

FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. 8122]
May 23, 1977

OFFERING OF TWO SERIES OF TREASURY BILLS

\$2,000,000,000 of 91-Day Bills, Additional Amount, Series Dated March 3, 1977, Due September 1, 1977
(To Be Issued June 2, 1977)

\$3,100,000,000 of 182-Day Bills, Dated June 2, 1977, Due December 1, 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 by the Treasury Department, released May 20:

The Department of the Treasury, by this public notice, invites tenders for two series of Treasury bills totaling approximately \$5,100 million, to be issued June 2, 1977, as follows:

91-day bills (to maturity date) for approximately \$2,000 million, representing an additional amount of bills dated March 3, 1977, and to mature September 1, 1977 (CUSIP No. 912793 J80), originally issued in the amount of \$3,601 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$3,100 million to be dated June 2, 1977, and to mature December 1, 1977 (CUSIP No. 912793 L53). The 182-day bills, with a limited exception, will be available in book-entry form only.

Both series of bills will be issued for cash and in exchange for Treasury bills maturing June 2, 1977. This offering will provide for a net pay-down for the Treasury of about \$909 million as the maturing issues are outstanding in the amount of \$6,009 million, of which Government accounts and Federal Reserve Banks, for themselves and as agents of foreign and international monetary authorities, presently hold \$2,898 million. These accounts may exchange bills they hold for the bills now being offered at the weighted average prices of accepted competitive 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. 91-day bills will be issued in bearer form in denominations of \$10,000, \$15,000, \$50,000, \$100,000, \$500,000 and \$1,000,000 (maturity value), as well as in book-entry form to designated bidders. Bills in book-entry form will be issued in a minimum amount of \$10,000 and in any higher \$5,000 multiple. Except for 182-day bills in the \$100,000 denomination, which will be available in definitive form only to investors who are able to show that they are required by law or regulation to hold securities in physical form, the 182-day 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 Daylight Saving time, Friday, May 27, 1977. Form PD 4632-2 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 in and borrowings on such securities may submit tenders for account of customers, if the names of the customers and the amount for each customer are

This Bank will receive tenders for both series up to 1:30 p.m., Eastern Daylight Saving time, Friday, May 27, 1977, 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." Forms for submitting tenders for 6-month bills directly to the Treasury are available from the Government Bond Division of this Bank. 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.*

The results of bidding for the previous offering of Treasury bills, to be issued May 26, 1977, were not available at the time of printing this circular; those results will be announced after release by the Treasury Department.

PAUL A. VOLCKER,
President.