

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 1815]
January 21, 1938]

Public Notice of Offering of \$50,000,000, or thereabouts, of Treasury Bills
Dated January 26, 1938 Maturing April 27, 1938

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

Following is the text of a notice today made public by the Treasury Department with respect to a new offering of Treasury bills payable at maturity without interest to be sold on a discount basis to the highest bidders.

STATEMENT BY ACTING SECRETARY MAGILL

The Secretary of the Treasury gives notice that tenders are invited for Treasury bills to the amount of \$50,000,000, or thereabouts. They will be 91-day bills; and will be sold on a discount basis to the highest bidders. Tenders will be received at the Federal Reserve Banks, or the branches thereof, up to two o'clock p.m., Eastern Standard time, on Monday, January 24, 1938. Tenders will not be received at the Treasury Department, Washington.

The Treasury bills will be dated January 26, 1938, and will mature on April 27, 1938, and on the maturity date the face amount will be payable without interest. They will be issued in bearer form only, and in amounts or denominations of \$1,000, \$10,000, \$100,000, \$500,000, and \$1,000,000 (maturity value).

It is urged that tenders be made on the printed forms and forwarded in the special envelopes which will be supplied by the Federal Reserve Banks or branches upon application therefor.

No tender for an amount less than \$1,000 will be considered. Each tender must be in multiples of \$1,000. The price offered must be expressed on the basis of 100, with not more than three decimal places, e. g., 99.125. Fractions must not be used.

Tenders will be accepted without cash deposit from incorporated banks and trust companies and from responsible and recognized dealers in investment securities. Tenders from others must be accompanied by a deposit of 10 per cent of the face amount of Treasury bills applied for, unless the tenders are accompanied by an express guaranty of payment by an incorporated bank or trust company.

Immediately after the closing hour for receipt of tenders on January 24, 1938, all tenders received at the Federal Reserve Banks or branches thereof up to the closing hour will be opened and public announcement of the acceptable prices will follow as soon as possible thereafter, probably on the following morning. The Secretary of the Treasury expressly reserves the right to reject any or all tenders or parts of tenders, and to allot less than the amount applied for, and his action in any such respect shall be final. Those submitting tenders will be advised of the acceptance or rejection thereof. Payment at the price offered for Treasury bills allotted must be made at the Federal Reserve Banks in cash or other immediately available funds on January 26, 1938.

The Treasury bills will be exempt, as to principal and interest, and any gain from the sale or other disposition thereof will also be exempt, from all taxation, except estate and inheritance taxes. (Attention is invited to Treasury Decision 4550, ruling that Treasury bills are not exempt from the gift tax.) No loss from the sale or other disposition of the Treasury bills shall be allowed as a deduction, or otherwise recognized, for the purposes of any tax now or hereafter imposed by the United States or any of its possessions.

Treasury Department Circular No. 418, as amended, and this notice prescribe the terms of the Treasury bills and govern the conditions of their issue. Copies of the circular may be obtained from any Federal Reserve Bank or branch thereof.

In accordance with the above announcement tenders will be received at the Securities Department of this bank (2nd floor, 33 Liberty Street, New York City) or at the Buffalo Branch of this bank (272 Main Street, Buffalo, New York) until two o'clock p.m., Eastern Standard time, on Monday, January 24, 1938.

It is requested that tenders be submitted on special form and in special envelope enclosed herewith.

Attention is invited to the fact that payment for the Treasury bills cannot be made by credit through the War Loan Deposit Account. Payment must be made in cash or other immediately available funds.

GEORGE L. HARRISON,
President.

No.....

TENDER FOR 91-DAY TREASURY BILLS

Dated January 26, 1938. Maturing April 27, 1938.

Dated at.....

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

.....1938

Pursuant to the provisions of Treasury Department Circular No. 418, as amended, and to the provisions of the public announcement on January 21, 1938, as issued by the Acting Secretary of the Treasury, the undersigned offers to pay.....* for a total amount of \$..... (Rate per 100) (maturity value) of the Treasury bills therein described, or for any less amount that may be allotted, payment therefor to be made at your bank in cash or other immediately available funds on the date stated in the public announcement.

The Treasury bills for which tender is hereby made are to be dated January 26, 1938, and are to mature on April 27, 1938.

This tender will be inserted in special envelope entitled "Tender for Treasury bills."

IMPORTANT INSTRUCTIONS:


1. No tender for less than \$1,000 will be considered, and each tender must be for an amount in multiples of \$1,000 (maturity value). Also, if more than one price is offered, a separate form must be executed at each price.

2. If the person making the tender is a corporation, the form should be signed by an officer of the corporation authorized to make the tender, and the signing of the form by an officer of the corporation will be construed as a representation by him that he has been so authorized. If the tender is made by a partnership, it should be signed by a member of the firm, who should sign in the form "....., a copartnership, by....., a member of the firm."

3. Tenders will be accepted without cash deposit from incorporated banks and trust companies and from responsible and recognized dealers in investment securities. Tenders from others must be accompanied by a deposit of 10 per cent of the face amount of Treasury bills applied for, unless the tenders are accompanied by an express guaranty of payment by an incorporated bank or trust company.

4. If the language of this form is changed in any respect, which, in the opinion of the Secretary of the Treasury, is material, the tender may be disregarded.

Payment by credit through War Loan Deposit Account will not be permitted.

 Before signing fill in all required spaces.

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 | | | | | Disposition | |
| Allotment | | Figured | Checked | Advised | Method of Payment | | Amount | | Date Released | By |
| Received | Checked | Recorded | Window | Custody | Mail | | Other Departments | | | |

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* Price should be expressed on the basis of 100, with not more than three decimal places, e. g., 99.125. Fractions must not be used.

**FEDERAL RESERVE BANK
OF NEW YORK**

January 26, 1938.

NEW COUNTERFEITS

To Member Banks in the Second Federal
Reserve District and Others Concerned:

Circular letter No. 700, dated January 25, 1938, of the Treasury Department, Secret Service Division, describes certain new counterfeits as follows:

\$100 FEDERAL RESERVE NOTE

On the Federal Reserve Bank of New York, New York, 1928 A series; check letter "A"; face plate No. 1; back plate No. 14; W. O. Woods, Treasurer of the United States; A. W. Mellon, Secretary of the Treasury; portrait of Franklin.

This is a deceptive production printed on bleached genuine paper from excellently etched plates which have been retouched by hand. In the four line text above the Federal Reserve Bank seal (enclosing the large letter B), in all words containing the letter S, the letter S is slightly larger than the other letters and the period terminating the last line is placed slightly out of place above the line. Under the facsimile signature of the Secretary of the Treasury, the tops of the letters CRE in Secretary are missing. In the portrait the forehead wrinkles are not visible. The printed design on front and back of the counterfeit is about 1/8 inch shorter than the genuine. This counterfeit has also appeared with check letter "A", face plate No. 1 and back plate No. 4, and with check letter "H", face plate No. 4, back plate No. 4, with the following serial numbers: B00092989A, B00022301A, B00022333A, B00022313A, B00022320A, B00022308A and B00024801A.

\$100 FEDERAL RESERVE NOTE

On the Federal Reserve Bank of Philadelphia, Pennsylvania, 1928 series; check letter "E"; face plate No. 5; back plate No. 4; W. O. Woods, Treasurer of the United States; A. W. Mellon, Secretary of the Treasury; portrait of Franklin.

This counterfeit is of the same workmanship as the note above described and differs only in bank identification, showing a large numeral 3 in the Federal Reserve Bank seal and smaller numerals of

the same denomination in each corner inside the front border. The following serial numbers have appeared on these notes: C00072929A, C00018927A, C00027929A and C00027919A.

A few of these counterfeits have been passed in Europe in recent weeks, but only one has appeared in this country to date.

Attention is directed to the fact that the serial numbers begin with three ciphers and the notes bear facsimile signatures of a former Treasurer of the United States and a former Secretary of the Treasury. In view of the extremely deceptive character of these counterfeits, great care should be exercised in handling notes of this denomination and variety, particular attention being invited to notes of 1928 and 1928 A series.

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The Treasury Department has requested that any counterfeits which come to the attention of banks or others be forwarded with all available information to the office of the United States Secret Service having jurisdiction in their territory. Offices of the Secret Service are located in Albany, Buffalo, Syracuse and New York City, New York, and in Newark, New Jersey.

George L. Harrison,
President.