

**FEDERAL RESERVE BANK
OF NEW YORK**
Fiscal Agent of the United States

Circular No. 10151
February 18, 1987

OFFERING OF TWO SERIES OF TREASURY BILLS

\$6,600,000,000 of 91-Day Bills, To Be Issued February 26, 1987, Due May 28, 1987
\$6,600,000,000 of 182-Day Bills, To Be Issued February 26, 1987, Due August 27, 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 26, 1987. This offering will result in a paydown for the Treasury of about \$2,650 million, as the maturing bills are outstanding in the amount of \$15,850 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 23, 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 28, 1986, and to mature May 28, 1987 (CUSIP No. 912794 MM 3), currently outstanding in the amount of \$8,028 million, the additional and original bills to be freely interchangeable.

182-day bills for approximately \$6,600 million, to be dated February 26, 1987, and to mature August 27, 1987 (CUSIP No. 912794 NA 8).

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 26, 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 \$2,188 million as agents for foreign and international monetary authorities, and \$4,153 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 19, 1987)

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing May 21, 1987			:	maturing August 20, 1987		
	Discount	Investment		:	Discount	Investment	
	Rate	Rate 1/	Price	:	Rate	Rate 1/	Price
Low	5.65%	5.81%	98.572	:	5.68%	5.93%	97.128
High	5.67%	5.83%	98.567	:	5.70%	5.95%	97.118
Average	5.66%	5.82%	98.569	:	5.70%	5.95%	97.118

Tenders at the high discount rate for the 13-week bills were allotted 85%.
Tenders at the high discount rate for the 26-week bills were allotted 65%.

TENDERS RECEIVED AND ACCEPTED
(In Thousands)

Location	Received	Accepted	:	Received	Accepted
Boston	\$ 47,195	\$ 39,195	:	\$ 34,170	\$ 26,170
New York	26,294,155	5,628,545	:	24,378,620	5,606,620
Philadelphia	37,245	36,245	:	25,490	23,490
Cleveland	54,170	53,760	:	22,930	22,930
Richmond	65,010	45,010	:	76,185	41,185
Atlanta	41,010	41,010	:	47,625	47,625
Chicago	1,820,245	64,180	:	1,698,640	71,890
St. Louis	45,415	25,415	:	45,500	25,500
Minneapolis	21,190	11,550	:	27,055	17,605
Kansas City	57,480	57,480	:	49,285	49,285
Dallas	40,610	30,610	:	26,290	16,290
San Francisco	1,481,145	272,545	:	1,513,805	392,055
Treasury	<u>294,535</u>	<u>294,535</u>	:	<u>292,205</u>	<u>292,205</u>
TOTALS	\$30,299,405	\$6,600,080	:	\$28,237,800	\$6,632,850
Type					
Competitive	\$26,857,275	\$3,157,950	:	\$24,259,915	\$2,654,965
Noncompetitive	<u>1,089,820</u>	<u>1,089,820</u>	:	<u>837,085</u>	<u>837,085</u>
Subtotal, Public	\$27,947,095	\$4,247,770	:	\$25,097,000	\$3,492,050
Federal Reserve	2,216,610	2,216,610	:	2,000,000	2,000,000
Foreign Official			:		
Institutions	<u>135,700</u>	<u>135,700</u>	:	<u>1,140,800</u>	<u>1,140,800</u>
TOTALS	\$30,299,405	\$6,600,080	:	\$28,237,800	\$6,632,850

1/ Equivalent coupon-issue yield.