

FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. **8005**
December 3, 1976]

Offering of \$3,253,000,000 of 364-Day Treasury Bills Dated December 14, 1976 Due December 13, 1977

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

Following is the text of a notice issued yesterday by the Treasury Department:

The Department of the Treasury, by this public notice, invites tenders for \$3,253 million, or thereabouts, of 364-day Treasury bills to be dated December 14, 1976, and to mature December 13, 1977 (CUSIP No. 912793 H7 4). The bills, with a limited exception, will be available in book-entry form only, and will be issued for cash and in exchange for Treasury bills maturing December 14, 1976.

This issue will not provide new money for the Treasury as the maturing issue is outstanding in the amount of \$3,253 million, of which \$1,607 million is held by the public and \$1,646 million is held by Government accounts and the Federal Reserve Banks for themselves and as agents of foreign and international monetary authorities. Additional amounts of the bills may be issued to Federal Reserve Banks as agents of foreign and international monetary authorities. Tenders from Government accounts and the Federal Reserve Banks for themselves and as agents of foreign and international monetary authorities will be accepted at the average price of accepted tenders.

The bills will be issued on a discount basis under competitive and noncompetitive bidding, and at maturity their par amount will be payable without interest. Except for definitive bills in the \$100,000 denomination, which will be available only to investors who are able to show that they are required by law or regulation to hold securities in physical form, this series of bills will be issued entirely in book-entry form on the records either of the Federal Reserve Banks and Branches, or of the Department of the Treasury.

Tenders will be received at Federal Reserve Banks and Branches and at the Bureau of the Public Debt, Washington, D.C. 20226, up to 1:30 p.m., Eastern Standard time, Wednesday, December 8, 1976. Form PD 4632-1 should be used to submit tenders for bills to be maintained on the book-entry records of the Department of the Treasury.

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.

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.

Payment for the full par amount of the bills applied for must accompany all tenders submitted for bills to be maintained on the

book-entry records of the Department of the Treasury. A cash adjustment will be made for the difference between the par payment submitted and the actual issue price as determined in the auction.

No deposit need accompany tenders from incorporated banks and trust companies and from responsible and recognized dealers in investment securities, for bills to be maintained on the book-entry records of Federal Reserve Banks and Branches, or for definitive bills, where authorized. A deposit of 2 percent of the par amount of the bills applied for must accompany tenders for such bills from others, unless an express guaranty of payment by an incorporated bank or trust company accompanies the tenders.

Public announcement will be made by the Department of the Treasury of the amount and price range of accepted bids. 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 \$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.

Settlement for accepted tenders for bills to be maintained on the records of Federal Reserve Banks and Branches must be made or completed at the Federal Reserve Bank or Branch on December 14, 1976, in cash or other immediately available funds or in Treasury bills maturing December 14, 1976. 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 bills (other than life insurance companies) issued hereunder must include in his Federal income tax return, as ordinary gain or loss, the difference between the price paid for the bills, whether on original issue or on a subsequent purchase, and the amount actually received either upon sale or redemption at maturity during the taxable year for which the return is made.

Department of the Treasury Circulars, Public Debt Series—Nos. 26-76 and 27-76, and this notice, prescribe the terms of these Treasury bills and govern the conditions of their issue. Tender forms may be obtained from any Federal Reserve Bank or Branch, or from the Bureau of the Public Debt. Copies of the circulars will be available on or about December 6, 1976.

Tenders will be received up to 1:30 p.m., Eastern Standard time, Wednesday, December 8, 1976 at the Securities Department of this Bank's Head Office, at our Buffalo Branch, or at the Bureau of the Public Debt. Please use the appropriate enclosed form to submit a tender. Tenders not requiring a deposit may be submitted by telegraph, subject to written confirmation; no tenders may be submitted by telephone. *Payment for the 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.*

PAUL A. VOLCKER,
President.

IMPORTANT—This is a standard form. Its terms are subject to change at any time by the Treasury. This tender will be construed as a bid to purchase the securities for which the Treasury has outstanding an invitation for tenders on the date received by the Federal Reserve Bank of New York or its Buffalo Branch.

TENDER FOR 12-MONTH BOOK-ENTRY TREASURY BILLS

(For Use in Subscribing Through a Financial Institution)

Do Not Use This Form for Direct Subscriptions to the Treasury

To FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States
New York, N.Y. 10045

Dated at.....
....., 19.....

Pursuant and subject to the provisions of Treasury Department Circulars No. 26-76 and No. 27-76, Public Debt Series, and to the provisions of the public notice issued by the Treasury Department inviting tenders for the current offering of 12-month Treasury bills, the undersigned hereby offers to purchase such currently offered Treasury Bills in the amount indicated below, and agrees to make payment therefor at your Bank on or before the issue date at the price indicated below:

COMPETITIVE TENDER

Do not fill in both Competitive and Noncompetitive tenders on one form

NONCOMPETITIVE TENDER

\$..... (maturity value)
or any lesser amount that may be awarded.

\$..... (maturity value)
(Not to exceed \$500,000 for one bidder through all sources)

Price: per 100.
(Price must be expressed with not more than three decimal places, for example, 99.925)

at the average price of accepted competitive bids.

Subject to allotment, please issue and accept payment for the bills as indicated below:

Safekeeping or Delivery Instructions

(No changes will be accepted)

- 1. Hold in safekeeping (for member bank only) in—
 - Investment Account
 - General Account
 - Trust Account
- 2. Hold as collateral for Treasury Tax and Loan Account*
- 3. Issue in definitive form† (in \$100,000 denominations only) and—
 - Deliver over the counter to the undersigned
 - Ship to the undersigned

Payment Instructions

Payment will be made as follows:

- By charge to our reserve account
 - By cash or check in *immediately available funds*
 - By surrender of eligible maturing securities
- (Payment cannot be made through Treasury Tax and Loan Account)*

* The undersigned certifies that the allotted securities will be owned solely by the undersigned.

† This tender is submitted by the undersigned for, which is required by law or regulation (.....) to hold or pledge securities in definitive form. (Separate tender forms must be submitted for each such entity.)

Insert this tender in 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 a 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 that such officer 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; and personal checks should be certified. 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.

PRIVACY ACT STATEMENT: The individually identifiable information required on this form is necessary to permit the tender to be processed and the bills to be issued, in accordance with the General Regulations governing United States book-entry Treasury Bills (Department Circular No. 26-76, Public Debt Series). The transaction will not be completed unless all required data is furnished.

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

December 3, 1976

NOTICE TO FINANCIAL INSTITUTIONS
REGARDING 52-WEEK BOOK-ENTRY TREASURY BILLS

To All Banking Institutions
in the Second Federal Reserve District:

As indicated in the enclosed Circular No. 8005, 52-week Treasury bills will be offered in book-entry form only. Following is the text of a statement issued December 2 by the Treasury Department describing the procedure:

In a separate announcement today, the Treasury is inviting tenders for the first series of 52-week Treasury bills to be issued, with a limited exception, in book-entry form only. The auction will be held on December 8, 1976.

During recent months, the Treasury and the Federal Reserve Banks have made considerable efforts to acquaint investors and financial institutions with details of the planned conversion to an exclusive book-entry system for Treasury securities. A number of public meetings and special briefings were held in various parts of the country, and the reactions were such as to convince the Treasury that partial implementation could begin.

The Treasury has made an exception to its exclusive book-entry offering of 52-week bills for investors who are still required by law or regulation to hold securities in physical form. Definitive bills in the \$100,000 denomination will be available to such investors for a limited period of time.

Although the Treasury will not initially charge any fee for establishing or maintaining book-entry accounts on its records, it reserves the right to impose charges at a later date for services provided after original issue on future Treasury offerings of book-entry securities.

The Treasury plans to convert the regular weekly issuance of 26-week bills to full book-entry form beginning in early June 1977, with the conversion of 13-week bills to follow in September 1977.

A notice of proposed rule making on the Treasury regulations which are to govern the new book-entry system was published in the Federal Register on November 1, 1976. Publication of the final regulations, which are not expected to differ materially from the proposed rules, is expected shortly.

Enclosed is a tender form (*pink*) for your use in maintaining such securities for yourself or your customers in book-entry accounts *at this Bank*. Additional copies will be furnished upon request directed to our Government Bond Division.

As you know, the Treasury will also offer direct book-entry accounts to those investors who prefer not to deal through commercial banks or other financial institutions. For that purpose the enclosed *blue* tender form should be used. A limited supply of additional copies will be available upon request directed to our Government Bond Division. Also enclosed is a general information fact sheet concerning the maintenance of book-entry accounts held at the Treasury.

Please note that both of the enclosed forms are standard forms, i.e., they can be used for this offering or for subsequent offerings of 52-week Treasury bills.

PAUL A. VOLCKER,
President.

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

December 3, 1976

NOTICE TO INDIVIDUAL INVESTORS
New 52-Week Treasury Bills To Be Issued
In Book-Entry Form Only

The Treasury will begin offering 52-week Treasury bills in *book-entry form only* commencing with the issue to be dated December 14, 1976. Certain institutional investors required by law or regulation to hold physical securities may obtain definitive certificates in the \$100,000 denomination only, for a limited period of time.

The book-entry procedure offers important benefits to investors, the financial community, and the Treasury by substantially increasing operating efficiency and safety through the reduction of risks in security handling. There is no piece of paper to be lost, stolen, destroyed, or counterfeited. Payment at maturity is automatic and does not require presentation of a security. Currently, \$340 billion, or 83 percent, of all outstanding marketable Treasury securities are in book-entry.

Book-entry securities are not represented by engraved pieces of paper, but are maintained in computerized records at the Federal Reserve Banks and Branches in the names of commercial banks which are members of the Federal Reserve System. These member banks, in turn, keep separate accounts for securities they own, as well as for securities they hold for individuals, corporations, other investors, and financial institutions for which they act as correspondents. An investor in marketable Treasury securities may choose as custodian any bank or other financial institution that maintains book-entry accounts either with a member bank or directly with a Federal Reserve Bank. It is presumed that the investor will be charged a fee for such service.

Under the provisions of the total book-entry 52-week bill offering, any subscriber who elects *not* to deal through a commercial bank or other financial institution, will be able to establish an individual book-entry account with the Department of the Treasury. This service will be provided at no cost to subscribers, who may present tenders and payments either through a Federal Reserve Bank or directly to the Department of the Treasury in Washington, D.C. In general, the Treasury's direct-account system is designed for the non-trading investor who plans to retain the Treasury bills until maturity, and it will not provide the same facilities available through the member bank system to the investor who decides to sell or pledge his security before it matures. However, if an investor finds it necessary to sell or pledge securities held in a direct Treasury book-entry account, he may instruct the Treasury in writing to transfer such securities to an account maintained at a member bank or other financial institution. Further information regarding this procedure will be provided when the Treasury issues a statement confirming the establishment of the investor's book-entry account. The Treasury will not handle any payments or receipts of funds in connection with such transfers. Arrangements for related payments must be made by the investor with his financial institution.

Enclosed herewith are a specimen tender form, instructions for completing the tender, and a general information sheet relating to the direct *Treasury* book-entry account procedure. Additional tender forms are available upon request at the Federal Reserve Bank or the Treasury.

It is presumed that most investors in Treasury book-entry securities will purchase them through commercial banks or other financial institutions, as in the past. If you elect to maintain your book-entry account at such an institution, the enclosed forms will *not* apply; instead, you should obtain instructions from the financial institution as to its procedures governing the submission of tenders.

The Treasury has also announced its intention to offer 26-week and 13-week bills in book-entry form only some-time during the first nine months of 1977. Later, it is expected that the program will be extended to marketable Treasury bonds and notes.

PAUL A. VOLCKER,
President.

**GENERAL INFORMATION REGARDING
TREASURY BILL BOOK-ENTRY ACCOUNTS
MAINTAINED AT TREASURY**

1. **SCOPE OF TREASURY BOOK-ENTRY SYSTEM** — The book-entry system maintained by the Bureau of the Public Debt, Department of the Treasury, is designed to serve those who invest in Treasury bills with the intention of holding them to maturity. The Treasury WILL NOT:
 - a. Arrange for, conduct or handle cash transfers incident to transactions after original issue;
 - b. Recognize the pledge of book-entry Treasury bills deposited with it; or
 - c. Transfer bills between accounts it maintains, except in the case of lawful succession.
2. **ESTABLISHMENT OF ACCOUNTS** — The Bureau of the Public Debt will establish and maintain book-entry accounts for Treasury bills:
 - a. On original issue upon acceptance of a tender and payment of the issue price.
 - b. After original issue by transfer through the Federal Reserve Bank communications system from a financial institution holding book-entry Treasury bills. Such accounts will be established only if the transfer is effected no later than one month prior to the maturity date of the bills.
 - c. In a minimum amount of \$10,000 or a multiple of \$5,000 above that amount.
3. **RECORDATION** — The Bureau of the Public Debt will maintain book-entry accounts in the forms prescribed in Sections 350.7 and 350.14 of Department Circular, Public Debt Series No. 26-76.
 - a. **Individuals.** Accounts for book-entry Treasury bills may be held in the names of individuals in either of two forms: single name, i.e., "John A. Doe (123-45-6789)"; or two names, i.e., "John A. Doe (123-45-6789) or Mary B. Doe (987-65-4321)".
 - b. **Others.** Accounts for book-entry Treasury bills may be held in the names of fiduciaries and other entities in the forms indicated by the following examples:

John Smith and First National Bank, ex uw of James Smith (456-78-9123)

John Smith , Tr u/a Sara E. Coe dtd 5-27-76 (12-3456789)

Smith Manufacturing Co., Inc., James Brown, Treas (98-7654321)

Grey and White (21-3456789), John Grey, Gen Partner

John Doe, Secy-Treas of Local 100, Brothd of Locomotive Engineers, uninc assn (89-1234567)

John R. Greene, as natural gdn of Maxine Greene (321-45-6789)

John A. Jones, as voluntary gdn of Henry M. Jones (789-12-3456)
 - c. **Taxpayer Identifying Numbers.** The appropriate taxpayer identifying number (the number required on tax returns and other documents submitted to the Internal Revenue Service) must be furnished for each account established at the Bureau of the Public Debt. In the case of an individual, it is the social security number of the Depositor, i.e., "123-45-6789". In the case of a partnership, company, organization, or trust, it is the employer identification number, i.e., "12-3456789". In the case of a guardian, it is the social security number of the beneficial depositor, i.e., "987-65-4321". In the case of a deceased person, it is the social security number of the decedent, i.e., "231-45-6789", or the employer identification number of the estate, i.e., "89-1234567".
4. **TRANSFERS FROM THE BUREAU OF THE PUBLIC DEBT** — The Bureau of the Public Debt will transfer book-entry securities under the following conditions:
 - a. A book-entry security will be transferred through the Federal Reserve Bank communications system to an account established and maintained by (i) a member bank of the Federal Reserve System, or (ii) an entity providing securities safe-keeping services for customers (e.g., a nonmember bank, thrift institution, securities dealer, etc.) which has a related account at a member bank. The transfer will be made only in the name or names of the Depositor(s) as recorded on the books of the Bureau of the Public Debt.
 - b. To obtain a transfer, a request certified by an officer authorized generally to certify assignments of registered Treasury securities under Department Circular No. 300, current revision, must be submitted by or on behalf of the Depositor. (Form PD 4633 should be used for this purpose.) **CERTIFICATIONS BY NOTARIES PUBLIC ARE NOT ACCEPTABLE FOR TRANSFERS.** Each request must (i) identify the account by name(s), address and taxpayer identifying number(s); (ii) specify the amount, maturity date and CUSIP number of the bills to be transferred; and (iii) specify the name of the member bank to or through which the transfer is to be made and, where appropriate, the entity which is to maintain the book-entry account.
 - c. Transfers of bills from accounts maintained by the Bureau will not be made earlier than ten (10) business days after the issue date or the date the bills were transferred to the Bureau, nor later than ten (10) business days before maturity.
 - d. All transfers must be in the minimum amount of \$10,000 or a multiple of \$5,000 above that amount. Withdrawals may be made in whole or in part, provided that partial withdrawals do not reduce the balance in the account below \$10,000.

(Continued on reverse)

5. **REDEMPTION/REINVESTMENT** — A book-entry account for Treasury bills will be redeemed at maturity and a check for the par amount will be mailed to the Depositor(s) unless reinvestment (roll-over) into a new issue of Treasury bills is requested. If requested, the proceeds of the maturing bills will be reinvested on a noncompetitive basis into bills (i) of the same duration, (ii) with the same account identification, and (iii) with an issue date which coincides with the maturity date of the maturing bills. A check for the discount (the difference between the par amount of the maturing bills and the issue price of the new bills) will be mailed to the Depositor(s). Requests for reinvestment must be received by the Bureau of the Public Debt no later than ten (10) business days before maturity; a request for reinvestment previously made may also be revoked no later than ten (10) business days before maturity. (Form PD 4633 should be used for these purposes.) Where an account is maintained in the names of two individuals, either may sign such requests. The signature to these requests must be certified by an authorized certifying officer. A notary public is considered an authorized certifying officer in the case of a request for reinvestment or the revocation of a previous request.
6. **OTHER TRANSACTIONS** — To insure the proper delivery of checks, all requests for change of address, change of name, recognition of fiduciaries or persons entitled, etc., should be received no later than ten (10) business days before maturity. (Form PD 4633 should be used to provide such notices.) The signature to such requests must be certified by an authorized certifying officer. A notary public is considered an authorized certifying officer in these cases.
7. **CONFIRMATION OF TRANSACTION** — The Bureau of the Public Debt will issue to each Depositor a statement of account confirming the establishment of a book-entry account or any transaction affecting such an account.
8. **CORRESPONDENCE** — All inquiries regarding book-entry accounts or requests for transactions after original issue should be addressed to Bureau of the Public Debt, Book-Entry, Washington, D C 20226.

TENDER FOR TREASURY BILLS
 IN BOOK-ENTRY FORM AT THE
 DEPARTMENT OF THE TREASURY
 52-WEEK BILLS ONLY

FOR OFFICIAL USE ONLY	
FRB Request No.	_____
Issue Date	_____
Due Date	_____
Cusip No.	912793

ACCOUNT NO.

MAIL TO:

- Bureau of the Public Debt, Securities Transactions Branch
 Washington, D.C. 20226
 Federal Reserve Bank or Branch
 of your District at: _____

BEFORE COMPLETING THIS FORM READ THE
 ACCOMPANYING INSTRUCTIONS CAREFULLY

Pursuant to the provisions of Department of the Treasury Circular, Public Debt Series No. 27-76, the public announcement issued by the Department of the Treasury, and the regulations set forth in Department Circular, Public Debt Series No. 26-76, I hereby submit this tender, in accordance with the terms as marked, for currently offered U.S. Treasury bills for my account. (Competitive tenders must be expressed on the basis of 100, with three decimals. Fractions may not be used.) I understand that noncompetitive tenders will be accepted in full at the average price of accepted competitive bids and that a noncompetitive tender by any one bidder may not exceed \$500,000.

TYPE OF BID

NONCOMPETITIVE or COMPETITIVE at: Price _____

AMOUNT OF TENDER \$ _____
 (Minimum of \$10,000. Over \$10,000 must be in multiples of \$5,000.)

ACCOUNT IDENTIFICATION: (Please type or print clearly using a ball-point pen because this information will be used as a mailing label.)

Depositor(s) _____

 Address _____

PRIVACY ACT NOTICE
 The individually identifiable information required on this form is necessary to permit the tender to be processed and the bills to be issued, in accordance with the general regulations governing United States book-entry Treasury bills (Department Circular PD Series No. 26-76). The transaction will not be completed unless all required data is furnished.

ALPHA-CROSS-REF.

DEPOSITOR(S)
 IDENTIFICATION
 NUMBER

FIRST NAMED SOCIAL SECURITY NUMBER EMPLOYER IDENTIFICATION NO.
 [][][] - [][] - [][][][][] OR [][] - [][][][][][][][][][]
 SECOND NAMED SOCIAL SECURITY NUMBER
 [][][] - [][] - [][][][][]

DISPOSITION OF PROCEEDS

The par amount of the account will be paid at maturity unless you elect to have Treasury reinvest (roll-over) the proceeds of the maturing bills. (See below)

- I hereby request noncompetitive reinvestment of the proceeds in book-entry Treasury bills.

METHOD OF PAYMENT

TOTAL SUBMITTED \$ _____ Cash \$ _____ Check \$ _____ Maturing Treasury Securities \$ _____

DEPOSITOR'S AUTHORIZATION

Signature _____ Date _____ Telephone Number _____
 During Business Hours _____

FOR OFFICIAL USE ONLY

Received by _____ Date _____

STATEMENT OF ACCOUNT		Issue Discount Price	Amount of Discount			
		\$ _____	\$ _____			
Date	Transaction	Par Amount Transacted		Account Balance	Authority Reference	Validation
		Decrease	Increase			
		\$	\$	\$		

INSTRUCTIONS FOR COMPLETING FORM PD 4632-I
"TENDER FOR TREASURY BILLS IN BOOK-ENTRY FORM
AT THE DEPARTMENT OF THE TREASURY
52-WEEK BILLS ONLY"

USE OF TENDER FORM

This form should be used only to submit a bid for the purchase of 52-week Treasury bills in book-entry form if the Department of the Treasury is to establish and maintain the book-entry account for the securities. If bills are to be held in book-entry form by a financial institution or a dealer in securities, the institution or dealer will supply the form to be used.

TENDERS MUST BE SUBMITTED IN ACCORDANCE WITH THE INSTRUCTIONS IN THE CURRENT PUBLIC ANNOUNCEMENT. REGULATIONS GOVERNING BOOK-ENTRY TREASURY BILLS ARE CONTAINED IN DEPARTMENT CIRCULAR, PUBLIC DEBT SERIES NO. 26-76.

The following instructions are keyed to the headings on the form:

FOR OFFICIAL USE ONLY

Do not write in these spaces.

MAIL TO

This tender may be submitted either to the Bureau of the Public Debt, Securities Transactions Branch, Washington, D.C. 20226, or to the Federal Reserve Bank of your district. If the latter, indicate the name of the Bank or Branch. Tenders must be timely submitted, as provided under "Type of Bid".

TYPE OF BID

NONCOMPETITIVE

Check this block if the tender is being submitted on a noncompetitive basis. To be considered timely, a noncompetitive bid must be received by the Treasury or a Federal Reserve Bank or Branch no later than 1:30 p.m., Eastern time, on the auction date, or, in the case of direct submission by mail to the Treasury, postmarked no later than midnight the prior day.

COMPETITIVE

Check this block if the tender is being submitted on a competitive basis. If this block is checked, enter the price offered, which must be expressed on the basis of 100, with three decimals, e.g., 99.920. Fractions may not be used. To be considered timely, a competitive bid must be received by the Bureau of the Public Debt or a Federal Reserve Bank or Branch no later than 1:30 p.m., Eastern time, on the auction date.

IF NEITHER BLOCK IS CHECKED OR IF NO PRICE IS ENTERED, THE TENDER WILL BE CONSIDERED NONCOMPETITIVE

AMOUNT OF TENDER

Enter the total par amount of bills being requested. Amount must be a minimum of \$10,000 or a multiple of \$5,000 over the minimum amount.

ACCOUNT IDENTIFICATION

- a. Enter the name or title of the Depositor for whom the account is to be maintained on the books of the Bureau of the Public Debt. Accounts will be established in the name or names of individuals, executors, trustees, partners, officers of corporations or unincorporated associations, natural or voluntary guardians, etc. Accounts for individuals must be shown in one of two forms: (i) single name, or (ii) two names joined by the connective "or". No other form of recordation in the names of individuals is permitted. Accounts for corporations, associations, fiduciaries, partnerships, etc., must show the name of the entity. Paragraphs 3.a. and b. of the general information sheet provide examples of the forms in which accounts will be maintained.
- b. Enter the Depositor's home address or the address to which the Bureau of the Public Debt is to mail notices and payments.
- c. Enter the Depositor's taxpayer identifying number. If recordation in the names of two individuals is requested, enter the appropriate number for each Depositor. Treasury bills will not be recorded on the books of the Bureau of the Public Debt unless the appropriate number(s) is furnished. Paragraph 3.c. of the general information sheet provides instructions regarding the number to be used.

DISPOSITION OF PROCEEDS

If reinvestment (roll-over) is desired, check this block. See paragraph 5 of the general information sheet for details.

METHOD OF PAYMENT

PAYMENT IN FULL MUST ACCOMPANY ANY TENDER SUBMITTED DIRECTLY TO THE BUREAU OF THE PUBLIC DEBT OR A FEDERAL RESERVE BANK OR BRANCH. The amount of the payment should be shown on the form. If payment is made by check, the check must be issued by a commercial bank, savings or thrift institution, savings and loan association, or credit union; or the check must be certified. Checks must be drawn to the order of (a) the Bureau of the Public Debt if this tender is submitted to the Bureau of the Public Debt, or (b) a Federal Reserve Bank or Branch if the tender is submitted to one of them. If matured or maturing Treasury securities are submitted for redemption and the proceeds are to be applied to the purchase price of Treasury bills, enter the par amount of securities presented. Describe the securities by title in the space above the words "Maturing Treasury Securities", e.g., Treasury bills, Issued 12-16-75, Due 12-14-76.

DEPOSITOR'S AUTHORIZATION

Sign and date the tender. A telephone number is requested so that you may be contacted in the event questions arise concerning the account.