

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

{ Circular No. 3528 }
January 12, 1950 }

**2 PERCENT DEPOSITARY BONDS, SECOND SERIES
NOTICE OF REDEMPTION**

*To all Banks and Trust Companies in the Second Federal
Reserve District Qualified as Depositaries for Withheld Taxes:*

Pursuant to Treasury Department Circular No. 660, First Amendment to First Supplement, dated November 10, 1949, a copy of which was sent to you with our Circular No. 3518, dated December 2, 1949, and in accordance with instructions of the Treasury Department, notice is hereby given that all 2 Percent Depositary Bonds, Second Series, outstanding on February 28, 1950, will be redeemed as of the close of business on that date. These bonds were purchased by depositaries for withheld taxes qualified under Treasury Department Circular No. 714. All such bonds purchased by depositaries in this District are registered in the name of the Federal Reserve Bank of New York, as fiscal agent of the United States, in trust for the respective depositaries, and are in our possession.

In the case of bonds purchased with a depositary's own funds, the principal amount and accrued interest from January 1, 1950, to and including February 28, 1950, will be paid to the depositary on February 28, 1950. Since the bonds are in our possession, no action will be required on the part of the depositary.

In the case of bonds purchased with funds provided by a Treasury time deposit, accrued interest from January 1, 1950, to and including February 28, 1950, will be paid to the depositary on February 28, 1950. The deposit liability on the books of the depositary now carried in an account entitled "Federal Reserve Bank of New York, Fiscal Agent of the United States, for Account of the Treasurer of the United States—Time Deposit" will be extinguished as of the close of business on February 28, 1950, and the depositary should make an appropriate record of such fact in its books; this is the only action required on the part of the depositary.

Unless we are instructed to the contrary, payment in respect of the 2 Percent Depositary Bonds, Second Series, will be made by us as follows:

- (a) In the case of a depositary which is a member bank, by credit to its reserve account;
- (b) In the case of a depositary which is not a member bank, by check drawn on the Treasurer of the United States, which will be mailed to the depositary.

Additional copies of this circular will be furnished upon request.

ALLAN SPROUL,
President.