

FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

Circular No. 9839
April 17, 1985

OFFERING OF TWO SERIES OF TREASURY BILLS

\$6,500,000,000 of 91-Day Bills, To Be Issued April 25, 1985, Due July 25, 1985
\$6,500,000,000 of 182-Day Bills, To Be Issued April 25, 1985, Due October 24, 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 \$13,000 million, to be issued April 25, 1985. This offering will result in a paydown for the Treasury of about \$50 million, as the maturing bills are outstanding in the amount of \$13,042 million. 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, Monday, April 22, 1985. The two series offered are as follows:

91-day bills (to maturity date) for approximately \$6,500 million, representing an additional amount of bills dated January 24, 1985, and to mature July 25, 1985 (CUSIP No. 912794 HT4), currently outstanding in the amount of \$7,073 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$6,500 million, to be dated April 25, 1985, and to mature October 24, 1985 (CUSIP No. 912794 JD7).

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.

The bills will be issued for cash and in exchange for Treasury bills maturing April 25, 1985. Tenders from Federal Reserve Banks for their own account 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. Federal Reserve Banks currently hold \$1,266 million as agents for foreign and international monetary authorities, and \$1,829 million for their own account. Tenders for bills to be maintained on the book-entry records of the Department of the Treasury should be submitted on Form PD 4632-2 (for 26-week series) or Form PD 4632-3 (for 13-week series).

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 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

This Bank will receive tenders for both series prior to 1:00 p.m., Eastern Standard time, Monday, April 22, 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.

(OVER)

**RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS
(TWO SERIES TO BE ISSUED APRIL 18, 1985)**

Range of Accepted Competitive Bids

	<i>91-Day Treasury Bills Maturing July 18, 1985</i>			<i>182-Day Treasury Bills Maturing October 17, 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	8.00% ^a	8.28%	97.978	8.23%	8.71%	95.839
High rate	8.05%	8.33%	97.965	8.27%	8.75%	95.819
Average rate	8.04%	8.32%	97.968	8.27%	8.75%	95.819

¹Equivalent coupon-issue yield.

^aExcepting two tenders totaling \$690,000.

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

(76 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 July 18, 1985</i>		<i>182-Day Treasury Bills Maturing October 17, 1985</i>	
<i>By F.R. District (and U.S. Treasury)</i>	<i>Received</i>	<i>Accepted</i>	<i>Received</i>	<i>Accepted</i>
Boston	\$ 388,540,000	\$ 38,540,000	\$ 385,185,000	\$ 35,185,000
New York	14,591,640,000	4,895,540,000	16,758,995,000	5,787,875,000
Philadelphia	27,225,000	27,225,000	23,205,000	23,205,000
Cleveland	60,985,000	60,985,000	36,870,000	36,870,000
Richmond	60,005,000	60,005,000	64,260,000	60,960,000
Atlanta	47,650,000	47,650,000	48,675,000	47,475,000
Chicago	1,080,280,000	324,080,000	1,069,090,000	207,950,000
St. Louis	82,505,000	47,455,000	64,695,000	28,495,000
Minneapolis	17,345,000	17,345,000	16,270,000	16,270,000
Kansas City	67,565,000	67,565,000	51,895,000	51,675,000
Dallas	43,015,000	38,015,000	33,595,000	23,595,000
San Francisco	1,614,395,000	842,385,000	1,513,720,000	104,720,000
U.S. Treasury	396,065,000	396,065,000	426,520,000	426,520,000
TOTALS	\$18,477,215,000	\$6,862,855,000	\$20,492,975,000	\$6,850,795,000
<i>By class of bidder</i>				
Public				
Competitive	\$15,607,990,000	\$3,993,630,000	\$17,190,150,000	\$3,547,970,000
Noncompetitive	1,308,195,000	1,308,195,000	1,127,925,000	1,127,925,000
SUBTOTALS	\$16,916,185,000	\$5,301,825,000	\$18,318,075,000	\$4,675,895,000
Federal Reserve	1,304,630,000	1,304,630,000	1,250,000,000	1,250,000,000
Foreign Official Institutions ..	256,400,000	256,400,000	924,900,000	924,900,000
TOTALS	\$18,477,215,000	\$6,862,855,000	\$20,492,975,000	\$6,850,795,000