

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10107
November 19, 1986

OFFERING OF TWO SERIES OF TREASURY BILLS

\$8,000,000,000 of 90-Day Bills, To Be Issued November 28, 1986, Due February 26, 1987
\$8,000,000,000 of 181-Day Bills, To Be Issued November 28, 1986, Due May 28, 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 \$16,000 million, to be issued November 28, 1986. This offering will provide about \$925 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$15,064 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 Standard time, Monday, November 24, 1986.**

The two series offered are as follows:

90-day bills (to maturity date) for approximately \$8,000 million, representing an additional amount of bills dated August 28, 1986, and to mature February 26, 1987 (CUSIP No. 912794 LY 8), currently outstanding in the amount of \$7,826 million, the additional and original bills to be freely interchangeable.

181-day bills for approximately \$8,000 million, to be dated November 28, 1986, and to mature May 28, 1987 (CUSIP No. 912794 MM 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 November 28, 1986. In addition to the maturing 13-week and 26-week bills, there are \$9,064 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 \$2,806 million of the original 13-week and 26-week issues. Federal Reserve Banks currently hold \$2,906 million as agents for foreign and international monetary authorities, and \$6,513 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.

E. GERALD CORRIGAN, *President.*

Please note that the current offering is for 90-day and 181-day Treasury bills.

(Over)

RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS
(TWO SERIES TO BE ISSUED NOVEMBER 17, 1986)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing February 19, 1987			:	maturing May 21, 1987		
	Discount Rate	Investment Rate 1/ Price		:	Discount Rate	Investment Rate 1/ Price	
Low	5.36%	5.51%	98.645	:	5.43% ^{a/}	5.66%	97.295
High	5.39%	5.54%	98.638	:	5.45%	5.68%	97.245
Average	5.39%	5.54%	98.638	:	5.44%	5.67%	97.250

a/ Excepting 1 tender of \$350,000.

Tenders at the high discount rate for the 13-week bills were allotted 72%.
Tenders at the high discount rate for the 26-week bills were allotted 19%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>	:	<u>Received</u>	<u>Accepted</u>
Boston	\$ 34,935	\$ 34,935	:	\$ 24,075	\$ 24,075
New York	32,324,185	6,855,365	:	23,009,595	7,161,295
Philadelphia	22,600	22,600	:	13,585	13,585
Cleveland	39,545	39,005	:	20,950	20,950
Richmond	49,030	44,030	:	40,115	36,065
Atlanta	38,250	36,850	:	24,700	24,700
Chicago	1,287,145	76,205	:	1,468,095	186,285
St. Louis	40,590	22,450	:	36,670	20,670
Minneapolis	40,020	21,290	:	28,380	16,230
Kansas City	38,120	38,120	:	37,800	37,800
Dallas	29,295	19,295	:	22,600	12,600
San Francisco	1,766,745	477,440	:	1,312,100	161,300
Treasury	<u>330,700</u>	<u>330,700</u>	:	<u>293,265</u>	<u>293,265</u>
TOTALS	\$36,041,160	\$8,018,285	:	\$26,331,930	\$8,008,820
<u>Type</u>			:		
Competitive	\$32,900,825	\$4,877,950	:	\$22,476,360	\$4,153,250
Noncompetitive	<u>976,825</u>	<u>976,825</u>	:	<u>702,070</u>	<u>702,070</u>
Subtotal, Public	\$33,877,650	\$5,854,775	:	\$23,178,430	\$4,855,320
Federal Reserve	2,123,410	2,123,410	:	2,000,000	2,000,000
Foreign Official Institutions	<u>40,100</u>	<u>40,100</u>	:	<u>1,153,500</u>	<u>1,153,500</u>
TOTALS	\$36,041,160	\$8,018,285	:	\$26,331,930	\$8,008,820

1/ Equivalent coupon-issue yield.

November 19, 1986

Correction of Treasury Bill Results Notice
(3-Month and 6-Month Bills to Be Issued November 20, 1986)

In the heading for the results of the 13-week bills and 26-week bills printed on the reverse side of the enclosed circular (No. 10107), the issue date should be November 20, 1986, not November 17.

Circulars Division
FEDERAL RESERVE BANK OF NEW YORK

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