

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

Circular No. 7776
December 17, 1975

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

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

The following statement was issued yesterday by the
Treasury Department:

The Treasury has accepted \$2.5 billion of the \$4.3 billion
of tenders received from the public for the 2-year notes, Series
P-1977, auctioned today. The range of accepted competitive bids
was as follows:

Lowest yield	7.24% ¹
Highest yield	7.31%
Average yield	7.28%

¹ Excepting two tenders totaling \$80,000.

The interest rate on the notes will be 7-1/4%. At the
7-1/4% rate, the above yields result in the following prices:

Low-yield price	100.018
High-yield price	99.890
Average-yield price ...	99.945

The \$2.5 billion of accepted tenders includes 24% of the amount
of notes bid for at the highest yield, and \$0.7 billion of noncompeti-
tive tenders accepted at the average yield.

In addition, \$0.2 billion of tenders were accepted at the average-
yield price for Government accounts and Federal Reserve Banks.

PAUL A. VOLCKER,
President.