

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Dallas, Texas, April 29, 1964

PRELIMINARY ANNOUNCEMENT 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 in regard to current financing:

Treasury Announces \$10.6 Billion May 15 Refunding

The Treasury today announced the terms of its refunding offer to holders of \$10,614 million of Treasury securities maturing May 15. Public holdings of these maturities amount to \$4,196 million; the remaining \$6,418 million is held by the Federal Reserve and Government Investment Accounts. Holders of the maturing certificates and notes are being offered the right to exchange them for either of the following securities:

- A 4% Treasury Note of Series E-1965, to be dated May 15, 1964, and to mature November 15, 1965, at 99.875 (to yield about 4.09 percent); or
- A 4¼% Treasury Bond of 1974, dated May 15, 1964, and maturing May 15, 1974, at par.

Cash subscriptions for the new securities will not be received. The maturing issues eligible for exchange are as follows:

- \$4,198 million of 3¼% Treasury Certificates of Indebtedness of Series B-1964, dated May 15, 1963,
- \$4,400 million of 4¾% Treasury Notes of Series A-1964, dated July 20, 1959, and
- \$2,016 million of 3¾% Treasury Notes of Series D-1964, dated June 23, 1960.

Exchanges of the maturing 3¼% certificates and the 4¾% and 3¾% notes will be made in a like face amount of the new securities as of May 15. Coupons dated May 15 on the maturing certificates and notes should be **detached** and cashed when due.

The books will be open for **three days only, on May 4 through May 6**, for the receipt of subscriptions. Subscriptions 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 6, will be considered as timely. The payment and delivery date for the new securities will be May 15, 1964. The new notes and bonds will be made available in registered as well as bearer form. All subscribers requesting registered notes and bonds will be required to furnish appropriate identifying numbers as required on tax returns and other documents submitted to the Internal Revenue Service.

The 4¼% bonds will be redeemable prior to maturity at par in payment of Federal estate taxes if owned by the decedent at time of death.

Interest on the 4% notes will be payable on November 15, 1964, and May 15 and November 15, 1965. Interest on the 4¼% bonds will be payable on May 15 and November 15.

The official circulars and subscription forms for the new issues of Treasury bonds and notes will be mailed Thursday, April 30; however, if the forms are not received by Wednesday, May 6, subscriptions may be entered by mail or telegram, subject to confirmation on official subscription blanks.

Yours very truly,

Watrous H. Irons

President