

FEDERAL RESERVE BANK  
OF NEW YORK  
Fiscal Agent of the United States

[Circular No. 1518]  
March 15, 1935]

Adjustment of Interest as of March 15, 1935 on  $2\frac{7}{8}$  Percent Treasury  
Bonds of 1955-60 Allotted After March 15, 1935 in Exchange  
for Third-called Fourth  $4\frac{1}{4}$ 's

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

For your information we quote below the texts of telegrams received by us  
from the Treasury Department:

“Where Third-called Fourth  $4\frac{1}{4}$ 's are tendered for exchange under Treasury  
Department circular No. 531 after March 15, accrued interest on the  $2\frac{7}{8}$  percent bonds  
shall be computed from March 15 to the date of actual delivery to you, or, in the case  
of bonds received in the mail, to the date of mailing to you as evidenced by the post-  
mark on the envelope.”

“If you feel that subscribers in your district do not understand that accrued  
interest is to be charged in cases where (Third-called) Fourths are submitted after  
March 15 for exchange or do not understand that in any event interest on (Third-  
called) Fourths exchanged terminates March 15, you should make these points clear  
to all banks and others concerned in your district.”

Interest on \$1,000 for one day at the rate of  $2\frac{7}{8}$  percent per annum (figured on  
a semiannual basis) is \$.078125.

GEORGE L. HARRISON,  
*Governor.*