FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

Circular No. 53967 October 2, 1963

Offering of \$2,000,000,000 of 160-Day Tax Anticipation Treasury Bills Dated October 15, 1963 Maturing March 23, 1964

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, released for publication today:

The Treasury Department, by this public notice, invites tenders for \$2,000,000,000, or thereabouts, of 160-day Treasury bills, for cash and in exchange for Treasury bills maturing October 15, 1963, in the amount of \$2,500,103,000. The bills will be issued on a discount basis under competitive and noncompetitive bidding as hereinafter provided. The bills of this series will be designated Tax Anticipation Series, they will be dated October 15, 1963, and they will mature March 23, 1964. They will be accepted at face value in payment of income and profits taxes due on March 15, 1964, and to the extent they are not presented for this purpose the face amount of these bills will be payable without interest at maturity. Taxpayers desiring to apply these bills in payment of March 15, 1964, income and profits taxes have the privilege of surrendering them to any Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States, Washington, not more than fifteen days before March 15, 1964, and receiving receipts therefor showing the face amount of the bills so surrendered. These receipts may be submitted in lieu of the bills on or before March 15, 1964, to the District Director of Internal Revenue for the District in which such taxes are payable. The bills will be issued in bearer form only, and in denominations of \$1,000, \$5,000, \$10,000, \$50,000, \$10,000, \$50,000 and \$1,000,000 (maturity value).

Tenders will be received at Federal Reserve Banks and Branches up to the closing hour, one-thirty o'clock p.m., Eastern Daylight Saving time, Wednesday, October 9, 1963. Tenders will not be received at the Treasury Department, Washington. Each tender must be for an even multiple of \$1,000, and 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. It is urged that tenders be made on the printed forms and forwarded in the special envelopes which will be supplied by Federal Reserve Banks or Branches on application therefor.

Banking institutions generally may submit tenders for account of customers provided the names of the customers are set forth in such tenders. Others than banking institutions will not be permitted to submit tenders except for their own account. Tenders will be received without deposit from incorporated banks and trust companies and from responsible and recognized dealers in investment securities. Tenders from others must be accompanied by payment of 2 percent of the face amount of Treasury bills applied for, unless the tenders are accompanied by an express guaranty of payment by an incorporated bank or trust company.

Immediately after the closing hour, tenders will be opened at the Federal Reserve Banks and Branches, following which public announcement will be made by the Treasury Department of the amount and price range of accepted bids. Those submitting tenders will be advised of the acceptance or rejection thereof. The Secretary of the Treasury expressly reserves the right to accept or reject any or all tenders, in whole or in part, and his action in any such respect shall be final. Subject to these reservations, noncompetitive tenders for \$400,000 or less without stated price from any one bidder will be accepted in full at the average price (in three decimals) of accepted competitive bids. Settlement for accepted tenders in accordance with the bids must be made or completed at the Federal Reserve Bank on October 15, 1963, in cash or other immediately available funds or in a like face amount of Treasury bills maturing on October 15, 1963. Cash and exchange tenders will receive equal treatment. Cash adjustments will be made for differences between the par value of maturing bills accepted in exchange and the issue price of the new bills.

The income derived from Treasury bills, whether interest or gain from the sale or other disposition of the bills, does not have any exemption, as such, and loss from the sale or other disposition of Treasury bills does not have any special treatment, as such, under the Internal Revenue Code of 1954. The bills are subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but are exempt from all taxation now or hereafter imposed on the principal or interest thereof by any State, or any of the possessions of the United States, or by any local taxing authority. For purposes of taxation the amount of discount at which Treasury bills are originally sold by the United States is considered to be interest. Under Sections 454(b) and 1221(5) of the Internal Revenue Code of 1954 the amount of discount at which bills issued hereunder are sold is not considered to accrue until such bills are sold, redeemed or otherwise disposed of, and such bills are excluded from consideration as capital assets. Accordingly, the owner of Treasury bills (other than life insurance companies) issued hereunder need include in his income tax return only the difference between the price paid for such bills, whether on original issue or on subsequent purchase, and the amount actually received either upon sale or redemption at maturity during the taxable year for which the return is made, as ordinary gain or loss.

Treasury Department Circular No. 418 (current revision) and this notice, prescribe the terms of the Treasury bills and govern the conditions of their issue. Copies of the circular may be obtained from any Federal Reserve Bank or Branch.

This Bank will receive tenders up to 1:30 p.m., Eastern Daylight Saving time, Wednesday, October 9, 1963, at the Securities Department of its Head Office and at its Buffalo Branch. Please use the form on the reverse side of this circular to submit a tender, and return it in the enclosed blue envelope marked "Tender for Treasury Bills—Tax Anticipation Series." Tenders may be submitted by telegraph, subject to written confirmation; they may not be submitted by telephone. Payment for the 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 Treasury bills maturing October 15, 1963.

Alfred Hayes,

President.

IMPORTANT—Payment by credit through Treasury Tax and Loan Account will not be permitted.

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TENDER FOR 160-DAY TREASURY BILLS TO BE DESIGNATED "TAX ANTICIPATION SERIES"

Dated October 15, 1963

To Federal Reserve Bank of New York,

Fiscal Agent of the United States.

Maturing March 23, 1964

Dated at

COMPETITIVE	FENDER	Do not fill in both Competitive and Noncompetitive tenders on one form	NONCOMPETITIVE TENDER
or any lesser amount th	nat may be aw		
Price:	pressed with not example, 99.925	more than three	orice of accepted competitive bids.
Pieces Denomination		1. Deliver over the counter to the	Payment will be made as follows:
\$ 1,000	19 0000 1000	undersigned 2. Ship to the undersigned	☐ By charge to our reserve account
5,000		☐ 3. Hold in safekeeping (for account of member bank only)* ☐ 4. Allotment transfer (see list	By cash or check in immediately available funds
10,000			☐ By surrender of \$
50,000		attached) 5. Special instructions:	(maturity value) of maturing special Treasury bills. Pay casi
100,000		to a section of the s	adjustment, if any— By check
500,000			☐ By credit to our reserve accoun
1,000,000	Date of Links	ing and their relative to the factories	
Total		(No changes in delivery instructions will be accepted)	(Payment cannot be made through Treasury Tax and Loan Account)
Insert this tender in blue envelope marked "Tender fo	Name of By	of subscriber	int) s) required)
Treasury Bills— Tax Anticipation Serie	LODGE BL. WINGS OF	, Tit	le
and described the state of	_l Address		
(Banks submitting tenders	for customer a	ccount must indicate name on line below,	or attach a list)
	Vame of customer)	also svenilos en encel essent est	
	in or customer)		
INSTRUCTIONS:		0 will be considered, and each tender n	nust be for an even multiple of \$1,00
INSTRUCTIONS: 1. No tender for (maturity value). 2. Others than band submitting tenders for custompetitive tenders, provided.	less than \$1,000 king institutions stomer account fed a list is a	will not be permitted to submit tender may consolidate competitive tenders at tached showing the name of each bidde	s except for their own account. Bank he same price and may consolidate non
INSTRUCTIONS: 1. No tender for (maturity value). 2. Others than band submitting tenders for custompetitive tenders, provide method of payment. Form: 3. If the person mauthorized to make the tenders representation by him that	king institutions stomer account ded a list is at s for this purpos aking the tender, and the he has been se	will not be permitted to submit tender may consolidate competitive tenders at t	s except for their own account. Bank he same price and may consolidate nor, the amount bid for his account, are signed by an officer of the corporation the corporation will be construed as a partnership, it should be signed by

4. Tenders will be received without deposit from incorporated banks and trust companies and from responsible and recognized dealers in investment securities. Tenders from others must be accompanied by payment of 2 percent of the face amount of Treasury bills applied for, unless the tenders are accompanied by an express guaranty of payment by an incorporated bank or trust company.

5. If the language of this tender is changed in any respect, which, in the opinion of the Secretary of the Treasury, is material, the tender may be disregarded.

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Federal Reserve Bank of New York

Securities Department (9th Floor)

33 Liberty Street

New York 45, N.Y.

TENDER FOR TREASURY BILLS
TAX ANTICIPATION SERIES
(DO NOT USE THIS ENVELOPE FOR OTHER PURPOSES)

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NOTICE OF ALLOTMENT

OF UNITED STATES OF AMERICA TREASURY BILLS TAX ANTICIPATION SERIES

October 10, 1963

Your competitive noncompetitive tender for— UNITED STATES OF AMERICA 160-DAY TREA DATED OCTOBER 15, 1963,	
has been accepted at the price of	(per 100), in the amount of—
\$	(maturity value)
Settlement therefor must be made in cash or of face amount of special Treasury bills maturing Coff New York on or before October 15, 1963. If settle than the Federal Reserve Bank of New York, succellection on October 15, 1963; otherwise it will securities allotted at the accepted price plus interacte of discount. Delivery of the Treasury bills will be made in your tender, and your reserve account will be chalf you did not submit such instructions, a Letter plete the letter in duplicate and return it prompt	ement is to be made by check on a bank other ch check should be received by us in time for be necessary for the bidder to pay for the rest to the date of collection at the equivalent accordance with instructions submitted with arged on October 15, 1963 if you so indicated of Instructions form is enclosed; please comly to this Bank.
	FEDERAL RESERVE BANK OF NEW YORK Fiscal Agent of the United States
Checked by	

LETTER OF INSTRUCTIONS

To Federal Reserve Bank of New York, Fiscal Agent of the United States, Federal Reserve P. O. Station, New York, N. Y. 10045

On our _ competitive _ noncompetitive tender for-

UNITED STATES OF AMERICA 160-DAY TREASURY BILLS—TAX ANTICIPATION SERIES DATED OCTOBER 15, 1963, DUE MARCH 23, 1964

accepted at the price of

(per 100), in the amount of-

\$

(maturity value)

Please issue and make delivery of the bills as instructed below:

Pieces Denomination Maturity Value					PLEASE DO NOT USE THIS SPACE			
	\$ 1,000 5,000				Thease Do Not Obe This State			
	10,000 50,000 100,000							
	500,000 1,000,000 Total—							
□ 1. Deliver over the counter to the undersigned □ 2. Ship to the undersigned □ 3. Hold in safekeeping (for account of member bank only)* □ 4. Allotment transfer (see list attached) □ 5. Special instructions: (No changes in delivery instructions will be accepted)					Payment will be made as follows: By charge to our reserve account By cash or other immediately available funds By surrender of \$			
₩ If	this item is checked	d, the undersign	ed certifies th	hat the al	lotted bills will be o	wned solely by the undersigned.		
officially	er of instructions m in the space prov mmediately to					(Please print) , By ignature(s) required)		
Federal Reserve Bank of New York, Title						. Title		
		(Spaces below a	re for the us	e of the	Federal Reserve Bank	s of New York)		
		Government Bo	nd Division			Safekeeping Division		
Payment received Deliver against payment of \$					Checked			

DELIVERY RECEIPT

Received from Federal Reserve Bank of New York, Fiscal Agent of the United States, the above described securities allotted in the amount indicated above.

ederal Reserve Bank of St. Lo

Subscriber

Ву...

LETTER OF INSTRUCTIONS

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To Federal Reserve Bank of New York.

Th off

indicated above.

Federal Reserve Bank of St. Louis

Federal	t of the Unit Reserve P. O York, N. Y.	. Station		Att	ention: G	overnment Bo	ond Di	vision—2nd Floor	
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								1963	
On our 🗆	competitive [nonco	mnetitiv	ve tende	r for—				
		TATES O	F AME	RICA 160	D-DAY TR	EASURY BILLS 3, DUE MARG		X ANTICIPATION SERIES 1964	
	accepted at	the pric	e of				(per	100), in the amount of—	
				\$				(maturity value)	
lease issue and	d make delive	ery of th	e bills a	s instru	cted below	7:			
Pieces Den	omination	Mat	urity Va	lue		. F	PLEASE 1	DO NOT USE THIS SPACE	
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	5,000	2.0		TO THE REAL PROPERTY.					
	10,000								
	50,000				+				
	100,000								
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	Total—								
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% If this ite	m is checked,	the unde	rsigned	certifies	that the al	lotted bills wil	ll be o	wned solely by the undersigned.	
is letter of insticially in the med immedia Federal Rese	space provid	ded and	re- Bork, T	y		(Auti	horized si	(Please print) , By ignature(s) required) . Title	
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Your competitive none UNITED STATES	ompetitive tender for- OF AMERICA 160-DAY DATED OCTOBER 15,	TREASURY BILLS-		TION SERIES
which has been accepted at the pri	ce of		(per 100), in th	e amount of—
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	PRINCIPAL			
	М	ASTER		
	MATURITY VALUE			
	PRINCIPAL			
DISPOSITION	SPLIT	T DISPOSITION		METHOD OF PAYMENT
Over the Counter				
☐ Safekeeping				Reserve Account
☐ Ship				Check or Cash Delivery Teller
☐ Treasury Tax & Loan				Foreign Oper. Div.
☐ Allotment Transfer				☐ Form 12
				Maturing bills

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Federal Reserve Bank of St. Louis

☐ competitive ☐ noncompetitive

UNITED STATES OF AMERICA 160-DAY TREASURY BILLS—TAX ANTICIPATION SERIES DATED OCTOBER 15, 1963, DUE MARCH 23, 1964

\$

competitive noncompetitive

UNITED STATES OF AMERICA 160-DAY TREASURY BILLS—TAX ANTICIPATION SERIES DATED OCTOBER 15, 1963, DUE MARCH 23, 1964

\$