

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

Circular No. 8211
November 4, 1977

RESULTS OF TREASURY'S NOVEMBER QUARTERLY FINANCING

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

The following statement was issued November 2 by the Treasury Department:

Through the sale of the three issues offered in the November financing, the Treasury raised approximately \$4.8 billion of new money and refunded \$3.6 billion of securities maturing November 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>
	<u>7-1/8% 3-Year Notes (Series J-1980)</u>	<u>7-5/8% 10-Year Notes (Series A-1987)</u>	<u>7-7/8% 30-Year Bonds (Bonds of 2002-2007)</u>	<u>Non- marketable Special Issue</u>		<u>Maturing Securities Held</u>	<u>Net New Money Raised</u>
Public	\$3.3	\$2.0	\$1.3	—	\$6.5	\$2.4	\$4.1
Government accounts and Federal Reserve Banks	0.6	0.4	0.2	*	1.2	1.2	—
Foreign accounts (for cash)	0.7	—	—	—	0.7	—	0.7
Total¹	<u>\$4.5</u>	<u>\$2.4</u>	<u>\$1.5</u>	<u>*</u>	<u>\$8.4</u>	<u>\$3.6</u>	<u>\$4.8</u>

*\$50 million or less.

¹Details 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 J-1980)

The Department of the Treasury has accepted \$3,256 million of \$8,578 million of tenders received from the public for the 3-year notes, Series J-1980, auctioned today [October 28]. The range of accepted competitive bids was as follows:

Lowest yield	7.22% ¹
Highest yield	7.25%
Average yield	7.24%

The interest rate on the notes will be 7-1/8%. At the 7-1/8% rate, the above yields result in the following prices:

Low-yield price	99.748
High-yield price	99.668
Average-yield price	99.695

The \$3,256 million of accepted tenders includes \$1,138 million of noncompetitive tenders and \$2,073 million of competitive tenders (including 48% of the amount of notes bid for at the high yield) from private investors. It also includes \$45 million of tenders at the average price from Federal Reserve Banks as agents for foreign and international monetary authorities in exchange for maturing securities.

¹Excepting two tenders totaling \$25,000.

(Over)

In addition, \$1,287 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 November 15, 1977 (\$625 million) and from Federal Reserve Banks as agents for foreign and international monetary authorities for new cash (\$662 million).

RESULTS OF AUCTION OF 10-YEAR TREASURY NOTES
(Notes of Series A-1987)

The Department of the Treasury has accepted \$2,003 million of \$4,255 million of tenders received from the public for the 10-year notes, Series A-1987, auctioned today [November 1]. The range of accepted competitive bids was as follows:

Lowest yield	7.66% ¹
Highest yield	7.71%
Average yield	7.69%

The interest rate on the notes will be 7-5/8%. At the 7-5/8% rate, the above yields result in the following prices:

Low-yield price	99.759
High-yield price	99.415
Average-yield price	99.552

The \$2,003 million of accepted tenders includes \$299 million of noncompetitive tenders and \$1,704 million of competitive tenders (including 23% of the amount of notes bid for at the high yield) from private investors.

In addition, \$373 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 November 15, 1977.

¹Excepting four tenders totaling \$121,000.

RESULTS OF AUCTION OF 30-YEAR TREASURY BONDS
(Bonds of 2002-2007)

The Department of the Treasury has accepted \$1,254 million of the \$2,921 million of tenders received from the public for the 30-year bonds auctioned today [November 2]. The range of accepted competitive bids was as follows:

Lowest yield	7.92% ¹
Highest yield	7.95%
Average yield	7.94%

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

Low-yield price	99.487
High-yield price	99.148
Average-yield price	99.261

The \$1,254 million of accepted tenders includes \$100 million of noncompetitive tenders and \$1,154 million of competitive tenders (including 13% of the amount of bonds bid for at the high yield) from private investors.

In addition, \$240 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 November 15, 1977.

¹Excepting four tenders totaling \$78,000.

PAUL A. VOLCKER,
President.