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

Circular No. 8038
January 21, 1977

RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES
(Notes of Series L-1979)

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

The following statement was issued January 19 by the Treasury Department:

The Treasury has accepted $2,504 million of $5,523 million of tenders received from the public for the 2-year notes, Series L-1979, auctioned today. The range of accepted competitive bids was as follows:

Lowest yield......5.94%
Highest yield.....5.99%
Average yield.....5.97%

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

Low-yield price......99.880
High-yield price.....99.787
Average-yield price..99.824

The $2,504 million of accepted tenders includes $371 million of noncompetitive tenders and $2,133 million of competitive tenders (including 80% of the amount of notes bid for at the high yield) from private investors.

In addition, $335 million of tenders were accepted at the average price from Federal Reserve Banks as agents for foreign and international monetary authorities for new cash.

PAUL A. VOLCKER,
President.