

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

*At Circ. No. 8517*  
February 9, 1979

**RESULTS OF TREASURY'S FEBRUARY QUARTERLY FINANCING**

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

The following statement was issued by the Treasury Department:

Through the sale of the two issues offered in the February financing, the Treasury raised approximately \$1.3 billion of new money and refunded \$4.7 billion of securities maturing February 15, 1979. The following table summarizes the results:

	<u>New Issues</u>		<u>Maturing Securities Held</u>	<u>Net New Money Raised</u>
	9% 8-Year Notes (Series B-1987)	8-3/4% 29-3/4-Year Bonds (Bonds of 2003-2008)		
Public	\$2.3	\$2.0	\$4.3	\$3.0
Government accounts and Federal Reserve Banks	<u>0.9</u>	<u>0.8</u>	<u>1.7</u>	<u>—</u>
Total	<u>\$3.2</u>	<u>\$2.8</u>	<u>\$6.0</u>	<u>\$1.3</u>

In addition, the Treasury has released the following detailed results for each offering:

**RESULTS OF AUCTION OF 8-YEAR TREASURY NOTES**  
(Notes of Series B-1987)

The Department of the Treasury has accepted \$2,250 million of \$5,210 million of tenders received from the public for the 8-year notes, Series B-1987, auctioned today [February 6]. The range of accepted competitive bids was as follows:

Lowest yield.....8.95%<sup>1/</sup>  
Highest yield.....9.02%  
Average yield.....9.01%

The interest rate on the notes will be 9%. At the 9% rate, the above yields result in the following prices:

Low-yield price.....100.281  
High-yield price..... 99.888  
Average-yield price..... 99.944

The \$2,250 million of accepted tenders includes \$366 million of noncompetitive tenders and \$1,884 million of competitive tenders from private investors, including 52% of the amount of notes bid for at the high yield.

<sup>1/</sup> Excepting four tenders totaling \$30,000.

(Over)



In addition to the \$2,250 million of tenders accepted in the auction process, \$931 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 February 15, 1979.

**RESULTS OF AUCTION OF 29-3/4-YEAR 8-3/4% TREASURY BONDS**  
**(Bonds of 2003-2008)**

The Department of the Treasury has accepted \$2,001 million of the \$4,304 million of tenders received from the public for the 29-3/4-year 8-3/4% bonds of 2003-2008, auctioned today [February 7]. The range of accepted competitive bids was as follows:

	<i>Price</i>	<i>Approx. yield to first callable date</i>	<i>Approx. yield to maturity</i>
High.....	97.40	9.01%	9.00%
Low.....	96.90	9.06%	9.05%
Average.....	97.05	9.05%	9.03%

The \$2,001 million of accepted tenders includes \$62 million of noncompetitive tenders and \$1,939 million of competitive tenders from private investors, including 45% of the amount of bonds bid for at the low price.

In addition to the \$2,001 million of tenders accepted in the auction process, \$800 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 February 15, 1979.

PAUL A. VOLCKER,  
*President.*