

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

*At-lin. No. 8668*

October 25, 1979

**RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES  
(Notes of Series Y-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 \$3,902 million of \$6,775 million of tenders received from the public for the 2-year notes, Series Y-1981, auctioned today [October 23]. The range of accepted competitive bids was as follows:

Lowest yield .....	12.55% <sup>1</sup>
Highest yield .....	12.69%
Average yield .....	12.66%

<sup>1</sup>Excepting six tenders totaling \$125,000.

The interest rate on the notes will be 12%<sup>1</sup>. At the 12%<sup>1</sup> rate, the above yields result in the following prices:

Low-yield price .....	100.129
High-yield price .....	99.888
Average-yield price .....	99.940

The \$3,902 million of accepted tenders includes \$718 million of noncompetitive tenders and \$2,249 million of competitive tenders from private investors, including 14% of the amount of notes bid for at the high yield. It also includes \$935 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 \$3,902 million of tenders accepted in the auction process, \$470 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 October 31, 1979.

THOMAS M. TIMLEN,  
*First Vice President.*