

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Dallas, Texas, October 26, 1953

PRELIMINARY ANNOUNCEMENT CASH OFFERING

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

There is quoted below a press statement issued today by the Treasury Department in regard to a new cash offering:

“Secretary of the Treasury Humphrey announced today that on Wednesday, October 28, the Treasury will offer for cash subscription an issue of \$2,000,000,000, or thereabouts, of fully marketable 2¾ percent Treasury Bonds, to be dated November 9, 1953, and to mature September 15, 1961.

“Subscriptions from commercial banks, which for this purpose are defined as banks accepting demand deposits, for their own account will be received without deposit. A payment of 10 percent of the amount of bonds subscribed for, not subject to withdrawal until after allotment, must be made on all other subscriptions.

“Commercial banks and other lenders are requested to refrain from making unsecured loans, or loans collateralized in whole or in part by the bonds subscribed for to cover the 10 percent deposits required to be paid when subscriptions are entered, and a certification by the submitting bank that no such loan has been made will be required on each subscription entered by it for account of its customers.

“The Treasury reserves the right to reject or reduce any subscription, and to make different percentage allotments to various classes of subscribers.”

The official circular and subscription forms for the cash offering will be mailed to reach all banking institutions on Wednesday, October 28, the date the books open. If the circular and forms are not received in sufficient time, however, subscriptions may be entered by mail or by telephone, subject to confirmation with an official application blank.

Yours very truly,

W. D. GENTRY

First Vice President