

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

Circular No. 8325  
April 21, 1978

RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES  
(Notes of Series N-1980)

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

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

The Department of the Treasury has accepted \$2,175 million of  
\$5,272 million of tenders received from the public for the 2-year  
notes, Series N-1980, auctioned today. The range of accepted com-  
petitive bids was as follows:

Lowest yield.....7.75%<sup>1/</sup>  
Highest yield.....7.82%  
Average yield.....7.80%

<sup>1/</sup> Excepting eight tenders totaling \$1,965,000.

The interest rate on the notes will be 7-3/4%. At the 7-3/4%  
rate, the above yields result in the following prices:

Low-yield price.....100.000  
High-yield price..... 99.873  
Average-yield price.. 99.909

The \$2,175 million of accepted tenders includes \$444 million of  
noncompetitive tenders and \$1,716 million of competitive tenders  
(including 77% of the amount of notes bid for at the high yield) from  
private investors. It also includes \$15 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, \$983 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 April 30, 1978 (\$428 million)  
and from Federal Reserve Banks as agents for foreign and international  
monetary authorities for new cash (\$555 million).

PAUL A. VOLCKER,  
*President.*