§ 340.7 Deposits—retention—return.

Each bid must be accompanied by a deposit in the amount specified in the public notice. The deposit of any successful bidder will be retained as security for the performance of his obligation and will be applied toward payment of the bonds. All other deposits will be returned immediately. No interest will be allowed on account of any deposits.

§ 340.8 Acceptance of bids.

(a) Opening of bids. Bids will be opened at the time and place specified in the public notice.

(b) Bidding. Bids, except noncompeti-
tive bids when authorized, must be ex-
pressed as a percentage of the principal
amount in not to exceed five decimals,
e.g., 100.01038 percent. Provisions rel-
ting to the coupon rate of interest on
the bonds, if not set forth in the public
notice, will be made in a supplemental
announcement. The public notice will
indicate the timing of any such an-
nouncement. If the bidders are required
to specify the coupon rate, each bidder
shall specify a single coupon rate of in-
terest, which shall be a multiple of 1⁄8
of 1 percent but not in excess of 41⁄4 per-
cent. The Secretary of the Treasury
may limit the premium above or the
discount below par.

(c) Group bids. A syndicate or other
group submitting a bid must act
through a representative who must be
a member of the group. The representa-
tive must warrant to the Secretary of
the Treasury that he has all necessary
power and authority to act for each
member and to bind the members joint-
ly and severally. In addition to what-
ever other data may be required by the
Secretary of the Treasury, in the case
of a syndicate, the representative must
file, within one hour after the time for
opening of bids, at the place specified
in the public notice for receipt of bids
a final statement of the composition of
the syndicate membership and the
amount of each member’s underwriting
participation.

§ 340.9 Bids—revocations—rejections—
postponements—referrals.

The Secretary of the Treasury, in his
discretion, may (a) revoke the public
notice of invitation to bid at any time
before opening bids, (b) return all bids
unopened either at or prior to the time
specified for their opening, (c) reject
any or all bids, (d) postpone the time
for presentation and opening of bids,
and (e) waive any immaterial or obvi-
ous defect in any bid. Any action the
Secretary of the Treasury may take in
these respects shall be final. In the
event of a postponement, known bid-
ders will be advised thereof and their
bids returned unopened.

§ 340.10 Payment for and delivery of
bonds.

Payment for the bonds, including ac-
crued interest, if any, must be made in
immediately available funds on the
date and at the place specified in the
invitation. Delivery of bonds under this
section will be made at the risk and ex-
 pense of the United States at such
place or places in the United States as
may be provided in the invitation. In-
terim receipts, if necessary, will be
issued pending delivery of the defini-
tive bonds.

§ 340.11 Failure to complete trans-
action.

If any successful bidder shall fail to
pay in full for the bonds on the date

2In cases where bidders are required to
specify the coupon rate, the lowest basis cost
of money will be determined by reference to
a specially prepared table of bond yields, a
copy of which will be made available to all
prospective bidders upon written request to
the Federal Reserve Bank of New York, or
the Bureau of the Public Debt, Treasury De-
partment, Washington, DC 20220. Straightline interpolation will be applied if
necessary.
and at the place specified in the invitation, the money deposited by or in behalf of such bidder shall be forfeited to the Treasury Department.

§ 340.12 Reservations as to terms of circular.

The Secretary of the Treasury reserves the right, at any time, or from time to time, to amend, repeal, supplement, revise or withdraw all or any of the provisions of this part.

PART 341—REGULATIONS GOVERNING UNITED STATES RETIREMENT PLAN BONDS

Sec.
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APPENDIX TO PART 341—TABLES OF REDEMPTION VALUES


SOURCE: 28 FR 405, Jan. 16, 1963, unless otherwise noted.

§ 341.0 Offering of bonds.

The Secretary of the Treasury, under the authority of the Second Liberty Bond Act, as amended, and pursuant to the Self-Employed Individuals Tax Retirement Act of 1962, offers for sale, effective as of January 1, 1963, bonds of the United States, designated as United States Retirement Plan Bonds. The bonds will be available for investment only to:

(a) Bond purchase plans and

(b) Pension and profit-sharing plans, as described in sections 405 and 401, respectively, of the Internal Revenue Code of 1954.

This offering of bonds will terminate on April 30, 1982.


§ 341.1 Description of bonds.

(a) Investment yield (interest). United States Retirement Plan Bonds, hereinafter sometimes referred to as Retirement Plan Bonds, will be issued at par. The investment yields (interest) are as follows:

(1) Bonds with issue dates of January 1, 1963, through May 1, 1966—3.75 percent per annum, compounded semiannually (see Table of Redemption Values in the appendix).

(2) Bonds with issue dates of June 1, 1966, through December 1, 1969—4.15 percent per annum, compounded semiannually (see Table A in the appendix).

(3) Bonds with issue dates of January 1, 1970, through January 1, 1974—5 percent per annum, compounded semiannually (see Table B).

(4) Bonds with issue dates of February 1, 1974, through July 1, 1979—6 percent per annum, compounded semiannually (see Table C).

(5) Bonds with issue dates of August 1, 1979, through October 1, 1980—6.5 percent per annum, compounded semiannually (see Table D).

(6) Bonds with issue dates of November 1, 1980, through September 1, 1981—8 percent per annum, compounded semiannually (see Table E).

(7) Bonds with issue dates of October 1, 1981, or thereafter—9 percent per annum, compounded semiannually (see Table F).

Interest will be paid only upon redemption of the bonds. The accrual of interest will continue until the bonds are redeemed or have reached maturity, whichever is earlier, in accordance with these regulations.

(b) Term. The maturity date of any bond issued under this circular shall be indeterminate, but unless sooner redeemed in accordance with the regulations in this part, its investment yield will cease on the interest accrual date coinciding with, or, where no such coincidence occurs, the interest accrual date next preceding, the first day of the sixtieth (60th) month following the date of death of the person in whose name it is registered.