

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10148
February 11, 1987

OFFERING OF TWO SERIES OF TREASURY BILLS

\$6,600,000,000 of 91-Day Bills, To Be Issued February 19, 1987, Due May 21, 1987
\$6,600,000,000 of 182-Day Bills, To Be Issued February 19, 1987, Due August 20, 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 \$13,200 million, to be issued February 19, 1987. This offering will result in a paydown for the Treasury of about \$2,675 million, as the maturing bills are outstanding in the amount of \$15,876 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, February 17, 1987.**

The two series offered are as follows:

91-day bills (to maturity date) for approximately \$6,600 million, representing an additional amount of bills dated November 20, 1986, and to mature May 21, 1987 (CUSIP No. 912794 ML 5), currently outstanding in the amount of \$8,033 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$6,600 million, to be dated February 19, 1987, and to mature August 20, 1987 (CUSIP No. 912794 MZ 4).

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 19, 1987. In addition to the maturing 13-week and 26-week bills, there are \$9,153 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 \$1,516 million of the original 13-week and 26-week issues. Federal Reserve Banks currently hold \$1,641 million as agents for foreign and international monetary authorities, and \$6,717 million for their own account. These amounts represent the combined holdings of such accounts for the three 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 FEBRUARY 12, 1987)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing May 14, 1987			:	maturing August 13, 1987		
	Discount	Investment		:	Discount	Investment	
	Rate	Rate 1/	Price	:	Rate	Rate 1/	Price
Low	5.70%	5.86%	98.559	:	5.68%	5.93%	97.128
High	5.72%	5.88%	98.554	:	5.69%	5.94%	97.123
Average	5.72%	5.88%	98.554	:	5.69%	5.94%	97.123

Tenders at the high discount rate for the 13-week bills were allotted 52%.
Tenders at the high discount rate for the 26-week bills were allotted 74%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>	:	<u>Received</u>	<u>Accepted</u>
Boston	\$ 40,535	\$ 32,535	:	\$ 28,575	\$ 20,575
New York	29,573,820	5,965,550	:	25,996,685	6,070,215
Philadelphia	28,205	27,965	:	18,060	16,060
Cleveland	30,110	30,110	:	25,115	25,115
Richmond	75,000	55,000	:	40,330	30,330
Atlanta	41,215	40,115	:	31,435	30,235
Chicago	1,928,675	53,175	:	1,875,750	89,890
St. Louis	26,600	24,950	:	55,215	31,575
Minneapolis	24,635	14,635	:	35,380	22,780
Kansas City	40,940	40,940	:	49,030	49,030
Dallas	30,985	20,985	:	27,500	17,500
San Francisco	1,639,100	86,100	:	1,119,400	74,900
Treasury	322,725	322,725	:	324,890	324,890
TOTALS	\$33,802,545	\$6,714,785	:	\$29,627,365	\$6,803,095
<u>Type</u>					
Competitive	\$30,637,275	\$3,549,515	:	\$25,831,380	\$3,007,110
Noncompetitive	1,054,855	1,054,855	:	810,085	810,085
Subtotal, Public	\$31,692,130	\$4,604,370	:	\$26,641,465	\$3,817,195
Federal Reserve	1,960,215	1,960,215	:	1,800,000	1,800,000
Foreign Official			:		
Institutions	150,200	150,200	:	1,185,900	1,185,900
TOTALS	\$33,802,545	\$6,714,785	:	\$29,627,365	\$6,803,095

1/ Equivalent coupon-issue yield.