

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Vol. 60
19 Pl
PART 2
Circular No. 10,053
July 2, 1986

OFFERING OF TWO SERIES OF TREASURY BILLS

\$7,400,000,000 of 91-Day Bills, To Be Issued July 10, 1986, Due October 9, 1986
\$7,400,000,000 of 182-Day Bills, To Be Issued July 10, 1986, Due January 8, 1987

*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 July 10, 1986. This offering will provide about \$300 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$14,500 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, July 7, 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 April 10, 1986, and to mature October 9, 1986 (CUSIP No. 912794 LF 9), currently outstanding in the amount of \$7,039 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$7,400 million, to be dated July 10, 1986, and to mature January 8, 1987 (CUSIP No. 912794 LR 3).

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 July 10, 1986. In addition to the maturing 13-week and 26-week bills, there are \$8,514 million of maturing 52-week bills. The disposition of this latter amount was announced last week. 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. For purposes of determining such additional amounts, foreign and international monetary authorities are considered to hold \$1,655 million of the original 13-week and 26-week issues. Federal Reserve Banks currently hold \$1,755 million as agents for foreign and international monetary authorities, and \$5,448 million for their own account. These amounts represent the combined holdings of such accounts for the three issues of maturing bills. 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.

4510-68-8
E. GERALD CORRIGAN,
President.

(Over)

RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS
(TWO SERIES TO BE ISSUED JULY 3, 1986)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			26-week bills		
	maturing October 2, 1986			maturing January 2, 1987		
	Discount Rate	Investment Rate 1/	Price	Discount Rate	Investment Rate 1/	Price
Low	5.96%	6.14%	98.493	5.94% ^{a/}	6.21%	96.981
High	6.00%	6.18%	98.483	5.97%	6.24%	96.965
Average	5.99%	6.17%	98.486	5.96%	6.23%	96.970

^{a/} Excepting 1 tender of \$325,000

Tenders at the high discount rate for the 13-week bills were allotted 23%.
Tenders at the high discount rate for the 26-week bills were allotted 46%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

Location	Received	Accepted	Received	Accepted
Boston	\$ 38,275	\$ 38,275	\$ 36,255	\$ 36,255
New York	19,842,855	5,461,755	20,564,465	6,285,385
Philadelphia	30,035	30,035	20,385	20,385
Cleveland	41,375	41,375	28,000	28,000
Richmond	38,155	38,155	43,720	43,720
Atlanta	38,985	38,985	36,475	35,475
Chicago	1,375,715	149,165	1,436,940	299,535
St. Louis	37,215	21,215	35,190	19,190
Minneapolis	17,250	13,400	17,650	14,950
Kansas City	52,570	52,570	62,655	59,575
Dallas	37,405	33,555	27,375	24,675
San Francisco	1,487,915	1,176,715	485,785	247,015
Treasury	305,360	305,360	296,845	296,845
TOTALS	\$23,313,110	\$7,400,560	\$23,111,750	\$7,411,005
Type				
Competitive	\$20,248,685	\$4,336,135	\$19,596,310	\$3,895,565
Noncompetitive	1,043,030	1,043,030	858,375	858,375
Subtotal, Public	\$21,291,715	\$5,379,165	\$20,454,685	\$4,753,940
Federal Reserve	1,890,010	1,890,010	1,850,000	1,850,000
Foreign Official Institutions	131,385	131,385	807,065	807,065
TOTALS	\$23,313,110	\$7,400,560	\$23,111,750	\$7,411,005

An additional \$59,515 thousand of 13-week bills and an additional \$401,835 thousand of 26-week bills will be issued to foreign official institutions for new cash.

1/ Equivalent coupon-issue yield.