

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 4010]
August 28, 1953]

TREASURY FINANCING

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

The following statement was made public today:

The Treasury Department announced today that the subscription books will open on Wednesday, September 2, for the exchange of the 2 percent Treasury Bonds of 1951-53, dated September 15, 1943, which will mature September 15, 1953, in the amount of \$7,986,242,500. Holders of the maturing bonds will be offered the choice of one-year $2\frac{5}{8}$ percent certificates of indebtedness and $3\frac{1}{2}$ -year $2\frac{7}{8}$ percent Treasury notes in exchange for their present holdings. .

The new certificates will carry an interest coupon payable with the principal at maturity, and any premium paid on the acquisition of these certificates in the market may be amortized in accordance with Section 125 of the Internal Revenue Code.

Copies of the official exchange offering circular and subscription forms will be mailed to reach you on September 2.

ALLAN SPROUL,
President.