

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10,048
June 18, 1986

OFFERING OF TWO SERIES OF TREASURY BILLS

\$7,400,000,000 of 91-Day Bills, To Be Issued June 26, 1986, Due September 25, 1986
\$7,400,000,000 of 183-Day Bills, To Be Issued June 26, 1986, Due December 26, 1986

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

The following notice has been issued by the Treasury Department:

The Department of the Treasury, by this public notice, invites tenders for two series of Treasury bills totaling approximately \$14,800 million, to be issued June 26, 1986. This offering will provide about \$350 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$14,451 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, Monday, June 23, 1986.**

The two series offered are as follows:

91-day bills (to maturity date) for approximately \$7,400 million, representing an additional amount of bills dated March 27, 1986, and to mature September 25, 1986 (CUSIP No. 912794 LE 2), currently outstanding in the amount of \$6,842 million, the additional and original bills to be freely interchangeable.

183-day bills (to maturity date) for approximately \$7,400 million, representing an additional amount of bills dated December 26, 1985, and to mature December 26, 1986 (CUSIP No. 912794 KU 7), currently outstanding in the amount of \$9,281 million, the additional and original bills to be freely interchangeable.

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.

The bills will be issued for cash and in exchange for Treasury bills maturing June 26, 1986. 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 \$1,588 million as agents for foreign and international monetary authorities, and \$3,014 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).

This Bank will receive tenders at the time indicated in the above notice 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 may not be submitted by telephone. Settlement must be made in cash or other immediately available funds or in maturing Treasury securities. Treasury Tax and Loan Note Option Depositories may make payment for Treasury bills by credit to their Treasury Tax and Loan Note Accounts.

A document containing the standard terms and conditions of Treasury bill offerings may be obtained from the Circulars Division of this Bank. Results of the previous weekly offering are shown on the reverse side of this circular.

E. GERALD CORRIGAN,
President.

Please that the Treasury bills maturing December 26, 1986, will be 183-day bills.

(Over)

RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS
(TWO SERIES TO BE ISSUED JUNE 19, 1986)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing September 18, 1986				maturing December 18, 1986		
	Discount Rate	Investment Rate 1/	Price		Discount Rate	Investment Rate 1/	Price
Low	6.07%	6.25%	98.466	:	6.17% ^{a/}	6.46%	96.881
High	6.12%	6.30%	98.453	:	6.20%	6.49%	96.866
Average	6.11%	6.29%	98.456	:	6.18%	6.47%	96.876

a/ Excepting 2 tenders totaling \$100,200,000.

Tenders at the high discount rate for the 13-week bills were allotted 27%.
Tenders at the high discount rate for the 26-week bills were allotted 04%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>	:	<u>Received</u>	<u>Accepted</u>
Boston	\$ 40,585	\$ 40,585	:	\$ 27,630	\$ 27,630
New York	21,529,265	6,407,475	:	20,600,970	6,208,170
Philadelphia	24,925	24,925	:	16,660	16,660
Cleveland	48,865	48,865	:	23,355	23,355
Richmond	46,480	46,480	:	41,370	31,770
Atlanta	41,360	41,360	:	26,265	26,265
Chicago	1,732,800	193,150	:	1,939,830	437,230
St. Louis	69,570	49,570	:	63,635	43,635
Minneapolis	29,355	15,705	:	29,170	19,570
Kansas City	49,690	49,690	:	43,260	43,260
Dallas	43,200	43,200	:	15,020	15,020
San Francisco	1,120,840	131,610	:	916,725	291,765
Treasury	307,670	307,670	:	221,360	221,360
TOTALS	\$25,084,605	\$7,400,285	:	\$23,965,250	\$7,403,690
<u>Type</u>			:		
Competitive	\$21,602,175	\$3,917,855	:	\$20,476,805	\$3,917,245
Noncompetitive	1,075,275	1,075,275	:	673,245	673,245
Subtotal, Public	\$22,677,450	\$4,993,130	:	\$21,150,050	\$4,590,490
Federal Reserve	1,954,355	1,954,355	:	1,900,000	1,900,000
Foreign Official Institutions	452,800	452,800	:	915,200	915,200
TOTALS	\$25,084,605	\$7,400,285	:	\$23,965,250	\$7,403,690

1/ Equivalent coupon-issue yield.