

FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. 3547]
March 20, 1950

EXCHANGE OFFERINGS

OFFERING OF

1 $\frac{1}{4}$ Percent Treasury Notes of Series C-1951

Dated and bearing interest from April 1, 1950

Due July 1, 1951

IN EXCHANGE FOR

1 $\frac{1}{4}$ Percent Treasury Certificates of Indebtedness of Series D-1950, Maturing April 1, 1950

OFFERING OF

1 $\frac{1}{2}$ Percent Treasury Notes of Series A-1955

Dated and bearing interest from March 15, 1950

Due March 15, 1955

ADDITIONAL ISSUE

IN EXCHANGE FOR

1 $\frac{3}{8}$ Percent Treasury Notes of Series A-1950, Maturing April 1, 1950

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

The following press statement was today made public:

Secretary of the Treasury Snyder today announced the offering, through the Federal Reserve Banks, of 1 $\frac{1}{4}$ percent Treasury Notes of Series C-1951, open on an exchange basis, par for par, to holders of 1 $\frac{1}{4}$ percent Treasury Certificates of Indebtedness of Series D-1950, maturing April 1, 1950, in the amount of \$962,544,000. At the same time the Secretary announced the offering, on an exchange basis, at par and accrued interest, of an additional amount of 1 $\frac{1}{2}$ percent Treasury Notes of Series A-1955 to holders of 1 $\frac{3}{8}$ percent Treasury Notes of Series A-1950, maturing April 1, 1950, in the amount of \$3,595,997,000. Cash subscriptions will not be received.

The notes of Series C-1951 now offered will be dated April 1, 1950, and will bear interest from that date at the rate of 1 $\frac{1}{4}$ percent per annum, payable on a semiannual basis on January 1 and July 1, 1951. They will mature July 1, 1951, and will not be subject to call for redemption prior to maturity. They will be issued in bearer form only, with interest coupons attached, in denominations of \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000.

The notes of Series A-1955 now offered will be an addition to and will form a part of the series issued pursuant to Treasury Department Circular No. 859, dated February 17, 1950. They are identical in all respects with such notes, with which they will be freely interchangeable. The notes of this series are dated March 15, 1950, and will bear interest from that date at the rate of 1 $\frac{1}{2}$ percent per annum, payable semiannually on March 15 and September 15 in each year. They will mature March 15, 1955, and will not be subject to call for redemption prior to maturity. They will be issued in bearer form only, with interest coupons attached, in denominations of \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000.

Pursuant to the provisions of the Public Debt Act of 1941, as amended, interest upon the notes now offered shall not have any exemption, as such, under the Internal Revenue Code, or laws amendatory or supplementary thereto. The full provisions relating to taxability are set forth in the official circulars released today.

Subscriptions for both issues will be received at the Federal Reserve Banks and Branches, and at the Treasury Department, Washington, and should be accompanied by a like face amount of the securities to be exchanged. Payment of accrued interest from March 15, 1950, to April 1, 1950 (\$0.69293 per \$1,000) on the notes of Series A-1955 should be made when the subscription is tendered. Subject to the usual reservations, all subscriptions will be allotted in full.

The subscription books will close for the receipt of all subscriptions at the close of business Thursday, March 23.

Subscriptions addressed to a Federal Reserve Bank or Branch or to the Treasury Department, and placed in the mail before midnight March 23, will be considered as having been entered before the close of the subscription books.

The terms of these offerings are set forth in Treasury Department Circulars Nos. 860 and 861, both dated March 20, 1950, copies of which are printed on the following pages.

The subscription books are now open and applications will be received by this bank as fiscal agent of the United States. *Cash subscriptions will not be received.* Exchange subscriptions should be made on official subscription blanks and mailed immediately or, if filed by telegram or letter, should be confirmed immediately by mail on the blanks provided.

ALLAN SPROUL, *President.*

UNITED STATES OF AMERICA

1¼ PERCENT TREASURY NOTES OF SERIES C-1951

Dated and bearing interest from April 1, 1950

Due July 1, 1951

1950
Department Circular No. 860

Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT,
OFFICE OF THE SECRETARY,
Washington, March 20, 1950.

I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, invites subscriptions, at par, from the people of the United States for notes of the United States, designated 1¼ percent Treasury Notes of Series C-1951, in exchange for Treasury Certificates of Indebtedness of Series D-1950, maturing April 1, 1950.

II. DESCRIPTION OF NOTES

1. The notes will be dated April 1, 1950, and will bear interest from that date at the rate of 1¼ percent per annum, payable on a semiannual basis on January 1 and July 1, 1951. They will mature July 1, 1951, and will not be subject to call for redemption prior to maturity.

2. The income derived from the notes shall be subject to all taxes now or hereafter imposed under the Internal Revenue Code, or laws amendatory or supplementary thereto. The notes 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.

3. The notes will be acceptable to secure deposits of public moneys. They will not be acceptable in payment of taxes.

4. Bearer notes will be issued in denominations of \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000. The notes will not be issued in registered form.

5. The notes will be subject to the general regulations of the Treasury Department, now or hereafter prescribed, governing United States notes.

III. SUBSCRIPTION AND ALLOTMENT

1. Subscriptions will be received at the Federal Reserve Banks and Branches and at the Treasury Department, Washington. Banking institutions generally may submit subscriptions for account of customers, but only the Federal Reserve Banks and the Treasury Department are authorized to act as official agencies.

2. The Secretary of the Treasury reserves the right to reject any subscription, in whole or in part, to allot less than the amount of notes applied for, and to close the books as to any or all subscriptions at any time without notice; and any action he may take in these respects shall be final. Subject to these reservations, all subscriptions will be allotted in full. Allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at par for notes allotted hereunder must be made on or before April 1, 1950, or on later allotment, and may be made only in Treasury Certificates of Indebtedness of Series D-1950, maturing April 1, 1950, which will be accepted at par, and should accompany the subscription. The full year's interest on the certificates surrendered will be paid to the subscriber following acceptance of the certificates.

V. GENERAL PROVISIONS

1. As fiscal agents of the United States, Federal Reserve Banks are authorized and requested to receive subscriptions, to make allotments on the basis and up to the amounts indicated by the Secretary of the Treasury to the Federal Reserve Banks of the respective Districts, to issue allotment notices, to receive payment for notes allotted, to make delivery of notes on full-paid subscriptions allotted, and they may issue interim receipts pending delivery of the definitive notes.

2. The Secretary of the Treasury may at any time, or from time to time, prescribe supplemental or amendatory rules and regulations governing the offering, which will be communicated promptly to the Federal Reserve Banks.

JOHN W. SNYDER,
Secretary of the Treasury.

UNITED STATES OF AMERICA

1½ PERCENT TREASURY NOTES OF SERIES A-1955

Dated and bearing interest from March 15, 1950

Due March 15, 1955

Interest payable March 15 and September 15

ADDITIONAL ISSUE

1950
Department Circular No. 861
Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT,
OFFICE OF THE SECRETARY,
Washington, March 20, 1950.

I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, invites subscriptions, at par and accrued interest, from the people of the United States for notes of the United States, designated 1½ percent Treasury Notes of Series A-1955, in exchange for 1¾ percent Treasury Notes of Series A-1950, maturing April 1, 1950.

II. DESCRIPTION OF NOTES

1. The notes now offered will be an addition to and will form a part of the series of 1½ percent Treasury Notes of Series A-1955 issued pursuant to Department Circular No. 859, dated February 17, 1950, will be freely interchangeable therewith, are identical in all respects therewith, and are described in the following quotation from Department Circular No. 859:

“1. The notes will be dated March 15, 1950, and will bear interest from that date at the rate of 1½ percent per annum, payable semiannually on September 15, 1950, and thereafter on March 15 and September 15 in each year until the principal amount becomes payable. They will mature March 15, 1955, and will not be subject to call for redemption prior to maturity.

“2. The income derived from the notes shall be subject to all taxes now or hereafter imposed under the Internal Revenue Code, or laws amendatory or supplementary thereto. The notes 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.

“3. The notes will be acceptable to secure deposits of public moneys. They will not be acceptable in payment of taxes.

“4. Bearer notes will be issued in denominations of \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000. The notes will not be issued in registered form.

“5. The notes will be subject to the general regulations of the Treasury Department, now or hereafter prescribed, governing United States notes.”

III. SUBSCRIPTION AND ALLOTMENT

1. Subscriptions will be received at the Federal Reserve Banks and Branches and at the Treasury Department, Washington. Banking institutions generally may submit subscriptions for account of customers, but only the Federal Reserve Banks and the Treasury Department are authorized to act as official agencies.

2. The Secretary of the Treasury reserves the right to reject any subscription, in whole or in part, to allot less than the amount of notes applied for, and to close the books as to any or all subscriptions at any time without notice; and any action he may take in these respects shall be final. Subject to these reservations, all subscriptions will be allotted in full. Allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at par and accrued interest from March 15, 1950, to April 1, 1950 (\$0.69293 per \$1,000) for notes allotted hereunder must be made on or before April 1, 1950, or on later allotment. Payment of the principal amount may be made only in Treasury Notes of Series A-1950, maturing April 1, 1950, which will be accepted at par and should accompany the subscription. Payment of accrued interest on the new notes should be made when the subscription is tendered. Final interest due on April 1 on notes surrendered will be paid by payment of April 1, 1950 coupons, which should be detached by holders before presentation of the notes.

V. GENERAL PROVISIONS

1. As fiscal agents of the United States, Federal Reserve Banks are authorized and requested to receive subscriptions, to make allotments on the basis and up to the amounts indicated by the Secretary of the Treasury to the Federal Reserve Banks of the respective Districts, to issue allotment notices, to receive payment for notes allotted, to make delivery of notes on full-paid subscriptions allotted, and they may issue interim receipts pending delivery of the definitive notes.

2. The Secretary of the Treasury may at any time, or from time to time, prescribe supplemental or amendatory rules and regulations governing the offering, which will be communicated promptly to the Federal Reserve Banks.

JOHN W. SNYDER,
Secretary of the Treasury.

EA-C

United States of America 1 1/4 percent Treasury Certificates of Indebtedness of Series D-1950, maturing April 1, 1950, must be tendered in payment for this subscription.

EXCHANGE SUBSCRIPTION

FOR UNITED STATES OF AMERICA 1 1/4 PERCENT TREASURY NOTES OF SERIES C-1951 DATED APRIL 1, 1950, DUE JULY 1, 1951

Important—Subject to the reservations in Treasury Department Circular No. 860, dated March 20, 1950, all subscriptions will be allotted in full.

FEDERAL RESERVE BANK OF NEW YORK, Fiscal Agent of the United States, Federal Reserve P. O. Station, New York 45, N. Y.

Dated at..... 1950

Attention Government Bond Department—2nd Floor

DEAR SIRs:

Subject to the provisions of Treasury Department Circular No. 860, dated March 20, 1950, the undersigned hereby subscribes for United States of America 1 1/4 percent Treasury Notes of Series C-1951 as stated below:

For own account..... \$.....
For our customers (for use of banking institutions) as shown on reverse side of this form \$.....
Total subscription..... \$.....

and tenders in payment therefor a like par amount of United States of America 1 1/4 percent Treasury Certificates of Indebtedness of Series D-1950, maturing April 1, 1950, as follows:

Delivered to you herewith \$..... To be withdrawn from securities held by you for our account..... \$..... To be delivered to you for our account by..... \$.....

Pay the proceeds of interest due April 1, 1950, on maturing securities as follows:

By check
By credit to our reserve account.....

Empty box for interest payment details.

Issue and dispose of the securities allotted on this subscription in the denominations and amounts as indicated below:

Table with columns: Pieces, Par Value, Leave Blank. Rows for denominations: \$ 1,000, 5,000, 10,000, 100,000, 1,000,000, Total. Includes delivery instructions 1-5.

IMPORTANT: No changes in delivery instructions will be accepted. A separate subscription must be submitted for each group of securities as to which different delivery instructions are given.

The undersigned, if a bank or trust company, hereby certifies that the securities which you are hereby instructed to dispose of in the manner indicated in items numbered 3 and 4 above are the sole property of the undersigned.

(Fill in all required spaces before signing)

Application submitted by..... (Please print)
TO SUBSCRIBER: Please indicate if this is a confirmation. YES..... NO.....
By..... (Official signature required) (Title)
Street address
City, Town or Village, P. O. No., and State

Spaces below are for the use of the Federal Reserve Bank of New York

Table with columns: VAULT RECORD, SAFEKEEPING RECORD, GOVERNMENT BOND RECORD. Includes fields for Released, Taken from Vault, Counted, Checked, Delivered, Securities received, Checked by, Delivery Receipt, Received from FEDERAL RESERVE BANK OF NEW YORK, Subscriber, Date.

List of customers whose applications are included in the foregoing subscription
United States of America 1 1/2 percent Treasury Certificate of Indebtedness of Series D-1950, maturing April 1, 1950, must be tendered in payment for this subscription.

Amount Subscribed Name of Customer Address
(Please print or use typewriter)

FOR UNITED STATES OF AMERICA 1 1/2 PERCENT TREASURY NOTES OF SERIES C-1951
DATED APRIL 1, 1950 DUE JULY 1, 1951

Subject to the provisions of Treasury Department Circular No. 880, dated March 20, 1950, all subscriptions will be

General Reserve Bank of New York
Federal Agent of the United States
Federal Reserve P. O. Station
New York 22, N. Y.

Attention Government Bond Department—2nd Floor

Subject to the provisions of Treasury Department Circular No. 880, dated March 20, 1950, the undersigned hereby

Total subscription
For our customers (for use of banking institutions) as shown on reverse side of this form
To be delivered to you for our account by

To be withdrawn from securities held by you for our account by

Pay the proceeds of interest due April 1, 1950, on maturing securities as follows:

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By check
By credit to our reserve account

Now and from time to time the amount of the subscription for the securities and amounts are indicated below:

Particulars	Par Value	Leave Blank
1. Delivery over the counter or the undersigned		
2. Ship to the undersigned		
3. Hold in safekeeping (for member bank only)		
4. Hold as collateral for Treasury Tax and Loan Account		
5. Special instructions:		

IMPORTANT: No change in delivery instructions will be accepted. A security subscription must be submitted for each group of securities as to which different delivery instructions are given.
The undersigned is a bank or trust company, partly certified that the securities which you are hereby instructed to dispose of are the property of the undersigned.

(Fill in all topoted spaces before signing)

Application submitted by
These indicate if this is a confirmation
Street address
City, Town or Village, P. O. No., and State

Subscriber	Checked by and delivered	Received from General Reserve Bank of New York the above described

