

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10147
February 4, 1987

OFFERING OF TWO SERIES OF TREASURY BILLS

\$6,800,000,000 of 91-Day Bills, To Be Issued February 12, 1987, Due May 14, 1987
\$6,800,000,000 of 182-Day Bills, To Be Issued February 12, 1987, Due August 13, 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 \$13,600 million, to be issued February 12, 1987. This offering will provide about \$25 million of new cash for the Treasury, as the maturing bills are outstanding in the amount of \$13,573 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, February 9, 1987.**

The two series offered are as follows:

91-day bills (to maturity date) for approximately \$6,800 million, representing an additional amount of bills dated May 15, 1986, and to mature May 14, 1987 (CUSIP No. 912794 MK 7), currently outstanding in the amount of \$17,331 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$6,800 million, to be dated February 12, 1987, and to mature August 13, 1987 (CUSIP No. 912794 MY 7).

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 February 12, 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 \$1,398 million as agents for foreign and international monetary authorities, and \$3,760 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 FEBRUARY 5, 1987)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing May 7, 1987				maturing August 6, 1987		
	<u>Discount Rate</u>	<u>Investment Rate 1/</u>	<u>Price</u>		<u>Discount Rate</u>	<u>Investment Rate 1/</u>	<u>Price</u>
Low	5.57%	5.73%	98.592	:	5.59%	5.83%	97.174
High	5.58%	5.74%	98.590	:	5.60%	5.84%	97.169
Average	5.58%	5.74%	98.590	:	5.59%	5.83%	97.174

Tenders at the high discount rate for the 13-week bills were allotted 82%.
Tenders at the high discount rate for the 26-week bills were allotted 4%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>	:	<u>Received</u>	<u>Accepted</u>
Boston	\$ 35,870	\$ 27,845	:	\$ 30,965	\$ 30,965
New York	39,418,855	6,021,195	:	32,277,080	6,107,340
Philadelphia	34,035	34,035	:	22,140	20,140
Cleveland	51,280	44,545	:	39,855	29,855
Richmond	92,825	42,825	:	58,895	43,335
Atlanta	56,715	49,375	:	35,275	27,055
Chicago	1,726,765	48,135	:	2,029,305	48,305
St. Louis	46,510	24,910	:	47,675	24,755
Minneapolis	10,415	10,415	:	22,275	12,275
Kansas City	76,760	62,760	:	66,490	51,450
Dallas	38,435	28,435	:	24,560	14,560
San Francisco	1,349,490	88,000	:	1,181,065	59,105
Treasury	328,070	328,070	:	341,760	341,760
TOTALS	\$43,276,025	\$6,810,545	:	\$36,177,300	\$6,804,900
<u>Type</u>			:		
Competitive	\$39,974,865	\$3,909,385	:	\$32,410,790	\$3,438,390
Noncompetitive	1,087,135	1,087,135	:	853,410	853,410
Subtotal, Public	\$41,062,000	\$4,996,520	:	\$33,264,200	\$4,291,800
Federal Reserve	2,144,925	1,744,925	:	2,150,000	1,750,000
Foreign Official Institutions	69,100	69,100	:	763,100	763,100
TOTALS	\$43,276,025	\$6,810,545	:	\$36,177,300	\$6,804,900

1/ Equivalent coupon-issue yield.