

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10132
December 31, 1986

OFFERING OF TWO SERIES OF TREASURY BILLS

\$7,600,000,000 of 91-Day Bills, To Be Issued January 8, 1987, Due April 9, 1987

\$7,600,000,000 of 182-Day Bills, To Be Issued January 8, 1987, Due July 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 \$15,200 million, to be issued January 8, 1987. This offering will provide about \$500 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$14,691 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, January 5, 1987.

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 9, 1986, and to mature April 9, 1987 (CUSIP No. 912794 ME 1), currently outstanding in the amount of \$7,215 million, the additional and original bills to be freely interchangeable.

182-day bills (to maturity date) for approximately \$7,600 million, representing an additional amount of bills dated July 10, 1986, and to mature July 9, 1987 (CUSIP No. 912794 MT 8), currently outstanding in the amount of \$9,680 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 January 8, 1987. 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 \$1,173 million as agents for foreign and international monetary authorities, and \$3,712 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 JANUARY 2, 1987)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing April 2, 1987			:	maturing July 2, 1987		
	Discount Rate	Investment Rate 1/	Price	:	Discount Rate	Investment Rate 1/	Price
Low	5.63%	5.79%	98.593	:	5.66%	5.91%	97.154
High	5.68%	5.84%	98.580	:	5.68%	5.93%	97.144
Average	5.68%	5.84%	98.580	:	5.68%	5.93%	97.144

Tenders at the high discount rate for the 13-week bills were allotted 55%.
Tenders at the high discount rate for the 26-week bills were allotted 98%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

Location	Received	Accepted	:	Received	Accepted
Boston	\$ 38,645	\$ 38,645	:	\$ 23,340	\$ 23,340
New York	23,930,225	6,591,575	:	22,503,455	6,448,855
Philadelphia	23,805	23,805	:	14,835	14,835
Cleveland	53,095	43,095	:	23,830	23,830
Richmond	77,235	44,985	:	71,725	66,425
Atlanta	46,065	46,065	:	24,670	23,670
Chicago	1,309,030	105,830	:	1,313,650	268,010
St. Louis	44,015	23,855	:	11,930	11,930
Minneapolis	11,030	11,030	:	7,595	7,595
Kansas City	55,530	54,990	:	46,040	46,040
Dallas	36,675	29,425	:	26,520	21,420
San Francisco	1,079,440	288,690	:	1,097,705	388,485
Treasury	316,040	316,040	:	275,740	275,740
TOTALS	\$27,020,830	\$7,618,030	:	\$25,441,035	\$7,620,175
Type					
Competitive	\$23,775,220	\$4,372,420	:	\$21,736,975	\$3,916,115
Noncompetitive	981,845	981,845	:	670,015	670,015
Subtotal, Public	\$24,757,065	\$5,354,265	:	\$22,406,990	\$4,586,130
Federal Reserve	1,962,310	1,962,310	:	1,900,000	1,900,000
Foreign Official Institutions	301,455	301,455	:	1,134,045	1,134,045
TOTALS	\$27,020,830	\$7,618,030	:	\$25,441,035	\$7,620,175

An additional \$19,545 thousand of 13-week bills and an additional \$48,555 thousand of 26-week bills will be issued to foreign official institutions for new cash.

1/ Equivalent coupon-issue yield.