FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Dallas, Texas, January 28, 1955

EXCHANGE OFFERINGS

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

Enclosed are Treasury Department Circulars Nos. 954, 955, and 956, which govern the exchange offerings of —

1⅝ percent Treasury Notes of Series A-1956

2 percent Treasury Notes of Series C-1957

3 percent Treasury Bonds of 1995

As stated in the applicable Treasury circulars, subscriptions to the offering of 1⅝ percent Treasury Notes of Series A-1956 may be entered by holders of 1⅝ percent Treasury Certificates of Indebtedness of Series A-1955, maturing February 15, 1955, 1½ percent Treasury Notes of Series A-1955, maturing March 15, 1955, and 2⅞ percent Treasury Bonds of 1955-60, called for redemption on March 15, 1955; subscriptions to the 2 percent Treasury Notes of Series C-1957 may be entered by holders of 1⅝ percent Treasury Certificates of Indebtedness of Series A-1955, and 1½ percent Treasury Notes of Series A-1955; and subscriptions to the offering of 3 percent Treasury Bonds of 1995 may be entered only by holders of 2⅞ percent Treasury Bonds of 1955-60.

Subscription forms for the three issues are also enclosed. Additional circulars and forms will be forwarded upon request. **Cash subscriptions will not be received.**

The books for the receipt of subscriptions for these offerings will be opened on Tuesday, February 1, 1955, and will remain open for three days only. Subscriptions will be received at this bank and its branches at El Paso, Houston, and San Antonio.

Subscriptions should be submitted on the enclosed forms, with the surrender of the maturing or called securities. Subscriptions for the two issues of notes should be in multiples of $1,000, and those for the bonds should be in multiples of $500.

The full amount of interest due February 15, 1955, on the maturing certificates surrendered will be paid by payment of the February 15, 1955, coupons which should be detached by the holders. Coupons dated March 15, 1955, must be attached to the notes and bonds (and subsequent coupons as well, in the case of the Treasury Bonds of 1955-60), and the interest adjustments on the securities will be made as outlined in the official circulars. In the case of registered bonds, interest will be paid as outlined in the applicable circular.

CLOSING OF SUBSCRIPTION BOOKS

The subscription books will close at the close of business Thursday, February 3, 1955. **No further closing announcement will be made.**

Subscriptions addressed to a Federal Reserve bank or branch or to the Treasury Department and placed in the mail before midnight February 3, 1955, will be considered as having been entered before the close of the subscription books.

Yours very truly,

WATROUS H. IRONS

President

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UNITED STATES OF AMERICA

ONE AND FIVE-EIGHTHS PERCENT TREASURY NOTES OF SERIES A-1956

Dated and bearing interest from February 15, 1955 **Due March 15, 1956**

1955
Department Circular No. 954

Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT
Office of the Secretary
Washington, February 1, 1955

I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, invites subscriptions from the people of the United States for notes of the United States, designated 1⅝ percent Treasury Notes of Series A-1956, in exchange for which any of the following listed securities, singly or in combinations aggregating $1,000 or multiples thereof, may be tendered:

1⅝ percent Treasury Certificates of Indebtedness of Series A-1955, maturing February 15, 1955

1½ percent Treasury Notes of Series A-1955, maturing March 15, 1955

2⅞ percent Treasury Bonds of 1955-60, called for redemption on March 15, 1955

Exchanges will be made at par with an adjustment of interest as set forth in Section IV hereof. The amount of the offering under this circular will be limited to the amount of the securities of the three issues enumerated above tendered in exchange and accepted. The books will be open **only on February 1 through February 3** for the receipt of subscriptions for this issue.

II. DESCRIPTION OF NOTES

1. The notes will be dated February 15, 1955, and will bear interest from that date at the rate of 1⅝ percent per annum, payable on a semiannual basis on September 15, 1955, and March 15, 1956. They will mature March 15, 1956, and will not be subject to call for redemption prior to maturity.

2. The income derived from the notes is subject to all taxes imposed under the Internal Revenue Code of 1954. The notes are subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but are 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 acceptable to secure deposits of public moneys. They will not be acceptable in payment of taxes.

4. Bearer notes with interest coupons attached will be issued in denominations of $1,000, $5,000, $10,000, $100,000, $1,000,000, $100,000,000 and $500,000,000. The notes will not be issued in registered form.

5. 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 Office of the Treasurer of the United States, 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 or reduce any subscription, and to allot less than the amount of notes applied for; 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 for notes allotted hereunder must be made on or before February 15, 1955, or on later allotment, and may be made only in the securities of the three issues enumerated in Section I hereof, which will be accepted at par, and should accompany the subscription. The full year's interest on the certificates of Series A-1955 will be paid by payment of the February 15, 1955 coupons, which should be detached by holders before presentation of the certificates. In the case of the notes of Series A-1955, coupons dated March 15, 1955, must be attached to the notes when surrendered and accrued interest from September 15, 1954, to February 15, 1955 ($6.33978 per $1,000) will be paid following acceptance of the notes. In the case of Treasury Bonds of 1955-60 in coupon form, coupons dated March 15, 1955, and all subsequent coupons must be attached to the bonds when surrendered. Accrued interest from September 15, 1954, to March 15, 1955 ($14.375 per $1,000) will be credited, accrued interest on the new notes from February 15 to March 15 ($1.25691 per $1,000) will be charged, and the difference ($13.11809 per $1,000) will be paid to the subscribers following acceptance of coupon bonds and in the case of registered bonds following discharge of registration.

V. ASSIGNMENT OF REGISTERED BONDS

1. Treasury Bonds of 1955-60 in registered form tendered in payment for notes offered hereunder should be assigned by the registered payees or assignees thereof to "The Secretary of the Treasury for exchange for 1⅝ percent Notes of Series A-1956 to be delivered to _____", in accordance with the general regulations of the Treasury Department governing assignments for transfer or exchange, and thereafter should be presented and surrendered with the subscription to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States, Washington. The bonds must be delivered at the expense and risk of the holders.

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.

G. M. HUMPHREY,
Secretary of the Treasury.

UNITED STATES OF AMERICA

TWO PERCENT TREASURY NOTES OF SERIES C-1957

Dated and bearing interest from February 15, 1955 **Due August 15, 1957**

Interest payable February 15 and August 15

1955
Department Circular No. 955

Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT
Office of the Secretary
Washington, February 1, 1955

I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, invites subscriptions from the people of the United States for notes of the United States, designated 2 percent Treasury Notes of Series C-1957, in exchange for which any of the following listed securities, singly or in combinations aggregating $1,000 or multiples thereof, may be tendered:

> 1⅝ percent Treasury Certificates of Indebtedness of Series A-1955, maturing February 15, 1955
>
> 1½ percent Treasury Notes of Series A-1955, maturing March 15, 1955

Exchanges will be made at par with an adjustment of interest as set forth in Section IV hereof. The amount of the offering under this circular will be limited to the amount of the securities of the two issues enumerated above tendered in exchange and accepted. The books will be open **only on February 1 through February 3** for the receipt of subscriptions for this issue.

II. DESCRIPTION OF NOTES

1. The notes will be dated February 15, 1955, and will bear interest from that date at the rate of 2 percent per annum, payable semiannually on August 15, 1955, and thereafter on February 15 and August 15 in each year until the principal amount becomes payable. They will mature August 15, 1957, and will not be subject to call for redemption prior to maturity.

2. The income derived from the notes is subject to all taxes imposed under the Internal Revenue Code of 1954. The notes are subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but are 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 acceptable to secure deposits of public moneys. They will not be acceptable in payment of taxes.

4. Bearer notes with interest coupons attached will be issued in denominations of $1,000, $5,000, $10,000, $100,000, $1,000,000, $100,000,000 and $500,000,000. The notes will not be issued in registered form.

5. 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 Office of the Treasurer of the United States, 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 or reduce any subscription, and to allot less than the amount of notes applied for; 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 for notes allotted hereunder must be made on or before February 15, 1955, or on later allotment, and may be made only in the securities of the two issues enumerated in Section I hereof, which will be accepted at par, and should accompany the subscription. The full year's interest on the certificates of Series A-1955 will be paid by payment of the February 15, 1955, coupons, which should be detached by holders before presentation of the certificates. In the case of the notes of Series A-1955, coupons dated March 15, 1955, must be attached to the notes when surrendered and accrued interest from September 15, 1954, to February 15, 1955 ($6.33978 per $1,000) will be paid following acceptance of the notes.

V. 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.

G. M. HUMPHREY,
Secretary of the Treasury.

UNITED STATES OF AMERICA

THREE PERCENT TREASURY BONDS OF 1995

Dated and bearing interest from February 15, 1955 **Due February 15, 1995**

Interest payable February 15 and August 15

1955
Department Circular No. 956

Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT
Office of the Secretary
Washington, February 1, 1955

I. 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 an adjustment of accrued interest as of March 15, 1955, from the people of the United States for bonds of the United States, designated 3 percent Treasury Bonds of 1995, in exchange for 2⅞ percent Treasury Bonds of 1955-60, dated March 15, 1935, due March 15, 1960, called for redemption on March 15, 1955. The amount of the offering under this circular will be limited to the amount of Treasury Bonds of 1955-60 tendered in exchange and accepted. The books will be open **only on February 1 through February 3** for the receipt of subscriptions for this issue.

II. DESCRIPTION OF BONDS

1. The bonds will be dated February 15, 1955, and will bear interest from that date at the rate of 3 percent per annum, payable semiannually on August 15, 1955, and thereafter on February 15 and August 15 in each year until the principal amount becomes payable. They will mature February 15, 1995, and will not be subject to call for redemption prior to maturity.

2. The income derived from the bonds is subject to all taxes imposed under the Internal Revenue Code of 1954. The bonds are subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but are 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.

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.

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 District Director of Internal Revenue at_____for credit on Federal estate taxes due from 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

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[1] An 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.

[2] The transfer books are closed from January 16 to February 15, and from July 16 to August 15 (both dates inclusive) in each year.

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 proof of the representatives' authority in the form of a court certificate or a certified copy of the representatives' letters of appointment issued by the court. The certificate, or the certification to the letters, must be under the seal of the court, and except in the case of a corporate representative, must contain a statement that the appointment is in full force and be dated within six months prior to the submission of the bonds, unless the certificate or letters show that the appointment was made within one year immediately prior to such submission. 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 District Director of Internal Revenue.

6. 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 Office of the Treasurer of the United States, 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 or reduce any subscription, and to allot less than the amount of bonds applied for; 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 for bonds allotted hereunder must be made on or before February 15, 1955, or on later allotment, and may be made only in Treasury Bonds of 1955-60, called for redemption March 15, 1955, which will be accepted at par, and should accompany the subscription. Coupons dated March 15, 1955, and all subsequent coupons must be attached to such bonds in coupon form when surrendered. Accrued interest from September 15, 1954, to March 15, 1955 ($14.375 per $1,000) will be credited, accrued interest on the new bonds from February 15 to March 15 ($2.32044 per $1,000) will be charged, and the difference ($12.05456 per $1,000) will be paid to the subscribers following acceptance of coupon bonds and in the case of registered bonds following discharge of registration.

V. ASSIGNMENT OF REGISTERED BONDS

1. Treasury Bonds of 1955-60 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 transfer or exchange, 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 Office of the Treasurer of the United States, Washington. 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 3 percent Treasury Bonds of 1995"; if the new bonds are desired registered in another name, the assignment should be to "The Secretary of the Treasury for exchange for 3 percent Treasury Bonds of 1995 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 3 percent Treasury Bonds of 1995 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.

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[3] Copies of Form PD 1782 may be obtained from any Federal Reserve Bank or from the Treasury Department, Washington, D. C.

G. M. HUMPHREY,
Secretary of the Treasury.