

FEDERAL RESERVE BANK
OF NEW YORK
Fiscal Agent of the United States

Circular No. 8481
December 28, 1978

TREASURY TO AUCTION \$1,500 MILLION OF 15-YEAR 1-MONTH BONDS

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

The following statement was issued yesterday by the Treasury Department:

The Department of the Treasury will auction \$1,500 million of 15-year 1-month bonds to raise new cash. Additional amounts of the bonds may be issued to Federal Reserve Banks as agents of foreign and international monetary authorities at the average price of accepted competitive tenders.

Printed on the reverse side is a table summarizing the highlights of the offering. Copies of the official offering circular will be furnished upon request directed to our Government Bond Division (Tel. No. 212-791-6619). In addition, enclosed is a copy of the form to be used in submitting tenders.

This Bank will receive tenders up to 1:30 p.m., Eastern Standard time, Thursday, January 4, 1979, at the Securities Department of its Head Office and at its Buffalo Branch. *All competitive tenders*, whether transmitted by mail or by other means, must reach this Bank or its Branch by that time. However, for investors who wish to submit noncompetitive tenders and who find it more convenient to mail their tenders than to present them in person, the official offering circular provides that *noncompetitive* tenders will be considered timely received if they are mailed to this Bank or its Branch under a postmark *no later than January 3*.

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

Payment may be made by 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*. A personal check submitted with the tender, either as a deposit or for the face amount of the securities, does not have to be certified. However, in cases where only a deposit is submitted with the tender, a personal check submitted for the final payment must be certified.

As provided in the official offering circular, "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."

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.

FEDERAL RESERVE BANK
OF NEW YORK

**HIGHLIGHTS OF TREASURY
OFFERING TO THE PUBLIC
OF 15-YEAR 1-MONTH BONDS
TO BE ISSUED JANUARY 11, 1979**

(Delivery date for coupon securities is January 16, 1979)

Amount Offered:

To the public \$1,500 million

Description of Security:

Term and type of security 15-year 1-month bonds

Series and CUSIP designation Bonds of 1994
(CUSIP No. 912810 CF3)

Maturity date February 15, 1994

Call date No provision

Interest coupon rate To be determined, based on the
average of accepted bids

Investment yield To be determined at auction

Premium or discount To be determined after auction

Interest payment dates August 15 and February 15
(first payment on August 15, 1979)

Minimum denomination available \$1,000

Terms of Sale:

Method of sale Yield auction

Accrued interest payable by investor None

Preferred allotment Noncompetitive bid for \$1,000,000
or less

Deposit requirement 5% of face amount

Deposit guarantee by designated institutions Acceptable

Key Dates:

Deadline for receipt of tenders Thursday, January 4, 1979,
by 1:30 p.m., EST

Settlement date (final payment due)

a) Cash or Federal funds Thursday, January 11, 1979

b) Check drawn on bank within FRB district where submitted Tuesday, January 9, 1979

c) Check drawn on bank outside FRB district where submitted Monday, January 8, 1979

Delivery date for coupon securities **Tuesday, January 16, 1979**