

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

Circular No. 9774  
December 19, 1984

**TREASURY TO AUCTION \$6,200 MILLION OF 4-YEAR NOTES**

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

The following statement was issued by the Treasury Department:

The Department of the Treasury will auction \$6,200 million of 4-year notes to be issued December 31, 1984. This issue will provide about \$2,925 million new cash, as the maturing 4-year notes held by the public amount to \$3,278 million, including \$402 million currently held by Federal Reserve Banks as agents for foreign and international monetary authorities.

In addition to the maturing 4-year notes, there are \$7,385 million of maturing 2-year notes held by the public. The disposition of this latter amount was announced last week. Federal Reserve Banks, as agents for foreign and international monetary authorities, currently hold \$800 million, and Government accounts and Federal Reserve Banks for their own accounts hold \$966 million of maturing 2-year and 4-year notes. The maturing securities held by Federal Reserve Banks for their own account may be refunded by issuing additional amounts of the new 2-year and 4-year notes at the average prices of accepted competitive tenders.

The \$6,200 million is being offered to the public, and any amounts tendered by Federal Reserve Banks for their own account, or as agents for foreign and international monetary authorities, will be added to that amount.

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 prior to 1:00 p.m., Eastern Standard time, Wednesday, December 26, 1984, 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 December 25*.

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 with a tender may be made in cash, by check, in Treasury securities maturing on or before the issue date of the securities being purchased, by a charge to an institution's reserve account at this Bank, or, in the case of Treasury Tax and Loan Note Option Depositaries, by credit to a Treasury Tax and Loan Note Account. Payment by check must be in the form of an official bank check, a Federal funds check (a check drawn by a depository institution on its Federal Reserve account), or a personal check, which need not be certified. All checks must be drawn payable to the Federal Reserve Bank of New York; *checks endorsed to this Bank will not be accepted*.

Recorded messages provide information about Treasury offerings and about auction results: at the Head Office — Tel. No. 212-791-7773 (offerings) and Tel. No. 212-791-5823 (results); at the Buffalo Branch — Tel. No. 716-849-5046. Additional inquiries regarding these offerings may be made by calling, at the Head Office, Tel. No. 212-791-6619, or, at the Buffalo Branch, Tel. No. 716-849-5016.

ANTHONY M. SOLOMON, *President*.

(Over)

**HIGHLIGHTS OF TREASURY  
OFFERING TO THE PUBLIC  
OF 4-YEAR NOTES  
TO BE ISSUED DECEMBER 31, 1984**

**Amount Offered:**

To the public ..... \$6,200 million

**Description of Security:**

Term and type of security ..... 4-year notes  
 Series and CUSIP designation ..... Series Q-1988  
 (CUSIP No. 912827 RS3)  
 Maturity date ..... December 31, 1988  
 Call date ..... No provision  
 Interest 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 ..... June 30 and December 31  
 Minimum denomination available ..... \$1,000

**Terms of Sale:**

Method of sale ..... Yield auction  
 Competitive tenders ..... Must be expressed as an annual yield,  
 with two decimals, e.g., 7.10%  
 Noncompetitive tenders ..... Accepted in full at the average  
 price up to \$1,000,000  
 Accrued interest payable by investor ..... None  
 Payment by non-institutional investors ..... **Full payment to be submitted  
 with tender**  
 Payment through Treasury Tax and Loan (TT&L)  
 Note Accounts ..... Acceptable for TT&L Note  
 Option Depositories  
 Deposit guarantee by designated institutions ..... Acceptable

**Key Dates:**

Receipt of tenders ..... Wednesday, December 26, 1984,  
 prior to 1:00 p.m., EST  
 Settlement (final payment due from institutions)  
 a) cash or Federal funds ..... Monday, December 31, 1984  
 b) readily collectible check ..... Thursday, December 27, 1984