

FEDERAL RESERVE BANK  
OF NEW YORK

Fiscal Agent of the United States

[Circular No. 3622]  
December 4, 1950]

OFFERING OF

1 $\frac{3}{4}$  Percent Treasury Notes of Series B-1955

Dated and bearing interest from December 15, 1950

Due December 15, 1955

IN EXCHANGE FOR

1 $\frac{1}{2}$  Percent Treasury Bonds of 1950, Maturing December 15, 1950, or

1 $\frac{1}{8}$  Percent Treasury Certificates of Indebtedness of Series A-1951, Maturing January 1, 1951

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

The following statement was made public today:

Secretary of the Treasury Snyder today announced the offering, through the Federal Reserve Banks, of 1 $\frac{3}{4}$  percent Treasury Notes of Series B-1955, open on an exchange basis, in authorized denominations, to holders of 1 $\frac{1}{2}$  percent Treasury Bonds of 1950, maturing December 15, 1950, in the amount of \$2,635,433,500, or 1 $\frac{1}{8}$  percent Treasury Certificates of Indebtedness of Series A-1951, maturing January 1, 1951, in the amount of \$5,372,668,000. Exchanges will be made par for par on December 15 in the case of the maturing bonds, and at par with an adjustment of interest on January 1 in the case of the maturing certificates. The new notes will be delivered on or after December 15 in the case of bonds exchanged, and on or after January 2 in the case of certificates exchanged. Cash subscriptions will not be received.

The notes now offered will be dated December 15, 1950, and will bear interest from that date at the rate of 1 $\frac{3}{4}$  percent per annum, payable semiannually on June 15 and December 15 in each year until the principal amount becomes payable. They 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 circular released today.

Subscriptions 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. 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, December 7.

Subscriptions addressed to a Federal Reserve Bank or Branch or to the Treasury Department, and placed in the mail before midnight December 7, will be considered as having been entered before the close of the subscription books.

The terms of this offering are set forth in Treasury Department Circular No. 879, dated December 4, 1950, copy of which is printed on the reverse side.

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.

(OVER)

# UNITED STATES OF AMERICA

## 13/4 PERCENT TREASURY NOTES OF SERIES B-1955

Dated and bearing interest from December 15, 1950

Due December 15, 1955

Interest payable June 15 and December 15

1950  
Department Circular No. 879  
Fiscal Service  
Bureau of the Public Debt

TREASURY DEPARTMENT,  
OFFICE OF THE SECRETARY,  
Washington, December 4, 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 from the people of the United States for notes of the United States, designated 13/4 percent Treasury Notes of Series B-1955, in exchange for 1 1/2 percent Treasury Bonds of 1950, maturing December 15, 1950, or 1 1/8 percent Treasury Certificates of Indebtedness of Series A-1951, maturing January 1, 1951. Exchanges will be made par for par on December 15 in the case of the maturing bonds, and at par with an adjustment of interest on January 1 in the case of the maturing certificates.

### II. DESCRIPTION OF NOTES

1. The notes will be dated December 15, 1950, and will bear interest from that date at the rate of 13/4 percent per annum, payable semiannually on June 15 and December 15 in each year until the principal amount becomes payable. They will mature December 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 with interest coupons attached 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 for notes allotted hereunder must be made on or before December 15, 1950, or on later allotment, in the case of maturing bonds tendered in exchange, and on or before January 2, 1951, or on later allotment, in the case of maturing certificates tendered in exchange. The new notes will be delivered on or after December 15 in the case of bonds exchanged, and on or after January 2 in the case of certificates exchanged. Payment of the principal amount may be made only in Treasury Bonds of 1950, maturing December 15, 1950, or in Treasury Certificates of Indebtedness of Series A-1951, maturing January 1, 1951, which will be accepted at par and should accompany the subscription. Payment of final interest due December 15, 1950, on bonds exchanged hereunder will be effected, in the case of coupon bonds, by payment of December 15, 1950 coupons, which should be detached by holders before presentation of the bonds for exchange, and in the case of registered bonds, by checks drawn in accordance with the assignments on the bonds surrendered. The full year's interest on certificates exchanged hereunder will be credited, accrued interest on the new notes from December 15, 1950, to January 1, 1951, (\$.8173 per \$1,000) will be charged, and the difference (\$10.4327 per \$1,000) will be paid to subscribers on January 2, 1951.

### V. ASSIGNMENT OF REGISTERED BONDS

1. Treasury Bonds of 1950 in registered form tendered in payment for notes offered hereunder should be assigned by the registered payees or assignees thereof to "The Secretary of the Treasury for exchange for Treasury Notes of Series B-1955 to be delivered to.....", in accordance with the general regulations of the Treasury Department governing assignments for transfer or exchange, and thereafter should be presented and surrendered with the subscription to a Federal Reserve Bank or Branch or to the Treasury Department, Division of Loans and Currency, Washington, D. C. The bonds must be delivered at the expense and risk of the holders.

### VI. 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.*

**Use this form when United States of America 1 1/8 percent Treasury Certificates of Indebtedness of Series A-1951, maturing January 1, 1951, are tendered in payment.**

**EXCHANGE SUBSCRIPTION**

**FOR UNITED STATES OF AMERICA 1 3/4 PERCENT TREASURY NOTES OF SERIES B-1955  
DATED DECEMBER 15, 1950, DUE DECEMBER 15, 1955**

**Important**

1. Subject to the reservations in Treasury Department Circular No. 879, dated December 4, 1950, all subscriptions will be allotted in full.
2. The new notes will be delivered on or after January 2, 1951 for the certificates exchanged.

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. 879, dated December 4, 1950, the undersigned hereby subscribes for United States of America 1 3/4 percent Treasury Notes of Series B-1955 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 1/8 percent Treasury Certificates of Indebtedness of Series A-1951, maturing January 1, 1951, 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..... \$.....

Credit the full year's interest on certificates exchanged hereunder, less accrued interest charged on the new notes from December 15, 1950 to January 1, 1951 (\$0.8173 per \$1,000), and pay the difference (\$10.4327 per \$1,000) as follows:

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

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

DENOMINATIONS				Leave Blank	<input type="checkbox"/> 1. Deliver over the counter to the undersigned <input type="checkbox"/> 2. Ship to the undersigned <input type="checkbox"/> 3. Hold in safekeeping (for member bank only) <input type="checkbox"/> 4. Hold as collateral for Treasury Tax and Loan Account <input type="checkbox"/> 5. Special instructions:
Pieces		Par Value			
	\$ 1,000				
	5,000				
	10,000				
	100,000				
	1,000,000				
	Total				

**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)  
 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

Vault Record	SAFEKEEPING RECORD	GOVERNMENT BOND RECORD	
Released _____	Securities received by _____	Securities received by _____	Checked by _____
Taken from Vault _____		Delivery Receipt	
Counted _____	Checked by _____ and delivered _____	Received from FEDERAL RESERVE BANK OF NEW YORK the above described United States Government obligations in the amount indicated above.	
Checked _____		Subscriber.....	Date.....
Delivered _____			



EA-B-1

Use this form when United States of America 1 1/2 percent Treasury Bonds of 1950, maturing December 15, 1950, are tendered in payment.

EXCHANGE SUBSCRIPTION

FOR UNITED STATES OF AMERICA 1 3/4 PERCENT TREASURY NOTES OF SERIES B-1955 DATED DECEMBER 15, 1950, DUE DECEMBER 15, 1955

Important

- 1. Please do not submit registered and coupon bonds on the same application.
2. Subject to the reservations in Treasury Department Circular No. 879, dated December 4, 1950, all subscriptions will be allotted in full.
3. Coupons dated December 15, 1950, should be detached from the bearer securities tendered in payment of this application and collected in the usual manner.

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. 879, dated December 4, 1950, the undersigned hereby subscribes for United States of America 1 3/4 percent Treasury Notes of Series B-1955 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 1/2 percent Treasury Bonds of 1950, maturing December 15, 1950, as follows:

- [ ] In bearer form [ ] In registered form

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

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 list on the right.

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

Important—Please do not submit registered and coupon bonds on the same application.

List of customers whose applications are included in the foregoing subscription

Amount Subscribed

Name of Customer

Address

(Please print or use typewriter)

1. Please do not submit registered and coupon bonds on the same application.  
 2. Subject to the provisions of Treasury Department Circular No. 878 dated December 4, 1950, all subscriptions will be dated in full.  
 3. Coupons dated December 15, 1950, should be detached from the bearer securities tendered in payment of this application and returned to the issuer.

Dated at \_\_\_\_\_  
 1950 \_\_\_\_\_

Attention Government Bond Department—2nd Floor  
 Federal Reserve Bank of New York  
 Federal Reserve P. O. Station  
 New York 45, N. Y.

Subject to the provisions of Treasury Department Circular No. 878, dated December 4, 1950, the undersigned hereby certifies that the securities listed below are included in the subscription for United States Treasury Notes of Series B-1955 as stated below:

For our account \_\_\_\_\_  
 For our customer (for use of banking institutions) as shown on reverse side of this form \_\_\_\_\_

Total subscription \_\_\_\_\_

to be delivered to you \_\_\_\_\_  
 to be withdrawn from \_\_\_\_\_  
 for our account by \_\_\_\_\_  
 for our account \_\_\_\_\_

in bearer form  in registered form

Type	Par Value	Less Bank	Amount
1. Held as collateral for Treasury Tax and Loan Account	10,000		
2. Held in safekeeping (for member bank only)	100,000		
3. Ship to the undersigned	1,000,000		
4. Deliver over the counter to the undersigned			

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

The undersigned, if a bank or trust company, hereby certifies that the securities which you are instructed to dispose of in this subscription are held in full payment of the subscription and a note to that effect is being furnished to the issuer.

(Fill in all required spaces before signing)

Application submitted by \_\_\_\_\_

Street address \_\_\_\_\_

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

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

Signature	Position
_____	_____
_____	_____

Date \_\_\_\_\_