

**FEDERAL RESERVE BANK  
OF NEW YORK**

**Fiscal Agent of the United States**

**Securities Department**

[ Circular No. 870  
September 7, 1928 ]

**\$525,000,000**

(or thereabouts)

**September 15th Offering of 4½ Per Cent Treasury Certificates of Indebtedness**

**Third Liberty Loan Bonds Acceptable in Payment**

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

The Secretary of the Treasury today invites subscriptions to a new issue of Treasury certificates of indebtedness. In announcing this offering Secretary Mellon made the following statement:

The Treasury is today announcing its September financing, which takes the form of an offering of nine months 4½ per cent Treasury certificates of indebtedness, dated and bearing interest from September 15, 1928, and maturing June 15, 1929. The amount of the offering is \$525,000,000 or thereabouts.

The Treasury will accept in payment for the new certificates, at par, Third Liberty Loan bonds, maturing September 15, 1928. Subscriptions for which payment is to be tendered in Third Liberty Loan bonds maturing September 15, 1928 will be allotted in full up to the amount of the offering.

About \$970,000,000 of Third Liberty Loan bonds are still outstanding and become payable on September 15, 1928. Also about \$70,000,000 in interest payments on the public debt become payable on that date.

The final redemption of the Third Liberty Loan brings to a close the vast operations begun by the Treasury in 1927, which, in the course of eighteen months, have resulted in the refunding or retirement of over five billions of Liberty Loan bonds accompanied by important reduction in interest charges. Of \$5,264,000,000 of Second and Third Liberty Loan bonds outstanding in February, 1927, all but \$20,000,000 of which bore a 4¼ per cent rate of interest, about \$1,300,000,000 will have been retired from sinking fund and surplus. The balance have been replaced by bonds bearing 3¾ per cent interest, by three-five year notes bearing 3½ per cent interest, all with maturity or call dates convenient for sinking fund purposes, and by short term certificates, including the issue now offered, all maturing on quarterly tax payment dates.

**SUBSCRIPTION BOOKS OPEN SEPTEMBER 7**

The subscription books for the new issue are now open and applications will be received by this bank as fiscal agent of the United States. The details of the offering are given on the following pages.

Very truly yours,

**BENJ. STRONG,**

*Governor.*

**Federal Reserve Bank of New York**

Fiscal Agent of the United States

**Offering of United States of America****Four and One-Half Per Cent Treasury Certificates of Indebtedness**

SERIES TJ-1929

**Dated and Bearing Interest from September 15, 1928****Due June 15, 1929**

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

The Secretary of the Treasury, under the authority of the Act approved September 24, 1917, as amended, offers for subscription, at par and accrued interest, through the Federal Reserve Banks, Treasury certificates of indebtedness of Series TJ-1929, dated and bearing interest from September 15, 1928, payable June 15, 1929, with interest at the rate of four and one-half per cent per annum, payable on a semiannual basis.

Applications will be received at the Federal Reserve Banks.

Bearer certificates will be issued in denominations of \$100, \$500, \$1,000, \$5,000, \$10,000, and \$100,000. The certificates will have two interest coupons attached, payable December 15, 1928 and June 15, 1929.

The certificates of said series shall be exempt, both as to principal and interest, from all taxation now or hereafter imposed by the United States, any State, or any of the possessions of the United States, or by any local taxing authority, except (a) estate or inheritance taxes, and (b) graduated additional income taxes, commonly known as surtaxes, and excess-profits and war-profits taxes, now or hereafter imposed by the United States, upon the income or profits of individuals, partnerships, associations, or corporations. The interest on an amount of bonds and certificates authorized by said act approved September 24, 1917, and amendments thereto, the principal of which does not exceed in the aggregate \$5,000, owned by any individual, partnership, association, or corporation, shall be exempt from the taxes provided for in clause (b) above.

The certificates of this series will be accepted at par during such time and under such rules and regulations as shall be prescribed or approved by the Secretary of the Treasury, in payment of income and profits taxes payable at the maturity of the certificates. The certificates of this series will be acceptable to secure deposits of public moneys, but will not bear the circulation privilege.

The right is reserved to reject any subscription and to allot less than the amount of certificates applied for and to close the subscriptions at any time without notice. The Secretary of the Treasury also reserves the right to make allotment in full upon applications for smaller amounts, to make reduced allotments upon, or to reject, applications for larger amounts, and to make classified allotments and allotments upon a graduated scale; and his action in these respects will be final. Subscriptions in payment for which Third Liberty Loan  $4\frac{1}{4}$  per cent Bonds of 1928 (hereinafter referred to as Third  $4\frac{1}{4}$ 's) are tendered will be allotted in full up to the amount of the offering. Allotment notices will be sent out promptly upon allotment, and the basis of the allotment will be publicly announced.

Payment at par and accrued interest for certificates allotted must be made on or before September 15, 1928, or on later allotment. After allotment and upon payment, Federal Reserve Banks may issue interim receipts pending delivery of the definitive certificates. Any qualified depository will be permitted to make payment by credit for certificates allotted to it for itself and its customers up to any amount for which it shall be qualified in excess of existing deposits,

when so notified by the Federal Reserve Bank of its district. Bonds of the Third  $4\frac{1}{4}$ 's, maturing on September 15, 1928, will be accepted at par, in payment for any certificates of the series now offered which shall be subscribed for and allotted, with an adjustment of accrued interest, if any, on the certificates of the series so paid for.

Bonds of the Third  $4\frac{1}{4}$ 's tendered in payment for any certificates of the series now offered should be presented when the subscription is tendered. The bonds must be delivered at the expense and risk of the holder. Coupons dated September 15, 1928, which become payable on that date, should be detached from any bonds of the Third  $4\frac{1}{4}$ 's in coupon form so tendered, and such coupons should be collected by the holders thereof in regular course. Third  $4\frac{1}{4}$ 's in registered form tendered in payment for certificates subscribed for must be duly assigned to "The Secretary of the Treasury for payment", in accordance with the general regulations of the Treasury Department governing such assignments. Final interest due September 15, 1928, on registered bonds of the Third  $4\frac{1}{4}$ 's so tendered will not be paid by interest checks in regular course but will be covered by payments to be made simultaneously with the delivery of the certificates (or interim receipts) upon allotted subscriptions. Facilities for transportation of bonds by registered mail insured may be arranged between incorporated banks and trust companies and the Federal Reserve Banks, and holders may take advantage of such arrangements, when available, utilizing such incorporated banks and trust companies as their agents. Incorporated banks and trust companies are not agents of the United States under this circular.

As fiscal agents of the United States, Federal Reserve Banks are authorized and requested to receive subscriptions and to make allotments on the basis and up to the amounts indicated by the Secretary of the Treasury to the Federal Reserve Banks of the respective districts.

Very truly yours,

BENJ. STRONG,  
*Governor.*

New York, September 7, 1928.



Lot Number

### CASH SUBSCRIPTION

Application Number  
IB

To United States Government Obligations  
Described Below

Dated at .....

1928

*Interest computation: Interest on September 15 certificates computed on semi-annual basis. No. 1 coupon covers 91 days in 183 day period: decimal for one days interest on \$1,000 \$0.12295082. No. 2 coupon covers one half year of 182 days: decimal for one days interest on \$1,000 \$0.12362637.*

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

DEAR SIR:

Pursuant to the terms stated in the current offering of the Secretary of the Treasury please enter our (my) subscription at par and accrued interest for \$..... (par value)

UNITED STATES OF AMERICA 4½ PER CENT TREASURY CERTIFICATES  
OF INDEBTEDNESS, SERIES TJ-1929, DATED SEPTEMBER 15, 1928,  
DUE JUNE 15, 1929.

We (I) agree to pay to you on the date of the above issue at par for any securities allotted on account of this subscription, and payment will be made by the method indicated below:

By check - - - - - ☐

By cash - - - - -

Payment will be made by (name).....

This is a confirmation of a previous subscription.....

Write Yes  
or

.....  
Write No

Subscriber .....

Street address.....

..... Town State

THIS SPACE IS FOR THE USE OF THE FEDERAL RESERVE BANK OF NEW YORK

[illegible]



# This Form Should Be Used When Surrendering Registered Third Liberty Loan 4¼ per cent Bonds in Exchange

For 4½ Per Cent Treasury Certificates, Series TJ-1929, Dated September 15, 1928,  
Due June 15, 1929

**INSTRUCTIONS TO APPLICANTS:** This form should be used in subscribing to 4½ per cent Treasury certificates, Series TJ-1929 when offering in payment Registered Third Liberty Loan 4¼ Per Cent Bonds of 1928. Please send such bonds with this application.

It will be noted that the new 4½ per cent Treasury certificates will be issued in denominations of \$100 and upwards, and exchanges therefore may be made only in multiples of \$100.

Subscriptions for which Third 4¼s are tendered in payment will be allotted in full up to the amount of the offering.

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

.....1928

DEAR SIRs:

Pursuant to the terms stated in the current offering of the Secretary of the Treasury, please enter exchange subscription at par in payment of which Third Liberty Loan registered bonds of 1928 are tendered herewith as set forth below:

Third Liberty Loan Registered Bonds Tendered Herewith					4½ Per Cent Treasury Certificates, Series TJ-1929, Desired in Exchange				
Pieces	Denominations	Par Amount		Leave Blank	Pieces	Denominations	Par Amount		Leave Blank
	\$ 50			1.07					
	100			2.13		\$ 100			
	500			10.63		500			
	1,000			21.25		1,000			
	5,000			106.25		5,000			
	10,000			212.50		10,000			
	50,000			1062.50					
	100,000			2125.00		100,000			
TOTAL AMOUNT SURRENDERED					TOTAL AMOUNT SUBSCRIBED				

## DISPOSE OF INTEREST PROCEEDS AS FOLLOWS

By credit to our Reserve Account ☐

By check ☐

This is:

- ☐ An original subscription  
☐ A confirmation of a previous subscription  
☐ In payment of subscription already filed

**IMPORTANT**

## DISPOSE OF NEW SECURITIES AS FOLLOWS

Deliver over the counter ☐

Ship definitive securities ☐

Hold for safekeeping (For members only) ☐

Deliver to Loan and Discount Department ☐

Hold to secure War Loan Deposits ☐

Special instructions:

Name of depositor of surrendered Third 4¼s  
with Federal Reserve Bank of New York.

Street address

Town and State

SPACES BELOW FOR THE USE OF THE FEDERAL RESERVE BANK OF NEW YORK.

By .....

Received from FEDERAL RESERVE BANK OF NEW YORK in the amount indicated above  
4½% Treasury Certificates, Series TJ-1929 Dated September 15, 1928 Due June 15, 1929

Name.....

Date.....

By.....

Window	Mail	Safekeeping	Received	Checked	Recorded	Interest	Checked	Credit	LOT NUMBER
								Check	
Filed	Journal	Payment	Released	Requisitioned	Taken from Vault	Counted	Checked	Delivered	

The slip below should be filled in and signed by the same bank or individual depositing surrendered bonds with the Federal Reserve Bank of New York.

Date.....

Exchange application, Third Liberty Loan bonds in exchange for 4½ per cent Treasury Certificates, Series TJ-1929; pursuant to Treasury's current offering.

Amount Offered..... Name .....

Street Address .....

Town or State .....

EXAMINED

CARDED

LEDGER

ACKNOWLEDGED



# This Form Should Be Used When Surrendering Coupon Third Liberty Loan 4¼ Per Cent Bonds in Exchange

For 4½ Per Cent Treasury Certificates, Series TJ-1929, Dated September 15, 1928,  
Due June 15, 1929

**INSTRUCTIONS TO APPLICANTS:** This form should be used in subscribing to 4½ per cent Treasury certificates, Series TJ-1929 by offering in payment Coupon Third Liberty Loan 4¼ Per Cent Bonds of 1928. *Please send such bonds with this application.*

It will be noted that the new 4½ per cent Treasury certificates will be issued in denominations of \$100 and upwards, and exchanges therefore may be made only in multiples of \$100.

Subscriptions for which Third 4¼s are tendered in payment will be allotted in full up to the amount of the offering.

**SEPTEMBER 15, 1928 COUPON AND ALL PRIOR COUPONS MUST BE DETACHED AND COLLECTED BY HOLDERS IN REGULAR COURSE**

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

.....1928

DEAR SIRs:

Pursuant to the terms stated in the current offering of the Secretary of the Treasury, please enter exchange subscription at par in payment of which Third Liberty Loan coupon bonds of 1928 are tendered herewith as set forth below:

Third Liberty Loan Coupon Bonds Tendered Herewith						4½ Per Cent Treasury Certificates, Series TJ-1929, Desired in Exchange					
Pieces	Denominations	Par Amount			Leave Blank	Pieces	Denominations	Par Amount			Leave Blank
	\$ 50				1.07						
	100				2.13		\$ 100				
	500				10.63		500				
	1,000				21.25		1,000				
	5,000				106.25		5,000				
	10,000				212.50		10,000				
X X	X X X	X	X X	X							
X X	X X X	X	X X	X							
TOTAL AMOUNT SURRENDERED						TOTAL AMOUNT SUBSCRIBED					
LEAVE BLANK						DISPOSE OF NEW SECURITIES AS FOLLOWS					
<div style="display: flex; align-items: center;"> <div style="writing-mode: vertical-rl; transform: rotate(180deg); font-weight: bold; margin-right: 10px;">IMPORTANT</div> <div> <p>This is:</p> <p>An original subscription <input type="checkbox"/></p> <p>A confirmation of a previous subscription <input type="checkbox"/></p> <p>In payment of subscription already filed <input type="checkbox"/></p> </div> </div>						<p>Deliver over the counter <input type="checkbox"/></p> <p>Ship definitive securities <input type="checkbox"/></p> <p>Hold for safekeeping (For members only) <input type="checkbox"/></p> <p>Deliver to Loan and Discount Department <input type="checkbox"/></p> <p>Hold to secure War Loan Deposits <input type="checkbox"/></p> <p>Special instructions: _____</p>					

Name of depositor of surrendered Third 4¼s  
with Federal Reserve Bank of New York. \_\_\_\_\_

Street address \_\_\_\_\_

Town and State \_\_\_\_\_

By \_\_\_\_\_

SPACES BELOW FOR THE USE OF THE FEDERAL RESERVE BANK OF NEW YORK.

Received from FEDERAL RESERVE BANK OF NEW YORK in the amount indicated above

4½% Treasury Certificates Dated September 15, 1928 Due June 15, 1929

Name.....

Date.....

By.....

Window	Mail	Safekeeping	Received	Checked	Recorded	Interest	Checked	Credit	LOT NUMBER
								Check	
	Journal	Payment	Released	Requisitioned	Taken from Vault	Counted	Checked	Delivered	

The slip below should be filled in and signed by the same bank or individual depositing surrendered Third 4¼s with the Federal Reserve Bank of New York.

Date.....

Exchange application, Third Liberty Loan Coupon bonds in exchange for 4½ per cent Treasury Certificates, Series TJ-1929; pursuant to current Treasury offering.

Amount Subscribed..... Name .....

Street Address .....

Town or State .....

EXAMINED

CARDED

LEDGER

ACKNOWLEDGED



Lot Number

Cash Subscription by Bank or Trust Company  
To United States Government Obligations  
Described Below

Application Number  
C

Dated at .....  
.....1928

Interest computation: Interest on September 15 certificates computed on semi-annual basis. No. 1 coupon covers 91 days in 183 day period:  
decimal for one days interest on \$1,000 \$0.1229508 2. No. 2 coupon covers one half year of 182 days:  
decimal for one days interest on \$1,000 \$0.12362637.

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

DEAR SIRs:  
Pursuant to the terms stated in the current offering of the Secretary of the Treasury please enter subscription as follows at par and accrued interest for

UNITED STATES OF AMERICA 4½ PER CENT TREASURY CERTIFICATES  
OF INDEBTEDNESS, SERIES TJ-1929, DATED SEPTEMBER 15, 1928,  
DUE JUNE 15, 1929

For our own account (not classified below)..... \$ \_\_\_\_\_  
For our customers (classified below).....  
Total Subscription ..... \$ \_\_\_\_\_

CLASSIFICATION OF CUSTOMERS' SUBSCRIPTIONS  
(For example: Class A — 10 at \$1,000)

CLASS A			CLASS B			CLASS C			CLASS D		
Subscriptions of \$1,000 and under			Subscriptions of \$1,100 to \$10,000 Inclusive			Subscriptions of \$10,100 to \$50,000 Inclusive			Subscriptions of \$50,100 to \$100,000 Inc.		
Number of Subscrip't's	Amount of Each	Leave Blank	Number of Subscrip't's	Amount of Each	Leave Blank	Number of Subscrip't's	Amount of Each	Leave Blank	Number of Subscrip't's	Amount of Each	Leave Blank
at			at			at			at		
at			at			at			at		
at			at			at			at		
at			at			at			at		
at			at			at			at		
at			at			at			at		
at			at			at			at		
at			at			at			at		
at											
at											
at			CLASS E			CLASS F			CLASS G		
			Sub's of \$100,100 to \$500,000 Inclusive			Sub's of \$500,100 to \$1,000,000 Inclusive			Subscriptions of over \$1,000,000		
			Number of Subscrip't's	Amount of Each	Leave Blank	Number of Subscrip't's	Amount of Each	Leave Blank	Number of Subscrip't's	Amount of Each	Leave Blank
at			at			at			at		
at			at			at			at		
at			at			at			at		
at			at			at			at		
at			at			at			at		
at			at			at			at		
at			at			at			at		

We agree to pay to you on the date of the above issue at par for any securities allotted on account of this subscription, and payment will be made by the method indicated below:

By debit to our reserve account - - - - - ☐ By credit to War Loan Deposit Account - - - - - ☐  
By check - - - - - ☐

Before signing fill in all required spaces.

O SUBSCRIBER:  
Mark (X) in proper space  
to indicate if this is:  
Original subscription .....  
Confirmation of a telegram.....  
Confirmation of a letter.....


Bank or Trust Company.....  
Post Office Address.....  
State.....  
.....  
Official signature required

SPACES BELOW ARE FOR THE USE OF THE FEDERAL RESERVE BANK

Examined	Carded	Classified	Ledger	Acknowledged	Government Deposit	Disposition
					Hold	
Allotment	Figured	Checked	Advised	Method of Payment	Amount	Date Released
						By
Received	Checked	Recorded	Window	Custody	Mail	Other Departments