

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

Circular No. 7843
March 19, 1976

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

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

The following statement was issued March 18 by the
Treasury Department:

The Treasury has accepted \$3.0 billion, including
\$0.1 billion from Government accounts and Federal Reserve
Banks for their own account, of the \$4.9 billion of tenders
received for the 2-year notes, Series K-1978, auctioned today.
The range of accepted competitive bids was as follows:

Lowest yield..... 6.71%¹
Highest yield..... 6.80%
Average yield..... 6.76%

¹ Excepting three tenders totaling \$290,000.

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..... 100.074
High-yield price..... 99.908
Average-yield price... 99.982

The \$3.0 billion of accepted tenders includes 10% of the amount
of notes bid for at the highest yield and \$0.7 billion of noncom-
petitive tenders from the public accepted at the average yield.

In addition, \$0.1 billion of tenders were accepted at the
average-yield price from foreign and international monetary
authorities.

PAUL A. VOLCKER,
President.