

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

Circular No. 7632  
May 16, 1975

RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES  
(Notes of Series I-1977)

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

The following statement was issued May 14 by the  
Treasury Department:

The Treasury has accepted \$2.0 billion of the \$3.4 billion  
of tenders received from the public for the 2-year notes auctioned  
today. The range of accepted competitive bids was as follows:

Lowest yield .....	6.79% <sup>1</sup>
Highest yield .....	6.92%
Average yield .....	6.86%

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<sup>1</sup> Excepting one tender of \$3,000,000.

The interest rate on the notes will be 6-3/4%. At the 6-3/4%  
rate, the above yields result in the following prices:

Low-yield price .....	99.924
High-yield price ....	99.683
Average-yield price..	99.794

The \$2.0 billion of accepted tenders includes 67% of the  
amount of notes bid for at the highest yield, and \$0.3 billion  
of noncompetitive tenders accepted at the average yield.

In addition, \$0.1 billion of tenders were accepted at the  
average-yield price from Government accounts and from Federal  
Reserve Banks for themselves and as agents of foreign and  
international monetary authorities.

ALFRED HAYES,  
President.