RESULTS OF TREASURY NOTE AUCTIONS

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

The following statements have been issued by the Treasury Department. The statements announcing the results of the auction of the 5-year 4-month Treasury Notes of Series D-1981 and the 2-year Treasury Notes of Series J-1978 were made public on January 13 and January 14, respectively.

RESULTS OF AUCTION OF 5-YEAR 4-MONTH TREASURY NOTES
(Notes of Series D-1981)

The Treasury has accepted $2.0 billion of the $3.3 billion of tenders received from the public for the 5-year 4-month notes, Series D-1981, auctioned today [January 13]. The range of accepted competitive bids was as follows:

<table>
<thead>
<tr>
<th>Lowest yield</th>
<th>Highest yield</th>
<th>Average yield</th>
</tr>
</thead>
<tbody>
<tr>
<td>7.35%</td>
<td>7.42%</td>
<td>7.40%</td>
</tr>
</tbody>
</table>

1 Excepting five tenders totaling $8,518,000.

The interest rate on the notes will be 7-3/8%. At the 7-3/8% rate, the above yields result in the following prices:

<table>
<thead>
<tr>
<th>Low-yield price</th>
<th>High-yield price</th>
<th>Average-yield price</th>
</tr>
</thead>
<tbody>
<tr>
<td>100.108</td>
<td>99.806</td>
<td>99.892</td>
</tr>
</tbody>
</table>

The $2.0 billion of accepted tenders includes 30% of the amount of notes bid for at the highest yield, and $0.2 billion of noncompetitive tenders accepted at the average yield.

In addition, $10 million of tenders were accepted at the average-yield price from foreign and international monetary authorities.

(Over)
RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES  
(Notes of Series J-1978)

The Treasury has accepted $2.5 billion, including $0.3 billion from the Federal Reserve Banks, for themselves and as agents of foreign and international monetary authorities, of the $3.6 billion of tenders received for the 2-year notes, Series J-1978, auctioned today [January 14]. The range of accepted competitive bids was as follows:

Lowest yield ........... 6.41%  
Highest yield .......... 6.51%  
Average yield .......... 6.49%

The interest rate on the notes will be 6-3/8%. At the 6-3/8% rate, the above yields result in the following prices:

Low-yield price ........ 99.935  
High-yield price ...... 99.751  
Average-yield price ... 99.788

The $2.5 billion of accepted tenders includes 89% of the amount of notes bid for at the highest yield, and $0.3 billion of noncompetitive tenders from the public accepted at the average yield.

Paul A. Volcker,  
President.