

FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. 8231
December 7, 1977]

OFFERING OF TWO SERIES OF TREASURY BILLS

**\$2,300,000,000 of 91-Day Bills, Additional Amount, Series Dated September 15, 1977, Due March 16, 1978
(To Be Issued December 15, 1977)**

\$3,400,000,000 of 182-Day Bills, Dated December 15, 1977, Due June 15, 1978

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

Following is the text of a notice issued by the Treasury Department, released yesterday:

The Department of the Treasury, by this public notice, invites tenders for two series of Treasury bills totaling approximately \$5,700 million, to be issued December 15, 1977. This offering will provide \$200 million of new cash for the Treasury as the maturing bills are outstanding in the amount of \$5,516 million. The two series offered are as follows:

91-day bills (to maturity date) for approximately \$2,300 million, representing an additional amount of bills dated September 15, 1977, and to mature March 16, 1978 (CUSIP No. 912793 P34), originally issued in the amount of \$3,377 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$3,400 million to be dated December 15, 1977, and to mature June 15, 1978 (CUSIP No. 912793 Q82).

Both series of bills will be issued for cash and in exchange for Treasury bills maturing December 15, 1977. Federal Reserve Banks, for themselves and as agents of foreign and international monetary authorities, presently hold \$2,855 million of the maturing bills. These accounts may exchange bills they hold for the bills now being offered at the weighted average prices of accepted competitive tenders.

The bills will be issued on a discount basis under competitive and noncompetitive bidding, and at maturity their par amount will be payable without interest. Except for definitive bills in the \$100,000 denomination, which will be available only to investors who are able to show that they are required by law or regulation to hold securities in physical form, both series of bills will be issued entirely in book-entry form in a minimum amount of \$10,000 and in any higher \$5,000 multiple, on the records either of the Federal Reserve Banks and Branches, or of the Department of the Treasury.

Tenders will be received at Federal Reserve Banks and Branches and at the Bureau of the Public Debt, Washington, D. C. 20226, up to 1:30 p.m., Eastern Standard time, Monday, December 12, 1977. Form PD 4632-2 (for 26-week series) or Form PD 4632-3 (for 13-week series) should be used to submit tenders for bills to be maintained on the book-entry records of the Department of the Treasury.

Each tender must be for a minimum of \$10,000. Tenders over \$10,000 must be in multiples of \$5,000. In the case of competitive tenders the price offered must be expressed on the basis of 100, with not more than three decimals, e.g., 99.925. Fractions may not be used.

Banking institutions and dealers who make primary markets in Government securities and report daily to the Federal Reserve Bank of New York their positions in and borrowings on such securities may submit tenders for account of customers, if the names of the customers and the amount for each customer are furnished. Others are only permitted to submit tenders for their own account.

This Bank will receive tenders for both series up to 1:30 p.m., Eastern Standard time, Monday, December 12, 1977, at the Securities Department of its Head Office and at its Buffalo Branch. Tender forms for the respective series are enclosed. Please use the appropriate forms to submit tenders and return them in the enclosed envelope marked "Tender for Treasury Bills." Forms for submitting tenders directly to the Treasury are available from the Government Bond Division of this Bank. Tenders not requiring a deposit may be submitted by telegraph, subject to written confirmation; no tenders may be submitted by telephone. *Payment for Treasury bills cannot be made by credit through the Treasury Tax and Loan Account. Settlement must be made in cash or other immediately available funds or in maturing Treasury bills.*

Results of the last weekly offering of Treasury bills (91-day bills to be issued December 8, 1977, representing an additional amount of bills dated September 8, 1977, maturing March 9, 1978; and 182-day bills dated December 8, 1977, maturing June 8, 1978) are shown on the reverse side of this circular.

PAUL A. VOLCKER,
President.

RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS
(TWO SERIES TO BE ISSUED DECEMBER 8, 1977)

Range of Accepted Competitive Bids

	<i>91-Day Treasury Bills Maturing March 9, 1978</i>			<i>182-Day Treasury Bills Maturing June 8, 1978</i>		
	<i>Price</i>	<i>Discount Rate</i>	<i>Investment Rate¹</i>	<i>Price</i>	<i>Discount Rate</i>	<i>Investment Rate¹</i>
High	98.475 ^a	6.033%	6.21%	96.797	6.336%	6.64%
Low	98.470	6.053%	6.23%	96.786	6.357%	6.66%
Average	98.471	6.049%	6.23%	96.791	6.347%	6.65%

¹ Equivalent coupon-issue yield.
^a Excepting one tender of \$300,000.

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

(13 percent of the amount of 182-day bills
bid for at the low price was accepted.)

Total Tenders Received and Accepted

<i>F.R. District (and U.S. Treasury)</i>	<i>91-Day Treasury Bills Maturing March 9, 1978</i>		<i>182-Day Treasury Bills Maturing June 8, 1978</i>	
	<i>Received</i>	<i>Accepted</i>	<i>Received</i>	<i>Accepted</i>
Boston	\$ 29,920,000	\$ 20,780,000	\$ 19,670,000	\$ 4,670,000
New York	3,439,855,000	1,700,755,000	5,914,770,000	3,002,815,000
Philadelphia	27,205,000	26,515,000	27,515,000	7,015,000
Cleveland	59,175,000	32,175,000	47,005,000	16,655,000
Richmond	31,365,000	16,160,000	33,640,000	19,640,000
Atlanta	32,245,000	26,350,000	24,405,000	15,045,000
Chicago	238,200,000	89,225,000	312,515,000	130,515,000
St. Louis	45,155,000	22,955,000	42,530,000	13,140,000
Minneapolis	25,450,000	12,380,000	31,295,000	14,295,000
Kansas City	23,780,000	18,530,000	17,720,000	16,720,000
Dallas	32,895,000	23,065,000	6,895,000	6,895,000
San Francisco	443,520,000	208,875,000	641,440,000	151,090,000
U.S. Treasury	4,795,000	4,795,000	3,255,000	3,255,000
TOTALS	\$4,433,560,000	\$2,202,560,000^b	\$7,122,655,000	\$3,401,750,000^c

^b Includes \$334,595,000 noncompetitive tenders from the public.
^c Includes \$160,650,000 noncompetitive tenders from the public.