

FEDERAL RESERVE BANK  
OF NEW YORK

Fiscal Agent of the United States

Circular No. 8332  
April 27, 1978

TREASURY ANNOUNCES MAY QUARTERLY FINANCING

To All Banking Institutions, and Others Concerned,  
in the Second Federal Reserve District:

The following statement was issued yesterday by the Treasury Department:

The Treasury will auction two securities in a total amount of \$4,000 million, consisting of \$2,500 million of 10-year notes and \$1,500 million of 22- $\frac{1}{4}$ -year bonds. The bonds will be an addition to bonds which are currently outstanding. The proceeds will be used toward the payoff of \$5,884 million of publicly held securities maturing May 15, 1978. The balance of the maturing issues, \$1,884 million, will be redeemed from the Treasury's operating cash balance.

The \$5,884 million of maturing securities are those held by the public, including \$746 million held, as of today, by Federal Reserve Banks as agents for foreign and international monetary authorities. In addition to the public holdings, Government accounts and Federal Reserve Banks, for their own accounts, hold \$2,499 million of the maturing securities that may be refunded by issuing additional amounts of new securities. Additional amounts of the new securities may also be issued, for new cash only, to Federal Reserve Banks as agents for foreign and international monetary authorities.

Printed on the reverse side is a table summarizing the highlights of the offerings. Copies of the official offering circulars will be furnished upon request directed to our Government Bond Division (Tel. No. 212-791-6356).

Bidders submitting noncompetitive tenders should realize that it is possible that the average prices may be above par, in which case they would have to pay more than the face value for the securities.

If payment is made by check, the check should be a certified personal check or an official bank check, payable on its face to the Federal Reserve Bank of New York; checks endorsed to this Bank will not be accepted.

As provided in the official offering circulars, "in every case where full payment is not completed on time, the deposit submitted with the tender, up to 5 percent of the face amount of securities allotted, shall, at the discretion of the Secretary of the Treasury, be forfeited to the United States."

Enclosed are copies of the forms to be used in submitting tenders. If there is any doubt that tenders sent by mail will reach this Bank or its Branch on time, bidders should use other means of transmitting their tenders.

A recorded message (at the Head Office — Tel. No. 212-791-5823; at the Buffalo Branch — Tel. No. 716-849-5046) provides information about this and other Treasury offerings; additional inquiries regarding this offering may be made by calling, at the Head Office, Tel. No. 212-791-6619, or, at the Buffalo Branch, Tel. No. 716-849-5016. (If the inquiry relates to competitive tenders, however, the Head Office number to call is 212-791-5465.)

PAUL A. VOLCKER,  
President.

(Over)

**HIGHLIGHTS OF TREASURY  
OFFERINGS TO THE PUBLIC  
MAY 1978 FINANCING  
TO BE ISSUED MAY 15, 1978**

	<u>10-Year Notes</u>	<u>22-1/4-Year Bonds</u>
<b>Amount Offered:</b>		
To the public .....	\$2,500 million	\$1,500 million
<b>Description of Security:</b>		
Term and type of security .....	10-year notes	22-1/4-year bonds
Series and CUSIP designation .....	Series A-1988 (CUSIP No. 912827 HS4)	8-3/8% bonds of 1995-2000 (CUSIP No. 912810 BV9)
Maturity date .....	May 15, 1988	August 15, 2000
Call date .....	No provision	August 15, 1995
Interest coupon rate .....	To be determined, based on the average of accepted bids	8-3/8%
Investment yield .....	To be determined at auction	To be determined at auction
Premium or discount .....	To be determined after auction	To be determined after auction
Interest payment dates .....	November 15 and May 15	August 15 and February 15
Minimum denomination available .....	\$1,000	\$1,000
<b>Terms of Sale:</b>		
Method of sale .....	Yield auction	Price auction
Accrued interest payable by investor ..	None	\$28.59047 per \$1,000
Preferred allotment .....	Noncompetitive bid for \$1,000,000 or less	Noncompetitive bid for \$1,000,000 or less
Deposit requirement .....	5% of face amount	5% of face amount
Deposit guarantee by designated institutions .....	Acceptable	Acceptable
<b>Key Dates:</b>		
Deadline for receipt of tenders .....	Tuesday, May 2, 1978 by 1:30 p.m., EDST	Wednesday, May 3, 1978 by 1:30 p.m., EDST
Settlement date (final payment due)		
a) cash or Federal funds .....	Monday, May 15, 1978	Monday, May 15, 1978
b) check drawn on bank within FRB district where submitted .....	Wednesday, May 10, 1978	Wednesday, May 10, 1978
c) check drawn on bank outside FRB district where submitted .....	Tuesday, May 9, 1978	Tuesday, May 9, 1978
Delivery date for coupon securities .....	<b>Monday, May 15, 1978</b>	<b>Monday, May 15, 1978</b>