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

[Circular No. 2743
December 27, 1943]

CASH OFFERING

To Banks Holding Both Demand and Savings Deposits

2½ Percent Treasury Bonds of 1965-70
Dated February 1, 1944 — Due March 15, 1970

2¼ Percent Treasury Bonds of 1956-59
Dated February 1, 1944 — Due September 15, 1959

United States Savings Bonds, Series F

United States Savings Bonds, Series G

To all Commercial Banks
in the Second Federal Reserve District:

The Secretary of the Treasury has announced that commercial banks, which are defined for this purpose as banks or trust companies accepting demand deposits, will be permitted to subscribe for their own account, subject to the limitations stated below, to United States Savings Bonds of Series F and Series G on and after January 1, 1944, and to 2½% Treasury Bonds of 1965-70 and 2¼% Treasury Bonds of 1956-59 in the period January 18 to February 15, 1944. However, all such subscriptions will be considered outside of the 14 billion dollar goal of the Fourth War Loan Drive and will not be considered a part of any quota. Copies of the official circulars relating to the offerings of such issues are included in our Circular No. 2744, dated January 1, 1944, which is being sent to all banking institutions in the Second Federal Reserve District.

Subscriptions by such banks for their own account to the issues referred to above may not exceed, in the aggregate, 10 percent of the savings deposits (as defined in Regulation Q of the Board of Governors of the Federal Reserve System)* as shown on the bank's books as of the date of the most recent call statement required by the supervisory authorities prior to the date of subscription for such issues, or $200,000 (issue price), whichever is less. No such bank may hold more than $100,000 (issue price) of United States Savings Bonds of Series F-1944 and Series G-1944, combined.

Copies of our Application Form No. 6, for use by commercial banks in submitting subscriptions for their own account to the issues referred to above, are enclosed. *A separate application should be submitted for each issue in respect of which a subscription is to be entered.* Subscriptions to Savings Bonds of Series F or Series G may be made on and after January 1, 1944. Such bonds will be dated as of the first day of the month in which payment is received by us; accordingly, if bonds of such series dated as of the first day of January are desired, a subscription accompanied by payment of the full issue price must be in our hands not later than January 31. Subscriptions to 2½% Treasury Bonds of 1965-70 and 2¼% Treasury Bonds of 1956-59 may be made during the period January 18 to February 15, 1944, both dates inclusive. Each of these issues will be sold at par plus accrued interest from February 1, 1944, to the date payment is received by us, except that accrued interest is waived on $500 and $1,000 subscriptions.

The regulations governing United States Savings Bonds provide that such bonds may not be hypothecated as collateral; accordingly, bonds of Series F or Series G may not be deposited with us as collateral for a War Loan Deposit Account. There is no restriction upon the use of 2½% Treasury Bonds of 1965-70 or 2¼% Treasury Bonds of 1956-59 as collateral, and bonds of such issues will be acceptable as security for a War Loan Deposit Account.

ALLAN SPROUL,
President.

* Section 1(*e*) of Regulation Q, which defines savings deposits, is printed on the reverse side of this circular.

Extract from Regulation Q of the Board of Governors of the Federal Reserve System

Section 1. Definitions

(*e*) **Savings deposits.**—The term "savings deposit" means a deposit, evidenced by a pass book, consisting of funds (i) deposited to the credit of one or more individuals, or of a corporation, association or other organization operated primarily for religious, philanthropic, charitable, educational, fraternal or other similar purposes and not operated for profit,[4] or (ii) in which the entire beneficial interest is held by one or more individuals or by such a corporation, association or other organization, and in respect to which deposit—

(1) The depositor is required, or may at any time be required, by the bank to give notice in writing of an intended withdrawal not less than 30 days before such withdrawal is made;

(2) Withdrawals are permitted in only two ways, either (i) upon presentation of the pass book, through payment to the person presenting the pass book, or (ii) without presentation of the pass book, through payment to the depositor himself but not to any other person whether or not acting for the depositor.[5]

The presentation by any officer, agent or employee of the bank of a pass book or a duplicate thereof retained by the bank or by any of its officers, agents or employees is not a presentation of the pass book within the meaning of this regulation except where the pass book is held by the bank as a part of an estate of which the bank is a trustee or other fiduciary, or where the pass book is held by the bank as security for a loan. If a pass book is retained by the bank, it may not be delivered to any person other than the depositor for the purpose of enabling such person to present the pass book in order to make a withdrawal, although the bank may deliver the pass book to a duly authorized agent of the depositor for transmittal to the depositor.

Every withdrawal made upon presentation of a pass book shall be entered in the pass book at the time of the withdrawal, and every other withdrawal shall be entered in the pass book as soon as practicable after the withdrawal is made.

[4] Deposits in joint accounts of two or more individuals may be classified as savings deposits if they meet the other requirements of the above definition, but deposits of a partnership operated for profit may not be so classified. Deposits to the credit of an individual of funds in which any beneficial interest is held by a corporation, partnership, association or other organization operated for profit or not operated primarily for religious, philanthropic, charitable, educational, fraternal or other similar purposes may not be classified as savings deposits.

[5] Presentation of a pass book may be made over the counter or through the mails; and payment may be made over the counter, through the mails or otherwise, subject to the limitations of paragraph (2) above as to the person to whom such payment may be made.

FORM No. 6

Application Number

CASH SUBSCRIPTION

FOR OWN ACCOUNT BY
BANK HOLDING BOTH DEMAND AND SAVINGS DEPOSITS

2½ Percent Treasury Bonds of 1965-70 — United States Savings Bonds, Series F

2¼ Percent Treasury Bonds of 1956-59 — United States Savings Bonds, Series G

FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States,
Federal Reserve P. O. Station, New York 7, N. Y.

...., 1944.

Pursuant to the provisions of the appropriate Treasury Department Circular, please enter subscription, for our own account, for the issue and in the form and amount indicated below:

(A Separate Application Should Be Submitted For Each Issue Applied For)

2½ Percent Treasury Bonds of 1965-70

Dated February 1, 1944 — Due March 15, 1970

$..face amount

$..accrued interest, if any

$..total payment

(Accrued interest must be computed from February 1, 1944 to date funds will be available to Federal Reserve Bank at the rate of $0.069 per $1,000 face amount).

INDICATE ONE ☐ Coupon form ☐ Registered form

2¼ Percent Treasury Bonds of 1956-59

Dated February 1, 1944 — Due September 15, 1959

$..face amount

$..accrued interest, if any

$..total payment

(Accrued interest must be computed from February 1, 1944 to date funds will be available to Federal Reserve Bank at the rate of $0.062 per $1,000 face amount).

INDICATE ONE ☐ Coupon form ☐ Registered form

United States Savings Bonds, Series F

$..face amount

$..issue (cost) price

(Issue (cost) price of Series F Bonds is 74% of face amount or maturity value).

Registered Form Only

United States Savings Bonds, Series G

$..face amount

(Series G Bonds are issued at par).

Registered Form Only

Please issue and dispose of such bonds as follows:

Pieces	Denominations	Leave Blank
	$ 25 (Series F only)	
	100 (Series F and G only)	
	500	
	1,000	
	5,000	
	10,000	
	100,000 (2½% and 2¼% Treasury Bonds only)	

DISPOSITION

☐ Deliver over the counter to the undersigned.

☐ Ship to the undersigned.

☐ Hold in safekeeping (for member banks only).

☐ ....

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(No changes in delivery instructions will be accepted.)

Payment in full for such securities is made as follows:

☐ By check and/or cash herewith

☐ By charge to our Reserve Account which is hereby authorized. (For use of member banks only)

☐ By Credit to our War Loan Deposit Account (For use of qualified depositaries only). The election to pay by credit will be deemed a certification by the officer who signs this subscription form that the full amount of payment due on this subscription has been deposited on the date hereof to the credit of the Federal Reserve Bank of New York, as fiscal agent of the United States, War Loan Deposit Account, to be held subject to withdrawal on demand.

WE HEREBY CERTIFY that the total amount of this subscription together with that of any other subscriptions we may have entered for our own account for Series F or Series G Savings Bonds, 2¼% Treasury Bonds of 1956-59 or 2½% Treasury Bonds of 1965-70 is not in excess of 10 percent of our savings deposits (as defined in section 1(*e*) of Regulation Q of the Board of Governors of the Federal Reserve System)* as shown on our books as of the date of the most recent call statement required by the supervisory authorities and does not exceed $200,000 (issue price) in the aggregate, of which not more than $100,000 (issue price) is in Series F or G Savings Bonds.

* (Section 1(*e*) of Regulation Q is printed on the reverse side of this form).

TO SUBSCRIBER:

Please indicate whether this is:

Original subscription ☐

Confirmation of a telegram ☐

Confirmation of a letter ☐

Name of banking institution..
Typewrite or print exact corporate title for registration purposes

By.., ...
Official signature required — Title

City, Town or Village, P. O. No., and State..

DO NOT USE SPACES BELOW

SUBSCRIPTION RECORD		Delivery Receipt
PAYMENT RECEIVED	EXAMINED	Received from FEDERAL RESERVE BANK OF NEW YORK the above described United States Government obligations in the amount indicated above.
$....................	CARDED	Subscriber ....
	RELEASED	Date.................... By....................................

Taken from Vault	Counted	Checked	Delivered

Extract from Regulation Q of the Board of Governors of the Federal Reserve System

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(1) The depositor is required, or may at any time be required, by the bank to give notice in writing of an intended withdrawal not less than 30 days before such withdrawal is made;

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The presentation by any officer, agent or employee of the bank of a pass book or a duplicate thereof retained by the bank or by any of its officers, agents or employees is not a presentation of the pass book within the meaning of this regulation except where the pass book is held by the bank as a part of an estate of which the bank is a trustee or other fiduciary, or where the pass book is held by the bank as security for a loan. If a pass book is retained by the bank, it may not be delivered to any person other than the depositor for the purpose of enabling such person to present the pass book in order to make a withdrawal, although the bank may deliver the pass book to a duly authorized agent of the depositor for transmittal to the depositor.

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