

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 5431]
[December 17, 1963]

**RESULTS OF BIDDING FOR 91-DAY AND 182-DAY TREASURY BILLS
TO BE ISSUED DECEMBER 19, 1963**

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

The following statement was made public today by the Treasury Department:

The Treasury Department announced last evening that the tenders for two series of Treasury bills, one series to be an additional issue of the bills dated September 19, 1963, and the other series to be dated December 19, 1963, which were offered on December 11, were opened at the Federal Reserve Banks on December 16. Tenders were invited for \$1,300,000,000, or thereabouts, of 91-day bills and for \$800,000,000, or thereabouts, of 182-day bills. The details of the two series are as follows:

Range of Accepted Competitive Bids

	<i>91-Day Treasury Bills Maturing March 19, 1964</i>		<i>182-Day Treasury Bills Maturing June 18, 1964</i>	
	<u>Price</u>	<u>Approx. equiv. annual rate</u>	<u>Price</u>	<u>Approx. equiv. annual rate</u>
High	99.115	3.501%	98.149 ^a	3.661%
Low	99.104	3.545%	98.136	3.687%
Average	99.106	3.538% ¹	98.140	3.679% ¹

^a 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 3.63 percent for the 91-day bills, and 3.81 percent for the 182-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.

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

(50 percent of the amount of 182-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 March 19, 1964</i>		<i>182-Day Treasury Bills Maturing June 18, 1964</i>	
	<u>Applied for</u>	<u>Accepted</u>	<u>Applied for</u>	<u>Accepted</u>
Boston	\$ 39,220,000	\$ 39,220,000	\$ 30,063,000	\$ 24,063,000
New York	1,416,953,000	883,913,000	1,192,693,000	548,593,000
Philadelphia	30,067,000	14,681,000	8,150,000	3,150,000
Cleveland	31,347,000	31,347,000	33,316,000	23,316,000
Richmond	17,577,000	17,577,000	4,848,000	4,848,000
Atlanta	33,641,000	27,609,000	8,209,000	7,698,000
Chicago	224,260,000	136,500,000	191,758,000	128,258,000
St. Louis	39,943,000	33,679,000	13,806,000	11,806,000
Minneapolis	25,562,000	18,842,000	6,267,000	3,767,000
Kansas City	33,915,000	28,195,000	13,223,000	9,073,000
Dallas	30,724,000	20,724,000	11,756,000	7,256,000
San Francisco	86,823,000	49,135,000	62,210,000	28,210,000
Total	\$2,010,032,000	\$1,301,422,000 ^b	\$1,576,299,000	\$800,038,000 ^c

^b Includes \$276,417,000 noncompetitive tenders accepted at the average price of 99.106.

^c Includes \$70,181,000 noncompetitive tenders accepted at the average price of 98.140.

ALFRED HAYES,
President.