

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

Circular No. 7711
September 17, 1975

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

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

The following statement was issued September 16 by
the Treasury Department:

The Treasury has accepted \$3.0 billion of the \$6.7 billion
of tenders received from the public for the 2-year notes,
Series M-1977, auctioned today. The range of accepted competitive
bids was as follows:

Lowest yield.....	8.40% ¹
Highest yield.....	8.46%
Average yield.....	8.44%

¹ Excepting five tenders totaling \$255,000.

The interest rate on the notes will be 8-3/8%. At the 8-3/8%
rate, the above yields result in the following prices:

Low-yield price.....	99.955
High-yield price....	99.847
Average-yield price.	99.883

The \$3.0 billion of accepted tenders includes 34% of the
amount of notes bid for at the highest yield, and \$1.4 billion
of noncompetitive tenders accepted at the average yield.

In addition, \$0.2 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 inter-
national monetary authorities.

PAUL A. VOLCKER,
President.