

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

[Circular No. 7340
February 8, 1974]

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

The following statements have been issued by the Treasury Department. The statement announcing the results of the auction of the 7% notes of Series A-1981 was made public February 5; the statement announcing the results of the auction of the 6-7/8% notes of Series C-1977 was made public February 6; and the statement announcing the auction of the 7-1/2% bonds of 1988-93 was made public February 7.

RESULTS OF TREASURY 7% NOTE AUCTION

The Treasury has accepted \$1.5 billion of the \$3.0 billion of tenders received from the public for the 7-year 7 percent notes auctioned today. The range of accepted competitive bids was as follows:

	<i>Price</i>	<i>Approx. yield</i>
High	100.68 ^a	6.88%
Low	100.10	6.98%
Average	100.28	6.95%

^aExcepting one tender of \$1,000,000.

The \$1.5 billion of accepted tenders includes 94 percent of the amount of notes bid for at the low price, and \$0.1 billion of noncompetitive tenders accepted at the average price.

In addition, \$0.3 billion of the notes were allotted to Federal Reserve Banks and Government Accounts at the average price, in exchange for securities maturing February 15.

RESULTS OF TREASURY 6-7/8% NOTE AUCTION

The Treasury has accepted \$2.25 billion of the \$3.1 billion of tenders received from the public for the 3-1/4-year 6-7/8 percent notes auctioned today. The range of accepted competitive bids was as follows:

	<i>Price</i>	<i>Approx. yield</i>
High	100.92	6.56%
Low	100.35	6.75%
Average	100.51	6.70%

The \$2.25 billion of accepted tenders includes 46 percent of the amount of notes bid for at the low price, and \$0.3 billion of noncompetitive tenders accepted at the average price.

In addition, \$0.3 billion of the notes were allotted to Federal Reserve Banks and Government Accounts at the average price, in exchange for securities maturing February 15.

(Over)

RESULTS OF TREASURY BOND AUCTION

The Treasury has accepted \$300 million of the \$1,144 million of tenders received from the public for 19-1/2-year 7-1/2 percent bonds auctioned today. The lowest price accepted was 100.45, which is the price to be paid by all successful bidders. This price results in a yield of 7.45% to the first callable date, August 15, 1988, and 7.46% to maturity.

Accepted tenders include 93% of the amount bid for at the low price, and \$31 million of noncompetitive tenders.

In addition to the amount allotted to the public, \$250 million of the bonds were allotted to Federal Reserve Banks and Government Accounts in exchange for securities maturing February 15, at the price at which other tenders were accepted.

ALFRED HAYES,
President.