

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

[Circular No. 7681]
August 1, 1975

RESULTS OF TREASURY'S NOTE AND BOND AUCTIONS

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

The following statements have been issued by the Treasury Department. The statements announcing the results of the auction of the 2¾-year Treasury Notes of Series F-1978, the 7-year Treasury Notes of Series B-1982, and the 25-year Treasury Bonds of 1995-2000 were made public on July 29, July 30, and July 31, respectively.

RESULTS OF AUCTION OF 2¾-YEAR TREASURY NOTES

(Notes of Series F-1978)

The Treasury has accepted \$3.0 billion of the \$5.6 billion of tenders received from the public for the 2¾-year notes auctioned today [July 29]. The range of accepted competitive bids was as follows:

| | |
|---------------------|--------------------|
| Lowest yield | 7.75% ^a |
| Highest yield | 7.97% |
| Average yield | 7.94% |

The interest rate on the notes will be 7⅞%. At the 7⅞% rate, the above yields result in the following prices:

| | |
|---------------------------|---------|
| Low-yield price | 100.233 |
| High-yield price | 99.695 |
| Average-yield price | 99.768 |

The \$3.0 billion of accepted tenders includes 23% of the amount of notes bid for at the highest yield and \$0.9 billion of noncompetitive tenders accepted at the average yield.

In addition, \$1.4 billion of tenders were accepted at the average-yield price from Government accounts and from Federal Reserve Banks for themselves and as agents of foreign and international monetary authorities.

^a Excepting six tenders totaling \$235,000.

RESULTS OF AUCTION OF 7-YEAR TREASURY NOTES

(Notes of Series B-1982)

The Treasury has accepted \$2.0 billion of the \$3.7 billion of tenders received from the public for the 7-year notes auctioned today [July 30]. The range of accepted competitive bids was as follows:

| | |
|---------------------|--------------------|
| Lowest yield | 8.06% ^a |
| Highest yield | 8.18% |
| Average yield | 8.14% |

The interest rate on the notes will be $8\frac{1}{8}\%$. At the $8\frac{1}{8}\%$ rate, the above yields result in the following prices:

| | |
|---------------------------|---------|
| Low-yield price | 100.343 |
| High-yield price | 99.711 |
| Average-yield price | 99.921 |

The \$2.0 billion of accepted tenders includes 20% of the amount of notes bid for at the highest yield and \$0.3 billion of noncompetitive tenders accepted at the average yield.

In addition, \$0.9 billion of tenders were accepted at the average-yield price from Government accounts and from Federal Reserve Banks for themselves and as agents of foreign and international monetary authorities.

^a Excepting seven tenders totaling \$428,000.

RESULTS OF AUCTION OF 25-YEAR TREASURY BONDS

(Bonds of 1995-2000)

The Treasury has accepted \$0.8 billion of the \$2.0 billion of tenders received from the public for the 25-year bonds auctioned today [July 31]. The range of accepted competitive bids was as follows:

| | |
|---------------------|--------------------|
| Lowest yield | 8.38% ^a |
| Highest yield | 8.48% |
| Average yield | 8.44% |

The interest rate on the bonds will be $8\frac{3}{8}\%$. At the $8\frac{3}{8}\%$ rate, the above yields result in the following prices:

| | |
|---------------------------|--------|
| Low-yield price | 99.948 |
| High-yield price | 98.917 |
| Average-yield price | 99.327 |

The \$0.8 billion of accepted tenders includes 26% of the amount of bonds bid for at the highest yield and \$41 million of noncompetitive tenders accepted at the average yield.

In addition, \$0.3 billion of tenders were accepted at the average-yield price from Government accounts and from Federal Reserve Banks for themselves and as agents of foreign and international monetary authorities.

^a Excepting six tenders totaling \$5,050,000.

PAUL A. VOLCKER,
President.