

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

Government Bond and
Safekeeping Department

[Circular No. 813]
[October 15, 1927]

HANDLING SECOND LIBERTY LOAN BONDS FOR REDEMPTION

Holders Urged to Surrender Them Now

*To all Banks, Trust Companies and Others Concerned
in the Second Federal Reserve District:*

On November 15, 1927, as previously announced by the Secretary of the Treasury, all Second Liberty Loan bonds become redeemable and will cease to bear interest. Such bonds therefore should be presented at once for payment on November 15, 1927.

Methods to Expedite Payments

At the present time there are about \$830,000,000 of the bonds outstanding. A large proportion of this amount is held in the smaller denominations by many thousands of owners. Due to this wide distribution, redemptions will be facilitated if banking institutions will use separate "redemption applications" when surrendering both coupon and registered bonds. Supplies of these forms are enclosed.

Coupon Bonds

The light green application should accompany Second Liberty Loan 4 per cent bonds and another such application should accompany Second Liberty Loan Converted 4¼ per cent bonds, both in *coupon* form, presented for redemption.

Coupons dated November 15, 1927, which become payable on that date, should be detached and such coupons should be collected by the holders in regular course. All coupons bearing dates subsequent to November 15, 1927, must be attached to any such bonds when presented for redemption on November 15, 1927. If any such coupons are missing from bonds presented for redemption, the bonds will nevertheless be redeemed, but the full face amount of any such missing coupons will be deducted from the payment to be made on account of such redemption, and any amounts so deducted will be held in the Treasury Department to provide for the redemption of such missing coupons as may subsequently be presented.

Registered Bonds

The gray colored application should accompany Second 4s and another such application should accompany Second 4¼s, both in *registered* form, presented for redemption. Such registered bonds must be assigned by the registered payees or assigns thereof, or by their repre-

sentatives, to "The Secretary of the Treasury for redemption," in accordance with the general regulations of the Treasury Department governing such assignments.

The transfer books for registered bonds of the Second Liberty Loan will not close prior to November 15, 1927. Final interest due on that date will not be paid by interest checks in regular course but will be covered by payments to be made simultaneously with the payments on account of principal.

Bond Shipments at Holder's Risk

The bonds must be delivered at the expense and risk of the holder. Facilities for transportation of bonds by registered mail insured may be arranged between incorporated banks and trust companies and the Federal Reserve Bank of New York, and holders may take advantage of such arrangements, when possible, utilizing such incorporated banks and trust companies as their agents.

Further Information

Full details with respect to the redemption of the Second Liberty Loan are contained in Treasury Department Circular No. 381, a reprint of which accompanied Circular No. 784 of this bank dated May 9, 1927. Further information together with an additional supply of the redemption forms may be obtained upon application to this bank.

The cooperation of all holders of Second Liberty Loan bonds is earnestly requested in handling the redemptions and holders are respectfully urged to present their bonds now to insure prompt payment of principal and interest when due on November 15, 1927, particularly with respect to registered bonds which must be forwarded to Washington for release of registration before payment can be made.

Very truly yours,

BENJ. STRONG,
Governor.

Registered Bond REDEMPTION APPLICATION Second Liberty Loan Registered Bonds

Date.....

FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States,
NEW YORK, N. Y.

Pursuant to the provisions of Treasury Department Circular No. 381, dated May 9, 1927, the undersigned, being the true owner, assignee of, or the duly authorized agent of the true owner or assignee, presents and surrenders herewith for redemption \$....., face amount, of Second Liberty Loan Bonds in registered form, as follows:

SECOND 4 $\frac{1}{4}$'s

CHECK (X) ISSUE PRESENTED
Use separate applications for Second 4's
and Second 4 $\frac{1}{4}$'s

SECOND 4's

Pieces	Denomination	Par Amount	Leave Blank		Numbers
	\$50				
	100				
	500				
	1,000				
	5,000				
	10,000				
	50,000				
	100,000				
Total Face Amount					

Make Payment as Indicated

By check

By credit to Reserve Account

Special instructions attached

.....
(Name)

.....
(Address)

.....
(Official signature required)

Received	Checked	Examined	Recorded
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Coupon Bond

REDEMPTION APPLICATION

Second Liberty Loan Coupon Bonds

Date.....

FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States,
 NEW YORK, N. Y.

Pursuant to the provisions of Treasury Department Circular No. 381, dated May 9, 1927, the undersigned presents and surrenders herewith for redemption \$....., face amount, of Second Liberty Loan Bonds in coupon form, with coupon due May 15, 1928, and all subsequent coupons attached, as follows:

SECOND 4 $\frac{1}{4}$'s

CHECK (X) ISSUE PRESENTED
 Use separate applications for Second 4's
 and Second 4 $\frac{1}{4}$'s

SECOND 4's

MATURED COUPONS MUST BE DETACHED AND SUBMITTED SEPARATELY FOR REDEMPTION

Pieces	Denomination	Par Amount	Numbers
	\$50		
	100		
	500		
	1,000		
	5,000		
	10,000		
Total Face Amount			

Make Payment as Indicated

By check

By credit to Reserve Account

Special instructions attached

.....
(Name)

.....
(Address)

By.....

Registered Bond REDEMPTION APPLICATION Second Liberty Loan Registered Bonds

Date.....

FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States,
NEW YORK, N. Y.

Pursuant to the provisions of Treasury Department Circular No. 381, dated May 9, 1927, the under-
signed presents and surrenders herewith for redemption \$....., face amount, of Second
Liberty Loan Bonds in registered form, duly assigned, as follows:

SECOND 4 $\frac{1}{4}$'s

CHECK (X) ISSUE PRESENTED
Use separate applications for Second 4's
and Second 4 $\frac{1}{4}$'s

SECOND 4's

Pieces	Denomination	Par Amount	Leave Blank	Numbers
	\$50			
	100			
	500			
	1,000			
	5,000			
	10,000			
	50,000			
	100,000			
Total Face Amount				

Make Payment as Indicated

By check

By credit to Reserve Account

Special instructions attached

.....
(Name)

.....
(Address)

By.....