

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

File No. 8754
February 11, 1980

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 three issues offered in the February financing, the Treasury raised approximately \$2.6 billion of new money and refunded \$7.0 billion of securities maturing February 15, 1980. The following table summarizes the results:

	<u>New Issues</u>				<u>Total</u>	<u>Maturing Securities Held</u>	<u>Net New Money Raised</u>
	<u>11-7/8%</u> <u>3 1/2-Year Notes</u> <u>(Series J-1983)</u>	<u>12%</u> <u>7 1/4-Year Notes</u> <u>(Series C-1987)</u>	<u>11-3/4%</u> <u>30-Year Bonds</u> <u>(Bonds of 2005-2010)</u>	<u>Non-</u> <u>marketable</u> <u>Special</u> <u>Issues</u>			
Public	\$3.3	\$2.0	\$2.0	—	\$7.3	\$4.7	\$2.6
Government accounts and Federal Reserve Banks	1.0	0.4	0.6	\$0.2	2.3	2.3	—
Total¹	<u>\$4.2</u>	<u>\$2.5</u>	<u>\$2.6</u>	<u>\$0.2</u>	<u>\$9.6</u>	<u>\$7.0</u>	<u>\$2.6</u>

¹Details may not add to total due to rounding.

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

RESULTS OF AUCTION OF 3 1/2-YEAR TREASURY NOTES
(Notes of Series J-1983)

The Department of the Treasury has accepted \$3,251 million of \$7,518 million of tenders received from the public for the 3 1/2-year notes, Series J-1983, auctioned today [February 5]. The range of accepted competitive bids was as follows:

Lowest yield	11.87%
Highest yield	12.00%
Average yield.....	11.98%

The interest rate on the notes will be 11 7/8%. At the 11 7/8% rate, the above yields result in the following prices:

Low-yield price.....	100.014
High-yield price	99.651
Average-yield price.....	99.707

The \$3,251 million of accepted tenders includes \$675 million of noncompetitive tenders and \$2,281 million of competitive tenders from private investors, including 88% of the amount of notes bid for at the high yield. It also includes \$295 million of tenders at the average price from Federal Reserve Banks as agents for foreign and international monetary authorities in exchange for maturing securities.

(Over)

In addition to the \$3,251 million of tenders accepted in the auction process, \$978 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, 1980.

RESULTS OF AUCTION OF 7¼-YEAR TREASURY NOTES
(Notes of Series C-1987)

The Department of the Treasury has accepted \$2,001 million of \$4,690 million of tenders received from the public for the 7¼-year notes, Series C-1987, auctioned today [February 6]. The range of accepted competitive bids was as follows:

Lowest yield	11.98% ¹
Highest yield	12.05%
Average yield.....	12.02%

¹Excepting two tenders totaling \$4,000.

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

Low-yield price	99.932
High-yield price	99.599
Average-yield price.....	99.742

The \$2,001 million of accepted tenders includes \$324 million of noncompetitive tenders and \$1,677 million of competitive tenders from private investors, including 6% of the amount of notes bid for at the high yield.

In addition to the \$2,001 million of tenders accepted in the auction process, \$450 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, 1980.

RESULTS OF AUCTION OF 30-YEAR TREASURY BONDS
(Bonds of 2005-2010)

The Department of the Treasury has accepted \$2,001 million of \$4,635 million of tenders received from the public for the 30-year bonds auctioned today [February 7]. The range of accepted competitive bids was as follows:

Lowest yield	11.78%
Highest yield	11.87%
Average yield.....	11.84%

The interest rate on the bonds will be 11¾%. At the 11¾% rate, the above yields result in the following prices:

Low-yield price	99.754
High-yield price	99.021
Average-yield price.....	99.264

The \$2,001 million of accepted tenders includes \$204 million of noncompetitive tenders and \$1,797 million of competitive tenders from private investors, including 62% of the amount of bonds bid for at the high yield.

In addition to the \$2,001 million of tenders accepted in the auction process, \$644 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, 1980.

THOMAS M. TIMLEN,
First Vice President.