

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

Circular No. 8169  
August 25, 1977

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

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

The following statement was issued August 23 by the  
Treasury Department:

The Department of the Treasury has accepted \$2,913 million of  
\$6,966 million of tenders received from the public for the 2-year  
notes, Series T-1979, auctioned today. The range of accepted  
competitive bids was as follows:

Lowest yield.....6.65%<sup>1/</sup>  
Highest yield.....6.68%  
Average yield.....6.68%

<sup>1/</sup> Excepting four tenders totaling \$25,000.

The interest rate on the notes will be 6-5/8%. At the 6-5/8%  
rate, the above yields result in the following prices:

Low-yield price.....99.954  
High-yield price....99.899  
Average-yield price.99.899

The \$2,913 million of accepted tenders includes \$379 million of  
noncompetitive tenders and \$2,419 million of competitive tenders  
(including 84% of the amount of notes bid for at the high yield) from  
private investors. It also includes \$115 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, \$559 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 August 31, 1977 (\$123 million)  
and from Federal Reserve Banks as agents for foreign and international  
monetary authorities for new cash (\$436 million).

PAUL A. VOLCKER,  
*President.*