

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

Circular No. 7960
September 23, 1976

RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES
(Notes of Series R-1978)

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

The following statement was issued September 21 by the
Treasury Department:

The Treasury has accepted \$2,503 million of \$5,224 million
of tenders received from the public for the 2-year notes,
Series R-1978, auctioned today. The range of accepted competi-
tive bids was as follows:

Lowest yield..... 6.27%¹
Highest yield..... 6.32%
Average yield..... 6.30%

¹ Excepting one tender of \$10,000.

The interest rate on the notes will be 6-1/4%. At the 6-1/4%
rate, the above yields result in the following prices:

Low-yield price..... 99.963
High-yield price..... 99.870
Average-yield price... 99.907

The \$2,503 million of accepted tenders includes 33% of the
amount of notes bid for at the highest yield and \$407 million of
noncompetitive tenders accepted at the average yield.

In addition, \$681 million of tenders were accepted at the
average-yield price from Government accounts and Federal Reserve
Banks for their own account in exchange for notes maturing
September 30, 1976 (\$326 million), and from Federal Reserve Banks
as agents for foreign and international monetary authorities for
new cash (\$355 million).

PAUL A. VOLCKER,
President.