

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10,059
July 23, 1986

OFFERING OF TWO SERIES OF TREASURY BILLS

\$7,600,000,000 of 91-Day Bills, To Be Issued July 31, 1986, Due October 30, 1986
\$7,600,000,000 of 182-Day Bills, To Be Issued July 31, 1986, Due January 29, 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 \$15,200 million, to be issued July 31, 1986. This offering will provide about \$850 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$14,341 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 28, 1986.**

The two series offered are as follows:

91-day bills (to maturity date) for approximately \$7,600 million, representing an additional amount of bills dated October 31, 1985, and to mature October 30, 1986 (CUSIP No. 912794 KS 2), currently outstanding in the amount of \$15,639 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$7,600 million, to be dated July 31, 1986, and to mature January 29, 1987 (CUSIP No. 912794 LU 6).

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 31, 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 \$1,809 million as agents for foreign and international monetary authorities, and \$3,427 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.

(Over)

RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS
(TWO SERIES TO BE ISSUED JULY 24, 1986)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing October 23, 1986			:	maturing January 22, 1987		
	Discount Rate	Investment Rate 1/	Price	:	Discount Rate	Investment Rate 1/	Price
Low	5.70% a/	5.86%	98.559	:	5.76%	6.02%	97.088
High	5.72%	5.88%	98.554	:	5.77%	6.03%	97.083
Average	5.72%	5.88%	98.554	:	5.77%	6.03%	97.083

a/ Excepting 1 tender of \$325,000.

Tenders at the high discount rate for the 13-week bills were allotted 73%.
Tenders at the high discount rate for the 26-week bills were allotted 43%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

Location	Received	Accepted	:	Received	Accepted
Boston	\$ 36,895	\$ 36,895	:	\$ 30,940	\$ 30,940
New York	25,535,785	6,678,370	:	28,127,480	6,877,790
Philadelphia	39,115	37,450	:	22,860	22,860
Cleveland	50,465	44,235	:	27,175	27,175
Richmond	53,230	33,230	:	55,870	35,870
Atlanta	39,705	36,705	:	45,165	42,155
Chicago	1,348,035	123,535	:	1,369,970	63,220
St. Louis	40,870	21,670	:	38,925	22,925
Minneapolis	33,485	8,485	:	25,205	15,205
Kansas City	88,310	82,055	:	43,755	38,720
Dallas	41,460	31,460	:	29,415	19,415
San Francisco	1,131,160	147,100	:	858,330	60,060
Treasury	335,095	335,095	:	379,615	379,615
TOTALS	\$28,773,810	\$7,616,285	:	\$31,054,705	\$7,635,950
Type					
Competitive	\$25,878,665	\$4,721,140	:	\$27,214,120	\$3,795,365
Noncompetitive	982,010	982,010	:	922,485	922,485
Subtotal, Public	\$26,860,675	\$5,703,150	:	\$28,136,605	\$4,717,850
Federal Reserve	1,747,135	1,747,135	:	1,700,000	1,700,000
Foreign Official Institutions	166,000	166,000	:	1,218,100	1,218,100
TOTALS	\$28,773,810	\$7,616,285	:	\$31,054,705	\$7,635,950

1/ Equivalent coupon-issue yield.