

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10138
January 14, 1987

OFFERING OF TWO SERIES OF TREASURY BILLS

\$7,000,000,000 of 91-Day Bills, To Be Issued January 22, 1987, Due April 23, 1987

\$7,000,000,000 of 182-Day Bills, To Be Issued January 22, 1987, Due July 23, 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 \$14,000 million, to be issued January 22, 1987. This offering will result in a paydown for the Treasury of about \$5,250 million, as the maturing bills total \$19,244 million (including the 79-day cash management bills issued November 4, 1986, in the amount of \$4,010 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, Tuesday, January 20, 1987.

The two series offered are as follows:

91-day bills (to maturity date) for approximately \$7,000 million, representing an additional amount of bills dated October 23, 1986, and to mature April 23, 1987 (CUSIP No. 912794 MG 6), currently outstanding in the amount of \$7,538 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$7,000 million, to be dated January 22, 1987, and to mature July 23, 1987 (CUSIP No. 912794 MV 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 January 22, 1987. In addition to the maturing 13-week and 26-week bills, there are \$9,189 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 \$2,033 million of the original 13-week and 26-week issues. Federal Reserve Banks currently hold \$2,213 million as agents for foreign and international monetary authorities, and \$6,452 million for their own account. These amounts represent the combined holdings of such accounts for the four 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.

(Over)

RESULTS OF LAST WEEKLY OFFERING OF TREASURY BILLS
(TWO SERIES TO BE ISSUED JANUARY 15, 1987)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing April 16, 1987			:	maturing July 16, 1987		
	Discount	Investment		:	Discount	Investment	
	<u>Rate</u>	<u>Rate 1/</u>	<u>Price</u>	:	<u>Rate</u>	<u>Rate 1/</u>	<u>Price</u>
Low	5.35%	5.50%	98.648	:	5.41%	5.64%	97.265
High	5.38%	5.53%	98.640	:	5.43%	5.66%	97.255
Average	5.38%	5.53%	98.640	:	5.43%	5.66%	97.255

Tenders at the high discount rate for the 13-week bills were allotted 35%.
Tenders at the high discount rate for the 26-week bills were allotted 31%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>	:	<u>Received</u>	<u>Accepted</u>
Boston	\$ 35,820	\$ 35,000	:	\$ 25,630	\$ 25,630
New York	32,781,505	6,348,620	:	28,753,720	6,220,605
Philadelphia	26,030	26,030	:	24,670	22,155
Cleveland	89,899	42,449	:	64,050	40,250
Richmond	46,483	46,483	:	41,675	41,675
Atlanta	43,945	44,645	:	35,010	31,410
Chicago	2,051,490	282,740	:	1,650,125	310,075
St. Louis	36,145	19,170	:	33,955	19,195
Minneapolis	37,920	16,420	:	33,245	17,895
Kansas City	82,125	75,975	:	46,070	45,020
Dallas	40,139	30,135	:	25,290	15,290
San Francisco	2,211,730	162,910	:	1,645,795	230,855
Treasury	352,580	352,580	:	380,960	380,960
TOTALS	\$37,837,805	\$7,483,155	:	\$32,760,195	\$7,401,015
<u>Type</u>					
Competitive	\$34,571,620	\$4,216,970	:	\$28,681,130	\$3,321,950
Noncompetitive	1,201,255	1,201,255	:	930,565	930,565
Subtotal, Public	\$35,772,875	\$5,418,225	:	\$29,611,695	\$4,252,515
Federal Reserve	2,013,030	2,013,030	:	2,000,000	2,000,000
Foreign Official Institutions	51,900	51,900	:	1,148,500	1,148,500
TOTALS	\$37,837,805	\$7,483,155	:	\$32,760,195	\$7,401,015

1/ Equivalent coupon-issue yield.