

FEDERAL RESERVE BANK  
OF NEW YORK

Fiscal Agent of the United States

[ Circular No. 2201 ]  
April 15, 1941

REGULATIONS GOVERNING AGENCIES FOR THE ISSUE OF  
UNITED STATES DEFENSE SAVINGS BONDS OF SERIES E.

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

With its Circular No. 2193 this bank transmitted a statement by the Secretary of the Treasury published on March 21, 1941 regarding three new series of United States Savings Bonds to go on sale on May 1, which have been developed as a part of the program for financing the National defense. The enclosed leaflet presents in summary form the essential characteristics of the three new issues. Defense Savings Bonds of Series E will replace the present Series D savings bonds, and, like those bonds, are intended for the small investor.

Under the provisions of Treasury Department Circular No. 657, dated April 15, 1941, a printed copy of which is transmitted herewith, arrangements have been made for the issuance of Defense Savings Bonds, Series E, by qualified banks and certain other agencies. The circular prescribes the manner in which agents may qualify and the duties to be performed by such agents. For your convenience in making application for such issuing privileges, there is enclosed a blank Application—Pledge Agreement, Form No. 384. The provisions regarding designation and qualification of issuing agents will be found in paragraphs 2 and 3 of the circular. Banks insured by the Federal Deposit Insurance Corporation may qualify to obtain an aggregate of Defense Savings Bond stock, Series E, of not exceeding \$6,500, maturity value, at any one time without the pledge of collateral security.

The principal operations may be summarized as follows:

**Qualification.**—On approval of an Application—Pledge Agreement (Form No. 384) the Federal Reserve Bank of New York will issue a certificate of qualification to the issuing agent (Form No. 385).

**Requisition for Supply of Defense Savings Bonds.**—When ordering an initial supply of bonds or when replenishing stock on hand, Form G.B. 332 should be used, copy of which is enclosed. Additional copies will be furnished upon request. This form should be completed in detail and it should bear an authorized signature. Particular attention is directed to the collateral requirement as stated in paragraph 3(b) of Treasury Circular No. 657. In order that there may be no delay in filling requisitions for bonds, issuing agents should carefully observe this requirement at the time bonds are ordered.

**Application Forms.**—Individual application forms for bonds of Series E, for use at the issuing bank, are now being prepared and will be provided in reasonable quantities upon request.

**Instructions for Inscribing Bonds.**—Defense Savings Bonds of Series E only will be inscribed and issued by qualified agents. A bond may be registered only in the name of a natural person, that is, an individual, with the privilege of naming a coowner, or a beneficiary if he desires. Authorized forms of registration are printed on the back of the individual application forms, and are also incorporated in the Treasury's offering Circular No. 653 and in the regulations governing savings bonds as set forth in Treasury Department Circular No. 530, Fourth Revision. Suitable dating stamps will be furnished to qualified issuing agents.

The Defense Savings Bond, Series E, is made up of the bond proper and two stubs attached thereto. The bond and stubs have been assembled in such manner that by separating and interleaving them with carbon paper the inscription on all parts can be completed in one operation. A typewriter should be used for this purpose.

The following steps should be taken in the preparation of the bonds:

1. Inscribe name and post office address of registered owner (or owners) in the space provided on the bond and stubs.
2. Type issue date (month and year) in the space indicated in the upper right hand portion of the bond.
3. Imprint name of issuing agent and actual date of issue in the space indicated by a circle on the bond and stubs, using the stamp furnished for that purpose.

Care should be exercised in inscribing bonds. Erasures or alterations of inscription on a bond are not permitted. If an error is made in the inscription, the bond should be canceled and a new bond issued. All canceled bonds should be returned to us for credit to consignment account.

Issuing agents are requested to issue bonds in numerical sequence.

**Accounting.**—Form G.B. 331 has been designed for use in reporting sales of Defense Bonds and making remittance therefor. This form, a copy of which is enclosed, will be prepared in duplicate and will show the amount of sales by denomination and the amount of spoiled bonds returned for credit. It should be supported by a remittance in funds immediately available covering the aggregate proceeds from the sale of bonds, by the

spoiled bonds and stubs returned for credit, and by the stubs detached from the bonds that were sold. The stubs should be sorted numerically, according to denomination. The duplicate copy of this report will be receipted and returned.

Banking institutions will deposit the proceeds of all sales of Defense Savings Bonds in a deposit account to be known as "Series E, Bond Account." The balance in this account should be remitted at least once a week, unless a more frequent remittance is necessary in order to replenish stock. Any incorporated bank or trust company qualified as a special depository under the provisions of Treasury Circular No. 92, revised February 23, 1932, as supplemented, may, if authorized by the Federal Reserve Bank of New York, as fiscal agent, remit by credit in the "War Loan Deposit Account" up to any amount for which it shall be qualified in excess of existing deposits.

Qualified issuing agents *other than banks* shall report and remit daily the entire proceeds of sales of Defense Savings Bonds.

**Postal Savings Stamps.**—Pending further instructions, any savings stamps received by issuing agents in exchange for Defense Savings Bonds of Series E should be presented by them to the post office for redemption.

**Applications for Defense Savings Bonds Under Salary Deduction Plans.**—While issuing agents are at liberty to issue Defense Savings Bonds of Series E for their customers against payment under various salary deduction plans which may have been adopted by employers, such issuing agents may find it more convenient to receive such applications and send them directly to the Federal Reserve Bank of New York for the issuance of the bonds, particularly where a large number of bonds is involved.

### SAVINGS BONDS OF SERIES F AND SERIES G

Savings bonds of Series F and Series G are intended for the larger investors, and registration is not restricted to individuals. They will be issued only by the Federal Reserve Banks and by the Treasury Department, though banks generally may handle applications for their customers. Application forms for use in forwarding applications for savings bonds of Series F and Series G will be provided upon request.

More detailed information regarding all three series of bonds will be provided in the Treasury's offering circulars which will be forwarded to you shortly. A copy of Treasury Department Circular No. 530, Fourth Revision, containing regulations governing savings bonds, will be sent you as soon as available.

The letter of the Secretary of the Treasury dated April 15, 1941, addressed to issuing agents with respect to the program for defense financing, is printed below.

This bank will be pleased to undertake to answer any inquiries relative to the new series of United States Savings Bonds. Additional copies of this circular will be furnished upon request.

ALLAN SPROUL,  
*President.*

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### TREASURY DEPARTMENT *Washington*

*April 15, 1941.*

*To the Banking Institution, Member of the Federal Home Loan Bank System, or Other Issuing Agent Addressed:*

The banks of the country, and the members of the Federal Home Loan Bank System, have very generously volunteered their services without compensation in connection with our widespread program for defense financing. I should like you to know that we appreciate very much your willingness to serve and I am sending you this personal message to express my gratitude.

To take advantage of the services so generously offered, I have designated all banking institutions throughout the country, and the members of the Federal Home Loan Bank System, and various other instrumentalities as agents for the sale of Defense Savings Bonds of Series E, conditioned on simple requirements for qualification. Full details are being furnished you by the Federal Reserve Bank of your district.

Supplementing the sale of the savings bonds, Defense Postal Savings Stamps will go on sale at approximately 16,000 post offices. Our program will be aided if each issuing agency will purchase Defense Postal Savings Stamps from its post office and keep them on hand for resale to its customers and others.

It is hoped that these Defense Savings Bonds and Stamps will be on sale at post offices, banks, members of the Federal Home Loan Bank System, and various other agencies throughout the country beginning the first day of May.

The bonds and stamps will give us all a means to take a direct part in building the defenses of our country—an American way to find the billions needed for national defense.

The United States is today, as it has always been, the best investment in the world. This is an opportunity for each citizen to buy a share in America.

Sincerely,

(Signed) H. MORGENTHAU, Jr.  
*Secretary of the Treasury.*

FOR

DEFENSE

BUY

United States

Savings Bonds



## *Because*

**Your money will be safe.** The full faith and credit of the United States Government is pledged for payment of both principal and interest on these United States Savings Bonds.

**Your money will be put to work** at once in the national defense program to protect the freedom and safety of the United States.

## SERIES E

## SERIES F

## SERIES G

### Type of Bond:

Appreciation Bond. Registered. Not transferable.  
Denominations: \$25, \$50, \$100, \$500, and \$1,000.  
Dated first of month in which payment is received.  
Matures 10 years from issue date of bond.

Appreciation Bond. Registered. Not transferable.  
Denominations: \$100, \$500, \$1,000, \$5,000, and \$10,000.  
Dated first of month in which payment is received.  
Matures 12 years from issue date of bond.

Current Income Bond. Registered. Not transferable.  
Denominations: \$100, \$500, \$1,000, \$5,000, and \$10,000.  
Dated first of month in which payment is received.  
Matures 12 years from issue date of bond.

### Interest Rate:

2.9 percent a year, compounded semiannually, when bond is held to maturity.

2.53 percent a year, compounded semiannually, when bond is held to maturity.

2.5 percent a year. Interest is paid semiannually by Treasury check.

### Prices and Maturity Values:

| Issue price                          | Maturity value |
|--------------------------------------|----------------|
| \$18.75 will increase in 10 years to | \$25.00        |
| 37.50 will increase in 10 years to   | 50.00          |
| 75.00 will increase in 10 years to   | 100.00         |
| 375.00 will increase in 10 years to  | 500.00         |
| 750.00 will increase in 10 years to  | 1,000.00       |

| Issue price                           | Maturity value |
|---------------------------------------|----------------|
| \$74.00 will increase in 12 years to  | \$100.00       |
| 370.00 will increase in 12 years to   | 500.00         |
| 740.00 will increase in 12 years to   | 1,000.00       |
| 3,700.00 will increase in 12 years to | 5,000.00       |
| 7,400.00 will increase in 12 years to | 10,000.00      |

This bond is priced at par. It is redeemable at par if it is held by the owner for 12 years from issue date. (See Table of Redemption Values on face of bond, or at any sales agency.)

### Registration:

This bond can be registered only in—  
(1) the name of one individual, or  
(2) of two individuals as co-owners, or  
(3) of one individual and one individual as beneficiary.

This bond can be registered in—  
(1) the name of one individual, or  
(2) of two individuals as co-owners, or  
(3) of one individual and one individual as beneficiary.

This bond can be registered in—  
(1) the name of one individual, or  
(2) of two individuals as co-owners, or  
(3) of one individual and one individual as beneficiary.

This bond can be registered in the name of any association, partnership, trustee, or corporation.

This bond can be registered in the name of any association, partnership, trustee, or corporation.

### Limitation on Holdings:

Owner is limited to \$5,000 of Series E bonds (maturity value) issued in any one calendar year.

Owner is limited to \$50,000 of Series F bonds (cost price) or to \$50,000 of Series F and Series G, combined, issued in any one calendar year.

Owner is limited to \$50,000 of Series G bonds (cost price) or to \$50,000 of Series G and Series F, combined, issued in any one calendar year.

### Redemption:

Owner may redeem bond at any time after 60 days from issue date of bond.  
Table of Redemption Values appears on face of bond.

Owner may redeem bond on 1 month's written notice after 6 months from issue date of bond.  
Table of Redemption Values appears on face of bond.

Owner may redeem bond on 1 month's written notice after 6 months from issue date of bond.  
Table of Redemption Values appears on face of bond.

### Where To Buy:

At United States Post Offices.  
At Federal Reserve Banks.  
At other designated Sales Agencies.  
Direct by mail from the Treasurer of the United States, or from any Federal Reserve Bank.

At Federal Reserve Banks.  
Through other designated Sales Agencies.  
Direct by mail from the Treasurer of the United States, or from any Federal Reserve Bank.

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# WHAT ARE *United States Savings Bonds*?

These bonds are direct obligations of the United States Government. They went on sale March 1, 1935. ★ More than 2,500,000 American men and women have placed more than \$3,750,000,000 of their savings in these bonds, and their maturity value exceeds \$5,000,000,000, as of March 1, 1941. ★ Five billion dollars is the largest amount of money now invested in any single security, and it represents the faith of the American people in the freedom and safety of the United States.

## **Why should Savings Bonds be bought?**

Today there is further need of safety for the United States and for all its people.

United States Savings Bonds are the quickest way in which you can both serve your country and conserve your earnings. To meet the needs of all our people, the Government now offers three kinds of Savings Bonds:

(1) The **SERIES E BOND** preserves the character of the Savings Bonds which have proved so popular in the past. This bond is issued to meet the needs of the small investor, who can buy for \$18.75 a bond that will appreciate in value in 10 years to \$25. Larger bonds up to \$1,000 are issued at the same rate of appreciation, which gives an investment yield of 2.9 percent to maturity in 10 years after issue date.

(2) The new **SERIES F BOND** is issued to meet the needs of people who can invest up to \$50,000 a year; and it may also be bought by associations, trustees, or corporations. For \$74 they may buy a bond that will appreciate in value in 12 years to \$100. Larger bonds are issued at the same rate, which gives an investment yield of 2.53 percent to maturity in 12 years after issue date.

(3) The new **SERIES G BOND** meets the needs of individuals, associations, and corporations that want current income checks. Offered at par, these bonds bear interest at 2.5 percent per

annum. These bonds, in denominations of \$100 up to \$10,000, are redeemable at par if they are held for 12 years from issue date.

## **What security is behind Savings Bonds?**

The full faith and credit of the United States Government is pledged for payment of both principal and interest on these bonds.

Through these three United States Savings Bonds, the Government gives a balanced and complete investment program to the people. Salient facts about each type of bond appear on pages 3, 4, and 5 of this folder. Complete details will be found in Offering Circulars dated April 15, 1941, available at the Treasury Department or Post Offices, Federal Reserve Banks, and other designated agencies.

## **How may everyone buy Savings Bonds?**

There remains one great army of savers, eager to accumulate funds with which to support the national defense program, to whom the payment of \$18.75 at one time is not convenient. For these boys and girls, young workers, clerks, soldiers and sailors, a simple system of saving money with which to buy United States Savings Bonds is provided through Postal Savings Stamps, explained on the next page.

# **POSTAL** *Savings* *Stamps*

At Post Offices and elsewhere you will now be given a stamp card or album for mounting the kind of Postal Savings Stamp you find easiest to collect.

On the purchase of a 10-cent stamp, you will be given a card on which you may mount 10 of these stamps, and exchange them for \$1 worth of the larger sizes.

On the purchase of a 25-cent stamp, you will be given an album on which you may mount 75 of these stamps. When so filled, the album will have a total value of \$18.75, the purchase price of a Savings Bond that will appreciate in 10 years to \$25.

On the purchase of a 50-cent stamp, you will be given an album to mount 75 of these stamps, total value \$37.50, the purchase price of a Savings Bond that will appreciate in 10 years to \$50.

On the purchase of a \$1 stamp, you will be given an album to mount 75 stamps, total value \$75, the purchase price of a Savings Bond that will appreciate in 10 years to \$100.

On the purchase of a \$5 stamp, you will be given an album to mount 15 stamps, total value \$75, the purchase price of a Savings Bond that will appreciate in 10 years to \$100.

The completed album is a quick, convenient way to exchange your current savings for United States Savings Bonds.

# APPLICATION—PLEDGE AGREEMENT

(Issuing Agent—Defense Savings Bonds, Series E)

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

The undersigned hereby makes application to qualify for employment as an issuing agent for the sale of United States Defense Savings Bonds of Series E in an amount of \$ \_\_\_\_\_ (maturity value).

The undersigned agrees, if and when qualified, to faithfully perform such employment strictly in accordance with the provisions of Treasury Department Circulars numbered 653 and 657, dated April 15, 1941, or any amendments or supplements thereof, or any instructions issued pursuant thereto; and, for the purpose of insuring and guaranteeing the faithful performance of and accounting for all obligations resulting therefrom further agrees to give security in accordance with the requirements of said Circular numbered 657.

The undersigned agrees that before or upon delivery to it of any Series E bond stock, it will deliver to and pledge, and maintain with the Federal Reserve Bank of New York, as Fiscal Agent of the United States, eligible collateral security to the extent required by Treasury Department Circular numbered 657. In the event of any default in the performance of any of the obligations of the undersigned hereunder, the Federal Reserve Bank of New York as Fiscal Agent of the United States shall have full power, without prior notice or demand, forthwith to sell or otherwise dispose of any collateral now or hereafter pledged or any substitution therefor, or any part thereof, free from any equity of redemption and without appraisal or valuation, and apply the proceeds of such sale or other disposition to the satisfaction of any damages, demands, or deficiency arising by reason of such default (including expenses incident to such sale or other disposition). Any surplus shall be paid to the undersigned.

So long as it faithfully performs and accounts for its obligations arising from employment hereunder the undersigned will be entitled to collect from time to time and to retain any and all interest on any collateral pledged pursuant to this agreement.

In witness whereof, the undersigned has caused this agreement to be executed under seal by the officer below named, thereunto duly authorized by a resolution of its governing board adopted on the day of \_\_\_\_\_ 194 .

By.....  
(Signature of officer)

DATED \_\_\_\_\_ 194 .  
(Title of officer)

.....  
(Address)

[SEAL]

### ACKNOWLEDGMENT

STATE OF ..... }  
COUNTY OF ..... } ss:

On this \_\_\_\_\_ day of \_\_\_\_\_, 194 , before me appeared \_\_\_\_\_, to me personally known, who, being by me duly sworn, did say that he is the \_\_\_\_\_ of \_\_\_\_\_ and that the seal affixed to the above instrument is the official seal of said \_\_\_\_\_, and that the above instrument was signed and sealed in behalf of said \_\_\_\_\_ by authority of its governing board, and said \_\_\_\_\_ acknowledged said instrument to be the free act and deed of said \_\_\_\_\_.

.....  
Notary Public.

(In case the applicant has no official seal, omit the words—"the seal affixed to the above instrument is the official seal of said \_\_\_\_\_ and that" and add at the end of the affidavit clause the words—"and that said \_\_\_\_\_ has no official seal.")

**CERTIFICATION OF QUALIFICATION OF ISSUING AGENT FOR SALE OF  
UNITED STATES DEFENSE SAVINGS BONDS**

SERIES E

To: .....

.....

.....

Your application and pledge agreement, Form No. 384, has been approved and you are hereby notified that you are qualified to act as an issuing agent for the sale of United States Defense Savings Bonds of Series E, pursuant and subject to the provisions of Treasury Department Circulars numbered 653 and 657, dated April 15, 1941, as from time to time amended or supplemented, and instructions issued pursuant thereto.

The maximum amount of such bond stock which you may obtain on your requisition therefor at any one time will be \$ \_\_\_\_\_ (maturity value). This amount, subject to the provisions of Treasury Circular numbered 657, may be modified from time to time.

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

By

Dated at New York City, N. Y.

## REQUISITION FOR DEFENSE SAVINGS BONDS SERIES E

....., 1941

FEDERAL RESERVE BANK OF NEW YORK,  
*Fiscal Agent of the United States,*  
 Government Bond Department,  
 33 Liberty Street, New York, N. Y.

Subject to the terms of Treasury Department Circular No. 657, dated April 15, 1941, please ship the following Defense Savings Bonds Series E and charge our consignment account:

| Number of Pieces | Denominations | Maturity Value | Leave This Space Blank |   |
|------------------|---------------|----------------|------------------------|---|
|                  | \$ 25         |                | Q                      | E |
|                  | 50            |                | L                      | E |
|                  | 100           |                | C                      | E |
|                  | 500           |                | D                      | E |
|                  | 1,000         |                | M                      | E |
|                  | Total         |                |                        |   |

.....  
 Name of Institution

.....  
 City State

.....  
 Official Signature

SPACE BELOW FOR USE OF FEDERAL RESERVE BANK

| Delivery Prepared | Delivery Checked | Date Shipped | Posted | Miscellaneous |
|-------------------|------------------|--------------|--------|---------------|
|                   |                  |              |        |               |

Sufficient Collateral on Hand.....  
Checked by

# UNITED STATES DEFENSE SAVINGS BONDS

## SERIES E

ISSUED ON A DISCOUNT BASIS—PAYABLE 10 YEARS FROM ISSUE DATE, AT PAR

Investment Yield—Approximately 2.9 Percent to Maturity  
Redeemable Before Maturity, at Option of Owners, at Fixed Redemption Values

Issued at 75 Percent of Maturity Value, in Registered Form Only, Not Transferable, With Registration Restricted to Individuals. Not More Than \$5,000 (Maturity Value) Originally Issued to Any One Person During Any One Calendar Year May be Held by That Person at Any One Time. Coownership and Beneficiary Registration Permitted

### DEFENSE POSTAL SAVINGS STAMPS FOR INSTALLMENT PAYMENTS

1941

Department Circular No. 653

Fiscal Service

Bureau of the Public Debt

TREASURY DEPARTMENT,

OFFICE OF THE SECRETARY,

Washington, April 15, 1941.

#### I. OFFERING OF DEFENSE SAVINGS BONDS—SERIES E

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, offers for sale, to the people of the United States, through the Postal Service and other designated agencies, an issue of United States Savings Bonds, designated Defense Savings Bonds—Series E. The bonds, hereinafter fully described, will be issued on a discount basis, in denominations of \$25 (maturity value), and multiples thereof, the issue price of each bond being 75 percent of its maturity value. The bonds will mature and be payable at face value 10 years from their respective issue dates, but will be redeemable before maturity, at the option of owners, at fixed redemption values. The bonds will be placed on sale beginning May 1, 1941, and their sale will continue until terminated by the Secretary of the Treasury.

#### II. DESCRIPTION AND TERMS OF BONDS

1. Defense Savings Bonds of Series E will be issued only in registered form, in denominations of \$25, \$50, \$100, \$500 and \$1,000 (maturity values), at prices hereinafter set forth. Each bond will bear the facsimile signature of the Secretary of the Treasury, and will bear both an imprint (in red) and an impression of the Seal of the Treasury. At the time of issue, the issuing agent will inscribe the name and address of the owner on each bond, will enter the date as of which the bond is issued in the upper right corner, and will imprint his dating stamp (with current date) in the circle in the lower left corner. Defense savings bonds shall be valid only if duly inscribed and dated, as above provided, and delivered by an authorized agent following receipt of payment therefor.

2. The bonds will, in each instance, be dated as of the first day of the month in which payment of the issue price (or, in the case of bonds purchased by mail, the application accompanied by remittance to cover the issue price) is received by an agent authorized to issue the bonds; the bonds will mature and be payable at face value 10 years from such issue date. The bonds may not be called for redemption by the Secretary of the Treasury prior to maturity, but they may be redeemed prior to maturity, after 60 days from the issue date, at the owner's option, at fixed redemption values. No interest as such will be paid on the bonds, but they will increase in redemption value at the end of the first year from issue date, and at the end of each successive half-year period thereafter until their maturity, when the face amount becomes payable. The increment in value will be payable only upon redemption of the bonds. A table of redemption values for each bond appears on its face. The purchase price of Defense Savings Bonds of Series E has been fixed so as to afford an investment yield of about 2.9 percent per annum compounded semiannually if the bonds are held to maturity; if the owner exercises his option to redeem a bond prior to maturity the investment yield will be less. The table at the end of this circular shows: (1) How Defense Savings Bonds of Series E, by denominations, increase in redemption value during the successive half-year periods following issue, and (2) the computed investment yields (a) on the issue price from issue date

to the beginning of each half-year period, and (b) on the current redemption value from the beginning of each half-year period to maturity at the end of the 10-year period.

3. The bonds will not be transferable, and will be payable only to the owner named thereon, except in case of death or disability of the owner or as otherwise specifically provided in the regulations governing savings bonds, and in any event only in accordance with such regulations. Accordingly they may not be sold, and may not be hypothecated as collateral for a loan.

4. **TAXATION.**—For the purpose of determining taxes and tax exemptions, the increment in value represented by the difference between the price paid for United States Savings Bonds and the redemption value received therefor (whether at or before maturity) shall be considered as interest, and such interest on Defense savings bonds is not exempt from income or profits taxes now or hereafter imposed by the United States. The bonds shall be subject to estate, inheritance, gift, or other excise taxes, whether Federal or State, but shall be exempt from all taxation now or hereafter imposed on the principal or interest thereof by any State, or any of the possessions of the United States, or by any local taxing authority.

### III. PURCHASE OF BONDS

1. **AGENCIES.**—Defense Savings Bonds of Series E may be purchased, while this offer is in effect, as follows:

(a) *Over-the-counter for cash:*

(1) At United States post offices of the first, second, and third classes, and at selected post offices of the fourth class, and generally at classified stations and branches.

(2) *Postal savings.*—Subject to regulations prescribed by the Board of Trustees of the Postal Savings System, the withdrawal of postal savings deposits will be permitted for the purpose of acquiring Defense savings bonds.

(3) At such incorporated banks, trust companies, mutual savings banks and other agencies as have been designated and have duly qualified as sales agents pursuant to the provisions of Treasury Department Circular No. 657, dated April 15, 1941.

(b) *On mail order.*—Defense savings bonds may be purchased by mail upon application to the Treasurer of the United States, Washington, D. C., or to any Federal Reserve Bank, accompanied by a remittance to cover the issue price. Any form of exchange, including personal checks, will be accepted, subject to collection. Checks, or other forms of exchange, should be drawn to the order of the Treasurer of the United States or the Federal Reserve Bank, as the case may be.

(c) *Other agencies.*—The Secretary of the Treasury, in his discretion, may designate agencies other than those herein designated for the sale of, or for the handling of applications for, Defense Savings Bonds of Series E.

2. **DEFENSE POSTAL SAVINGS STAMPS FOR INSTALLMENT PAYMENTS.**—Postal Savings Stamps of a special Defense series in denominations of 10, 25 and 50 cents, and \$1 and \$5, may be purchased at any post office where Defense savings bonds are on sale, and at such other agencies as may be designated from time to time. These stamps may be used to accumulate credits for the purchase of Defense savings bonds. Defense stamp albums, for affixing the stamps, will be available without charge, and such albums will be receivable, in the amount of the affixed stamps, on the purchase price of Defense savings bonds.

3. **ISSUE PRICES.**—The issue prices of the various denominations of Defense Savings Bonds of Series E follow:

|                                    |          |          |           |           |              |
|------------------------------------|----------|----------|-----------|-----------|--------------|
| DENOMINATION (maturity value)..... | \$25. 00 | \$50. 00 | \$100. 00 | \$500. 00 | \$1, 000. 00 |
| ISSUE (purchase) PRICE.....        | 18. 75   | 37. 50   | 75. 00    | 375. 00   | 750. 00      |

### IV. LIMITATION ON HOLDINGS

1. The amount of Defense Savings Bonds of Series E originally issued during any one calendar year to any one person, including those registered in the name of that person alone, and those registered in the name of that person with another named as coowner, that may be held by that person at any one time shall not exceed \$5,000 (maturity value). Any bonds acquired on original issue which create an excess must immediately be surrendered for refund of the issue price, as provided in the regulations governing savings bonds.

## V. AUTHORIZED FORMS OF REGISTRATION

1. Defense Savings Bonds of Series E may be registered only in the names of natural persons (that is, individuals) whether adults or minors, in their own right, who are residents of the Continental United States, the Territories and Insular Possessions of the United States, the Canal Zone, the Philippine Islands, or citizens of the United States temporarily residing abroad, as follows: (a) In the name of one person, (b) in the names of two (but not more than two) persons as coowners, and (c) in the name of one person payable on death to one (but not more than one) other designated person. Full information as to authorized forms of registration will be found in the regulations governing savings bonds.

## VI. DELIVERY AND SAFEKEEPING OF DEFENSE SAVINGS BONDS OF SERIES E

1. Postmasters and other authorized sales agents from whom Defense savings bonds may be purchased are authorized to deliver such bonds duly inscribed and dated upon receipt of the issue price. Bonds issued upon mail order applications made to a Federal Reserve Bank or to the Treasurer of the United States will be delivered by registered mail within the Continental United States, the Territories and Insular Possessions of the United States, the Canal Zone and the Philippine Islands. No deliveries elsewhere will be made. If purchased by citizens of the United States temporarily residing abroad, bonds will be delivered in the United States, or held in safekeeping, as the purchaser may direct. Delivery should not be accepted by any purchaser until he has verified that the correct name and address are duly inscribed on the face of the bond, that the bond is duly dated as of the first day of the month in which payment of the issue price was received by the agent, and that the dating stamp (with current date) of the postmaster or other issuing agent is imprinted in the circle in the lower left corner of the bond.

2. A Defense savings bond will be held in safekeeping without charge by the Secretary of the Treasury if the holder so desires, and in such connection the facilities of the Federal Reserve Banks, as fiscal agents of the United States, will be utilized. Arrangements may be made for such safekeeping at the time of purchase, or subsequently. Postmasters generally, and branches of Federal Reserve Banks, will assist holders in arranging for safekeeping, but will not act as safekeeping agents.

## VII. PAYMENT AT MATURITY OR REDEMPTION PRIOR TO MATURITY

1. GENERAL.—Any Defense savings bond will be paid in full at maturity, or, at the option of the owner, after 60 days from the issue date, will be redeemed in whole or in part at the appropriate redemption value prior to maturity, following presentation and surrender of the bond, with the request for payment properly executed, all in accordance with the regulations governing savings bonds.

2. EXECUTION OF REQUEST FOR PAYMENT.—The registered owner, or other person entitled to payment under the regulations governing savings bonds, must appear before one of the officers authorized by the Secretary of the Treasury to witness and certify requests for payment, establish his identity, and in the presence of such officer sign the request for payment, adding the address to which the check is to be mailed. After the request for payment has been so signed, the witnessing officer should complete and sign the certificate provided for his use. Unless otherwise authorized in a particular case, the form of request appearing on the back of the bond must be used.

3. OFFICERS AUTHORIZED TO WITNESS AND CERTIFY REQUESTS FOR PAYMENT.—The officers authorized to witness and certify requests for payment of savings bonds are fully set forth in the regulations governing savings bonds, such officers including United States postmasters and certain other post office officials, and the executive officers of all banks or trust companies incorporated in the United States or its organized Territories, including officers at domestic and foreign branches who are certified to the Treasury Department as executive officers.

4. PRESENTATION AND SURRENDER.—After the request for payment has been duly executed by the person entitled and by the certifying officer, the bond must be presented and surrendered to the Treasury Department, Washington, or to a Federal Reserve Bank, at the expense and risk of the owner. For the owner's protection, the bond should be forwarded by registered mail, if not presented in person.

5. DISABILITY OR DEATH.—In case of the disability of the registered owner, or the death of the registered owner not survived by a coowner or a designated beneficiary, instructions should be obtained from the Treasury Department, Division of Loans and Currency, Washington, D. C., before the request for payment is executed.

6. **METHOD OF PAYMENT.**—The only agencies authorized to pay or redeem savings bonds are the Treasury Department and the Federal Reserve Banks. Postmasters are not authorized to make payment, but generally they will assist owners in securing payment, at or before maturity. Payment in all cases will be made by check drawn to the order of the registered owner or other person entitled to payment, and mailed to the address given in the request for payment.

7. **PARTIAL REDEMPTION.**—Partial redemption of a Defense savings bond of a denomination higher than \$25 (maturity value) at current redemption value is permitted, but only in multiples of \$25 (maturity value). In case of partial redemption the remainder will be reissued in authorized denominations bearing the same issue date as the bond surrendered.

#### **VIII. SERIES DESIGNATION**

1. Defense Savings Bonds of Series E, offered hereunder, to be issued during the calendar year 1941, will be designated Series E-1941, and those which may be issued in subsequent calendar years will be similarly designated by the series letter followed by the year of issue.

#### **IX. GENERAL PROVISIONS**

1. All Defense Savings Bonds of Series E, issued pursuant to this circular, shall be subject to the regulations prescribed from time to time by the Secretary of the Treasury to govern United States Savings Bonds. Such regulations may require, among other things, reasonable notice in case of presentation of Defense savings bonds for redemption prior to maturity. The present regulations governing savings bonds are set forth in Treasury Department Circular No. 530, Fourth Revision, dated April 15, 1941, copies of which may be obtained on application to the Treasury Department, or to any Federal Reserve Bank.

2. The Secretary of the Treasury reserves the right to reject any application for Defense Savings Bonds of Series E, in whole or in part, and to refuse to issue or permit to be issued hereunder any such Defense savings bonds in any case or any class or classes of cases if he deems such action to be in the public interest, and his action in any such respect shall be final.

3. Postmasters in charge of post offices where Defense savings bonds are on sale, under regulations promulgated by the Postmaster General, and Federal Reserve Banks, as fiscal agents of the United States, are authorized to perform such fiscal agency services as may be requested of them by the Secretary of the Treasury in connection with the issue, delivery, safekeeping, redemption, and payment of Defense savings bonds. Other sales agencies will be subject to the provisions of Treasury Department Circular No. 657, dated April 15, 1941.

4. The Secretary of the Treasury may at any time or from time to time supplement or amend the terms of this circular, or of any amendments or supplements thereto, information as to which will be promptly furnished to the Postmaster General, the Federal Reserve Banks and other sales agencies.

5. The offering of Defense Savings Bonds of Series E, pursuant to this circular, is separate and distinct from the concurrent offerings of United States Savings Bonds of Defense Series F and of Defense Series G, pursuant to Treasury Department Circular No. 654, dated April 15, 1941.

6. By notice heretofore given to the Postmaster General and to other designated sales agencies, the sale of United States Savings Bonds of Series D, pursuant to Department Circular No. 596, dated December 15, 1938, as amended, will terminate at the close of business on April 30, 1941. Unless otherwise instructed, all applications for savings bonds of Series D received by mail subsequent to April 30, 1941, will be considered as applications for Defense Savings Bonds of Series E.

**HENRY MORGENTHAU, JR.,**  
*Secretary of the Treasury.*

## OTHER SERIES

Two additional issues of United States Savings Bonds, designated Defense Series F and Defense Series G, are also offered for sale concurrently with Defense Savings Bonds of Series E. The bonds of Series F will be issued on a discount basis, with a 12-year maturity, at 74 percent of their maturity value; if held to maturity the yield will approximate 2.53 percent per annum. The bonds of Series G, likewise with a 12-year maturity, will be issued at par, and will bear interest at the rate of 2½ percent per annum payable semiannually. The bonds of both series will be redeemable before maturity, at the option of owners, at fixed redemption values. These bonds are intended to provide facilities for the larger investors, and registration will not be restricted to individuals. The aggregate amount of bonds of either series, or of the two series combined, originally issued to any one person during any one calendar year that may be held by that person at any one time may not exceed \$50,000 (issue price). Full particulars regarding these bonds are set forth in Treasury Department Circular No. 654, dated April 15, 1941, copies of which may be obtained from the Treasury Department, Washington, or from any Federal Reserve bank.

## DEFENSE SAVINGS BONDS—SERIES E

## TABLE OF REDEMPTION VALUES AND INVESTMENT YIELDS

Table showing: (1) How Defense Savings Bonds of Series E, by denominations, increase in redemption value during successive half-year periods following issue; (2) the approximate investment yield on the purchase price from issue date to the beginning of each half-year period; and (3) the approximate investment yield on the current redemption value from the beginning of each half-year period to maturity. Yields are expressed in terms of rate percent per annum, compounded semiannually.

| MATURITY VALUE<br>ISSUE PRICE.....                            | \$25.00  | \$50.00        | \$100.00        | \$500.00        | \$1,000.00        | (2) Approximate<br>investment<br>yield on purchase<br>price from issue date<br>to beginning of each<br>half-year period. | (3) Approximate<br>investment<br>yield on current<br>redemption<br>value from beginning<br>of each half-year period<br>to maturity. |
|---|--|----------------|-----------------|-----------------|-------------------|--|---|
|   | \$18.75  | \$37.50        | \$75.00         | \$375.00        | \$750.00          |  |   |
| Period after issue date                                       | (1) Redemption values during each half-year period |                |                 |                 |                   | Percent  | Percent   |
| First ½ year.....   | \$18.75  | \$37.50        | \$75.00         | \$375.00        | \$750.00          | -----  | *2.90   |
| ½ to 1 year.....  | 18.75  | 37.50          | 75.00           | 375.00          | 750.00            | 0.00   | 3.05  |
| 1 to 1½ years.....  | 18.87  | 37.75          | 75.50           | 377.50          | 755.00            | .67  | 3.15  |
| 1½ to 2 years.....  | 19.00  | 38.00          | 76.00           | 380.00          | 760.00            | .88  | 3.25  |
| 2 to 2½ years.....  | 19.12  | 38.25          | 76.50           | 382.50          | 765.00            | .99  | 3.38  |
| 2½ to 3 years.....  | 19.25  | 38.50          | 77.00           | 385.00          | 770.00            | 1.06   | 3.52  |
| 3 to 3½ years.....  | 19.50  | 39.00          | 78.00           | 390.00          | 780.00            | 1.31   | 3.58  |
| 3½ to 4 years.....  | 19.75  | 39.50          | 79.00           | 395.00          | 790.00            | 1.49   | 3.66  |
| 4 to 4½ years.....  | 20.00  | 40.00          | 80.00           | 400.00          | 800.00            | 1.62   | 3.75  |
| 4½ to 5 years.....  | 20.25  | 40.50          | 81.00           | 405.00          | 810.00            | 1.72   | 3.87  |
| 5 to 5½ years.....  | 20.50  | 41.00          | 82.00           | 410.00          | 820.00            | 1.79   | 4.01  |
| 5½ to 6 years.....  | 20.75  | 41.50          | 83.00           | 415.00          | 830.00            | 1.85   | 4.18  |
| 6 to 6½ years.....  | 21.00  | 42.00          | 84.00           | 420.00          | 840.00            | 1.90   | 4.41  |
| 6½ to 7 years.....  | 21.50  | 43.00          | 86.00           | 430.00          | 860.00            | 2.12   | 4.36  |
| 7 to 7½ years.....  | 22.00  | 44.00          | 88.00           | 440.00          | 880.00            | 2.30   | 4.31  |
| 7½ to 8 years.....  | 22.50  | 45.00          | 90.00           | 450.00          | 900.00            | 2.45   | 4.26  |
| 8 to 8½ years.....  | 23.00  | 46.00          | 92.00           | 460.00          | 920.00            | 2.57   | 4.21  |
| 8½ to 9 years.....  | 23.50  | 47.00          | 94.00           | 470.00          | 940.00            | 2.67   | 4.17  |
| 9 to 9½ years.....  | 24.00  | 48.00          | 96.00           | 480.00          | 960.00            | 2.76   | 4.12  |
| 9½ to 10 years.....   | 24.50  | 49.00          | 98.00           | 490.00          | 980.00            | 2.84   | 4.08  |
| <b>MATURITY VALUE<br/>(10 years from<br/>issue date).....</b> | <b>\$25.00</b>                                     | <b>\$50.00</b> | <b>\$100.00</b> | <b>\$500.00</b> | <b>\$1,000.00</b> | <b>2.90</b>  | -----   |

\*Approximate investment yield for entire period from issuance to maturity.

(47 220)

# REGULATIONS GOVERNING UNITED STATES SAVINGS BONDS

Department Circular No. 530  
Fourth Revision  
Fiscal Service  
Bureau of the Public Debt

TREASURY DEPARTMENT,  
OFFICE OF THE SECRETARY,  
Washington, April 15, 1941.

TO OWNERS OF UNITED STATES SAVINGS BONDS, AND OTHERS CONCERNED:

Department Circular No. 530, Third Revision, dated March 27, 1940 (Part 315 of Sub-title B of Title 31, Code of Federal Regulations, Supp. III), as amended, is hereby further amended and issued as a Fourth Revision, effective May 1, 1941, to read as follows: The following regulations governing United States Savings Bonds are published for the information and guidance of all concerned:\*

## Sec. 315.1 APPLICABILITY

(a) *Applicability of these regulations.*—These regulations apply generally to all United States Savings Bonds of all series whatever and bearing any issue dates whatever except as otherwise specifically provided herein. Defense Savings Bonds of Series E, Savings Bonds of Defense Series F and Savings Bonds of Defense Series G may hereinafter be referred to as savings bonds, or bonds of Series E, F, and G respectively.

## Sec. 315.2 REGISTRATION

(a) *General.*—United States Savings Bonds will be issued only in registered form. The name and complete post office address of the owner and that of the coowner or designated beneficiary, if any, and the date as of which the bond is issued will be inscribed thereon at the time of issue by an authorized issuing agent.<sup>1</sup> The form of registration used must express the actual ownership of and interest in the bond and, except as otherwise specifically provided in these regulations, the Treasury Department will treat as conclusive the ownership of and interest in the bond so expressed. No designation of an attorney, agent or other representative to request or receive payment on behalf of the owner, nor any restriction on the right of such owner to receive payment of the bond, other than as provided in these regulations, may be made in the registration or otherwise.

(b) *Restrictions on registration.*—The following restrictions on the registration of savings bonds shall apply whether on original issue or on authorized reissue: (1) Registration of savings bonds sold on and after April 1, 1940, shall be restricted to residents (whether individuals or others) of the Continental United States, the Territories and Insular Possessions of the United States, the Canal Zone and the Philippine Islands, or to American citizens temporarily residing abroad, and this restriction applies to owners, coowners and designated beneficiaries; (2) registration of Savings Bonds of Series D sold on and after April 1, 1940, and of Savings Bonds of Series E sold on and after May 1, 1941, shall be restricted to natural persons (that is, individuals), whether adults or minors, in their own right; and (3) savings bonds sold on and after May 1, 1941, may not be registered in the names of commercial banks which, for this purpose, are defined as banks that accept demand deposits.

(c) *Forms of registration.*—Subject to the restrictions and exceptions set forth in the next preceding paragraph the following forms of registration are authorized:

(1) In the names of natural persons (that is, individuals), whether adults or minors, in their own right as follows:

(i) In the name of one person, for example, "John A. Jones".

(ii) In the names of two (but not more than two) persons in the alternative as coowners, for example, "John A. Jones OR Mrs. Ella S. Jones". No other form of registration establishing coownership is authorized.

(iii) In the name of one (but not more than one) person, payable on death to one (but not more than one) other person, for example, "John A. Jones, payable on death to Miss Mary E. Jones"; the first person named is hereinafter referred to as the owner or registered owner and the second named as the beneficiary or designated beneficiary.

The full name of the owner and that of the coowner or beneficiary, if any, should be used, except that if there are two given names, the initial of one may be used. The name may be preceded by any applicable title such as "Dr.", "Rev.", etc., and in the case of women must be preceded by "Mrs.", "Miss", or other appropriate title. A married woman's own given name should be used, not that of her husband, for example, "Mrs. Mary A. Jones", not "Mrs. Frank B. Jones". A minor, whether or not under legal guardianship, may be named as sole owner, coowner, or beneficiary, except that if the funds used for the purchase of the bonds already belong to the minor he may be named only as owner, without coowner or beneficiary. If a person named in the registration of a bond is under legal disability and a guardian or similar legal representative of his estate has been appointed, or is otherwise legally qualified, the registration should indicate such facts by the addition of appropriate words, for example, "Frank Jones, a minor under legal guardianship", or "Henry Jones, an incompetent under legal guardianship". Bonds should not be registered in the name of a person under disability for reasons other than minority, unless a legal representative of his estate has been appointed.

**IMPORTANT.**—The above forms of registration are the only ones authorized for bonds of Series E; for Series F and G the above forms are authorized, and in addition the forms set forth in the following subparagraphs.

(2) In the names of fiduciaries of a single duly constituted and wholly independent trust estate, considered as an entity, in the forms set forth in the following subparagraphs: *Provided, however,* That if two or more trusts (other than trusts under wills) have been, or are, established by the same grantor substantially similar in terms and for the benefit of the same person, such trusts will be considered together as an entity, and not as distinct and independent trusts: *Provided, further,* That bonds will not be registered in the name of a trustee of a trust established for the benefit of the grantor and revocable by him.

(i) *Executors, administrators, etc.*—In the names of executors, administrators, or other similar legal representatives of the estate of a single decedent appointed by a court of competent jurisdiction or otherwise legally qualified, followed by adequate identifying reference to the estate, for example, "John A. Smith, administrator of the estate of Henry J. Smith, deceased", or "First National Bank and Mrs. Mary C. Jones, executors of the will of Alfred Jones, deceased".

\* Sections 315.1 to 315.20, inclusive, are prescribed under the authority of R. S. 161 (5 U. S. C. 22), the Second Liberty Bond Act, as amended, and the Public Debt Act of 1941, Section 3.

<sup>1</sup> The date of maturity is also inscribed on Savings Bonds of Series A, Series B and Series D.

- (ii) *Guardians, conservators, curators, etc.*—In the names of guardians or similar legal representatives appointed by a court of competent jurisdiction or otherwise legally qualified, of the estate of any one minor or incompetent, for example, "William C. Jones, guardian of the estate of James B. Brown, a minor", or "Alfred Smith, committee of the estate of John Smith, an incompetent". If a guardian or other legal representative holds a common fund for the account of two or more estates, bonds should be registered in the name of the representative separately for the estate of each ward even though the representative was appointed in a single proceeding. Registration in the names of natural or voluntary guardians is not authorized.
- (iii) *Trustees, by name.*—Subject to the limitations of subparagraph (vi), in the names of trustees under wills, agreements, or similar written instruments, followed by adequate identifying reference to the instrument establishing the trust, for example, "John C. Brown and the First National Bank of Boston, trustees under paragraph 3 of the will of Henry C. Brown, deceased", or "The Second National Bank of Salem, trustee under agreement with George E. White, dated February 1, 1935". The names of beneficiaries need not be given unless necessary to an adequate description of the trust.

The names of all executors, administrators, guardians, trustees, etc., must be included in the registration.

(iv) *Trustees, by title alone.*—Subject to the limitations of subparagraph (vi):

- (aa) In the titles of public officers, public corporations or similar public bodies expressly authorized to act as trustees under a constitutional provision, statute, city ordinance or similar enactment by a legislative body, followed by a reference to the proper provision of law and, if necessary, adequate identification of the trust involved, for example, "Treasurer of the State of Wisconsin, trustee under Section 223.02 Wisc. Stats., for holders of X Title Company securities", or "City of Miami, trustee under ordinance passed ....., of sinking fund for holders of General Improvement Bonds of .....".
- (bb) In the titles of trustees of unincorporated lodges, churches, societies, or similar unincorporated associations, title to whose property is duly held by trustees in accordance with the constitution or bylaws of the organization; the titles of such trustees should be followed by the name of the organization, the words "an unincorporated association", and a reference to the appropriate authorizing provision, for example, "Trustees of the Soroptimist Society, an unincorporated association, under Section X of the bylaws".
- (v) *Boards of trustees.*—In the names of boards of trustees, duly authorized to act as a board rather than as individual trustees, followed by appropriate reference to the trust instrument or similar authority (agreement, statute, etc.) under which they are acting and, if necessary, adequate identification of the trust, for example, "Board of Trustees of the Police Pension Fund of the City of Burlington, Iowa, under Sections 6310-11 Iowa Code".
- (vi) *Pension or retirement funds, etc.*—Registration may be made in the names and title or titles alone, of trustees of a pension or retirement fund or of an investment, savings, insurance, annuity, or similar fund or trust, but in all such cases the fund will be regarded as an entity regardless of the number of beneficiaries or the manner in which their respective interests are established or determined. Segregation of individual shares as a matter of bookkeeping or as a result of individual agreements with beneficiaries will not operate to constitute separate trusts under these regulations.

In any case the Treasury Department may require a copy of the instrument establishing and governing a trust. Registration may not be made in the names of trustees under an agreement or other governing authority which purports to create a trust, where the funds used represent merely security for the proper performance of an obligation, except under a statute the terms of which expressly create an actual trust.

(3) *Private corporations and associations.*—In the names of any private organizations whether incorporated or unincorporated as follows:

- (i) A private corporation, followed by the words "a corporation", for example, "Smith Manufacturing Company, a corporation".
- (ii) An unincorporated association, such as a lodge, church, society, or similar body, followed by the words "an unincorporated association", for example, "The Lotus Club, an unincorporated association". The term "an unincorporated association" should not be used to describe a trust fund, a partnership, or a trade name.
- (iii) A partnership, considered as an entity, followed by the words "a partnership", for example, "Smith and Brown, a partnership".

The full legal name of the corporation, unincorporated association, or partnership, as the case may be, should be given in the registration. No officer or member of the organization may be named in the registration. Reference may be made, if desired, to a particular bookkeeping fund or account (not a trust), for example, "Lafayette Post No. 1, The American Legion, an unincorporated association (Building fund)".

(4) *States and public corporation.*—In the name of the owner or custodian of public funds, other than trust funds, as follows:

- (i) Any sovereignty, as a State, or any public corporation, as a county, city, town, village, or school district, for example "County of Middlesex, Massachusetts", or "Town of Takoma Park, Maryland".
- (ii) Any duly constituted public body, as a board or commission, for example, "Maryland State Highway Commission".
- (iii) Any public officer, designated by title only, for example, "Treasurer, City of Boston".

The registration should include the full name of the sovereignty or public corporation owning the bonds and may include reference to a particular account, if desired, for example, "Treasurer, School District No. 2 of Morris County, Kansas, a Public Corporation (Cafeteria Fund)". A savings bond registered in either of the forms authorized in (ii) or (iii) above will be considered as owned by the sovereignty or public corporation concerned for the purpose of applying the limitations set forth in Section 315.4 hereof.

- (5) *Unauthorized registration.*—A savings bond inscribed in a form substantially different from those authorized in this section for bonds of that particular class will not be considered as validly issued and will be accepted only for a refund of the purchase price, unless reissue can be made under the provisions of these regulations.

### Sec. 315.3 LIMITATION ON TRANSFER

(a) *Not transferable.*—United States Savings Bonds are not transferable and are payable only to the owners named thereon except in the case of the disability or death of the owner or as otherwise specifically provided herein, but in any event only in accordance with the provisions hereof. Accordingly, savings bonds may not be sold and may not be hypothecated as collateral for a loan and may not be used to secure the performance of an obligation except as expressly provided by Section 315.18 hereof.

### Sec. 315.4 LIMITATION ON HOLDINGS

(a) *Amount which may be held.*—

(1) *Savings bonds issued before March 1, 1941.*—Section 22 of the Second Liberty Bond Act, as added February 4, 1935, provided that it should not be lawful for any one person at any one time to hold savings bonds issued during any one calendar year in an aggregate amount exceeding \$10,000 (maturity value). This limitation applies to all savings bonds issued before March 1, 1941.

(2) *Savings Bonds of Series D issued on or after March 1, 1941.*—The Public Debt Act of 1941, effective March 1, 1941, amended Section 22 of the Second Liberty Bond Act, as amended, to authorize the Secretary of the Treasury by regulation to fix the amount of savings bonds issued in any one year that may be held by any one person at any one time. By virtue of such authority, the Secretary of the Treasury has provided by regulation effective March 1, 1941, that the amount of savings bonds of Series D originally issued to any one person during any one calendar year (including those issued between January 1, 1941, and February 28, 1941, inclusive) that may be held by that person at any one time shall not exceed \$10,000 (maturity value). This paragraph, together with the one next preceding, establishes a limitation of \$10,000 (maturity value) upon savings bonds of Series D originally issued to any one person between January 1, 1941, and April 30, 1941 (inclusive) that may be held by that person at any one time.

(3) *Defense Savings Bonds of Series E.*—Pursuant to the authority of the Second Liberty Bond Act, as amended, it is hereby provided that the amount of Defense Savings Bonds of Series E originally issued to any one person during any one calendar year that may be held by that person at any one time shall not exceed \$5,000 (maturity value).

(4) *Savings Bonds of Defense Series F and Defense Series G.*—Pursuant to the authority of the Second Liberty Bond Act, as amended, it is hereby provided that the amount of savings bonds of Defense Series F or of Defense Series G, or of the combined aggregate amount of both series, originally issued to any one person during any one calendar year that may be held by that person at any one time shall not exceed \$50,000 (issue price).

(b) *Calculation of amount.*—In determining whether the prescribed limit with respect to savings bonds of any one series issued during any one calendar year is exceeded by any one person at any one time, there must be taken into account the aggregate maturity value (or, in the case of Series F and G, the aggregate issue price) of all savings bonds of that series issued during that calendar year as shown by the issue dates thereon, including (1) bonds originally issued to and registered in the name of that person alone, (2) those originally issued to and registered in the name of that person with another as coowner, and (3) in the case of bonds of Series A, B, C, or D, those acquired before March 1, 1941, on the death of another or the happening of any other event. Bonds of which such person is merely the designated beneficiary, in case of the death of the owner, those acquired on or after March 1, 1941, on the death of another or the happening of any other event, those held by him in a fiduciary capacity only, and those in which his interest is only that of a beneficiary of a trust need not be included. Nothing herein contained shall be construed to validate any holdings theretofore acquired in excess of the authorized limit as computed under the regulations in force at the time of such acquisition, which must be surrendered for redemption in accordance with such regulations.

(c) *Meaning of terms.*—For the purpose of applying the limitation on holdings, the term "person" shall include, but not be limited to, an individual, a partnership, a corporation, an unincorporated association, a trust estate, or any other legal entity.

(d) *Disposition of excess.*—If any person at any time acquires savings bonds issued during any one calendar year in excess of the prescribed amount the bonds so acquired must be immediately surrendered for refund of the issue price.

### Sec. 315.5 LOST, STOLEN, MUTILATED, DEFACED, OR DESTROYED BONDS

(a) *Relief.*—A substitute may be issued for, or payment made of, an unmatured savings bond, and payment made of a matured savings bond, upon proof of the loss, theft, mutilation, defacement, or destruction of the bond. Relief will be granted in such cases only in accordance with the provisions of applicable statutes and will be governed in general by the regulations contained in Department Circular No. 300, as amended. Application for relief on account of loss, theft, mutilation, defacement or destruction should be made only on a form which may be obtained from the Treasury Department, Division of Loans and Currency, Washington, D. C., or from any Federal Reserve bank. In cases of mutilation, defacement, or partial destruction the bond or so much thereof as remains should be carefully packed and forwarded to the Treasury Department, Division of Loans and Currency.

(b) *Notice of loss, etc.*—The Treasury Department, Division of Loans and Currency, should be immediately notified of the loss, theft, or destruction of any savings bond, reference being made to the series, year of issue, date and serial number of the bond, and the name and address of the registered owner. If such bond is subsequently recovered, immediate notice of recovery should be given to the Department in order that delay may be avoided should the recovered bond be presented for payment, and if a substitute bond has been issued in lieu thereof, the recovered bond should be surrendered immediately to the Department.

### Sec. 315.6 SAFEKEEPING FACILITIES

(a) *Safekeeping of bonds.*—A savings bond will be held in safekeeping without charge by the Secretary of the Treasury if the holder so desires, and in such connection the facilities of the Federal Reserve banks as fiscal agents of the United States will be utilized. Postmasters will not act as safekeeping agents. Arrangements for safekeeping may be made at the time of purchase or subsequently, and postmasters, upon request, will furnish appropriate application blanks and envelopes to be used in forwarding bonds for safekeeping. The forwarding will be at the risk of the owner and the use of registered mail is recommended (postage and registration fee to be paid by the sender). A savings bond purchased by mail upon application to the Treasurer of the United States or to any Federal Reserve bank may be placed in safekeeping when issued. All safekeeping transactions are subject to the provisions of the next succeeding paragraph.

(b) *Receipt and redelivery.*—Upon receipt of the savings bond the Federal Reserve bank will place it in safekeeping and issue a receipt, which, unless delivered in person, will be mailed to the depositor at the address given in the application. The Federal Reserve bank will at any time deliver the bond to the owner or person entitled to possession thereof at his risk and expense upon his application and upon such identification through the return of the safekeeping receipt or otherwise, as may be required.

### Sec. 315.7 INTEREST

(a) *General.*—United States Savings Bonds are issued in two forms: (1) appreciation bonds, issued on a discount basis and redeemable before maturity at increasing fixed redemption values; and (2) current income bonds, bearing interest payable semiannually

and redeemable before maturity at fixed redemption values less than the face amount of the bond. At present Series G constitutes the only issue of current income savings bonds.

(b) *Appreciation bonds.*—No interest as such is paid on savings bonds issued on a discount basis. Such bonds increase in redemption value at the end of the first year from issue date and at the end of each successive half-year period thereafter until their maturity, when the full amount becomes payable. The increment in value represents interest and is payable only on redemption of the bonds whether at or before maturity.

(c) *Current income bonds.*—Each such bond bears interest at a specified rate computed on the face amount thereof and payable semiannually.

- (1) *Time and method of interest payments.*—Interest at the rate specified in Savings Bonds of Series G will be paid semiannually by check drawn as the bonds are inscribed (except in case of bonds in the form "A, payable on death to B"), and mailed to the address of the owner or, in case of coowners, unless otherwise specifically directed, to the owner first named on the face of the bonds. Checks for interest on bonds inscribed in the form "A, payable on death to B" will be drawn payable to A. The first check will be issued six months from the issue date appearing on the bonds and subsequent checks each six months thereafter. Full advantage of interest at the rate specified may be secured only if the bonds are held to maturity; if Savings Bonds of Series G are redeemed before maturity in accordance with the provisions of Section 315.8 (b) (2) hereof, the difference between the face or full maturity value and the redemption value then payable as shown in the table of redemption values on the face of each bond will represent an adjustment of the interest to the rate appropriate for the shorter term, as set forth in the tables attached to the circular of issue.
- (i) *Reissue during interest period.*—If a Savings Bond of Series G is reissued for any reason between interest payment dates, interest for the entire period will be paid, on the next interest payment date, by check drawn to the order of the person in whose name the bond is reissued.
- (2) *Change of address.*—In case the owner of savings bonds of Series G changes his address, a notice of the change should immediately be forwarded to the Treasury Department, Division of Loans and Currency, Washington, D. C. Such notice should refer to all bonds for which it is desired that the address for delivery of interest checks be changed and should describe each bond by denomination, serial number, series designation (including year of issue), and inscription appearing on the face of the bond.
- (3) *Termination of interest.*—In case of redemption prior to maturity of savings bonds of Series G in accordance with the provisions of Section 315.8 (b) hereof, interest will cease on the last day of the interest period next preceding the date of redemption. In case of partial redemption, interest on the amount redeemed will cease on the last day of the interest period next preceding the date of partial redemption, and thereafter will be paid only on the lower amount remaining after partial redemption.
- (4) *Consolidation of checks.*—Whenever possible a single check will be issued on each interest payment date for interest on all savings bonds of Defense Series G due to any owner on that date.
- (5) *Endorsement of checks.*—Checks for interest must be endorsed in accordance with the requirements of the Treasurer of the United States, by the payees, either personally or by an attorney-in-fact. Forms for the appointment of such attorney may be obtained from the Treasurer of the United States, Washington, D. C., or from any Federal Reserve bank.

#### Sec. 315.8 GENERAL PAYMENT AND REDEMPTION PROVISIONS

(a) *Payment at maturity.*—A savings bond of any series will be paid at or after maturity at its full face or maturity value, but only following presentation and surrender of the bond for that purpose with a request for payment properly signed and certified as provided herein.

(b) *Redemption before maturity.*—A savings bond may not be called for redemption by the Secretary of the Treasury prior to maturity, but may be redeemed in whole or in part at the option of the owner, prior to maturity under the terms and conditions set forth in the offering circular of each series and in accordance with the provisions of these regulations, but only following presentation and surrender for that purpose with a request for payment duly signed and certified as provided herein.

- (1) *Series A, B, C, D and E.*—A savings bond of Series A, B, C, D, or E will be redeemed, in whole or in part, at any time after 60 days from the issue date, at the appropriate redemption value as shown on the face of the bond.
- (2) *Series F and Series G.*—A savings bond of Series F or G will be redeemed, in whole or in part, at the option of the owner, on one month's notice in writing, on the first day of any month after six months from the issue date, at the appropriate redemption value as shown on the face of the bond. The notice of the owner's intention to redeem must be received by a Federal Reserve bank or the Treasury Department not less than one calendar month in advance of the day payment is desired, and may be in the form of a duly executed request for payment. The bond, with the request for payment duly signed and certified as hereinafter provided, should be surrendered with the notice, if separate notice is given, and to the same agency to which the notice is given. (See Section 315.7 (c) (1) for provisions as to interest in the case of bonds of Series G redeemed prior to maturity.)
- (3) *Defense Series G—redeemable before maturity at par on death.*—A savings bond of Series G will be redeemed at par before maturity, in whole or in part, but only after six months from the issue date, (1) upon the death of the owner, or a coowner, if a natural person, or (2) as to bonds held by a trustee or other fiduciary, upon the death of any person which results in the termination of the trust, in whole or in part. If the trust is terminated only in part, redemption at par will be made only to the extent of the pro rata portion of the trust so terminated, to the next lower multiple of \$100. In any case notice of desire to redeem at par before maturity must be given in accordance with the provisions of the next preceding subparagraph and must be received by the Treasury Department or a Federal Reserve Bank within four months after the date of death.

(c) *Form and date of requests.*—Requests for payment must be executed within six months of the date of receipt of a bond by a Federal Reserve Bank or the Treasury Department, and unless otherwise authorized in a particular case the form of request appearing on the back of the bond must be used. Payment of a savings bond pursuant to a duly executed request will be made on the earliest day consistent with these regulations unless otherwise specifically requested.

(d) *Execution of request for payment.*—

- (1) *Identification of owner: signature.*—The registered owner in whose name the bond is inscribed, or such other person as may be entitled to payment under the provisions of these regulations, must appear before one of the officers authorized by the Secretary of the Treasury to certify requests for payment. (See paragraph (e) of this section), establish his identity, and in the presence of such officer sign the request for payment in ink, adding, in the space provided, the address to which the check, issued in payment, is to be mailed. A signature to a request for payment made by mark (X) must be witnessed by at least one person in addition to the certifying officer and must be attested by an endorsement on the blank line, substantially as

follows: "Witness to the above signature by mark" followed by the signature and address of the witness. If the name of the registered owner or other person entitled to payment, as it appears in the registration or in evidence on file in the Treasury Department, Division of Loans and Currency, has been changed by marriage or in any other legal manner, the signature to the request for payment should show both names and the manner in which the change was made, for example, "Miss Mary T. Jones, now by marriage Mrs. Mary T. Smith", or "Jung Smelt, now by court order John Smith". In the case of a change of name other than by marriage, the request must be supported by satisfactory proof of such change, unless already on file. No request signed in behalf of the owner by an agent or a person acting under a power of attorney will be recognized by the Treasury Department except as specifically provided in Section 315.18 hereof.

- (2) *Certification of request.*—After the request for payment has been signed by the owner, the certifying officer should complete and sign the certificate provided (See paragraph (f) of this section), and the bond should then be presented and surrendered as provided in paragraph (h) of this section.

(e) *Certifying officers.*—The request for payment must be signed in the presence of, and be certified by, one of the following officers, who are hereby authorized to certify requests for payment:

- (1) *At United States post offices.*—

- (i) *At any post office of any class:* The postmaster, acting postmaster, or inspector in charge; and in addition
- (ii) *At any post office of the first class (main office):* The assistant postmaster, superintendent of mails, the postal cashier, superintendent of money orders, money-order cashier, assistant cashier, bookkeeper, or foreman, or clerk temporarily in charge of the post office; and
- (iii) *At any post office of the second or third class:* The assistant postmaster or, if there is none, the clerk temporarily in charge of the post office in the absence of the postmaster; and
- (iv) *At any classified branch or station:* The superintendent, assistant superintendent, assistant cashier, bookkeeper, or foreman, or, in the absence of all such officials, the clerk temporarily in charge of the branch or station.

(For instructions see paragraph (f) (1) and (2) of this section.)

- (2) *At banks, trust companies, branches thereof and authorized sales agencies.*—

- (i) Any executive officer of any bank or trust company incorporated in the United States or its organized territories, including officers at domestic or foreign branches who are certified to the Treasury Department as executive officers;
- (ii) Any executive officer of incorporated banks and trust companies in the organized territories and insular possessions of the United States and in the Commonwealth of the Philippines doing business under Federal charter or organized under Federal law;
- (iii) Executive officers of Federal Reserve Banks and branches thereof, including managing directors, assistant managers, cashiers and assistant cashiers; and Federal Reserve agents and assistant Federal Reserve agents;
- (iv) Executive officers of Federal Land banks;
- (v) Executive officers of Federal Home Loan banks;
- (vi) Executive officers of corporations not included in the preceding paragraphs, and of other organizations, which have qualified under the provisions of Department Circular No. 657 as issuing agents for bonds of Series E, provided that the signatures and titles of such officers shall have been properly certified to the Treasury Department; and further provided that all certifications to requests for payment shall be authenticated by a legible impression of the corporate seal, if any, otherwise by a legible imprint of said issuing agent's dating stamp.

(For general instructions to such officers see paragraph (f) (1) and (3) of this section.)

- (3) *United States officials.*—Judges, clerks, and deputy clerks of United States courts, including United States courts for the organized territories, insular possessions, and the Canal Zone; United States attorneys; United States collectors of customs and their deputies; United States collectors of Internal Revenue and their deputies; commanding officers of the United States Army, Navy, Marine Corps, and Coast Guard, but only for members of their respective commands, members of their families and civilian employees at Army Posts or Naval Bases or stations (such officer should indicate his rank, the organization which he commands, and state that the person signing the request is one of the class whose requests he is authorized to certify); the officer in charge of any home, hospital, or other facility of the Veterans Administration, but only for patients and members of such facilities.

(For instructions to such officers see paragraph (f) (1) of this section.)

- (4) *Officers authorized in particular localities.*—In addition to the officers listed above, the following officers are authorized to certify requests for payment of United States Savings Bonds in the localities specified:

- (i) Washington, D. C.: Certain officers of the Treasury Department;
- (ii) Alaska: Governor, Treasurer, and United States Commissioners;
- (iii) Canal Zone: Governor, paymaster or acting paymaster, collector or acting collector, the Panama Canal, and also postmasters and acting postmasters in the Bureau of Posts;
- (iv) Commonwealth of the Philippines: The United States High Commissioner, his Executive Assistant, and the Chief Clerk in his office; Treasurer of the Commonwealth and the city treasurers of Manila and Baguio; judges and clerks of courts of record whose signatures and official positions are certified by the Secretary of Justice;
- (v) Guam and American Samoa: Governors, and naval and marine officers authorized to administer oaths for naval justice and administration;
- (vi) Hawaii: Governor and Treasurer;
- (vii) Puerto Rico: Governor and Treasurer;
- (viii) Virgin Islands: Governor and Commissioner of Finance.

(For instructions to such officers see paragraph (f) (1) of this section.)

- (5) *In foreign countries.*—In a foreign country requests for payment may be signed in the presence of and be certified by any United States diplomatic or consular representative, or manager (or other executive officer in charge) or assistant manager of a foreign branch of a bank or trust company incorporated in the United States, who is certified to the Treasury Department as an executive officer. If such an officer is not available, requests for payment may be signed in the presence of and be certified by a notary or other officer authorized to administer oaths, but his official character and jurisdiction must be certified by a United States diplomatic or consular officer under the seal of his office.

(For instructions to such officers see paragraph (f) (1) of this section.)

- (6) *Special provision.*—In the event none of the officers authorized to certify requests for payment of savings bonds is readily accessible, the Commissioner of the Public Debt is authorized to make special provision for any particular case.

(f) *Instructions to certifying officers.—*

- (1) *In general.*—Certifying officers should require positive identification of the person signing the request for payment, and will be held fully responsible therefor. In all cases the certifying officer must affix to the request for payment his official signature, title, address and seal, and the date of execution. If the officer does not possess an official seal, that fact should be made known and attested. (See subparagraphs (2) and (3) below for special instructions to post office officials and bank officials respectively.)
- (2) *Post office officials.*—If any designated post office official other than a postmaster, acting postmaster, or inspector in charge of an office certifies a request for payment, he should certify in the name of the postmaster, acting postmaster, or inspector in charge, followed by his own signature and official title, for example, "John Doe, postmaster, by Richard Roe, postal cashier". In the case of a clerk in charge of an office, branch, or station, the official title should be followed by the name of such office, branch, or station, for example, "John Doe, postmaster, by Richard Roe, clerk in charge, Main Street Station". The certification of any post office official must be authenticated by a legible imprint of a dating stamp of his post office.
- (3) *Bank officers.*—(1) At the principal office of an incorporated bank or trust company, the signature of the certifying officer should be authenticated by a legible impression of the seal of the bank or trust company; (2) at a branch, if the corporate seal is not available, the signature of the certifying officer and his official title should be certified to the Treasury Department, Division of Loans and Currency, by the parent bank or trust company under its seal, unless such certificate is already on file in that division.
- (g) *Interested person not to certify.*—No person authorized to certify requests for payment may certify a request for payment of a bond of which he is the owner, or in which he has an interest, either in his own right or in any representative capacity.
- (h) *Presentation and surrender.*—After the request for payment has been duly signed by the owner and has been certified as above provided, the bond must be presented and surrendered as follows:
- (1) If a bond is registered in the name of an individual in his own right or in the name of (1) a private organization in its own right, (2) a State, (3) a public corporation, (4) a public board or commission, or (5) a public officer, and payment is to be made to the registered owner or coowner, the bond should be presented and surrendered to a Federal Reserve bank, or to the Treasurer of the United States, Washington, D. C.
- (2) If a bond is registered in the name of a fiduciary or if payment is to be made to any person other than the registered owner or coowner, the bond should be presented and surrendered to the Treasury Department, Division of Loans and Currency, Washington, D. C., or to a Federal Reserve bank.
- (3) In all cases presentation will be at the expense and risk of the owner, and, for his protection, the bonds should be forwarded by registered mail if not presented in person. Payment will be made by check drawn to the order of the registered owner or other person entitled and mailed to him at the address given in his request for payment.
- (i) *Partial redemption.*—A savings bond of any series in a denomination other than the lowest authorized for that series, may be redeemed in part, but only in multiples of the lowest authorized denomination, at the appropriate current redemption value, upon presentation and surrender of the bond in accordance with the provisions of this section. In any such case, before the request for payment is signed, there should be added to the first sentence of the request for payment, on the line provided, the words "to the extent of \$..... (maturity value), and reissue of the remainder". Upon partial redemption of a savings bond the remainder will be reissued as of the original issue date, subject to the provisions of Section 315.19 hereof. (As to interest on bonds of Defense Series G in case of partial redemption see Section 315.7 (c) (3).)

**Sec. 315.9 MINORS**

(a) *Payment to legal guardians.*—If the owner of a savings bond is a minor for whose estate a guardian or similar legal representative has been appointed by a court of competent jurisdiction or is otherwise legally qualified, and if the Treasury Department is properly advised of such fact, payment will be made only to such guardian, or similar legal representative. In any such case the request for payment appearing on the back of the bond should be signed by the guardian or similar representative as such, for example, "John A. Jones, guardian of the estate of Henry W. Smith, a minor". The request for payment must be supported by proof of the representative's authority. Such proof may consist of a court certificate or a certified copy of the representative's letters of appointment, issued by the court having jurisdiction. The certificate, or the certification to the letters, must be under the seal of the court, must contain a statement that the appointment is in full force, and should be dated within six months of the date of presentation of the bond for payment. A request for payment before maturity executed on behalf of a corporate fiduciary must be authorized by a resolution of the governing body of the corporation or by a standing bylaw, a certified copy of which must be furnished the Treasury Department, Division of Loans and Currency, Washington, D. C., unless already on file.

(b) *Payment to minors.*—If the Treasury Department is not properly advised that a guardian or similar legal representative of the estate of a minor owner of a savings bond has been appointed or is otherwise legally qualified, payment will be made direct to such minor owner, provided such minor is, at the time payment is requested, of sufficient competency and understanding to sign his name to the request and to comprehend the nature of such act. In general the fact that the request for payment has been signed by the minor and duly certified in accordance with Section 315.8 hereof will be accepted as sufficient proof of such competency and understanding.

(c) *Payment to parents.*—If the Treasury Department is not properly advised that a guardian or similar legal representative of the estate of a minor owner of a savings bond has been appointed or is otherwise legally qualified, and if such minor owner is not of sufficient competency and understanding to execute the request for payment, payment will be made to either parent of the minor with whom he resides, or if the minor does not reside with either parent, then to the person who furnishes his chief support. The parent or such other person should sign the request for payment in his own name, on behalf of the minor, in the form "Mrs. Mary Jones, on behalf of John C. Jones", and should sign a certificate, in substantially the following form, which may be typed on the back of the bond:

"I certify that I am the.....(relationship) of John C. Jones and the person with whom

he resides. He is ..... years of age and is not of sufficient competency and understanding to sign this request."

If a person other than a parent signs the request on behalf of the minor he should also certify that the minor does not reside with either and that he furnishes his chief support. The Treasury Department may in any particular case require further proof that the minor is not of sufficient competency and understanding to execute the request for payment and of the right of the person executing the request to act on behalf of the minor.

### Sec. 315.10 DISABILITY OTHER THAN MINORITY

(a) *Payment to legal guardian.*—If the owner of a savings bond has been judicially declared to be incompetent to manage his affairs and the Treasury Department is properly advised that a guardian or similar legal representative of his estate has been appointed by a court of competent jurisdiction, payment will be made only to such guardian or similar legal representative. In this case the request for payment should be signed: "Thomas S. Gray, guardian (curator, conservator, or committee, as the case may be) of the estate of Benjamin S. Smith, an incompetent". The request for payment must be supported by proof of the representative's authority. Such proof may consist of a court certificate or a certified copy of the representative's letters of appointment, issued by the court having jurisdiction. The certificate, or the certification to the letters, must be under the seal of the court, must contain a statement that the appointment is in full force, and should be dated within six months of the date of presentation of the bond for payment. A request for payment before maturity executed on behalf of a corporate fiduciary must be authorized by a resolution of the governing body of the corporation or by a standing bylaw, a certified copy of which must be furnished the Treasury Department, Division of Loans and Currency, Washington, D. C., unless already on file.

(b) *Payment to voluntary guardian.*—In any case where the owner of a savings bond has been judicially declared incompetent, or his incompetency, in the opinion of the Secretary of the Treasury, is otherwise established and no guardian or other legal representative of his estate has been appointed or is otherwise legally qualified, and the entire gross value of his personal estate does not exceed \$500, payment will be made to a member of his family, or other person, standing in the position of voluntary guardian, upon presentation of proof satisfactory to the Secretary of the Treasury that the proceeds of the bond are required, and are to be used, for the purchase of necessaries for the incompetent or for his wife or minor children or other persons dependent upon him for support. Applications for such payment should be made only on appropriate forms which may be obtained from the Treasury Department, Division of Loans and Currency, Washington, D. C., or any Federal Reserve bank. The request for payment should not be executed, nor the bond presented, until the application has been approved and instructions have been given by the Treasury Department.

### Sec. 315.11 COOWNERS

(a) *Payment or reissue.*—A savings bond registered in the names of two persons as coowners, for example, "John A. Jones OR Mrs. Mary C. Jones", will be paid or reissued as follows:

- (1) *During the lives of both coowners.*—During the lives of both coowners the bond will be paid to either coowner upon his separate request without requiring the signature of the other coowner; and upon payment to either coowner the other person shall cease to have any interest in the bond. The bond will also be paid to both coowners upon their joint request, in which case payment will be made by check drawn to the order of both coowners in the form, for example, "John A. Jones and Mrs. Mary C. Jones", and the check must be endorsed by both payees. The bond will not be reissued in any form during the lives of both coowners except as specifically provided in these regulations.
- (2) *After the death of one coowner.*—If either coowner dies without having presented and surrendered the bond for payment to a Federal Reserve bank or the Treasury Department, the surviving coowner will be recognized by the Treasury Department as the sole and absolute owner of the bond, and payment will be made only to him: *Provided, however,* That if a coowner dies after he has properly executed the request for payment and after the bond has actually been received by a Federal Reserve bank or the Treasury Department, payment of the bond, or check if one has been issued, will be made to his estate in accordance with the provisions of Section 315.16 hereof. Upon proof of the death of one coowner and appropriate request by the surviving coowner, the bond will be reissued in the name of such survivor alone, or (if not a minor or under any other legal disability) in his name payable on death to a designated beneficiary. (See Section 315.12 (e).)
- (3) *After the death of the surviving coowner.*—After the death of a surviving coowner who became solely entitled to the bond under the provisions of the next preceding subparagraph, the bond will be paid or reissued in accordance with the provisions of Section 315.16 hereof, as though it were registered in the name of the last deceased coowner alone. In this case proof of the death of both coowners and of the order in which they died will be required.

(b) *Limitation on reissue.*—Any reissue authorized in this section will be made only subject to the limitations set forth in Section 315.19.

### Sec. 315.12 BENEFICIARIES

(a) *Payment to registered owner.*—A savings bond registered in the name of one person, payable on death to a designated beneficiary, for example, "Henry W. Ash, payable on death to John C. Black", will be paid to the registered owner during his lifetime upon his properly executed request without regard to the designated beneficiary. If the beneficiary should predecease the registered owner the bond will be paid as though no beneficiary had been named in the registration.

(b) *Reissue during lifetime of registered owner.*—A savings bond registered in the name of one person payable on death to a designated beneficiary may not be reissued during the lifetime of such beneficiary so as to eliminate his name. If such beneficiary should predecease the registered owner, the bond may, upon appropriate request by the registered owner, and proof of the death of the beneficiary, be reissued in the name of the registered owner alone, or in his name payable on death to a new beneficiary.

(c) *Payment or reissue to beneficiary.*—If the registered owner dies without having presented and surrendered the bond for payment to a Federal Reserve Bank or the Treasury Department, and is survived by the beneficiary, upon proof of such death and survivorship, the beneficiary will be recognized by the Treasury Department as the sole and absolute owner of the bond, and payment will be made only to him, or, upon appropriate request by the beneficiary the bond may be reissued in his name alone or (if not a minor or under any other legal disability) in his name payable on death to a single designated beneficiary: *Provided, however,* That if the bond with a properly executed request for payment has actually been received by a Federal Reserve Bank or the Treasury Department, payment of the bond, or check if one has been issued, will be made to the estate of the deceased owner in accordance with the provisions of Section 315.16 hereof.

(d) *Payment or reissue after death of the surviving beneficiary.*—After the death of a surviving beneficiary who became entitled to the bond under the provisions of the next preceding paragraph, the bond will be paid or reissued in accordance with the provisions of Section 315.16 hereof, as though the bond were registered in the name of the surviving beneficiary alone. In this case proof of the death of both the registered owner and the beneficiary and of the order in which they died will be required.

(e) *Reissue to add a beneficiary.*—A savings bond registered in the name of one person in his own right or to which one person is shown to be entitled in his own right under these regulations, upon appropriate request by such person (if not a minor or under any other legal disability) may be reissued in whole or in part, in his name payable on death to a single designated beneficiary.

(f) *Limitation on reissue.*—Any reissue authorized in this section will be made only subject to the limitations set forth in Section 315.19.

#### Sec. 315.13 FIDUCIARIES

(a) *Payment to fiduciaries.*—A savings bond registered in the name of, or otherwise belonging to a fiduciary estate, will be paid to the fiduciaries of such estate upon their request. The request for payment must be signed by all acting fiduciaries, except for payment at maturity, when a request by any one or more acting fiduciaries will be accepted, but payment will be made to all. If the bond is registered in the names of individual fiduciaries of the estate who are still acting, no further evidence of authority will be required. In other cases the request for payment must be supported by certain evidence as specified below:

- (1) *Fiduciaries—by title only.*—If the bond is registered in the titles without the names of the fiduciaries, satisfactory proof of the incumbency of the fiduciaries must be furnished, except in the case of public officers.
  - (2) *Succeeding fiduciaries.*—If the fiduciaries in whose names the bonds were registered have been succeeded by other fiduciaries, satisfactory proof of successorship must be furnished.
  - (3) *Boards, committees, etc., as fiduciaries.*—If the fiduciaries consist of a board, committee, commission, or public body, or are otherwise empowered to act as a unit, a request for payment before maturity must be supported by a duly certified copy of a resolution of the board or other body authorizing such action. In any case the request must be signed in the name of the board or other body by an authorized officer or agent thereof.
  - (4) *Corporate fiduciaries.*—If the fiduciary is a corporation, a request for payment before maturity must be supported by a duly certified copy of a resolution of the governing body of the corporation or a standing bylaw authorizing such action. In any case the request must be signed in the name of the corporation, in the fiduciary capacity in which it is acting, by an authorized officer thereof.
  - (5) *Registration not disclosing trust.*—If the form in which the bond is registered does not show that it belongs to a fiduciary estate or does not identify the estate to which it belongs, satisfactory proof of ownership must be furnished: *Provided, however,* That these provisions do not apply to bonds registered in the name of, or held by the estate of, a decedent for whose estate a legal representative has been appointed; such bonds are governed by the provisions of Section 315.16 hereof.
- (b) *Reissue in the name of a succeeding fiduciary.*—If a person in whose name a savings bond is registered as a fiduciary has been succeeded as such fiduciary by another person, the bond will be reissued in the name of the succeeding fiduciary upon appropriate request and satisfactory proof of successorship.

(c) *Reissue in the name of, or payment to, the person entitled.*—

- (1) *Distribution of trust estate in kind.*—A savings bond to which a beneficiary of a trust has become lawfully entitled, in whole or in part, under the terms of the trust, will be reissued in his name to the extent of his interest, as a distribution in kind, upon the request of the trustee or trustees and their certification that such person is entitled and has agreed to reissue in his name; *Provided,* That if a trustee himself is so entitled in his own right, his request for reissue in his name must be supported by an order of court or other satisfactory proof that he is so entitled, unless a cofiduciary joining in the request has no beneficial interest in the estate: *Provided, further,* That if the form in which the bond is registered does not show that it belongs to a trust estate, the request for reissue must be supported by satisfactory proof of ownership.
  - (2) *After termination of trust estate.*—If the person who would be lawfully entitled to a savings bond upon the termination of a trust does not desire to have such bond distributed to him in kind, as provided in the next preceding subparagraph, the trustee or trustees should redeem the bond in accordance with the provisions of paragraph (a) of this section, before the estate is terminated. If, however, the estate is terminated without such payment or reissue having been made, the bond will thereafter be paid to or reissued in the name of the person lawfully entitled upon his request and satisfactory proof of ownership, supplemented, if there are two or more persons having any apparent interest in the bond, by an agreement executed by all such persons.
  - (3) *Upon termination of guardianship estate.*—A savings bond registered in the name of a guardian or similar legal representative of the estate of a minor or incompetent, if the estate is terminated during the ward's lifetime, will be reissued in the name of the former ward upon the representative's request and certification that the former ward is entitled and has agreed to reissue in the name of the former ward upon his own request, supported in either case by satisfactory proof that his disability has been removed. Certification by the representative that a former minor has attained his majority, or that the legal disability of a female ward has been removed by marriage, if the state law so provides, will ordinarily be accepted as sufficient, but if the disability is removed by court order a duly certified copy of the order will be necessary. Upon the death of the ward a bond registered in the name of his guardian or similar representative will be reissued in accordance with the provisions of Section 315.16 as though it were registered in the name of the ward alone.
- (d) *Bonds held by trustee where reissue not authorized.*—Savings Bonds of Series D issued after April 1, 1940, and Defense Savings Bonds of Series E, may be held without change of registration by a trustee under the will of the deceased owner thereof (but may not be reissued in the name of such trustee). Bonds so held will be paid, or, upon termination of the trust, will be reissued in the names of the persons entitled in their own right, in accordance with the provisions of this section: *Provided,* That proof of the appointment and authority of the trustee will be required.

(e) *Limitation on reissue.*—Any reissue authorized in this section will be made only subject to the limitations set forth in Section 315.19.

#### Sec. 315.14 PRIVATE CORPORATIONS, ASSOCIATIONS, PARTNERSHIPS, ETC.

(a) *Payment to corporations or unincorporated associations.*—A savings bond registered in the name of a private corporation or an unincorporated association will be paid to such corporation or unincorporated association upon request for payment on its behalf by a duly authorized officer thereof. The signature to the request should be in the form, for example, "The Jones Coal Company, a corporation, by William A. Smith, president", or "The Lotus Club, an unincorporated association, by John Jones, treasurer". A request for payment so signed and duly certified in accordance with Section 315.8 hereof will ordinarily be accepted without further proof of the officer's authority.

(b) *Payment to partnerships.*—A savings bond registered in the name of a partnership will be paid upon a request for payment signed by a general partner. The signature to the request should be in the form "Smith and Jones, a partnership, by John Jones, a general partner". A request for payment so signed and duly certified in accordance with Section 315.8 hereof will ordinarily be accepted as sufficient proof that the person signing the request is duly authorized.

(c) *Reissue or payment to successors of corporations, unincorporated associations, or partnerships.*—A savings bond registered in the name of a private corporation, an unincorporated association, or partnership which has been succeeded by another corporation, unincorporated association, or partnership as the result of merger, consolidation, reincorporation, conversion, reorganization, or other succession where the ownership of the succeeding organization is substantially identical with that of its predecessor, duly effected by authority of law, will be paid to, or reissued in the name of, the respective succeeding corporation, unincorporated association, or partnership upon appropriate request on its behalf supported by satisfactory proof of successorship.

(d) *Reissue or payment on dissolution.*—

(1) *Corporations.*—A savings bond registered in the name of a private corporation which is in process of dissolution will be paid to the authorized liquidators of the corporation on their request for payment as such, or will be reissued in the names of the stockholders entitled as distributees, to the extent of their respective interest, upon the request of the authorized liquidators of the corporation and their certification that all the debts of the corporation have been paid or properly provided for and that the persons in whose names reissue is requested, to the extent specified, are entitled as stockholders and have agreed to such reissue. In any case a request for payment or reissue by the liquidators of a corporation must be supported by proof of their authority in the form of a certified copy of the stockholders' authorizing resolution and such other evidence as the Secretary of the Treasury may require, unless already on file.

(2) *Partnerships.*—A savings bond registered in the name of a partnership which has been dissolved by the death or withdrawal of a partner, or otherwise, will be paid to, or reissued in the name of, the persons entitled to the partnership assets to the extent of their respective interests, upon the request of such persons supported by a certificate and agreement executed by all surviving partners, former partners, and representatives of the estates of any deceased partners, identifying themselves as such, showing that the debts of the partnership have been paid or properly provided for, and setting forth their agreement with respect to the ownership of the bonds.

(e) *Limitation on reissue.*—Any reissue authorized by this section will be made only subject to the limitations set forth in Section 315.19.

### Sec. 315.15 STATES, PUBLIC CORPORATIONS, AND PUBLIC BOARDS, COMMISSIONS AND OFFICERS

(a) *In names of States, public corporations, and public boards.*—A savings bond registered in the name of a State or of a county, city, town, village, or other public corporation, or in the name of a public board or commission, will be paid upon a request signed in the name of such State, corporation, board, or commission by a duly authorized officer thereof. A request for payment so signed and duly certified in accordance with Section 315.8 hereof will ordinarily be accepted without further proof of the officer's authority.

(b) *In names of public officers.*—A savings bond registered in the title, without the name, of an officer of a State or public corporation, such as a county, city, town, or village, will be paid upon request for payment signed by the designated officer. The fact that the request for payment is signed and duly certified in accordance with Section 315.8 hereof will ordinarily be accepted as sufficient proof that the person signing is the incumbent of the designated office.

### Sec. 315.16 DECEASED OWNERS

(a) *Payment or reissue on death of owner.*—Upon the death of the owner of a savings bond, who was not survived by a coowner or designated beneficiary and who had not during his lifetime presented and surrendered the bond to a Federal Reserve Bank or the Treasury Department with a request for reissue signed by him and duly certified, the bond will be paid or reissued as hereinafter provided, either pursuant to proceedings in a court having jurisdiction of the estate or, in appropriate cases, without such proceedings. The provisions of this paragraph shall also apply to savings bonds registered in the names of executors or administrators except that proof of their appointment and qualification may not be required. Established forms for use in such cases may be obtained from any Federal Reserve bank or from the Treasury Department, Division of Loans and Currency, Washington, D. C., and should be used in every instance.

(1) *In course of administration.*—If the estate of the decedent is being administered in a court of competent jurisdiction, the bond will be paid to, or, when administration is concluded, reissued in the names of, the persons entitled to share in the estate, upon the request of the duly appointed and qualified representative of the estate. If payment is desired, the request for payment on the back of the bond should be signed by the representative and payment will be made only to him. If reissue is desired, the representative should request reissue in the names of the persons entitled and should certify that they are so entitled to the extent specified with respect to each, and that they have agreed to such reissue. The request for payment or reissue should be signed in the form, for example, "John A. Jones, administrator of the estate (or executor of the will) of Henry W. Jones, deceased". Reissue will be made in the name of the person entitled, payable on death to a designated beneficiary, upon appropriate request by such person, in addition to the request and certification by the representative. A request for payment or reissue must be supported by proof of the representative's authority. Such proof may consist of a court certificate or a certified copy of the representative's letters of appointment issued by the court having jurisdiction. The certificate, or the certification to the letters, must be under the seal of the court, must contain a statement that the appointment is in full force, and should be dated within six months of the date of presentation of the bond for payment or reissue. If the representative is himself the person entitled and desires reissue in his own name, a special order of court showing that he is entitled to the bond in his own right must be furnished. A request for payment before maturity on behalf of a corporate fiduciary must be supported by appropriate evidence as provided in Section 315.13 (a) (4).

(2) *After settlement through court proceedings.*—If the estate of the decedent has been settled in a court of competent jurisdiction, the bond will be paid to, or reissued in the name of, the persons entitled thereto under the terms of the final account, decree, of distribution, or other similar court records, supplemented, if there are two or more persons having an apparent interest in the bond, by an agreement executed by all such persons. The persons entitled should request payment or reissue on appropriate forms, which may be obtained as above provided. The request for payment or reissue, and the agreement, if necessary, must be supported by duly certified copies of the pertinent court records.

(3) *Without administration.*—If no legal representative of the decedent's estate has been or is to be appointed, and if it is established to the satisfaction of the Secretary of the Treasury either that the gross value of the personal estate does not exceed \$500, or that administration of the estate is not required in the State of the decedent's last domicile, the bond will be paid to, or reissued in the name of, the persons entitled to share in the estate pursuant to an agreement by all such persons without requiring administration of the estate: *Provided, however,* That reissue will not be made in the name of a creditor of the estate. The persons entitled should request payment or reissue on appropriate forms which may be obtained as above provided. Unless otherwise directed by the Treasury Department the request for payment or reissue must be supported by (1) affidavits by all persons entitled to any share in the estate, setting forth the facts in detail, and their agreement for the distribu-

tion of the bond, (2) proof that the debts of the decedent and of his estate have been paid or provided for, (3) affidavits of credibility by two disinterested persons having personal knowledge of the decedent and his family, and (4) a death certificate or other proof of the death of the decedent. The evidence should be submitted only on the form established for that purpose, which may be obtained as above provided. No payment or reissue will be permitted without administration if any of the persons entitled are minors or incompetents, except to them or in their names, in whole or to the extent of their interests in the decedent's entire personal estate, or upon compliance with the provisions of Sections 315.9 and 315.10 hereof governing payment of savings bonds registered in the names of such persons.

(b) *Forms of registration on reissue.*—In no case will reissue as authorized in this section be made in the names of two persons as coowners, nor will bonds of Series D bearing issue dates on or after April 1, 1940, or bonds of Series E, be reissued except in the names of natural persons (that is, individuals) in their own right.

(c) *Limitation on reissue.*—Any reissue authorized by this section will be made only subject to the limitations set forth in Section 315.19.

#### Sec. 315.17 CREDITORS' RIGHTS AND JUDICIAL PROCEEDINGS

(a) *Judicial proceedings.*—The ownership of a savings bond or interest therein may be transferred or established through valid judicial proceedings; *Provided, however,* That no such proceedings will be recognized if they would give effect to an attempted voluntary transfer inter vivos of the bond or would defeat or impair the rights of survivorship conferred by these regulations upon coowners and beneficiaries. Payment, or partial payment in accordance with the provisions of Section 315.8 (z) hereof, in an amount not in excess of the interest so transferred or established, will be made upon presentation and surrender of the bond with the request for payment duly executed, at the redemption value current 30 days after the proceedings have become final, or current at the time the bond is presented for payment, whichever is earlier. A bond or interest therein will not be reissued as the result of judicial proceedings except in the case of a determination of ownership as between coowners, in which case the bond may be reissued in the names of the respective coowners, to the extent of their respective interests as determined by such proceedings, and only in authorized denominations. The request for payment or reissue must be supported by a certified copy of the judgment or decree of court through which the ownership was transferred or established, certified copies of the records with respect to any necessary supplementary proceedings, and a certificate by the clerk of the court showing that no appeal, motion for new trial, or other proceeding which may result in modifying the judgment or decree has been taken, made, or applied for, that the time for such action has expired (or that such proceeding has been finally terminated), and that the judgment or decree is in full force and effect and has become final under the laws of the jurisdiction. The Secretary of the Treasury may in any case require such further information, documents, and security as he may deem necessary.

(b) *Bankruptcy and insolvency.*—Payment (but not reissue) of a savings bond will be made to a duly qualified receiver or trustee in bankruptcy of the estate of the registered owner, adjudicated bankrupt or insolvent, upon request for payment duly executed by such receiver or trustee and supported by satisfactory proof of his appointment and qualification.

#### Sec. 315.18 PLEDGE WITH SECRETARY OF TREASURY OR FEDERAL RESERVE BANKS

(a) *Deposit under Department Circulars No. 154 and No. 657.*—Notwithstanding any other provisions of this or any other circular, a savings bond may be pledged by the registered owner in lieu of surety under the provisions of Department Circular No. 154, amended: *Provided,* That the bond approving officer is the Secretary of the Treasury. In such cases an irrevocable power of attorney shall be executed authorizing the Secretary to request payment, and payment of the bond will, if it becomes necessary, be made upon such request at the then appropriate redemption value. No pledge to a bond approving officer other than the Secretary of the Treasury will be permitted. A savings bond may also be deposited as security with a Federal Reserve Bank under the provisions of Department Circular No. 657 by an institution certified under that circular as an issuing agent for Defense Savings Bonds of Series E. In no other cases are savings bonds suitable for use as collateral, nor will a power of attorney to request payment be recognized in any other case.

#### Sec. 315.19 REISSUE AND DENOMINATIONAL EXCHANGE

(a) *General.*—Reissue of savings bonds in a different form of registration will be made only in the following instances and only in denominations and forms of registration authorized for the bonds surrendered:

- (1) To correct an established error in the original issue;
- (2) To show a change in the name of an owner or beneficiary whether by marriage or otherwise;
- (3) As specifically provided in this circular.

Reissues pursuant to (2) and (3) above will be made only at the Treasury Department, Division of Loans and Currency, Washington, D. C., upon a request which must be signed by the person authorized by these regulations to make such request, in the presence of, and be certified by, an authorized officer in accordance with Section 315.8 (d) and (e). Requests for reissue should be executed on appropriate forms which may be obtained from the Division of Loans and Currency or from any Federal Reserve bank. Bonds held in excess of the prescribed limit, calculated in accordance with Section 315.4 hereof, will not be reissued except insofar as reissue may be made pursuant to subparagraph (1) above.

(b) *Limitation on reissue.*—In any case where reissue is authorized by these regulations, the Treasury Department reserves the right to treat the receipt of a bond and appropriate request for reissue thereof by a Federal Reserve bank or the Treasury Department as determining the date upon which the reissue as requested is effective.

(c) *Denominational exchange.*—Exchange as between authorized denominations of savings bonds will not be permitted except in cases of partial redemption or authorized reissue.

(d) *New bonds on reissue.*—In all cases of reissue the savings bonds will be of the same series, will bear the same issue date, and will have the same rights and privileges as the savings bonds surrendered.

#### Sec. 315.20 FURTHER PROVISIONS

(a) *Regulations prescribed.*—These regulations are prescribed by the Secretary of the Treasury as governing United States Savings Bonds issued under the authority of Section 22 of the Second Liberty Bond Act, approved September 24, 1917, as amended, and pursuant to the various Department Circulars offering such bonds for sale. The provisions of Treasury Department Circular No. 300, as amended, have no application to such savings bonds except as hereinbefore specifically provided.

(b) *Preservation of rights.*—Nothing in these regulations contained shall be construed to limit or restrict any existing rights which holders of savings bonds heretofore issued may have acquired under the circulars offering such bonds for sale, or under the regulations in force at the time of purchase.

(c) *Additional proof; bond of indemnity.*—The Secretary of the Treasury, in any case arising under these regulations, may require such additional proof as he may consider necessary or advisable in the premises; and may require a bond of indemnity with satisfactory sureties, or an agreement of indemnity, in any case where he may consider such a bond or agreement necessary for the protection of the interests of the United States.

(d) *Correspondence and forms.*—Correspondence in regard to any transactions in United States Savings Bonds under the provisions of these regulations should be addressed to the Treasury Department, Division of Loans and Currency, Washington, D. C. All evidence required in support of such transactions should be filed with that division. Appropriate forms for use in connection with such transactions may be secured from that division or from any Federal Reserve bank.

(e) *Supplements, amendments, or revisions.*—The Secretary of the Treasury may at any time, or from time to time, prescribe additional, supplemental, amendatory or revised rules and regulations governing United States Savings Bonds.

**HENRY MORGENTHAU, Jr.,**  
*Secretary of the Treasury.*

(Filed with the Division of the Federal Register, April 29, 1941)

**REMITTANCE FOR AND REPORT OF DEFENSE SAVINGS BONDS OF SERIES E  
SOLD OUT OF CONSIGNMENT ACCOUNT**

Date..... 194....

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

Following is a report of Defense Savings Bonds, Series E, sold to the public out of consignment stock deposited with us under the provisions of Treasury Department Circular No. 657, dated April 15, 1941, and there is also enclosed for credit spoiled stock as indicated below together with green and white bond stubs representing both sales and spoiled stock.

Check for proceeds enclosed herewith . . . . . \$.....  
Credit our "War Loan Deposit Account" . . . . . \$.....  
*(Attach Certificate of Advice Form No. G.B. 345)*  
Charge our Reserve Account . . . . . \$.....

**STATEMENT OF SALES**

| Pieces        | Denominations | Issue Price |    | Total | Maturity Value |  |  | Bond Numbers |   |
|---------------|---------------|-------------|----|-------|----------------|--|--|--------------|---|
|               | \$ 25         | 18          | 75 |       |                |  |  | Q            | E |
|               | 50            | 37          | 50 |       |                |  |  | L            | E |
|               | 100           | 75          | 00 |       |                |  |  | C            | E |
|               | 500           | 375         | 00 |       |                |  |  | D            | E |
|               | 1,000         | 750         | 00 |       |                |  |  | M            | E |
| <b>Totals</b> |               |             |    |       |                |  |  |              |   |

**STATEMENT OF SPOILED STOCK RETURNED HEREWITH**

| Denominations | 25 | 50  | 100 | 500 | 1,000 | Maturity Value |
|---------------|----|-----|-----|-----|-------|----------------|
| Pieces        |    |     |     |     |       |                |
| Bond Numbers  | Q  | E L | E C | E D | E M   | E              |

**RECONCILEMENT  
(Maturity Value)**

Previous Balance . . . . . \$.....  
Bonds received since last report .....  
Bonds sold or returned since last report . . . . .  
Balance on hand . . . . . \$.....

.....  
Name of Institution  
.....  
Address  
.....  
Official Signature

**SPACES BELOW FOR USE OF THE FEDERAL RESERVE BANK**

| Extensions and Totals | Payment | Stubs | Spoiled Stock | Posted |
|-----------------------|---------|-------|---------------|--------|
|                       |         |       |               |        |

**REMITTANCE FOR AND REPORT OF DEFENSE SAVINGS BONDS OF SERIES E  
SOLD OUT OF CONSIGNMENT ACCOUNT**

Date..... 194....

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

Following is a report of Defense Savings Bonds, Series E, sold to the public out of consignment stock deposited with us under the provisions of Treasury Department Circular No. 657, dated April 15, 1941, and there is also enclosed for credit spoiled stock as indicated below together with green and white bond stubs representing both sales and spoiled stock.

Check for proceeds enclosed herewith . . . . . \$.....  
Credit our "War Loan Deposit Account" . . . . . \$.....  
*(Attach Certificate of Advice Form No. G.B. 345)*  
Charge our Reserve Account . . . . . \$.....

**STATEMENT OF SALES**

| Pieces | Denominations | Issue Price |    | Total |  |  | Maturity Value |  |  | Bond Numbers |   |
|--------|---------------|-------------|----|-------|--|--|----------------|--|--|--------------|---|
|        |               |             |    |       |  |  |                |  |  |              |   |
|        | \$ 25         | 18          | 75 |       |  |  |                |  |  | Q            | E |
|        | 50            | 37          | 50 |       |  |  |                |  |  | L            | E |
|        | 100           | 75          | 00 |       |  |  |                |  |  | C            | E |
|        | 500           | 375         | 00 |       |  |  |                |  |  | D            | E |
|        | 1,000         | 750         | 00 |       |  |  |                |  |  | M            | E |
| Totals |               |             |    |       |  |  |                |  |  |              |   |

**STATEMENT OF SPOILED STOCK RETURNED HEREWITH**

| Denominations | 25 | 50  | 100 | 500 | 1,000 | Maturity Value |
|---------------|----|-----|-----|-----|-------|----------------|
| Pieces        |    |     |     |     |       |                |
| Bond Numbers  | Q  | E L | E C | E D | E M   | E              |

**RECONCILEMENT  
(Maturity Value)**

Previous Balance . . . . . \$.....  
Bonds received since last report .....  
Bonds sold or returned since  
last report . . . . .  
Balance on hand . . . . . \$.....

.....  
Name of Institution  
.....  
Address  
.....  
Official Signature

Date..... 194....

Receipt is acknowledged of remittance and/or spoiled bonds reported above.

FEDERAL RESERVE BANK OF NEW YORK

By.....

# REGULATIONS GOVERNING AGENCIES FOR THE ISSUE OF DEFENSE SAVINGS BONDS

## SERIES E

1941  
Department Circular No. 657

Fiscal Service  
Bureau of Accounts  
Division of Deposits

TREASURY DEPARTMENT,  
OFFICE OF THE SECRETARY,  
Washington, April 15, 1941.

### 1. AUTHORITY TO DESIGNATE ISSUING AGENTS.

Section 22 (a) of the Second Liberty Bond Act, as amended by the Public Debt Act of 1941, (Public No. 7, 77th Congress), provides, in part, as follows:

“22 (a). The Secretary of the Treasury, with the approval of the President, is authorized to issue, from time to time, through the Postal Service or otherwise, United States savings bonds \* \* \*.”

### 2. DESIGNATION OF ISSUING AGENTS.

All banks, trust companies and mutual savings banks incorporated by special law or organized under the general laws of the United States, the District of Columbia, or any State, all Federal Savings and Loan Associations and all other members of the Federal Home Loan Bank System, and all instrumentalities of the United States and other agencies which, by the laws of the United States, may be employed to act as fiscal or financial agents of the United States Government, are hereby designated, subject to the provisions of this circular, for employment as issuing agents for the sale and issue of United States Defense Savings Bonds of Series E, issued pursuant to Treasury Department Circular No. 653, dated April 15, 1941. *Provided, however,* That no issuing agent shall perform or make any effort to perform any of the acts included in such employment, or advertise in any manner that it is authorized to perform such acts until it has been duly certified by the Federal Reserve Bank of the district as having qualified so to act.

### 3. QUALIFICATION OF ISSUING AGENT.

(a) Declaration of Intent. Any issuing agent designated hereunder, desiring to qualify for employment as such an agent, shall file an Application and Pledge Agreement on Form No. 384 with the Federal Reserve Bank of the district, and pledge collateral security of the amount and classes and at the rates set forth in subsection (b) hereof: *Provided, however,* That each institution, other than a banking institution, organized under State law will be required to transmit with its Application and Pledge Agreement to qualify hereunder, a certification by the duly designated agent or representative of the appropriate Federal supervising agency to the effect that the institution desiring to qualify possesses appropriate authority under relevant State law and its charter, to act as an issuing agent under the terms of this circular. The amount of the qualification shall be based upon the maturity value of the aggregate amount of Defense Savings Bond stock, Series E, which the issuing agent desires to have on hand at any one time.

#### (b) Security Required.

(1) Banking institutions which are, and continue to be, insured by the Federal Deposit Insurance Corporation may qualify to obtain an aggregate of Defense Savings Bond stock, Series E, of not more than \$6,500, maturity value, at any one time, without the pledge of collateral security. The amount of \$6,500, maturity value, referred to represents \$4,875, issue price, the latter amount approximating the Federal Deposit Insurance Corporation guaranty. If qualification is desired in excess of \$6,500, maturity value, eligible collateral in the amount of 75 percent of the maturity value of such excess must be pledged.

(2) Designated issuing agents which are not insured by the Federal Deposit Insurance Corporation may qualify to obtain such stock by pledging eligible collateral (except as may be otherwise specifically authorized by the Secretary of the Treasury) in the amount of 75 percent of the approved qualification.

(3) Collateral security eligible for pledge hereunder shall consist of United States bonds or other direct public debt obligations of the United States, or obligations which are unconditionally guaranteed as to both principal and interest by the United States. All of such securities pledged must be in negotiable form and will be accepted at face value.

United States Savings Bonds of any issue registered in the name of the issuing agent pursuant to the provisions of Treasury Department circulars governing the registration thereof will, notwithstanding any provisions of such circulars restricting the pledge thereof, be eligible as collateral security hereunder and will be acceptable at the issue price of such bonds. In all such cases an irrevocable power of attorney shall be executed on behalf of the issuing agent by a duly authorized officer thereof authorizing the Secretary of the Treasury to request payment, and payment of the bond, or bonds, will, if it becomes necessary, be made upon such request at the then appropriate redemption value.

All of the foregoing security shall be pledged under the terms and conditions of the Application and Pledge Agreement, Form No. 384, and all collateral required to be pledged must be delivered to the Federal Reserve Bank of the district or, with the approval of such bank, to any branch thereof, before or upon delivery of the bond stock to the issuing agent.

Upon approval of the Application and Pledge Agreement, the Federal Reserve Bank will issue a certificate of qualification to the issuing agent on Form No. 385. The Federal Reserve Bank, as fiscal agent of the United States, may certify, in whole or in part, the qualification applied for. If the qualification applied for is not certified, appropriate notice thereof will be transmitted to the issuing agent making application.

#### 4. ACCOUNTS, FORMS AND DETAILS OF OPERATION.

(a) Each banking institution qualified as an issuing agent will be required to open and maintain or continue for the account of the Federal Reserve Bank of the district, as fiscal agent of the United States, a separate deposit account for the proceeds of all sales of Defense Savings Bonds, Series E, to be known as the "Series E, Bond Account." Each such issuing agent shall be required to remit the balance of such account or any part thereof and render reports of transactions in accordance with instructions issued directly by the Secretary of the Treasury or through the Federal Reserve Bank of the district, as fiscal agent. All remittances must be made in funds immediately available at the Federal Reserve Bank point.

Any incorporated bank or trust company qualified as a special depository under the provisions of Treasury Circular No. 92, revised February 23, 1932, as supplemented, may be authorized by the Federal Reserve Bank of the district, as fiscal agent, to make payment by credit in the "War Loan Deposit Account" up to any amount for which it shall be qualified in excess of existing deposits.

(b) All other qualified issuing agents, except as they may be otherwise specifically authorized from time to time by the Secretary of the Treasury or the Federal Reserve Bank of the district as fiscal agent, shall remit daily to such Federal Reserve Bank the entire proceeds of sales of Defense Savings Bonds of Series E, received by such issuing agents, and shall render reports of transactions in accordance with instructions issued directly by the Secretary of the Treasury or through the Federal Reserve Bank of the district, as fiscal agent.

(c) Application forms, bond stock, report forms and all regulations and necessary instructions relating thereto will be furnished by the Federal Reserve Bank of the district as fiscal agent to qualified issuing agents.

#### 5. TERMINATION OR MODIFICATION OF THE QUALIFICATION OF ISSUING AGENTS.

The Secretary of the Treasury, or the Federal Reserve Bank of the district as fiscal agent, may modify or terminate the qualification of any issuing agent at any time, without previous demand or notice, and require the immediate surrender of any part, or all of the bond stock, held by such issuing agent for sale to the public and not theretofore issued or sold and any part or all of the proceeds due from such bond stock issued or sold.

Any qualified issuing agent which shall have fully complied with the terms of its employment may at any time request the Federal Reserve Bank of the district to modify or terminate its qualification.

## 6. MISCELLANEOUS.

No issuing agent shall have authority to sell any Defense Savings Bond hereunder otherwise than as provided in Treasury Department Circular No. 653. Issuing agents must follow all regulations and instructions issued directly by the Secretary of the Treasury or through the Federal Reserve Bank of the district as fiscal agent, covering the sale, issue, inscription and validation of the bonds and the disposition of registration stubs.

Great care must be exercised in the inscription of the bonds, both as to correctness and legibility of the name (or names) in which inscribed, the address (or addresses), the date as of which issued and, finally, the imprint of the dating stamp of the issuing agent.

Nothing herein shall be held to apply to the Post Office Department or the Postal Service.

The provisions of Treasury Department Circular No. 568 dated September 15, 1936 governing the employment of Federal Savings and Loan Associations and Federal Credit Unions as fiscal agents of the United States for the purposes of taking applications and forwarding remittances for, and making delivery of, United States Savings Bonds, for their members, are hereby revoked, effective at the close of business April 30, 1941.

As fiscal agents of the United States, Federal Reserve Banks are authorized to perform any necessary acts under this circular. The Secretary of the Treasury may, at any time, designate issuing agents other than those hereunder designated, the employment of which shall be subject to qualification as herein provided, except as may be otherwise specifically authorized by the Secretary. The Secretary of the Treasury may, at any time, withdraw this circular as a whole, or from time to time, supplement or amend any of the terms hereof, or of any amendments or supplements thereto, withdraw from sale, refuse to issue or to permit to be issued, any Defense Savings Bonds, Series E, and refuse to sell or permit to be sold, any such bonds to any person. Information in connection with any of the foregoing will be promptly furnished to issuing agents through the Federal Reserve Banks.

**HENRY MORGENTHAU, Jr.,**  
*Secretary of the Treasury.*

# APPLICATION—PLEDGE AGREEMENT

(Issuing Agent—Defense Savings Bonds, Series E)

To the FEDERAL RESERVE BANK OF

as Fiscal Agent of the United States.

The undersigned hereby makes application to qualify for employment as an issuing agent for the sale of United States Defense Savings Bonds of Series E in an amount of \$ (maturity value).

The undersigned agrees, if and when qualified, to faithfully perform such employment strictly in accordance with the provisions of Treasury Department Circulars numbered 653 and 657, dated April 15, 1941, or any amendments or supplements thereof, or any instructions issued pursuant thereto; and, for the purpose of insuring and guaranteeing the faithful performance of and accounting for all obligations resulting therefrom further agrees to give security in accordance with the requirements of said Circular numbered 657.

The undersigned agrees that before or upon delivery to it of any Series E bond stock, it will deliver to and pledge, and maintain with the Federal Reserve Bank of , as Fiscal Agent of the United States, eligible collateral security to the extent required by Treasury Department Circular numbered 657. In the event of any default in the performance of any of the obligations of the undersigned hereunder, the Federal Reserve Bank of as Fiscal Agent of the United States shall have full power, without prior notice or demand, forthwith to sell or otherwise dispose of any collateral now or hereafter pledged or any substitution therefor, or any part thereof, free from any equity of redemption and without appraisal or valuation, and apply the proceeds of such sale or other disposition to the satisfaction of any damages, demands, or deficiency arising by reason of such default (including expenses incident to such sale or other disposition). Any surplus shall be paid to the undersigned.

So long as it faithfully performs and accounts for its obligations arising from employment hereunder the undersigned will be entitled to collect from time to time and to retain any and all interest on any collateral pledged pursuant to this agreement.

In witness whereof, the undersigned has caused this agreement to be executed under seal by the officer below named, thereunto duly authorized by a resolution of its governing board adopted on the day of 194 .

.....  
By.....  
(Signature of officer)

DATED 194 .  
.....  
(Title of officer)

.....  
(Address)

[SEAL]

ACKNOWLEDGMENT

STATE OF ..... }  
COUNTY OF ..... } ss:

On this ..... day of ....., 194 .., before me appeared  
....., to me personally known, who, being by me duly sworn,  
did say that he is the ..... of  
and that the seal affixed to the above instrument is the official seal of said .....,  
and that the above instrument was signed and sealed in behalf of said .....,  
by authority of its governing board, and said ..... acknowledged  
said instrument to be the free act and deed of said .....

.....  
Notary Public.

(In case the applicant has no official seal, omit the words—"the seal affixed to the above instrument is the official seal of said  
and that" and add at the end of the affidavit clause the words—"and that said  
has no official seal.")

FORM NO. 385  
TREASURY DEPARTMENT  
FISCAL SERVICE  
BUREAU OF ACCOUNTS  
Division of Deposits

ACKNOWLEDGMENT

**CERTIFICATION OF QUALIFICATION OF ISSUING AGENT FOR SALE OF  
UNITED STATES DEFENSE SAVINGS BONDS**

**SERIES E**

To: .....

.....

.....

Your application and pledge agreement, Form No. 384, has been approved and you are hereby notified that you are qualified to act as an issuing agent for the sale of United States Defense Savings Bonds of Series E, pursuant and subject to the provisions of Treasury Department Circulars numbered 653 and 657, dated April 15, 1941, as from time to time amended or supplemented, and instructions issued pursuant thereto.

The maximum amount of such bond stock which you may obtain on your requisition therefor at any one time will be \$ \_\_\_\_\_ (maturity value). This amount, subject to the provisions of Treasury Circular numbered 657, may be modified from time to time.

FEDERAL RESERVE BANK OF  
*Fiscal Agent of the United States.*

By

Dated at

1941.

(42 2201)

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

April 21, 1941.

**REGULATIONS GOVERNING AGENCIES FOR THE ISSUE OF  
UNITED STATES DEFENSE SAVINGS BONDS OF SERIES E.**

*To Federal Savings and Loan Associations, Members of the  
Federal Home Loan Bank System, and Others Concerned,  
in the Second Federal Reserve District:*

On March 21, 1941 the Secretary of the Treasury announced three new issues of United States Savings Bonds, to go on sale May 1, which have been developed to help in financing the National Defense Program. The enclosed leaflet presents in summary form the essential characteristics of the three new issues. Defense Savings Bonds of Series E will replace the present Series D savings bonds, and, like those bonds, are intended for the small investor.

Under the provisions of Treasury Department Circular No. 657, dated April 15, 1941, a printed copy of which is transmitted herewith, arrangements have been made for the issuance of Defense Savings Bonds, Series E, by qualified banks and certain other agencies. The circular prescribes the manner in which agents may qualify and the duties to be performed by such agents. For your convenience in making application for such issuing privileges, there is enclosed a blank Application—Pledge Agreement, Form No. 384. The provisions regarding designation and qualification of issuing agents will be found in paragraphs 2 and 3 of the circular. In connection with the qualification of agencies other than banking institutions which are members of the Federal Deposit Insurance Corporation it is to be noted:

- (1) that all such agencies will be required to pledge eligible collateral security equal to 75 percent of the amount of their qualification; and
- (2) that all such agencies organized and chartered under State law will be required to submit with their Application—Pledge Agreements a certification by the duly designated agents or representatives of the appropriate Federal supervising agencies to the effect that the agency desiring to qualify possesses appropriate authority under relevant State law and its charter to act as an issuing agent under the terms of Treasury Department Circular No. 657.

The principal operations may be summarized as follows:

**Qualification.**—On approval of an Application—Pledge Agreement (Form No. 384) the Federal Reserve Bank of New York will issue a certificate of qualification to the issuing agent (Form No. 385).

**Requisition for Supply of Defense Savings Bonds.**—When ordering an initial supply of bonds or when replenishing stock on hand, Form G.B. 332 should be used, copy of which is enclosed. Additional copies will be furnished upon request. This form should be completed in detail and it should bear an authorized signature. Particular attention is directed to the collateral requirement as stated in paragraph 3(b) of Treasury Circular No. 657. In order that there may be no delay in filing requisitions for bonds, issuing agents should carefully observe this requirement at the time bonds are ordered.

**Application Forms.**—Individual application forms for bonds of Series E, for use at the issuing bank, are now being prepared and will be provided in reasonable quantities upon request.

**Instructions for Inscribing Bonds.**—Defense Savings Bonds of Series E only will be inscribed and issued by qualified agents. A bond may be registered only in the name of a natural person, that is, an individual, with the privilege of naming a coowner, or a beneficiary if he desires. Authorized forms of registration are printed on the back of the individual application forms, and are also incorporated in the Treasury's offering Circular No. 653 and in the regulations governing savings bonds as set forth in Treasury Department Circular No. 530, Fourth Revision. Suitable dating stamps will be furnished to qualified issuing agents.

The Defense Savings Bond, Series E, is made up of the bond proper and two stubs attached thereto. The bond and stubs have been assembled in such manner that by separating and interleaving them with carbon paper the inscription on all parts can be completed in one operation. A typewriter should be used for this purpose.

The following steps should be taken in the preparation of the bonds:

1. Inscribe name and post office address of registered owner (or owners) in the space provided on the bond and stubs.
2. Type issue date (month and year) in the space indicated in the upper right hand portion of the bond.
3. Imprint name of issuing agent and actual date of issue in the space indicated by a circle on the bond and stubs, using the stamp furnished for that purpose.

Care should be exercised in inscribing bonds. Erasures or alterations of inscription on a bond are not permitted. If an error is made in the inscription, the bond should be canceled and a new bond issued. All canceled bonds should be returned to us for credit to consignment account.

Issuing agents are requested to issue bonds in numerical sequence.

**Accounting.**—Form G.B. 331 has been designed for use in reporting sales of Defense Bonds and making remittance therefor. This form, a copy of which is enclosed, will be prepared in duplicate and will show the amount of sales by denomination and the amount of spoiled bonds returned for credit. It should be supported by a remittance in funds immediately available covering the aggregate proceeds from the sale of bonds, by the spoiled bonds and stubs returned for credit, and by the stubs detached from the bonds that were sold. The stubs should be sorted numerically, according to denomination. The duplicate copy of this report will be received and returned.

Qualified issuing agents *other than banks* shall report and remit daily to the Federal Reserve Bank of New York the entire proceeds of sales of Defense Savings Bonds.

**Postal Savings Stamps.**—Pending further instructions, any savings stamps received by issuing agents in exchange for Defense Savings Bonds of Series E should be presented by them to the post office for redemption.

**Applications for Defense Savings Bonds Under Salary Deduction Plans.**—While issuing agents are at liberty to issue Defense Savings Bonds of Series E for their customers against payment under various salary deduction plans which may have been adopted by employers, such issuing agents may find it more convenient to receive such applications and send them directly to the Federal Reserve Bank of New York for the issuance of the bonds, particularly where a large number of bonds is involved.

#### SAVINGS BONDS OF SERIES F AND SERIES G

Savings bonds of Series F and Series G are intended for the larger investors, and registration is not restricted to individuals. They will be issued only by the Federal Reserve Banks and by the Treasury Department, though banks generally may handle applications for their customers. Application forms for use in forwarding applications for savings bonds of Series F and Series G will be provided upon request.

The terms of the offering of Defense Savings Bonds of Series E are set forth in Treasury Department Circular No. 653 dated April 15, 1941, and the terms of the offering of United States Savings Bonds of Defense Series F and Defense Series G are set forth in Treasury Department Circular No. 654, dated April 15, 1941, printed copies of which are enclosed. A copy of Treasury Department Circular No. 530, Fourth Revision, containing regulations governing savings bonds, will be sent you as soon as available.

The letter of the Secretary of the Treasury dated April 15, 1941, addressed to issuing agents with respect to the program for defense financing, is printed below.

This bank will be pleased to undertake to answer any inquiries relative to the new series of United States Savings Bonds. Additional copies of this circular will be furnished upon request.

ALLAN SPROUL,  
*President.*

#### TREASURY DEPARTMENT Washington

April 15, 1941.

**To the Banking Institution, Member of the Federal Home Loan Bank System, or Other Issuing Agent Addressed:**

The banks of the country, and the members of the Federal Home Loan Bank System, have very generously volunteered their services without compensation in connection with our widespread program for defense financing. I should like you to know that we appreciate very much your willingness to serve and I am sending you this personal message to express my gratitude.

To take advantage of the services so generously offered, I have designated all banking institutions throughout the country, and the members of the Federal Home Loan Bank System, and various other instrumentalities as agents for the sale of Defense Savings Bonds of Series E, conditioned on simple requirements for qualification. Full details are being furnished you by the Federal Reserve Bank of your district.

Supplementing the sale of the savings bonds, Defense Postal Savings Stamps will go on sale at approximately 16,000 post offices. Our program will be aided if each issuing agency will purchase Defense Postal Savings Stamps from its post office and keep them on hand for resale to its customers and others.

It is hoped that these Defense Savings Bonds and Stamps will be on sale at post offices, banks, members of the Federal Home Loan Bank System, and various other agencies throughout the country beginning the first day of May.

The bonds and stamps will give us all a means to take a direct part in building the defenses of our country—an American way to find the billions needed for national defense.

The United States is today, as it has always been, the best investment in the world. This is an opportunity for each citizen to buy a share in America.

Sincerely,  
(Signed) **H. MORGENTHAU, Jr.**  
*Secretary of the Treasury.*

# UNITED STATES SAVING BONDS

## DEFENSE SERIES F—12-YEAR APPRECIATION BONDS

Issued on a Discount Basis at 74 Percent of Maturity Value, Investment Yield—Approximately 2.53 Percent to Maturity

## DEFENSE SERIES G—12-YEAR CURRENT INCOME BONDS

Issued at Par, Bearing Interest at the Rate of 2½ Percent Per Annum

REDEEMABLE BEFORE MATURITY, AFTER SIX MONTHS FROM DATE OF ISSUE, AT OPTION OF OWNERS, AT FIXED REDEMPTION VALUES, ON THE FIRST DAY OF ANY MONTH, ON ONE MONTH'S NOTICE

Issued only in registered form, not transferable; the aggregate amount of bonds of either series or of the two series combined originally issued to any one person during any one calendar year that may be held by that person at any one time may not exceed \$50,000 (issue price).

1941  
Department Circular No. 654  
Fiscal Service  
Bureau of the Public Debt

TREASURY DEPARTMENT,  
OFFICE OF THE SECRETARY,  
Washington, April 15, 1941.

### I. OFFERING OF UNITED STATES SAVINGS BONDS OF DEFENSE SERIES F AND DEFENSE SERIES G

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, offers for sale, to the people of the United States, through the Federal Reserve Banks, two issues of United States Savings Bonds, designated Defense Series F and Defense Series G, hereinafter referred to as Series F and Series G. The bonds of Series F will be issued on a discount basis, the issue price of each bond being 74 percent of its maturity value; they will mature and be payable at face value 12 years from their respective issue dates, but will be redeemable before maturity, at the option of owners, at fixed redemption values. The bonds of Series G will be issued at par, and will bear interest at the rate of 2½ percent per annum, payable semiannually; they will mature and be payable at face value 12 years from their respective issue dates, but will be redeemable before maturity, at the option of owners, at fixed redemption values. Descriptions of the bonds of both series, their terms, and the conditions of their issue and redemption are hereinafter fully set forth. The bonds will be placed on sale beginning May 1, 1941, and the sale will continue until terminated, as to either or both series, by the Secretary of the Treasury.

### II. DESCRIPTION AND TERMS OF BONDS

1. The bonds of Series F and Series G will be issued only in registered form, in denominations of \$100, \$500, \$1,000, \$5,000 and \$10,000 (maturity values), at prices hereinafter set forth. Each bond will bear the facsimile signature of the Secretary of the Treasury, and will bear both an imprint in color (brown for Series F and blue for Series G) and an impression of the Seal of the Treasury. At the time of issue, the issuing agent will inscribe the name and address of the owner on each bond, will enter the date as of which the bond is issued in the upper right corner, and will imprint his dating stamp (with current date) in the circle in the lower left corner. The bonds shall be valid only if duly inscribed and dated, as above provided, and delivered by an authorized agent following receipt of payment therefor.

2. The bonds of each series will, in each instance, be dated as of the first day of the month in which payment of the issue price (or, in case of bonds purchased by mail, the application accompanied by remittance to cover the issue price) is received by an agent authorized to issue the bonds; the bonds will mature and be payable at face value 12 years from such issue date. The bonds of either series may not be called for redemption by the Secretary of the Treasury prior to maturity, but they may be redeemed prior to maturity, after six months from the issue date, at the owner's option, at fixed redemption values, as hereinafter provided.

3. Bonds of Series F will be issued on a discount basis at 74 percent of their maturity value. No interest as such will be paid on the bonds, but they will increase in redemption value at the end of the first year from issue date, and at the end of each successive half-year period thereafter until their matu-

urity, when the face amount becomes payable. The increment in value will be payable only upon redemption of the bonds. A table of redemption values for each bond appears on its face. The purchase price of bonds of Series F has been fixed so as to afford an investment yield of about 2.53 percent per annum compounded semiannually if the bonds are held to maturity; if the owner exercises his option to redeem a bond prior to maturity the investment yield will be less.

4. *Bonds of Series G* will be issued at par, and will bear interest at the rate of 2½ percent per annum, payable semiannually from date of issue. Interest will be paid by check drawn to the order of the registered owner and mailed to his address. Interest will cease at maturity, or, in case of redemption before maturity, at the end of the interest period next preceding the date of redemption. A table of redemption values for each bond appears on its face, and the difference between the face amount of the bond and the redemption value fixed for any period represents an adjustment (or refund) of interest. Accordingly, if the owner exercises his option to redeem a bond prior to maturity, the investment yield will be less than the interest rate on the bonds. Bonds of Series G may be redeemed at par (1) upon the death of the owner, or a coowner, if a natural person, or (2), as to bonds held by a trustee or other fiduciary, upon the death of any person which results in termination of the trust, in whole or in part. If the trust is terminated only in part redemption at par will be made only to the extent of the pro rata portion of the trust so terminated, to the next lower multiple of \$100. In any case request for redemption at par must be made within 4 months after the date of death and in accordance with the regulations governing savings bonds.

5. Tables at the end of this circular show separately for bonds of Series F and those of Series G: (1) the redemption values, by denominations, during the successive half-year periods following issue, and (2) the computed investment yields (a) on the issue price from issue date to the beginning of each half-year period, and (b) on the current redemption value from the beginning of each half-year period to maturity at the end of the 12-year period.

6. The bonds will not be transferable, and will be payable only to the owner named thereon, except in case of death or disability of the owner or as otherwise specifically provided in the regulations governing savings bonds, and in any event only in accordance with such regulations. Accordingly they may not be sold, and may not be hypothecated as collateral for a loan.

7. *Taxation.*—For the purpose of determining taxes and tax exemptions, the increment in value of savings bonds of Series F represented by the difference between the price paid and the redemption value received therefor (whether at or before maturity) shall be considered as interest, and such interest on such bonds of Series F, and interest on bonds of Series G, is not exempt from income or profits taxes now or hereafter imposed by the United States. The bonds shall be subject to estate, inheritance, gift, or other excise taxes, whether Federal or State, but shall be exempt from all taxation now or hereafter imposed on the principal or interest thereof by any State, or any of the possessions of the United States, or by any local taxing authority.

### III. PURCHASE OF BONDS

1. *Agencies.*—Savings Bonds of Series F and Series G may be purchased, while this offer is in effect, upon application to any Federal Reserve Bank or to the Treasurer of the United States, Washington, D. C. Sales agencies, duly qualified under the provisions of Treasury Department Circular No. 657, and banking institutions generally, may submit applications for account of customers, but only the Federal Reserve Banks and the Treasury Department are authorized to act as official agencies.

2. *Payment for bonds.*—Every application must be accompanied by payment in full of the issue price. Any form of exchange, including personal checks, will be accepted, subject to collection. Checks, or other forms of exchange, should be drawn to the order of the Federal Reserve Bank, or the Treasurer of the United States, as the case may be. Any qualified depository, pursuant to the provisions of Treasury Department Circular No. 92 (Revised February 23, 1932, as supplemented), will be permitted to make payment by credit for bonds applied for on behalf of 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.

3. *Postal savings.*—Subject to regulations prescribed by the Board of Trustees of the Postal Savings System, the withdrawal of postal savings deposits will be permitted for the purpose of acquiring savings bonds.

4. *Other agencies.*—The Secretary of the Treasury, in his discretion, may designate agencies other than those herein designated for the sale of, or for the handling of applications for, savings bonds of Series F and Series G.

5. *Form of application.*—In applying for bonds under this circular, care should be exercised to specify whether those of Series F or Series G are desired, and there must be furnished: (1) Instructions for registration for the bonds to be issued, which must be in one of the authorized forms; (2) the post office address of each person (or other entity) whose name appears in the registration; (3) address for delivery of the bonds; and (4), in case of bonds of Series G, address for mailing interest checks. The use of an official application form is desirable, but not necessary. The application should be forwarded to the Federal Reserve Bank of the district, accompanied by remittance to cover the purchase price (\$74 for each \$100, face amount of bonds of Series F, or \$100 for each \$100 face amount of bonds of Series G).

6. *Issue prices.*—The issue prices of the various denominations of bonds of Series F and Series G follow:

#### SERIES F

|                                    |       |       |          |          |           |
|------------------------------------|-------|-------|----------|----------|-----------|
| DENOMINATION (maturity value)..... | \$100 | \$500 | \$1, 000 | \$5, 000 | \$10, 000 |
| ISSUE (purchase) PRICE.....        | \$74  | \$370 | \$740    | \$3, 700 | \$7, 400  |

#### SERIES G

|                                    |       |       |          |          |           |
|------------------------------------|-------|-------|----------|----------|-----------|
| DENOMINATION (maturity value)..... | \$100 | \$500 | \$1, 000 | \$5, 000 | \$10, 000 |
| ISSUE (purchase) PRICE.....        | \$100 | \$500 | \$1, 000 | \$5, 000 | \$10, 000 |

#### IV. LIMITATION ON HOLDINGS

1. The amount of United States Savings Bonds of Series F, or of Series G, or the combined aggregate amount of both series, originally issued during any one calendar year to any one person, including those registered in the name of that person alone, and those registered in the name of that person with another named as coowner, that may be held by that person at any one time shall not exceed \$50,000 (issue price). Any bonds acquired on original issue which create an excess must immediately be surrendered for refund of the issue price, as provided in the regulations governing savings bonds.

#### V. AUTHORIZED FORMS OF REGISTRATION

1. United States Savings Bonds of Series F and Series G may be registered as follows:

(1) In the names of natural persons (that is, individuals) whether adults or minors, in their own right, as follows:

(a) In the name of one person,

(b) In the names of two (but not more than two) persons as coowners, and

(c) In the name of one person payable on death to one (but not more than one) other designated person;

(2) In the name of an incorporated or unincorporated body, in its own right (except a commercial bank, which, for this purpose, is defined as a bank that accepts demand deposits);

(3) In the name of a fiduciary; and

(4) In the name of the owner or custodian of public funds.

2. *Restrictions.*—Registration is restricted, in the case of individuals, to those who are residents of the Continental United States, the Territories and Insular Possessions of the United States, the Canal Zone, the Philippine Islands, or citizens of the United States temporarily residing abroad. The same restrictions will apply to the registration of bonds in any other authorized form.

3. Full information regarding authorized forms of registration will be found in the regulations governing savings bonds. In every form of registration, the post office address must be given, and if more than one name appears the post office address of each must be furnished.

#### VI. DELIVERY AND SAFEKEEPING OF BONDS

1. Federal Reserve Banks are authorized to deliver bonds of Series F and Series G duly inscribed and dated upon receipt of the issue price. Unless delivered in person, bonds issued will be delivered

by registered mail within the Continental United States, the Territories and Insular Possessions of the United States, the Canal Zone and the Philippine Islands. No deliveries elsewhere will be made. If purchased by citizens of the United States temporarily residing abroad, bonds will be delivered in the United States, or held in safekeeping, as the purchaser may direct. Delivery should not be accepted by any purchaser until he has verified that the correct name and address are duly inscribed on the face of the bond, that the bond is duly dated as of the first day of the month in which payment of the issue price was received by the agent, and that the dating stamp (with current date) of the issuing agent is imprinted in the circle in the lower left corner of the bond.

2. Savings bonds of Series F or Series G will be held in safekeeping without charge by the Secretary of the Treasury if the holder so desires, and in such connection the facilities of the Federal Reserve Banks, as fiscal agents of the United States, will be utilized. Arrangements may be made for such safekeeping at the time of purchase, or subsequently.

#### VII. PAYMENT AT MATURITY OR REDEMPTION BEFORE MATURITY

1. *General.*—Any savings bond of Series F or Series G will be paid in full at maturity, or, at the option of the owner, after 6 months from the issue date, will be redeemed in whole or in part at the appropriate redemption value prior to maturity, on the first day of any calendar month, on one month's notice in writing, following presentation and surrender of the bond, with the request for payment properly executed, all in accordance with the regulations governing savings bonds.

2. *Notice of redemption.*—When a savings bond of Series F or Series G is to be redeemed prior to maturity, a notice in writing of the owner's intention must be given to and be received by a Federal Reserve Bank or the Treasury Department not less than one calendar month in advance. A duly executed request for payment will be accepted as constituting the required notice.

3. *Execution of request for payment.*—The registered owner, or other person entitled to payment under the regulations governing savings bonds, must appear before one of the officers authorized by the Secretary of the Treasury to witness and certify requests for payment, establish his identity, and in the presence of such officer sign the request for payment, adding the address to which the check is to be mailed. After the request for payment has been so signed, the witnessing officer should complete and sign the certificate provided for his use. Unless otherwise authorized in a particular case, the form of request appearing on the back of the bond must be used.

4. *Officers authorized to witness and certify requests for payment.*—The officers authorized to witness and certify requests for payment of savings bonds are fully set forth in the regulations governing savings bonds, such officers including United States postmasters and certain other post office officials, and the executive officers of all banks or trust companies incorporated in the United States or its organized Territories, including officers at domestic and foreign branches who are certified to the Treasury Department as executive officers.

5. *Presentation and surrender.*—After the request for payment has been duly executed by the person entitled and by the certifying officer, the bond must be presented and surrendered to a Federal Reserve Bank, or to the Treasury Department, Washington, at the expense and risk of the owner. For the owner's protection, the bond should be forwarded by registered mail, if not presented in person.

6. *Disability or death.*—In case of the disability of the registered owner, or the death of the registered owner not survived by a coowner or a designated beneficiary, instructions should be obtained from the Treasury Department, Division of Loans and Currency, Washington, D. C., before the request for payment is executed.

7. *Method of payment.*—The only agencies authorized to pay or redeem savings bonds are the Federal Reserve Banks and the Treasury Department. Payment in all cases will be made by check drawn to the order of the registered owner or other person entitled to payment, and mailed to the address given in the request for payment.

8. *Partial redemption.*—Partial redemption of a savings bond of Series F or Series G, of a denomination higher than \$100 (maturity value) at current redemption value is permitted, but only in multiples of \$100 (maturity value). In case of partial redemption the remainder will be reissued in authorized denominations bearing the same issue date as the bond surrendered.

### VIII. SERIES DESIGNATION

1. Savings bonds of Series F, offered hereunder, to be issued during the calendar year 1941, will be designated Series F-1941, and those of Series G will be similarly designated Series G-1941. Bonds of either series which may be issued in subsequent calendar years will be similarly designated by the series letter followed by the year of issue.

### IX. GENERAL PROVISIONS

1. All savings bonds of Series F and Series G, issued pursuant to this circular, shall be subject to the regulations prescribed from time to time by the Secretary of the Treasury to govern United States Savings Bonds. The present regulations governing savings bonds are set forth in Treasury Department Circular No. 530, Fourth Revision, dated April 15, 1941, copies of which may be obtained on application to the Treasury Department, or to any Federal Reserve Bank.

2. The Secretary of the Treasury reserves the right to reject any application for savings bonds of either Series F or Series G, in whole or in part, and to refuse to issue or permit to be issued hereunder any such savings bonds in any case or any class or classes of cases if he deems such action to be in the public interest, and his action in any such respect shall be final.

3. Federal Reserve Banks, as fiscal agents of the United States, are authorized to perform such services as may be requested of them by the Secretary of the Treasury in connection with the issue, delivery, safekeeping, redemption, and payment of savings bonds of Series F and Series G.

4. The Secretary of the Treasury may at any time or from time to time supplement or amend the terms of this circular, or of any amendments or supplements thereto, information as to which will be promptly furnished the Federal Reserve Banks.

5. The offerings of United States Savings Bonds of Defense Series F and of Defense Series G, pursuant to this circular, are separate and distinct from the concurrent offering of Defense Savings Bonds of Series E pursuant to Department Circular No. 653, dated April 15, 1941.

6. By notice heretofore given to the Postmaster General and to other designated sales agencies, the sale of United States Savings Bonds of Series D, pursuant to Department Circular No. 596, dated December 15, 1938, as amended, will terminate at the close of business on April 30, 1941.

**HENRY MORGENTHAU, Jr.,**  
*Secretary of the Treasury.*

### OTHER SERIES

Defense Savings Bonds of Series E are also offered for sale concurrently with those of Series F and Series G. They are intended primarily to provide for the investment of small or moderate amounts saved from current income by individuals, and their issue is restricted to individuals in their own right, with the amount originally issued to any one person during any one calendar year that that person may hold limited to \$5,000 (maturity value). Full particulars regarding Defense Savings Bonds of Series E are set forth in Treasury Department Circular No. 653, dated April 15, 1941, copies of which may be obtained from the Treasury Department, Washington, or from any Federal Reserve Bank.

**UNITED STATES SAVINGS BONDS—DEFENSE SERIES F**  
**TABLE OF REDEMPTION VALUES AND INVESTMENT YIELDS**

Table showing: (1) How United States Savings Bonds of Defense Series F, by denominations, increase in redemption value during successive half-year periods following issue; (2) the approximate investment yield on the purchase price from issue date to the beginning of each half-year period; and (3) the approximate investment yield on the current redemption value from the beginning of each half-year period to maturity. Yields are expressed in terms of rate percent per annum, compounded semiannually.

| MATURITY VALUE.<br>ISSUE PRICE.....                 | \$100.00<br>\$74.00                                | \$500.00<br>\$370.00 | \$1,000<br>\$740 | \$5,000<br>\$3,700 | \$10,000<br>\$7,400 | (2) Approximate<br>investment<br>yield on purchase<br>price from issue date<br>to beginning<br>of each half-<br>year period | (3) Approximate<br>investment<br>yield on current<br>redemption<br>value from be-<br>ginning of each<br>half-year period<br>to maturity |
|---|--|----------------------|------------------|--------------------|---------------------|---|---|
| Period after issue date                             | (1) Redemption values during each half-year period |                      |                  |                    |                     |   |   |
|   | Not redeemable                                     |                      |                  |                    |                     | Percent   | Percent   |
| First ½ year.....                                   |  |                      |                  |                    |                     |   | *2.53   |
| ½ to 1 year.....                                    | \$74.00  | \$370.00             | \$740            | \$3,700            | \$7,400             | 0.00  | 2.64  |
| 1 to 1½ years.....                                  | 74.20  | 371.00               | 742              | 3,710              | 7,420               | .27   | 2.73  |
| 1½ to 2 years.....                                  | 74.50  | 372.50               | 745              | 3,725              | 7,450               | .45   | 2.82  |
| 2 to 2½ years.....                                  | 74.90  | 374.50               | 749              | 3,745              | 7,490               | .61   | 2.91  |
| 2½ to 3 years.....                                  | 75.40  | 377.00               | 754              | 3,770              | 7,540               | .75   | 2.99  |
| 3 to 3½ years.....                                  | 76.00  | 380.00               | 760              | 3,800              | 7,600               | .89   | 3.07  |
| 3½ to 4 years.....                                  | 76.70  | 383.50               | 767              | 3,835              | 7,670               | 1.03  | 3.15  |
| 4 to 4½ years.....                                  | 77.60  | 388.00               | 776              | 3,880              | 7,760               | 1.19  | 3.20  |
| 4½ to 5 years.....                                  | 78.60  | 393.00               | 786              | 3,930              | 7,860               | 1.34  | 3.24  |
| 5 to 5½ years.....                                  | 79.70  | 398.50               | 797              | 3,985              | 7,970               | 1.49  | 3.27  |
| 5½ to 6 years.....                                  | 80.90  | 404.50               | 809              | 4,045              | 8,090               | 1.63  | 3.29  |
| 6 to 6½ years.....                                  | 82.20  | 411.00               | 822              | 4,110              | 8,220               | 1.76  | 3.29  |
| 6½ to 7 years.....                                  | 83.50  | 417.50               | 835              | 4,175              | 8,350               | 1.87  | 3.31  |
| 7 to 7½ years.....                                  | 84.80  | 424.00               | 848              | 4,240              | 8,480               | 1.96  | 3.32  |
| 7½ to 8 years.....                                  | 86.10  | 430.50               | 861              | 4,305              | 8,610               | 2.03  | 3.35  |
| 8 to 8½ years.....                                  | 87.40  | 437.00               | 874              | 4,370              | 8,740               | 2.09  | 3.40  |
| 8½ to 9 years.....                                  | 88.70  | 443.50               | 887              | 4,435              | 8,870               | 2.14  | 3.46  |
| 9 to 9½ years.....                                  | 90.00  | 450.00               | 900              | 4,500              | 9,000               | 2.19  | 3.54  |
| 9½ to 10 years.....                                 | 91.40  | 457.00               | 914              | 4,570              | 9,140               | 2.24  | 3.63  |
| 10 to 10½ years.....                                | 92.90  | 464.50               | 929              | 4,645              | 9,290               | 2.29  | 3.72  |
| 10½ to 11 years.....                                | 94.50  | 472.50               | 945              | 4,725              | 9,450               | 2.34  | 3.81  |
| 11 to 11½ years.....                                | 96.20  | 481.00               | 962              | 4,810              | 9,620               | 2.40  | 3.91  |
| 11½ to 12 years.....                                | 98.00  | 490.00               | 980              | 4,900              | 9,800               | 2.46  | 4.08  |
| <b>MATURITY VALUE</b><br>(12 years from issue date) | <b>\$100.00</b>                                    | <b>\$500.00</b>      | <b>\$1,000</b>   | <b>\$5,000</b>     | <b>\$10,000</b>     | <b>2.53</b>   |   |

\*Approximate investment yield for entire period from issuance to maturity.

**UNITED STATES SAVINGS BONDS—DEFENSE SERIES G**  
**TABLE OF REDEMPTION VALUES AND INVESTMENT YIELDS**

Table showing: (1) How United States Savings Bonds of Defense Series G (paying a current return at the rate of 2½ percent per annum on the purchase price, payable semiannually) change in redemption value, by denominations, during successive half-year periods following issue; (2) the approximate investment yield on the purchase price from issue date to the beginning of each half-year period; and (3) the approximate investment yield on the current redemption value from the beginning of each half-year period to maturity. Yields are expressed in terms of rate percent per annum, compounded semiannually, and take into account the current return.

| MATURITY VALUE.<br>ISSUE PRICE.....                 | \$100.00<br>\$100.00                               | \$500.00<br>\$500.00 | \$1,000<br>\$1,000 | \$5,000<br>\$5,000 | \$10,000<br>\$10,000 | (2) Approximate<br>investment<br>yield on purchase<br>price from issue date<br>to beginning<br>of each half-<br>year period | (3) Approximate<br>investment<br>yield on current<br>redemption<br>value from be-<br>ginning of each<br>half-year period<br>to maturity |
|---|--|----------------------|--------------------|--------------------|----------------------|---|---|
| Period after issue date                             | (1) Redemption values during each half-year period |                      |                    |                    |                      |   |   |
|   | Not redeemable                                     |                      |                    |                    |                      | Percent   | Percent   |
| First ½ year.....                                   |  |                      |                    |                    |                      |   | *2.50   |
| ½ to 1 year.....                                    | \$98.80  | \$494.00             | \$988              | \$4,940            | \$9,880              | 0.10  | 2.62  |
| 1 to 1½ years.....                                  | 97.80  | 489.00               | 978                | 4,890              | 9,780                | .30   | 2.73  |
| 1½ to 2 years.....                                  | 96.90  | 484.50               | 969                | 4,845              | 9,690                | .44   | 2.84  |
| 2 to 2½ years.....                                  | 96.20  | 481.00               | 962                | 4,810              | 9,620                | .61   | 2.94  |
| 2½ to 3 years.....                                  | 95.60  | 478.00               | 956                | 4,780              | 9,560                | .75   | 3.04  |
| 3 to 3½ years.....                                  | 95.10  | 475.50               | 951                | 4,755              | 9,510                | .88   | 3.13  |
| 3½ to 4 years.....                                  | 94.80  | 474.00               | 948                | 4,740              | 9,480                | 1.04  | 3.20  |
| 4 to 4½ years.....                                  | 94.70  | 473.50               | 947                | 4,735              | 9,470                | 1.20  | 3.26  |
| 4½ to 5 years.....                                  | 94.70  | 473.50               | 947                | 4,735              | 9,470                | 1.35  | 3.30  |
| 5 to 5½ years.....                                  | 94.90  | 474.50               | 949                | 4,745              | 9,490                | 1.51  | 3.32  |
| 5½ to 6 years.....                                  | 95.20  | 476.00               | 952                | 4,760              | 9,520                | 1.66  | 3.33  |
| 6 to 6½ years.....                                  | 95.50  | 477.50               | 955                | 4,775              | 9,550                | 1.79  | 3.33  |
| 6½ to 7 years.....                                  | 95.80  | 479.00               | 958                | 4,790              | 9,580                | 1.89  | 3.34  |
| 7 to 7½ years.....                                  | 96.10  | 480.50               | 961                | 4,805              | 9,610                | 1.98  | 3.35  |
| 7½ to 8 years.....                                  | 96.40  | 482.00               | 964                | 4,820              | 9,640                | 2.05  | 3.37  |
| 8 to 8½ years.....                                  | 96.70  | 483.50               | 967                | 4,835              | 9,670                | 2.12  | 3.39  |
| 8½ to 9 years.....                                  | 97.00  | 485.00               | 970                | 4,850              | 9,700                | 2.18  | 3.42  |
| 9 to 9½ years.....                                  | 97.30  | 486.50               | 973                | 4,865              | 9,730                | 2.23  | 3.46  |
| 9½ to 10 years.....                                 | 97.60  | 488.00               | 976                | 4,880              | 9,760                | 2.27  | 3.51  |
| 10 to 10½ years.....                                | 97.90  | 489.50               | 979                | 4,895              | 9,790                | 2.31  | 3.60  |
| 10½ to 11 years.....                                | 98.20  | 491.00               | 982                | 4,910              | 9,820                | 2.35  | 3.75  |
| 11 to 11½ years.....                                | 98.60  | 493.00               | 986                | 4,930              | 9,860                | 2.39  | 3.94  |
| 11½ to 12 years.....                                | 99.20  | 496.00               | 992                | 4,960              | 9,920                | 2.44  | 4.13  |
| <b>MATURITY VALUE</b><br>(12 years from issue date) | <b>\$100.00</b>                                    | <b>\$500.00</b>      | <b>\$1,000</b>     | <b>\$5,000</b>     | <b>\$10,000</b>      | <b>2.50</b>   |   |

\*Approximate investment yield for entire period from issuance to maturity.

(A 2201)

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

April 22, 1941.

Application-Pledge Agreement to be used in making application  
to qualify as an issuing agent for the sale of  
United States Defense Savings Bonds of Series E.

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

With respect to Treasury Circular No. 657 and to the Application-Pledge Agreement therein referred to (Form No. 384) the governing boards of some banks may not meet until after May 1, 1941, so that the adoption of the resolution referred to in Form No. 384 will not be possible prior to that date. It is assumed that most banks delegate continuing authority to certain officers to pledge collateral under the conditions stated in Form No. 384 making adoption of a specific resolution unnecessary. Should a specific resolution be required this bank will accept a temporary application with an explanatory letter pending the execution and receipt of a completely executed copy after meeting of the board thereby permitting qualification in any case without delay. Collateral security when required by the regulations should of course be pledged under the temporary application.

Allan Sproul,  
President.

100 22011

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

April 23, 1941

**UNITED STATES SAVINGS BONDS**  
Certain Forms for Handling Series E, F and G

*To Banks and Trust Companies, Federal Savings and Loan Associations, Members of the Federal Home Loan Bank System, and Others Concerned, in the Second Federal Reserve District:*

For your use in handling sales of United States Savings Bonds of Series E, F and G the following forms are being sent to you under separate cover by this bank:

**Form G. B. 331. Remittance for and report of Defense Savings Bonds of Series E sold.** This form has been prepared in duplicate. Both the original and the duplicate are to be sent to the Federal Reserve Bank of New York when you remit for Series E bonds sold. The duplicate will be receipted by this bank and returned to you for your files. (This form has been slightly revised and Form G. B. 331 previously sent you should be destroyed.)

**Form G. B. 332. Requisition for Defense Savings Bonds Series E.** This form is for use in ordering your initial supply of bonds of Series E and in replacing your stock of such bonds. Bond stock of Series E will be shipped, as requisitioned, before May 1, 1941, but the bonds must not be sold before May 1, 1941.

**Form G. B. 338. Application for United States Defense Savings Bonds—Series E.** This application is to be filled in by the purchaser of Series E bonds and retained in the files of the issuing agent selling the bonds.

**Form G. B. 339. Application for United States Savings Bonds—Defense Series F.** This form has been prepared in triplicate: the original is to be sent to the Federal Reserve Bank of New York with remittance; the duplicate is to be retained by the issuing agent receiving the application; the triplicate is to be retained by the purchaser.

**Form G. B. 340. Application for United States Savings Bonds—Defense Series G.** This form has been prepared in triplicate: the original is to be sent to the Federal Reserve Bank of New York with remittance; the duplicate is to be retained by the issuing agent receiving the application; the triplicate is to be held by the purchaser.

**Form G. B. 350. Requisition for supplies.** This form is to be used when ordering additional supplies of forms.

**Rubber Stamp.** A rubber stamp, to be used in imprinting the name of the issuing agent and actual date of issue of the Series E bond in the space indicated by the circle in the lower left-hand corner of the bond, will also be forwarded to you under separate cover. The white and green stubs of Series E bonds should likewise bear this imprint before the stubs are returned to us.

In addition to the forms mentioned above a supply of Form G. B. 345 "Certificate of Advice" will be sent to qualified depositories upon request. This form of certification should be used only by a bank or trust company qualified as a special depository under the provisions of Treasury Circular No. 92, revised February 23, 1932, as supplemented, when such qualified depository makes payment by credit in the "War Loan Deposit Account" for bonds of Series E, F, or G. Form G. B. 345 should be filled in and attached to Form G. B. 331 when such payment by credit is made for Defense Savings Bonds of Series E, to Form G. B. 339 when such payment is made for bonds of Defense Series F, and to Form G. B. 340 when such payment is made for bonds of Defense Series G.

Additional copies of this letter and of the forms herein mentioned will be furnished upon request.

ALLAN SPROUL,  
President.

Application for  
**AUTHORIZEE'S DESCRIPTION**

**UNITED STATES DEFENSE SAVINGS BONDS—SERIES E**  
**(10-YEAR APPRECIATION BONDS)**

The undersigned hereby applies for United States Defense Savings Bonds of Series E (issued pursuant to Treasury Department Circular No. 653, dated April 15, 1941) as follows:

| <u>Number of bonds</u>          | <u>Denomination (Maturity Value)</u> | <u>Issue Price (Each bond)</u> | <u>Amount (Total Cost)</u> |
|---------------------------------|--------------------------------------|--------------------------------|----------------------------|
| .....                           | \$25                                 | \$18.75                        | \$.....                    |
| .....                           | \$50                                 | \$37.50                        | \$.....                    |
| .....                           | \$100                                | \$75.00                        | \$.....                    |
| .....                           | \$500                                | \$375.00                       | \$.....                    |
| .....                           | \$1,000                              | \$750.00                       | \$.....                    |
| <b>Total amount of purchase</b> |                                      |                                | <b>\$.....</b>             |

Bonds to be inscribed (see other side) (Please print or write legibly):

.....  
 Payable on death to  
 Miss Mary E. Jones  
 330 S. Clark Street  
 Richmond, New York

.....  
 MINOR UNDER LEGAL GUARDIANSHIP  
 Charles E. Brown, a minor under legal guardianship  
 4230 W. Grand Avenue  
 Blankville, New York

**CAUTION.—No one person may hold Defense Savings Bonds of Series E originally issued in any one calendar year in his name alone or with another as coowner to an amount exceeding \$5,000 (maturity value).**

.....  
 (Signature of purchaser)

.....  
 (Address)

Date.....1941.

**This application is to be retained by the issuing agent.**

## AUTHORIZED FORMS OF INSCRIPTION

Defense Savings Bonds of Series E may be registered only in the names of natural persons (that is, individuals) whether adults or minors, in their own right, who are residents of the Continental United States, the Territories and Insular Possessions of the United States, the Canal Zone, the Philippine Islands, or citizens of the United States temporarily residing abroad, as follows:

### ONE PERSON

(a) In the name of one person, for example:

John A. Jones  
751 E. Main Street  
Blankville, New York.

### TWO PERSONS (AS COOWNERS)

(b) In the names of two persons, for example:

John A. Jones  
or  
Mrs. Ella S. Jones  
751 E. Main Street  
Blankville, New York.

### ONE PERSON (WITH ONE BENEFICIARY)

(c) In the name of one person, payable on death to one (but not more than one) designated person, for example:

John A. Jones  
751 E. Main Street  
Blankville, New York.

Payable on death to  
Miss Mary E. Jones  
350 S. Clark Street  
Richmond, New York.

### MINOR UNDER LEGAL GUARDIANSHIP

Charles E. Brown, a minor under legal guardianship  
4630 W. Grand Avenue  
Blankville, New York.

The full name of the owner, that of the beneficiary, if any, or those of the coowners should be given, except that if there are two given names an initial may be substituted for one. The name should be preceded by "Miss" or "Mrs." when appropriate. A married woman's own given name should be used, not that of her husband, for example, "Mrs. Mary A. Jones", not "Mrs. Frank B. Jones". The name of a minor, or other incompetent under legal guardianship should be followed by the words "a minor (or incompetent) under legal guardianship".

Bonds of Series E may *not* be registered in the names of corporations, unincorporated associations, partnerships, fiduciaries, or in any form other than those given above.

To be forwarded to Federal Reserve Bank of New York accompanied by remittance covering cost of bonds.

Application for

**UNITED STATES SAVINGS BONDS—DEFENSE SERIES F**  
**(12-YEAR APPRECIATION BONDS)**

The undersigned hereby applies for United States Savings Bonds of Defense Series F (issued pursuant to Treasury Department Circular No. 654, dated April 15, 1941) as follows:

| <u>Number of bonds</u>           | <u>Denomination (Maturity Value)</u> | <u>Issue Price (Each bond)</u> | <u>Amount (Total Cost)</u> |
|----------------------------------|--------------------------------------|--------------------------------|----------------------------|
| .....                            | \$100 . . . .                        | \$74 . . . .                   | \$.....                    |
| .....                            | \$500 . . . .                        | \$370 . . . .                  | \$.....                    |
| .....                            | \$1,000 . . . .                      | \$740 . . . .                  | \$.....                    |
| .....                            | \$5,000 . . . .                      | \$3,700 . . . .                | \$.....                    |
| .....                            | \$10,000 . . . .                     | \$7,400 . . . .                | \$.....                    |
| Total amount of purchase . . . . |                                      |                                | \$.....                    |

Bonds to be inscribed (see other side) (Please print or write legibly) :

.....  
.....  
.....

Bonds will be forwarded by registered mail to the address shown above, unless otherwise instructed.

Other instructions, if any.....

Application forwarded by

..... (Name of agency) ..... (Signature of purchaser)

..... (Address of agency) ..... (Address)

ORIGINAL

U.S. B. BOND (U.S. BOND FORM 4-4)

It is provided in Federal Reserve Bank of New York announced by Finance covering cost of bonds.

## INSTRUCTIONS

Complete information and permissible forms of registration will be found in Treasury Department Circular No. 530, Fourth Revision.

Strict compliance with the terms of the circular will avoid delay in issuing bonds.

For the general guidance of issuing agents accepting orders, United States Savings Bonds of Defense Series F may be registered as follows:

- (1) In the names of natural persons (that is, individuals) whether adults or minors, in their own right, as follows:
  - (a) In the name of one person,
  - (b) In the names of two (but not more than two) persons in the alternative as coowners, and
  - (c) In the name of one person payable on death to one (but not more than one) designated person.
- (2) In the name of an incorporated or unincorporated body, in its own right (except that no bond may be registered in the name of a bank or trust company which accepts demand deposits).
- (3) In the name of a fiduciary.
- (4) In the name of the owner or custodian of public funds.

Registration is restricted to residents of the Continental United States, the Territories and Insular Possessions of the United States, the Canal Zone, the Philippine Islands, or citizens of the United States temporarily residing abroad.

The full name of the owner, that of the beneficiary, if any, or those of the coowners should be given, except that if there are two given names an initial may be substituted for one. The name should be preceded by "Miss" or "Mrs." when appropriate. A married woman's own given name should be used, not that of her husband, for example, "Mrs. Mary A. Jones", not "Mrs. Frank B. Jones". The name of a minor, or other incompetent under legal guardianship should be followed by the words "a minor (or incompetent) under legal guardianship".

**CAUTION:** Ownership in Savings Bonds of Series F, either alone or in combination with those of Series G, is limited to \$50,000 (cost price) originally issued in any one calendar year.

Application for  
**UNITED STATES SAVINGS BONDS—DEFENSE SERIES F**  
 (12-YEAR APPRECIATION BONDS)

The undersigned hereby applies for United States Savings Bonds of Defense Series F (issued pursuant to Treasury Department Circular No. 654, dated April 15, 1941) as follows:

| <u>Number<br/>of bonds</u>       | <u>Denomination<br/>(Maturity Value)</u> | <u>Issue Price<br/>(Each bond)</u> | <u>Amount<br/>(Total Cost)</u> |
|----------------------------------|--|------------------------------------|--------------------------------|
| .....                            | \$100 . . . .                            | \$74 . . . .                       | \$.-----                       |
| .....                            | \$500 . . . .                            | \$370 . . . .                      | \$.-----                       |
| .....                            | \$1,000 . . . .                          | \$740 . . . .                      | \$.-----                       |
| .....                            | \$5,000 . . . .                          | \$3,700 . . . .                    | \$.-----                       |
| .....                            | \$10,000 . . . .                         | \$7,400 . . . .                    | \$.-----                       |
| Total amount of purchase . . . . |  |                                    | \$.-----                       |

Bonds to be inscribed (Please print or write legibly) :

.....

.....

.....

.....

Bonds will be forwarded by registered mail to the address shown above, unless otherwise instructed.

Other instructions, if any.....

.....

Application forwarded by

.....  
 (Name of agency)

.....  
 (Signature of purchaser)

.....  
 (Address of agency)

.....  
 (Address)

**Application for**  
**UNITED STATES SAVINGS BONDS—DEFENSE SERIES F**  
**(12-YEAR APPRECIATION BONDS)**

The undersigned hereby applies for United States Savings Bonds of Defense Series F (issued pursuant to Treasury Department Circular No. 654, dated April 15, 1941) as follows:

| <u>Number<br/>of bonds</u>       | <u>Denomination<br/>(Maturity Value)</u> | <u>Issue Price<br/>(Each bond)</u> | <u>Amount<br/>(Total Cost)</u> |
|----------------------------------|--|------------------------------------|--------------------------------|
| .....                            | \$100 . . . .                            | \$74 . . . .                       | \$. .....                      |
| .....                            | \$500 . . . .                            | \$370 . . . .                      | \$. .....                      |
| .....                            | \$1,000 . . . .                          | \$740 . . . .                      | \$. .....                      |
| .....                            | \$5,000 . . . .                          | \$3,700 . . . .                    | \$. .....                      |
| .....                            | \$10,000 . . . .                         | \$7,400 . . . .                    | \$. .....                      |
| Total amount of purchase . . . . |  |                                    | \$. .....                      |

Bonds to be inscribed (Please print or write legibly):

.....

.....

.....

.....

Bonds will be forwarded by registered mail to the address shown above, unless otherwise instructed.

Other instructions, if any.....

.....

(For use of Agency receiving application)  
**MEMORANDUM RECEIPT**

Received \$..... from .....

the purchase price of \$..... (maturity value) United States Savings Bonds of Defense Series F.

.....



ORIGINAL  
To be forwarded to Federal Reserve Bank of New York accompanied by remittance covering cost of bonds.

## INSTRUCTIONS

Complete information and permissible forms of registration will be found in Treasury Department Circular No. 530, Fourth Revision.

Strict compliance with the terms of the circular will avoid delay in issuing bonds.

For the general guidance of issuing agents accepting orders, United States Savings Bonds of Defense Series G may be registered as follows:

- (1) In the names of natural persons (that is, individuals) whether adults or minors, in their own right, as follows:
  - (a) In the name of one person,
  - (b) In the names of two (but not more than two) persons in the alternative as coowners, and
  - (c) In the name of one person payable on death to one (but not more than one) designated person.
- (2) In the name of an incorporated or unincorporated body, in its own right (except that no bond may be registered in the name of a bank or trust company which accepts demand deposits).
- (3) In the name of a fiduciary.
- (4) In the name of the owner or custodian of public funds.

Registration is restricted to residents of the Continental United States, the Territories and Insular Possessions of the United States, the Canal Zone, the Philippine Islands, or citizens of the United States temporarily residing abroad.

The full name of the owner, that of the beneficiary, if any, or those of the coowners should be given, except that if there are two given names an initial may be substituted for one. The name should be preceded by "Miss" or "Mrs." when appropriate. A married woman's own given name should be used, not that of her husband, for example, "Mrs. Mary A. Jones", not "Mrs. Frank B. Jones". The name of a minor, or other incompetent under legal guardianship should be followed by the words "a minor (or incompetent) under legal guardianship".

**CAUTION:** Ownership in Savings Bonds of Series G, either alone or in combination with those of Series F, is limited to \$50,000 (cost price) originally issued in any one calendar year.

To be retained by agency accepting application.

**Application for**  
**UNITED STATES SAVINGS BONDS—DEFENSE SERIES G**  
**(12-YEAR INTEREST-BEARING BONDS)**

The undersigned hereby applies for United States Savings Bonds of Defense Series G (issued pursuant to Treasury Department Circular No. 654, dated April 15, 1941) as follows:

| <u>Number of bonds</u>           | <u>Denomination (Maturity Value)</u> | <u>Issue Price (Each bond)</u> | <u>Amount (Total Cost)</u> |
|----------------------------------|--------------------------------------|--------------------------------|----------------------------|
| .....                            | \$100 . . . .                        | \$100 . . . .                  | \$.-----                   |
| .....                            | \$500 . . . .                        | \$500 . . . .                  | \$.-----                   |
| .....                            | \$1,000 . . . .                      | \$1,000 . . . .                | \$.-----                   |
| .....                            | \$5,000 . . . .                      | \$5,000 . . . .                | \$.-----                   |
| .....                            | \$10,000 . . . .                     | \$10,000 . . . .               | \$.-----                   |
| Total amount of purchase . . . . |                                      |                                | \$.-----                   |

Bonds to be inscribed (Please print or write legibly) :

.....

.....

.....

.....

Bonds will be forwarded by registered mail to the address shown above, unless otherwise instructed.

Other instructions, if any.....

.....

Application forwarded by

|                              |                                   |
|------------------------------|-----------------------------------|
| .....<br>(Name of agency)    | .....<br>(Signature of purchaser) |
| .....<br>(Address of agency) | .....<br>(Address)                |

Date.....1941.

**Application for**  
**UNITED STATES SAVINGS BONDS—DEFENSE SERIES G**  
**(12-YEAR INTEREST-BEARING BONDS)**

The undersigned hereby applies for United States Savings Bonds of Defense Series G (issued pursuant to Treasury Department Circular No. 654, dated April 15, 1941) as follows:

| <u>Number<br/>of bonds</u>       | <u>Denomination<br/>(Maturity Value)</u> | <u>Issue Price<br/>(Each bond)</u> | <u>Amount<br/>(Total Cost)</u> |
|----------------------------------|--|------------------------------------|--------------------------------|
| .....                            | \$100 . . . .                            | \$100 . . . .                      | \$.-----                       |
| .....                            | \$500 . . . .                            | \$500 . . . .                      | \$.-----                       |
| .....                            | \$1,000 . . . .                          | \$1,000 . . . .                    | \$.-----                       |
| .....                            | \$5,000 . . . .                          | \$5,000 . . . .                    | \$.-----                       |
| .....                            | \$10,000 . . . .                         | \$10,000 . . . .                   | \$.-----                       |
| Total amount of purchase . . . . |  |                                    | \$.-----                       |

Bonds to be inscribed (Please print or write legibly):

.....

.....

.....

.....

Bonds will be forwarded by registered mail to the address shown above, unless otherwise instructed.

Other instructions, if any.....

.....

(For use of Agency receiving application)  
**MEMORANDUM RECEIPT**

Received \$..... from .....  
the purchase price of a like face amount of United States Defense Savings  
Bonds of Series G.

Date..... 1941. ....

# REQUISITION FOR FORMS

## U. S. SAVINGS BONDS

\_\_\_\_\_  
Date

TO: FEDERAL RESERVE BANK OF NEW YORK

FROM: \_\_\_\_\_

Please ship the following:

| QUANTITY | FORM No.  | DESCRIPTION                       |
|----------|-----------|-----------------------------------|
|          | G. B. 331 | Remittance and report form        |
|          | G. B. 332 | Requisition for supply of bonds   |
|          | G. B. 338 | Application for Series E bonds    |
|          | G. B. 339 | Application for Series F bonds    |
|          | G. B. 340 | Application for Series G bonds    |
|          | G. B. 345 | Certification of War Loan Deposit |
|          | G. B. 350 | Requisition for supplies          |
|          |           |                                   |
|          |           |                                   |

(4-2201)

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

May 1, 1941.

**REGULATIONS GOVERNING AGENCIES FOR THE ISSUE OF UNITED STATES DEFENSE SAVINGS BONDS OF SERIES E.**

*To State Savings and Loan Associations Operating Under the Banking Law of the State of New York Which Are Not Members of the Federal Home Loan Bank System:*

On March 21, 1941 the Secretary of the Treasury announced three new issues of United States Savings Bonds, to go on sale May 1, which have been developed to help in financing the National Defense Program. The enclosed leaflet presents in summary form the essential characteristics of the three new issues. Defense Savings Bonds of Series E will replace the present Series D savings bonds, and, like those bonds, are intended for the small investor.

Under the provisions of Treasury Department Circular No. 657, dated April 15, 1941, a printed copy of which is transmitted herewith, arrangements have been made for the issuance of Defense Savings Bonds of Series E by qualified banks and certain other agencies. Since the issuance of that circular the Secretary of the Treasury has specifically designated State savings and loan associations operating under the Banking Law of the State of New York which are not members of the Federal Home Loan Bank System as issuing agents for the sale and issue of Defense Savings Bonds of Series E. These designations are conditional upon the qualification of such associations in accordance with the terms of Treasury Department Circular No. 657, and are conditional upon certification by the Superintendent of Banks of the State of New York that such associations have authority under existing charters to qualify in accordance with the terms of the circular. It is to be noted that in accordance with the provisions of paragraph 3 of the circular, regarding qualification of issuing agents, all such associations will be required to pledge eligible collateral security equal to 75 percent of the amount of their qualification. For your convenience in making application for such issuing privileges, there is enclosed a blank Application—Pledge Agreement, Form No. 384.

The principal operations may be summarized as follows:

**Qualification.**—On approval of an Application—Pledge Agreement (Form No. 384) the Federal Reserve Bank of New York will issue a certificate of qualification to the issuing agent (Form No. 385).

**Requisition for Supply of Defense Savings Bonds.**—When ordering an initial supply of bonds or when replenishing stock on hand, Form G.B. 332 should be used, copy of which is enclosed. Additional copies will be furnished upon request. This form should be completed in detail and it should bear an authorized signature. Particular attention is directed to the collateral requirement as stated in paragraph 3(b) of Treasury Circular No. 657. In order that there may be no delay in filling requisitions for bonds, issuing agents should carefully observe this requirement at the time bonds are ordered.

**Application Forms.**—A supply of individual applications for Defense Savings Bonds of Series E to be filled in by the purchaser (Form G.B. 338) is sent to you herewith and additional copies will be provided in reasonable quantities upon request.

**Instructions for Inscribing Bonds.**—Defense Savings Bonds of Series E only will be inscribed and issued by qualified agents. A bond may be registered only in the name of a natural person, that is, an individual, with the privilege of naming a coowner, or a beneficiary if he desires. Authorized forms of registration are printed on the back of the individual application forms, and are also incorporated in the Treasury's offering Circular No. 653, dated April 15, 1941, and in the regulations governing savings bonds as set forth in Treasury Department Circular No. 530, Fourth Revision, dated April 15, 1941. Suitable dating stamps will be furnished to qualified issuing agents.

Each Defense Savings Bond of Series E is made up of the bond proper and two stubs attached thereto. The bond and stubs have been assembled in such manner that by separating and interleaving them with carbon paper the inscription on all parts can be completed in one operation. A typewriter should be used for this purpose.

The following steps should be taken in the preparation of the bonds:

1. Inscribe name and post office address of registered owner (or owners) in the space provided on the bond and stubs.
2. Type issue date (month and year) in the space indicated in the upper right hand portion of the bond.
3. Imprint name of issuing agent and actual date of issue in the space indicated by a circle on the bond and stubs, using the stamp furnished for that purpose.

Care should be exercised in inscribing bonds. Erasures or alterations of inscription on a bond are not permitted. If an error is made in the inscription, the bond should be canceled and a new bond issued. All canceled bonds should be returned to us for credit to consignment account.

Issuing agents are requested to issue bonds in numerical sequence.

**Accounting.**—Form G.B. 331 has been designed for use in reporting sales of Defense Bonds and making remittance therefor. This form, a copy of which is enclosed, will be prepared in duplicate and will show the amount of sales by denomination and the amount of spoiled bonds returned for credit. It should be supported by a remittance in funds immediately available covering the aggregate proceeds from the sale of bonds, by the spoiled bonds and stubs returned for credit, and by the stubs detached from the bonds that were sold. The stubs should be sorted numerically, according to denomination. The duplicate copy of this report will be receipted and returned.

Qualified issuing agents *other than banks* shall report and remit daily to the Federal Reserve Bank of New York the entire proceeds of sales of Defense Savings Bonds.

**Postal Savings Stamps.**—Pending further instructions, any savings stamps received by issuing agents in exchange for Defense Savings Bonds of Series E should be presented by them to the post office for redemption.

**Applications for Defense Savings Bonds Under Salary Deduction Plans.**—While issuing agents are at liberty to issue Defense Savings Bonds of Series E for their customers against payment under various salary deduction plans which may have been adopted by employers, such issuing agents may find it more convenient to receive such applications and send them directly to the Federal Reserve Bank of New York for the issuance of the bonds, particularly where a large number of bonds is involved.

#### SAVINGS BONDS OF SERIES F AND SERIES G

Savings bonds of Series F and Series G are intended for the larger investors, and registration is not restricted to individuals. They will be issued only by the Federal Reserve Banks and by the Treasury Department, though banks generally may handle applications for their customers. Application forms for use in forwarding applications for savings bonds of Series F and Series G will be provided upon request.

The terms of the offering of Defense Savings Bonds of Series E are set forth in Treasury Department Circular No. 653 dated April 15, 1941, and the terms of the offering of United States Savings Bonds of Defense Series F and Defense Series G are set forth in Treasury Department Circular No. 654, dated April 15, 1941, printed copies of which are enclosed. A printed copy of Treasury Department Circular No. 530, Fourth Revision, dated April 15, 1941, containing regulations governing United States Savings Bonds is also enclosed.

The letter of the Secretary of the Treasury dated April 15, 1941, addressed to issuing agents with respect to the program for defense financing, is printed below.

This bank will be pleased to undertake to answer any inquiries relative to the new series of United States Savings Bonds. Additional copies of this circular will be furnished upon request.

ALLAN SPROUL,  
*President.*

#### TREASURY DEPARTMENT *Washington*

*April 15, 1941.*

**To the Banking Institution, Member of the Federal Home Loan Bank System, or Other Issuing Agent Addressed:**

The banks of the country, and the members of the Federal Home Loan Bank System, have very generously volunteered their services without compensation in connection with our widespread program for defense financing. I should like you to know that we appreciate very much your willingness to serve and I am sending you this personal message to express my gratitude.

To take advantage of the services so generously offered, I have designated all banking institutions throughout the country, and the members of the Federal Home Loan Bank System, and various other instrumentalities as agents for the sale of Defense Savings Bonds of Series E, conditioned on simple requirements for qualification. Full details are being furnished you by the Federal Reserve Bank of your district.

Supplementing the sale of the savings bonds, Defense Postal Savings Stamps will go on sale at approximately 16,000 post offices. Our program will be aided if each issuing agency will purchase Defense Postal Savings Stamps from its post office and keep them on hand for resale to its customers and others.

It is hoped that these Defense Savings Bonds and Stamps will be on sale at post offices, banks, members of the Federal Home Loan Bank System, and various other agencies throughout the country beginning the first day of May.

The bonds and stamps will give us all a means to take a direct part in building the defenses of our country—an American way to find the billions needed for national defense.

The United States is today, as it has always been, the best investment in the world. This is an opportunity for each citizen to buy a share in America.

Sincerely,

(Signed) **H. MORGENTHAU, Jr.**  
*Secretary of the Treasury.*

Application for  
**UNITED STATES DEFENSE SAVINGS BONDS—SERIES E**  
 (10-YEAR APPRECIATION BONDS)

The undersigned hereby applies for United States Defense Savings Bonds of Series E (issued pursuant to Treasury Department Circular No. 653, dated April 15, 1941) as follows:

| Number of pieces | Denomination (Maturity Value) | Issue Price (Each bond) | Amount (Total Cost) |
|------------------|-------------------------------|-------------------------|---------------------|
| .....            | \$25                          | \$18.75                 | \$.....             |
| .....            | \$50                          | \$37.50                 | \$.....             |
| .....            | \$100                         | \$75.00                 | \$.....             |
| .....            | \$500                         | \$375.00                | \$.....             |
| .....            | \$1,000                       | \$750.00                | \$.....             |

Total amount of purchase ..... \$.....

Bonds to be inscribed (see other side) (Please print or write legibly):

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

**CAUTION.—No one person may hold Defense Savings Bonds of Series E originally issued in any one calendar year in his name alone or with another as coowner to an amount exceeding \$5,000 (maturity value).**

| Denom.  | Bond Numbers |
|---------|--------------|
| \$ 25 Q | ..... E      |
| 50 L    | ..... E      |
| 100 C   | ..... E      |
| 500 D   | ..... E      |
| 1,000 M | ..... E      |

(Name of purchaser) .....

(Address) .....

Above Bonds received .....

(Signature of purchaser) .....

Date.....1941.

**This application is to be retained by the issuing agent.**

Application for  
SERIES E AUTHORIZED FORMS OF INSCRIPTION UNITED STATES

Defense Savings Bonds of Series E may be registered only in the names of natural persons (that is, individuals) whether adults or minors, in their own right, who are residents of the Continental United States, the Territories and Insular Possessions of the United States, the Canal Zone, the Philippine Islands, or citizens of the United States temporarily residing abroad, as follows:

(Total Cash) (Maturity) (Denomination) (Number of pieces)  
ONE PERSON

- (a) In the name of one person, for example:

John A. Jones  
751 E. Main Street  
Blankville, New York.

TWO PERSONS (AS COOWNERS)

- (b) In the names of two persons, for example:

John A. Jones  
or  
Mrs. Ella S. Jones  
751 E. Main Street  
Blankville, New York.

ONE PERSON (WITH ONE BENEFICIARY)

- (c) In the name of one person, payable on death to one (but not more than one) designated person, for example:

John A. Jones  
751 E. Main Street  
Blankville, New York.

Payable on death to  
Miss Mary E. Jones  
350 S. Clark Street  
Richmond, New York.

MINOR UNDER LEGAL GUARDIANSHIP

Charles E. Brown, a minor under legal guardianship  
4630 W. Grand Avenue  
Blankville, New York.

The full name of the owner, that of the beneficiary, if any, or those of the coowners should be given, except that if there are two given names an initial may be substituted for one. The name should be preceded by "Miss" or "Mrs." when appropriate. A married woman's own given name should be used, not that of her husband, for example, "Mrs. Mary A. Jones", not "Mrs. Frank B. Jones". The name of a minor, or other incompetent under legal guardianship should be followed by the words "a minor (or incompetent) under legal guardianship".

Bonds of Series E may *not* be registered in the names of corporations, unincorporated associations, partnerships, fiduciaries, or in any form other than those given above.

(At 2201)

FEDERAL RESERVE BANK  
OF NEW YORK

Fiscal Agent of the United States

May 1, 1941.

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

In our Form G. B. 331, entitled "Remittance for and Report of Defense Savings Bonds of Series E Sold Out of Consignment Account," a supply of which has been sent to you, provision is made to have both the green and the white bond stubs representing both sales and spoiled stock of Defense Savings Bonds of Series E returned to this bank. This is necessary as the green stub from each bond is to be retained by this bank as a permanent record and the white stub is to be forwarded by this bank to the Treasury Department.

Notwithstanding the notation "To be executed and retained by authorized issuing agent" which is printed on the green stub, issuing agents are requested to return both the green and the white stubs to this bank as provided for in Form G. B. 331.

Your prompt attention to this matter will be appreciated.

Allan Sproul,  
President.

(Alt 2201)

**FEDERAL RESERVE BANK  
OF NEW YORK**

Fiscal Agent of the United States

May 3, 1941.

INSTRUCTIONS FOR INSCRIBING DEFENSE SAVINGS BONDS OF SERIES E

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

Before registering Defense Savings Bonds of Series E issuing agents are requested to see that the instructions on the reverse side of the application form showing the authorized form of inscription have been followed carefully so that the bonds may be inscribed exactly by the issuing agent. On many of the bond stubs returned to this bank the prefix "Miss" or "Mrs." is omitted. Such registration is not in accordance with Treasury Department regulations and therefore cannot be accepted.

It is also observed that some issuing agents are making separate operations of inscribing the bond first and thereafter inscribing the original white stub and the duplicate green stub. In following that procedure, there is a risk of having an inscription on the bond which is different from that which appears on the stubs.

As you have been previously advised, care should be exercised in inscribing the bonds. The Defense Savings Bond of Series E is made up of the bond proper with a white stub and a green stub attached thereto. The bond and stubs have been assembled in such manner that by separating and interleaving them with carbon paper the inscription on all parts can be completed in one operation. A typewriter should be used for this purpose.

Attention is again called to the following steps which should be taken in the preparation of the bonds:

1. Inscribe name and post office address of registered owner (or owners) in the space provided on the bond and stubs.
2. Type issue date (month and year) in the space indicated in the upper right hand portion of the bond.
3. Imprint name of issuing agent and actual date of issue in the space indicated by a circle on the bond and stubs, using the stamp furnished for that purpose.

Erasures or alterations of inscription on a bond are not permitted. If an error is made in the inscription, the bond should be stamped or marked "spoiled" and a new bond issued. All spoiled bonds should be returned to this bank as provided for in Form G. B. 331.

Also when reporting on Form G. B. 331 the white and green bond stubs from bonds sold, together with the white and green bond stubs in addition to the bond itself in cases where the bonds are spoiled, should be returned to this bank, but the heavy manila backing which accompanies the bond stock should not be returned.

Banking institutions having branches are requested to transmit these instructions to such branches.

Careful observance of all instructions relating to the bonds will avoid confusion and delay in handling them.

Allan Sproul,  
President.

(47 2201)

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

May 12, 1941.

**Regulations Governing Agencies for the Issue of United States Defense Savings Bonds of Series E.**

*To State Building and Loan and Savings and Loan Associations Operating Under State Charter in the State of New Jersey Which Are Not Members of the Federal Home Loan Bank System:*

On March 21, 1941 the Secretary of the Treasury announced three new issues of United States Savings Bonds, to go on sale May 1, which have been developed to help in financing the National Defense Program. The enclosed leaflet presents in summary form the essential characteristics of the three new issues. Defense Savings Bonds of Series E replace Series D savings bonds, and, like those bonds, are intended for the small investor.

Under the provisions of Treasury Department Circular No. 657, dated April 15, 1941, a printed copy of which is transmitted herewith, arrangements have been made for the issuance of Defense Savings Bonds of Series E by qualified banks and certain other agencies. Since the issuance of that circular the Secretary of the Treasury has specifically designated State building and loan and savings and loan associations operating under State charter in New Jersey which are not members of the Federal Home Loan Bank System as issuing agents for the sale and issue of Defense Savings Bonds of Series E. These designations are conditional upon the qualification of such associations in accordance with the terms of Treasury Department Circular No. 657, and are conditional upon certification by the supervising State authorities that such associations have authority under their existing charters to qualify in accordance with the terms of the circular. It is to be noted that in accordance with the provisions of paragraph 3 of the circular, regarding qualification of issuing agents, all such associations will be required to pledge eligible collateral security equal to 75 percent of the amount of their qualification. For your convenience in making application for such issuing privileges, there is enclosed a blank Application—Pledge Agreement, Form No. 384.

The principal operations may be summarized as follows:

**Qualification.**—On approval of an Application—Pledge Agreement (Form No. 384) the Federal Reserve Bank of New York will issue a certificate of qualification to the issuing agent (Form No. 385).

**Requisition for Supply of Defense Savings Bonds.**—When ordering an initial supply of bonds or when replenishing stock on hand, Form G.B. 332 should be used, copy of which is enclosed. Additional copies will be furnished upon request. This form should be completed in detail and it should bear an authorized signature. Particular attention is directed to the collateral requirement as stated in paragraph 3(b) of Treasury Circular No. 657. In order that there may be no delay in filling requisitions for bonds, issuing agents should carefully observe this requirement at the time bonds are ordered.

**Application Forms.**—A supply of individual applications for Defense Savings Bonds of Series E to be filled in by the purchaser (Form G.B. 338) is sent to you herewith and additional copies will be provided in reasonable quantities upon request.

**Instructions for Inscribing Bonds.**—Defense Savings Bonds of Series E only will be inscribed and issued by qualified agents. A bond may be registered only in the name of a natural person, that is, an individual, with the privilege of naming a coowner, or a beneficiary if he desires. Authorized forms of registration are printed on the back of the individual application forms (Form G.B. 338), and are also incorporated in the Treasury's offering Circular No. 653, dated April 15, 1941, and in the regulations governing savings bonds as set forth in Treasury Department Circular No. 530, Fourth Revision, dated April 15, 1941. The instructions regarding the forms of registration should be carefully followed. If they are not, as for example, where the prefix "Miss" or "Mrs." is omitted, the registration cannot be accepted. Suitable dating stamps will be furnished to qualified issuing agents.

Each Defense Savings Bond of Series E is made up of the bond proper with a white stub and a green stub attached thereto. The bond and stubs have been assembled in such manner that by separating and interleaving them with carbon paper the inscription on all parts can be completed *in one operation*. It is important that the inscription be made by typewriter in this manner because if the bond and the stubs are inscribed separately there is a substantial risk of the inscription on the bond being different from that on the stubs.

The following steps should be taken in the preparation of the bonds:

1. Inscribe name and post office address of registered owner (or owners) in the space provided on the bond and stubs.
2. Type issue date (month and year) in the space indicated in the upper right hand portion of the bond.
3. Imprint name of issuing agent and actual date of issue in the space indicated by a circle on the bond and stubs, using the stamp furnished for that purpose.

Care should be exercised in inscribing bonds. Erasures or alterations of inscription on a bond are not permitted. If an error is made in the inscription, the bond should be stamped or marked "spoiled" and a new bond issued. All spoiled bonds should be returned to us for credit to consignment account.

Issuing agents are requested to issue bonds in numerical sequence.

**Accounting.**—Form G.B. 331 has been designed for use in reporting sales of Defense Savings Bonds and making remittance therefor. This form, a copy of which is enclosed, will be prepared in duplicate and will show the amount of sales by denomination and the amount of spoiled bonds returned for credit. It should be supported by a remittance in funds immediately available covering the aggregate proceeds from the sale of bonds, by the spoiled bonds and the white and green stubs returned for credit, and by the white and green stubs detached from the bonds that were sold *but the heavy manila backing which accompanies the bond stock should not be returned.* The white and green stubs should be returned notwithstanding the notation "To be executed and retained by authorized issuing agent" which is printed on the green stub. The stubs should be sorted numerically, according to denomination. The duplicate copy of this report will be receipted and returned.

Qualified issuing agents *other than banks* shall report and remit daily to the Federal Reserve Bank of New York the entire proceeds of sales of Defense Savings Bonds.

**Postal Savings Stamps.**—Pending further instructions, any savings stamps received by issuing agents in exchange for Defense Savings Bonds of Series E should be presented by them to the post office for redemption.

**Applications for Defense Savings Bonds Under Salary Deduction Plans.**—While issuing agents are at liberty to issue Defense Savings Bonds of Series E for their customers against payment under various salary deduction plans which may have been adopted by employers, such issuing agents may find it more convenient to receive such applications and send them directly to the Federal Reserve Bank of New York for the issuance of the bonds, particularly where a large number of bonds is involved.

#### SAVINGS BONDS OF SERIES F AND SERIES G

Savings bonds of Series F and Series G are intended for the larger investors, and registration is not restricted to individuals. They will be issued only by the Federal Reserve Banks and by the Treasury Department, though banks generally may handle applications for their customers. Application forms for use in forwarding applications for savings bonds of Series F and Series G will be provided upon request.

The terms of the offering of Defense Savings Bonds of Series E are set forth in Treasury Department Circular No. 653 dated April 15, 1941, and the terms of the offering of United States Savings Bonds of Defense Series F and Defense Series G are set forth in Treasury Department Circular No. 654, dated April 15, 1941, printed copies of which are enclosed. A printed copy of Treasury Department Circular No. 530, Fourth Revision, dated April 15, 1941, containing regulations governing United States Savings Bonds is also enclosed.

The letter of the Secretary of the Treasury dated April 15, 1941, addressed to issuing agents with respect to the program for defense financing, is printed below.

This bank will be pleased to undertake to answer any inquiries relative to the new series of United States Savings Bonds. Additional copies of this circular will be furnished upon request.

ALLAN SPROUL,  
*President.*

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#### TREASURY DEPARTMENT *Washington*

*April 15, 1941.*

**To the Banking Institution, Member of the Federal Home Loan Bank System, or Other Issuing Agent Addressed:**

The banks of the country, and the members of the Federal Home Loan Bank System, have very generously volunteered their services without compensation in connection with our widespread program for defense financing. I should like you to know that we appreciate very much your willingness to serve and I am sending you this personal message to express my gratitude.

To take advantage of the services so generously offered, I have designated all banking institutions throughout the country, and the members of the Federal Home Loan Bank System, and various other instrumentalities as agents for the sale of Defense Savings Bonds of Series E, conditioned on simple requirements for qualification. Full details are being furnished you by the Federal Reserve Bank of your district.

Supplementing the sale of the savings bonds, Defense Postal Savings Stamps will go on sale at approximately 16,000 post offices. Our program will be aided if each issuing agency will purchase Defense Postal Savings Stamps from its post office and keep them on hand for resale to its customers and others.

It is hoped that these Defense Savings Bonds and Stamps will be on sale at post offices, banks, members of the Federal Home Loan Bank System, and various other agencies throughout the country beginning the first day of May.

The bonds and stamps will give us all a means to take a direct part in building the defenses of our country—an American way to find the billions needed for national defense.

The United States is today, as it has always been, the best investment in the world. This is an opportunity for each citizen to buy a share in America.

Sincerely,  
(Signed) H. MORGENTHAU, Jr.  
*Secretary of the Treasury.*

(W 2201)

**FEDERAL RESERVE BANK  
OF NEW YORK**

Fiscal Agent of the United States

May 14, 1941.

DEFENSE SAVINGS BONDS OF SERIES E  
Weekly Post Card Reports of Sales

To Issuing Agents in the Second Federal Reserve District  
Qualified for Sale of Defense Savings Bonds of Series E:

The Treasury Department desires to obtain for a limited time certain information regarding Defense Savings Bonds of Series E and has requested us to arrange with issuing agents qualified through this bank for the sale of the bonds to report to us at the close of business each Saturday the total issue price of all sales of Series E bonds for the week ending on that day. The first report, however, should cover the period from May 1, 1941 to May 17, 1941 inclusive. No figures relating to Savings Bonds of Defense Series F or Defense Series G should be included.

The requested reports are in addition to those now made by issuing agents on Form G.B. 331 entitled "Remittance for and Report of Defense Savings Bonds of Series E Sold Out of Consignment Account."

There are transmitted herewith a post card to be used in reporting for the period ended May 17, 1941 and nine other post cards to be used in making the weekly reports thereafter.

Allan Sproul,  
President.

WEEKLY REPORT OF SALES  
of  
DEFENSE SAVINGS BONDS OF SERIES E ONLY

ISSUE PRICE

Total previously reported . . . . . \$.....

Sold during week  
ending Saturday ..... 1941 .....  
(Insert month and day)

.....  
(Name of qualified issuing agent)

.....  
(City, town or village) (State)

THIS SIDE OF CARD IS FOR ADDRESS



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

**GOVERNMENT BOND DEPARTMENT**

**Federal Reserve Station**

**New York, N. Y.**

## FIRST REPORT

Our total issue price sales of Defense Savings Bonds of Series E during the period beginning at the opening of business Thursday, May 1, 1941, and ending at the close of business Saturday,

May 17, 1941, amounted to \$.....

-----  
(Name of qualified issuing agent)

-----  
(City, town or village)

-----  
(State)

THIS SIDE OF CARD IS FOR ADDRESS



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

**GOVERNMENT BOND DEPARTMENT**

**Federal Reserve Station**

**New York, N. Y.**

(42201)

**FEDERAL RESERVE BANK  
OF NEW YORK**

Fiscal Agent of the United States

May 16, 1941.

DEFENSE SAVINGS BONDS OF SERIES E  
Change of Inscription and Issue of New Bonds Not Permitted  
by Issuing Agents After Remittance to Federal Reserve Bank of New York

To Issuing Agents in the Second Federal Reserve District  
Qualified for Sale of Defense Savings Bonds of Series E:

Issuing agents qualified for sale of Defense Savings Bonds of Series E have been requested not to make erasures or alterations of inscription on any Defense Savings Bond of Series E. If an error is made in the inscription, the bond should be stamped or marked "spoiled" and a new bond issued immediately and before remittance is made to this bank. It is important that this procedure be followed.

In the event, however, that a purchaser of a Series E bond should return it to the issuing agent for correction in registration after the issuing agent has forwarded the white and green stubs from the bond and has remitted to this bank the proceeds of the sale, the bond should be accepted from the purchaser and transmitted to this bank for reissue accompanied by a letter from the issuing agent clearly setting forth the correction to be made. The bond returned by the purchaser should not be reported on Form G.B. 331. It should be kept apart from the consignment account and treated as a separate transaction.

Allan Sproul,  
President.

At 2201

**FEDERAL RESERVE BANK  
OF NEW YORK**

Fiscal Agent of the United States

July 3, 1941.

DEFENSE SAVINGS BONDS OF SERIES E

Discontinuance of Weekly Post-Card Reports of Sales

To Issuing Agents in the Second Federal Reserve District  
Qualified for Sale of Defense Savings Bonds of Series E:

On May 14, 1941, we sent you a post card to be used in reporting sales of Defense Savings Bonds of Series E for the period from May 1, 1941 to May 17, 1941 inclusive and nine other post cards to be used in making weekly reports thereafter. When these cards were sent to you it was anticipated that the reports would be needed each week during the entire period from the close of business May 17, 1941 to the close of business July 19, 1941.

The Treasury Department has now informed us that it has revised its procedure for reporting sales of Defense Savings Bonds of Series E and, accordingly, the weekly post-card reports which issuing agents have been making are discontinued with the report for the week ended Saturday, June 28, 1941.

Allan Sproul,  
President.

At 2201

**FEDERAL RESERVE BANK  
OF NEW YORK**

Fiscal Agent of the United States

July 16, 1941.

DEFENSE SAVINGS BONDS OF SERIES E

Autograph Signatures of Executive Officers of Certain Issuing Agents

To Savings and Loan Associations, Building and Loan Associations, and Credit Unions, in the Second Federal Reserve District Qualified as Issuing Agents for Sale of Defense Savings Bonds of Series E:

Under the terms of Section 315.8 (e) (2) (vi) of Treasury Department Circular No. 530, Fourth Revision, as amended, entitled "Regulations Governing United States Savings Bonds", executive officers of certain corporations, and of other organizations, which have qualified under Treasury Department Circular No. 657 as issuing agents for bonds of Series E, are authorized to certify requests for payment of United States Savings Bonds, provided that the signatures and titles of such officers shall have been properly certified to the Treasury Department.

At the request of the Treasury Department, we are sending to you herewith two signature cards. In the event that you desire to have your executive officers certify requests for payment of United States Savings Bonds, both of these cards should be completed by inserting the name and address of your institution and the respective autographic signatures and titles of the executive officers of your institution as issuing agent, and thereafter returned to this bank. Each card should be certified by an officer of your institution under its corporate seal, if it has one; otherwise it should be authenticated by an imprint of the dating stamp used to authenticate savings bonds.

After these cards have been properly executed and returned to this bank, requests for payment of United States Savings Bonds, certified by officers whose signatures appear on such cards will be recognized if the request is otherwise in good form.

Allan Sproul,  
President.