

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 3246]
August 18, 1947]

ANNOUNCEMENT REGARDING NEW TREASURY OFFERINGS

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

The following announcement by the Secretary of the Treasury was released for publication today:

Secretary Snyder announced today that the Treasury would offer on August 20 a 10-month $\frac{7}{8}$ percent certificate in exchange for the $\frac{7}{8}$ percent certificates maturing September 1, 1947, in the sum of \$2,341,000,000. The Secretary also stated that early in September the Treasury would offer a $12\frac{1}{2}$ month 1 percent note in exchange for the $1\frac{1}{4}$ percent and $1\frac{1}{2}$ percent Treasury notes falling due September 15, 1947, amounting to \$1,687,000,000 and \$2,707,000,000, respectively. He further indicated that the Treasury Department will offer in the latter part of September a $2\frac{1}{2}$ percent non-marketable bond, dated October 1, 1947, subscriptions to which will be confined, in general, to institutional investors holding savings, insurance, and pension funds, and commercial banks holding savings deposits. Subscriptions to the new issue will be limited in accordance with a formula which will be announced later.

The Secretary pointed out that United States Savings Bonds paying 2.9 percent interest on amounts up to \$3,750 a year and $2\frac{1}{2}$ percent interest on further amounts up to an additional \$100,000 a year are already available to individuals and other classes of investors, and that the offering of these securities will be continued. He said that it was his intention to supplement such issues by the offering of securities suitable primarily for institutional investment whenever the situation warrants such action.

Additional copies of this circular will be furnished upon request.

ALLAN SPROUL,
President.