RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES  
(Notes of Series W-1979)

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

The following statement was issued November 22 by the  
Treasury Department:

The Department of the Treasury has accepted $3,769 million of  
$8,700 million of tenders received from the public for the 2-year  
notes, Series W-1979, auctioned today. The range of accepted  
competitive bids was as follows:

Lowest yield......7.12%\(^1\)/  
Highest yield.....7.14%  
Average yield.....7.13%  

\(^1/\) Excepting four tenders totaling $95,000.

The interest rate on the notes will be 7-1/8%. At the 7-1/8%  
rate, the above yields result in the following prices:

Low-yield price......100.009  
High-yield price..... 99.972  
Average-yield price.. 99.991  

The $3,769 million of accepted tenders includes $697 million of  
noncompetitive tenders and $2,872 million of competitive tenders  
(including 53% of the amount of notes bid for at the high yield) from  
private investors. It also includes $200 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, $999 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 November 30, 1977 ($112 mil­
lion) and from Federal Reserve Banks as agents for foreign and international  
monetary authorities for new cash ($887 million).

PAUL A. VOLCKER,  
President.