

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10134
January 6, 1987

OFFERING OF TWO SERIES OF TREASURY BILLS

\$7,400,000,000 of 91-Day Bills, To Be Issued January 15, 1987, Due April 16, 1987

\$7,400,000,000 of 182-Day Bills, To Be Issued January 15, 1987, Due July 16, 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 \$14,800 million, to be issued January 15, 1987. This offering will provide about \$300 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$14,510 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 12, 1987.**

The two series offered are as follows:

91-day bills (to maturity date) for approximately \$7,400 million, representing an additional amount of bills dated April 17, 1986, and to mature April 16, 1987 (CUSIP No. 912794 MF 8), currently outstanding in the amount of \$16,786 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$7,400 million, to be dated January 15, 1987, and to mature July 16, 1987 (CUSIP No. 912794 MU 5).

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 15, 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 \$1,395 million as agents for foreign and international monetary authorities, and \$3,982 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 8, 1987)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing April 9, 1987			:	maturing July 9, 1987		
	Discount	Investment		:	Discount	Investment	
	Rate	Rate 1/	Price	:	Rate	Rate 1/	Price
Low	5.50%	5.65%	98.610	:	5.53%	5.77%	97.204
High	5.53%	5.69%	98.602	:	5.55%	5.79%	97.194
Average	5.53%	5.69%	98.602	:	5.55%	5.79%	97.194

Tenders at the high discount rate for the 13-week bills were allotted 77%.
Tenders at the high discount rate for the 26-week bills were allotted 40%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>	:	<u>Received</u>	<u>Accepted</u>
Boston	\$ 49,540	\$ 49,425	:	\$ 29,940	\$ 29,940
New York	27,690,935	6,273,265	:	25,857,220	6,647,420
Philadelphia	36,355	36,355	:	18,885	17,685
Cleveland	74,045	50,130	:	50,985	34,985
Richmond	174,210	62,925	:	81,830	81,830
Atlanta	52,985	52,185	:	34,270	33,670
Chicago	2,387,785	295,860	:	2,273,295	138,695
St. Louis	50,650	30,650	:	37,905	21,905
Minneapolis	25,305	15,305	:	25,060	19,060
Kansas City	46,450	46,880	:	50,405	48,805
Dallas	37,775	27,775	:	23,005	15,005
San Francisco	1,900,470	311,265	:	1,341,275	204,075
Treasury	360,830	360,830	:	354,060	354,060
TOTALS	\$32,889,335	\$7,612,850	:	\$30,178,135	\$7,646,935
<u>Type</u>			:		
Competitive	\$29,841,685	\$4,565,200	:	\$26,447,935	\$3,916,735
Noncompetitive	1,207,415	1,207,415	:	842,600	842,600
Subtotal, Public	\$31,049,100	\$5,772,615	:	\$27,290,535	\$4,759,335
Federal Reserve	1,840,035	1,840,035	:	1,900,000	1,900,000
Foreign Official			:		
Institutions	200	200	:	987,600	987,600
TOTALS	\$32,889,335	\$7,612,850	:	\$30,178,135	\$7,646,935

1/ Equivalent coupon-issue yield.