

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

*A/cire no. 8527*  
February 28, 1979

**RESULTS OF AUCTION OF 2-YEAR NOTES AND 4-YEAR 1-MONTH NOTES**

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

The following statements were issued by the Treasury  
Department:

**Results of Auction of 2-Year Treasury Notes**

(Notes of Series Q-1981)

The Department of the Treasury has accepted \$2,482 million of \$4,604 million of tenders received from the public for the 2-year notes, Series Q-1981, auctioned today [February 21]. The range of accepted competitive bids was as follows:

Lowest yield .....9.75%\*  
Highest yield.....9.87%  
Average yield.....9.85%

\* Excepting three tenders totaling \$30,000.

The interest rate on the notes will be 9-3/4%. At the 9-3/4% rate, the above yields result in the following prices:

Low-yield price.....100.000  
High-yield price..... 99.787  
Average-yield price.. 99.822

The \$2,482 million of accepted tenders includes \$488 million of noncompetitive tenders and \$1,584 million of competitive tenders from private investors, including 87% of the amount of notes bid for at the high yield. It also includes \$410 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 \$2,482 million of tenders accepted in the auction process, \$368 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 28, 1979.

(Over)

## Results of Auction of 4-Year 1-Month Treasury Notes

(Notes of Series D-1983)

The Department of the Treasury has accepted \$2,502 million of \$6,734 million of tenders received from the public for the 4-year 1-month notes, Series D-1983, auctioned today [February 27]. The range of accepted competitive bids was as follows:

Lowest yield.....9.33%\*  
Highest yield.....9.36%  
Average yield.....9.35%

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\* Excepting three tenders totaling \$53,000.

The interest rate on the notes will be 9-1/4%. At the 9-1/4% rate, the above yields result in the following prices:

Low-yield price.....99.705  
High-yield price.....99.605  
Average-yield price..99.638

The \$2,502 million of accepted tenders includes \$538 million of non-competitive tenders and \$1,964 million of competitive tenders from private investors, including 24% of the amount of notes bid for at the high yield.

In addition to the \$2,502 million of tenders accepted in the auction process, \$395 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.*