

FEDERAL RESERVE BANK  
OF NEW YORK

[Circular No. 478]  
July 28, 1922  
Reference to Circular No. 477]

CALL OF PART OF THE VICTORY LIBERTY LOAN  
FOR REDEMPTION ON DECEMBER 15, 1922  
Or Earlier at Holder's Option

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Exchange of  $4\frac{3}{4}$  Per Cent. Victory Notes For New  $4\frac{1}{4}$  Per Cent. Treasury Notes

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*To all Banks, Trust Companies, Savings Banks, Bankers, Investment Dealers  
and Principal Corporations in the Second Federal Reserve District:*

Full details respecting the partial redemption of  $4\frac{3}{4}$  per cent. Victory notes before maturity will be found in Treasury Department Circular 299, a copy of which is herewith enclosed. Only those notes bearing the distinguishing letters A, B, C, D, E, or F, prefixed to their serial numbers, are called. The others bearing letters G, H, I, J, K, or L, are not included in this call for redemption but will become due and payable May 20, 1923.

As Secretary Mellon has pointed out in his letter of July 26 to the presidents of banking institutions throughout the country, the announcement of this call and of the current issue of  $4\frac{1}{4}$  per cent. 4-year Treasury notes for which subscriptions are now being received are important steps in the Treasury's plans for dealing with the maturities of the short dated debt. The cooperation of the banks is invited in bringing these announcements directly to the attention of their customers, particularly those holding Victory notes of the  $4\frac{3}{4}$  per cent. series.

As you are aware,  $4\frac{3}{4}$  Victories, whether called for redemption or not, may be exchanged under the Treasury's offering for the new issue of Treasury notes which are dated August 1, 1922, carry  $4\frac{1}{4}$  per cent. interest, are not subject to call for redemption before maturity, and do not mature until September 15, 1926.

For the purpose of giving a full distribution to the Treasury's announcements we have prepared additional copies of our circular 477, which we have previously sent to you, containing the official offering of the new  $4\frac{1}{4}$  per cent. notes and a copy of Secretary Mellon's letter. We shall be glad to send you copies in any number you may desire for redistribution to your customers.

Very truly yours,

BENJ. STRONG,

*Governor.*

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PARTIAL REDEMPTION OF 4½ PER CENT VICTORY NOTES BEFORE MATURITY.

1922.  
Department Circular No. 299.  
Public Debt.

TREASURY DEPARTMENT,  
OFFICE OF THE SECRETARY,  
Washington, July 26, 1922.

To Holders of 4½ Per Cent Victory Notes and Others Concerned:

The Secretary of the Treasury hereby gives notice that, in order to facilitate the refunding of the Victory Liberty Loan and provide for the retirement of part of the outstanding notes before maturity, all 4½ per cent Victory notes which bear the distinguishing letters A, B, C, D, E, or F, prefixed to their serial numbers, are called for redemption on December 15, 1922, and may be surrendered for redemption before that date at the option of the holder, upon the terms and conditions and subject to the rules and regulations hereinafter prescribed:

1. *Call for Redemption.*—All 4½ per cent Victory notes, otherwise known as United States of America Gold Notes of 1922-23, which bear the distinguishing letters A, B, C, D, E, or F, prefixed to their serial numbers, having been designated for the purpose by lot in the manner prescribed by the Secretary of the Treasury, are called for redemption on December 15, 1922, pursuant to the provision for redemption contained in the notes and in Treasury Department Circular No. 138, dated April 21, 1919, under which the notes were originally issued. Interest on all the 4½ per cent Victory notes thus called for redemption will cease on said redemption date, December 15, 1922. Holders of the notes hereby called for redemption, upon presentation and surrender thereof as hereinafter provided, will be entitled to have the notes redeemed and paid at par, with an adjustment of accrued interest, on said redemption date. Accrued interest to said date will be covered as to coupon notes by the coupons due December 15, 1922, which should be detached and collected in ordinary course when due, and as to registered notes will be covered by interest payments to be made simultaneously with the payments on account of principal. The transfer books for registered notes hereby called for redemption will not close on November 15, 1922, but will remain open until December 15, 1922. Victory notes of the 4½ per cent series bearing the distinguishing letters G, H, I, J, K, or L, prefixed to their serial numbers, are not in any manner affected by this call for redemption, and will become due and payable as to principal on May 20, 1923, according to their terms.

2. *Presentation and Surrender for Redemption.*—(a) *Coupon Notes.* Any 4½ per cent Victory notes in coupon form which are called for redemption hereunder should be presented and surrendered for redemption to the Treasurer of the United States in Washington, or to any Federal Reserve Bank or branch, and must have the coupons due May 20, 1923, attached. The notes must be delivered in every case at the expense and risk of the holder, and should be accompanied by appropriate written advice (see Form P. D. 726, hereto attached). In the event that any notes are presented for redemption with the May 20, 1923, coupon detached, the notes will nevertheless be redeemed, but the full face amount of any such missing coupons will be deducted. The amounts so deducted will be held in the Treasury to provide for the redemption of such missing coupons, if subsequently presented.

(b) *Registered Notes.*—Any 4½ per cent Victory notes in registered form which are called for redemption hereunder should be duly assigned to "The Secretary of the Treasury for redemption," in accordance with the general regulations of the Treasury Department governing assignments, and should be presented and surrendered for redemption to the Treasury Depart-

ment, Division of Loans and Currency, Washington, D. C., or to any Federal Reserve Bank or branch. The notes must be delivered at the expense and risk of the holder, and should be accompanied by appropriate written advice (see Form P. D. 727, hereto attached). If assignment for redemption is made by the registered owner, payment of principal and interest to the date of redemption will be made to the registered owner at his last address of record, unless written instructions to the contrary are received from the registered owner. If assignment for redemption is made by an assignee holding under proper assignment from the registered owner, payment of principal and interest to the date of redemption will be made to such assignee at the address specified in the form of advice. Assignments in blank, or other assignments having the same effect, will also be recognized, and in that event payment will be made to the person surrendering the notes for redemption, since under such assignments the notes become in effect payable to bearer. In case it is desired to have payment of registered notes presented for redemption made to some one other than the registered owner, without intermediate assignments, the notes may be assigned to "The Secretary of the Treasury for redemption for account of ....." but

(Here insert name and address of payee desired.)

assignments in this form must be completed before acknowledgment and not left in blank.

(c) *Presentation Prior to December 15, 1922.*—In order to facilitate payment of the notes hereby called for redemption, any such  $4\frac{3}{4}$  per cent Victory notes may be presented and surrendered in the manner herein prescribed at any time in advance of December 15, 1922, for redemption and payment on that date with interest to such redemption date.

3. *Redemption of Called  $4\frac{3}{4}$  Per Cent Victory Notes Before December 15, 1922, at Holder's Option.*—In order to meet the convenience of Victory note holders and facilitate the redemption of called  $4\frac{3}{4}$  per cent Victory notes, the Federal Reserve Banks and the Treasurer of the United States have been authorized, effective this date, to redeem at any time before December 15, 1922, at the option of the holder, at par and accrued interest to the date of optional redemption, any of the  $4\frac{3}{4}$  per cent Victory notes hereby called for redemption. Any holder who desires to surrender his notes in accordance herewith for redemption prior to December 15, 1922, should make appropriate written request therefor and should present and surrender the notes in the manner provided in paragraph 2 hereof, except that coupon notes must in that event have all unmatured coupons attached, including the coupons due December 15, 1922. Appropriate forms of written request will be found in Forms P. D. 726 and 727, hereto attached.

4. *Miscellaneous.*—Any further information which may be desired as to the redemption of Victory notes under this circular may be obtained from the Treasury Department, Division of Loans and Currency, Washington, D. C., or from any Federal Reserve Bank or branch. The Secretary of the Treasury may at any time or from time to time prescribe supplemental or amendatory rules and regulations governing the matters covered by this circular.

A. W. MELLON,

*Secretary of the Treasury.*



TREASURY DEPARTMENT,  
 Division of Loans and Currency.  
 Form P. D. 726.

**FORM OF ADVICE TO ACCOMPANY 4½ PER CENT VICTORY NOTES IN COUPON FORM PRESENTED FOR REDEMPTION.**

TO THE FEDERAL RESERVE BANK OF.....  
 or

TREASURER OF THE UNITED STATES, *Washington, D. C.:*

Pursuant to the provisions of Treasury Department Circular No. 299, dated July 26, 1922, the undersigned presents and surrenders herewith for redemption \$....., face amount, of 4½ per cent Victory notes in coupon form, with coupon due May 20, 1923, attached, as follows:

Number of notes.	Denomination.	Serial numbers of notes.	Face amount.
.....	\$50	.....	.....
.....	100	.....	.....
.....	500	.....	.....
.....	1,000	.....	.....
.....	5,000	.....	.....
.....	10,000	.....	.....
Total.....			

and requests that remittance covering payment therefor be forwarded to the undersigned at the address indicated below.

(Signature) .....

(Address in full) .....

(Date) .....

**REQUEST FOR REDEMPTION PRIOR TO DECEMBER 15, 1922.**

[To be used only in the event applicant elects to exercise option of prior redemption.]

In connection with the foregoing, the undersigned requests immediate redemption of the above-described Victory notes prior to December 15, 1922, at par and accrued interest to date of such optional redemption. In addition to the coupon dated May 20, 1923, the notes surrendered have attached thereto the coupon dated December 15, 1922.

(Signature) .....

(Date) .....

TREASURY DEPARTMENT,  
 DIVISION OF LOANS AND CURRENCY.  
 Form P. D. 727.

**FORM OF ADVICE TO ACCOMPANY 4½ PER CENT VICTORY NOTES IN REGISTERED FORM  
 PRESENTED FOR REDEMPTION.**

TO THE FEDERAL RESERVE BANK OF.....

OR

TREASURY DEPARTMENT, *Division of Loans and Currency, Washington, D. C.:*

Pursuant to the provisions of Treasury Department Circular No. 299, dated July 26, 1922, the undersigned presents and surrenders herewith for redemption \$....., face amount, of 4½ per cent Victory notes in registered form, inscribed in the name of ..... and duly assigned to "The Secretary of the Treasury for redemption," as follows:

Number of notes.	Denomination.	Serial numbers of notes.	Face amount.
.....	\$50	.....	.....
.....	100	.....	.....
.....	500	.....	.....
.....	1,000	.....	.....
.....	5,000	.....	.....
.....	10,000	.....	.....
.....	50,000	.....	.....
.....	100,000	.....	.....
Total .....			.....

and requests that remittance covering payment therefor be forwarded to the undersigned at the address indicated below.

(Signature) .....

(Address in full) .....

(Date) .....

**REQUEST FOR REDEMPTION PRIOR TO DECEMBER 15, 1922.**

(To be used only in the event applicant elects to exercise option of prior redemption.)

In connection with the foregoing, the undersigned requests immediate redemption of the above-described Victory notes prior to December 15, 1922, at par and accrued interest to the date of such optional redemption.

(Signature) .....

(Date) .....

(4)