

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Dallas, Texas, April 28, 1960

ANNOUNCEMENT CONCERNING EXCHANGE 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 regarding an exchange offering:

"Holders of Treasury securities maturing May 15, 1960, will be offered on May 2 the right to exchange them for either of the following new issues:

4 $\frac{3}{8}$ percent one-year Certificates of Indebtedness to be dated May 15, 1960, and to mature May 15, 1961, at par;

and

4 $\frac{5}{8}$ percent 5-year Treasury Notes to be dated May 15, 1960, and to mature May 15, 1965, at par.

"The maturing issues are:

\$1,269 million of 4 percent Treasury Certificates of Indebtedness of Series B-1960, maturing May 15, 1960; and

\$2,406 million of 3 $\frac{1}{2}$ percent Treasury Notes of Series A-1960, maturing May 15, 1960; and

\$2,738 million of 3 $\frac{1}{4}$ percent Treasury Notes of Series B-1960, maturing May 15, 1960.

"Cash subscriptions will not be received.

"Interest on the new certificates will be payable on November 15, 1960, and May 15, 1961. Interest on the new notes will be payable May 15 and November 15 in each year.

"Exchanges of the maturing 4 percent Treasury certificates and the 3 $\frac{1}{2}$ and 3 $\frac{1}{4}$ percent Treasury notes will be made for a like face amount of the eligible securities as of May 15. Coupons dated May 15 on the maturing certificates and notes should be detached by holders and cashed when due.

"The subscription books will be open only on May 2 through May 4 for the receipt of subscriptions for these issues. Any subscription for either issue addressed to a Federal Reserve Bank or Branch, or to the office of the Treasurer of the United States, and placed in the mail before midnight, May 4, will be considered as timely. The new securities will be delivered May 16.

"The 4 $\frac{5}{8}$ percent 5-year notes will be made available in registered form, as well as bearer form."

Official circulars and subscription forms for the Treasury certificates of indebtedness and Treasury notes will be mailed as soon as possible. However, if the circulars and forms are not received by Wednesday, May 4, subscriptions may be entered by mail or telegraph, subject to confirmation on official subscription blanks.

Yours very truly,

Watrous H. Irons

President