

**FEDERAL RESERVE BANK
OF NEW YORK**
Fiscal Agent of the United States

Circular No. 10113
December 3, 1986

OFFERING OF TWO SERIES OF TREASURY BILLS

\$7,800,000,000 of 91-Day Bills, To Be Issued December 11, 1986, Due March 12, 1987
\$7,800,000,000 of 182-Day Bills, To Be Issued December 11, 1986, Due June 11, 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 \$15,600 million, to be issued December 11, 1986. This offering will provide about \$550 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$15,056 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, December 8, 1986.

The two series offered are as follows:

91-day bills (to maturity date) for approximately \$7,800 million, representing an additional amount of bills dated September 11, 1986, and to mature March 12, 1987 (CUSIP No. 912794 MA 9), currently outstanding in the amount of \$7,822 million, the additional and original bills to be freely interchangeable.

182-day bills (to maturity date) for approximately \$7,800 million, representing an additional amount of bills dated June 12, 1986, and to mature June 11, 1987 (CUSIP No. 912794 MP 6), currently outstanding in the amount of \$9,417 million, the additional and original bills to be freely interchangeable.

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 December 11, 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 \$1,754 million as agents for foreign and international monetary authorities, and \$4,011 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 DECEMBER 4, 1986)**

FOR IMMEDIATE RELEASE

December 1, 1986

RESULTS OF TREASURY'S WEEKLY BILL AUCTIONS

Tenders for \$8,021 million of 13-week bills and for \$8,010 million of 26-week bills, both to be issued on December 4, 1986, were accepted today.

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing March 5, 1987			:	maturing June 4, 1987		
	Discount Rate	Investment Rate 1/	Price	:	Discount Rate	Investment Rate 1/	Price
Low	5.37%	5.52%	98.643	:	5.44% ^{a/}	5.67%	97.250
High	5.41%	5.56%	98.632	:	5.46%	5.69%	97.240
Average	5.40%	5.55%	98.635	:	5.46%	5.69%	97.240

^{a/} Excepting 1 tender of \$200,000.

Tenders at the high discount rate for the 13-week bills were allotted 40%.
Tenders at the high discount rate for the 26-week bills were allotted 70%.

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

Location	Received	Accepted	:	Received	Accepted
Boston	\$ 37,340	\$ 37,340	:	\$ 29,260	\$ 29,260
New York	24,559,540	7,056,800	:	25,221,625	6,968,525
Philadelphia	19,760	19,760	:	16,875	16,875
Cleveland	45,440	39,440	:	25,885	25,885
Richmond	65,010	44,110	:	39,615	33,115
Atlanta	44,365	39,165	:	35,020	31,020
Chicago	1,596,370	164,370	:	1,358,505	223,385
St. Louis	33,990	17,990	:	33,300	17,300
Minneapolis	31,860	15,260	:	27,575	16,075
Kansas City	57,695	57,695	:	52,445	51,245
Dallas	37,325	32,325	:	21,755	15,255
San Francisco	1,512,605	191,710	:	1,330,605	306,305
Treasury	304,995	304,995	:	275,530	275,530
TOTALS	\$26,345,695	\$8,020,960	:	\$28,467,995	\$8,009,775
Type					
Competitive	\$25,269,080	\$4,944,945	:	\$24,647,400	\$4,189,180
Noncompetitive	947,415	947,415	:	667,895	667,895
Subtotal, Public	\$26,216,495	\$5,891,760	:	\$25,315,295	\$4,857,075
Federal Reserve	2,031,900	2,031,900	:	1,800,000	1,800,000
Foreign Official Institutions	97,300	97,300	:	1,352,700	1,352,700
TOTALS	\$28,345,695	\$8,020,960	:	\$28,467,995	\$8,009,775

^{1/} Equivalent coupon-issue yield.