

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Dallas, Texas, May 4, 1945

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

There are enclosed several copies of a booklet describing briefly the issues of Government securities to be offered during the Seventh War Loan Drive and containing a table for ready reference in computing accrued interest on the marketable securities offered. The booklet is not intended for general distribution but rather for reference purposes by officers and employees of banks during discussions with prospective purchasers.

A limited supply of the booklet is available for this purpose and additional copies will be forwarded from this bank upon request.

Yours very truly,

R. R. GILBERT

President



Seventh War Loan Securities



MAY 14 TO JUNE 30, 1945

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WAR FINANCE DIVISION

SEVENTH WAR LOAN INFORMATION

NATIONAL QUOTAS: The national quota in the 7th War Loan is \$7 billion for individuals, of which \$4 billion is expected from the sale of Series E bonds, and \$7 billion from other non-banking investors. The drive for individuals will extend from May 14 to June 30. However, an intensification of activities in the sale of Series E bonds through the Payroll Savings Plan will begin on April 9. All Series E, F and G Savings Bonds and Series C Savings Notes processed through the Federal Reserve Banks between April 9 and July 7 will be credited to the Drive. The campaign to sell to individuals will be supplemented starting June 18, with an intensive campaign to solicit subscriptions from all other non-banking investors for the 2¼% and 2½% marketable bonds and the Certificates of Indebtedness. Up to June 18, only sales to individuals will be reported.

ALLOCATIONS: As in previous War Loans, large business organizations may allocate credit for their company purchases to branches in any county or community for inclusion in local quotas. The requests must be made at the time of the original purchase on Federal Reserve forms provided for that purpose. Subscriptions from insurance companies will be credited only to the state in which the company has its home office.

To avoid unnecessary transfers of funds from one locality to another, the Treasury again urges that all subscriptions by corporations and firms be entered and paid for through the banking institutions where funds are located. This request is made to prevent disturbance to the money market and the banking situation.

BANK LOANS: In order to help in achieving its objective of selling as many securities as possible outside the banking system, the Treasury again requests the cooperation of all banking institutions in declining to make speculative loans for the purchase of government securities, and in declining to accept subscriptions from customers which appear to be entered for speculative purposes. The acquisition of outstanding securities by banks on the understanding that a substantially like amount of the new securities will be subscribed for through such banks, thus enabling them to expand their war loan deposit balances is regarded as an improper practice by the Treasury. Banking institutions are requested not to make such purchases nor to make loans for the purpose of acquiring the drive securities later for their own account. The Treasury is in favor of the banks making loans to facilitate permanent investment in government securities provided such loans are made in accord with the joint statement issued by the National and State Supervisory Authorities on November 23, 1942, which states that "Such loans will not be subject to criticism, but should be on a short term or amortization basis, fully repayable within periods not exceeding six months."

DEFERRED PAYMENTS: Life insurance companies, savings institutions, and states, municipalities, political subdivisions and similar public corporations, and agencies thereof, will be permitted to make deferred payments, at par and accrued interest, for the 2¼% and 2½% marketable bonds allotted to them, up to August 31, 1945.

TRADING RESTRICTIONS: The Treasury requests that there be no trading in the new marketable securities and no purchase of such securities other than on direct subscription until after the closing of the drive on June 30.

The Treasury also requests that all non-banking investors refrain from selling securities heretofore acquired to obtain funds to subscribe for the securities offered in the Seventh War Loan Drive. However, this request is not intended to preclude normal portfolio adjustments.

Registration of United States Government Securities

SUGGESTIONS

Due to the tremendous volume of subscriptions for bonds which will be received during the Seventh War Loan Drive, it is essential that everyone concerned lend his support to the attempt to eliminate all possible errors and thereby minimize delays in the delivery of purchaser's bonds. Attention to the following will be appreciated:

Some of the issues are similar in name but no confusion will result if they are described as follows:

1. "Series E War Bonds"
2. "Series F Savings Bonds"
3. "Series G Savings Bonds"
4. "2½% Treasury Bonds"
5. "2¼% Treasury Bonds"
6. "1½% Treasury Bonds"
7. "¾% Certificates"
8. "Series C Savings Notes"

Of the above named issues, the first three are issued in registered form only and registration instructions must therefore be given. Be sure that a correct post office address is obtained. The purchaser of any of these three may, if he so desires, name either (but not both) a co-owner or a beneficiary. Note: Since both Series G Savings Bonds and 2½% Treasury Bonds are current interest bonds at the rate of 2½% but are otherwise very different in terms, great care should be taken to avoid confusion.

The three issues of "Treasury Bonds" are available in either registered or bearer form. If the former is desired, registration instructions should be given.

The "¾% Certificates" are available in bearer form only. The "Series C Savings Notes" are inscribed in the name of the owner.

Subscriptions should be forwarded promptly, for delay in the receipt of orders for savings bonds or savings notes may result in incorrect dating, while a delay in the receipt of orders for Treasury Bonds, or Certificates may result in a charge for additional interest or a refusal of acceptance of the order.

Normally, deliveries will be made by mail to the address of the purchaser and this is the preferable method but other means can be used if desired and clearly stated.

TAX STATUS

The income on all Seventh War Loan issues is subject to all Federal taxes, and the securities are subject to estate, inheritance, gift or other excise taxes, Federal or State, but are exempt from all taxation imposed on the principal or interest by any State or local taxing authority.

2½ Percent Treasury Bonds of 1967-72

Dated June 1, 1945—Due June 15, 1972.

Interest payable December 15 and June 15.

Price: Par and accrued interest.

Interest: 2½%

PRINCIPAL FEATURES:

1. **DENOMINATIONS:** \$500, \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000.
2. **FORM OF ISSUE:** Bearer bonds with interest coupons attached, and bonds registered as to principal and interest. Interchangeable.
3. **REDEMPTION:** Non-callable until June 15, 1967 then and thereafter at par and accrued interest, on any interest date, at the option of the United States, on four months' notice.
4. **SPECIAL FEATURE:** Upon death of owner, these bonds may be redeemed, at the option of the duly constituted representatives of the deceased owner's estate, at par and accrued interest, for the purpose of satisfying Federal estate taxes.
5. **COLLATERAL:** These bonds can be used as collateral for loans.
6. **MARKETABILITY:** These bonds will be readily marketable on and after July 2, 1945, except as provided in the next paragraph.
7. **WHO MAY BUY:** All investors except commercial banks accepting demand deposits which may not hold them for their own account until within 10 years of their maturity date.
8. **WHERE TO SUBSCRIBE:** Federal Reserve Banks and branches and at the Treasury Department, Washington. Banking institutions may submit subscriptions for the account of customers.
9. **AMOUNT INVESTOR MAY BUY:** No limit.
10. **SUBSCRIPTION PRICE:** The subscription price is par and accrued interest from June 1, 1945. One day's accrued interest is \$0.068 per \$1,000, and a computation of interest table appears on Page 16. Life insurance companies, savings institutions, and state and local governments and political subdivisions thereof are permitted to make deferred payment at par and accrued interest, for the 2¼% and 2½% bonds allotted to them, up to August 31, 1945.

Since the above description is only a summarization, reference is made to the official circular for detailed information.

2¼ Percent Treasury Bonds of 1959-62

Dated June 1, 1945—Due June 15, 1962.

Interest payable December 15 and June 15.

Price: Par and accrued interest.

Interest: 2¼%

PRINCIPAL FEATURES:

1. **DENOMINATIONS:** \$500, \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000.
2. **FORM OF ISSUE:** Bearer bonds with interest coupons attached, and bonds registered as to principal and interest. Interchangeable.
3. **REDEMPTION:** Non-callable until June 15, 1959 then and thereafter at par and accrued interest, on any interest date, at option of the United States, on four months' notice.
4. **SPECIAL FEATURE:** Upon death of owner, these bonds may be redeemed, at the option of the duly constituted representatives of the deceased owner's estate, at par and accrued interest, for the purpose of satisfying Federal estate taxes.
5. **COLLATERAL:** These bonds can be used as collateral for loans.
6. **MARKETABILITY:** These bonds will be readily marketable on and after July 2, 1945, except as provided in the next paragraph.
7. **WHO MAY BUY:** All investors except commercial banks accepting demand deposits which may not hold them for their own account until within 10 years of their maturity date.
8. **WHERE TO SUBSCRIBE:** Federal Reserve Banks and branches and at the Treasury Department, Washington. Banking institutions may submit subscriptions for the account of customers.
9. **AMOUNT INVESTORS MAY BUY:** No limit.
10. **SUBSCRIPTION PRICE:** The subscription price is par and accrued interest from June 1, 1945. One day's accrued interest is \$0.061 per \$1,000, and a computation of interest table appears on Page 16. Life insurance companies, savings institutions, and state and local governments and political subdivisions thereof are permitted to make deferred payment at par and accrued interest, for the 2¼% and 2½% bonds allotted to them, up to August 31, 1945.

Since the above description is only a summarization, reference is made to the official circular for detailed information.

1½ Percent Treasury Bonds of 1950

Dated June 1, 1945—Due December 15, 1950.

Interest payable December 15 and June 15.

Price: Par and accrued interest.

Interest: 1½%

PRINCIPAL FEATURES:

1. **DENOMINATIONS:** \$500, \$1,000, \$5,000, \$10,000, \$100,000, and \$1,000,000.
2. **FORM OF ISSUE:** Bearer bonds, with interest coupons attached, and bonds registered as to principal and interest. Interchangeable.
3. **REDEMPTION:** Not subject to call for redemption prior to maturity.
4. **COLLATERAL:** These bonds can be used as collateral for loans.
5. **MARKETABILITY:** These bonds will be readily marketable on and after July 2, 1945.
6. **WHO MAY BUY:** Available on subscription to individuals only, except that commercial banks accepting demand deposits may subscribe from June 18 through June 30 for their own account to a limited extent as provided in the offering circular. Individuals are defined for this purpose as, including partnerships (other than dealers and brokers) and personal trust accounts.
7. **WHERE TO SUBSCRIBE:** Federal Reserve Banks and branches and at the Treasury Department, Washington. Banking institutions may submit subscriptions for the account of customers.
8. **AMOUNT INVESTOR MAY BUY:** There is no limit except for commercial banks accepting demand deposits.
9. **SUBSCRIPTION PRICE:** Par and accrued interest from June 1, 1945. Accrued interest on subscriptions for \$500 and \$1,000 received during the drive is waived. One day's accrued interest is \$0.041 per \$1,000, and a computation of interest table appears on Page 16.

Since the above description is only a summarization, reference is made to the official circular for detailed information.

7/8 Percent Treasury Certificates of Indebtedness of Series E-1946

Dated and bearing interest from June 1, 1945.

Due June 1, 1946.

Price: Par and accrued interest.

Interest: 7/8%

PRINCIPAL FEATURES:

1. **DENOMINATIONS:** \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000.
2. **BEARER FORM:** Certificates will be issued in bearer form only, with two coupons attached.
3. **REDEMPTION:** Not subject to call for redemption prior to maturity.
4. **COLLATERAL:** These certificates can be used as collateral for loans.
5. **MARKETABILITY:** These certificates will be readily marketable on and after July 2, 1945.
6. **WHO MAY BUY:** Investors of all classes except that commercial banks accepting demand deposits may subscribe from June 18 through June 30 for their own account to a limited extent as provided in the offering circular.
7. **WHERE TO SUBSCRIBE:** Federal Reserve Banks and branches and at the Treasury Department, Washington. Banking institutions may submit subscriptions for the account of customers.
8. **AMOUNT INVESTOR MAY BUY:** There is no limit except for commercial banks accepting demand deposits.
9. **SUBSCRIPTION PRICE:** The subscription price is par and accrued interest from June 1, 1945. One day's accrued interest is \$0.024 per \$1,000, and a computation of interest table appears on page 16.

Since the above description is only a summarization, reference is made to the official circular for detailed information.

United States War Savings Bonds Series E

Dated the first day of the month in which payment is received by an authorized issuing agent.

Due 10 years from issue date.

Price: 75% of maturity value.

Yield: About 2.9% compounded semi-annually if held to maturity.

PRINCIPAL FEATURES:

1. DENOMINATIONS: (maturity value)

\$25	\$50	\$100	\$500	\$1,000
Corresponding issue (cost) value				
\$18.75	\$37.50	\$75	\$375	\$750

2. **REGISTRATION:** Issued in registered form only, not transferable. May be registered in the name of one individual, in the names of two (but not more than two) individuals as co-owners, or in the name of one individual payable on death to one other designated individual.

3. **REDEMPTION:** Non-callable prior to maturity. At the option of the owner, however, they may be redeemed at any time after 60 days from the issue date without advance notice at values shown in the table on the opposite page.

4. **COLLATERAL:** These bonds may not be used as collateral.

5. **MARKETABILITY:** They cannot be sold, but, as stated in paragraph 3 above, can be converted into cash, at any financial institution which has qualified as a paying agent, or at any Federal Reserve Bank, or Branch, or at the Treasury Department.

6. **WHO MAY BUY:** Individuals only.

7. **WHERE TO BUY:** The bonds are continuously available for purchase at most commercial and savings banks, savings and loan associations, post offices, and at other qualified agencies, including many retail stores, theatres and radio stations, or at any Federal Reserve Bank or branch or at the Treasury Department, Washington. Purchase applications must be accompanied by payment of the purchase price in full.

8. **LIMIT OF OWNERSHIP:** There is a limit of \$5,000 maturity value, or \$3,750 cost price, for each calendar year, of bonds originally issued during that year to and held by any one person, including bonds issued to that person individually, or to him with another as co-owner. However, in computing holdings, bonds issued to co-owners may be applied to either or apportioned between them.

9. **INTEREST PAYMENTS:** None. Interest accrues by virtue of increases in redemption value after the first year and at the end of each half-year period thereafter until redemption or maturity. These bonds become increasingly valuable as investments the longer they are held.

Since the above description is only a summarization, reference is made to the official circular for detailed information.

United States War Savings Bonds Series E

TABLE OF REDEMPTION VALUES AND INVESTMENT YIELDS

Yields are expressed in terms of rate per cent per annum, compounded semiannually.

Reference is made to the official circular for examples of other denominations.

Maturity Value..... Issue Price.....	\$25.00 \$18.75	\$50.00 \$37.50	\$100.00 \$ 75.00	Approximate investment yield on pur- chase price from issue date to be- ginning of each half- year period.
Period after issue date	Redemption values during each half-year period			Percent
First 1/2 year.....	\$18.75	\$37.50	\$75.00	0.00
1/2 to 1 year.....	18.75	37.50	75.00	.00
1 to 1 1/2 years.....	18.87	37.75	75.50	.67
1 1/2 to 2 years.....	19.00	38.00	76.00	.88
2 to 2 1/2 years.....	19.12	38.25	76.50	.99
2 1/2 to 3 years.....	19.25	38.50	77.00	1.06
3 to 3 1/2 years.....	19.50	39.00	78.00	1.31
3 1/2 to 4 years.....	19.75	39.50	79.00	1.49
4 to 4 1/2 years.....	20.00	40.00	80.00	1.62
4 1/2 to 5 years.....	20.25	40.50	81.00	1.72
5 to 5 1/2 years.....	20.50	41.00	82.00	1.79
5 1/2 to 6 years.....	20.75	41.50	83.00	1.85
6 to 6 1/2 years.....	21.00	42.00	84.00	1.90
6 1/2 to 7 years.....	21.50	43.00	86.00	2.12
7 to 7 1/2 years.....	22.00	44.00	88.00	2.30
7 1/2 to 8 years.....	22.50	45.00	90.00	2.45
8 to 8 1/2 years.....	23.00	46.00	92.00	2.57
8 1/2 to 9 years.....	23.50	47.00	94.00	2.67
9 to 9 1/2 years.....	24.00	48.00	96.00	2.76
9 1/2 to 10 years.....	24.50	49.00	98.00	2.84
MATURITY VALUE (10 Years from issue date).....	\$25.00	\$50.00	\$100.00	2.90

Series E bonds are particularly suitable for those desiring deferred income (for income tax purposes increment in value may be reported currently or deferred), for gifts, or for accumulating funds for the education of children, buying a home, or a farm or setting up a business in the post-war period.

United States Savings Bonds Series F

Dated the first day of the month in which payment is received by a Federal Reserve Bank or Branch or the Treasury.

Due 12 years from issue date.

Price: 74% of maturity value.

Yield: About 2.53% compounded semi-annually, if held to maturity.

PRINCIPAL FEATURES:

- DENOMINATIONS:** (maturity value)

\$25	\$100	\$500	\$1,000	\$5,000	\$10,000
Corresponding issue (cost) value					
\$18.50	\$74	\$370	\$740	\$3,700	\$7,400
- REGISTRATION:** Issued in registered form only, not transferable. May be registered in the name of one individual, in the names of two (but not more than two) individuals as co-owners, in the name of one individual payable on death to one other designated individual, in the name of a fiduciary, the owner or custodian of public funds, or any incorporated or unincorporated body.
- REDEMPTION:** These bonds cannot be called before maturity. At the option of the owner, however, they may be redeemed on the first day of any calendar month after six months from the issue date, upon one month's written notice at values shown in the table on the opposite page.
- COLLATERAL:** These bonds may not be used as collateral.
- MARKETABILITY:** They cannot be sold, but, as stated in paragraph 3 above, can be converted into cash, at any Federal Reserve Bank, or Branch, or at the Treasury Department.
- WHO MAY BUY:** Anyone (see paragraph 2) except that commercial banks accepting demand deposits may purchase and hold Series F bonds only to such extent and under such conditions as provided in official circulars governing the offering of these and other Treasury securities.
- WHERE TO SUBSCRIBE:** The bonds are continuously on sale at the Federal Reserve Banks and Branches and at the Treasury Department. Banks and other sales agencies may forward applications for customers. All applications must be accompanied by payment in full of the issue price.
- AMOUNT INVESTOR MAY HOLD:** No owner may at any time hold more than \$100,000 (issue price) of Series G and Series F bonds in the aggregate originally issued to him, alone or with a co-owner, in any one calendar year.
- INTEREST PAYMENTS:** None. Interest accrues by virtue of increases in redemption value after the first year and at the end of each half-year period thereafter until redemption or maturity. These bonds become increasingly valuable as investments the longer they are held.

Since the above description is only a summarization, reference is made to the official circular for detailed information.

United States Savings Bonds Series F

TABLE OF REDEMPTION VALUES AND INVESTMENT YIELDS

Yields are expressed in terms of rate per cent per annum, compounded semiannually.

Reference is made to the official circular for examples of other denominations.

Maturity Value..... Issue Price.....	\$25.00	\$100.00	\$500.00	Approximate investment yield on pur- chase price from issue date to be- ginning of each half- year period
Period after issue date	Redemption values during each half-year period			Percent
First 1/2 year.....	Not redeemable.....			
1/2 to 1 year.....	\$18.50	\$74.00	\$370.00	0.00
1 to 1 1/2 years.....	18.55	74.20	371.00	.27
1 1/2 to 2 years.....	18.62	74.50	372.50	.45
2 to 2 1/2 years.....	18.72	74.90	374.50	.61
2 1/2 to 3 years.....	18.85	75.40	377.00	.75
3 to 3 1/2 years.....	19.00	76.00	380.00	.89
3 1/2 to 4 years.....	19.17	76.70	383.50	1.03
4 to 4 1/2 years.....	19.40	77.60	388.00	1.19
4 1/2 to 5 years.....	19.65	78.60	393.00	1.34
5 to 5 1/2 years.....	19.92	79.70	398.50	1.49
5 1/2 to 6 years.....	20.22	80.90	404.50	1.63
6 to 6 1/2 years.....	20.55	82.20	411.00	1.76
6 1/2 to 7 years.....	20.87	83.50	417.50	1.87
7 to 7 1/2 years.....	21.20	84.80	424.00	1.96
7 1/2 to 8 years.....	21.52	86.10	430.50	2.03
8 to 8 1/2 years.....	21.85	87.40	437.00	2.09
8 1/2 to 9 years.....	22.17	88.70	443.50	2.14
9 to 9 1/2 years.....	22.50	90.00	450.00	2.19
9 1/2 to 10 years.....	22.85	91.40	457.00	2.24
10 to 10 1/2 years..	23.22	92.90	464.50	2.29
10 1/2 to 11 years..	23.62	94.50	472.50	2.34
11 to 11 1/2 years..	24.05	96.20	481.00	2.40
11 1/2 to 12 years..	24.50	98.00	490.00	2.46
MATURITY VALUE (12 Years from issue date).....	\$25.00	\$100.00	\$500.00	2.53

Series F Bonds may be bought by individuals for the same purposes as Series E Bonds inasmuch as they are both appreciation bonds. They also are suitable investments for churches, fraternal organizations, labor unions, state and local governments, corporations and small businesses, which desire a steady, medium term security, not subject to market fluctuations. The appreciation in Series F bonds may, at the option of the holder, be treated either as current or deferred income in making income tax returns, and this feature may be advantageous to many buyers.

United States Savings Bonds Series G

Dated first day of the month in which payment is received by a Federal Reserve Bank or Branch or the Treasury.

Due 12 years from issue date.

Price: 100%

Yield: 2.50% if held to maturity

Interest payable semi-annually by Treasury check.

PRINCIPAL FEATURES:

1. **DENOMINATIONS:** \$100, \$500, \$1,000, \$5,000 and \$10,000.
2. **REGISTRATION:** Issued in registered form only, not transferable. May be registered in the name of one individual, in the names of two (but not more than two) individuals as co-owners, in the name of one individual payable on death to one other designated individual, in the name of a fiduciary, the owner or custodian of public funds, or any incorporated or unincorporated body.
3. **REDEMPTION:** These bonds cannot be called before maturity. At the option of the owner, however, they may be redeemed on the first day of any calendar month after six months from the issue date, upon one month's written notice, at values shown in the table on the opposite page.
4. **SPECIAL FEATURE:** Upon the death of the owner, or co-owner, if a natural person, or if held by a trustee or other fiduciary, upon the death of any person which results in the termination of the trust, Series G bonds may be redeemed at par, if notice of intention to redeem at par is given in time to be received within six months after the date of death. If the trust is terminated only in part, redemption at par will be made only to the extent of the pro rata portion of the trust so terminated, to the next lower multiple of \$100.
5. **COLLATERAL:** These bonds may not be used as collateral.
6. **MARKETABILITY:** These bonds cannot be sold, but as stated in paragraph 3 above, can be converted into cash, at any Federal Reserve Bank, or Branch, or at the Treasury Department.
7. **WHO MAY BUY:** Anyone (see paragraph 2) except that commercial banks accepting demand deposits may purchase and hold Series G bonds only to such extent and under such conditions as provided in official circulars governing the offering of these and other Treasury securities.
8. **WHERE TO SUBSCRIBE:** The bonds are continuously on sale at the Federal Reserve Banks and Branches and at the Treasury Department. Banks and other sales agencies may forward applications for customers. All applications must be accompanied by payment in full of the issue price.
9. **AMOUNT INVESTOR MAY HOLD:** No owner may at any time hold more than \$100,000 (issue price) of Series G and Series F bonds in the aggregate originally issued to him, alone or with a co-owner in any one calendar year.

Since the above description is only a summarization, reference is made to the official circular for detailed information.

United States Savings Bonds Series G

Current income bonds, issued at par. Interest at 2½% per annum payable semi-annually by Treasury check mailed to the owner.

If redeemed prior to maturity, the yield is less than 2½% as shown in the following table. Yields are expressed in terms of rate percent per annum and take into account the interest received in semi-annual payment prior to redemption.

Reference is made to the official circular for examples of other denominations.

Maturity Value.....	\$100.00	\$500.00	\$1,000	Approximate investment yield on purchase price from issue date to beginning of each half-year period.
Issue Price.....	\$100.00	\$500.00	\$1,000	
Period after issue date	Redemption values during each half-year period			
				Percent
First ½ year.....	Not redeemable.....			
½ to 1 year.....	\$98.80	\$494.00	\$988	0.10
1 to 1½ years.....	97.80	489.00	978	.30
1½ to 2 years.....	96.90	484.50	969	.44
2 to 2½ years.....	96.20	481.00	962	.61
2½ to 3 years.....	95.60	478.00	956	.75
3 to 3½ years.....	95.10	475.50	951	.88
3½ to 4 years.....	94.80	474.00	948	1.04
4 to 4½ years.....	94.70	473.50	947	1.20
4½ to 5 years.....	94.70	473.50	947	1.35
5 to 5½ years.....	94.90	474.50	949	1.51
5½ to 6 years.....	95.20	476.00	952	1.66
6 to 6½ years.....	95.50	477.50	955	1.79
6½ to 7 years.....	95.80	479.00	958	1.89
7 to 7½ years.....	96.10	480.50	961	1.98
7½ to 8 years.....	96.40	482.00	964	2.05
8 to 8½ years.....	96.70	483.50	967	2.12
8½ to 9 years.....	97.00	485.00	970	2.18
9 to 9½ years.....	97.30	486.50	973	2.23
9½ to 10 years.....	97.60	488.00	976	2.27
10 to 10½ years..	97.90	489.50	979	2.31
10½ to 11 years..	98.20	491.00	982	2.35
11 to 11½ years..	98.60	493.00	986	2.39
11½ to 12 years..	99.20	496.00	992	2.44
MATURITY VALUE (12 Years from issue date).....	\$100.00	\$500.00	\$1,000	2.50

Series G bonds are an ideal investment for estates, trusts and other fiduciaries, and for organizations, elderly persons and others desiring current income.

TREASURY SAVINGS NOTES SERIES C

Dated first day of month in which paid for.

Due 3 years from issue date.

Acceptable at par and accrued interest in payment of Federal income, estate, and gift taxes during and after second calendar month after month of purchase. Redeemable for cash before maturity, as shown below.

Price: 100%

Yield: 1.07% if held to maturity.

PRINCIPAL FEATURES:

1. **DENOMINATIONS:** \$100, \$500, \$1,000, \$5,000, \$10,000, \$100,000, \$500,000, \$1,000,000.
2. **REGISTRATION:** Each note will be inscribed in the name of a single owner.
3. **REDEMPTION:** These notes cannot be called before maturity. At the option of the owner, however, they may be redeemed at any time during and after the sixth calendar month after the month of issue, without advance notice, for cash at par and accrued interest, except that notes inscribed in the name of a bank that accepts demand deposits are redeemable at par only.
4. **COLLATERAL:** These notes can be used as collateral for loans from banking institutions only. If a bank acquired a note through the failure of a loan to be paid, the note may be redeemed by the bank at any time at par plus accrued interest to the month in which the note is acquired.
5. **ACCEPTABLE FOR TAXES:** Notes may be presented by the owner (including a bank that accepts demand deposits) for Federal income, estate and gift taxes at par and accrued interest during and after the second calendar month after the month of purchase.
6. **WHO MAY BUY:** Individuals, banks, other corporations, public bodies, trusts, etc. (Note: The notes may not be inscribed in names of joint owners or co-owners, and notes inscribed in name of partnership may not be used in payment of Federal taxes.)
7. **WHERE TO BUY:** The notes are continuously available for purchase at 100% at any Federal Reserve Bank, or Branch, or at the Treasury Department. Banks and other sales agencies may forward applications for customers. Purchase applications must be accompanied by payment of the purchase price in full.
8. **AMOUNT INVESTOR MAY BUY:** Unlimited.
9. **INTEREST:** Interest accrues each month after month of issue on a graduated scale as shown in the table on the opposite page.

Since the above description is only a summarization, reference is made to the official circular for detailed information.

Treasury Savings Notes, Series C

TABLE OF TAX-PAYMENT OR REDEMPTION VALUES AND INVESTMENT YIELDS

Reference is made to the official circular for examples of other denominations.

Par value (issue price during month of issue)	\$1,000. \$5,000.		Approximate investment yield on par amount from issue date to beginning of each monthly period thereafter.
Amount of interest accrual each month after month of issue	Tax-Payment or Redemption values during each monthly period after month of issue*		
Interest accrues at rate of \$0.50 per month per \$1,000 par amount			
First month.....	\$1,000.50	\$5,002.50	.60
Second month.....	1,001.00	5,005.00	.60
Third month.....	1,001.50	5,007.50	.60
Fourth month.....	1,002.00	5,010.00	.60
Fifth month.....	1,002.50	5,012.50	.60
Sixth month.....	1,003.00	5,015.00	.60
Interest accrues at rate of \$0.80 per month per \$1,000 par amount			
Seventh month.....	1,003.80	5,019.00	.65
Eighth month.....	1,004.60	5,023.00	.69
Ninth month.....	1,005.40	5,027.00	.72
Tenth month.....	1,006.20	5,031.00	.74
Eleven months.....	1,007.00	5,035.00	.76
Twelfth month.....	1,007.80	5,039.00	.78
Interest accrues at rate of \$0.90 per month per \$1,000 par amount			
Thirteenth month.....	1,008.70	5,043.50	.80
Fourteenth month.....	1,009.60	5,048.00	.82
Fifteenth month.....	1,010.50	5,052.50	.84
Sixteenth month.....	1,011.40	5,057.00	.85
Seventeenth month.....	1,012.30	5,061.50	.86
Eighteenth month.....	1,013.20	5,066.00	.88
Interest accrues at rate of \$1.00 per month per \$1,000 par amount			
Nineteenth month.....	1,014.20	5,071.00	.89
Twentieth month.....	1,015.20	5,076.00	.91
Twenty-first month.....	1,016.20	5,081.00	.92
Twenty-second month.....	1,017.20	5,086.00	.93
Twenty-third month.....	1,018.20	5,091.00	.94
Twenty-fourth month.....	1,019.20	5,096.00	.95
Interest accrues at rate of \$1.10 per month per \$1,000 par amount			
Twenty-fifth month.....	1,020.30	5,101.50	.97
Twenty-sixth month.....	1,021.40	5,107.00	.98
Twenty-seventh month.....	1,022.50	5,112.50	.99
Twenty-eighth month.....	1,023.60	5,118.00	1.00
Twenty-ninth month.....	1,024.70	5,123.50	1.01
Thirtieth month.....	1,025.80	5,129.00	1.02
Thirty-first month.....	1,026.90	5,134.50	1.03
Thirty-second month.....	1,028.00	5,140.00	1.04
Thirty-third month.....	1,029.10	5,145.50	1.05
Thirty-fourth month.....	1,030.20	5,151.00	1.05
Thirty-fifth month.....	1,031.30	5,156.50	1.06
Thirty-sixth month.....	1,032.40	5,162.00	1.07
(MATURITY)			

*Not acceptable in payment of taxes until during and after the second calendar month after the month of issue, and not redeemable for cash until during and after the sixth calendar month after the month of issue.

COMPUTATION OF INTEREST

Interest from June 1, 1945 will accrue on the 1½%, 2¼% and 2½% Treasury Bonds and the ⅞% Certificates. Accrued interest on subscriptions received during the drive on subscriptions for \$500 and \$1,000 of any of the three Treasury bonds will be waived.

Individuals who subscribe and pay for any of the marketable issues between May 14 and June 1 will be allowed to enter subscriptions at par. After June 1 individuals who enter subscriptions of over \$1,000 for any of the three issues of Treasury Bonds or for any amount of the Certificates will be required to pay par and accrued interest to the date on which payment is received. *Larger subscriptions from all non-bank investors other than individuals must include accrued interest to June 18 or such later date as payment is received.* Interest should be figured to the date on which the funds will be available at a Federal Reserve Bank or Branch, or at the Treasury.

The following table shows the amount of interest payable per \$1,000 on each of the issues from June 2 to June 30.

Date payment received by bank	Number of day's interest	1½% Treasury Bonds of 1950	2¼% Treasury Bonds of 1959-62	2½% Treasury Bonds of 1967-72	⅞% Certificates of Indebtedness
June 2	1	\$0.041	\$0.061	\$0.068	\$0.024
3	Sunday				
4	3	.123	.183	.204	.072
5	4	.164	.244	.272	.096
6	5	.205	.305	.340	.120
7	6	.246	.366	.408	.144
8	7	.287	.427	.476	.168
9	8	.328	.488	.544	.192
10	Sunday				
11	10	.410	.610	.680	.240
12	11	.451	.671	.748	.264
13	12	.492	.732	.816	.288
14	13	.533	.793	.884	.312
15	14	.574	.854	.952	.336
16	15	.615	.915	1.020	.360
17	Sunday				
18	17	.697	1.037	1.156	.408
19	18	.738	1.098	1.224	.432
20	19	.779	1.159	1.292	.456
21	20	.820	1.220	1.360	.480
22	21	.861	1.281	1.428	.504
23	22	.902	1.342	1.496	.528
24	Sunday				
25	24	.984	1.464	1.632	.576
26	25	1.025	1.525	1.700	.600
27	26	1.066	1.586	1.768	.624
28	27	1.107	1.647	1.836	.648
29	28	1.148	1.708	1.904	.672
30	29	1.189	1.769	1.972	.696

No accrued interest is payable by the purchaser of Savings Bonds, Series E, F or G, or Savings Notes, Series C.

Subscriptions should be forwarded promptly, for delay in the receipt of orders may result in incorrect dating, while a delay in the receipt of orders for Treasury Bonds, Notes or Certificates, may result in a charge for additional interest or a refusal to accept the order.