

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 5744]
December 14, 1965]

**RESULTS OF BIDDING FOR 91-DAY AND 182-DAY TREASURY BILLS
TO BE ISSUED DECEMBER 16, 1965**

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

At the time of printing our Circular No. 5743, dated December 13, 1965, announcing an offering of 91-day and 182-day Treasury bills, to be issued December 23, 1965, the results of bidding for the previous week's offering of 91-day and 182-day Treasury bills, to be issued December 16, 1965, were not available. The results, now available, are:

Range of Accepted Competitive Bids

	<i>91-Day Treasury Bills Maturing March 17, 1966</i>		<i>182-Day Treasury Bills Maturing June 16, 1966</i>	
	<u>Price</u>	<u>Approx. equiv. annual rate</u>	<u>Price</u>	<u>Approx. equiv. annual rate</u>
High	98.898 ^a	4.360%	97.716 ^b	4.518%
Low	98.884	4.415%	97.685	4.579%
Average	98.890	4.391% ¹	97.698	4.553% ¹

^a Excepting two tenders totaling \$327,000.

^b Excepting three tenders totaling \$3,350,000.

¹ On a coupon issue of the same length and for the same amount invested, the return on these bills would provide yields of 4.50 percent for the 91-day bills, and 4.72 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.

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

(30 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 17, 1966</i>		<i>182-Day Treasury Bills Maturing June 16, 1966</i>	
	<u>Applied for</u>	<u>Accepted</u>	<u>Applied for</u>	<u>Accepted</u>
Boston	\$ 23,201,000	\$ 23,201,000	\$ 20,041,000	\$ 20,041,000
New York	1,396,982,000	721,447,000	1,227,527,000	623,527,000
Philadelphia	31,092,000	21,092,000	20,034,000	14,034,000
Cleveland	30,403,000	30,403,000	53,953,000	48,953,000
Richmond	16,918,000	16,918,000	5,159,000	5,159,000
Atlanta	46,250,000	38,700,000	32,229,000	32,029,000
Chicago	275,823,000	140,638,000	248,112,000	113,112,000
St. Louis	55,323,000	48,473,000	28,041,000	25,541,000
Minneapolis	19,514,000	19,514,000	11,676,000	11,676,000
Kansas City	26,295,000	25,295,000	15,385,000	15,185,000
Dallas	24,862,000	16,862,000	12,716,000	9,716,000
San Francisco	111,838,000	98,338,000	109,680,000	81,180,000
Total	\$2,058,501,000	\$1,200,881,000^c	\$1,784,553,000	\$1,000,153,000^d

^c Includes \$279,614,000 noncompetitive tenders accepted at the average price of 98.890.

^d Includes \$132,161,000 noncompetitive tenders accepted at the average price of 97.698.

ALFRED HAYES,
President.