

FEDERAL RESERVE BANK OF DALLAS

FISCAL AGENT OF THE UNITED STATES

DALLAS, TEXAS 75222

Circular No. 71-102
April 28, 1971

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

There is quoted below the text of a press statement issued by
the Treasury Department today in regard to current financing:

TREASURY ANNOUNCES \$8.4 BILLION REFUNDING

The Treasury today announced that it is offering holders of \$8.4 billion of the 5-1/4% Treasury Notes of Series A-1971 and 8% Treasury Notes of Series E-1971 maturing May 15, 1971, the right to exchange their holdings for a 5% 15-month note or a 5-3/4% 3-1/2-year note. The public holds \$5.8 billion of the securities eligible for exchange, and about \$2.6 billion is held by Federal Reserve Banks and Government accounts.

The notes being offered in exchange are:

5% Treasury Notes of Series E-1972, dated May 15, 1971, due August 15, 1972, at par; and

An additional amount of the 5-3/4% Treasury Notes of Series A-1974, dated November 15, 1967, due November 15, 1974, at 99.60 (to yield about 5.88%); \$4.0 billion of these notes are outstanding, \$2.5 billion of which are held by the public.

Cash subscriptions will not be received.

Subscription books for the offering will be open until 6:00 p.m., local time, Wednesday, May 5, 1971. To be timely subscriptions must be received by a Federal Reserve Bank or Branch or by the Office of the Treasurer of the United States by such time, except that subscriptions addressed to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States postmarked before midnight, Tuesday, May 4, 1971, will be deemed to be timely.

The notes will be made available in registered as well as bearer form in denominations of \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000. 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.

The payment and delivery date for the notes will be May 17.

Coupons dated May 15, 1971, on notes tendered in exchange should be DETACHED and cashed when due. The May 15, 1971, interest due on registered notes will be paid by issue of interest checks in regular course to holders of record on April 15, 1971, the date the transfer books closed.

The official circulars and subscription forms for the new issues of Treasury notes will be mailed in time to reach you by Monday, May 3; however, should you not receive the forms by Tuesday, May 4, subscriptions may be entered by mail or telegram, subject to confirmation on official subscription blanks.

Yours very truly,

P. E. Coldwell

President