EXCHANGE OFFERING

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

Enclosed are Treasury Department Circulars, Public Debt Series Nos. 3-69 and 4-69, and subscription forms relating to the refunding of Treasury securities maturing May 15 and June 15, 1969.

SECURITIES OFFERED

- 6% percent Treasury Notes of Series D-1970
- 6½ percent Treasury Notes of Series B-1976

SECURITIES ELIGIBLE FOR EXCHANGE

- 5½ percent Treasury Notes of Series B-1969
- 2½ percent Treasury Bonds of 1964-69, maturing June 15, 1969

PAYMENT

Payment in the form of the eligible securities should be made on or before May 7, 1969, and where possible, the securities should accompany the subscriptions. Payment may not be made by cash.

CLOSING OF SUBSCRIPTION BOOKS

The subscription books will be open on May 5 through May 7, 1969, and subscriptions placed in the mail before midnight on Wednesday, May 7, will be considered as timely. Subscriptions will be received at this bank and its branches at El Paso, Houston and San Antonio, and should be submitted on the enclosed forms. Additional circulars and forms will be furnished upon request.

Yours very truly,

P. E. Coldwell
President
I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, offers notes of the United States, designated 6% percent Treasury Notes of Series D-1970, at 99.95 percent of their face value, in exchange for the following securities:

   5% percent Treasury Notes of Series B-1969, maturing May 15, 1969; or

   2 1/2 percent Treasury Bonds of 1964-69, maturing June 15, 1969, in amounts of $1,000 or multiples thereof.

Interest will be adjusted on the bonds of 1964-69 as of June 15, 1969. Payments on account of accrued interest and cash adjustments will be made as set forth in Section IV hereof. The amount of this offering will be limited to the amount of eligible securities tendered in exchange. The books will be open only on May 5 through May 7, 1969, for the receipt of subscriptions.

2. In addition, holders of the securities enumerated in Paragraph 1 of this section are offered the privilege of exchanging all or any part of them for 6 1/2 percent Treasury Notes of Series B-1976, which offering is set forth in Department Circular, Public Debt Series — No. 4-69, issued simultaneously with this circular.

II. DESCRIPTION OF NOTES

1. The notes will be dated May 15, 1969, and will bear interest from that date at the rate of 6% percent per annum, payable on a semiannual basis on August 15, 1969, and on February 15 and August 15, 1970. They will mature August 15, 1970, 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. 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. Under the Second Liberty Bond Act, as amended, the Secretary of the Treasury has the authority to reject or reduce any subscription, and to allot less than the amount of notes applied for 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, all subscriptions will be allotted in full.
IV. PAYMENT

1. Payment for the face amount of notes allotted hereunder must be made on or before May 15, 1969, or on later allotment, and may be made only in a like face amount of securities of the issues enumerated in Paragraph 1 of Section I hereof, which should accompany the subscription. Payment will not be deemed to have been completed where registered notes are requested if the appropriate identifying number as required on tax returns and other documents submitted to the Internal Revenue Service (an individual’s social security number or an employer identification number) is not furnished. Payments due to subscribers will be made by check or by credit in any account maintained by a banking institution with the Federal Reserve Bank of its District following acceptance of the securities surrendered. In the case of registered securities, the payment will be made in accordance with the assignments thereon.

2. 5% percent notes of Series B-1969. — When payment is made with notes in bearer form, coupons dated May 15, 1969, should be detached and cashed when due. When payment is made with registered notes, the final interest due on May 15, 1969, will be paid by issue of interest checks in regular course to holders of record on April 15, 1969, the date the transfer books closed. A cash payment of $0.50 per $1,000 on account of the issue price of the new notes will be made to subscribers.

3. 2½ percent bonds of 1964-69. — When payment is made with bonds in bearer form, coupons dated June 15, 1969, must be attached to the bonds when surrendered. Accrued interest from December 15, 1968, to June 15, 1969 ($12.50 per $1,000), plus the payment on account of the issue price of the new notes ($0.50 per $1,000) will be credited and accrued interest from May 15 to June 15, 1969 ($5.45925 per $1,000) on the new notes will be charged and the difference ($7.54075 per $1,000) will be paid to subscribers.

V. ASSIGNMENT OF REGISTERED SECURITIES

1. Treasury securities in registered form tendered in payment for notes 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 surrendered with the subscription to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States, Washington, D. C. 20220. The maturing securities must be delivered at the expense and risk of the holder. If the new notes are desired registered in the same name as the securities surrendered, the assignment should be to “The Secretary of the Treasury for exchange for 6½ percent Treasury Notes of Series D-1970”; if the new notes are desired registered in another name, the assignment should be to “The Secretary of the Treasury for exchange for 6½ percent Treasury Notes of Series D-1970 in the name of ______________________”; if new notes in coupon form are desired, the assignment should be to “The Secretary of the Treasury for exchange for 6½ percent Treasury Notes of Series D-1970 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.

DAVID M. KENNEDY,
Secretary of the Treasury.
UNITED STATES OF AMERICA

6½ PERCENT TREASURY NOTES OF SERIES B-1976

Dated and bearing interest from May 15, 1969

Due May 15, 1976

DEPARTMENT CIRCULAR
Public Debt Series No. 4-69

TREASURY DEPARTMENT
Office of the Secretary
Washington, May 1, 1969

I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, offers notes of the United States, designated 6½ percent Treasury Notes of Series B-1976, at par in exchange for the following securities:

   5½ percent Treasury Notes of Series B-1969, maturing May 15, 1969; or
   2½ percent Treasury Bonds of 1964-69, maturing June 15, 1969, in amounts of $1,000 or multiples thereof.

Interest will be adjusted on the bonds of 1964-69 as of June 15, 1969. The amount of this offering will be limited to the amount of eligible securities tendered in exchange. The books will be open only on May 5 through May 7, 1969, for the receipt of subscriptions.

2. In addition, holders of the securities enumerated in Paragraph 1 of this section are offered the privilege of exchanging all or any part of them for 6½ percent Treasury Notes of Series D-1970, which offering is set forth in Department Circular, Public Debt Series—No. 3-69, issued simultaneously with this circular.

II. DESCRIPTION OF NOTES

1. The notes will be dated May 15, 1969, and will bear interest from that date at the rate of 6½ percent per annum, payable semiannually on November 15, 1969, and thereafter on May 15, and November 15 in each year until the principal amount becomes payable. They will mature May 15, 1976, 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. 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. Under the Second Liberty Bond Act, as amended, the Secretary of the Treasury has the authority to reject or reduce any subscription, and to allot less than the amount of notes applied for 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, all subscriptions will be allotted in full.
IV. PAYMENT

1. Payment for the face amount of notes allotted hereunder must be made on or before May 15, 1969, or on later allotment, and may be made only in a like face amount of securities of the issues enumerated in Paragraph 1 of Section I hereof, which should accompany the subscription. Payment will not be deemed to have been completed where registered notes are requested if the appropriate identifying number as required on tax returns and other documents submitted to the Internal Revenue Service (an individual's social security number or an employer identification number) is not furnished.

2. 5% percent notes of Series B-1969. — When payment is made with notes in bearer form, coupons dated May 15, 1969, should be detached and cashed when due. When payment is made with registered notes, the final interest due on May 15, 1969, will be paid by issue of interest checks in regular course to holders of record on April 15, 1969, the date the transfer books closed.

3. 2½ percent bonds of 1964-69. — When payment is made with bonds in bearer form, coupons dated June 15, 1969, must be attached to the bonds when surrendered. Accrued interest from December 15, 1968, to June 15, 1969 ($12.50 per $1,000) will be credited and accrued interest from May 15 to June 15, 1969 ($5.47554 per $1,000) on the new notes will be charged and the difference ($7.02446 per $1,000) will be paid to subscribers. Payments will be made by check or by credit in any account maintained by a banking institution with the Federal Reserve Bank of its District following acceptance of the securities surrendered. In the case of registered securities, the payment will be made in accordance with the assignments thereon.

V. ASSIGNMENT OF REGISTERED SECURITIES

1. Treasury securities in registered form tendered in payment for notes 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 surrendered with the subscription to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States, Washington, D. C. 20220. The maturing securities must be delivered at the expense and risk of the holder. If the new notes are desired registered in the same name as the securities surrendered, the assignment should be to “The Secretary of the Treasury for exchange for 6½ percent Treasury Notes of Series B-1976”; if the new notes are desired registered in another name, the assignment should be to “The Secretary of the Treasury for exchange for 6½ percent Treasury Notes of Series B-1976 in the name of __________”; if new notes in coupon form are desired, the assignment should be to “The Secretary of the Treasury for exchange for 6½ percent Treasury Notes of Series B-1976 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.

DAVID M. KENNEDY,
Secretary of the Treasury.
EXCHANGE SUBSCRIPTION
6%% Treasury Notes of Series D-1970
at 99.95
Dated and bearing interest from May 15, 1969
To: Federal Reserve Bank, Station K, Dallas, Texas 75222
or
The
El Paso 79999
Houston 77001
San Antonio 78206
Branch

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. 3-69, dated May 1, 1969, the undersigned hereby subscribes for $______________6%% Treasury Notes of Series D-1970, dated May 15, 1969, maturing August 15, 1970, and tenders the following securities in payment:

<table>
<thead>
<tr>
<th>Securities Tendered</th>
<th>Face Amount</th>
<th>Net Cash Adjustment* (per $1,000 face amount)</th>
<th>Cash Adjustment To be paid to Subscriber</th>
</tr>
</thead>
<tbody>
<tr>
<td>5%% Notes, B-1969</td>
<td>$_</td>
<td>$.50</td>
<td>$</td>
</tr>
<tr>
<td>2½ % Bonds, June 15, 1964/69</td>
<td>$_</td>
<td>$7.54075</td>
<td>$</td>
</tr>
<tr>
<td>Total</td>
<td>$_</td>
<td></td>
<td>$</td>
</tr>
</tbody>
</table>

*See official circular for details

METHOD OF SETTLEMENT:

☐ Reserve account...  ☐ Check...  ☐ Otherwise...

The securities to be applied in payment should be listed on the reverse side and should accompany this subscription. If the securities do not accompany this subscription, please attach a letter giving complete information regarding their location and approximate date of surrender.

SCHEDULE FOR ISSUE OF BEARER SECURITIES
Fill in Number of Pieces by Denomination

<table>
<thead>
<tr>
<th>Number of Pieces</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1,000</td>
<td>95,000</td>
</tr>
<tr>
<td>10,000</td>
<td>9100,000</td>
</tr>
<tr>
<td>1,000,000</td>
<td>TOTAL</td>
</tr>
</tbody>
</table>

INSTRUCTIONS FOR DELIVERY OF NEW SECURITIES

☐ Custody—Member bank for own account $-----------------------
☐ As collateral—Treasury Tax and Loan account (Bank's own securities) $-----------------------
☐ In joint safekeeping for own account and $-----------------------

Deliver to...
(State whether free or against funds)

SCHEDULE FOR ISSUE OF REGISTERED SECURITIES

Denominations Desired

<table>
<thead>
<tr>
<th>Denomination</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>80</td>
</tr>
<tr>
<td>100</td>
<td>60</td>
</tr>
</tbody>
</table>

We hereby certify that at the time this subscription was entered the above-described securities surrendered or to be surrendered in connection with this exchange were owned and delivery accepted by the subscriber, or were contracted for purchase for value by the subscriber for delivery to the subscriber prior to the closing of the subscription books.

☐ This is an original subscription  ☐ This is a confirmation

(Name of subscriber)

(Address)

(Authorised signature)

Dated...

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

This acknowledges your subscription for $______________6%% Treasury Notes of Series D-1970.

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

**LIST OF SUBSCRIBERS**

<table>
<thead>
<tr>
<th>Investor Class</th>
<th>NAME OF SUBSCRIBER</th>
<th>ADDRESS</th>
<th>AMOUNT</th>
<th>DO NOT USE</th>
</tr>
</thead>
<tbody>
<tr>
<td>Our own subscription</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**LIST OF SECURITIES SURRENDERED IN PAYMENT**

(COUPONS MATURING MAY 15, 1969, MUST BE DETACHED AND THOSE DUE JUNE 15, 1969, MUST BE ATTACHED)

<table>
<thead>
<tr>
<th>Description</th>
<th>No. Pieces</th>
<th>Denomination</th>
<th>Serial Nos.</th>
<th>Location</th>
<th>Amount</th>
</tr>
</thead>
</table>
EXCHANGE SUBSCRIPTION
6¼% Treasury Notes of Series B-1976
at Par

Due May 15, 1976

Dated and bearing interest from May 15, 1969

To: Federal Reserve Bank, Station K, Dallas, Texas 75222

or —

The El Paso 79999 Houston 77001 San Antonio 78206 Branch

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. 4-69, dated May 1, 1969, the undersigned hereby subscribes for $______________________________6¼% Treasury Notes of Series B-1976, dated May 15, 1969, maturing May 15, 1976, and tenders the following securities in payment:

<table>
<thead>
<tr>
<th>Securities Tendered</th>
<th>Face Amount</th>
<th>Net Cash Adjustment*</th>
<th>Cash Adjustment</th>
</tr>
</thead>
<tbody>
<tr>
<td>5½% Notes, B-1969</td>
<td>$__________</td>
<td>$7.02446</td>
<td></td>
</tr>
<tr>
<td>2½% Bonds, June 15, 1964/69</td>
<td>$__________</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>$__________</td>
<td></td>
<td>$__________</td>
</tr>
</tbody>
</table>

*See official circular for details

METHOD OF SETTLEMENT:
☐ Reserve account... ☐ Check... ☐ Otherwise...

The securities to be applied in payment should be listed on the reverse side and should accompany this subscription. If the securities do not accompany this subscription, please attach a letter giving complete information regarding their location and approximate date of surrender.

METHOD OF SETTLEMENT:
☐ Reserve account... ☐ Check... ☐ Otherwise...

The securities to be applied in payment should be listed on the reverse side and should accompany this subscription. If the securities do not accompany this subscription, please attach a letter giving complete information regarding their location and approximate date of surrender.

INSTRUCTIONS FOR DELIVERY OF NEW SECURITIES
☐ Custody—Member bank for own account $__________
☐ As collateral—Treasury Tax and Loan account (Bank’s own securities) $__________
☐ In joint safekeeping for own account and $__________

Deliver to: ____________________________________________

(State whether free or against funds)

The securities to be applied in payment should be listed on the reverse side and should accompany this subscription. If the securities do not accompany this subscription, please attach a letter giving complete information regarding their location and approximate date of surrender.

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SCHEDULE FOR ISSUE OF BEARER SECURITIES

Fill in Number of Pieces by Denomination

<table>
<thead>
<tr>
<th>Number of Pieces</th>
<th>DO NOT USE THIS COLUMN</th>
<th>At</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$1,000</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>$5,000</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>$10,000</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>$100,000</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>$1,000,000</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>TOTAL $</td>
<td></td>
</tr>
</tbody>
</table>

SCHEDULE FOR ISSUE OF REGISTERED SECURITIES

Name or names in which securities are to be registered, tax account number of owner and mailing address for interest checks.

<table>
<thead>
<tr>
<th>Denominations Desired</th>
</tr>
</thead>
<tbody>
<tr>
<td>No. of Pieces</td>
</tr>
<tr>
<td>@ $</td>
</tr>
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</table>

We hereby certify that at the time this subscription was entered the above-described securities surrendered or to be surrendered in connection with this exchange were owned and delivery accepted by the subscriber, or were contracted for purchase for value by the subscriber for delivery to the subscriber prior to the closing of the subscription books.

☐ This is an original subscription ☐ This is a confirmation

(Name of subscriber) (Address) (Authorised 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 $______________________________6¼% Treasury Notes of Series B-1976.

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 F.R.B.

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:

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4. Dealers and brokers
5. Pension and retirement funds of State and local governments
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7. State and local government funds other than pension and retirement
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9. Corporations other than banks and insurance companies
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<th>AMOUNT</th>
<th>DO NOT USE</th>
</tr>
</thead>
<tbody>
<tr>
<td>Our own subscription</td>
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<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**LIST OF SECURITIES SURRENDERED IN PAYMENT**

*(COUPONS MATURING MAY 15, 1969, MUST BE DETACHED AND THOSE DUE JUNE 15, 1969, MUST BE ATTACHED)*

<table>
<thead>
<tr>
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<th>No. Pieces</th>
<th>Denomination</th>
<th>Serial Nos.</th>
<th>Location</th>
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