

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

[Circular No. 7390]
May 9, 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 8-3/4% notes of Series C-1978 was made public May 7; the statement announcing the results of the auction of the 8-3/4% notes of Series I-1976 and the 8-1/2% bonds of 1994-99 was made public May 8.

RESULTS OF TREASURY NOTE AUCTION
(Notes of Series C-1978)

The Treasury has accepted \$1.75 billion of the \$3.5 billion of tenders received from the public for the 4-1/4-year 8-3/4% notes auctioned today. The range of accepted competitive bids was as follows:

	Price	Approx. yield
High	100.68 ^a	8.56%
Low	99.96	8.76%
Average	100.07	8.73%

^a Excepting 4 tenders totaling \$730,000.

The \$1.75 billion of accepted tenders includes 10 percent of the amount of notes bid for at the low price, and \$0.8 billion of noncompetitive tenders accepted at the average price.

In addition, \$0.6 billion of the notes were allotted to Federal Reserve Banks and Government Accounts at the average price, in exchange for securities maturing May 15.

RESULTS OF TREASURY'S NOTE AND BOND AUCTIONS
(Notes of Series I-1976; Bonds of 1994-99)

The Treasury has accepted from the public \$2,000 million of tenders for the 8-3/4% 25-1/2-month notes and \$300 million of tenders for the 8-1/2% 25-year bonds auctioned today. Total tenders received were \$3,239 million for the notes and \$895 million for the bonds.

The range of accepted competitive bids for the notes was as follows:

	Price	Approx. yield
High	100.57 ^a	8.43%
Low	99.87	8.79%
Average	100.00	8.73% ^b

^a Excepting one tender of \$40,000.

^b The yield is less than 8.75% because interest for the period from May 15 to June 30, 1974 will be paid with the first full six-month interest payment on December 31, 1974.

The lowest price accepted for the bonds was 102.85, which is the price to be paid by all successful bidders. This price results in a yield of 8.21% to the first callable date, May 15, 1994, and 8.23% to maturity.

Accepted tenders for the notes include 4% of the amount bid for at the low price, and \$716 million of noncompetitive tenders accepted at the average price.

Accepted tenders for the bonds include 82% of the amount bid for at the low price, and \$115 million of noncompetitive tenders.

In addition to the amounts allotted to the public, \$6.56 million of the notes and \$279 million of the bonds were allotted to Federal Reserve Banks and Government Accounts in exchange for bonds maturing May 15.

ALFRED HAYES,
President.