

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

Circular No. 9780
December 26, 1984

TREASURY TO AUCTION \$10,000 MILLION
OF 7-YEAR NOTES AND 19-YEAR 10-MONTH BONDS

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

The following is quoted from a statement issued by the Treasury Department:

The Department of the Treasury will auction \$5,750 million of 7-year notes and \$4,250 million of 19-year 10-month bonds to raise new cash. Additional amounts of the securities may be issued to Federal Reserve Banks as agents for 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 offerings. Copies of the official offering circulars will be furnished upon request directed to our Government Bond Division (Tel. No. 212-791-6619). In addition, enclosed are copies of the forms to be used in submitting tenders.

This Bank will receive tenders at the Securities Department of its Head Office and at its Buffalo Branch on the dates and times specified on the reverse side of this circular as the deadlines for receipt of tenders. *All competitive tenders*, whether transmitted by mail or by other means, must reach this Bank or its Branch by that time on the specified dates. 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 for each offering 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 the date preceding the date specified for receipt of tenders.

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 Depositories, 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 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.

ANTHONY M. SOLOMON,
President.

(Over)

**HIGHLIGHTS OF TREASURY
OFFERINGS TO THE PUBLIC
OF 7-YEAR NOTES
AND 19-YEAR 10-MONTH BONDS**

	<u>7-Year Notes</u>	<u>19-Year 10-Month Bonds</u>
Amount Offered:		
To the public	\$5,750 million	\$4,250 million
Description of Security:		
Term and type of security	7-year notes	19-year 10-month bonds (reopening)
Series and CUSIP designation	Series D-1992 (CUSIP No. 912827 RT1)	11-5/8% Bonds of 2004 (CUSIP No. 912810 DM7)
Issue date	January 4, 1985	January 8, 1985
Maturity date	January 15, 1992	November 15, 2004
Call date	No provision	No provision
Interest rate	To be determined, based on the average of accepted bids	11-5/8%
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	July 15 and January 15 (first payment on July 15, 1985)	May 15 and November 15 (first payment on May 15, 1985)
Minimum denomination available	\$1,000	\$1,000
Terms of Sale:		
Method of sale	Yield auction	Yield auction
Competitive tenders	Must be expressed as an annual yield, with two decimals, e.g., 7.10%	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	Accepted in full at the average price up to \$1,000,000
Accrued interest payable by investor	None	\$22.39551 per \$1,000 (from October 30, 1984, to January 8, 1985)
Payment through Treasury Tax and Loan (TT&L) Note Accounts	Acceptable for TT&L Note Option Depositories	Acceptable for TT&L Note Option Depositories
Payment by non-institutional investors	Full payment to be submitted with tender	Full payment to be submitted with tender
Deposit guarantee by designated institutions	Acceptable	Acceptable
Key Dates:		
Receipt of tenders	Wednesday, January 2, 1985, prior to 1:00 p.m., EST	Thursday, January 3, 1985, prior to 1:00 p.m., EST
Settlement (final payment due from institutions)		
a) cash or Federal funds	Friday, January 4, 1985	Tuesday, January 8, 1985
b) readily collectible check	Wednesday, January 2, 1985	Friday, January 4, 1985