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# TREASURY NEWS

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## RESULTS OF PREVIOUS AUCTION OF 2-YEAR NOTES

Auction date: September 18, 1985

The Department of the Treasury has accepted \$9,255 million of \$18,084 million of tenders received from the public for the 2-year notes, Series 2-1987, auctioned today. The notes will be issued September 30, 1985, and mature September 30, 1987.

The interest rate on the notes will be 9%. The range of accepted competitive bids, and the corresponding prices at the 9% interest rate are as follows:

	<u>Yield</u>	<u>Price</u>
Low	9.05%	99.910
High	9.13%	99.767
Average	9.11%	99.803

Tenders at the high yield were allotted 21%.

### TENDERS RECEIVED AND ACCEPTED (In Thousands)

<u>Location</u>	<u>Received</u>	<u>Accepted</u>
Boston	\$ 77,930	\$ 77,930
New York	15,304,850	7,631,500
Philadelphia	44,765	44,765
Cleveland	246,780	246,780
Richmond	88,855	88,855
Atlanta	89,510	89,510
Chicago	1,090,575	383,175
St. Louis	125,870	107,080
Minneapolis	114,325	114,325
Kansas City	149,955	148,360
Dallas	23,270	23,270
San Francisco	718,940	291,250
Treasury	8,375	8,375
<b>Totals</b>	<b>\$18,084,000</b>	<b>\$9,255,175</b>

The \$9,255 million of accepted tenders includes \$1,404 million of noncompetitive tenders and \$7,851 million of competitive tenders from the public.

In addition to the \$9,255 million of tenders accepted in the auction process, \$740 million of tenders was also accepted at the average price from Government accounts and Federal Reserve Banks for their own account in exchange for maturing securities. An additional \$350 million of maturing securities held by Federal Reserve Banks will be refunded by the issuance of short-term Treasury bills. These Treasury bills will be exchangeable by the Federal Reserve for additional amounts of new 4-year notes, when offered.

Federal Reserve Bank of New York  
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