

# FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

Circular No. 9862

May 22, 1985

## OFFERING OF TWO SERIES OF TREASURY BILLS

**\$7,000,000,000 of 91-Day Bills, To Be Issued May 30, 1985, Due August 29, 1985**  
**\$7,000,000,000 of 183-Day Bills, To Be Issued May 30, 1985, Due November 29, 1985**

*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 May 30, 1985. This offering will provide \$150 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$13,853 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 Daylight Saving time, Tuesday, May 28, 1985. 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 February 28, 1985, and to mature August 29, 1985 (CUSIP No. 912794 HX5), currently outstanding in the amount of \$7,039 million, the additional and original bills to be freely interchangeable.

183-day bills (to maturity date) for approximately \$7,000 million, representing an additional amount of bills dated November 29, 1984, and to mature November 29, 1985 (CUSIP No. 912794 HP2), currently outstanding in the amount of \$8,535 million, the additional and original bills to be freely interchangeable.

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 May 30, 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 \$1,630 million as agents for foreign and international monetary authorities, and \$2,535 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 Govern-

This Bank will receive tenders for both series prior to 1:00 p.m., Eastern Daylight Saving time, Tuesday, May 28, 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 Treasury Bills maturing November 29, 1985, will be 183-day Bills.*

(OVER)



**RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS**  
(TWO SERIES TO BE ISSUED MAY 23, 1985)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing August 22, 1985			:	maturing November 21, 1985		
	<u>Discount</u>	<u>Investment</u>		:	<u>Discount</u>	<u>Investment</u>	
	<u>Rate</u>	<u>Rate 1/</u>	<u>Price</u>	:	<u>Rate</u>	<u>Rate 1/</u>	<u>Price</u>
Low	7.22%	7.46%	98.175	:	7.41%	7.80%	96.254
High	7.30%	7.54%	98.155	:	7.44%	7.84%	96.239
Average	7.28%	7.52%	98.160	:	7.43%	7.83%	96.244

Tenders at the high discount rate for the 13-week bills were allotted 14%.  
Tenders at the high discount rate for the 26-week bills were allotted 52%.

**TENDERS RECEIVED AND ACCEPTED**  
(In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>	:	<u>Received</u>	<u>Accepted</u>
Boston	\$ 44,005	\$ 44,005	:	\$ 34,700	\$ 34,700
New York	14,733,440	5,624,420	:	16,947,065	6,044,065
Philadelphia	29,600	29,600	:	15,045	15,045
Cleveland	47,605	47,495	:	25,990	25,990
Richmond	45,160	45,160	:	52,935	47,935
Atlanta	56,180	56,180	:	33,935	30,175
Chicago	963,370	202,190	:	1,032,385	274,585
St. Louis	70,370	50,370	:	58,680	21,280
Minneapolis	12,765	12,765	:	20,020	20,020
Kansas City	235,190	235,190	:	58,845	56,445
Dallas	49,650	45,350	:	27,895	20,495
San Francisco	700,505	270,845	:	1,224,710	67,910
Treasury	<u>337,005</u>	<u>337,005</u>	:	<u>342,310</u>	<u>342,310</u>
<b>TOTALS</b>	<b>\$17,324,845</b>	<b>\$7,000,575</b>	:	<b>\$19,874,515</b>	<b>\$7,000,955</b>
<u>Type</u>			:		
Competitive	\$14,376,395	\$4,052,125	:	\$16,576,035	\$3,702,475
Noncompetitive	<u>1,175,140</u>	<u>1,175,140</u>	:	<u>881,680</u>	<u>881,680</u>
Subtotal, Public	\$15,551,535	\$5,227,265	:	\$17,457,715	\$4,584,155
Federal Reserve	1,594,410	1,594,410	:	1,400,000	1,400,000
Foreign Official Institutions	<u>178,900</u>	<u>178,900</u>	:	<u>1,016,800</u>	<u>1,016,800</u>
<b>TOTALS</b>	<b>\$17,324,845</b>	<b>\$7,000,575</b>	:	<b>\$19,874,515</b>	<b>\$7,000,955</b>

1/ Equivalent coupon-issue yield.