

**FEDERAL RESERVE BANK  
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10,085  
October 1, 1986

**OFFERING OF TWO SERIES OF TREASURY BILLS**

**\$7,200,000,000 of 91-Day Bills, To Be Issued October 9, 1986, Due January 8, 1987**

**\$7,200,000,000 of 182-Day Bills, To Be Issued October 9, 1986, Due April 9, 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 \$14,400 million, to be issued October 9, 1986. This offering will result in a paydown for the Treasury of about \$100 million, as the maturing bills are outstanding in the amount of \$14,489 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, October 6, 1986.**

The two series offered are as follows:

91-day bills (to maturity date) for approximately \$7,200 million, representing an additional amount of bills dated July 10, 1986, and to mature January 8, 1987 (CUSIP No. 912794 LR 3), currently outstanding in the amount of \$7,435 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$7,200 million, to be dated October 9, 1986, and to mature April 9, 1987 (CUSIP No. 912794 ME 1).

*The amounts of the bills are being reduced in order to ensure that the debt limit is not exceeded on October 9, 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. 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 October 9, 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. Also, due to Treasury's need to plan for the debt level, the amounts of the bills issued to Federal Reserve Banks, as agents for foreign and international monetary authorities, may not exceed the aggregate amount of maturing bills held by them. Federal Reserve Banks currently hold \$1,788 million as agents for foreign and international monetary authorities, and \$3,556 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.*



**RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS**  
(TWO SERIES TO BE ISSUED OCTOBER 2, 1986)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing January 2, 1987			:	maturing April 2, 1987		
	Discount	Investment		:	Discount	Investment	
	Rate	Rate 1/	Price	:	Rate	Rate 1/	Price
Low	5.18%	5.32%	98.676	:	5.35% <sup>a/</sup>	5.58%	97.295
High	5.20%	5.34%	98.671	:	5.38%	5.61%	97.280
Average	5.20%	5.34%	98.671	:	5.37%	5.60%	97.285

<sup>a/</sup> Excepting 1 tender of \$500,000.

Tenders at the high discount rate for the 13-week bills were allotted 65%.  
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	\$ 40,405	\$ 40,405	:	\$ 31,200	\$ 31,200
New York	23,441,375	5,197,025	:	20,774,270	4,956,110
Philadelphia	30,495	30,495	:	16,635	16,635
Cleveland	87,860	37,510	:	74,160	62,160
Richmond	44,570	44,570	:	63,160	43,160
Atlanta	46,355	46,355	:	33,340	32,960
Chicago	1,979,370	285,520	:	1,410,545	276,795
St. Louis	40,685	21,670	:	39,640	25,720
Minneapolis	24,755	19,505	:	30,125	30,125
Kansas City	51,630	49,880	:	48,525	48,045
Dallas	37,200	29,450	:	26,025	18,625
San Francisco	867,630	196,095	:	932,605	418,125
Treasury	311,915	311,915	:	347,865	347,865
<b>TOTALS</b>	<b>\$27,004,245</b>	<b>\$6,310,395</b>	:	<b>\$23,828,095</b>	<b>\$6,307,525</b>
<u>Type</u>			:		
Competitive	\$23,866,265	\$3,172,415	:	\$20,112,380	\$2,591,810
Noncompetitive	1,016,270	1,016,270	:	836,015	836,015
Subtotal, Public	\$24,882,535	\$4,188,685	:	\$20,948,395	\$3,427,825
Federal Reserve	1,772,710	1,772,710	:	1,600,000	1,600,000
Foreign Official			:		
Institutions	349,000	349,000	:	1,279,700	1,279,700
<b>TOTALS</b>	<b>\$27,004,245</b>	<b>\$6,310,395</b>	:	<b>\$23,828,095</b>	<b>\$6,307,525</b>

<sup>1/</sup> Equivalent coupon-issue yield.