

**FEDERAL RESERVE BANK  
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10,062  
July 25, 1986

**Offering of \$9,500,000,000 of 364-Day Treasury Bills**

**Dated August 7, 1986**

**Due August 6, 1987**

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

The following is the text of a notice issued by the Treasury Department:

The Department of the Treasury, by this public notice, invites tenders for approximately \$9,500 million of 364-day Treasury bills to be dated August 7, 1986, and to mature August 6, 1987 (CUSIP No. 912794 MX9). This issue will provide about \$725 million of new cash for the Treasury, as the maturing 52-week bill is outstanding in the amount of \$8,778 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, Thursday, July 31, 1986.**

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. This 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 August 7, 1986. In addition to the maturing 52-week bills, there are \$14,186 million of maturing bills which were originally issued as 13-week and 26-weeks bills. The disposition of this latter amount will be announced next week. Federal Reserve Banks currently hold \$1,759 million as agents for foreign and international monetary authorities, and \$5,180 million for their own account. These amounts represent the combined holdings of such accounts for the three issues of maturing bills. 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 rate 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 \$100 million of the original 52-week issue. Tenders for bills to be maintained on the book-entry records of the Department of the Treasury should be submitted on Form PD 4632-1.

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. A tender form is enclosed. Please be sure to use that form to submit the tender and return it 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 52-week bill offering are shown on the reverse side of this circular.

E. GERALD CORRIGAN,  
*President.*

(Over)

**RESULTS OF PREVIOUS 52-WEEK OFFERING OF TREASURY BILLS**  
(ISSUED JULY 10, 1986)

**RANGE OF ACCEPTED COMPETITIVE BIDS:**

	<u>Discount</u> <u>Rate</u>	<u>Investment Rate</u> <u>(Equivalent Coupon-Issue Yield)</u>	<u>Price</u>
Low -	5.96% <u>a/</u>	6.33%	93.974
High -	6.00%	6.38%	93.933
Average -	5.98%	6.35%	93.954

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

Tenders at the high discount rate were allotted 25%.

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

<u>Location</u>	<u>Received</u>	<u>Accepted</u>
Boston	\$ 58,205	\$ 18,205
New York	21,549,575	8,727,075
Philadelphia	9,895	9,895
Cleveland	17,595	17,595
Richmond	16,185	16,185
Atlanta	12,400	12,400
Chicago	1,323,330	154,080
St. Louis	15,850	9,850
Minneapolis	19,180	19,180
Kansas City	22,755	22,755
Dallas	7,410	5,160
San Francisco	963,640	382,390
Treasury	<u>114,440</u>	<u>114,440</u>
<b>TOTALS</b>	<b>\$24,130,460</b>	<b>\$9,509,210</b>
 <u>Type</u>		
Competitive	\$21,566,390	\$6,945,140
Noncompetitive	<u>364,070</u>	<u>364,070</u>
Subtotal, Public	\$21,930,460	\$7,309,210
Federal Reserve	2,100,000	2,100,000
Foreign Official Institutions	<u>100,000</u>	<u>100,000</u>
<b>TOTALS</b>	<b>\$24,130,460</b>	<b>\$9,509,210</b>

An additional \$161,200 thousand of the bills will be issued to foreign official institutions for new cash.

**IMPORTANT — This is a standard form. Its terms are subject to change at any time by the Treasury. This tender will be construed as a bid to purchase the securities for which the Treasury has outstanding an invitation for tenders. (See reverse side for further instructions.)**

**TENDER FOR 12-MONTH BOOK-ENTRY TREASURY BILLS**

**(For Use in Subscribing Through a Financial Institution)**

*Do Not Use This Form for Direct Subscriptions to the Treasury*

To FEDERAL RESERVE BANK OF NEW YORK  
Fiscal Agent of the United States  
New York, N.Y. 10045

Dated at .....  
....., 19.....

Pursuant and subject to the provisions of Treasury Department Circulars No. 26-76 and No. 27-76, Public Debt Series, and to the provisions of the public notice issued by the Treasury Department inviting tenders for the current offering of 12-month Treasury bills, the undersigned hereby offers to purchase such currently offered Treasury bills in the amount indicated below, and agrees to make payment therefor at your Bank on or before the issue date in accordance with the provisions of the official offering circular.

**COMPETITIVE TENDER** | *Do not fill in both Competitive and Noncompetitive tenders on one form* | **NONCOMPETITIVE TENDER**

\$..... (maturity value)  
or any lesser amount that may be awarded.

Rate: ..... (Bank Discount Basis)

*(Rate must be expressed in two decimal places, for example, 7.15 percent. See reverse side of form for additional explanation.)*

\$..... (maturity value)  
*(Not to exceed \$1,000,000 for one bidder through all sources)*  
at the average of accepted competitive bids.

*A noncompetitive bidder may not have entered into an agreement, or may not make an agreement with respect to the purchase or sale or other disposition of any noncompetitive awards of this issue in this auction prior to the designated closing time for receipt of tenders.*

*Certification by Competitive Bidders:* The Bidder's  Customer's  net long position in these bills (including 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) as of 12:30 p.m. Eastern time on the day of this auction, was —

Not in excess of \$200 million.

In excess of \$200 million, amounting to \$ ..... million.

Subject to allotment, please issue and accept payment for the bills as indicated below:

**Safekeeping or Delivery Instructions**  
*(No changes will be accepted)*

Book-Entry—

- 1. Hold in safekeeping at FRBNY in—
  - Investment Account (4)
  - General Account (5)
  - Trust Account (6)
- 2. Hold as collateral for Treasury Tax and Loan Note Account\*(7)
- 3. Wire to ..... (8)  
(Exact Receiving Bank Wire Address / Account)

**Payment Instructions**

Payment will be made as follows:

- By charge to our reserve account
- By credit to the Treasury Tax and Loan Note Account
- By check in *immediately available funds*
- By surrender of eligible maturing securities
- By charge to my correspondent bank

.....  
(Name of Correspondent)

\*The undersigned certifies that the allotted securities will be owned solely by the undersigned.

*Insert this tender  
in envelope  
marked "Tender for  
Treasury Securities"*

Name of Subscriber (Please Print or Type)		
Address		
City	State	Zip Code
Phone (Include Area Code)	Signature of Subscriber or Authorized Signature	
Title of Authorized Signer		

(Banking institutions submitting tenders for customer account must list customers' names on lines below or on an attached rider)

\_\_\_\_\_  
(Name of customer)

\_\_\_\_\_  
(Name of customer)

PRIVACY ACT STATEMENT: The individually identifiable information required on this form is necessary to permit the tender to be processed and the bills to be issued in accordance with the General Regulations governing United States book-entry Treasury Bills (Department Circular No. 26-76, Public Debt Series). The transaction will not be completed unless all required data is furnished.

