

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

ATCIR No 8764
February 27, 1980

RESULTS OF AUCTION OF 2-YEAR NOTES AND 5-YEAR 2-1/2-MONTH NOTES

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

The following statements have been issued by the Treasury Department:

**Results of Auction of 2-Year Treasury Notes
(Notes of Series P-1982)**

The Department of the Treasury has accepted \$4,005 million of \$8,644 million of tenders received from the public for the 2-year notes, Series P-1982, auctioned today [February 20]. The range of accepted competitive bids was as follows:

Lowest yield	13.91% ¹
Highest yield	14.00%
Average yield	13.98%

¹Excepting two tenders totaling \$10,000.

The interest rate on the notes will be 13-7/8%. At the 13-7/8% rate, the above yields result in the following prices:

Low-yield price	99.941
High-yield price	99.788
Average-yield price	99.822

The \$4,005 million of accepted tenders includes \$904 million of noncompetitive tenders and \$2,756 million of competitive tenders from private investors, including 52% of the amount of notes bid for at the high yield. It also includes \$345 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 \$4,005 million of tenders accepted in the auction process, \$399 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 29, 1980.

(Over)

**Results of Auction of 5-Year 2-1/2-Month Treasury Notes
(Notes of Series D-1985)**

The Department of the Treasury has accepted \$2,500 million of \$4,824 million of tenders received from the public for the 5-year 2-1/2-month notes, Series D-1985, auctioned today [February 26]. The range of accepted competitive bids was as follows:

Lowest yield	14.20% ¹
Highest yield.....	14.50%
Average yield	14.39%

¹Excepting five tenders totaling \$417,000.

The interest rate on the notes will be 14-3/8%. At the 14-3/8% rate, the above yields result in the following prices:

Low-yield price	100.443
High-yield price	99.365
Average-yield price	99.758

The \$2,500 million of accepted tenders includes \$253 million of noncompetitive tenders and \$2,247 million of competitive tenders from private investors, including 45% of the amount of notes bid for at the high yield.

In addition to the \$2,500 million of tenders accepted in the auction process, \$200 million of tenders were accepted at the average price from Federal Reserve Banks as agents for foreign and international monetary authorities for new cash.

THOMAS M. TIMLEN,
First Vice President.