

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

[Circular No. 7846]
March 25, 1976

RESULTS OF AUCTION OF 4-YEAR 10½ MONTH TREASURY NOTES
(Notes of Series E-1981)

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

The following statement was issued March 24 by the Treasury Department:

The Treasury has accepted \$2.5 billion of the \$5.1 billion of tenders received from the public for the 4-year 10½ month notes, Series E-1981, auctioned today. The range of accepted competitive bids was as follows:

Lowest yield	7.35% ¹
Highest yield	7.39%
Average yield	7.38%

¹ Excepting five tenders totaling \$6,530,000.

The interest rate on the notes will be 7¾%. At the 7¾% rate, the above yields result in the following prices:

Low-yield price	100.101
High-yield price	99.940
Average-yield price	99.980

The \$2.5 billion of accepted tenders includes 100% of the amount of notes bid for at the highest yield and \$0.5 billion of noncompetitive tenders accepted at the average yield.

In addition, \$115 million of tenders were accepted at the average-yield price from foreign and international monetary authorities.

Attention is directed to the fact that the coupon rate of 7¾% on the new notes (Series E-1981) is the same as that on previously issued Treasury notes (Series C-1981) and that both notes will mature on February 15, 1981.

However, interest to be paid on August 15, 1976 will be \$26.74451 per thousand for the new Series E-1981 notes and \$36.87500 per thousand for the existing Series C-1981 notes. After August 15, 1976, both Series C-1981 and E-1981 will have the same semi-annual interest payments, \$36.87500 per thousand. Three factors will distinguish the two notes, the series designation, the issue date, and the cusip number. Series C-1981 was issued on February 18, 1975 (Cusip No. 912827 ED0) and Series E-1981 will be issued on April 5, 1976 (Cusip No. 912827 FM9).

PAUL A. VOLCKER,
President.