

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 3993]
July 6, 1953

CASH OFFERING

2½ Percent Treasury Certificates of Indebtedness of Series C-1954

Dated July 15, 1953

Due March 22, 1954

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

The following statement was made public today:

Secretary of the Treasury Humphrey announced today the details of a cash offering of \$5,500,000,000, or thereabouts, of 2½ percent Tax Anticipation Certificates of Indebtedness to be dated July 15, 1953, and to mature on March 22, 1954. The new certificates will be accepted at par plus accrued interest to maturity in payment of income and profits taxes due on March 15, 1954. Interest will be payable with the principal at maturity on those certificates not presented in payment of taxes.

Subscriptions from commercial banks for their own account will be received without deposit. Other subscriptions must be accompanied by payment of 10 percent of the amount of certificates applied for. Subject to the usual reservations, subscriptions for amounts up to and including \$100,000 will be allotted in full, and subscriptions for amounts over \$100,000 will be allotted on an equal percentage basis to be publicly announced when allotments are made, but not less than \$100,000 on any one subscription. The subscription books may be closed at any time without notice.

Commercial banks and other lenders are requested to refrain from making unsecured loans, or loans collateralized in whole or in part by the certificates subscribed for, to cover the deposits which are required to be paid when subscriptions are entered.

Subscriptions will be received at the Federal Reserve Banks and Branches and at the Office of the Treasurer of the United States. Commercial banks are requested to enter their subscriptions directly with the Federal Reserve Bank of the District in which they are located, even though payment for or delivery of the certificates allotted is desired in another District.

The terms of this offering are set forth in Treasury Department Circular No. 925, dated July 6, 1953, a copy of which is printed on the reverse side of this circular.

In a statement last Thursday, Secretary Humphrey announced that, in view of the large size of the issue, Federal Reserve Banks will be prepared to act promptly on requests for temporary increases in Treasury Tax and Loan Account authorizations; this Bank stands ready to act in accordance with the statement.

The subscription books are now open and subscriptions will be received by this Bank as fiscal agent of the United States. Subscriptions should be made on official subscription forms. *Please note in the Treasury statement that the subscription books may be closed at any time without notice. Therefore, subscriptions should be sent to us immediately.* If filed by telegram or letter, a subscription should be confirmed immediately by mail on the forms provided.

ALLAN SPROUL,
President.

(OVER)

UNITED STATES OF AMERICA

2½ PERCENT TREASURY CERTIFICATES OF INDEBTEDNESS OF SERIES C-1954

Dated and bearing interest from July 15, 1953

Due March 22, 1954

1953
Department Circular No. 925
Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT,
OFFICE OF THE SECRETARY,
Washington, July 6, 1953.

I. OFFERING OF CERTIFICATES

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 Tax Anticipation Certificates of Indebtedness of the United States, designated 2½ percent Treasury Certificates of Indebtedness of Series C-1954. The amount of the offering is \$5,500,000,000, or thereabouts.

II. DESCRIPTION OF CERTIFICATES

1. The certificates will be dated July 15, 1953, and will bear interest from that date at the rate of 2½ percent per annum, payable with the principal at maturity on March 22, 1954. They will not be subject to call for redemption prior to maturity.

2. The income derived from the certificates shall be subject to all taxes, now or hereafter imposed under the Internal Revenue Code, or laws amendatory or supplementary thereto. The certificates 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 certificates will be acceptable to secure deposits of public moneys. They will be accepted at par plus accrued interest to maturity in payment of income and profits taxes due on March 15, 1954.

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

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

III. SUBSCRIPTION AND ALLOTMENT

1. Subscriptions will be received at the Federal Reserve Banks and Branches and at the Office of the Treasurer of the United States, Washington. Commercial banks, which for this purpose are defined as banks accepting demand deposits, may submit subscriptions for account of customers, but only the Federal Reserve Banks and the Treasury Department are authorized to act as official agencies. Others than commercial banks will not be permitted to enter subscriptions except for their own account. Subscriptions from commercial banks for their own account will be received without deposit. Subscriptions from all others must be accompanied by payment of 10 percent of the amount of certificates applied for.

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 certificates 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, subscriptions for amounts up to and including \$100,000 will be allotted in full, and subscriptions for amounts over \$100,000 will be allotted on an equal percentage basis to be publicly announced when allotments are made, but not less than \$100,000 on any one subscription. Allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at par and accrued interest, if any, for certificates allotted hereunder must be made on or before July 15, 1953, or on later allotment. In every case where payment is not so completed, the payment with application up to 10 percent of the amount of certificates applied for shall, upon declaration made by the Secretary of the Treasury in his discretion, be forfeited to the United States. Any qualified depository will be permitted to make payment by credit for certificates allotted to it for itself and its customers up to any amount for which it shall be qualified in excess of existing deposits, when so notified by the Federal Reserve Bank of its District.

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 certificates allotted, to make delivery of certificates on full-paid subscriptions allotted, and they may issue interim receipts pending delivery of the definitive certificates.

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.

G. M. HUMPHREY,
Secretary of the Treasury.

(This form to be used for all subscriptions)

Subscription Number

CASH SUBSCRIPTION

For United States of America 2 1/2 Percent Treasury Certificates of Indebtedness of Series C-1954, dated July 15, 1953, due March 22, 1954

Subscription books may be closed at any time without notice.

Important

- 1. Subscriptions from commercial banks for their own account will be received without deposit; subscriptions from all others must be accompanied by payment of 10 percent of the amount of certificates applied for.
2. Amount of certificates applied for must be in multiples of \$1,000.

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

Dated at
.....1953

DEAR SIRs: Attention: Securities Department—9th Floor

Pursuant to the provisions of Treasury Department Circular No. 925, dated July 6, 1953, the undersigned hereby subscribes for United States of America 2 1/2 percent Treasury Certificates of Indebtedness of Series C-1954, as follows:

For own account \$.....
For our customers, shown on reverse side (for use of commercial banks) \$.....
Total subscription..... \$.....

Payment for these securities will be made on or before July 15, 1953, as follows:

- By cash []
By check []
By charge to our reserve account..... []
By credit to Treasury Tax and Loan Account..... []

(If a commercial bank is subscribing for account of customers, the following certification is made a part of this subscription)

WE HEREBY CERTIFY that we have received applications from our customers in the amounts set opposite the customers' names on the list on the reverse side of this form which is made a part of this subscription; that there has been paid to us by each such customer, not subject to withdrawal until after allotment and payment in full for certificates allotted, 10 percent of the amount applied for, and that the amounts of such payments have not been loaned by us to any of such customers.

(Fill in all required spaces before signing)

TO SUBSCRIBER:

Mark (X) in proper space to indicate if this is:

..... (Name of subscriber—Please print or typewrite)

- Original subscription []
Confirmation of a telegram..... []
Confirmation of a letter..... []

By..... (Official signature), (Title)

Address

Spaces below are for the use of the Federal Reserve Bank

Table with columns for B/C, R/A, C, D (amounts), Blotter, Examined, Acknowledged, Carded, and ALLOTMENT (Figured, Checked, Advised).

ADVICE TO SUBSCRIBER

To

Subscription No.

Date

Your cash subscription for \$

United States of America 2½ Percent Treasury Certificates of Indebtedness of Series C-1954, Dated July 15, 1953, Due March 22, 1954
has been received by this Bank, as fiscal agent of the United States, and, pursuant to Treasury Department Circular No. 925, which offers the above-mentioned obligations of the United States, allotment notices will be sent out promptly upon allotment and allotments will be made on the basis and up to the amounts indicated by the Secretary of the Treasury to this Bank.

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

Checked by _____

CARD RECORD

To

Subscription No.

Date

Cash subscription received
from above subscriber for \$

United States of America 2½ Percent Treasury Certificates of Indebtedness of Series C-1954, Dated July 15, 1953, Due March 22, 1954

SECURITY FILES COPY

To

Subscription No.

Date

Cash subscription received
from above subscriber for \$

United States of America 2½ Percent Treasury Certificates of Indebtedness of Series C-1954, Dated July 15, 1953, Due March 22, 1954

NOTICE OF ALLOTMENT

For United States of America 2½ Percent Treasury Certificates of Indebtedness
of Series C-1954

1

To Subscriber:

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On your subscription, numbered as above, for \$ (par amount) of—
UNITED STATES OF AMERICA 2½ PERCENT TREASURY CERTIFICATES OF INDEBTEDNESS OF SERIES C-1954
DATED JULY 15, 1953, DUE MARCH 22, 1954

which you filed pursuant to the provisions of Treasury Department Circular No. 925, dated July 6, 1953, the Secretary of the Treasury has allotted certificates to you in the amount of—

\$

Important

1. To expedite delivery of the securities allotted to you and to facilitate prompt completion of this transaction, please **fill in, sign and return immediately the attached Letter of Instructions to the Federal Reserve Bank of New York, Fiscal Agent of the United States, New York 45, N. Y.**

Payment

2. If payment for securities allotted is made on or before July 15, 1953, payment must be made at par; if made after July 15, 1953, payment must be made at par plus accrued interest. Payment may be made by check, cash, charge, or credit as follows:

By Check—The check should be made payable to the order of the **FEDERAL RESERVE BANK OF NEW YORK, FISCAL AGENT OF THE UNITED STATES**. The securities will not be delivered by this Bank until the proceeds of a check have been collected. The proceeds of a check drawn on the Federal Reserve Bank of New York are immediately available.

By Cash—Payment may be made in cash.

By Charge—A member bank may make payment by requesting us to charge its reserve account, or a nonmember clearing bank may make payment by requesting us to charge its clearing account.

By Credit—(a) If subscriber is a depository of public moneys qualified under the provisions of Treasury Department Circular No. 92 (Revised), it will be permitted to make payment by credit in the Treasury Tax and Loan Account for securities allotted to it for its own account and for its customers up to any amount for which it shall be qualified in excess of existing deposits.

(b) Securities of this issue allotted to a qualified depository for its own account may be pledged with the Federal Reserve Bank of New York as collateral security for deposits in the Treasury Tax and Loan Account.

Delivery

3. (a) Delivery of the securities allotted will be made by the Federal Reserve Bank of New York at its Head Office in New York City, and will not be made before July 15, 1953.

(b) The securities will be delivered over the counter to a representative of the subscriber, provided the representative presents a letter of authority identifying him and signed officially by the subscriber.

Safekeeping

4. Securities allotted to member banks for their own account may be left with this Bank for safekeeping pursuant to the terms of our Operating Circular No. 14.

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

Checked by.....

NA-BS

LETTER OF INSTRUCTIONS

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

Attention: Government Bond Department—2nd Floor

From (Name and address of Subscriber)

Dated at

.....1953

On our subscription, numbered as above, for \$ (par amount) of—
UNITED STATES OF AMERICA 2 3/8 PERCENT TREASURY CERTIFICATES OF INDEBTEDNESS OF SERIES C-1954
DATED JULY 15, 1953, DUE MARCH 22, 1954

which we filed pursuant to the provisions of Treasury Department Circular No. 925, dated July 6, 1953, we have received your notice of allotment stating that the Secretary of the Treasury has allotted certificates to us in the amount of—

\$

As requested, we send you the following instructions:

Payment for the securities allotted will be made—

- By charge to our reserve account, which you are authorized to make
- By check By cash
- By credit to Treasury Tax and Loan Account on our books as indicated on the attached Certificate of Deposit which we have officially executed.

Denominations desired				Dispose of securities issued, as follows:
Denomination	Face amount	Leave this space blank		
\$ 1,000				<input type="checkbox"/> 1. Deliver over the counter to the undersigned <input type="checkbox"/> 2. Hold in safekeeping (for member bank only) <input type="checkbox"/> 3. Hold as collateral for Treasury Tax and Loan Account <input type="checkbox"/> 4. Ship to the undersigned <input type="checkbox"/> 5. Special instructions:
5,000				
10,000				
100,000				
1,000,000				
TOTAL				

The undersigned (if a bank or trust company) hereby certifies that the securities to be disposed of as indicated in items 2 and 3 above are the sole property of the undersigned.

(IMPORTANT: No changes in delivery instructions will be accepted.)

This letter of instructions must be signed officially in the space provided and returned immediately to

Submitted by (Please print)

By (Official signature required) (Title)

Address

Federal Reserve Bank of New York,
Fiscal Agent of the United States.

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

Government Bond Department	Security Custody Department	Safekeeping Department
Payment received signed: _____ Deliver against payment of \$..... signed: _____	Counted Checked	Checked Delivered

DELIVERY RECEIPT

Received from Federal Reserve Bank of New York, Fiscal Agent of the United States, the above described securities allotted in the amount indicated above.

Date..... Subscriber..... By.....

If payment is to be made by credit to Treasury Tax and Loan Account, the following Certificate of Deposit should be officially executed.

TO FEDERAL RESERVE BANK OF NEW YORK
GOVERNMENT BOND DEPARTMENT

(This certificate must be executed when subscriber is making payment through Treasury Tax and Loan Account)

Certificate of Deposit in Treasury Tax and Loan Account

The undersigned depository certifies that it will deposit on July 15, 1953, to the credit of Federal Reserve Bank of New York, Fiscal Agent of the United States, in the Treasury Tax and Loan Account, to be held subject to withdrawal on demand the above sum in payment of \$ (par value) 2 1/2 percent Treasury Certificates of Indebtedness of Series C-1954, dated July 15, 1953, due March 22, 1954, allotted as per Notice of Allotment received from you.

..... (Name of depository)

By (Official signature required) (Title)

Street address

Dated.....

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

LETTER OF INSTRUCTIONS

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

Attention: Government Bond Department—2nd Floor

From (Name and address of Subscriber)

Dated at

.....1953

On our subscription, numbered as above, for \$ (par amount) of—

UNITED STATES OF AMERICA 2 1/2 PERCENT TREASURY CERTIFICATES OF INDEBTEDNESS OF SERIES C-1954
DATED JULY 15, 1953, DUE MARCH 22, 1954

which we filed pursuant to the provisions of Treasury Department Circular No. 925, dated July 6, 1953, we have received your notice of allotment stating that the Secretary of the Treasury has allotted certificates to us in the amount of—

\$

As requested, we send you the following instructions:

Payment for the securities allotted will be made—

- By charge to our reserve account, which you are authorized to make
By check By cash
By credit to Treasury Tax and Loan Account on our books as indicated on the attached Certificate of Deposit which we have officially executed.

Denominations desired

Dispose of securities issued, as follows:

- 1. Deliver over the counter to the undersigned
2. Hold in safekeeping (for member bank only)
3. Hold as collateral for Treasury Tax and Loan Account
4. Ship to the undersigned
5. Special instructions:

The undersigned (if a bank or trust company) hereby certifies that the securities to be disposed of as indicated in items 2 and 3 above are the sole property of the undersigned.

(IMPORTANT: No changes in delivery instructions will be accepted.)

This letter of instructions must be signed officially in the space provided and returned immediately to

Submitted by (Please print)

By (Official signature required) (Title)

Address

Federal Reserve Bank of New York, Fiscal Agent of the United States.

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

Table with 3 columns: Government Bond Department, Security Custody Department, Safekeeping Department. Rows include Payment received, Counted, Checked, Delivered, and signed fields.

DELIVERY RECEIPT

Received from Federal Reserve Bank of New York, Fiscal Agent of the United States, the above described securities allotted in the amount indicated above.

Date Subscriber By

ALLOTMENT NOTICE FOR GOVERNMENT BOND DEPARTMENT

To Subscriber:

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On your subscription, numbered as above, for \$ (par amount) of—

**UNITED STATES OF AMERICA 2½ PERCENT TREASURY CERTIFICATES OF INDEBTEDNESS OF SERIES C-1954
DATED JULY 15, 1953, DUE MARCH 22, 1954**

which you filed pursuant to the provisions of Treasury Department Circular No. 925, dated July 6, 1953, the Secretary of the Treasury has allotted certificates to you in the amount of—

\$

	Date	Treas. Tax & Loan Acc.	Charge	Cash	Delivery teller
Allotment					
Premium and/or interest					
Purchase price			Disposition		
Deposit		Over counter	Safekeeping	Gov. Deposit	Ship
Principal due					
Refund		Special delivery instructions			
Balance					
Accrued interest					
Amount due					

To Subscriber:

—

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On your subscription, numbered as above, for \$ (par amount) of—

**UNITED STATES OF AMERICA 2½ PERCENT TREASURY CERTIFICATES OF INDEBTEDNESS OF SERIES C-1954
DATED JULY 15, 1953, DUE MARCH 22, 1954**

which you filed pursuant to the provisions of Treasury Department Circular No. 925, dated July 6, 1953, the Secretary of the Treasury has allotted certificates to you in the amount of—

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To Subscriber:

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On your subscription, numbered as above, for \$ (par amount) of—
UNITED STATES OF AMERICA 2½ PERCENT TREASURY CERTIFICATES OF INDEBTEDNESS OF SERIES C-1954
DATED JULY 15, 1953, DUE MARCH 22, 1954

which you filed pursuant to the provisions of Treasury Department Circular No. 925, dated July 6, 1953, the Secretary of the Treasury has allotted certificates to you in the amount of—

\$

FEDERAL RESERVE BANK OF NEW YORK
FILLED ALLOTMENT DELIVERY TICKET

7

To Subscriber:

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On your subscription, numbered as above, for \$ (par amount) of—
UNITED STATES OF AMERICA 2½ PERCENT TREASURY CERTIFICATES OF INDEBTEDNESS OF SERIES C-1954
DATED JULY 15, 1953, DUE MARCH 22, 1954

which you filed pursuant to the provisions of Treasury Department Circular No. 925, dated July 6, 1953, the Secretary of the Treasury has allotted certificates to you in the amount of—

\$