

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Dallas, Texas, December 22, 1948

**FORMULA FOR PURCHASES BY COMMERCIAL BANKS OF
SERIES F AND SERIES G SAVINGS BONDS, 2¼ %
TREASURY BONDS OF 1956-59 AND 2½ %
TREASURY BONDS OF 1965-70**

**To All Banking Institutions
in the Eleventh Federal Reserve District:**

The Secretary of the Treasury has announced that commercial banks holding savings deposits will be permitted to subscribe during the Fourth War Loan drive to the offerings of 2¼ percent and 2½ percent Treasury bonds. Such banks will also be permitted to subscribe to Series F and Series G savings bonds for an indefinite period on and after January 1, 1944. Under the formula prescribed by the Treasury, any commercial bank holding savings deposits as defined in Section 1, paragraph (e) of Regulation Q of the Board of Governors of the Federal Reserve System may subscribe to any or all of the four issues of bonds in an amount not to exceed, in the aggregate, 10 percent of its savings deposits as shown on its books as of the date of the most recent call statement required by the supervising authorities prior to the date of subscribing for such bonds, or \$200,000, whichever is less. In no event, however, will a bank be allowed to hold more than \$100,000 (issue price) of Series F and Series G savings bonds (Series 1944) combined.

All subscriptions received from commercial banks under this formula are to be considered outside of the goal of \$14,000,000,000 set for the drive and will not be a part of any quotas.

Treasury Department Circular No. 654, governing the issue of Series F and Series G savings bonds, has been revised, and Department Circular No. 530 has been amended to cover commercial bank participation in these issues, and copies will be furnished you at an early date.

Yours very truly,

R. R. GILBERT

President

