

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

Circular No. 8150
July 21, 1977

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

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

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

The Department of the Treasury has accepted \$2,506 million of
\$4,687 million of tenders received from the public for the 2-year
notes, Series S-1979, auctioned today. The range of accepted
competitive bids was as follows:

Lowest yield.....6.25% ^{1/}
Highest yield.....6.35%
Average yield.....6.34%

^{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.....100.000
High-yield price..... 99.815
Average-yield price.. 99.834

The \$2,506 million of accepted tenders includes \$330 million of
noncompetitive tenders and \$2,095 million of competitive tenders
(including 88% of the amount of notes bid for at the high yield) from
private investors. It also includes \$80 million of tenders at the
average price from Federal Reserve Banks as agents for foreign and
international monetary authorities in exchange for maturing securities.

In addition, \$655 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 July 31, 1977 (\$65 million)
and from Federal Reserve Banks as agents for foreign and international
monetary authorities for new cash (\$590 million).

PAUL A. VOLCKER,
President.