

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

Circular No. 7388
May 3, 1974

COUPON RATES ANNOUNCED
FOR NEW TREASURY NOTE ISSUES

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

The following statement was made public today by the
Treasury Department:

The Treasury has set a coupon rate of 8-3/4% for both the \$2.0 billion of 25-1/2 month notes and the \$1.75 billion of 4-1/4 year notes, the sale of which was announced on May 1. The series titles will be 8-3/4 percent Treasury Notes of Series I-1976 and 8-3/4 percent Treasury Notes of Series C-1978. The 4-1/4 year notes will be auctioned on Tuesday, May 7, and the 25-1/2 month notes will be auctioned on Wednesday, May 8.

The public should be aware that in an auction the prices bid are not necessarily at par. The average price at which noncompetitive tenders are awarded may therefore be more or less than par. Subscribers submitting noncompetitive tenders should understand that the yield they receive may be lower than the stated coupon rate.

Alfred Hayes,
President.