

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

September 22, 1978

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

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

The following statement was issued by the Treasury Department:

The Department of the Treasury has accepted \$2,685 million of \$5,125 million of tenders received from the public for the 2-year notes, Series T-1980, auctioned today [September 20]. The range of accepted competitive bids was as follows:

Lowest yield	8.59% ¹
Highest yield	8.66%
Average yield	8.65%

¹Excepting seven tenders totaling \$170,000.

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

Low-yield price	100.063
High-yield price	99.937
Average-yield price	99.955

The \$2,685 million of accepted tenders includes \$595 million of noncompetitive tenders and \$1,865 million of competitive tenders from private investors, including 32% of the amount of notes bid for at the high yield. It also includes \$225 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 \$2,685 million of tenders accepted in the auction process, \$511 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 September 30, 1978, and \$670 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.