

FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. 8704]
December 12, 1979]

OFFERING OF TWO SERIES OF TREASURY BILLS

**\$3,200,000,000 of 91-Day Bills, Additional Amount, Series Dated September 20, 1979, Due March 20, 1980
(To Be Issued December 20, 1979)**

\$3,200,000,000 of 182-Day Bills, Dated December 20, 1979, Due June 19, 1980

*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:

The Department of the Treasury, by this public notice, invites tenders for two series of Treasury bills totaling approximately \$6,400 million, to be issued December 20, 1979. This offering will provide \$500 million of new cash for the Treasury as the maturing bills are outstanding in the amount of \$5,924 million, including \$684 million currently held by Federal Reserve Banks as agents for foreign and international monetary authorities and \$2,018 million currently held by Federal Reserve Banks for their own account. The two series offered are as follows:

91-day bills (to maturity date) for approximately \$3,200 million, representing an additional amount of bills dated September 20, 1979, and to mature March 20, 1980 (CUSIP No. 912793 3W4), originally issued in the amount of \$3,129 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$3,200 million to be dated December 20, 1979, and to mature June 19, 1980 (CUSIP No. 912793 4K9).

Both series of bills will be issued for cash and in exchange for Treasury bills maturing December 20, 1979. Tenders from Federal Reserve Banks for themselves and as agents of foreign and international monetary authorities will be accepted at the weighted average prices of accepted competitive tenders. Additional amounts of the bills may be issued to Federal Reserve Banks, as agents of foreign and international monetary authorities, to the extent that the aggregate amount of tenders for such accounts exceeds the aggregate amount of maturing bills held by them.

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. 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 17, 1979. 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. Each tender must state the amount of any net long position in the bills being offered if such position is in excess of \$200 million. This information should reflect positions held at the close of business on the day prior to the auction. Such positions would include bills acquired through "when issued" trading, and futures and forward transactions as well as holdings of outstanding bills with the same maturity date as the new offering, e.g., bills with three months to maturity previously offered as six month bills. 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, when submitting tenders for customers, must submit a separate tender for each customer whose net long position in the bill being offered exceeds \$200 million.

This Bank will receive tenders for both series up to 1:30 p.m., Eastern Standard time, Monday, December 17, 1979, 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 Treasury and Agency Issues 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 are shown on the reverse side of this circular.

THOMAS M. TIMLEN,
First Vice President.

RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS
(TWO SERIES TO BE ISSUED DECEMBER 13, 1979)

Range of Accepted Competitive Bids

	<i>91-Day Treasury Bills Maturing March 13, 1980</i>			<i>182-Day Treasury Bills Maturing June 12, 1980</i>		
	<i>Price</i>	<i>Discount Rate</i>	<i>Investment Rate ¹</i>	<i>Price</i>	<i>Discount Rate</i>	<i>Investment Rate ¹</i>
High	96.958 ^a	12.034%	12.62%	94.065	11.740%	12.69%
Low	96.951	12.062%	12.65%	94.041	11.787%	12.74%
Average	96.953	12.054%	12.64%	94.050	11.769%	12.72%

¹ Equivalent coupon-issue yield.

^a Excepting one tender of \$700,000.

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

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

Total Tenders Received and Accepted

	<i>91-Day Treasury Bills Maturing March 13, 1980</i>		<i>182-Day Treasury Bills Maturing June 12, 1980</i>	
	<i>Received</i>	<i>Accepted</i>	<i>Received</i>	<i>Accepted</i>
<i>By F.R. District (and U.S. Treasury)</i>				
Boston	\$ 47,740,000	\$ 34,140,000	\$ 32,990,000	\$ 32,990,000
New York	5,581,300,000	2,726,075,000	4,421,490,000	2,685,490,000
Philadelphia	26,635,000	24,475,000	4,170,000	4,170,000
Cleveland	65,080,000	37,550,000	75,895,000	65,885,000
Richmond	49,980,000	27,925,000	83,910,000	73,910,000
Atlanta	40,160,000	38,845,000	29,775,000	28,565,000
Chicago	418,960,000	43,460,000	378,685,000	37,185,000
St. Louis	65,290,000	35,890,000	37,790,000	13,790,000
Minneapolis	5,630,000	5,630,000	7,325,000	7,325,000
Kansas City	60,725,000	49,795,000	27,205,000	25,425,000
Dallas	16,930,000	16,930,000	10,995,000	10,995,000
San Francisco	308,280,000	109,615,000	263,350,000	151,650,000
U.S. Treasury	52,200,000	52,200,000	63,540,000	63,540,000
TOTALS	\$6,738,910,000	\$3,202,530,000	\$5,437,120,000	\$3,200,290,000
<i>By class of bidder</i>				
Public				
Competitive	\$5,010,890,000	\$1,474,510,000	\$3,541,555,000	\$1,305,355,000
Noncompetitive	593,860,000	593,860,000	419,905,000	419,905,000
SUBTOTALS	\$5,604,750,000	\$2,068,370,000	\$3,961,460,000	\$1,725,260,000
Federal Reserve	890,000,000	890,000,000	888,760,000	888,760,000
Foreign Official Institutions	244,160,000	244,160,000	586,900,000	586,900,000
TOTALS	\$6,738,910,000	\$3,202,530,000	\$5,437,120,000	\$3,200,920,000