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7-yr Note
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TREASURY ANNOUNCES CHANGE IN FINANCING PLANS

The following statement was issued yesterday by the Treasury Department:

Since legislation to raise the temporary debt ceiling and to expand Treasury's authority to issue long-term bonds has not yet been enacted, the Treasury announced today:

1. The auction of \$4.0 billion of 4-year notes originally scheduled for Wednesday, June 23, 1982, is rescheduled for Tuesday, June 29. The notes will be issued on Tuesday, July 6.
2. The 20-year bond normally announced at this time will not be sold. Treasury has exhausted its authority to issue bonds with coupons in excess of 4-1/4%.
3. The offering of \$4.0 billion of 7-year notes maturing July 15, 1989, will be auctioned Thursday, July 1, and issued on Thursday, July 8, to raise new cash. The scheduling of this issue is being accelerated to meet cash needs that would normally be met by a 20-year issue.
4. The offering of \$9.0 billion of regular weekly bills will be auctioned Monday, June 28, and issued Thursday, July 1. The size of this offering has been reduced due to the debt ceiling limitation.

Secretary of the Treasury Donald T. Regan urged Congress to act quickly to raise the debt ceiling and grant additional bond authority. "Prompt legislative action is urgently needed to avoid further disruption of the Government securities market and needless increases in the cost of financing the public debt," he said.

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Auction date: July 1, 1982

RESULTS OF AUCTION OF 7-YEAR NOTES

The Department of the Treasury has accepted \$4,000 million of \$ 6,584 million of tenders received from the public for the 7-year notes, Series E-1989, auctioned today. The notes will be issued July 8, 1982, and mature July 15, 1989.

The interest coupon rate on the notes will be 14-1/2. The range of accepted competitive bids, and the corresponding prices at the 14-1/2% coupon rate are as follows:

	<u>Bids</u>	<u>Prices</u>
Lowest yield	14.55%	99.766
Highest yield	14.68%	99.208
Average yield	14.62%	99.465

Tenders at the high yield were allotted 37%.

TENDERS RECEIVED AND ACCEPTED (In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>
Boston	\$ 36,237	\$ 31,237
New York	5,439,566	3,444,991
Philadelphia	11,100	11,100
Cleveland	28,244	26,994
Richmond	22,659	22,659
Atlanta	26,706	26,705
Chicago	581,647	215,397
St. Louis	26,035	25,405
Minneapolis	42,873	42,873
Kansas City	35,567	34,367
Dallas	10,586	10,586
San Francisco	321,686	106,666
Treasury	<u>1,394</u>	<u>1,394</u>
Totals	\$6,584,300	\$4,000,374

The \$ 4,000 million of accepted tenders includes \$ 817 million of noncompetitive tenders and \$ 3,183 million of competitive tenders from private investors.

In addition to the \$ 4,000 million of tenders accepted in the auction process, \$710 million of tenders were accepted at the average price from Federal Reserve Banks as agents for foreign and international monetary authorities for new cash.