

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Victory Loan
Securities

Dallas, Texas, October 10, 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 Victory 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



Victory Loan Securities



OCTOBER 29—DECEMBER 8, 1945

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WAR FINANCE DIVISION

WFD-41

VICTORY LOAN INFORMATION

WHY THE MONEY IS NEEDED: Secretary of the Treasury Vinson, in his official announcement of the Victory Loan, said: "The present Treasury balance is large but enormous obligations incurred in the achievement of victory, including those for material and munitions already delivered and used, will drain balance quickly and additional funds will be needed early in December. Government expenditures are being drastically reduced and this will continue vigorously. The aftermath of war, however, carries grave responsibilities that must be met. A substantial army and navy must be maintained until order is restored throughout the world. The cost of contract settlements, bringing our forces home, their mustering-out pay, hospitalization, care, and rehabilitation will be great and will require large sums for which we must plan now."

NATIONAL QUOTAS: Major emphasis in the Victory Loan Drive will again be on sales to individuals, for which the national goal is \$4 billion, of which \$2 billion is to come from the sale of Series E bonds. The goal for other nonbank investors is \$7 billion, making a total goal of \$11 billion. Although this will be the last of the big public drives, systematic saving through payroll deduction plans for the purchase of Series E bonds will be continued. The drive for individuals will extend from October 29 through December 8, but all Series E, F and G Savings bonds and Series C Savings notes processed through the Federal Reserve Banks between October 29 and December 31 will be credited to the drive. During the period from December 3 through December 8, subscriptions will be received from other nonbank investors for the Treasury 2 $\frac{1}{4}$'s and 2 $\frac{1}{2}$'s and the Certificates of Indebtedness.

ALLOCATIONS: As in previous drives, large business organizations may allocate statistical credit for their company purchases to branches in any county or community for inclusion in local quotas. The request 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 urges 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 or 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 6 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 $2\frac{1}{4}$ percent and $2\frac{1}{2}$ percent marketable bonds allotted to them, up to February 28, 1946.

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 December 8.

The Treasury also requests that all nonbanking investors refrain from selling securities heretofore acquired to obtain funds to subscribe for the securities offered in the Victory Loan Drive. This request is not intended to preclude normal portfolio adjustments.

BANK INVESTMENT OF TIME DEPOSITS: From December 3 through December 8, commercial banks, which are defined for this purpose as banks accepting demand deposits, will be afforded an opportunity to invest a portion of their time deposits in Series F and G Savings Bonds, the $2\frac{1}{4}$ percent and $2\frac{1}{2}$ percent Treasury Bonds, and the $\frac{7}{8}$ percent certificates offered in the drive under limitations defined in the offering circulars. Securities so acquired by the banks will not be included in the drive nor will they be counted toward any quota.

Commercial banks will not be permitted to own $2\frac{1}{4}$ percent or the $2\frac{1}{2}$ percent marketable bonds offered in the drive until within 10 years of their respective maturity dates, except as provided above.

ROOSEVELT MEMORIAL BOND: A special Series E bond of \$200 denomination, to be issued at \$150, in memory of the late President Franklin Delano Roosevelt, will be available for the first time at the start of the Victory Loan Drive, when it will be on sale at all authorized issuing agencies. This constitutes an additional denomination of Series E bonds, and will have the same terms and attributes as the other denominations.

Registration of United States Government Securities

SUGGESTIONS

Due to the tremendous volume of subscriptions for bonds which will be received during the Victory 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 Bonds"
2. "Series F Savings Bonds"
3. "Series G Savings Bonds"
4. "2½ Percent Treasury Bonds"
5. "2¼ Percent Treasury Bonds"
6. "7/8 Percent Certificates"
7. "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 percent Treasury Bonds are current interest bonds at the rate of 2½ percent but are otherwise very different in terms, great care should be taken to avoid confusion.

The 2¼ percent and 2½ percent Treasury Bonds are available in either registered or bearer form. If registered bonds are desired, registration instructions should be given.

The 7/8 percent 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 Victory 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.

UNITED STATES OF AMERICA

2½ Percent Treasury Bonds of 1967-72

Dated November 15, 1945—Due December 15, 1972.

Interest payable June 15 and December 15.

Price: Par and accrued interest. Interest: 2½ percent.

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:** Noncallable until December 15, 1967 then and thereafter at par and accrued interest, on any interest date, at the option of the United States, on 4 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 December 10, 1945, except as provided in the next paragraph.
7. **WHO MAY BUY:** Anyone, except that commercial banks accepting demand deposits may subscribe for their own account only to such extent and under such conditions as provided in the official circular governing the offering.
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. **SUBSCRIPTION PRICE:** The subscription price is par and accrued interest from November 15, 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 States, municipalities, political subdivisions and similar public corporations and agencies thereof, are permitted to make deferred payment at par and accrued interest, for the 2¼ percent and 2½ percent Treasury Bonds allotted to them, up to February 28, 1946.

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

2 $\frac{1}{4}$ Percent Treasury Bonds of 1959-62

Dated November 15, 1945—Due December 15, 1962.

Interest payable June 15 and December 15.

Price: Par and accrued interest. Interest: 2 $\frac{1}{4}$ percent.

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:** Noncallable until December 15, 1959, then and thereafter at par and accrued interest, on any interest date, at the option of the United States, on 4 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 December 10, 1945, except as provided in the next paragraph.
7. **WHO MAY BUY:** Anyone, except that commercial banks accepting demand deposits may subscribe for their own account only to such extent and under such conditions as provided in the official circular governing the offering.
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. **SUBSCRIPTION PRICE:** The subscription price is par and accrued interest from November 15, 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 States, municipalities, political subdivisions, and similar public corporations and agencies thereof, are permitted to make deferred payment at par and accrued interest, for the 2 $\frac{1}{4}$ percent and 2 $\frac{1}{2}$ percent Treasury Bonds allotted to them, up to February 28, 1946.

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

$\frac{7}{8}$ Percent Treasury Certificates of Indebtedness of Series K-1946

Dated and bearing interest from December 3, 1945.

Due December 1, 1946.

Price: Par and accrued interest. Interest: $\frac{7}{8}$ percent.

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 December 10, 1945.
6. **WHO MAY BUY:** Anyone, except that commercial banks accepting demand deposits may subscribe for their own account only to such extent and under such conditions as provided in the official circular governing the offering.
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.

SUBSCRIPTION PRICE: The subscription price is par and accrued interest from December 3, 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 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 percent of maturity value.

Yield: About 2.9 percent compounded semiannually, held to maturity.

PRINCIPAL FEATURES:

1. **DENOMINATIONS:** (maturity value)
\$25, \$50, \$100, \$200,* \$500, \$1,000.
Corresponding issue (cost) value
\$18.75, \$37.50, \$75, \$150, \$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:** Noncallable 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, theaters, and radio stations, or at any Federal Reserve Bank or Branch or at the Treasury Department, Washington. Purchase application 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.

* \$200 denomination, carrying the likeness and in memory of the late President Franklin Delano Roosevelt, will be available for the first time at the start of the Victory Loan Drive.

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

UNITED STATES SAVINGS BONDS

SERIES E

TABLE OF REDEMPTION VALUES AND INVESTMENT YIELDS

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

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

Maturity Value-- Issue Price-----	\$25.00	\$50.00	\$100.00	Approximate investment yield on purchase price from issue date to beginning of each half- year period	Approximate investment yield on current re- demption value from beginning of each half- year period to maturity
Period after issue date	Redemption values during each half-year period				
	\$18.75	\$37.50	\$75.00		
First ½ year----	18.75	37.50	75.00	0.00	*2.90
¾ to 1 year ----	18.87	37.75	75.50	.00	3.05
1 to 1½ years----	19.00	38.00	76.00	.67	3.15
1½ to 2 years----	19.12	38.25	76.50	.88	3.25
2 to 2½ years--	19.25	38.50	77.00	.99	3.38
2½ to 3 years--	19.50	39.00	78.00	1.06	3.52
3 to 3½ years--	19.75	39.50	79.00	1.31	3.58
3½ to 4 years--	20.00	40.00	80.00	1.49	3.66
4 to 4½ years--	20.25	40.50	81.00	1.62	3.75
4½ to 5 years--	20.50	41.00	82.00	1.72	3.87
5 to 5½ years--	20.75	41.50	83.00	1.79	4.01
5½ to 6 years--	21.00	42.00	84.00	1.85	4.18
6 to 6½ years--	21.50	43.00	86.00	1.90	4.41
6½ to 7 years--	22.00	44.00	88.00	2.12	4.36
7 to 7½ years--	22.50	45.00	90.00	2.30	4.31
7½ to 8 years--	23.00	46.00	92.00	2.45	4.26
8 to 8½ years--	23.50	47.00	94.00	2.57	4.21
8½ to 9 years--	24.00	48.00	96.00	2.67	4.17
9 to 9½ years--	24.50	49.00	98.00	2.76	4.12
9½ to 10 years--	25.00	50.00	100.00	2.84	4.08
MATURITY VALUE (10 years from issue date) ---	\$25.00	\$50.00	\$100.00	2.90	-----

*Approximate investment yield for entire period from issuance to maturity.

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, for self-retirement plans, or for accumulating funds for the education of children, buying a home, or a farm, or setting up a business in the postwar 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 percent of maturity value.

Yield: About 2.53 percent compounded semiannual, 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 6 months from the issue date, upon 1 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 1 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

Is are expressed in terms of rate percent 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 purchase price from issue date to beginning of each half- year period	Approximate investment yield on current re- demption value from beginning of each half- year period to maturity
Period after is- sue date	Redemption values during each half-year period			Percent	Percent
First ½ year....	Not redeemable.....			0.00	*2.53
½ to 1 year.....	\$18.50	\$74.00	\$370.00	.00	2.64
1 to 1½ years....	18.55	74.20	371.00	.27	2.73
1½ to 2 years..	18.62	74.50	372.50	.45	2.82
2 to 2½ years..	18.72	74.90	374.50	.61	2.91
2½ to 3 years..	18.85	75.40	377.00	.75	2.99
3 to 3½ years..	19.00	76.00	380.00	.89	3.07
3½ to 4 years..	19.17	76.70	383.50	1.03	3.15
4 to 4½ years..	19.40	77.60	388.00	1.19	3.20
4½ to 5 years..	19.65	78.60	393.00	1.34	3.24
5 to 5½ years..	19.92	79.70	398.50	1.49	3.27
5½ to 6 years..	20.22	80.90	404.50	1.63	3.29
6 to 6½ years..	20.55	82.20	411.00	1.76	3.29
6½ to 7 years..	20.87	83.50	417.50	1.87	3.31
7 to 7½ years..	21.20	84.80	424.00	1.96	3.32
7½ to 8 years..	21.52	86.10	430.50	2.03	3.35
8 to 8½ years..	21.85	87.40	437.00	2.09	3.40
8½ to 9 years..	22.17	88.70	443.50	2.14	3.46
9 to 9½ years..	22.50	90.00	450.00	2.19	3.54
9½ to 10 years..	22.85	91.40	457.00	2.24	3.63
10 to 10½ years..	23.22	92.90	464.50	2.29	3.72
10½ to 11 years..	23.62	94.50	472.50	2.34	3.81
11 to 11½ years..	24.05	96.20	481.00	2.40	3.91
11½ to 12 years..	24.50	98.00	490.00	2.46	4.08
MATURITY VALUE (12 years from issue date).....	\$25.00	\$100.00	\$500.00	2.53	-----

*Approximate investment yield for entire period from issuance to maturity.

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 percent. Yield: 2.50 percent if held to maturity
Interest payable semiannually 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 6 months from the issue date, upon 1 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 6 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 1 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 percent per annum, payable semiannually by Treasury check mailed to the owner.

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

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

Maturity Value.. Issue Price.....	\$100.00	\$500.00	\$1,000	Approximate investment yield on purchase price from issue date to beginning of each half- year period	Approximate investment yield on current re- demption value from beginning of each half- year period to maturity
Period after issue date	Redemption values during each half-year period			Percent	Percent
First ½ year.....	Not redeemable.....				*2.50
½ to 1 year.....	\$98.80	\$494.00	\$988	0.10	2.62
1 to 1½ years.....	97.80	489.00	978	.30	2.73
1½ to 2 years.....	96.90	484.50	969	.44	2.84
2 to 2½ years.....	96.20	481.00	962	.61	2.94
2½ to 3 years.....	95.60	478.00	956	.75	3.04
3 to 3½ years.....	95.10	475.50	951	.88	3.13
3½ to 4 years.....	94.80	474.00	948	1.04	3.20
4 to 4½ years.....	94.70	473.50	947	1.20	3.26
4½ to 5 years.....	94.70	473.50	947	1.35	3.30
5 to 5½ years.....	94.90	474.50	949	1.51	3.32
5½ to 6 years.....	95.20	476.00	952	1.66	3.33
6 to 6½ years.....	95.50	477.50	955	1.79	3.33
6½ to 7 years.....	95.80	479.00	958	1.89	3.34
7 to 7½ years.....	96.10	480.50	961	1.98	3.35
7½ to 8 years.....	96.40	482.00	964	2.05	3.37
8 to 8½ years.....	96.70	483.50	967	2.12	3.39
8½ to 9 years.....	97.00	485.00	970	2.18	3.42
9 to 9½ years.....	97.30	486.50	973	2.23	3.46
9½ to 10 years.....	97.60	488.00	976	2.27	3.51
10 to 10½ years.....	97.90	489.50	979	2.31	3.60
10½ to 11 years.....	98.20	491.00	982	2.35	3.75
11 to 11½ years.....	98.60	493.00	986	2.39	3.94
11½ to 12 years.....	99.20	496.00	992	2.44	4.13
MATURITY VALUE (12 years from issue date).....	\$100.00	\$500.00	\$1,000	2.50	-----

*Approximate investment yield for entire period from issuance to maturity.

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 percent. Yield: 1.07 percent 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 percent 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 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	.68
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
Eleventh month.....	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 November 15, 1945 will accrue on the 2½ percent and 2½ percent Treasury Bonds. Interest from December 3, 1945 will accrue on ⅞ percent Certificates. Accrued interest on subscriptions of \$500 and \$1,000 for Treasury 2¼'s and 2½'s, received during the drive, will be waived.

Individuals who subscribe and pay for any of marketable issues between October 29 and November 15 will be allowed to enter subscriptions at par. After November 15, individuals who enter subscriptions of over \$1,000 for Treasury 2¼'s and 2½'s, or who enter subscriptions for any amount of the Certificates after December 3, will be required to pay par and accrued interest to the date on which payment is received. Larger subscriptions for the 2¼'s and 2½'s from all nonbank investors other than individuals must include accrued interest to December 3 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 November 16 to December 8. Inasmuch as the Certificates are not dated until December 3, no interest accrues on that issue until after that date.

Date payment received by Bank	Number of day's interest	2¼ percent Treasury Bonds of 1959-62	2½ percent Treasury Bonds of 1967-72	⅞ percent Certificates of Indebtedness	
				Number of Day's Interest	Interest
November					
16	1	\$0.061	\$0.068		
17	2	.122	.136		
18	Sunday				
19	4	.244	.272		
20	5	.305	.340		
21	6	.366	.408		
22	Holiday*				
23	8	.488	.544		
24	9	.549	.612		
25	Sunday				
26	11	.671	.748		
27	12	.732	.816		
28	13	.793	.884		
29	14	.854	.952		
30	15	.915	1.020		
December					
1	16	.976	1.088		
2	Sunday				
3	18	1.098	1.224		
4	19	1.159	1.292	1	\$0.024
5	20	1.220	1.360	2	.048
6	21	1.281	1.428	3	.072
7	22	1.342	1.496	4	.096
8	23	1.403	1.564	5	.120

*Thanksgiving Day.

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.