

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 5039]
May 23, 1961

**RESULTS OF BIDDING FOR 91-DAY AND 183-DAY TREASURY BILLS
TO BE ISSUED MAY 25, 1961**

*To All Incorporated Banks and Trust Companies, and Others
Concerned, in the Second Federal Reserve District:*

At the time of printing our Circular No. 5038, dated May 22, 1961, announcing an offering of 91-day and 182-day Treasury bills, to be issued June 1, 1961, the results of bidding for the previous week's offering of 91-day and 183-day Treasury bills, to be issued May 25, 1961, were not available. The results, now available, are:

Range of Accepted Competitive Bids

	<i>91-Day Treasury Bills Maturing August 24, 1961</i>		<i>183-Day Treasury Bills Maturing November 24, 1961</i>	
	<u>Price</u>	<u>Approx. equiv. annual rate</u>	<u>Price</u>	<u>Approx. equiv. annual rate</u>
High	99.411 ^a	2.330%	98.756 ^b	2.447%
Low	99.401	2.370%	98.735	2.489%
Average	99.405	2.354% ¹	98.744	2.470% ¹

^a Excepting two tenders totaling \$900,000.

^b Excepting one tender of \$100,000.

¹ On a coupon issue of the same length and for the same amount invested, the return on these bills would provide yields of 2.40 percent for the 91-day bills, and 2.54 percent for the 183-day bills. Interest rates on bills are quoted in terms of bank discount, with the return related to the face amount of the bills payable at maturity rather than the amount invested, and their length in actual number of days related to a 360-day year. In contrast, yields on certificates, notes, and bonds are computed in terms of interest on the amount invested, and relate the number of days remaining in an interest payment period to the actual number of days in the period, with semiannual compounding if more than one coupon period is involved.

(8 percent of the amount of 91-day bills
bid for at the low price was accepted.)

(84 percent of the amount of 183-day bills
bid for at the low price was accepted.)

Total Tenders Applied for and Accepted (By Federal Reserve Districts)

<u>District</u>	<i>91-Day Treasury Bills Maturing August 24, 1961</i>		<i>183-Day Treasury Bills Maturing November 24, 1961</i>	
	<u>Applied for</u>	<u>Accepted</u>	<u>Applied for</u>	<u>Accepted</u>
Boston	\$ 33,554,000	\$ 19,554,000	\$ 3,917,000	\$ 3,917,000
New York	1,459,791,000	679,210,000	823,156,000	397,156,000
Philadelphia ..	25,708,000	10,708,000	7,274,000	2,274,000
Cleveland	33,887,000	21,845,000	14,400,000	14,400,000
Richmond	12,360,000	11,762,000	1,708,000	1,708,000
Atlanta	25,114,000	22,814,000	3,069,000	2,869,000
Chicago	297,147,000	225,912,000	66,621,000	40,621,000
St. Louis	21,385,000	16,385,000	5,631,000	4,631,000
Minneapolis	17,652,000	9,596,000	5,834,000	3,754,000
Kansas City	34,588,000	26,908,000	11,465,000	6,365,000
Dallas	14,249,000	14,249,000	4,873,000	4,873,000
San Francisco	72,117,000	41,297,000	18,013,000	17,513,000
Total	\$2,047,552,000	\$1,100,240,000^c	\$965,961,000	\$500,081,000^d

^c Includes \$209,911,000 noncompetitive tenders accepted at the average price of 99.405.

^d Includes \$49,788,000 noncompetitive tenders accepted at the average price of 98.744.

ALFRED HAYES,
President.