

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Dallas, Texas, March 1, 1944.

EXCHANGE OFFERINGS

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

There are enclosed the following:

Press statement and notice of call for redemption of Federal Farm Mortgage Corporation 3 $\frac{1}{4}$ percent bonds of 1944-64 and 3 percent bonds of 1944-49.

Press statement and notice of call for redemption of Home Owners' Loan Corporation 3 percent bonds of Series A, 1944-52.

Press statement of Secretary of the Treasury Morgenthau announcing an exchange offering of securities to holders of called and maturing securities.

Reproductions of the following Treasury Department circulars, explaining the three issues of marketable securities offered in exchange for the called and maturing notes and bonds:

Circular No. 734 covering an additional issue of 2 $\frac{1}{2}$ % Treasury Bonds of 1965-70 dated February 1, 1944, maturing March 15, 1970, callable March 15, 1965, to be issued in coupon or registered form in denominations of \$500, \$1,000, \$5,000, \$10,000, \$100,000, and \$1,000,000, and available only to nonbanking holders of the securities listed in the circular.

Circular No. 735 covering an additional issue of 2 $\frac{1}{4}$ % Treasury Bonds of 1956-59 dated February 1, 1944, maturing September 15, 1959, callable September 15, 1956, to be issued in coupon or registered form in denominations of \$500, \$1,000, \$5,000, \$10,000, \$100,000, and \$1,000,000, and available only to nonbanking holders of the securities listed in the circular.

Circular No. 736 covering 1 $\frac{1}{2}$ % Treasury Notes of Series A-1948 dated March 15, 1944, maturing September 15, 1948, to be issued in coupon form only in denominations of \$1,000, \$5,000, \$10,000, \$100,000, and \$1,000,000, and available to all holders, including commercial banks, of the securities listed in the circular.

The called or maturing securities may be tendered for exchange singly or in combinations, and are as follows:

Treasury Issues:

- 1% Treasury Notes of Series B-1944, maturing March 15, 1944
- 3 $\frac{1}{4}$ % Treasury Bonds of 1944-46, called for redemption on April 15, 1944
- $\frac{3}{4}$ % Treasury Notes of Series A-1944, maturing June 15, 1944

Federal Farm Mortgage Corporation Issues:

- 3 $\frac{1}{4}$ % FFMC Bonds of 1944-64, called for redemption on March 15, 1944
- 3% FFMC Bonds of 1944-49, called for redemption on May 15, 1944

Reconstruction Finance Corporation Issue:

- 1% RFC Notes of Series W, maturing April 15, 1944

Home Owners' Loan Corporation Issue:

- 3% HOLC Bonds, Series A 1944-52, called for redemption on May 1, 1944

The books for the receipt of subscriptions to these offerings will open on Thursday morning, March 2, 1944, and will remain open until further notice. Subscriptions will be received at this bank and its branches at El Paso, Houston, and San Antonio, and should be submitted on the forms enclosed, with surrender of the called or maturing securities. A separate form should be used for each individual subscription tendered, although the form may cover all types of securities tendered by one holder. Additional forms will be forwarded to you upon request.

Payment at par and accrued interest for bonds and notes allotted under these offerings must be made or completed on or before March 15, 1944, or on later allotment. Payment of the principal amount may be made only in the bonds and notes to be exchanged, which will be accepted at par, and should be surrendered with the subscription. Accrued interest on the securities surrendered will be credited and accrued interest on the new securities will be charged, as shown in the tables at the end of the Treasury circulars. Where the table shows that an amount is collectible from the subscriber, the remittance should accompany the subscription. Where an amount is to be paid to the subscriber, it will be paid, in the case of coupon bonds and notes, following their acceptance, and in the case of registered bonds, following discharge of registration. Accrued interest on the securities to be exchanged and on the new bonds to be issued will be adjusted as of the various dates shown under the caption "Payment" in the circulars.

Yours very truly,

R. R. GILBERT

President

FEDERAL HOME LOAN BANK ADMINISTRATION

PRESS STATEMENT

Washington, D. C.

March 2, 1944

A call for the payment on May 1 of \$778,577,600 Series A 3 percent bonds of the Home Owners' Loan Corporation, which mature May 1, 1952, was announced today by John H. Fahey, Commissioner of the Federal Home Loan Bank Administration, which directs the HOLC.

"After May 1 the outstanding bonds of the corporation will amount to about \$1,400,000,000, a reduction of more than \$2,000,000,000 from the total of bonds issued by HOLC since it began operations," Mr. Fahey said.

"Increased payments obtained by the corporation, as the liquidation of its loans and investments has been accelerated, have made it possible to retire HOLC bonds during the current fiscal year at a rate in excess of \$30,000,000 a month, which constitutes a new high record."

(The official text of the public notice of call is reproduced on the reverse side hereof.)

HOME OWNERS' LOAN CORPORATION

3 PERCENT BONDS, SERIES A

NOTICE OF CALL FOR REDEMPTION BEFORE MATURITY

STATEMENT

To Holders of Home Owners' Loan Corporation 3 Percent Bonds,
Series A, and Others Concerned:

Public notice is hereby given that all outstanding Home Owners' Loan Corporation 3 percent bonds of Series A, 1944-52, dated May 1, 1934, each and every number of all denominations, are hereby called for redemption on May 1, 1944, and will cease to bear interest on that date.

An offering of interest-bearing obligations of the United States will be made available to holders of the bonds now called for redemption, concerning which public announcement will be made by the Secretary of the Treasury.

Full information regarding the presentation and surrender of such Home Owners' Loan Corporation 3 percent bonds of Series A for redemption on May 1, 1944, is contained in United States Treasury Department Circular No. 666 relating to payment or redemption of securities.

HOME OWNERS' LOAN CORPORATION

JOHN H. FAHEY

Federal Home Loan Bank Commissioner

Washington, D. C.

March 2, 1944

Approved:

H. MORGENTHAU, JR.
Secretary of the Treasury

UNITED STATES DEPARTMENT OF AGRICULTURE
FEDERAL FARM MORTGAGE CORPORATION

PRESS STATEMENT

Washington, D. C.

March 2, 1944

Federal Farm Mortgage Corporation Calls Bonds

The call for redemption of two issues of outstanding Federal Farm Mortgage Corporation Bonds was announced today by A. G. Black, Chairman of the Board of Directors of the Federal Farm Mortgage Corporation. One of these is a 3 $\frac{1}{4}$ percent issue dated March 15, 1934, due March 15, 1964, and redeemable on and after March 15, 1944. Bonds of this issue will cease to bear interest on March 15, 1944. The other is a 3 percent issue dated May 15, 1934, due May 15, 1949, and redeemable on and after May 15, 1944. Bonds of this issue will cease to bear interest on May 15, 1944. Approximately \$95,000,000 and \$835,000,000, respectively, of bonds of these two issues are now outstanding.

It was also announced that the Secretary of the Treasury will make available to holders of bonds of the above described issues interest bearing obligations of the United States.

(The text of the public notice of call is reproduced on the reverse side hereof.)

NOTICE OF CALL FOR REDEMPTION
FEDERAL FARM MORTGAGE CORPORATION

**To Holders of 3¼ Percent Bonds of 1944-64 and 3 Percent Bonds of 1944-49
of the Federal Farm Mortgage Corporation, and Others Concerned:**

Public notice is hereby given that the Federal Farm Mortgage Corporation has called for redemption on March 15, 1944, all its outstanding 3¼ percent bonds of 1944-64. They will cease to bear interest on that date. Unless previously surrendered these bonds will be payable at par upon presentation at any Federal Reserve Bank or Branch, or at the Treasury Department, Washington, D. C., on and after March 15, 1944.

Public notice is also hereby given that the Federal Farm Mortgage Corporation has called for redemption on May 15, 1944, all its outstanding 3 percent bonds of 1944-49. They will cease to bear interest on that date. Unless previously surrendered these bonds will be payable at par upon presentation at any Federal Reserve Bank or Branch, or at the Treasury Department, Washington, D. C., on and after May 15, 1944.

The presentation and surrender of bonds of these two issues will be governed by the provisions of Treasury Department Circular No. 666, dated July 21, 1941.

An offering of interest bearing obligations of the United States will be made available to holders of bonds of these two issues, concerning which public announcement will be made by the Secretary of the Treasury.

March 2, 1944

FEDERAL FARM MORTGAGE CORPORATION

By

HARRIS E. WILLINGHAM

Executive Vice President

Attest:

GEORGE H. THOMAS

Secretary

Approved:

H. MORGENTHAU, JR.

Secretary of the Treasury

UNITED STATES OF AMERICA

TWO AND ONE-HALF PERCENT TREASURY BONDS OF 1965-70

Dated and bearing interest from February 1, 1944

Due March 15, 1970

**REDEEMABLE AT THE OPTION OF THE UNITED STATES AT PAR AND ACCRUED
INTEREST ON AND AFTER MARCH 15, 1965**

Interest payable March 15 and September 15

ADDITIONAL ISSUE

1944
Department Circular No. 734
Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT,
Office of the Secretary,
Washington, March 2, 1944

I. EXCHANGE OFFERING OF BONDS

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, invites subscriptions, at par with adjustments of accrued interest as shown in the table at the end of this circular, from the people of the United States for bonds of the United States, designated 2½ percent Treasury Bonds of 1965-70, in payment of which any of the following listed securities, singly or in combinations aggregating \$500 or multiples thereof, may be tendered:

Treasury issues:

1% Treasury Notes of Series B-1944, maturing March 15, 1944

3¼% Treasury Bonds of 1944-46, called for redemption on April 15, 1944

¾% Treasury Notes of Series A-1944, maturing June 15, 1944

Federal Farm Mortgage Corporation issues:

3¼% FFMC Bonds of 1944-64, called for redemption on March 15, 1944

3% FFMC Bonds of 1944-49, called for redemption on May 15, 1944

Reconstruction Finance Corporation issue:

1% RFC Notes of Series W, maturing April 15, 1944

Home Owners' Loan Corporation issue:

3% HOLC Bonds, Series A 1944-52, called for redemption on May 1, 1944

These bonds will not be available for subscription, for their own account, by commercial banks, which are defined for this purpose as banks accepting demand deposits. The amount of the offering under this circular will be limited to the amount of the above-listed bonds and notes tendered and accepted. In addition to the offering under this circular, holders of any of the securities listed, other than commercial banks, are offered the privilege of exchanging all or any part of such securities for 2¼ percent Treasury Bonds of 1956-59, and all holders, including commercial banks, may exchange for 1½ percent Treasury Notes of Series A-1948, which offerings are set forth in Department Circulars Nos. 735 and 736, issued simultaneously with this circular.

II. DESCRIPTION OF BONDS

1. The bonds now offered will be an addition to and will form a part of the series of 2½ percent Treasury Bonds of 1965-70 issued pursuant to Department Circular No. 729, dated January 18, 1944, will be freely interchangeable therewith, and are identical in all respects therewith. They are dated February 1, 1944, and bear interest from that date at the rate of 2½ percent per annum, payable on a semiannual basis on September 15, 1944, and thereafter on March 15 and September 15 in each year until the principal amount becomes payable. They will mature March 15, 1970, but may be redeemed at the option of the United States on and after March 15, 1965, in whole or in part, at par and accrued interest, on any interest day or days, on four months' notice of redemption given in such manner as the Secretary of the Treasury shall prescribe. In case of partial redemption the bonds to be redeemed will be determined by such method as may be prescribed by the Secretary of the Treasury. From the date of redemption designated in any such notice, interest on the bonds called for redemption shall cease.

2. The income derived from the bonds shall be subject to all Federal taxes, now or hereafter imposed. The bonds shall be subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but shall be exempt from all taxation now or hereafter imposed on the principal or interest thereof by any State, or any of the possessions of the United States, or by any local taxing authority.

3. The bonds will be acceptable to secure deposits of public moneys. They will not be entitled to any privilege of conversion.

4. Bearer bonds with interest coupons attached, and bonds registered as to principal and interest, will be issued in denominations of \$500, \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000. Provision will be made for the interchange of bonds of different denominations and of coupon and registered bonds, and for the transfer of registered bonds, under rules and regulations prescribed by the Secretary of the Treasury. Except as provided in Section I of Department Circular No. 729, these bonds may not, before February 1, 1954, be transferred to or be held by commercial banks, which are defined for this purpose as banks accepting demand deposits; however, the bonds may be pledged as collateral for loans, including loans by commercial banks, but any such bank acquiring such bonds before February 1, 1954, because of the failure of such loans to be paid at maturity will be required to dispose of them in the same manner as they dispose of other assets not eligible to be owned by banks.

5. Any bonds issued hereunder which upon the death of the owner constitute part of his estate, will be redeemed at the option of the duly constituted representatives of the deceased owner's estate, at par and accrued interest to date of payment,¹ Provided:

- (a) that the bonds were actually owned by the decedent at the time of his death; and
- (b) that the Secretary of the Treasury be authorized to apply the entire proceeds of redemption to the payment of Federal estate taxes.

Registered bonds submitted for redemption hereunder must be duly assigned to "The Secretary of the Treasury for redemption, the proceeds to be paid to the Collector of Internal Revenue at _____ for credit on Federal estate taxes due from the estate of _____."

Owing to the periodic closing of the transfer books and the impossibility of stopping payment of interest to the registered owner during the closed period, registered bonds received after the closing of the books for payment during such closed period will be paid only at par with a deduction of interest from the date of payment to the next interest payment date;² bonds received during the closed period for payment at a date after the books reopen will be paid at par plus accrued interest from the reopening of the books to the date of payment. In either case checks for the full six months' interest due on the last day of the closed period will be forwarded to the owner in due course. All bonds submitted must be accompanied by Form PD 1782,³ properly completed, signed and sworn to, and by a certificate of the appointment of the personal representatives, under seal of the court, dated not more than six months prior to the submission of the bonds, which shall show that at the date thereof the appointment was still in force and effect. Upon payment of the bonds appropriate memorandum receipt will be forwarded to the representatives, which will be followed in due course by formal receipt from the Collector of Internal Revenue.

6. Except as provided in the preceding paragraphs, the bonds will be subject to the general regulations of the Treasury Department, now or hereafter prescribed, governing United States bonds.

III. SUBSCRIPTION AND ALLOTMENT

1. Subscriptions will be received at the Federal Reserve banks and branches and at the Treasury Department, Washington. Banking institutions generally may submit subscriptions for account of customers, but only the Federal Reserve banks and the Treasury Department are authorized to act as official agencies.

2. The Secretary of the Treasury reserves the right to reject any subscription, in whole or in part, and to close the books as to any or all subscriptions at any time without notice; and any action he may take in these respects shall be final. Subject to these reservations, all subscriptions will be allotted in full. Allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at par and accrued interest from February 1, 1944, for bonds allotted hereunder must be made or completed on or before March 15, 1944, or on later allotment. Payment of the

¹An exact half-year's interest is computed for each full half-year period irrespective of the actual number of days in the half year. For a fractional part of any half year, computation is on the basis of the actual number of days in such half year.

²The transfer books are closed from February 16 to March 15, and from August 16 to September 15 (both dates inclusive) in each year.
³Copies of Form PD 1782 may be obtained from any Federal Reserve Bank or from the Treasury Department, Washington, D. C.

Total interest adjustment paid to subscriber \$ _____

TOTAL \$ _____

Total interest adjustment collected from subscriber \$ _____

3% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-49

As of May 15, 1944 (\$7.90268 per \$1,000 to be paid to subscriber)

Coupon form with May 15, 1944, and all subsequent coupons attached

Registered form in the name of _____

No. Pieces

Denomination

Serial Nos.

Amount

Total interest adjustment to be paid to subscriber \$ _____

TOTAL \$ _____

3% HOME OWNERS' LOAN CORPORATION BONDS, SERIES A-1944-52

As of May 1, 1944 (\$8.85377 per \$1,000 to be paid to subscriber)

Coupon form with May 1, 1944, and all subsequent coupons attached

Registered form in the name of _____

No. Pieces

Denomination

Serial Nos.

Amount

Total interest adjustment to be paid to subscriber \$ _____

TOTAL \$ _____

1% RECONSTRUCTION FINANCE CORPORATION NOTES, SERIES W

With Coupons Due April 15, 1944, Attached

As of March 15, 1944 (\$1.19971 per \$1,000 to be paid to subscriber)

No. Pieces

Denomination

Serial Nos.

Amount

Total interest adjustment to be paid to subscriber \$ _____

TOTAL \$ _____

TOTAL SECURITIES SURRENDERED \$ _____

If securities are not tendered with this subscription, please attach a letter giving complete detail in regard to their location and approximate date of surrender

Ship to _____

Treasury Bonds to be transferred by wire to _____

(State whether free delivery or against funds)

Number of Pieces	DO NOT USE THIS COLUMN	At	Amount
		\$500	
		\$1,000	
		\$5,000	
		\$10,000	
		\$100,000	
		\$1,000,000	
		TOTAL \$	

TO SUBSCRIBER:

Please indicate whether this is:

Original subscription

Confirmation of a telegram dated _____

Confirmation of a letter dated _____

Confirmation of a telephone call dated _____

Dated, _____, 1944.

.....
 (Name of Bank or Subscriber)

By (President—Cashier) (Sign)

.....
 (Address)

SCHEDULE FOR ISSUE OF REGISTERED BONDS
TYPEWRITE THIS INFORMATION IF POSSIBLE—OTHERWISE WRITE LEGIBLY
 (To be used only in event registered bonds are to be issued)

Name or names in which bonds shall be registered, and post-office address for interest checks and mail.	Indicate under appropriate denomination number of bonds desired							Face Amount
	\$500	\$1,000	\$5,000	\$10,000	\$100,000	\$1,000,000		

Total face of registered bonds \$

Grand Total (must agree with amount of subscription) \$

(OVER)

TOTAL \$.....

Total interest adjustment paid to subscriber \$.....

Total interest adjustment collected from subscriber \$.....

3% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-49

As of May 15, 1944 (\$7.90268 per \$1,000 to be paid to subscriber)

Coupon form with May 15, 1944, and all subsequent coupons attached

Registered form in the name of.....

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$.....

TOTAL \$.....

3% HOME OWNERS' LOAN CORPORATION BONDS, SERIES A-1944-52

As of May 1, 1944 (\$8.85377 per \$1,000 to be paid to subscriber)

Coupon form with May 1, 1944, and all subsequent coupons attached

Registered form in the name of.....

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$.....

TOTAL \$.....

1% RECONSTRUCTION FINANCE CORPORATION NOTES, SERIES W

With Coupons Due April 15, 1944, Attached

As of March 15, 1944 (\$1.19971 per \$1,000 to be paid to subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$.....

TOTAL \$.....

TOTAL SECURITIES SURRENDERED \$.....

If securities are not tendered with this subscription, please attach a letter giving complete detail in regard to their location and approximate date of surrender

A SEPARATE FORM MUST BE USED FOR EACH INDIVIDUAL SUBSCRIPTION TENDERED
 ALTHOUGH THE FORM MAY COVER ALL TYPES OF SECURITIES
 TENDERED BY ONE HOLDER

NON-BANK EXCHANGE SUBSCRIPTION FOR
2 1/2% United States Treasury Bonds of 1965-70
ADDITIONAL ISSUE

Dated February 1, 1944

Due March 15, 1970

To the FEDERAL RESERVE BANK OF DALLAS
 Fiscal Agent of the United States
 Station "K"
 Dallas 13, Texas

For Use of
 Federal Reserve Bank

Number _____
 Amount \$ _____

Pursuant to the provisions of Treasury Department Circular No. 734, dated March 2, 1944, the under-
 signed hereby subscribes for 2 1/2% Treasury Bonds of 1965-70, additional issue, dated February 1, 1944, for
 the account of

(Name of Subscriber)

in the amount of \$ _____

THE AGGREGATE AMOUNT OF THIS SUBSCRIPTION MUST BE IN MULTIPLES OF \$500

The par amount of this subscription will be paid by tender of the securities described on the reverse
 side, which should be surrendered with this subscription.

Interest adjustments in accordance with the table in Treasury Department Circular No. 734 will be made
 in the following manner:

NET AMOUNT TO BE PAID TO SUBSCRIBER:

- By credit to our Reserve Account
- By Treasury Check issued to _____

(Adjustments on registered bonds surrendered will be paid according to the assignment on the bonds.)

NET AMOUNT TO BE COLLECTED FROM SUBSCRIBER:

- By debit to our Reserve Account (hereby authorized)
- By draft on _____ (attached)

INSTRUCTIONS FOR DELIVERY OF

Ship to _____

Treasury Bonds to be transferred by wire to _____

(State whether free delivery or against funds)

SCHEDULE FOR ISSUE OF COUPON BONDS			
Number of Pieces	DO NOT USE THIS COLUMN	At	Amount
		\$500	
		\$1,000	
		\$5,000	
		\$10,000	
		\$100,000	
		\$1,000,000	
TOTAL \$			

TO SUBSCRIBER:

Please indicate whether this is:

Original subscription

Confirmation of a telegram dated _____

Confirmation of a letter dated _____

Confirmation of a telephone call dated _____

Dated, _____, 1944.

(Name of Bank or Subscriber)

By _____ (President—Cashier) (Sign)

(Address)

SCHEDULE FOR ISSUE OF REGISTERED BONDS
TYPEWRITE THIS INFORMATION IF POSSIBLE—OTHERWISE WRITE LEGIBLY
 (To be used only in event registered bonds are to be issued)

Name or names in which bonds shall be registered, and post-office address for interest checks and mail.	Indicate under appropriate denomination number of bonds desired						Face Amount
	\$500	\$1,000	\$5,000	\$10,000	\$100,000	\$1,000,000	

Total face of registered bonds \$ _____

Grand Total (must agree with amount of subscription) \$ _____

Pursuant to the provisions of Treasury Department Circular No. 734, dated March 2, 1944, we surrender the following securities in payment for a par amount 2½% Additional Issue Treasury Bonds of 1965-70, dated February 1, 1944, with interest adjustments as indicated.

LIST OF SECURITIES SURRENDERED

¾% TREASURY NOTES, SERIES A-1944, With June 15, 1944, Coupons Attached

- As of March 15, 1944 (\$1.08855 per \$1,000 to be collected from subscriber)
- As of June 15, 1944 (\$5.4533 per \$1,000 to be collected from subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment collected from subscriber \$ _____ TOTAL \$ _____

1% TREASURY NOTES, SERIES B-1944, With All Coupons Detached

As of March 15, 1944 (\$2.9533 per \$1,000 to be collected from subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment collected from subscriber \$ _____ TOTAL \$ _____

¾% TREASURY BONDS OF 1944-46

As of April 15, 1944 (\$11.19073 per \$1,000 to be paid to subscriber)

- Coupon form with April 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment paid to subscriber \$ _____ TOTAL \$ _____

¾% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-64

As of March 15, 1944 (\$2.9533 per \$1,000 to be collected from subscriber on coupon bonds and \$13.2967 to be paid to subscriber on registered bonds)

- Coupon form with September 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial No.	Amount
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A SEPARATE FORM MUST BE USED FOR EACH INDIVIDUAL SUBSCRIPTION TENDERED
ALTHOUGH THE FORM MAY COVER ALL TYPES OF SECURITIES
TENDERED BY ONE HOLDER

NON-BANK EXCHANGE SUBSCRIPTION FOR

2 1/2% United States Treasury Bonds of 1965-70

ADDITIONAL ISSUE

Dated February 1, 1944

Due March 15, 1970

To the FEDERAL RESERVE BANK OF DALLAS
Fiscal Agent of the United States
Station "K"
Dallas 13, Texas

For Use of
Federal Reserve Bank

Number.....

Amount \$.....

Pursuant to the provisions of Treasury Department Circular No. 734, dated March 2, 1944, the under-
signed hereby subscribes for 2 1/2% Treasury Bonds of 1965-70, additional issue, dated February 1, 1944, for
the account of

.....
(Name of Subscriber)

in the amount of \$.....

THE AGGREGATE AMOUNT OF THIS SUBSCRIPTION MUST BE IN MULTIPLES OF \$500

The par amount of this subscription will be paid by tender of the securities described on the reverse
side, which should be surrendered with this subscription.

Interest adjustments in accordance with the table in Treasury Department Circular No. 734 will be made
in the following manner:

NET AMOUNT TO BE PAID TO SUBSCRIBER:

- By credit to our Reserve Account
- By Treasury Check issued to

(Adjustments on registered bonds surrendered will be paid according to the assignment on the bonds.)

NET AMOUNT TO BE COLLECTED FROM SUBSCRIBER:

- By debit to our Reserve Account (hereby authorized)
- By draft on (attached)

Pursuant to the provisions of Treasury Department Circular No. 734, dated March 2, 1944, we surrender the following securities in payment for a par amount 2½% Additional Issue Treasury Bonds of 1965-70, dated February 1, 1944, with interest adjustments as indicated.

LIST OF SECURITIES SURRENDERED

¾% TREASURY NOTES, SERIES A-1944, With June 15, 1944, Coupons Attached

- As of March 15, 1944 (\$1.08855 per \$1,000 to be collected from subscriber)
- As of June 15, 1944 (\$5.4533 per \$1,000 to be collected from subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment collected from subscriber \$ _____ TOTAL \$ _____

1% TREASURY NOTES, SERIES B-1944, With All Coupons Detached

As of March 15, 1944 (\$2.9533 per \$1,000 to be collected from subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment collected from subscriber \$ _____ TOTAL \$ _____

¾% TREASURY BONDS OF 1944-46

As of April 15, 1944 (\$11.19073 per \$1,000 to be paid to subscriber)

- Coupon form with April 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment paid to subscriber \$ _____ TOTAL \$ _____

¾% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-64

As of March 15, 1944 (\$2.9533 per \$1,000 to be collected from subscriber on coupon bonds and \$13.2967 to be paid to subscriber on registered bonds)

- Coupon form with September 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial Nos.	Amount
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principal amount may be made only in the bonds or notes to be exchanged, which will be accepted at par, and should accompany the subscription. Accrued interest on the securities surrendered will be credited, and accrued interest on the new bonds from February 1, 1944, will be charged, as shown in the table at the end of this circular. Where the table shows that an amount will be collected from the subscriber, the remittance should accompany the securities and subscription. Where an amount is to be paid to the subscriber, it will be paid, in the case of coupon bonds and notes, following their acceptance, and in the case of registered bonds, following discharge of registration. Interest accrued on the securities to be exchanged, and on the new bonds to be issued, will be adjusted as of various dates as follows:

Securities to be exchanged	Date of adjustment
Treasury Notes of Series B-1944	March 15, 1944
FFMC Bonds of 1944-64	March 15, 1944
RFC Notes of Series W	March 15, 1944
Treasury Bonds of 1944-46	April 15, 1944
HOLC Bonds, Series A 1944-52	May 1, 1944
FFMC Bonds of 1944-49	May 15, 1944
Treasury Notes of Series A-1944	March 15 or June 15, 1944, as the holder may elect and specify in his subscription.

2. Holders of Treasury Notes of Series B-1944 and FFMC Bonds of 1944-64 will detach coupons dated March 15, 1944, and cash them when due. With respect to the other five issues, all unmatured coupons, including the one next due, must be attached to the securities to be exchanged when they are surrendered, and final interest on these securities, and on registered bonds in all cases, will be paid or credited in a net amount.

V. SURRENDER OF CALLED BONDS

1. **Coupon bonds.**—Treasury Bonds of 1944-46, HOLC Bonds of Series A 1944-52, FFMC Bonds of 1944-49 and FFMC Bonds of 1944-64 in coupon form tendered in payment for bonds offered hereunder should be presented and surrendered with the subscription to a Federal Reserve bank or branch or to the Treasurer of the United States, Washington, D. C. Coupons dated April 15, 1944, May 1, 1944, May 15, 1944, and September 15, 1944, respectively, and all coupons bearing subsequent dates, should be attached to such bonds when surrendered, and if any such coupons are missing, the subscription must be accompanied by cash payment equal to the face amount of the missing coupons. The bonds must be delivered at the expense and risk of the holder. Facilities for transportation of bonds by registered mail insured may be arranged between incorporated banks and trust companies and the Federal Reserve banks, and holders may take advantage of such arrangements when available, utilizing such incorporated banks and trust companies as their agents.

2. **Registered bonds.**—Treasury Bonds of 1944-46, HOLC Bonds of Series A 1944-52, FFMC Bonds of 1944-49 and FFMC Bonds of 1944-64 in registered form tendered in payment for bonds offered hereunder should be assigned by the registered payees or assignees thereof, in accordance with the general regulations of the Treasury Department governing assignments for redemption, in one of the forms hereafter set forth, and thereafter should be presented and surrendered with the subscription to a Federal Reserve bank or branch or to the Treasury Department, Division of Loans and Currency, Washington, D. C. The bonds must be delivered at the expense and risk of the holder. If the new bonds are desired registered in the same name as the bonds surrendered, the assignment should be to "The Secretary of the Treasury for exchange for Treasury Bonds of 1965-70"; if the new bonds are desired registered in another name, the assignment should be to "The Secretary of the Treasury for exchange for Treasury Bonds of 1965-70 in the name of _____"; if new bonds in coupon form are desired, the assignment should be to "The Secretary of the Treasury for exchange for Treasury Bonds of 1965-70 in coupon form to be delivered to _____"

VI. GENERAL PROVISIONS

1. As fiscal agents of the United States, Federal Reserve banks are authorized and requested to receive subscriptions, to make allotments on the basis and up to the amounts indicated by the Secretary of the Treasury to the Federal Reserve Banks of the respective districts, to issue allotment notices, to receive payment for bonds allotted, to make delivery of bonds on full-paid subscriptions allotted, and they may issue interim receipts pending delivery of the definitive bonds.

2. The Secretary of the Treasury may at any time, or from time to time, prescribe supplemental or amendatory rules and regulations governing the offering, which will be communicated promptly to the Federal Reserve banks.

HENRY MORGENTHAU, JR.,
Secretary of the Treasury.

**TABLE OF INTEREST ADJUSTMENTS PER \$1,000 IN CONNECTION WITH EXCHANGE OF
VARIOUS BONDS AND NOTES FOR 2½% TREASURY BONDS OF 1965-70, DATED
FEBRUARY 1, 1944, UNDER DEPARTMENT CIRCULAR NO. 734**

Securities Surrendered	Accrued interest to be credited on securities surrendered	Accrued interest to be charged on bonds issued	Net Amount to be paid to subscriber	Net amount to be col- lected from subscriber
Exchange as of March 15, 1944				
1% Treasury Notes, Series B-1944.....		\$2.9533		\$2.9533
3¼% FFMC Bonds of 1944-64 in coupon form.....		2.9533		2.9533
3¼% FFMC Bonds of 1944-64 in registered form.....	\$16.25	2.9533	\$13.2967	
1% RFC Notes, Series W.....	4.15301	2.9533	1.19971	
¾% Treasury Notes, Series A-1944.....	1.86475	2.9533		1.08855
Exchange as of April 15, 1944				
3¼% Treasury Bonds of 1944-46.....	16.25	5.05927	11.19073	
Exchange as of May 1, 1944				
3% HOLC Bonds, Series A 1944-52.....	15.00	6.14623	8.85377	
Exchange as of May 15, 1944				
3% FFMC Bonds of 1944-49.....	15.00	7.09732	7.90268	
Exchange as of June 15, 1944				
¾% Treasury Notes, Series A-1944.....	3.75	9.2033		5.4533

It will be noted that the holder of the securities to be exchanged will be paid or credited with interest at the rate borne by those securities to their respective maturity or redemption dates, except in the case of the RFC Notes and, at the holder's option, the Treasury Notes of Series A-1944.

UNITED STATES OF AMERICA

TWO AND ONE-FOURTH PERCENT TREASURY BONDS OF 1956-59

Dated and bearing interest from February 1, 1944

Due September 15, 1959

REDEEMABLE AT THE OPTION OF THE UNITED STATES AT PAR AND ACCRUED INTEREST ON AND AFTER SEPTEMBER 15, 1956

Interest payable March 15 and September 15

ADDITIONAL ISSUE

1944

Department Circular No. 735

Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT,
Office of the Secretary,
Washington, March 2, 1944

I. EXCHANGE OFFERING OF BONDS

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, invites subscriptions, at par with adjustments of accrued interest as shown in the table at the end of this circular, from the people of the United States for bonds of the United States, designated 2¼ percent Treasury Bonds of 1956-59, in payment of which any of the following listed securities, singly or in combinations aggregating \$500 or multiples thereof, may be tendered:

Treasury issues:

1% Treasury Notes of Series B-1944, maturing March 15, 1944

3¼% Treasury Bonds of 1944-46, called for redemption on April 15, 1944

¾% Treasury Notes of Series A-1944, maturing June 15, 1944

Federal Farm Mortgage Corporation issues:

3¼% FFMC Bonds of 1944-64, called for redemption on March 15, 1944

3% FFMC Bonds of 1944-49, called for redemption on May 15, 1944

Reconstruction Finance Corporation issue:

1% RFC Notes of Series W, maturing April 15, 1944

Home Owners' Loan Corporation issue:

3% HOLC Bonds, Series A 1944-52, called for redemption on May 1, 1944

These bonds will not be available for subscription, for their own account, by commercial banks, which are defined for this purpose as banks accepting demand deposits. The amount of the offering under this circular will be limited to the amount of the above-listed bonds and notes tendered and accepted. In addition to the offering under this circular, holders of any of the securities listed, other than commercial banks, are offered the privilege of exchanging all or any part of such securities for 2½ percent Treasury Bonds of 1965-70, and all holders, including commercial banks, may exchange for 1½ percent Treasury Notes of Series A-1948, which offerings are set forth in Department Circulars Nos. 734 and 736, issued simultaneously with this circular.

II. DESCRIPTION OF BONDS

1. The bonds now offered will be an addition to and will form a part of the series of 2¼ percent Treasury Bonds of 1956-59 issued pursuant to Department Circular No. 730, dated January 18, 1944, will be freely interchangeable therewith, and are identical in all respects therewith. They are dated February 1, 1944, and bear interest from that date at the rate of 2¼ percent per annum, payable on a semiannual basis on September 15, 1944, and thereafter on March 15 and September 15 in each year until the principal amount becomes payable. They will mature September 15, 1959, but may be redeemed at the option of the United States on and after September 15, 1956, in whole or in part, at par and accrued interest, on any interest day or days, on four months' notice of redemption given in such manner as the Secretary of the Treasury shall prescribe. In case of partial redemption the bonds to be redeemed will be determined by such method as may be prescribed by the Secretary of the Treasury. From the date of redemption designated in any such notice, interest on the bonds called for redemption shall cease.

2. The income derived from the bonds shall be subject to all Federal taxes, now or hereafter imposed. The bonds shall be subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but shall be exempt from all taxation now or hereafter imposed on the principal or interest thereof by any State, or any of the possessions of the United States, or by any local taxing authority.

3. The bonds will be acceptable to secure deposits of public moneys. They will not be entitled to any privilege of conversion.

4. Bearer bonds with interest coupons attached, and bonds registered as to principal and interest, will be issued in denominations of \$500, \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000. Provision will be made for the interchange of bonds of different denominations and of coupon and registered bonds, and for the transfer of registered bonds, under rules and regulations prescribed by the Secretary of the Treasury. Except as provided in Section I of Department Circular No. 730, these bonds may not, before September 15, 1946, be transferred to or be held by commercial banks, which are defined for this purpose as banks accepting demand deposits; however, the bonds may be pledged as collateral for loans, including loans by commercial banks, but any such bank acquiring such bonds before September 15, 1946, because of the failure of such loans to be paid at maturity will be required to dispose of them in the same manner as they dispose of other assets not eligible to be owned by banks.

5. Any bonds issued hereunder which upon the death of the owner constitute part of his estate, will be redeemed at the option of the duly constituted representatives of the deceased owner's estate, at par and accrued interest to date of payment,¹ **Provided:**

- (a) that the bonds were actually owned by the decedent at the time of his death; and
- (b) that the Secretary of the Treasury be authorized to apply the entire proceeds of redemption to the payment of Federal estate taxes.

Registered bonds submitted for redemption hereunder must be duly assigned to "The Secretary of the Treasury for redemption, the proceeds to be paid to the Collector of Internal Revenue at _____ for credit on Federal estate taxes due from the estate of _____."

Owing to the periodic closing of the transfer books and the impossibility of stopping payment of interest to the registered owner during the closed period, registered bonds received after the closing of the books for payment during such closed period will be paid only at par with a deduction of interest from the date of payment to the next interest payment date;² bonds received during the closed period for payment at a date after the books reopen will be paid at par plus accrued interest from the reopening of the books to the date of payment. In either case checks for the full six months' interest due on the last day of the closed period will be forwarded to the owner in due course. All bonds submitted must be accompanied by Form PD 1782,³ properly completed, signed and sworn to, and by a certificate of the appointment of the personal representatives, under seal of the court, dated not more than six months prior to the submission of the bonds, which shall show that at the date thereof the appointment was still in force and effect. Upon payment of the bonds appropriate memorandum receipt will be forwarded to the representatives, which will be followed in due course by formal receipt from the Collector of Internal Revenue.

6. Except as provided in the preceding paragraphs, the bonds will be subject to the general regulations of the Treasury Department, now or hereafter prescribed, governing United States bonds.

III. SUBSCRIPTION AND ALLOTMENT

1. Subscriptions will be received at the Federal Reserve banks and branches and at the Treasury Department, Washington. Banking institutions generally may submit subscriptions for account of customers, but only the Federal Reserve banks and the Treasury Department are authorized to act as official agencies.

2. The Secretary of the Treasury reserves the right to reject any subscription, in whole or in part, and to close the books as to any or all subscriptions at any time without notice; and any action he may take in these respects shall be final. Subject to these reservations, all subscriptions will be allotted in full. Allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at par and accrued interest from February 1, 1944, for bonds allotted hereunder must be made or completed on or before March 15, 1944, or on later allotment. Payment of the

¹An exact half-year's interest is computed for each full half-year period irrespective of the actual number of days in the half year. For a fractional part of any half year, computation is on the basis of the actual number of days in such half year.

²The transfer books are closed from February 16 to March 15, and from August 16 to September 15 (both dates inclusive) in each year.
³Copies of Form PD 1782 may be obtained from any Federal Reserve Bank or from the Treasury Department, Washington, D. C.

Pursuant to the provisions of Treasury Department Circular No. 735, dated March 2, 1944, we surrender the following securities in payment for a par amount 2 1/4% Additional Issue Treasury Bonds of 1956-59, dated February 1, 1944, with interest adjustments as indicated.

LIST OF SECURITIES SURRENDERED

3/4% TREASURY NOTES, SERIES A-1944, With June 15, 1944, Coupons Attached

- As of March 15, 1944 (\$.79322 per \$1,000 to be collected from subscriber)
- As of June 15, 1944 (\$4.53297 per \$1,000 to be collected from subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment collected from subscriber \$ _____ TOTAL \$ _____

1% TREASURY NOTES, SERIES B-1944, With All Coupons Detached

As of March 15, 1944 (\$2.65797 per \$1,000 to be collected from subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment collected from subscriber \$ _____ TOTAL \$ _____

3 1/4% TREASURY BONDS OF 1944-46

As of April 15, 1944 (\$11.69665 per \$1,000 to be paid to subscriber)

- Coupon form with April 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment paid to subscriber \$ _____ TOTAL \$ _____

3 1/4% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-64

As of March 15, 1944 (\$2.65797 per \$1,000 to be collected from subscriber on coupon bonds and \$13.59203 to be paid to subscriber on registered bonds)

- Coupon form with September 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment paid to subscriber . . . \$ _____ TOTAL \$ _____

Total interest adjustment collected from subscriber \$ _____

3% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-49

As of May 15, 1944 (\$8.61241 per \$1,000 to be paid to subscriber)

- Coupon form with May 15, 1944, and all subsequent coupons attached
- Registered form in the name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

3% HOME OWNERS LOAN CORPORATION BONDS, SERIES A 1944-52

As of May 1, 1944 (\$9.46839 per \$1,000 to be paid to subscriber)

- Coupon form with May 1, 1944, and all subsequent coupons attached
- Registered form in the name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

1% RECONSTRUCTION FINANCE CORPORATION NOTES, SERIES W

With Coupons Due April 15, 1944, Attached

As of March 15, 1944 (\$1.49504 per \$1,000 to be paid to subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

TOTAL SECURITIES SURRENDERED \$ _____

If securities are not tendered with this subscription, please attach a letter giving complete detail in regard to their location and approximate date of surrender

**A SEPARATE FORM MUST BE USED FOR EACH INDIVIDUAL SUBSCRIPTION TENDERED
ALTHOUGH THE FORM MAY COVER ALL TYPES OF SECURITIES
TENDERED BY ONE HOLDER**

**NON-BANK EXCHANGE SUBSCRIPTION FOR
2 1/4% United States Treasury Bonds of 1956-59
ADDITIONAL ISSUE**

Dated February 1, 1944

Due September 15, 1959

To the FEDERAL RESERVE BANK OF DALLAS
Fiscal Agent of the United States
Station "K"
Dallas 13, Texas

For Use of
Federal Reserve Bank

Number _____
Amount \$ _____

Pursuant to the provisions of Treasury Department Circular No. 735, dated March 2, 1944, the undersigned hereby subscribes for 2 1/4% Treasury Bonds of 1956-59, additional issue, dated February 1, 1944, for the account of

(Name of Subscriber)

in the amount of \$ _____

THE AGGREGATE AMOUNT OF THIS SUBSCRIPTION MUST BE IN MULTIPLES OF \$500

The par amount of this subscription will be paid by tender of the securities described on the reverse side, which should be surrendered with this subscription.

Interest adjustments in accordance with the table in Treasury Department Circular No. 735 will be made in the following manner:

NET AMOUNT TO BE PAID TO SUBSCRIBER:

- By credit to our Reserve Account
- By Treasury Check issued to _____

(Adjustments on registered bonds surrendered will be paid according to the assignment on the bonds.)

NET AMOUNT TO BE COLLECTED FROM SUBSCRIBER:

- By debit to our Reserve Account (hereby authorized)
- By draft on _____ (attached)

INSTRUCTIONS FOR DELIVERY OF BONDS	
<input type="checkbox"/> Ship to _____ <input type="checkbox"/> Treasury Bonds to be transferred by wire to _____ (State whether free delivery or against funds)	

SCHEDULE FOR ISSUE OF COUPON BONDS			
Fill in Number of Pieces by Denominations			
Number of Pieces	DO NOT USE THIS COLUMN	At	Amount
		\$500	
		\$1,000	
		\$5,000	
		\$10,000	
		\$100,000	
		\$1,000,000	
		TOTAL \$	

TO SUBSCRIBER:
Please indicate whether this is:
Original subscription <input type="checkbox"/>
Confirmation of a telegram dated _____
Confirmation of a letter dated _____
Confirmation of a telephone call dated _____
Dated, _____, 1944.

(Name of Bank or Subscriber)

By _____
(President—Cashier)

(Address)

SCHEDULE FOR ISSUE OF REGISTERED BONDS
TYPEWRITE THIS INFORMATION IF POSSIBLE—OTHERWISE WRITE LEGIBLY

(To be used only in event registered bonds are to be issued)

Name or names in which bonds shall be registered, and post-office address for interest checks and mail.	Indicate under appropriate denomination number of bonds desired						Face Amount
	\$500	\$1,000	\$5,000	\$10,000	\$100,000	\$1,000,000	

Total face of registered bonds \$ _____

Grand Total (must agree with amount of subscription) \$ _____

(OVER)

Pursuant to the provisions of Treasury Department Circular No. 735, dated March 2, 1944, we surrender the following securities in payment for a par amount 2 1/4% Additional Issue Treasury Bonds of 1956-59, dated February 1, 1944, with interest adjustments as indicated.

LIST OF SECURITIES SURRENDERED

3/4% TREASURY NOTES, SERIES A-1944, With June 15, 1944, Coupons Attached

- As of March 15, 1944 (\$.79322 per \$1,000 to be collected from subscriber)
- As of June 15, 1944 (\$4.53297 per \$1,000 to be collected from subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment collected from subscriber \$..... TOTAL \$.....

1% TREASURY NOTES, SERIES B-1944, With All Coupons Detached

As of March 15, 1944 (\$2.65797 per \$1,000 to be collected from subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment collected from subscriber \$..... TOTAL \$.....

3 1/4% TREASURY BONDS OF 1944-46

As of April 15, 1944 (\$11.69665 per \$1,000 to be paid to subscriber)

- Coupon form with April 15, 1944, and all subsequent coupons attached
- Registered form in name of.....

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment paid to subscriber \$..... TOTAL \$.....

3 1/4% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-64

As of March 15, 1944 (\$2.65797 per \$1,000 to be collected from subscriber on coupon bonds and \$13.59203 to be paid to subscriber on registered bonds)

- Coupon form with September 15, 1944, and all subsequent coupons attached
- Registered form in name of.....

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment paid to subscriber . . . \$..... TOTAL \$.....

Total interest adjustment collected from subscriber \$.....

3% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-49

As of May 15, 1944 (\$8.61241 per \$1,000 to be paid to subscriber)

- Coupon form with May 15, 1944, and all subsequent coupons attached
- Registered form in the name of.....

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$..... TOTAL \$.....

3% HOME OWNERS LOAN CORPORATION BONDS, SERIES A 1944-52

As of May 1, 1944 (\$9.46839 per \$1,000 to be paid to subscriber)

- Coupon form with May 1, 1944, and all subsequent coupons attached
- Registered form in the name of.....

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$..... TOTAL \$.....

1% RECONSTRUCTION FINANCE CORPORATION NOTES, SERIES W

With Coupons Due April 15, 1944, Attached

As of March 15, 1944 (\$1.49504 per \$1,000 to be paid to subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$..... TOTAL \$.....

TOTAL SECURITIES SURRENDERED \$

If securities are not tendered with this subscription, please attach a letter giving complete detail in regard to their location and approximate date of surrender

**A SEPARATE FORM MUST BE USED FOR EACH INDIVIDUAL SUBSCRIPTION TENDERED
ALTHOUGH THE FORM MAY COVER ALL TYPES OF SECURITIES
TENDERED BY ONE HOLDER**

**NON-BANK EXCHANGE SUBSCRIPTION FOR
2 1/4% United States Treasury Bonds of 1956-59
ADDITIONAL ISSUE**

Dated February 1, 1944

Due September 15, 1959

To the FEDERAL RESERVE BANK OF DALLAS
Fiscal Agent of the United States
Station "K"
Dallas 13, Texas

For Use of
Federal Reserve Bank
Number _____
Amount \$ _____

Pursuant to the provisions of Treasury Department Circular No. 735, dated March 2, 1944, the undersigned hereby subscribes for 2 1/4% Treasury Bonds of 1956-59, additional issue, dated February 1, 1944, for the account of

in the amount of _____ (Name of Subscriber) \$ _____

THE AGGREGATE AMOUNT OF THIS SUBSCRIPTION MUST BE IN MULTIPLES OF \$500

The par amount of this subscription will be paid by tender of the securities described on the reverse side which should be surrendered with this subscription.

Interest adjustments in accordance with the table in Treasury Department Circular No. 735 will be made in the following manner:

NET AMOUNT TO BE PAID TO SUBSCRIBER:

- By credit to our Reserve Account
- By Treasury Check issued to _____

(Adjustments on registered bonds surrendered will be paid according to the assignment on the bonds.)

NET AMOUNT TO BE COLLECTED FROM SUBSCRIBER:

- By debit to our Reserve Account (hereby authorized)
- By draft on _____ (attached)

**INSTRUCTIONS FOR DELIVERY OF
BONDS**

- Ship to _____
 - Treasury Bonds to be transferred by wire to _____
- (State whether free delivery or against funds)

SCHEDULE FOR ISSUE OF COUPON BONDS

Fill in Number of Pieces by Denominations

Number of Pieces	DO NOT USE THIS COLUMN	At	Amount
		\$500	
		\$1,000	
		\$5,000	
		\$10,000	
		\$100,000	
		\$1,000,000	
		TOTAL \$	

TO SUBSCRIBER:

Please indicate whether this is:

- Original subscription
- Confirmation of a telegram dated _____
- Confirmation of a letter dated _____
- Confirmation of a telephone call dated _____

Dated, _____, 1944.

(Name of Bank or Subscriber)

By _____
(President—Cashier)

(Address)

SCHEDULE FOR ISSUE OF REGISTERED BONDS

TYPEWRITE THIS INFORMATION IF POSSIBLE—OTHERWISE WRITE LEGIBLY

(To be used only in event registered bonds are to be issued)

Name or names in which bonds shall be registered, and post-office address for interest checks and mail.	Indicate under appropriate denomination number of bonds desired						Face Amount
	\$500	\$1,000	\$5,000	\$10,000	\$100,000	\$1,000,000	

Total face of registered bonds \$ _____

Grand Total (must agree with amount of subscription) \$ _____

(OVER)

principal amount may be made only in the bonds or notes to be exchanged, which will be accepted at par, and should accompany the subscription. Accrued interest on the securities surrendered will be credited, and accrued interest on the new bonds from February 1, 1944, will be charged, as shown in the table at the end of this circular. Where the table shows that an amount will be collected from the subscriber, the remittance should accompany the securities and subscription. Where an amount is to be paid to the subscriber, it will be paid, in the case of coupon bonds and notes, following their acceptance, and in the case of registered bonds, following discharge of registration. Interest accrued on the securities to be exchanged, and on the new bonds to be issued, will be adjusted as of various dates as follows:

Securities to be exchanged	Date of adjustment
Treasury Notes of Series B-1944	March 15, 1944
FFMC Bonds of 1944-64	March 15, 1944
RFC Notes of Series W	March 15, 1944
Treasury Bonds of 1944-46	April 15, 1944
HOLC Bonds, Series A 1944-52	May 1, 1944
FFMC Bonds of 1944-49	May 15, 1944
Treasury Notes of Series A-1944	March 15 or June 15, 1944, as the holder may elect and specify in his subscription.

2. Holders of Treasury Notes of Series B-1944 and FFMC Bonds of 1944-64 will detach coupons dated March 15, 1944, and cash them when due. With respect to the other five issues, all unmatured coupons, including the one next due, must be attached to the securities to be exchanged when they are surrendered, and final interest on these securities, and on registered bonds in all cases, will be paid or credited in a net amount.

V. SURRENDER OF CALLED BONDS

1. **Coupon bonds.**—Treasury Bonds of 1944-46, HOLC Bonds of Series A 1944-52, FFMC Bonds of 1944-49 and FFMC Bonds of 1944-64 in coupon form tendered in payment for bonds offered hereunder should be presented and surrendered with the subscription to a Federal Reserve bank or branch or to the Treasurer of the United States, Washington, D. C. Coupons dated April 15, 1944, May 1, 1944, May 15, 1944, and September 15, 1944, respectively, and all coupons bearing subsequent dates, should be attached to such bonds when surrendered, and if any such coupons are missing, the subscription must be accompanied by cash payment equal to the face amount of the missing coupons. The bonds must be delivered at the expense and risk of the holder. Facilities for transportation of bonds by registered mail insured may be arranged between incorporated banks and trust companies and the Federal Reserve banks, and holders may take advantage of such arrangements when available, utilizing such incorporated banks and trust companies as their agents.

2. **Registered bonds.**—Treasury Bonds of 1944-46, HOLC Bonds of Series A 1944-52, FFMC Bonds of 1944-49 and FFMC Bonds of 1944-64 in registered form tendered in payment for bonds offered hereunder should be assigned by the registered payees or assignees thereof, in accordance with the general regulations of the Treasury Department governing assignments for redemption, in one of the forms hereafter set forth, and thereafter should be presented and surrendered with the subscription to a Federal Reserve bank or branch or to the Treasury Department, Division of Loans and Currency, Washington, D. C. The bonds must be delivered at the expense and risk of the holder. If the new bonds are desired registered in the same name as the bonds surrendered, the assignment should be to "The Secretary of the Treasury for exchange for Treasury Bonds of 1956-59"; if the new bonds are desired registered in another name, the assignment should be to "The Secretary of the Treasury for exchange for Treasury Bonds of 1956-59 in the name of _____"; if new bonds in coupon form are desired, the assignment should be to "The Secretary of the Treasury for exchange for Treasury Bonds of 1956-59 in coupon form to be delivered to _____."

VI. GENERAL PROVISIONS

1. As fiscal agents of the United States, Federal Reserve banks are authorized and requested to receive subscriptions, to make allotments on the basis and up to the amounts indicated by the Secretary of the Treasury to the Federal Reserve Banks of the respective districts, to issue allotment notices, to receive payment for bonds allotted, to make delivery of bonds on full-paid subscriptions allotted, and they may issue interim receipts pending delivery of the definitive bonds.

2. The Secretary of the Treasury may at any time, or from time to time, prescribe supplemental or amendatory rules and regulations governing the offering, which will be communicated promptly to the Federal Reserve banks.

HENRY MORGENTHAU, JR.,
Secretary of the Treasury.

**TABLE OF INTEREST ADJUSTMENTS PER \$1,000 IN CONNECTION WITH EXCHANGE OF
VARIOUS BONDS AND NOTES FOR 2¼% TREASURY BONDS OF 1956-59, DATED
FEBRUARY 1, 1944, UNDER DEPARTMENT CIRCULAR NO. 735**

Securities Surrendered	Accrued interest to be credited on securities surrendered	Accrued interest to be charged on bonds issued	Net Amount to be paid to subscriber	Net amount to be col- lected from subscriber
Exchange as of March 15, 1944				
1% Treasury Notes, Series B-1944.....		\$2.65797		\$2.65797
3¼% FFMC Bonds of 1944-64 in coupon form.....		2.65797		2.65797
3¼% FFMC Bonds of 1944-64 in registered form.....	\$16.25	2.65797	\$13.59203	
1% RFC Notes, Series W.....	4.15301	2.65797	1.49504	
¾% Treasury Notes, Series A-1944.....	1.86475	2.65797		.79322
Exchange as of April 15, 1944				
3¼% Treasury Bonds of 1944-46.....	16.25	4.55335	11.69665	
Exchange as of May 1, 1944				
3% HOLC Bonds, Series A 1944-52.....	15.00	5.53161	9.46839	
Exchange as of May 15, 1944				
3% FFMC Bonds of 1944-49.....	15.00	6.38759	8.61241	
Exchange as of June 15, 1944				
¾% Treasury Notes, Series A-1944.....	3.75	8.28297		4.53297

It will be noted that the holder of the securities to be exchanged will be paid or credited with interest at the rate borne by those securities to their respective maturity or redemption dates, except in the case of the RFC Notes and, at the holder's option, the Treasury Notes of Series A-1944.

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HENRY MORTIMER
Secretary of the Treasury

UNITED STATES OF AMERICA

ONE AND ONE-HALF PERCENT TREASURY NOTES OF SERIES A-1948

Dated and bearing interest from March 15, 1944

Due September 15, 1948

Interest payable March 15 and September 15

1944
Department Circular No. 736
Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT,
Office of the Secretary,
Washington, March 2, 1944

I. EXCHANGE OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, invites subscriptions, at par with adjustments of accrued interest as shown in the table at the end of this circular, from the people of the United States for notes of the United States, designated 1½ percent Treasury Notes of Series A-1948, in payment of which any of the following listed securities, singly or in combinations aggregating \$1,000 or multiples thereof, may be tendered:

Treasury issues:

1% Treasury Notes of Series B-1944, maturing March 15, 1944

3¼% Treasury Bonds of 1944-46, called for redemption on April 15, 1944

¾% Treasury Notes of Series A-1944, maturing June 15, 1944

Federal Farm Mortgage Corporation issues:

3¼% FFMC Bonds of 1944-64, called for redemption on March 15, 1944

3% FFMC Bonds of 1944-49, called for redemption on May 15, 1944

Reconstruction Finance Corporation issue:

1% RFC Notes of Series W, maturing April 15, 1944

Home Owners' Loan Corporation issue:

3% HOLC Bonds, Series A 1944-52, called for redemption on May 1, 1944

The amount of the offering under this circular will be limited to the amount of the above-listed bonds and notes tendered and accepted. In addition to the offering under this circular, holders of any of the securities listed, other than commercial banks, which are defined for this purpose as banks accepting demand deposits, are offered the privilege of exchanging all or any part of such securities for 2½ percent Treasury Bonds of 1965-70 or for 2¼ percent Treasury Bonds of 1956-59, which offerings are set forth in Department Circulars Nos. 734 and 735, issued simultaneously with this circular.

II. DESCRIPTION OF NOTES

1. The notes will be dated March 15, 1944, and will bear interest from that date at the rate of 1½ percent per annum, payable semiannually on September 15, 1944, and thereafter on March 15 and September 15 in each year until the principal amount becomes payable. They will mature September 15, 1948, and will not be subject to call for redemption prior to maturity.

2. The income derived from the notes shall be subject to all Federal taxes, now or hereafter imposed. The notes shall be subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but shall be exempt from all taxation now or hereafter imposed on the principal or interest thereof by any State, or any of the possessions of the United States, or by any local taxing authority.

3. The notes will be accepted at par during such time and under such rules and regulations as shall be prescribed or approved by the Secretary of the Treasury in payment of income and profits taxes payable at the maturity of the notes.

4. The notes will be acceptable to secure deposits of public moneys.

5. Bearer notes with interest coupons attached will be issued in denominations of \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000. The notes will not be issued in registered form.

6. The notes will be subject to the general regulations of the Treasury Department, now or hereafter prescribed, governing United States notes.

III. SUBSCRIPTION AND ALLOTMENT

1. Subscriptions will be received at the Federal Reserve banks and branches and at the Treasury Department, Washington. Banking institutions generally may submit subscriptions for account of customers, but only the Federal Reserve banks and the Treasury Department are authorized to act as official agencies.

2. The Secretary of the Treasury reserves the right to reject any subscription, in whole or in part, and to close the books as to any or all subscriptions at any time without notice; and any action he may take in these respects shall be final. Subject to these reservations, all subscriptions will be allotted in full. Allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at par and accrued interest, if any, for notes allotted hereunder must be made or completed on or before March 15, 1944, or on later allotment. Payment of the principal amount may be made only in the bonds or notes to be exchanged, which will be accepted at par, and should accompany the subscription. Accrued interest on the securities surrendered will be credited, and accrued interest on the new notes from March 15, 1944, will be charged, as shown in the table at the end of this circular. Where an amount is to be paid to the subscriber, it will be paid, in the case of coupon bonds and notes, following their acceptance, and in the case of registered bonds, following discharge of registration. Interest accrued on the securities to be exchanged, and on the new notes to be issued, will be adjusted as of various dates as follows:

Securities to be exchanged	Date of adjustment
Treasury Notes of Series B-1944	March 15, 1944
FFMC Bonds of 1944-64	March 15, 1944
RFC Notes of Series W	March 15, 1944
Treasury Bonds of 1944-46	April 15, 1944
HOLC Bonds, Series A 1944-52	May 1, 1944
FFMC Bonds of 1944-49	May 15, 1944
Treasury Notes of Series A-1944	March 15 or June 15, 1944, as the holder may elect and specify in his subscription.

2. Holders of Treasury Notes of Series B-1944 and FFMC Bonds of 1944-64 will detach coupons dated March 15, 1944, and cash them when due. With respect to the other five issues, all unmatured coupons, including the one next due, must be attached to the securities to be exchanged when they are surrendered, and final interest on these securities, and on registered bonds in all cases, will be paid or credited in a net amount.

V. SURRENDER OF CALLED BONDS

1. **Coupon bonds.**—Treasury Bonds of 1944-46, HOLC Bonds of Series A 1944-52, FFMC Bonds of 1944-49 and FFMC Bonds of 1944-64 in coupon form tendered in payment for notes offered hereunder should be presented and surrendered with the subscription to a Federal Reserve bank or branch or to the Treasurer of the United States, Washington, D. C. Coupons dated April 15, 1944, May 1, 1944, May 15, 1944, and September 15, 1944, respectively, and all coupons bearing subsequent dates, should be attached to such bonds when surrendered, and if any such coupons are missing, the subscription must be accompanied by cash payment equal to the face amount of the missing coupons. The bonds must be delivered at the expense and risk of the holder. Facilities for transportation of bonds by registered mail insured may be arranged between incorporated banks and trust companies and the Federal Reserve banks, and holders may take advantage of such arrangements when available, utilizing such incorporated banks and trust companies as their agents.

2. **Registered bonds.**—Treasury Bonds of 1944-46, HOLC Bonds of Series A 1944-52, FFMC Bonds of 1944-49 and FFMC Bonds of 1944-64 in registered form tendered in payment for notes offered hereunder should be assigned by the registered payees or assignees thereof, in accordance with the general regulations of the Treasury Department governing assignments for redemption, to "The Secretary of the Treasury for exchange for Treasury Notes of Series A-1948 to be delivered to _____," and thereafter should be presented and surrendered with the subscription to a Federal Reserve bank or branch or to the Treasury Department, Division of Loans and Currency, Washington, D. C. The bonds must be delivered at the expense and risk of the holder.

By debit to our Reserve Account

By Treasury Check issued to _____
(Adjustments on registered bonds surrendered will be paid according to the assignment on the bonds.)

NET AMOUNT TO BE COLLECTED FROM SUBSCRIBER:

By debit to our Reserve Account (hereby authorized)

By draft on _____ (attached)

INSTRUCTIONS FOR DELIVERY OF NOTES

Hold in Custody Account
(Allotted to member banks for own account only)

Pledge to secure War Loan Deposits
(Allotted to qualified banks for own account only)

Ship to _____

Treasury Notes to be transferred by wire to _____

(State whether free delivery or against funds)

SCHEDULE FOR ISSUE OF NOTES

Issued in Coupon Form Only. Fill in Number of Pieces
By Denomination

Number of Pieces	DO NOT USE THIS COLUMN	At	Amount
		\$1,000	
		\$5,000	
		\$10,000	
		\$100,000	
		\$1,000,000	
		TOTAL \$	

TO SUBSCRIBER:

Please indicate whether this is:

Original subscription

Confirmation of a telegram dated _____

Confirmation of a letter dated _____

Confirmation of a telephone call dated _____

Dated, _____, 1944.

(Name of Bank or Subscriber)

By _____
(President-Cashier)

(Address)

(Over)

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

3% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-49

As of May 15, 1944 (\$12.51359 per \$1,000 to be paid to subscriber)

Coupon form with May 15, 1944, and all subsequent coupons attached

Registered form in the name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

3% HOME OWNERS LOAN CORPORATION BONDS, SERIES A 1944-52

As of May 1, 1944 (\$13.08424 per \$1,000 to be paid to subscriber)

Coupon form with May 1, 1944, and all subsequent coupons attached

Registered form in the name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

1% RECONSTRUCTION FINANCE CORPORATION NOTES, SERIES W

With Coupons Due April 15, 1944, Attached

As of March 15, 1944 (\$4.15301 per \$1,000 to be paid to subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

TOTAL SECURITIES SURRENDERED \$ _____

If securities are not tendered with this subscription, please attach a letter giving complete detail in regard to their location and approximate date of surrender

By Treasury Check issued to _____
 (Adjustments on registered bonds surrendered will be paid according to the assignment on the bonds.)

NET AMOUNT TO BE COLLECTED FROM SUBSCRIBER:

- By debit to our Reserve Account (hereby authorized)
 By draft on _____ (attached)

INSTRUCTIONS FOR DELIVERY OF NOTES	
<input type="checkbox"/>	Hold in Custody Account (Allotted to member banks for own account only)
<input type="checkbox"/>	Pledge to secure War Loan Deposits (Allotted to qualified banks for own account only)
<input type="checkbox"/>	Ship to _____
<input type="checkbox"/>	Treasury Notes to be transferred by wire to _____
(State whether free delivery or against funds)	

SCHEDULE FOR ISSUE OF NOTES			
Issued in Coupon Form Only. Fill in Number of Pieces By Denomination			
Number of Pieces	DO NOT USE THIS COLUMN	At	Amount
		\$1,000	
		\$5,000	
		\$10,000	
		\$100,000	
		\$1,000,000	
		TOTAL \$	

<p>TO SUBSCRIBER:</p> <p>Please indicate whether this is:</p> <p>Original subscription <input type="checkbox"/></p> <p>Confirmation of a telegram dated _____</p> <p>Confirmation of a letter dated _____</p> <p>Confirmation of a telephone call dated _____</p> <p>Dated, _____, 1944.</p>

 (Name of Bank or Subscriber)

By _____
 (President-Cashier)

 (Address)

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

3% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-49

As of May 15, 1944 (\$12.51359 per \$1,000 to be paid to subscriber)

Coupon form with May 15, 1944, and all subsequent coupons attached

Registered form in the name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

3% HOME OWNERS LOAN CORPORATION BONDS, SERIES A 1944-52

As of May 1, 1944 (\$13.08424 per \$1,000 to be paid to subscriber)

Coupon form with May 1, 1944, and all subsequent coupons attached

Registered form in the name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

1% RECONSTRUCTION FINANCE CORPORATION NOTES, SERIES W

With Coupons Due April 15, 1944, Attached

As of March 15, 1944 (\$4.15301 per \$1,000 to be paid to subscriber)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

TOTAL SECURITIES SURRENDERED \$ _____

If securities are not tendered with this subscription, please attach a letter giving complete detail in regard to their location and approximate date of surrender

Pursuant to the provisions of Treasury Department Circular No. 736, dated March 2, 1944, we surrender the following securities in payment for a par amount 1½% Treasury Notes of Series A-1948, dated March 15, 1944, with interest adjustments as indicated.

LIST OF SECURITIES SURRENDERED

¾% TREASURY NOTES, SERIES A-1944, With June 15, 1944, Coupons Attached

- As of March 15, 1944 (\$1.86475 per \$1,000 to be paid to subscriber)
- As of June 15, 1944 (no interest adjustment to be made)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

1% TREASURY NOTES, SERIES B-1944, With All Coupons Detached

As of March 15, 1944 (no interest adjustment to be made)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

TOTAL \$ _____

¾% TREASURY BONDS OF 1944-46

As of April 15, 1944 (\$14.98641 per \$1,000 to be paid to subscriber)

- Coupon form with April 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

¾% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-64

As of March 15, 1944 (no interest adjustment to be made on coupon bonds and
\$16.25 per \$1,000 to be paid to subscriber on registered bonds)

- Coupon form with September 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

A SEPARATE FORM MUST BE USED FOR EACH INDIVIDUAL SUBSCRIPTION TENDERED
ALTHOUGH THE FORM MAY COVER ALL TYPES OF SECURITIES
TENDERED BY ONE HOLDER

EXCHANGE SUBSCRIPTION FOR
1½% United States Treasury Notes of Series A-1948

Dated March 15, 1944

Due September 15, 1948

FEDERAL RESERVE BANK OF DALLAS

Fiscal Agent of the United States

Station "K"

Dallas 13, Texas

For Use of
Federal Reserve Bank

Number.....

Amount \$.....

Pursuant to the provisions of Treasury Department Circular No. 736, dated March 2, 1944, the under-
signed hereby subscribes for 1½% Treasury Notes of Series A-1948, dated March 15, 1944, for the account of

(Name of Subscriber)

in the amount of \$.....

THE AGGREGATE AMOUNT OF THIS SUBSCRIPTION MUST BE IN MULTIPLES OF \$1,000

The par amount of this subscription will be paid by tender of the securities described on the reverse
side, which should be surrendered with this subscription.

Interest adjustments in accordance with the table in Treasury Department Circular No. 736 will be made
in the following manner:

Pursuant to the provisions of Treasury Department Circular No. 736, dated March 2, 1944, we surrender the following securities in payment for a par amount 1½% Treasury Notes of Series A-1948, dated March 15, 1944, with interest adjustments as indicated.

LIST OF SECURITIES SURRENDERED

¾% TREASURY NOTES, SERIES A-1944, With June 15, 1944, Coupons Attached

- As of March 15, 1944 (\$1.86475 per \$1,000 to be paid to subscriber)
- As of June 15, 1944 (no interest adjustment to be made)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

1% TREASURY NOTES, SERIES B-1944, With All Coupons Detached

As of March 15, 1944 (no interest adjustment to be made)

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

TOTAL \$ _____

¾% TREASURY BONDS OF 1944-46

As of April 15, 1944 (\$14.98641 per \$1,000 to be paid to subscriber)

- Coupon form with April 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

Total interest adjustment to be paid to subscriber \$ _____ TOTAL \$ _____

¾% FEDERAL FARM MORTGAGE CORPORATION BONDS OF 1944-64

As of March 15, 1944 (no interest adjustment to be made on coupon bonds and \$16.25 per \$1,000 to be paid to subscriber on registered bonds)

- Coupon form with September 15, 1944, and all subsequent coupons attached
- Registered form in name of _____

No. Pieces	Denomination	Serial Nos.	Amount
------------	--------------	-------------	--------

A SEPARATE FORM MUST BE USED FOR EACH INDIVIDUAL SUBSCRIPTION TENDERED
ALTHOUGH THE FORM MAY COVER ALL TYPES OF SECURITIES
TENDERED BY ONE HOLDER

EXCHANGE SUBSCRIPTION FOR
1½% United States Treasury Notes of Series A-1948

Dated March 15, 1944

Due September 15, 1948

FEDERAL RESERVE BANK OF DALLAS

Fiscal Agent of the United States

Station "K"

Dallas 13, Texas

For Use of
Federal Reserve Bank

Number.....

Amount \$.....

Pursuant to the provisions of Treasury Department Circular No. 736, dated March 2, 1944, the under-
signed hereby subscribes for 1½% Treasury Notes of Series A-1948, dated March 15, 1944, for the account of

(Name of Subscriber)

in the amount of \$.....

THE AGGREGATE AMOUNT OF THIS SUBSCRIPTION MUST BE IN MULTIPLES OF \$1,000

The par amount of this subscription will be paid by tender of the securities described on the reverse
side, which should be surrendered with this subscription.

Interest adjustments in accordance with the table in Treasury Department Circular No. 736 will be made
in the following manner:

VI. GENERAL PROVISIONS

1. As fiscal agents of the United States, Federal Reserve banks are authorized and requested to receive subscriptions, to make allotments on the basis and up to the amounts indicated by the Secretary of the Treasury to the Federal Reserve Banks of the respective districts, to issue allotment notices, to receive payment for notes allotted, to make delivery of notes on full-paid subscriptions allotted, and they may issue interim receipts pending delivery of the definitive notes.

2. The Secretary of the Treasury may at any time, or from time to time, prescribe supplemental or amendatory rules and regulations governing the offering, which will be communicated promptly to the Federal Reserve banks.

HENRY MORGENTHAU, JR.,
Secretary of the Treasury.

TABLE OF INTEREST ADJUSTMENTS PER \$1,000 IN CONNECTION WITH EXCHANGE OF VARIOUS BONDS AND NOTES FOR 1½% TREASURY NOTES OF SERIES A-1948, DATED MARCH 15, 1944, UNDER DEPARTMENT CIRCULAR NO. 736

Securities Surrendered	Accrued interest to be credited on securities surrendered	Accrued interest to be charged on notes issued	Net Amount to be paid to subscriber	Net amount to be col- lected from subscriber
Exchange as of March 15, 1944				
1% Treasury Notes, Series B-1944.....	-----	-----	-----	-----
3¼% FFMC Bonds of 1944-64 in coupon form.....	-----	-----	-----	-----
3¼% FFMC Bonds of 1944-64 in registered form.....	\$16.25	-----	\$16.25	-----
1% RFC Notes, Series W.....	4.15301	-----	4.15301	-----
¾% Treasury Notes, Series A-1944.....	1.86475	-----	1.86475	-----
Exchange as of April 15, 1944				
3¼% Treasury Bonds of 1944-46.....	16.25	\$1.26359	14.98641	-----
Exchange as of May 1, 1944				
3% HOLC Bonds, Series A 1944-52.....	15.00	1.91576	13.08424	-----
Exchange as of May 15, 1944				
3% FFMC Bonds of 1944-49.....	15.00	2.48641	12.51359	-----
Exchange as of June 15, 1944				
¾% Treasury Notes, Series A-1944.....	3.75	3.75	-----	-----

It will be noted that the holder of the securities to be exchanged will be paid or credited with interest at the rate borne by those securities to their respective maturity or redemption dates, except in the case of the RFC Notes and, at the holder's option, the Treasury Notes of Series A-1944.

PRESS STATEMENT

For Release, Morning Papers,
Thursday, March 2, 1944

TREASURY DEPARTMENT Washington

Secretary of the Treasury Morgenthau today announced an exchange offering of securities, through the Federal Reserve banks, open to holders of the following-listed securities:

Description and Title	MATURITY OR CALL DATE	AMOUNT OUTSTANDING (Millions of Dollars)
Treasury Issues:		
1 percent Treasury Notes of Series B-1944	March 15, 1944	515
3 $\frac{1}{4}$ percent Treasury Bonds of 1944-46	April 15, 1944	1,519
3 $\frac{3}{4}$ percent Treasury Notes of Series A-1944	June 15, 1944	416
Federal Farm Mortgage Corporation Issues:		
3 $\frac{1}{4}$ percent FFMC Bonds of 1944-64	March 15, 1944	95
3 percent FFMC Bonds of 1944-49	May 15, 1944	835
Reconstruction Finance Corporation Issue:		
1 percent RFC Notes of Series W	April 15, 1944	571
Home Owners' Loan Corporation Issue:		
3 percent HOLC Bonds, Series A-1944-52	May 1, 1944	779
TOTAL		4,730

The Treasury Bonds of 1944-46 were called last December for redemption on April 15. The Federal Farm Mortgage Corporation is today announcing the call of its two issues listed above for redemption on their next interest payment dates, and the Home Owners' Loan Corporation is announcing the call for redemption on May 1 of its Series A-1944-52 Bonds.

Holders of any of the seven issues enumerated, other than commercial banks, will be given an opportunity to exchange all or any part of their called or maturing securities for additional amounts of 2 $\frac{1}{2}$ percent Treasury Bonds of 1965-70 and 2 $\frac{1}{4}$ percent Treasury Bonds of 1956-59, both dated February 1, 1944, in amounts or multiples of \$500, or for a new Treasury Note to be dated March 15, 1944, in amounts or multiples of \$1,000, with adjustments of accrued interest. Commercial banks will be permitted to exchange their own holdings for the new notes, but not for the bonds, which are restricted as to commercial bank holdings.

The Treasury Bonds of 1965-70 and the Treasury Bonds of 1956-59 now offered in exchange for the called and maturing securities listed above constitute additional issues of the bonds recently sold during the Fourth War Loan Drive. They are dated February 1, 1944, and bear interest from that date at the rate of 2 $\frac{1}{2}$ percent and 2 $\frac{1}{4}$ percent per annum, respectively, payable on a semiannual basis on September 15, 1944, and thereafter on March 15 and September 15 in each year until the principal amounts become payable. Both are issued in two forms, bearer bonds with interest coupons attached, and bonds registered as to principal and interest. Both forms are issued in denominations of \$500, \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000. The 2 $\frac{1}{2}$ percent Treasury Bonds of 1965-70 will mature March 15, 1970, but may be redeemed at the option of the United States on and after March 15, 1965. The 2 $\frac{1}{4}$ percent Treasury Bonds of 1956-59 will mature September 15, 1959, but may be redeemed at the option of the United States on and after September 15, 1956.

The Treasury Notes of Series A-1948 will be dated March 15, 1944, and will bear interest from that date at the rate of 1 $\frac{1}{2}$ percent per annum, payable semiannually on September 15, 1944, and

thereafter on March 15 and September 15 in each year until they mature on September 15, 1948. They will not be subject to call for redemption prior to maturity. They will be issued in bearer form only, with interest coupons attached, in denominations of \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000.

Pursuant to the provisions of the Public Debt Act of 1941, interest upon the bonds and notes now offered shall not have any exemption, as such, under Federal tax acts now or hereafter enacted. The full provisions relating to taxability are set forth in the official circulars released today.

Subscriptions will be received at the Federal Reserve banks and branches and at the Treasury Department, Washington. Banking institutions generally may submit subscriptions for account of customers, but only the Federal Reserve banks and the Treasury are authorized to act as official agencies. Subject to the usual reservations, all subscriptions will be allotted in full. All subscriptions should be accompanied by the securities to be exchanged and appropriate remittance in any case where the table of interest adjustments at the end of the offering circular shows that an amount is to be collected from the subscriber.

In the case of Treasury Notes of Series B-1944, the 3 1/4 percent FFMC Bonds, and the RFC Notes, interest adjustments will be made as of March 15. In the case of the Treasury Bonds of 1944-46, the HOLC Bonds and the 3 percent FFMC Bonds, adjustments will be made as of their respective due dates. Holders of the Treasury Notes of Series A-1944 are given the option of having interest adjusted as of March 15 or June 15. The basis on which the securities comprising these seven issues may be presented and accepted, and the new securities obtained, are specifically set forth in the official circulars.

In determining the amount of interest received upon the securities exchanged, and the exemption to which such interest is entitled, for Federal income tax purposes, the full amount which is allowed as interest on the securities surrendered in the exchange will be regarded as such to the extent that it accrued to the holder making the exchange, and not as a capital recovery; similarly the amount of interest charged the subscriber on the new securities issued will be regarded as an investment of capital, and therefore upon subsequent recovery of such amount (i.e., upon payment of interest to him on the securities or upon sale or other disposition by him of the securities) as a return of capital and not as interest income.

Monthly reports are prepared by the Federal Reserve Bank of New York, New York, Office for December 31, 1944, June 30, 1944, and October 31, 1944, which show the earnings and expense items for the periods covered by these reports. For the calendar year 1944, because of the rapid growth in deposits in banks in this district during recent years, all banks with average deposits of less than \$100,000 were placed in a single group, while banks with average deposits of \$100,000 and over were divided into two groups.

There was a substantial increase in Government securities holdings in member banks in all size groups during 1944, and since the reduction in holdings mentioned in large part was not made for making loans, the average rate of return on securities during the year was smaller than in the preceding year. Due to the expansion in earning assets and the extent of recovering in assets previously charged off over loans, net profits after taxes were higher than in 1943. While the average rate of return on loans in all groups of banks, it was most pronounced in the case of banks having deposits in excess of \$2,000,000.

As in former years, the value of paid-up bank shares has increased in 1944, and the Federal Reserve Bank of New York, New York, Office has reported that the operations of the banks in this district are satisfactory.

We trust that this information will be interesting and valuable to you.

Very truly yours,
Federal Reserve Bank of New York
New York, New York