000	4,510,680,000	2,866,880,000	
Philadelphia	84,745,000	28,615,000	5,805,000	5,805,000	
	59,995,000	28,345,000	87,885,000	41,485,000	
Richmond	32,110,000	20,700,000	39,080,000	34,065,000	
Atlanta	53,740,000	44,740,000	31,525,000	29,225,000	
	259,280,000	47,815,000	305,270,000	181,410,000	
St. Louis	73,915,000	35,065,000	66,890,000	48,890,000	
	46,310,000	11,310,000	47,065,000	37,065,000	
Kansas City	33,700,000	27,725,000	18,665,000	18,665,000	
	34,260,000	14,260,000	25,185,000	18,685,000	
Dallas	277,280,000	68,170,000	217,890,000	109,890,000	
Total	\$5,501,295,000	\$2,502,660,000 a	\$5,366,440,000	\$3,400,065,000 b	

 $<sup>^{\</sup>rm a}$  Includes \$353,295,000 noncompetitive tenders from the public.  $^{\rm b}$  Includes \$181,005,000 noncompetitive tenders from the public.

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

# TENDER FOR 91-DAY TREASURY BILLS

Additional Amount, Series Dated January 29, 1976, Maturing July 29, 1976

(To Be Issued April 29, 1976)

To FEDERAL RESERVE BANK OF NEW YOR Fiscal Agent of the United States						
sions Treas	of the public	provisions of Tre notice issued by indersigned hereb	asury Department y the Treasury by offers to purch	Circular No. 418 Department inviti ase such Treasury	(current revision) and to the proving tenders for the above-described bills in the amount indicated below, see date at the price indicated below:	
C	OMPETITIVE	TENDER	Do not fill in bot Noncompetitive to	h Competitive and enders on one form	NONCOMPETITIVE TENDER	
9		(n	naturity value)		(maturity value)	
		that may be awa			600,000 for one bidder through all sources)	
	(Price must be	expressed with not for example, 99.925	more than three	at the average [	price of accepted competitive bids.	
Subje	ct to allotment,	please issue, de	liver, and accept	payment for the b	ills as indicated below:	
Pieces	Denomination	Maturity value		er the counter to the	Payment will be made as follows:	
\$ 10,000			undersigne	d	☐ By charge to our reserve account	
-	15,000		- □ 2. Ship to the	undersigned	By cash or check in immediately available funds on delivery	
_	50,000		□ 3. Hold in sa ber bank o	afekeeping (for mem- nly) in—	(Payment cannot be made through Treasury Tax and Loan Account)	
	100,000		☐ Investm	ent Account	D 5 Secolel instructions	
_			_ ☐ General	Account	5. Special instructions:	
	500,000		_ Trust	Account		
	1,000,000			transfer (see list attac	thed)	
Totals			(No changes in delivery instructions will be accepted)			
to dis	pose of in the	manner indicated	) hereby certifies I in item 3 above	are owned solely	bills which you are hereby instructed by the undersigned.	
	nsert this tend		******************************	(Address—incl. City	and State)	
	special envelourked "Tender			(Address—mer. City	and State)	
Treasury Bills" (Te		I. No.) (Signature of subscriber or authorized signature)				
_				(Title of authorize	ed signer)	
(Banki	ng institutions sul	omitting tenders for	customer account m	ust list customers' nar	nes on lines below or on an attached rider)	
	(Nan	ne of customer)			(Name of customer)	
	RUCTIONS:					
their podoing s	Only banking ins ositions with resp o, they may cons	titutions, and dealer sect to Government olidate competitive the name of each b	s who make primary securities and bor tenders at the same	markets in Governme rowings thereon, may price and may conse	for a multiple of \$5,000 (maturity value). ent securities and report daily to this Bank submit tenders for customer account; in olidate noncompetitive tenders, provided a t. Others will not be permitted to submit	
authoriz	ed to make the	tender, and the s	signing of the tend	er 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	

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.

.., a member of the firm."

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.

member of the firm, who should sign in the form ".

....., a copartnership, by

# issued, in accordance with the General Regulations governing United States securities (Department Circular No. 300) and the Regulations governing Treasury Bills (Department Circular No. 418). The transaction will not be completed unless all required data is furnished.

# TENDER FOR 182-DAY TREASURY BILLS

Dated April 29, 1976

Maturing October 28, 1976

To Federal Reserve Bank of New You Fiscal Agent of the United States			d at	
				, 19
sions of the public Treasury bills, the	notice issued by undersigned hereb	the Treasury y offers to purch	Department inviti- ase such Treasury	(current revision) and to the proving tenders for the above-described bills in the amount indicated below the date at the price indicated below.
COMPETITIVI	E TENDER		h Competitive and enders on one form	NONCOMPETITIVE TENDER
or any lesser amoun				(maturity value 00,000 for one bidder through all sources
decimal places,	e expressed with not for example, 99.925)	more than three		orice of accepted competitive bids.
Pieces Denomination	Maturity value	1		
\$ 10,000			er the counter to the	Payment will be made as follows:  By charge to our reserve according
15,000		2. Ship to the		By cash or check in immediatel available funds on delivery
50,000		ber bank o	afekeeping (for mem- only) in—	(Payment cannot be made through Treasury Tax and Loan Account)
100,000			nent Account	5. Special instructions:
500,000		☐ Genera		
1,000,000			transfer (see list attac	
Totals		(No changes in delivery instructions will be accepted)		
Insert this tend	der ope	in item 3 above	that the Treasury e are owned solely (Name of subscriber—ple (Address—incl. City	
marked "Tender Treasury Bill	/m	l. No.)	(Signature of	subscriber or authorized signature)
			(Title of authoriz	ed signer)
				nes on lines below or on an attached rider
(N	ame of customer)			(Name of customer)
<ol><li>Only banking in heir positions with re- loing so, they may con</li></ol>	stitutions, and dealer, spect to Government isolidate competitive the name of each b	s who make primary securities and bot tenders at the same	markets in Governmerowings thereon, may	for a multiple of \$5,000 (maturity value ent securities and report daily to this Bar y submit tenders for customer account; olidate noncompetitive tenders, provided it. Others will not be permitted to subm
3. If the person authorized to make the representation by him member of the firm, when	making the tender e tender, and the s that he has been so ho should sign in the	authorized. If the form "	ler by an officer of tender is made by of the firm."	signed by an officer of the corporation the corporation will be construed as a partnership, it should be signed by a copartnership, l
the face amount of To by an incorporated bar York; checks endorsed	reasury bills applied ik or trust company to this Bank will no	for, unless the to All checks must be accepted.	om others must be a enders are accompani be drawn to the ord	trust companies and from responsib companied by payment of 2 percent ed by an express guaranty of payment er of the Federal Reserve Bank of Ne
is material, the tender n	nay be disregarded.	manged in any re	pect, which, in the C	pinion of the Secretary of the Treasur

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Rev. 3/76

### FEDERAL OPEN MARKET COMMITTEE

# OPEN MARKET OPERATIONS OF FEDERAL RESERVE BANKS

### AMENDMENTS †

1. Effective April 1, 1974, section 270.4(c)(2) is amended to read as follows:

## SECTION 270.4—TRANSACTIONS IN **OBLIGATIONS**

- (c) In accordance with such limitations, terms, and conditions as are prescribed by law and in authorizations and directives issued by the Committee, the Reserve Bank selected by the Committee is authorized and directed-
- (2) To buy and sell bankers' acceptances in the open market for its own account;

2. Effective January 30, 1975, section 270.4(d) is amended to read as follows:

# SECTION 270.4—TRANSACTIONS IN **OBLIGATIONS**

(d) In accordance with such limitations, terms, and conditions as are prescribed by law and in authorizations and directives issued by the Committee, the Reserve Bank selected by the Committee (or, under special circumstances, such as when that Bank is closed, any other Federal Reserve Bank) is authorized and directed, for its own account or the System Open Market Account, to purchase directly from the United States such amounts of Government securities as may be necessary from time to time for the temporary accommodation of the Treasury Department.

Printed Regulation pamphlet as amended effective February 1, 1973.
 This slip sheet. (Destroy April 1974 revised slipsheet)

<sup>†</sup> For this Regulation to be complete as amended April 1, 1974, retain: