

FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

Circular No. 9801
February 13, 1985

OFFERING OF TWO SERIES OF TREASURY BILLS

\$7,000,000,000 of 91-Day Bills, To Be Issued February 21, 1985, Due May 23, 1985
\$7,000,000,000 of 182-Day Bills, To Be Issued February 21, 1985, Due August 22, 1985

To All Banking Institutions, 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 \$14,000 million, to be issued February 21, 1985. This offering will provide about \$525 million of new cash for the Treasury, as the maturing bills were originally issued in the amount of \$13,463 million. The two series offered are as follows:

91-day bills (to maturity date) for approximately \$7,000 million, representing an additional amount of bills dated November 23, 1984, and to mature May 23, 1985 (CUSIP No. 912794 HD9), currently outstanding in the amount of \$6,827 million, the additional and original bills to be freely interchangeable.
182-day bills for approximately \$7,000 million, to be dated February 21, 1985, and to mature August 22, 1985 (CUSIP No. 912794 HW7).

Both series of bills will be issued for cash and in exchange for Treasury bills maturing February 21, 1985. In addition to the maturing 13-week and 26-week bills, there are \$8,529 million of maturing 52-week bills. The disposition of this latter amount was announced last week. Federal Reserve Banks, as agents for foreign and international monetary authorities, currently hold \$1,745 million, and Federal Reserve Banks for their own account hold \$4,321 million of the maturing bills. These amounts represent the combined holdings of such accounts for the three issues of maturing bills.

Tenders from Federal Reserve Banks for themselves and as agents for foreign and international monetary authorities will be accepted at the weighted average bank discount rates of accepted competitive tenders. Additional amounts of the bills may be issued to Federal Reserve Banks, as agents for 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. For purposes of determining such additional amounts, foreign and international monetary authorities are considered to hold \$1,395 million of the original 13-week and 26-week issues.

The bills will be issued on a discount basis under competitive and non-competitive 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. 20239, prior to 1:00 p.m., Eastern Standard time, Tuesday, February 19, 1985. 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 state the par amount of bills bid for, which must be a minimum of \$10,000. Tenders over \$10,000 must be in multiples of \$5,000. Competitive tenders must also show the yield desired, expressed on a bank discount rate basis with two decimals, e.g., 7.15%. Fractions may not be used. A single bidder, as defined in Treasury's single bidder guidelines, shall not submit noncompetitive tenders totaling more than \$1,000,000.

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 as of 12:30 p.m., Eastern time, on the day of the auction. Such positions would include bills acquired through "when issued" trading, and futures and forward transac-

This Bank will receive tenders for both series prior to 1:00 p.m., Eastern Standard time, Tuesday, February 19, 1985, at the Securities Department of its Head Office and at its Buffalo Branch. Tender forms for both series are enclosed. Please be sure to use them to submit tenders and return them in the enclosed envelope. 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. Settlement must be made in cash or other immediately available funds or in Treasury securities maturing on or before the issue date. *Treasury Tax and Loan Note Option Depositories may make payment for Treasury bills by credit to their Treasury Tax and Loan Note Accounts.*

Results of the last weekly offering are shown on the reverse side of this circular.

E. GERALD CORRIGAN, *President.*

Please note that the auction will be held Tuesday, February 19, 1985.

(OVER)

RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS
(TWO SERIES TO BE ISSUED FEBRUARY 14, 1985)

Range of Accepted Competitive Bids

	<i>91-Day Treasury Bills Maturing May 16, 1985</i>			<i>182-Day Treasury Bills Maturing August 15, 1985</i>		
	<i>Discount Rate</i>	<i>Investment Rate¹</i>	<i>Price</i>	<i>Discount Rate</i>	<i>Investment Rate¹</i>	<i>Price</i>
Low rate	8.16%	8.45%	97.937	8.26% ^a	8.74%	95.824
High rate	8.23%	8.52%	97.920	8.30%	8.78%	95.804
Average rate	8.20%	8.49%	97.927	8.28%	8.76%	95.814

¹Equivalent coupon-issue yield.

^aExcepting one tender of \$550,000.

(79 percent of the amount of 91-day bills bid
for at the high discount rate was accepted.)

(26 percent of the amount of 182-day bills bid
for at the high discount rate was accepted.)

Total Tenders Received and Accepted

	<i>91-Day Treasury Bills Maturing May 16, 1985</i>		<i>182-Day Treasury Bills Maturing August 15, 1985</i>	
	<i>Received</i>	<i>Accepted</i>	<i>Received</i>	<i>Accepted</i>
<i>By F.R. District (and U.S. Treasury)</i>				
Boston	\$ 393,285,000	\$ 43,285,000	\$ 385,605,000	\$ 35,605,000
New York	13,824,680,000	5,229,330,000	14,648,815,000	5,628,605,000
Philadelphia	29,490,000	29,490,000	17,695,000	17,695,000
Cleveland	42,960,000	42,960,000	29,385,000	29,385,000
Richmond	60,140,000	59,510,000	84,105,000	44,105,000
Atlanta	66,830,000	66,830,000	50,165,000	45,725,000
Chicago	1,224,445,000	300,875,000	1,086,985,000	192,105,000
St. Louis	79,705,000	59,705,000	45,470,000	44,730,000
Minneapolis	41,525,000	41,525,000	46,185,000	45,445,000
Kansas City	58,535,000	58,535,000	50,955,000	50,955,000
Dallas	39,730,000	39,730,000	34,980,000	31,280,000
San Francisco	1,016,620,000	675,620,000	801,490,000	450,750,000
U.S. Treasury	353,495,000	353,495,000	388,435,000	388,435,000
TOTALS	\$17,231,440,000	\$7,000,890,000	\$17,670,270,000	\$7,004,820,000
<i>By class of bidder</i>				
Public				
Competitive	\$14,564,220,000	\$4,333,670,000	\$14,706,015,000	\$4,040,565,000
Noncompetitive	1,267,805,000	1,267,805,000	1,001,655,000	1,001,655,000
SUBTOTALS	\$15,832,025,000	\$5,601,475,000	\$15,707,670,000	\$5,042,220,000
Federal Reserve	1,283,615,000	1,283,615,000	1,250,000,000	1,250,000,000
Foreign Official Institutions ..	115,800,000	115,800,000	712,600,000	712,600,000
TOTALS	\$17,231,440,000	\$7,000,890,000	\$17,670,270,000	\$7,004,820,000