

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Dallas, Texas, January 31, 1958

EXCHANGE OFFERING

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

Enclosed are Treasury Department Circulars Nos. 1003, 1004 and 1005 which govern the offering of the following securities:

- 2½ percent Treasury Certificates of Indebtedness of Series A-1959
- 3 percent Treasury Bonds of 1964
- 3½ percent Treasury Bonds of 1990

These securities are offered only in exchange for any of the following listed securities which may be tendered singly or in combinations aggregating \$1,000 or multiples thereof for the new certificates, and \$500 or multiples thereof for the new bonds.

- 3¾ percent Treasury Certificates of Indebtedness of Series A-1958
- 2½ percent Treasury Bonds of 1956-58
- 1½ percent Treasury Notes of Series EA-1958
- Treasury Bills (special issue) maturing April 15, 1958
- 3½ percent Treasury Certificates of Indebtedness of Series B-1958

Subscriptions should be submitted on the enclosed forms. Additional circulars and forms will be forwarded upon request. **Cash subscriptions will not be received.**

The books for the receipt of subscriptions for this offering will be opened on Monday, February 3, and will remain open through Wednesday, February 5. Subscriptions will be received at this bank and its branches at El Paso, Houston, and San Antonio.

The new certificates and the new bonds will be dated February 14, 1958 and exchanges will be made at par with an adjustment of interest, if any, as set forth in the official circulars. Coupons on the 3¾ percent Certificates of Indebtedness of Series A-1958 should be detached and cashed when due. All un-matured coupons on the other issues which are submitted in payment for the new securities should remain attached to the securities.

CLOSING OF SUBSCRIPTION BOOKS

The subscription books will close at the close of business **Wednesday, February 5. 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 5, will be considered as having been entered before the close of the subscription books.

Yours very truly,

Watrous H. Irons

President

UNITED STATES OF AMERICA
TWO AND ONE-HALF PERCENT TREASURY CERTIFICATES OF
INDEBTEDNESS OF SERIES A-1959

Dated and bearing interest from February 14, 1958

Due February 14, 1959

1958
Department Circular No. 1003
Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT
Office of the Secretary
Washington, February 3, 1958

I. OFFERING OF CERTIFICATES

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 certificates of indebtedness of the United States, designated 2½ percent Treasury Certificates of Indebtedness of Series A-1959, in exchange for which any of the following listed securities, singly or in combinations aggregating \$1,000 or multiples thereof, may be tendered:

- 3⅜ percent Treasury Certificates of Indebtedness of Series A-1958, maturing February 14, 1958
- 2½ percent Treasury Bonds of 1956-58, maturing March 15, 1958
- 1½ percent Treasury Notes of Series EA-1958, maturing April 1, 1958
- Treasury bills (special issue) maturing April 15, 1958
- 3½ percent Treasury Certificates of Indebtedness of Series B-1958, maturing April 15, 1958

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 eligible securities of the five issues enumerated above tendered in exchange and accepted. The books will be open **only on February 3 through February 5** for the receipt of subscriptions for this issue.

2. In addition to the offering under this circular, holders of the eligible securities are also offered the privilege of exchanging all or any part of such securities for 3 percent Treasury Bonds of 1964 or 3½ percent Treasury Bonds of 1990, which offerings are set forth in Department Circulars Nos. 1004 and 1005, issued simultaneously with this circular.

II. DESCRIPTION OF CERTIFICATES

1. The certificates will be dated February 14, 1958, and will bear interest from that date at the rate of 2½ percent per annum, payable semiannually on August 14, 1958, and February 14, 1959. They will mature February 14, 1959. They will not be subject to call for redemption prior to maturity.

2. The income derived from the certificates is subject to all taxes imposed under the Internal Revenue Code of 1954. The certificates 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 certificates will be acceptable to secure deposits of public moneys. They will not be acceptable in payment of taxes.

4. Bearer certificates with two 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 certificates will not be issued in registered form.

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

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 certificates 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 certificates allotted hereunder must be made on or before February 14, 1958, or on later allotment, and may be made only in the securities of the five issues enumerated in Section I hereof, which will be accepted at par, and should accompany the subscription. Interest adjustments per \$1,000 will be paid to or collected from subscribers in accordance with the following table:

<u>Securities Surrendered</u>	<u>Int. Credited to Subscriber</u>	<u>Int. Charged to Subscriber</u>	<u>Net Amount to be Paid Subscriber</u>	<u>Net Amount to be Collected From Subscriber</u>
3 ³ / ₈ % Certificates, Series A-1958	\$16.78	\$ -----	\$16.78*	\$ -----
2 ¹ / ₂ % Bonds of 1956-58.....	10.49724	-----	10.49724	-----
1 ¹ / ₂ % Notes of Series EA-1958.....	7.50	3.17680	4.32320	-----
Treasury Bills	-----	4.14365	-----	4.14365
3 ¹ / ₂ % Certificates, Series B-1958.....	17.50	4.14365	13.35635	-----

*February 14, 1958, coupon to be detached by subscriber and cashed when due.

V. ASSIGNMENT OF REGISTERED BONDS

1. Treasury bonds of 1956-58 in registered form tendered in payment for certificates offered hereunder should be assigned by the registered payees or assignees thereof to "The Secretary of the Treasury for exchange for 2¹/₂ percent Certificates of Indebtedness of Series A-1959 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 certificates allotted, to make delivery of certificates on full-paid subscriptions allotted, and they may issue interim receipts pending delivery of the definitive certificates.

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.

JULIAN B. BAIRD,
Acting Secretary of the Treasury.

UNITED STATES OF AMERICA
THREE PERCENT TREASURY BONDS OF 1964

Dated and bearing interest from February 14, 1958

Due February 15, 1964

Interest payable February 15 and August 15

1958
Department Circular No. 1004
Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT
Office of the Secretary
Washington, February 3, 1958

I. OFFERING OF BONDS

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 bonds of the United States, designated 3 percent Treasury Bonds of 1964, in exchange for which any of the following listed securities, singly or in combinations aggregating \$500 or multiples thereof, may be tendered:

- 3 $\frac{3}{8}$ percent Treasury Certificates of Indebtedness of Series A-1958, maturing February 14, 1958
- 2 $\frac{1}{2}$ percent Treasury Bonds of 1956-58, maturing March 15, 1958
- 1 $\frac{1}{2}$ percent Treasury Notes of Series EA-1958, maturing April 1, 1958
- Treasury bills (special issue) maturing April 15, 1958
- 3 $\frac{1}{2}$ percent Treasury Certificates of Indebtedness of Series B-1958, maturing April 15, 1958

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 eligible securities of the five issues enumerated above tendered in exchange and accepted. The books will be open **only on February 3 through February 5** for the receipt of subscriptions for this issue.

2. In addition to the offering under this circular, holders of the eligible securities are also offered the privilege of exchanging all or any part of such securities for 2 $\frac{1}{2}$ percent Treasury Certificates of Indebtedness of Series A-1959 or 3 $\frac{1}{2}$ percent Treasury Bonds of 1960, which offerings are set forth in Department Circulars Nos. 1003 and 1005, issued simultaneously with this circular.

II. DESCRIPTION OF BONDS

1. The bonds will be dated February 14, 1958, and will bear interest from that date at the rate of 3 percent per annum, payable on a semiannual basis on August 15, 1958, and thereafter on February 15 and August 15 in each year until the principal amount becomes payable. They will mature February 15, 1964, 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. 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 14, 1958, or on later allotment, and may be made only in the securities of the five issues enumerated in Section I hereof, which will be accepted at par, and should accompany the subscription. Interest adjustments per \$1,000 will be paid to or collected from subscribers in accordance with the following table:

<u>Securities Surrendered</u>	<u>Int. Credited to Subscriber</u>	<u>Int. Charged to Subscriber</u>	<u>Net Amount to be Paid Subscriber</u>	<u>Net Amount to be Collected From Subscriber</u>
3 ³ / ₈ % Certificates, Series A-1958.....	\$16.78	\$ -----	\$16.78*	\$ -----
2 ¹ / ₂ % Bonds of 1956-58.....	10.49724	-----	10.49724	-----
1 ¹ / ₂ % Notes of Series EA-1958.....	7.50	3.81080	3.68920	-----
Treasury Bills	-----	4.97102	-----	4.97102
3 ¹ / ₂ % Certificates, Series B-1958.....	17.50	4.97102	12.52898	-----

*February 14, 1958, coupon to be detached by subscriber and cashed when due.

V. ASSIGNMENT OF REGISTERED BONDS

1. Treasury Bonds of 1956-58 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 1964"; 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 1964 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 1964 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.

JULIAN B. BAIRD,
Acting Secretary of the Treasury.

UNITED STATES OF AMERICA

THREE AND ONE-HALF PERCENT TREASURY BONDS OF 1990

Dated and bearing interest from February 14, 1958

Due February 15, 1990

Interest payable February 15 and August 15

1958
Department Circular No. 1005

Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT
Office of the Secretary
Washington, February 3, 1958

I. OFFERING OF BONDS

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 bonds of the United States, designated 3½ percent Treasury Bonds of 1990, in exchange for which any of the following listed securities, singly or in combinations aggregating \$500 or multiples thereof, may be tendered:

3⅜ percent Treasury Certificates of Indebtedness of Series A-1958, maturing February 14, 1958

2½ percent Treasury Bonds of 1956-58, maturing March 15, 1958

1½ percent Treasury Notes of Series EA-1958, maturing April 1, 1958

Treasury bills (special issue) maturing April 15, 1958

3½ percent Treasury Certificates of Indebtedness of Series B-1958, maturing April 15, 1958

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 eligible securities of the five issues enumerated above tendered in exchange and accepted. The books will be open **only on February 3 through February 5** for the receipt of subscriptions for this issue.

2. In addition to the offering under this circular, holders of the eligible securities are also offered the privilege of exchanging all or any part of such securities for 2½ percent Treasury Certificates of Indebtedness of Series A-1959 or 3 percent Treasury Bonds of 1964, which offerings are set forth in Department Circulars Nos. 1003 and 1004, issued simultaneously with this circular.

II. DESCRIPTION OF BONDS

1. The bonds will be dated February 14, 1958, and will bear interest from that date at the rate of 3½ percent per annum, payable on a semiannual basis on August 15, 1958, and thereafter on February 15 and August 15 in each year until the principal amount becomes payable. They will mature February 15, 1990, 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

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

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

payment at a date after the books reopen will be paid at par plus accrued interest from the reopening of the books to the date of payment. In either case checks for the full six months' interest due on the last day of the closed period will be forwarded to the owner in due course. All bonds submitted must be accompanied by Form PD 1782,³ properly completed, signed and certified, 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 14, 1958, or on later allotment, and may be made only in the securities of the five issues enumerated in Section I hereof, which will be accepted at par, and should accompany the subscription. Interest adjustments per \$1,000 will be paid to or collected from subscribers in accordance with the following table:

<u>Securities Surrendered</u>	<u>Int. Credited to Subscriber</u>	<u>Int. Charged to Subscriber</u>	<u>Net Amount to be Paid Subscriber</u>	<u>Net Amount to be Collected From Subscriber</u>
3 $\frac{3}{8}$ % Certificates, Series A-1958.....	\$16.78	\$ ----	\$16.78*	\$ ----
2 $\frac{1}{2}$ % Bonds of 1956-58	10.49724	-----	10.49724	-----
1 $\frac{1}{2}$ % Notes of Series EA-1958.....	7.50	4.44594	3.05406	-----
Treasury Bills	-----	5.79953	-----	5.79953
3 $\frac{1}{2}$ % Certificates, Series B-1958.....	11.73077	-----	11.73077	-----

*February 14, 1958, coupon to be detached by subscriber and cashed when due.

V. ASSIGNMENT OF REGISTERED BONDS

1. Treasury Bonds of 1956-58 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 $\frac{1}{2}$ percent Treasury Bonds of 1990"; if the new bonds are desired registered in another name, the assignment should be to "The Secretary of the Treasury for exchange for 3 $\frac{1}{2}$ percent Treasury Bonds of 1990 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 $\frac{1}{2}$ percent Treasury Bonds of 1990 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.

JULIAN B. BAIRD,
Acting Secretary of the Treasury.

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