

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 6835]
November 10, 1971]

*To All Banking Institutions, and Others Concerned,
in the Second Federal Reserve District:*

The following statement was made public November 8 by the Treasury Department:

RESULTS OF CURRENT TREASURY EXCHANGE OFFERING

Updated figures for the current Treasury refunding show that \$2.5 billion of the securities held by the general public maturing November 15 have been exchanged, leaving \$1.3 billion, 33.5%, unchanged. In the prerefunding, \$3.3 billion of the securities maturing May 15 and August 15, 1972, held by the general public were exchanged. A total of \$5.3 billion of the new 7-year notes and \$0.5 billion of the new 15-year bonds will be issued to the general public.

Following is a summary of the participation in the refunding, prerefunding, and cash sale of bonds (amounts in millions):

<i>Eligible securities</i>		<i>Securities to be issued</i>		
	<i>Amount</i>	<i>6% Notes</i>	<i>6-1/8% Bonds</i>	<i>Total</i>
<i>By general public</i>				
<i>Refunding</i>				
3-7/8% Bonds 11/71	\$ 759	\$ 395	\$ 65	\$ 460
5-3/8% Notes 11/71	789	519	33	552
7-3/4% Notes 11/71	2,262	1,245	278	1,523
Subtotal	<u>\$ 3,810</u>	<u>\$2,159</u>	<u>\$ 376</u>	<u>\$2,535</u>
<i>Prerefunding</i>				
4-3/4% Notes 5/72	\$ 2,322	\$1,032	\$ 20	\$1,052
6-3/4% Notes 5/72	1,793	540	58	598
4% Bonds 8/72	1,956	706	30	736
5% Notes 8/72	1,910	840	36	876
Subtotal	<u>\$ 7,981</u>	<u>\$3,118</u>	<u>\$ 144</u>	<u>\$3,262</u>
Sale for cash	—	—	\$ 24	\$ 24
Total	<u>\$11,791</u>	<u>\$5,277</u>	<u>\$ 544</u>	<u>\$5,821</u>
<i>By Federal Reserve Banks and Government Accounts</i>				
<i>Refunding</i>				
3-7/8% Bonds 11/71	\$ 322	\$ 120	\$ 202	\$ 322
5-3/8% Notes 11/71	178	113	65	178
7-3/4% Notes 11/71	3,574	1,864	210	2,074
Subtotal	<u>\$ 4,074</u>	<u>\$2,097</u>	<u>\$ 477</u>	<u>\$2,574</u>
<i>Prerefunding</i>				
4-3/4% Notes 5/72	\$ 2,988	\$ 405	\$ 167	\$ 572
6-3/4% Notes 5/72	244	57	—	57
4% Bonds 8/72	623	355	29	384
5% Notes 8/72	1,542	2	—	2
Subtotal	<u>\$ 5,397</u>	<u>\$ 819</u>	<u>\$ 196</u>	<u>\$1,015</u>
Total	<u>\$ 9,471</u>	<u>\$2,916</u>	<u>\$ 673</u>	<u>\$3,589</u>
Grand Total	<u>\$21,262</u>	<u>\$8,193</u>	<u>\$1,217</u>	<u>\$9,410</u>

(Over)

The following statement was made public November 9 by the Treasury Department:

RESULTS OF TREASURY NOTE AUCTION

The Treasury announced that it has accepted \$2.75 billion of the \$4.0 billion of tenders received from the public for its new 4-7/8% 15-month notes auctioned today. The range of accepted bids was as follows:

	Price	Approx. yield
High	100.10	4.79%
Low	99.90	4.96%
Average	99.96	4.91%

The \$2.75 billion of accepted tenders includes 96% of the amount of notes bid for at the low price, and \$0.2 billion of noncompetitive tenders accepted at the average price.

In addition to the amount allotted to the public, \$1.5 billion of the notes were allotted to Federal Reserve Banks and Government Accounts at the average price, in exchange for securities maturing November 15.

Alfred Hayes,
President.