

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

Circular No. 10156
February 25, 1987

OFFERING OF TWO SERIES OF TREASURY BILLS

\$6,600,000,000 of 91-Day Bills, To Be Issued March 5, 1987, Due June 4, 1987
\$6,600,000,000 of 182-Day Bills, To Be Issued March 5, 1987, Due September 3, 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 March 5, 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 \$15,870 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, March 2, 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 December 4, 1986, and to mature June 4, 1987 (CUSIP No. 912794 MN 1), currently outstanding in the amount of \$8,025 million, the additional and original bills to be freely interchangeable.

182-day bills (to maturity date) for approximately \$6,600 million, representing an additional amount of bills dated September 4, 1986, and to mature September 3, 1987 (CUSIP No. 912794 NB 6), currently outstanding in the amount of \$9,512 million, the additional and original bills to be freely interchangeable.

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 March 5, 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 \$1,854 million as agents for foreign and international monetary authorities, and \$4,224 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 26, 1987)**

RANGE OF ACCEPTED COMPETITIVE BIDS:	13-week bills			:	26-week bills		
	maturing May 28, 1987			:	maturing August 27, 1987		
	Discount Rate	Investment Rate 1/	Price	:	Discount Rate	Investment Rate 1/	Price
Low	5.37%	5.52%	98.643	:	5.39%	5.62%	97.275
High	5.41%	5.56%	98.632	:	5.41%	5.64%	97.265
Average	5.40%	5.55%	98.635	:	5.41%	5.64%	97.265

Tenders at the high discount rate for the 13-week bills were allotted 13%.
Tenders at the high discount rate for the 26-week bills were allotted 99%.

**TENDERS RECEIVED AND ACCEPTED
(in Thousands)**

<u>Location</u>	<u>Received</u>	<u>Accepted</u>	:	<u>Received</u>	<u>Accepted</u>
Boston	\$ 42,200	\$ 42,200	:	\$ 29,490	\$ 29,490
New York	25,329,045	5,457,145	:	25,135,685	5,446,835
Philadelphia	20,225	20,225	:	19,030	19,030
Cleveland	81,990	81,990	:	63,975	38,875
Richmond	67,290	67,290	:	44,849	39,795
Atlanta	38,125	38,125	:	32,705	32,705
Chicago	1,970,390	206,090	:	1,804,985	183,985
St. Louis	44,595	29,595	:	39,630	24,630
Minneapolis	33,355	24,655	:	20,630	20,630
Kansas City	57,165	56,295	:	47,965	47,965
Dallas	43,870	39,520	:	25,360	20,310
San Francisco	1,837,565	249,695	:	1,708,720	403,700
Treasury	<u>303,830</u>	<u>303,830</u>	:	<u>299,660</u>	<u>299,660</u>
TOTALS	\$29,869,645	\$6,616,655	:	\$29,272,700	\$ 6,607,630
<u>Type</u>			:		
Competitive	\$26,316,920	\$3,063,930	:	\$25,029,095	\$ 2,364,025
Noncompetitive	<u>1,005,340</u>	<u>1,005,340</u>	:	<u>757,305</u>	<u>757,305</u>
Subtotal, Public	\$27,322,260	\$4,069,270	:	\$25,786,400	\$ 3,121,330
Federal Reserve	2,306,185	2,306,185	:	1,900,000	1,900,000
Foreign Official Institutions	<u>241,200</u>	<u>241,200</u>	:	<u>1,586,300</u>	<u>1,586,300</u>
TOTALS	\$29,869,645	\$6,616,655	:	\$29,272,700	\$ 6,607,630

1/ Equivalent coupon-issue yield.