

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

AT8909

August 28, 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 V-1982)

The Department of the Treasury has accepted \$4,502 million of \$9,999 million of tenders received from the public for the 2-year notes, Series V-1982, auctioned today [August 20]. The range of accepted competitive bids was as follows:

Lowest yield 11.18%¹
Highest yield 11.26%
Average yield 11.24%

¹Excepting six tenders totaling \$1,560,000.

The interest rate on the notes will be 11-1/8%. At the 11-1/8% rate, the above yields result in the following prices:

Low-yield price 99.904
High-yield price 99.765
Average-yield price 99.799

The \$4,502 million of accepted tenders includes \$1,162 million of noncompetitive tenders and \$2,635 million of competitive tenders from private investors, including 68% of the amount of notes bid for at the high yield. It also includes \$705 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 \$4,502 million of tenders accepted in the auction process, \$570 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 August 31, 1980.

(Over)

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

The Department of the Treasury has accepted \$3,001 million of \$7,433 million of tenders received from the public for the 5-year 2-1/2-month notes, Series F-1985, auctioned today [August 27]. The range of accepted competitive bids was as follows:

Lowest yield	11.69% ¹
Highest yield.....	11.78%
Average yield	11.76%

¹Excepting two tenders totaling \$575,000.

The interest rate on the notes will be 11-3/4%. At the 11-3/4% rate, the above yields result in the following prices:

Low-yield price	100.103
High-yield price	99.759
Average-yield price	99.835

The \$3,001 million of accepted tenders includes \$441 million of noncompetitive tenders and \$2,560 million of competitive tenders from private investors, including 40% of the amount of notes bid for at the high yield.

In addition to the \$3,001 million of tenders accepted in the auction process, \$65 million of tenders were accepted at the average price from Federal Reserve Banks as agents for foreign and international monetary authorities for new cash.

ANTHONY M. SOLOMON,
President.