

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

*Ature No. 8595-*  
June 26, 1979

**RESULTS OF AUCTION OF 2-YEAR NOTES AND 4-YEAR 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 U-1981)**

The Department of the Treasury has accepted \$2,753 million of \$5,761 million of tenders received from the public for the 2-year notes, Series U-1981, auctioned today [June 19]. The range of accepted competitive bids was as follows:

Lowest yield .....	9.20% <sup>1</sup>
Highest yield .....	9.23%
Average yield .....	9.22%

<sup>1</sup>Excepting two tenders totaling \$45,000.

The interest rate on the notes will be 9½%. At the 9½% rate, the above yields result in the following prices:

Low-yield price .....	99.866
High-yield price .....	99.813
Average-yield price .....	99.830

The \$2,753 million of accepted tenders includes \$654 million of noncompetitive tenders and \$1,404 million of competitive tenders from private investors, including 41% of the amount of notes bid for at the high yield. It also includes \$695 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 \$2,753 million of tenders accepted in the auction process, \$250 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 June 30, 1979.

(Over)



## Results of Auction of 4-Year Treasury Notes (Notes of Series E-1983)

The Department of the Treasury has accepted \$2,754 million of \$4,218 million of tenders received from the public for the 4-year notes, Series E-1983, auctioned today [June 21]. The range of accepted competitive bids was as follows:

Lowest yield .....	8.85%
Highest yield .....	8.93%
Average yield .....	8.89%

The interest rate on the notes will be 8-7/8%. At the 8-7/8% rate, the above yields result in the following prices:

Low-yield price .....	100.083
High-yield price .....	99.819
Average-yield price .....	99.950

The \$2,754 million of accepted tenders includes \$543 million of noncompetitive tenders and \$2,211 million of competitive tenders from private investors, including 44% of the amount of notes bid for at the high yield. It also includes \$66 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 \$2,754 million of tenders accepted in the auction process, \$246 million of tenders were accepted at the average price from Federal Reserve Banks for their own account in exchange for maturing securities, and \$84 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.*