

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

*ATCIRNB 8612*  
July 27, 1979

**RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES  
(Notes of Series V-1981)**

*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 \$3,001 million of \$4,669 million of tenders received from the public for the 2-year notes, Series V-1981, auctioned today [July 24]. The range of accepted competitive bids was as follows:

Lowest yield .....	9.35% <sup>1</sup>
Highest yield .....	9.45%
Average yield .....	9.41%

<sup>1</sup>Excepting one tender of \$10,000.

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

Low-yield price .....	100.045
High-yield price .....	99.866
Average-yield price .....	99.938

The \$3,001 million of accepted tenders includes \$426 million of noncompetitive tenders and \$1,805 million of competitive tenders from private investors, including 96% of the amount of notes bid for at the high yield. It also includes \$770 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 \$3,001 million of tenders accepted in the auction process, \$170 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 July 31, 1979.

PAUL A. VOLCKER,  
*President.*