

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

[Circular No. 1739
March 8, 1937]

Offering of United States of America 2½ Percent Treasury Bonds of 1949-53

Dated and bearing interest from December 15, 1936

Due December 15, 1953

REDEEMABLE AT THE OPTION OF THE UNITED STATES AT PAR AND ACCRUED INTEREST ON AND AFTER DECEMBER 15, 1949

Interest payable June 15 and December 15

ADDITIONAL ISSUE

Only Treasury Notes of Series B-1937, maturing April 15, 1937, may be tendered in payment

**To all Banking Institutions and Others Concerned in the
Second Federal Reserve District:**

Secretary of the Treasury Morgenthau today announced an offering of 2½ percent Treasury Bonds of 1949-53, additional issue, in payment of which only Treasury Notes of Series B-1937, maturing April 15, 1937, may be tendered. The terms of this offering are set forth in Treasury Department Circular No. 574, dated March 8, 1937, a copy of which is printed on the following pages.

It will be noted from Treasury Department Circular No. 574 that payment at par and accrued interest for bonds allotted may be made only through surrender of an equal face amount of Treasury Notes of Series B-1937 with the April 15, 1937 coupon attached. Subscribers will be credited with accrued interest from October 15, 1936 to March 15, 1937 on the notes surrendered; they will be charged with accrued interest from December 15, 1936 to March 15, 1937 on the bonds allotted, and the net adjustment will be paid to them following acceptance of the notes.

The subscription books for this offering are now open, and applications will be received by this bank as fiscal agent of the United States. Subscriptions should be made on official subscription blanks and mailed immediately, or if filed by telegram or letter, should be confirmed immediately by mail on the blanks provided.

GEORGE L. HARRISON,

President.

UNITED STATES OF AMERICA

2½ PERCENT TREASURY BONDS OF 1949-53

Dated and bearing interest from December 15, 1936

Due December 15, 1953

REDEEMABLE AT THE OPTION OF THE UNITED STATES AT PAR AND ACCRUED INTEREST ON AND AFTER
DECEMBER 15, 1949

Interest payable June 15 and December 15

ADDITIONAL ISSUE

1937
Department Circular No. 574

Public Debt Service

TREASURY DEPARTMENT,
OFFICE OF THE SECRETARY,
Washington, March 8, 1937.

I. OFFERING OF BONDS

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, approved September 24, 1917, as amended, invites subscriptions, at par and accrued interest from December 15, 1936, from the people of the United States for 2½ percent bonds of the United States, designated Treasury Bonds of 1949-53, in payment of which only Treasury Notes of Series B-1937, maturing April 15, 1937, may be tendered. The amount of the offering under this circular will be limited to the amount of Treasury Notes of Series B-1937 tendered and accepted.

II. DESCRIPTION OF BONDS

1. The bonds now offered will be an addition to and will form a part of the series of 2½ percent Treasury Bonds of 1949-53 issued pursuant to Department Circular No. 572, dated December 7, 1936, will be freely interchangeable therewith, are identical in all respects therewith, and are described in the following quotation from Department Circular No. 572:

"1. The bonds will be dated December 15, 1936, and will bear interest from that date at the rate of 2½ percent per annum, payable semiannually on June 15 and December 15 in each year until the principal amount becomes payable. They will mature December 15, 1953, but may be redeemed at the option of the United States on and after December 15, 1949, in whole or in part, at par and accrued interest, on any interest day or days, on 4 months' notice of redemption given in such manner as the Secretary of the Treasury shall prescribe. In case of partial redemption the bonds to be redeemed will be determined by such method as may be prescribed by the Secretary of the Treasury. From the date of redemption designated in any such notice, interest on the bonds called for redemption shall cease.

"2. The bonds 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, or gift 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 authorized by the Second Liberty Bond Act, approved September 24, 1917, as amended, 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.

"3. The bonds will be acceptable to secure deposits of public moneys, but will not bear the circulation privilege and will not be entitled to any privilege of conversion.

"4. Bearer bonds with interest coupons attached, and bonds registered as to principal and interest, will be issued in denominations of \$50, \$100, \$500, \$1,000, \$5,000, \$10,000 and \$100,000. Provision will be made for the interchange of bonds of different denominations and of coupon and registered bonds, and for the transfer of registered bonds, under rules and regulations prescribed by the Secretary of the Treasury.

"5. The bonds will be subject to the general regulations of the Treasury Department, now or hereafter prescribed, governing United States bonds."

III. SUBSCRIPTION AND ALLOTMENT

1. Subscriptions will be received at the Federal Reserve banks and branches and at the Treasury Department, Washington. Banking institutions generally may submit subscriptions for account of customers, but only the Federal Reserve banks and the Treasury Department are authorized to act as official agencies. The Secretary of the Treasury reserves the right to close the books as to any or all subscriptions or classes of subscriptions at any time without notice.

2. The Secretary of the Treasury reserves the right to reject any subscription, in whole or in part, to allot less than the amount of bonds applied for, to make allotments in full upon applications for smaller amounts and to make reduced allotments upon, or to reject, applications for larger amounts, or to adopt any or all of said methods or such other methods of allotment and classification of allotments as shall be deemed by him to be in the public interest; and his action in any or all of these respects shall be final. Subject to these reservations, all subscriptions will be allotted in full. Allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at par and accrued interest for bonds allotted must be made or completed on or before March 15, 1937, or on later allotment, and may be made only through surrender of an equal face amount of Treasury Notes of Series B-1937, which will be accepted at par and should accompany the subscription. Coupons dated April 15, 1937, must be attached to the notes when surrendered, and subscribers will be credited with accrued interest thereon from October 15, 1936, to March 15, 1937, (\$12.445055 per \$1,000); they will be charged with accrued interest on the bonds from December 15, 1936, to March 15, 1937, (\$6.181319 per \$1,000); and the net adjustment (\$6.263736 per \$1,000) will be paid to them following acceptance of the notes.

V. GENERAL PROVISIONS

1. As fiscal agents of the United States, Federal Reserve banks are authorized and requested to receive subscriptions, 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, to issue allotment notices, to receive payment for bonds allotted, to make delivery of bonds on full-paid subscriptions allotted, and they may issue interim receipts pending delivery of the definitive bonds.

2. The Secretary of the Treasury may at any time, or from time to time, prescribe supplemental or amendatory rules and regulations governing the offering, which will be communicated promptly to the Federal Reserve banks.

HENRY MORGENTHAU, JR.,

Secretary of the Treasury.

NON-NEGOTIABLE RECEIPT

For United States Government Obligations as Mentioned Below

Issued to.....

Number.....

Street.....

Date.....

Town..... State.....

Receipt is hereby acknowledged of \$..... par amount United States of America 3 Percent Treasury Notes of Series B-1937 surrendered in payment for United States of America 2½ Percent Treasury Bonds of 1949-53 subscribed for and allotted in full pursuant to the terms of Treasury Department Circular No. 574, dated March 8, 1937. If such new securities issued in exchange for those surrendered are to be delivered at the Federal Reserve Bank of New York over the counter to your representative the "authority to deliver" set forth below should be duly executed and returned to us.

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

Date Received..... Mail Sheet No.....

Refer to your letter dated..... No.....

Teller.....

AUTHORITY TO DELIVER

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

You are hereby authorized to deliver to

(Name of representative)

whose signature appears below \$..... par amount of United States Government obligations subscribed for and allotted in full in exchange for United States Government obligations surrendered in payment as indicated in the above non-negotiable receipt.

Name.....
(Please print).....
(Official signature required).....
(Signature of authorized representative)

DELIVERY RECEIPT

Received from the Federal Reserve Bank of New York United States Government obligations at par in the amount stated above in exchange for United States Government obligations surrendered in payment as indicated in the above non-negotiable receipt.

By.....

Date.....

FILE COPY OF NON-NEGOTIABLE RECEIPT
For United States Government Obligations as Mentioned Below

Issued to.....

Number.....

Street.....

Date.....

Town..... State.....

Receipt is hereby acknowledged of \$..... par amount United States of America 3 Percent Treasury Notes of Series B-1937 surrendered in payment for United States of America 2½ Percent Treasury Bonds of 1949-53 subscribed for and allotted in full pursuant to the terms of Treasury Department Circular No. 574, dated March 8, 1937. If such new securities issued in exchange for those surrendered are to be delivered at the Federal Reserve Bank of New York over the counter to your representative the "authority to deliver" set forth below should be duly executed and returned to us.

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

Date Received..... Mail Sheet No.....

Refer to your letter dated..... No.....

Teller.....

EXCHANGE SUBSCRIPTION

This Form Should Be Used When United States of America 3 Percent Treasury Notes of Series B-1937 Maturing April 15, 1937 Are Tendered in Payment for Treasury Bonds to Be Allotted on Subscriptions

FOR UNITED STATES OF AMERICA 2½ PERCENT TREASURY BONDS OF 1949-53

Dated December 15, 1936

Due December 15, 1953

ADDITIONAL ISSUE

NOTE:

United States of America 3 percent Treasury Notes of Series B-1937, tendered in payment should be presented and surrendered with this exchange subscription, except that if payment is to be made by such notes now held for the subscriber's account by the Federal Reserve Bank of New York instructions must be given accordingly in the space provided below.

Coupons dated April 15, 1937, must be attached to the notes when surrendered, and subscribers will be credited with accrued interest thereon from October 15, 1936, to March 15, 1937, (\$12.445055 per \$1,000); they will be charged with accrued interest on the bonds from December 15, 1936, to March 15, 1937, (\$6.181319 per \$1,000); and the net adjustment (\$6.263736 per \$1,000) will be paid to them following acceptance of the notes.

If registered Treasury securities of this series are desired in exchange for Treasury Notes of Series B-1937 presented and surrendered the required necessary instructions must be given in spaces provided on the reverse side of this form.

Subscriptions for which Treasury Notes of Series B-1937 are tendered in payment and accepted will be allotted in full.

Dated at.....
.....1937

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

DEAR SIRs:

Pursuant to the provisions of Treasury Department Circular No. 574, dated March 8, 1937, the undersigned tenders herewith in payment for United States of America 2½ percent Treasury Bonds of 1949-53, United States of America 3 percent Treasury Notes of Series B-1937 in the amount and as stated below:

For own account..... \$.....

For our customers (for use of banking institutions) as shown on attached list \$.....

Total Subscription \$.....

Issue Treasury securities allotted on this subscription, as indicated below:

In coupon form

Indicate by X mark and use a separate form when coupon or registered Treasury securities of this series are desired in exchange.

In registered form

Treasury Notes of Series B-1937 Tendered in Payment					Issue in the Following Denominations Treasury Securities Allotted to Us on this Subscription					
Number of Pieces	Denominations	Par Amount			Number of Pieces	Denominations	Par Amount			Leave this Space Blank
X X	X X	X	X X	X X		\$50				
	\$100					100				
	500					500				
	1,000					1,000				
	5,000					5,000				
	10,000					10,000				
X X	X X X	X	X X	X X	X X	X X X	X	X X	X X	
	100,000					100,000				
	Total					Total				

In payment of Treasury securities allotted on this subscription you are authorized to apply \$..... par value Treasury Notes of Series B-1937 now held by you for our account.

Dispose of proceeds representing interest adjustment as follows:

By check to.....

By credit to our Reserve account By credit to our account with.....

Hold or dispose of Treasury securities allotted on this subscription in the amounts and as indicated below:

<p>We hereby certify that such securities as you are instructed, as indicated below, to hold for safekeeping or to deliver to your Discount Department are the sole property of the below-named bank or trust company.</p> <p>Hold for safekeeping (for members only) \$.....</p> <p>Deliver to your Discount Department</p> <p>We hereby certify that such securities as are hereby pledged to secure the War Loan Deposit Account, as indicated below, are either the sole property of the below-named bank or trust company or are the property of its customers who have consented in writing to such pledge.</p> <p>Hold as collateral security for War Loan Deposit Account</p>	<p>Deliver over counter \$.....</p> <p>Ship definitive securities to us</p> <p>Register the securities as indicated in schedule on reverse side of this subscription and after registry deliver or ship as indicated above..... <input type="checkbox"/></p> <p>Special instructions:</p>
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Before Signing Fill in All Required Spaces

TO SUBSCRIBER:

Mark (X) in proper space to indicate if this is:

Original subscription.....

Confirmation of a telegram.....

Confirmation of a letter.....

Name.....
(Please print)

Sign here.....
(Official signature required)

Street Address.....

Town and State.....

Spaces below are for the use of the Federal Reserve Bank of New York

RECEIPT	DELIVERY	FIGURED	CHECKED
Received	Taken from vault		
Checked	Counted		
Recorded	Checked		
Acknowledged	Blotter		
	Delivered		

