

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

Dallas, Texas, January 28, 1965

CASH OFFERING OF TREASURY NOTES

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

There is enclosed Treasury Department Circular, Public Debt Series No. 1-65, relating to an offering of 4 percent Treasury Notes of Series E-1966 dated February 15, 1965, and maturing November 15, 1966. Subscription forms for your use are also enclosed.

PAYMENT

Down payments of not less than 2 percent of the amount of notes applied for are required of all subscribers, except those specifically exempted in Section III of the official circular. Down payments received by commercial banks from subscribers **should be held by commercial banks** until after allotment is made as specified in the official circular. If securities are tendered as a down payment and the face value exceeds the required amount, the subscriber should be encouraged to leave the entire amount as a deposit in order to avoid a denominational exchange and unnecessary movement of securities.

The notes may **not** be paid for by credit in Treasury Tax and Loan Accounts. Payment for the new notes may be made in cash or by surrender of **2% percent Treasury Bonds of 1965**.

ALLOTMENTS

Each subscription is subject to allotment, but certain classes of subscribers named in paragraph 5 of Section III of the official offering circular may obtain full allotment up to the amount of the eligible securities maturing February 15 surrendered in payment if the eligible securities were owned or contracted for purchase by 4 p.m., Eastern Standard Time on January 27, 1965. These subscribers must complete the certification on the reverse side of the subscription form. If the certification cannot be completed at the time the subscription is entered, a statement to that effect should accompany the subscription and the certification may be submitted separately. If subscriptions of more than one of the special classes of subscribers are included in a single subscription form, separate certifications should be submitted.

A form for furnishing delivery and payment instructions will accompany the notice of allotment. Provision will be made on the form for furnishing the taxpayer identifying number where registered notes are requested.

CLOSING OF SUBSCRIPTION BOOKS

The subscription books will be open **only on Monday, February 1, 1965**, and subscriptions post-marked before midnight on that date will be considered timely. Subscriptions will be received at this bank and its branches at El Paso, Houston and San Antonio. Additional circulars and forms will be furnished upon request.

Yours very truly,

Watrous H. Irons

President

UNITED STATES OF AMERICA
4 PERCENT TREASURY NOTES OF SERIES E-1966

Dated and bearing interest from February 15, 1965

Due November 15, 1966

DEPARTMENT CIRCULAR
Public Debt Series — No. 1-65

TREASURY DEPARTMENT
Office of the Secretary
Washington, January 28, 1965

I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, offers \$2,170,000,000, or thereabouts, of notes of the United States, designated 4 percent Treasury Notes of Series E-1966, at 99.85 percent of their face value and accrued interest. The 2½ percent Treasury Bonds of 1965, maturing February 15, 1965, will be accepted at par in payment or exchange, in whole or in part, to the extent subscriptions are allotted by the Treasury. The books will be open **only on February 1, 1965**, for the receipt of subscriptions.

II. DESCRIPTION OF NOTES

1. The notes will be dated February 15, 1965, and will bear interest from that date at the rate of 4 percent per annum, payable on a semiannual basis on May 15 and November 15, 1965, and on May 15 and November 15, 1966. They will mature November 15, 1966, 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, and notes registered as to principal and interest, will be issued in denominations of \$1,000, \$5,000, \$10,000, \$100,000, \$1,000,000, \$100,000,000 and \$500,000,000. Provision will be made for the interchange of notes of different denominations and of coupon and registered notes, and for the transfer of registered notes, under rules and regulations prescribed by the Secretary of the Treasury.

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 accepting the offer made by this circular will be received at the Federal Reserve Banks and Branches and at the Office of the Treasurer of the United States, Washington, D.C. 20220. Only the Federal Reserve Banks and the Treasury Department are authorized to act as official agencies. Commercial banks, which for this purpose are defined as banks accepting demand deposits, may submit subscriptions for account of customers provided the names of the customers are set forth in such subscriptions. Others than commercial banks will not be permitted to enter subscriptions except for their own account. Subscriptions from commercial banks for their own account will be restricted in each case to an amount not exceeding 50 percent of the combined capital (not including capital notes or debentures), surplus and undivided profits of the subscribing bank. Subscriptions will be received without deposit from banking institutions for their own account, Federally-insured savings and loan associations, States, political subdivisions or instrumentalities thereof, public pension and retirement and other public funds, international organizations in which the United States holds membership, foreign central banks and foreign States, dealers who make primary markets in Government securities and report daily to the Federal Reserve Bank of New York their positions with respect to Government securities and borrowings thereon, Federal Reserve Banks and Government Investment Accounts. Subscriptions from all others must be accompanied by payment (in cash or in Treasury Bonds of 1965, maturing February 15, 1965, which will be accepted at par) of 2 percent of the amount of notes applied for, not subject to withdrawal until after allotment. Registered bonds submitted as deposits should be assigned as provided in Section V hereof. Following allotment, any portion of the 2 percent payment in excess of 2 percent of the amount of notes allotted may be released upon the request of the subscribers.

2. All subscribers requesting registered notes will be required to furnish appropriate identifying numbers as required on tax returns and other documents submitted to the Internal Revenue Service, i.e., an individual's social security number or an employer identification number.

3. All subscribers are required to agree not to purchase or to sell, or to make any agreements with respect to the purchase or sale or other disposition of any notes of this issue at a specific rate or price, until after midnight February 1, 1965.

4. Commercial banks in submitting subscriptions will be required to certify that they have no beneficial interest in any of the subscriptions they enter for the account of their customers, and that their customers have no beneficial interest in the banks' subscriptions for their own account.

5. Under the Second Liberty Bond Act, as amended, the Secretary of the Treasury has the authority to reject or reduce any subscription, to allot less than the amount of notes applied for, and to make different percentage allotments to various classes of subscribers when he deems it to be in the public interest; and any action he may take in these respects shall be final. Subject to the exercise of that authority, subscriptions will be allotted (1) in full for any State, political subdivision or instrumentality thereof, public pension and retirement and other public fund, international organization in which the United States holds membership, foreign central bank and foreign State, Federal Reserve Bank, or Government Investment Account that certifies in writing that at 4 p.m., Eastern Standard Time, January 27, 1965, it owned or had contracted to purchase for value $2\frac{5}{8}$ percent Treasury Bonds of 1965 in an amount equal to or greater than the amount of its subscription (if the certification is not made, none of such subscriber's subscription shall be subject to a preferred full allotment) and (2) for all others as publicly announced. Allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at 99.85 percent of their face value and accrued interest, if any, for notes allotted hereunder must be made or completed on or before February 15, 1965, or on later allotment. Payment will not be deemed to have been completed where registered notes are requested if the appropriate identifying number, as required by paragraph 2 of Section III hereof, has not been furnished; provided, however, if a subscriber has applied for but is unable to furnish the identifying number by the payment date only because it has not been issued, he may elect to receive, pending the furnishing of the identifying number, interim receipts and in this case payment will be deemed to have been completed. In every case where full payment is not completed, the payment with application up to 2 percent of the amount of notes allotted shall, upon declaration made by the Secretary of the Treasury in his discretion, be forfeited to the United States. Payment may be made for any notes allotted hereunder in cash or by exchange of $2\frac{5}{8}$ percent Treasury Bonds of 1965, which will be accepted at par. A cash adjustment will be made for the difference (\$1.50 per \$1,000) between the par value of maturing bonds accepted in exchange and the issue price of the notes. The payment will be made in the case of bearer bonds following their acceptance and in the case of registered bonds following discharge of registration. In the case of registered bonds, the payment will be made by check drawn in accordance with the assignments on the bonds surrendered or by credit in any account maintained by a banking institution with the Federal Reserve Bank of its district. Where payment is made with bonds in bearer form, coupons dated February 15, 1965, should be detached and cashed when due. In the case of registered bonds, the final interest due on February 15, 1965, will be paid by issue of interest checks in regular course to holders of record on January 15, 1965, the date the transfer books closed.

V. ASSIGNMENT OF REGISTERED BONDS

1. Treasury Bonds of 1965 in registered form tendered as deposits and in payment for notes allotted hereunder should be assigned by the registered payees or assignees thereof, in accordance with the general regulations of the Treasury Department, in one of the forms hereafter set forth. Bonds tendered in payment should be surrendered to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States, Washington, D. C. 20220. The bonds must be delivered at the expense and risk of the holder. If the notes are desired registered in the same name as the bonds surrendered, the assignment should be to "The Secretary of the Treasury for 4 percent Treasury Notes of Series E-1966"; if the notes are desired registered in another name, the assignment should be to "The Secretary of the Treasury for 4 percent Treasury Notes of Series E-1966 in the name of _____"; if notes in coupon form are desired, the assignment should be to "The Secretary of the Treasury for 4 percent Treasury Notes of Series E-1966 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 such allotments as may be prescribed by the Secretary of the Treasury, to issue such notices as may be necessary, to receive payment for and 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.

DOUGLAS DILLON,
Secretary of the Treasury.

DEPOSITS REQUIRED ON SUBSCRIPTIONS ENTERED THROUGH COMMERCIAL BANKS SHOULD BE RETAINED BY THE COMMERCIAL BANKS

CASH SUBSCRIPTION
4% Treasury Notes of Series E-1966
AT \$99.85

Dated February 15, 1965

Due November 15, 1966

To: Federal Reserve Bank, Station K, Dallas, Texas 75222
or —
The _____ Branch
El Paso 79999 Houston 77001 San Antonio 78206

LIST ALL SUBSCRIPTIONS ON REVERSE SIDE
EACH SUBSCRIPTION TO THIS ISSUE MUST BE IN A MULTIPLE OF \$1,000

Pursuant to the provisions of Treasury Department Circular, Public Debt Series No. 1-65, dated January 28, 1965, the undersigned hereby subscribes for \$_____ 4% Treasury Notes of Series E-1966, dated February 15, 1965, maturing November 15, 1966, and will make payment in accordance with the provisions of Section IV of the offering circular.

All subscriptions except those specifically exempted in Section III of the official circular, must be accompanied by the deposit of cash, or 2% percent Treasury Bonds of 1965 in an amount not less than 2% of the amount of securities applied for. In the cases of subscriptions entered through commercial banks the deposits should be retained by the bank entering the subscriptions until allotment has been made and final payment is completed. All other required deposits must accompany this subscription.

PAYMENT FOR NOTES ALLOTTED MAY NOT BE MADE BY CREDIT IN TREASURY TAX AND LOAN ACCOUNTS.

Form for indicating METHOD OF PAYMENT, DELIVERY INSTRUCTIONS and DENOMINATIONS of securities desired will accompany NOTICE OF ALLOTMENT.	CLASS OF SUBSCRIPTION	Amount
	Our own subscription (List again on reverse)	\$_____
	Customers subscriptions (Show in schedule on reverse)	\$_____
	TOTAL	\$_____

CERTIFICATION BY COMMERCIAL BANKS

We hereby certify that we have received applications from our customers in the amounts set opposite the customers' names on the list which is made a part of this subscription; that there has been paid to us by each such customer as required by official offering circular, not subject to withdrawal until after allotment, not less than 2 percent of the amount applied for; that we have not made unsecured loans, or loans collateralized in whole or in part by the securities applied for, to supply the amounts of such payments to any of such customers; that we have no beneficial interest in the applications of such customers, and that none of our customers has any beneficial interest in the amount subscribed for our own account.

We further certify that the subscription for our own account does not exceed 50 percent of our combined capital (not including capital notes or debentures), surplus and undivided profits.

We further certify that applications received by us, if any, from other commercial banks for their own account and for the account of their customers have been entered with us under the same conditions, agreements and certifications as set forth in this subscription form.

CERTIFICATION BY ALL SUBSCRIBERS

We certify that all subscribers listed hereon have agreed not to purchase or to sell, or to make any agreements with respect to the purchase or sale or other disposition of any of the 4% notes of this issue at a specific rate or price, until after midnight February 1, 1965.

CERTIFICATION BY SPECIAL CLASSES OF SUBSCRIBERS (If Applicable)
(See reverse side)

☐ This is an original subscription ☐ This is a confirmation

(Name of subscriber)

(Address)

By _____
(Authorized signature)

Dated _____

PLEASE FILL IN THE FORM BELOW WHICH WILL BE RETURNED TO YOU AS AN ACKNOWLEDGMENT OF
YOUR SUBSCRIPTION
(OVER)

This acknowledges your subscription for \$_____
4% Treasury Notes of Series E-1966.

F.R.B. Subscription No.

IMPORTANT — Please use the above number in all matters — whether payment or correspondence — relating to this subscription.

The Federal Reserve Bank or Branch will
acknowledge by stamping below.

MAIL
TO 

Name

Address

Please list name and address of each subscriber, indicating by number in the first column the class of investor, in accordance with the following schedule:

INVESTOR CLASSES AND NUMBERS

- | | |
|--|---|
| 1. Individuals, partnerships and personal trust accounts | 7. State and local government funds other than pension and retirement |
| 2. Mutual savings banks | 8. Commercial banks |
| 3. Insurance companies | 9. Corporations other than banks and insurance companies |
| 4. Dealers and brokers | 10. Savings and building and loan associations |
| 5. Pension and retirement funds of State and local governments | 11. All others |
| 6. Other pension and retirement funds | |

LIST OF SUBSCRIBERS

Investor Class	NAME OF SUBSCRIBER	ADDRESS	AMOUNT	DO NOT USE	
	Our own subscription				
		TOTAL \$			

**CERTIFICATION BY SPECIAL CLASSES OF SUBSCRIBERS AS REQUIRED
BY PARAGRAPH 5 SECTION III, TREASURY DEPARTMENT CIRCULAR NO. 1-65**

The undersigned subscriber hereby certifies that the total amount of its subscription for 4 percent Treasury Notes of Series E-1966 offered pursuant to Treasury Department Circular, Public Debt Series — No. 1-65 is \$_____. The undersigned further certifies that at 4 p.m., Eastern Standard Time, January 27, 1965, it owned or had contracted to purchase for value an equal or greater amount of 2½ percent Treasury Bonds of 1965, and such securities will be submitted in payment for its subscription.

(Name of subscriber)

By _____
(Authorized signature and title)

Dated _____

Note: If the subscriber is unable to complete the above certification at the time the subscription is entered, a statement to that effect should accompany the subscription, and the certification in the above form should be submitted separately as soon as possible.

If subscriptions of more than one of the special classes of subscribers are included in a single subscription form, separate certifications in the above form should be submitted.