

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

Circular No. 7797
January 15, 1976

RESULTS OF TREASURY NOTE AUCTIONS

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

The following statements have been issued by the Treasury Department. The statements announcing the results of the auction of the 5-year 4-month Treasury Notes of Series D-1981 and the 2-year Treasury Notes of Series J-1978 were made public on January 13 and January 14, respectively.

RESULTS OF AUCTION OF 5-YEAR 4-MONTH TREASURY NOTES
(Notes of Series D-1981)

The Treasury has accepted \$2.0 billion of the \$3.3 billion of tenders received from the public for the 5-year 4-month notes, Series D-1981, auctioned today [January 13]. The range of accepted competitive bids was as follows:

Lowest yield	7.35% ¹
Highest yield	7.42%
Average yield	7.40%

¹ Excepting five tenders totaling \$8,518,000.

The interest rate on the notes will be 7-3/8%. At the 7-3/8% rate, the above yields result in the following prices:

Low-yield price	100.108
High-yield price	99.806
Average-yield price ...	99.892

The \$2.0 billion of accepted tenders includes 30% of the amount of notes bid for at the highest yield, and \$0.2 billion of noncompetitive tenders accepted at the average yield.

In addition, \$10 million of tenders were accepted at the average-yield price from foreign and international monetary authorities.

(Over)

RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES
(Notes of Series J-1978)

The Treasury has accepted \$2.5 billion, including \$0.3 billion from the Federal Reserve Banks, for themselves and as agents of foreign and international monetary authorities, of the \$3.6 billion of tenders received for the 2-year notes, Series J-1978, auctioned today [January 14]. The range of accepted competitive bids was as follows:

Lowest yield	6.41%
Highest yield	6.51%
Average yield	6.49%

The interest rate on the notes will be 6-3/8%. At the 6-3/8% rate, the above yields result in the following prices:

Low-yield price	99.935
High-yield price	99.751
Average-yield price ...	99.788

The \$2.5 billion of accepted tenders includes 89% of the amount of notes bid for at the highest yield, and \$0.3 billion of noncompetitive tenders from the public accepted at the average yield.

PAUL A. VOLCKER,
President.