

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

ATCIRNO-8410
August 24, 1978

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

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

The following statement was issued yesterday by the Treasury Department:

The Department of the Treasury has accepted \$3,002 million of \$6,129 million of tenders received from the public for the 2-year notes, Series S-1980, auctioned today. The range of accepted competitive bids was as follows:

Lowest yield.....	8.37% ¹
Highest yield.....	8.39%
Average yield.....	8.38%

¹Excepting two tenders totaling \$55,000.

The interest rate on the notes will be 8-3/8%. At the 8-3/8% rate, the above yields result in the following prices:

Low-yield price.....	100.009
High-yield price.....	99.973
Average-yield price.....	99.991

The \$3,002 million of accepted tenders includes \$600 million of noncompetitive tenders and \$2,032 million of competitive tenders from private investors, including 89% of the amount of notes bid for at the high yield. It also includes \$370 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 to the \$3,002 million of tenders accepted in the auction process, \$200 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, 1978, and \$289 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.