

FEDERAL RESERVE BANK
OF NEW YORK
Fiscal Agent of the United States

Circular No. 9346
August 25, 1982

TREASURY TO AUCTION \$4,750 MILLION OF 5-YEAR 2-MONTH NOTES

To All Banking Institutions, and Others Concerned,
in the Second Federal Reserve District:

The following statement was issued by the Treasury Department:

The Department of the Treasury will auction \$4,750 million of 5-year 2-month notes to raise new cash. Additional amounts of the notes may be issued to Federal Reserve Banks as agents for foreign and international monetary authorities at the average price of accepted competitive tenders.

Printed on the reverse side is a table summarizing the highlights of the offerings. Copies of the official offering circular will be furnished upon request directed to our Government Bond Division (Tel. No. 212-791-6619). In addition, enclosed is a copy of the form to be used in submitting tenders.

This Bank will receive tenders up to 1:30 p.m., Eastern Daylight Saving time, Tuesday, August 31, 1982, at the Securities Department of its Head Office and at its Buffalo Branch. *All competitive tenders*, whether transmitted by mail or by other means, must reach this Bank or its Branch by that time. However, for investors who wish to submit noncompetitive tenders and who find it more convenient to mail their tenders than to present them in person, the official offering circular provides that *noncompetitive* tenders will be considered timely received if they are mailed to this Bank or its Branch under a postmark *no later than August 30*.

Bidders submitting noncompetitive tenders should realize that it is possible that the average price may be above par, in which case they would have to pay more than the face value for the securities.

Payment with a tender may be in the form of a personal check, which need not be certified, an official bank check, or a Federal funds check (a check drawn by a depository institution on its Federal Reserve account). All checks must be drawn payable to the Federal Reserve Bank of New York; *checks endorsed to this Bank will not be accepted*. Payment may also be made in cash or in Treasury securities maturing on or before the issue date of the securities being purchased.

Recorded messages provide information about Treasury offerings and about auction results: at the Head Office — Tel. No. 212-791-7773 (offerings) and Tel. No. 212-791-5823 (results); at the Buffalo Branch — Tel. No. 716-849-5046. Additional inquiries regarding this offering may be made by calling, at the Head Office, Tel. No. 212-791-6619, or, at the Buffalo Branch, Tel. No. 716-849-5016.

ANTHONY M. SOLOMON,
President.

(Over)

**HIGHLIGHTS OF TREASURY
OFFERING TO THE PUBLIC
OF 5-YEAR 2-MONTH NOTES
TO BE ISSUED SEPTEMBER 7, 1982**

(Delivery date for coupon securities is September 21, 1982)

Amount Offered:

To the public \$4,750 million

Description of Security:

Term and type of security 5-year 2-month notes

Series and CUSIP designation Series G-1987
(CUSIP No. 912827 NP3)

Maturity date November 15, 1987

Call date No provision

Interest coupon rate To be determined, based on the
average of accepted bids

Investment yield To be determined at auction

Premium or discount To be determined after auction

Interest payment dates May 15 and November 15
(first payment on May 15, 1983)

Minimum denomination available \$1,000

Terms of Sale:

Method of sale Yield auction

Accrued interest payable by investor None

Preferred allotment Noncompetitive bid for
\$1,000,000 or less

Payment by non-institutional investors **Full payment to be submitted
with tender**

Deposit guarantee by designated institutions Acceptable

Key Dates:

Deadline for receipt of tenders Tuesday, August 31, 1982,
by 1:30 p.m., EDST

Settlement date (final payment due from institutions)

a) cash or Federal funds Tuesday, September 7, 1982

b) readily collectible check Thursday, September 2, 1982

Delivery date for coupon securities **Tuesday, September 21, 1982**

TREASURY NEWS



Department of the Treasury • Washington, D.C. • Telephone 566-2041

AT-9346

Auction date: August 31, 1982

RESULTS OF AUCTION OF 5-YEAR 2-MONTH NOTES

The Department of the Treasury has accepted \$4,762 million of \$11,078 million of tenders received from the public for the 5-year 2-month notes, Series G-1987, auctioned today. The notes will be issued September 7, 1982, and mature November 15, 1987.

The interest coupon rate on the notes will be 12-5/8%. The range of accepted competitive bids, and the corresponding prices at the 12-5/8% coupon rate are as follows:

	<u>Bids</u>	<u>Prices</u>
Lowest yield	12.64%	99.807
Highest yield	12.69%	99.620
Average yield	12.68%	99.658

Tenders at the high yield were allotted 88%.

TENDERS RECEIVED AND ACCEPTED (In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>
Boston	\$ 41,817	\$ 27,697
New York	9,195,602	4,102,342
Philadelphia	14,620	11,500
Cleveland	101,536	85,606
Richmond	93,337	35,797
Atlanta	64,260	50,640
Chicago	977,592	240,952
St. Louis	139,079	70,719
Minneapolis	31,743	30,253
Kansas City	40,328	38,828
Dallas	21,973	13,973
San Francisco	354,047	51,127
Treasury	2,453	2,453
Totals	\$11,078,387	\$4,761,887

The \$4,762 million of accepted tenders includes \$1,082 million of noncompetitive tenders and \$3,680 million of competitive tenders from the public.

In addition to the \$4,762 million of tenders accepted in the auction process, \$600 million of tenders was awarded at the average price to Federal Reserve Banks as agents for foreign and international monetary authorities.