

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

[Circular No. 8156  
August 8, 1977]

**RESULTS OF TREASURY'S AUGUST QUARTERLY FINANCING**

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

The following statement was issued August 4 by the Treasury Department:

Through the sale of the three issues offered in the August financing, the Treasury raised approximately \$4.0 billion of new money and refunded \$4.9 billion of securities maturing August 15, 1977. The following table summarizes the results:

	<u>New Issues</u>				<u>Total</u>	<u>Maturing Securities Held</u>	<u>Net New Money Raised</u>
	6-3/4% 3-Year Notes (Series H-1980)	7-1/4% 7-Year Notes (Series B-1984)	7-5/8% 29-1/2-Year Bonds (Bonds of 2002-2007)	Non- marketable Special Issue		<u>Maturing Securities Held</u>	<u>Net New Money Raised</u>
Public	\$3.0	\$2.3	\$1.0	—	\$6.3	\$3.3	\$3.0
Government accounts and Federal Reserve Banks	0.4	0.3	0.2	\$0.7	1.6	1.6	—
Foreign accounts (for cash)	0.7	0.3	—	—	0.9	—	0.9
<b>Total</b> <sup>1</sup>	<u>\$4.1</u>	<u>\$2.8</u>	<u>\$1.2</u>	<u>\$0.7</u>	<u>\$8.8</u>	<u>\$4.9</u>	<u>\$3.9</u>

<sup>1</sup>Details may not add to total due to rounding.

In addition, the Treasury has released the following detailed results for each offering:

**RESULTS OF AUCTION OF 3-YEAR TREASURY NOTES**  
(Notes of Series H-1980)

The Department of the Treasury has accepted \$3,011 million of \$7,929 million of tenders received from the public for the 3-year notes, Series H-1980, auctioned today [August 2]. The range of accepted competitive bids was as follows:

Lowest yield .....	6.78% <sup>1</sup>
Highest yield .....	6.85%
Average yield .....	6.84%

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 .....	99.920
High-yield price .....	99.733
Average-yield price .....	99.760

The \$3,011 million of accepted tenders includes \$684 million of noncompetitive tenders and \$2,200 million of competitive tenders (including 40% of the amount of notes bid for at the high yield) from private investors. It also includes \$127 million of tenders at the average price from Federal Reserve Banks as agents for foreign and international monetary authorities in exchange for maturing securities.

<sup>1</sup>Excepting four tenders totaling \$345,000.

(Over)



In addition, \$1,083 million of tenders were accepted at the average price from Government accounts and Federal Reserve Banks for their own account in exchange for securities maturing August 15, 1977 (\$425 million) and from Federal Reserve Banks as agents for foreign and international monetary authorities for new cash (\$658 million).

**RESULTS OF AUCTION OF 7-YEAR TREASURY NOTES**  
(Notes of Series B-1984)

The Department of the Treasury has accepted \$2,251 million of \$4,989 million of tenders received from the public for the 7-year notes, Series B-1984, auctioned today [August 3]. The range of accepted competitive bids was as follows:

Lowest yield .....	7.24% <sup>1</sup>
Highest yield .....	7.27%
Average yield .....	7.26%

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 .....	100.054
High-yield price .....	99.892
Average-yield price .....	99.946

The \$2,251 million of accepted tenders includes \$839 million of noncompetitive tenders and \$1,412 million of competitive tenders (including 85% of the amount of notes bid for at the high yield) from private investors.

In addition, \$560 million of tenders were accepted at the average price from Government accounts and Federal Reserve Banks for their own account in exchange for securities maturing August 15, 1977 (\$300 million) and from Federal Reserve Banks as agents for foreign and international monetary authorities for new cash (\$260 million).

<sup>1</sup>Excepting two tenders totaling \$276,000.

**RESULTS OF AUCTION OF 29-1/2-YEAR TREASURY BONDS**  
(Bonds of 2002-2007)

The Department of the Treasury has accepted \$1,000 million of the \$2,140 million of tenders received from the public for the 29-1/2-year 7-5/8% bonds of 2002-2007, auctioned today [August 4]. The range of accepted competitive bids was as follows:

	<i>Price</i>	<i>Approx. yield to first callable date</i>	<i>Approx. yield to maturity</i>
High .....	99.10 <sup>1</sup>	7.71%	7.70%
Low .....	98.80	7.73%	7.73%
Average .....	98.94	7.72%	7.72%

The \$1,000 million of accepted tenders includes \$131 million of noncompetitive tenders and \$869 million of competitive tenders (including 91% of the amount of bonds bid for at the low price) from private investors.

In addition, \$199 million of tenders were accepted at the average price from Government accounts and Federal Reserve Banks for their own account in exchange for securities maturing August 15, 1977.

<sup>1</sup>Excepting three tenders totaling \$2,025,000.

PAUL A. VOLCKER,  
*President.*