

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

Circular No. 9817  
March 20, 1985

TREASURY ANNOUNCES NOTE AND BOND OFFERINGS  
TOTALING \$16,250 MILLION

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

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

The Treasury will raise about \$12,875 million of new cash by issuing \$6,250 million of 4-year notes, \$5,750 million of 7-year notes, and \$4,250 million of 20-year 1-month bonds. This offering will also refund \$3,384 million of 4-year notes maturing March 31, 1985. The \$3,384 million of maturing 4-year notes are those held by the public, including \$545 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 \$8,458 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 \$1,113 million, and Government accounts and Federal Reserve Banks for their own account hold \$1,115 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 \$16,250 million is being offered to the public, and any amounts tendered by Federal Reserve Banks as agents for foreign and international monetary authorities will be added to that amount. Tenders for such accounts will be accepted at the average prices of accepted competitive tenders.

*The 20-year 1-month bond will become eligible for STRIPS (Separate Trading of Registered Interest and Principal of Securities) after the first interest payment date of November 15, 1985.*

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.

E. GERALD CORRIGAN, *President.*

(Over)

**HIGHLIGHTS OF TREASURY  
OFFERINGS TO THE PUBLIC  
OF 4-YEAR NOTES, 7-YEAR NOTES,  
AND 20-YEAR 1-MONTH BONDS**

	<u>4-Year Notes</u>	<u>7-Year Notes</u>	<u>20-Year 1-Month Bonds</u>
<b>Amount Offered:</b>			
To the public .....	\$6,250 million	\$5,750 million	\$4,250 million
<b>Description of Security:</b>			
Term and type of security .....	4-year notes	7-year notes	20-year 1-month bonds
Series and CUSIP designation.....	Series L-1989 (CUSIP No. 912827 SA1)	Series E-1992 (CUSIP No. 912827 SB9)	Bonds of 2005 (CUSIP No. 912810 DQ8)
Issue date .....	April 1, 1985	April 2, 1985	April 2, 1985
Maturity date .....	March 31, 1989	April 15, 1992	May 15, 2005
Call date .....	No provision	No provision	No provision
Interest rate .....	To be determined, based on the average of accepted bids	To be determined, based on the average of accepted bids	To be determined, based on the average of accepted bids
Investment yield .....	To be determined at auction	To be determined at auction	To be determined at auction
Premium or discount .....	To be determined after auction	To be determined after auction	To be determined after auction
Interest payment dates .....	September 30 and March 31	October 15 and April 15 (first payment on October 15, 1985)	November 15 and May 15 (first payment on November 15, 1985)
Minimum denomination available ..	\$1,000	\$1,000	\$1,000
<b>Terms of Sale:</b>			
Method of sale .....	Yield auction	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%	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	Accepted in full at the average price up to \$1,000,000
Accrued interest payable by investor ..	None	None	None
Payment through Treasury Tax and Loan (TT&L) Note Accounts....	Acceptable for TT&L Note Option Depositories	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	Full payment to be submitted with tender
Deposit guarantee by designated institutions .....	Acceptable	Acceptable	Acceptable
<b>Key Dates:</b>			
Receipt of tenders .....	<b>Tuesday, March 26, 1985, prior to 1:00 p.m., EST</b>	<b>Wednesday, March 27, 1985, prior to 1:00 p.m., EST</b>	<b>Thursday, March 28, 1985, prior to 1:00 p.m., EST</b>
<b>Settlement</b> (final payment due from institutions)			
a) cash or Federal funds .....	Monday, April 1, 1985	Tuesday, April 2, 1985	Tuesday, April 2, 1985
b) readily collectible check .....	Thursday, March 28, 1985	Friday, March 29, 1985	Friday, March 29, 1985