OFFERING OF TWO SERIES OF TREASURY BILLS

$500,000,000 of 273-Day Bills, Additional Amount, Series Dated June 30, 1970, Due June 30, 1971
(To Be Issued September 30, 1970)

$1,200,000,000 of 365-Day Bills, Dated September 30, 1970, Due September 30, 1971

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 at 4 p.m. today:

The Treasury Department, by this public notice, invites tenders for two series of Treasury bills to the aggregate amount of $1,700,000,000, or thereabouts, for cash and in exchange for Treasury bills maturing September 30, 1970, in the amount of $1,505,392,000, as follows:

273-day bills (to maturity date) to be issued September 30, 1970, in the amount of $500,000,000, or thereabouts, representing an additional amount of bills dated June 30, 1970, and to mature June 30, 1971, originally issued in the amount of $1,201,430,000, the additional and original bills to be freely interchangeable.

365-day bills, for $1,200,000,000, or thereabouts, to be dated September 30, 1970, and to mature September 30, 1971 (CUSIP No. 912793 KS4).

The bills of both series will be issued on a discount basis under competitive and noncompetitive bidding as hereinafter provided, and at maturity their face amount will be payable without interest. They will be issued in bearer form only, and in denominations of $10,000, $15,000, $50,000, $100,000, $500,000 and $1,000,000 (maturity value).

Tenders will be received at Federal Reserve Banks and Branches up to the closing hour, one-thirty p.m., Eastern Daylight Saving time, Thursday, September 24, 1970. Tenders will not be received at the Treasury Department, Washington. 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. (Notwithstanding the fact that the one-year bills will run for 365 days, the discount rate will be computed on a bank discount basis of 360 days, as is currently the practice on all issues of Treasury bills.) 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. Only those submitting competitive 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 each issue for $200,000 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 for the respective issues.

Settlement for accepted tenders in accordance with the bids will be made at the Federal Reserve Bank on September 30, 1970. 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.

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 considered to accrue when the bills are sold, redeemed or otherwise disposed of, and the bills are excluded from consideration as capital assets. Accordingly, the owner of Treasury bills (other than life insurance companies) issued hereunder must include in his income tax return, as ordinary gain or loss, the difference between the price paid for the 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.

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 for both series up to 1:30 p.m., Eastern Daylight Saving time, Thursday, September 24, 1970, 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 (Monthly)." 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 maturing Treasury bills.

ALFRED HAYES,
President.
TENDER FOR 365-DAY TREASURY BILLS
Dated September 30, 1970 Due September 30, 1971

To Federal Reserve Bank of New York,
Fiscal Agent of the United States.

Pursuant to the provisions of Treasury Department Circular No. 418 (current revision) and to the provisions of the public notice issued by the Treasury Department inviting tenders for the above described Treasury bills, the undersigned hereby offers to purchase such Treasury bills in the amount indicated below, and agrees to make payment therefor at your Bank on or before the issue date at the price indicated below:

<table>
<thead>
<tr>
<th>COMPETITIVE TENDER</th>
<th>Do not fill in both Competitive and Noncompetitive tenders on one form</th>
<th>NONCOMPETITIVE TENDER</th>
</tr>
</thead>
<tbody>
<tr>
<td>$............................ (maturity value), or any lesser amount that may be awarded.</td>
<td>$............................ (maturity value), (Not to exceed $200,000 for one bidder through all sources)</td>
<td></td>
</tr>
<tr>
<td>Price: ...................................... per 100. (Price must be expressed with not more than three decimal places, for example, 99.925).</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Subject to allotment, please issue, deliver, and accept payment for the bills as indicated below:</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Pieces</th>
<th>Denomination</th>
<th>Maturity value</th>
<th>1. Deliver over the counter to the undersigned</th>
<th>2. Ship to the undersigned</th>
<th>3. Hold in safekeeping (for account of member bank only)</th>
<th>4. Allotment transfer (see list attached)</th>
<th>5. Special instructions:</th>
</tr>
</thead>
<tbody>
<tr>
<td>$</td>
<td>10,000</td>
<td></td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
</tr>
<tr>
<td></td>
<td>15,000</td>
<td></td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
</tr>
<tr>
<td></td>
<td>50,000</td>
<td></td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
</tr>
<tr>
<td></td>
<td>100,000</td>
<td></td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
</tr>
<tr>
<td></td>
<td>500,000</td>
<td></td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
</tr>
<tr>
<td></td>
<td>1,000,000</td>
<td></td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
<td>□</td>
</tr>
<tr>
<td>Totals</td>
<td></td>
<td>(No changes in delivery instructions will be accepted)</td>
<td>Payment will be made as follows:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>□ By check herewith</td>
<td>□ By cash or check in immediately available funds on delivery</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>□ By charge to our reserve account</td>
<td>□ By surrender of $............................ (maturity value) of maturing Treasury bills. Pay cash adjustment, if any—</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>□ By check</td>
<td>□ By credit to our reserve account</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>(Payment cannot be made through Treasury Tax and Loan Account)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

The undersigned (if a bank or trust company) hereby certifies that the Treasury bills which you are hereby instructed to dispose of in the manner indicated in item 3 above are owned solely by the undersigned.

Insert this tender in special envelope marked "Tender for Treasury Bills (Monthly)"

(Name of subscriber—please print or type)

(Address—please print or type)

(Signature of subscriber or authorized signature)

(Title of authorized signer)

(Banking institutions submitting tenders for customer account must list customers' names on lines below or on an attached rider)

(Name of customer) (Name of customer)

INSTRUCTIONS:
1. No tender for less than $10,000 will be considered, and each tender must be for an even multiple of $5,000 (maturity value).
2. Others than banking institutions will not be permitted to submit tenders except for their own account. Banking institutions submitting tenders for customer account may consolidate competitive tenders at the same price and may consolidate noncompetitive tenders, provided a list is attached showing the name of each bidder, the amount bid for his account, and method of payment. Forms for this purpose will be furnished upon request.
3. If the person making the tender is a corporation, the tender should be signed by an officer of the corporation authorized to make the tender, and the signing of the tender by an officer of the corporation will be construed as a representation by him that he has been so authorized. If the tender is made by a partnership, it should be signed by a member of the firm, who should sign in the form " ............................................. a partnership, by ............................................. a member of the firm." (Name of customer) (Name of customer)

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. All checks must be drawn to the order of the Federal Reserve Bank of New York; checks endorsed to this Bank will not be accepted.
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.
TENDER FOR 273-DAY TREASURY BILLS

Additional Amount, Series Dated June 30, 1970, Due June 30, 1971
(To Be Issued September 30, 1970)

To FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States.
Dated at .................................................., 19...

Pursuant to the provisions of Treasury Department Circular No. 418 (current revision) and to the provisions of the public notice issued by the Treasury Department inviting tenders for the above described Treasury bills, the undersigned hereby offers to purchase such Treasury bills in the amount indicated below, and agrees to make payment therefor at your Bank on or before the issue date at the price indicated below:

COMPETITIVE TENDER | Do not fill in both Competitive and Noncompetitive tenders on one form | NONCOMPETITIVE TENDER

$ ............................................................ (maturity value),
or any lesser amount that may be awarded.
Price: ...................................... per 100.
(Price must be expressed with not more than three decimal places, for example, 99.925)

Subject to allotment, please issue, deliver, and accept payment for the bills as indicated below:

<table>
<thead>
<tr>
<th>Pieces</th>
<th>Denomination</th>
<th>Maturity value</th>
</tr>
</thead>
<tbody>
<tr>
<td>$10,000</td>
<td>$15,000</td>
<td>$50,000</td>
</tr>
<tr>
<td>$100,000</td>
<td>$500,000</td>
<td>$1,000,000</td>
</tr>
<tr>
<td>Totala</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

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 check herewith
- By cash or check in immediately available funds on delivery
- By charge to our reserve account
- By surrender of $ .................................... (maturity value) of maturing Treasury bills. Pay cash adjustment, if any—
  - By check
  - By credit to our reserve account

(Payment cannot be made through Treasury Tax and Loan Account)

The undersigned (if a bank or trust company) hereby certifies that the Treasury bills which you are hereby instructed to dispose of in the manner indicated in item 3 above are owned solely by the undersigned.

Insert this tender in special envelope marked “Tender for Treasury Bills (Monthly)”

(Name of subscriber—please print or type)
(Address—please print or type)
(Signature of subscriber or authorized signature)

(Banking institutions submitting tenders for customer account must list customers’ names on lines below or on an attached rider)

(Name of customer) (Name of customer)

INSTRUCTIONS:
1. No tender for less than $10,000 will be considered, and each tender must be for an even multiple of $5,000 (maturity value).
2. Others than banking institutions will not be permitted to submit tenders except for their own account. Banking institutions submitting tenders for customer account may consolidate competitive tenders at the same price and may consolidate noncompetitive tenders, provided a list is attached showing the name of each bidder, the amount bid for his account, and method of payment. Forms for this purpose will be furnished upon request.
3. If the person making the tender is a corporation, the tender should be signed by an officer of the corporation authorized to make the tender, and the signing of the tender by an officer of the corporation will be construed as a representation by him that he has so authorized. If the tender is made by a partnership, it should be signed by a member of the firm, who should sign in the form “........................................................................, a partner in the firm,”

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. All checks must be drawn to the order of the Federal Reserve Bank of New York; checks endorsed to this Bank will not be accepted.

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.