

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 5588]
December 15, 1964]

**RESULTS OF BIDDING FOR 91-DAY AND 182-DAY TREASURY BILLS
TO BE ISSUED DECEMBER 17, 1964**

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

At the time of printing our Circular No. 5587, dated December 14, 1964, announcing an offering of 91-day and 182-day Treasury bills, to be issued December 24, 1964, the results of bidding for the previous week's offering of 91-day and 182-day Treasury bills, to be issued December 17, 1964, were not available. The results, now available, are:

Range of Accepted Competitive Bids

	<i>91-Day Treasury Bills Maturing March 18, 1965</i>		<i>182-Day Treasury Bills Maturing June 17, 1965</i>	
	<u>Price</u>	<u>Approx. equiv. annual rate</u>	<u>Price</u>	<u>Approx. equiv. annual rate</u>
High	99.029 ^a	3.841%	98.004	3.948%
Low	99.019	3.881%	97.991	3.974%
Average	99.023	3.864% ¹	97.996	3.965% ¹

^a Excepting two tenders totaling \$600,000.

¹ On a coupon issue of the same length and for the same amount invested, the return on these bills would provide yields of 3.96 percent for the 91-day bills, and 4.10 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.

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

(57 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 18, 1965</i>		<i>182-Day Treasury Bills Maturing June 17, 1965</i>	
	<u>Applied for</u>	<u>Accepted</u>	<u>Applied for</u>	<u>Accepted</u>
Boston	\$ 40,659,000	\$ 40,659,000	\$ 24,173,000	\$ 24,173,000
New York	1,679,168,000	787,718,000	1,604,031,000	680,721,000
Philadelphia	36,517,000	21,517,000	8,829,000	3,829,000
Cleveland	34,302,000	34,302,000	42,709,000	27,994,000
Richmond	16,672,000	16,672,000	11,995,000	11,995,000
Atlanta	35,297,000	30,653,000	15,484,000	12,034,000
Chicago	239,700,000	159,018,000	167,216,000	84,216,000
St. Louis	35,415,000	31,415,000	13,853,000	12,353,000
Minneapolis	21,359,000	20,749,000	9,677,000	8,462,000
Kansas City	30,500,000	30,500,000	15,207,000	12,707,000
Dallas	39,764,000	37,154,000	12,751,000	12,321,000
San Francisco	114,525,000	89,695,000	171,179,000	109,449,000
TOTAL	\$2,323,878,000	\$1,300,052,000^b	\$2,097,104,000	\$1,000,254,000^c

^b Includes \$275,603,000 noncompetitive tenders accepted at the average price of 99.023.

^c Includes \$112,471,000 noncompetitive tenders accepted at the average price of 97.996.

ALFRED HAYES,
President.