

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

[Circular No. 8640]
September 21, 1979]

OFFERING OF TWO SERIES OF TREASURY BILLS

\$2,900,000,000 of 91-Day Bills, Additional Amount, Series Dated July 5, 1979, Due January 3, 1980
(To Be Issued October 4, 1979)

\$3,000,000,000 of 182-Day Bills, Dated October 4, 1979, Due April 3, 1980

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:

The Department of the Treasury, by this public notice, invites tenders for two series of Treasury bills totaling approximately \$5,900 million to be issued October 4, 1979. This offering will not provide new cash for the Treasury as the maturing bills are outstanding in the amount of \$5,915 million. The two series offered are as follows:

91-day bills (to maturity date) for approximately \$2,900 million, representing an additional amount of bills dated July 5, 1979, and to mature January 3, 1980 (CUSIP No. 912793 3K0), originally issued in the amount of \$3,018 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$3,000 million to be dated October 4, 1979, and to mature April 3, 1980 (CUSIP No. 912793 3Y0).

The Treasury will postpone this auction unless it has assurance of Congressional action on legislation to raise the temporary debt ceiling before the scheduled auction date of September 28.

Both series of bills will be issued for cash and in exchange for Treasury bills maturing October 4, 1979. Federal Reserve Banks, for themselves and as agents of foreign and international monetary authorities, presently holds \$2,769 million of the maturing bills. 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. Both series of bills will be issued entirely in book-entry form in a minimum amount of \$10,000 and in any higher \$5,000 multiple, 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, September 28, 1979. Form PD 4632-2 (for 26-week series) or Form PD 4632-3 (for 13-week series) 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 of each customer are furnished. Others are only permitted to submit tenders for their own account. Each tender must state the amount of any net long position in the bills being offered if such position is in excess of \$200 million. This information should reflect positions held at the close of business on the day prior to the auction. Such positions would include bills acquired through "when issued" trading, and futures and forward transactions as well as holdings of outstanding bills with

This Bank will receive tenders for both series up to 1:30 p.m., Eastern Daylight Saving time, Friday, September 28, 1979, 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 directly to the Treasury are available from the Treasury and Agency Issues 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 September 27, 1979, will be announced after release by the Treasury Department.

THOMAS M. TIMLEN,
First Vice President.

Closing date for receipt of tenders is Friday, September 28.