

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 4685]
January 12, 1959]

CASH OFFERINGS
3 $\frac{1}{4}$ % Treasury Notes of Series B-1960
At a Price of 99 $\frac{3}{4}$
4% Treasury Bonds of 1980
At a Price of 99

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

The subscription books are open today for cash offerings of \$2 $\frac{1}{2}$ billion, or thereabouts, of 3 $\frac{1}{4}$ percent Treasury Notes of Series B-1960, dated January 21, 1959, and maturing May 15, 1960, and \$750 million, or thereabouts, of 4 percent Treasury Bonds of 1980, dated January 23, 1959, and maturing February 15, 1980.

The terms of the offerings are set forth in Treasury Department Circulars Nos. 1019 and 1020, both dated January 12, 1959, copies of which are printed on the following pages.

Your attention is directed to the principal features of these offerings—

The books for the note offering will be open for one day only, January 12, and for the bond offering, two days, January 12 and January 13.

Subscriptions from commercial banks for their own account will be restricted in amount as indicated in the Treasury's offering circulars. Subscriptions from commercial banks for their own account and from States, political subdivisions or instrumentalities thereof, and public pension and retirement and other public funds will be received without deposit. Subscriptions from all others for the notes must be accompanied by payment of 2 percent of the amount applied for, and subscriptions from all others for the bonds must be accompanied by payment of 15 percent of the amount applied for.

Deferred payment for bonds allotted may be made by certain savings-type investors in accordance with Section IV of Treasury Department Circular No. 1020.

Subscriptions up to a maximum of \$25,000 will be allotted in full if accompanied by 100 percent payment at the time of entering the subscription.

Subscriptions will be received by this Bank as fiscal agent of the United States. Subscriptions should be made on official subscription forms, copies of which are enclosed, and should be mailed immediately or, if filed by telegram or letter, confirmed immediately by mail on the forms provided.

Because the subscription books are open today only, January 12, for the offering of notes, and today and tomorrow, January 12 and 13, for the offering of bonds, we suggest you file your subscription without delay. Any subscription addressed to a Federal Reserve Bank or Branch or to the Treasurer of the United States and placed in the mail before midnight of the respective closing dates will be considered timely.

ALFRED HAYES,
President.

UNITED STATES OF AMERICA

3 $\frac{1}{4}$ PERCENT TREASURY NOTES OF SERIES B-1960

Dated and bearing interest from January 21, 1959

Due May 15, 1960

1959
Department Circular No. 1019

Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT,
OFFICE OF THE SECRETARY,
Washington, January 12, 1959.

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 99 $\frac{3}{4}$ and accrued interest, from the people of the United States for notes of the United States, designated 3 $\frac{1}{4}$ percent Treasury Notes of Series B-1960. The amount of the offering under this circular is \$2,500,000,000, or thereabouts. The books will be open *only on January 12, 1959* for the receipt of subscriptions for this issue.

II. DESCRIPTION OF NOTES

1. The notes will be dated January 21, 1959, and will bear interest from that date at the rate of 3 $\frac{1}{4}$ percent per annum, payable on a semiannual basis on May 15 and November 15, 1959, and May 15, 1960. They will mature May 15, 1960, and will not be subject to call for redemption prior to maturity.

2. The income derived from the notes is subject to all taxes imposed under the Internal Revenue Code of 1954. The notes are subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but are 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, \$1,000,000, \$100,000,000 and \$500,000,000. 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 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, but will be restricted in each case to an amount not exceeding 50 percent of the combined capital, surplus and undivided profits, of the subscribing bank. Subscriptions from all others must be accompanied by payment of 2 percent of the amount of notes applied for, not subject to withdrawal until after allotment. Following allotment, any portion of the

2 percent payment in excess of 2 percent of the amount of notes allotted may be released upon the request of the subscribers.

2. All subscribers are required to agree not to purchase or to sell, or to make any agreements with respect to the purchase or sale or other disposition of any notes of this issue, until after January 12, 1959.

3. Commercial banks in submitting subscriptions will be required to certify that they have no beneficial interest in any of the subscriptions they enter for the account of their customers, and that their customers have no beneficial interest in the banks' subscriptions for their own account.

4. The Secretary of the Treasury reserves the right to reject or reduce any subscription, to allot less than the amount of notes applied for, and to make different percentage allotments to various classes of subscribers; and any action he may take in these respects shall be final. The basis of the allotment will be publicly announced, and allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at 99 $\frac{3}{4}$ and accrued interest, if any, for notes allotted hereunder must be made or completed on or before January 21, 1959, or on later allotment. In every case where payment is not so completed, the payment with application up to 2 percent of the amount of notes allotted 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 notes 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 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.

ROBERT B. ANDERSON,
Secretary of the Treasury.

UNITED STATES OF AMERICA

4 PERCENT TREASURY BONDS OF 1980

Dated and bearing interest from January 23, 1959

Due February 15, 1980

Interest Payable February 15 and August 15

1959
Department Circular No. 1020

Fiscal Service
Bureau of the Public Debt

TREASURY DEPARTMENT,
OFFICE OF THE SECRETARY,
Washington, January 12, 1959.

I. OFFERING OF BONDS

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, invites subscriptions, at 99 and accrued interest, from the people of the United States for bonds of the United States, designated 4 percent Treasury Bonds of 1980. The amount of the offering under this circular is \$750,000,000, or thereabouts. In addition to the amount offered for public subscription, the Secretary of the Treasury reserves the right to allot up to \$75,000,000 of these bonds to Government Investment Accounts. The books will be open *only on January 12 and January 13* for the receipt of subscriptions for this issue.

2. Deferred payment for bonds allotted hereunder may be made as provided in Section IV hereof by any of the following subscribers, who for this purpose are defined as savings-type investors:

Pension and Retirement Funds—public and private
Endowment Funds
Insurance Companies
Mutual Savings Banks
Fraternal Benefit Associations and Labor Unions'
insurance funds
Savings and Loan Associations
Credit Unions
Other Savings Organizations (not including commercial banks)
States, Political Subdivisions or Instrumentalities thereof, and Public Funds

II. DESCRIPTION OF BONDS

1. The bonds will be dated January 23, 1959, and will bear interest from that date at the rate of 4 percent per annum, payable on a semiannual basis on August 15, 1959, and thereafter on February 15 and August 15 in each year until the principal amount becomes payable. They will mature February 15, 1980 and will not be subject to call for redemption prior to maturity.

2. The income derived from the bonds is subject to all taxes imposed under the Internal Revenue Code of 1954. The bonds are subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but are 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 bonds will be acceptable to secure deposits of public moneys.

4. Bearer bonds with interest coupons attached, and bonds registered as to principal and interest, will be issued in denominations of \$500, \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000. Provision will be

made for the interchange of bonds of different denominations and of coupon and registered bonds, and for the transfer of registered bonds, under rules and regulations prescribed by the Secretary of the Treasury.

5. Any bonds issued hereunder which upon the death of the owner constitute part of his estate, will be redeemed at the option of the duly constituted representatives of the deceased owner's estate, at par and accrued interest to date of payment,¹ *provided*:

- (a) that the bonds were actually owned by the decedent at the time of his death; and
- (b) that the Secretary of the Treasury be authorized to apply the entire proceeds of redemption to the payment of Federal estate taxes.

Registered bonds submitted for redemption hereunder must be duly assigned to "The Secretary of the Treasury for redemption, the proceeds to be paid to the District Director of Internal Revenue at for credit on Federal estate taxes due from estate of"

Owing to the periodic closing of the transfer books and the impossibility of stopping payment of interest to the registered owner during the closed period, registered bonds received after the closing of the books for payment during such closed period will be paid only at par with a deduction of interest from the date of payment to the next interest payment date;² bonds received during the closed period for payment at a date after the books reopen will be paid at par plus accrued interest from the reopening of the books to the date of payment. In either case checks for the full six months' interest due on the last day of the closed period will be forwarded to the owner in due course. All bonds submitted must be accompanied by form PD 1782,³ properly completed, signed and certified, and by proof of the representatives' authority in the form of a court certificate or a certified copy of the representatives' letters of appointment issued by the court. The certificate, or the certification to the letters, must be under the seal of the court, and except in the case of a corporate representative, must contain a statement that the appointment is in full force and be dated within six months prior to the submission of

¹ An exact half-year's interest is computed for each full half-year period irrespective of the actual number of days in the half year. For a fractional part of any half year, computation is on the basis of the actual number of days in such half year.

² The transfer books are closed from January 16 to February 15, and from July 16 to August 15 (both dates inclusive) in each year.

³ Copies of Form PD 1782 may be obtained from any Federal Reserve Bank or from the Treasury Department, Washington 25, D. C.

the bonds, unless the certificate or letters show that the appointment was made within one year immediately prior to such submission. Upon payment of the bonds appropriate memorandum receipt will be forwarded to the representatives, which will be followed in due course by formal receipt from the District Director of Internal Revenue.

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

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 but will be restricted in each case to an amount not exceeding 4 percent of the combined amount of time certificates of deposit (but only those issued in the names of individuals, and of corporations, associations, and other organizations not operated for profit), and of savings deposits, or 10 percent of the combined capital, surplus and undivided profits, of the subscribing bank, whichever is greater. Subscriptions from States, political subdivisions or instrumentalities thereof, and public pension and retirement and other public funds also will be received without deposit. Subscriptions from all others must be accompanied by payment of 15 percent of the amount of bonds applied for, not subject to withdrawal until after allotment; provided, however, that all subscriptions up to a maximum of \$25,000 will be allotted in full if accompanied by 100 percent payment at the time of entering the subscriptions. Following allotment, any portion of the 15 percent payment in excess of 15 percent of the amount of bonds allotted may be released upon the request of the subscribers.

2. All subscribers will be required to agree not to purchase or to sell, or to make any agreements with respect to the purchase or sale or other disposition of any bonds of this issue, until after January 13, 1959.

3. Commercial banks in submitting subscriptions will be required to certify that they have no beneficial interest in any of the subscriptions they enter for the account of their customers, and that their customers have no beneficial interest in the banks' subscriptions for their own account.

4. The Secretary of the Treasury reserves the right to reject or reduce any subscription, to allot less than the amount of bonds applied for, and to make different percentage allotments to various classes of subscribers; and any action he may take in these respects shall be final. The basis of the allotment will be publicly

announced and allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at 99 and accrued interest, if any, for bonds allotted hereunder must be made or completed on or before January 23, 1959; provided, however, that where a subscriber eligible to defer payment under Section I hereof elects to defer payment for part of the bonds allotted, not less than 25 percent of the bonds allotted must have been paid for by January 23, 1959, not less than 50 percent must have been paid for by February 24, 1959, not less than 75 percent must have been paid for by March 23, 1959, and full payment must be completed by April 23, 1959. All payments made subsequent to January 23, 1959, must be accompanied by accrued interest from that date, at the rate of \$0.1096 per \$1,000 per day. Where partial payment for bonds allotted is to be deferred beyond January 23, 1959, delivery of 5 percent of the total par amount of bonds allotted, adjusted to the next higher \$500, will be withheld from all subscribers (except States, political subdivisions or instrumentalities thereof, and public pension and retirement and other public funds) until payment for the total amount allotted has been completed. In every case where payment is not so completed the 5 percent so withheld shall, upon declaration made by the Secretary of the Treasury in his discretion, be forfeited to the United States. In all other cases, where payment is not completed on or before January 23, 1959, or on later allotment, the payment with application up to 15 percent of the amount of bonds allotted 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 bonds 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 bonds allotted, to make delivery of bonds on full-paid subscriptions allotted, and they may issue interim receipts pending delivery of the definitive bonds.

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.

ROBERT B. ANDERSON,
Secretary of the Treasury.

CASH SUBSCRIPTION

For United States of America 3 1/4 Percent Treasury Notes of Series B-1960

Dated January 21, 1959, Due May 15, 1960

**Subscription books will be open only on January 12
for the receipt of cash subscriptions.**

Important

1. Payment at 99 3/4 for these securities will be made on or before January 21, 1959.
2. Subscriptions from commercial banks for their own account will be received without deposit; subscriptions from all others must be accompanied by payment of 2 percent of the amount of notes applied for.
3. Commercial banks subscribing for account of customers should hold the 2 percent deposits paid to them by their customers (see certification below).
4. Amount of notes 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 _____
_____ 1959

Attention: Securities Department—9th Floor

DEAR SIRs:

Pursuant to the provisions of Treasury Department Circular No. 1019, dated January 12, 1959, the undersigned hereby subscribes at 99 3/4 for United States of America 3 1/4 percent Treasury Notes of Series B-1960, as follows:

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

(If a commercial bank is subscribing for its own account or for account of customers, the following certifications are 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 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, 2 percent of the amount applied for; that we have not made unsecured loans, or loans collateralized in whole or in part by the securities applied for, to supply the amounts of such payments to any of such customers; that we have no beneficial interest in the applications of such customers, and that none of our customers has any beneficial interest in the amount subscribed for our own account.

WE FURTHER CERTIFY that all subscribers for whom subscriptions are hereby entered, have agreed not to purchase or to sell, or to make any agreements with respect to the purchase or sale or other disposition of any notes of this issue, until after January 12, 1959.

WE FURTHER CERTIFY that the subscription for our own account does not exceed 50 percent of our combined Capital, Surplus and Undivided Profits.

The undersigned agrees not to purchase or to sell, or to make any agreements with respect to the purchase or sale or other disposition of any notes of this issue, until after January 12, 1959.

TO SUBSCRIBER:

(Fill in all required spaces before signing)

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

- Original subscription
- Confirmation of a telegram
- Confirmation of a letter

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

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

Address

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

DEPOSIT		ALLOTMENT
\$	Blotter.....	\$
	Examined.....	Figured Checked Advised
	Acknowledged.....	
	Carded.....	

CASH SUBSCRIPTION

For United States of America 3 1/2 Percent Treasury Notes of Series H-1950

(For use of commercial bank subscribers only)

List of customers included in this subscription

(Please print or typewrite) Subscription book No. _____ on January 12, 1950 for the receipt of cash subscriptions.

Leave blank

Name of Customer

Address

Amount Subscribed

Leave blank

Table with 5 columns: Leave blank, Name of Customer, Address, Amount Subscribed, Leave blank. The table contains faint, illegible text and is mostly empty.

CASH SUBSCRIPTION

For United States of America 4 Percent Treasury Bonds of 1980

Dated January 23, 1959, Due February 15, 1980

Subscription books will be open only on January 12 and 13 for the receipt of cash subscriptions.

Important

1. Subscriptions up to a maximum of \$25,000 will be allotted in full if accompanied by payment in full. Please list these subscriptions in proper space provided on reverse side.
2. Payment at 99 for bonds allotted must be made on or before January 23, 1959; however savings-type investors may elect to make deferred payments in accordance with Section IV paragraph 1 of Treasury Department Circular No. 1020.
3. Subscriptions from commercial banks for their own account and from States, Political Subdivisions or Instrumentalities thereof and Public Pension and Retirement and other Public Funds will be received without deposit; subscriptions from all others must be accompanied by payment of 15 percent of the amount of bonds applied for.
4. Commercial banks subscribing for account of customers should hold the deposits paid to them by their customers (see certification below).
5. Do not subscribe to both registered and coupon bonds on the same form.

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

Dated at
.....1959

Attention: Securities Department—9th Floor

DEAR SIRs:

Pursuant to the provisions of Treasury Department Circular No. 1020, dated January 12, 1959, the undersigned hereby subscribes at 99 for United States of America 4 percent Treasury Bonds of 1980, as stated below:

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

The undersigned subscriber is, or is subscribing for account of, a savings-type investor of the kind specified in Treasury Department Circular No. 1020, Section I, paragraph 2, as follows (a commercial bank, when listing its savings-type investor customers on reverse side, should indicate the kinds of investors by the letters used below):

- | | |
|--|--|
| <input type="checkbox"/> A. Pension and Retirement Funds—public and private | <input type="checkbox"/> F. Savings and Loan Associations |
| <input type="checkbox"/> B. Endowment Funds (where principal ordinarily is not expendable) | <input type="checkbox"/> G. Credit Unions |
| <input type="checkbox"/> C. Insurance Companies | <input type="checkbox"/> H. Other Savings Organizations, not including commercial banks (state type) |
| <input type="checkbox"/> D. Mutual Savings Banks | <input type="checkbox"/> I. States, Political Subdivisions or Instrumentalities thereof, and Public Funds. |
| <input type="checkbox"/> E. Fraternal Benefit Associations and Labor Unions' Insurance Funds | |

(Commercial banks should not include savings-type investor customers on the same form with other customers)

(If a commercial bank is subscribing for its own account or for account of customers, the following certifications are 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 which is made a part of this subscription; that there has been paid to us by each such customer, as required by official offering circular not subject to withdrawal until after allotment, 15 percent of the amount applied for; that we have not made unsecured loans, or loans collateralized in whole or in part by the securities applied for, to supply the amounts of such payments to any of such customers; that we have no beneficial interest in the applications of such customers, and that none of our customers has any beneficial interest in the amount subscribed for our own account.

WE FURTHER CERTIFY that all subscribers for whom subscriptions are hereby entered, have agreed not to purchase or to sell, or to make any agreements with respect to the purchase or sale or other disposition of any bonds of this issue, until after January 13, 1959.

WE FURTHER CERTIFY that the subscription for our own account does not exceed 4 percent of our combined amount of time certificates of deposit (but only those issued in the names of individuals, and of corporations, associations, and other organizations not operated for profit), and of savings deposits, or 10 percent of our combined Capital, Surplus and Undivided Profits, whichever is greater.

The undersigned agrees not to purchase or to sell, or to make any agreements with respect to the purchase or sale or other disposition of any bonds of this issue, until after January 13, 1959.

TO SUBSCRIBER:

(Fill in all required spaces before signing)

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

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

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

Address

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

DEPOSIT	Blotter.....	ALLOTMENT		
\$.....	Examined.....	\$.....		
	Acknowledged.....	Figured	Checked	Advised
	Carded.....			

(For use of commercial bank subscribers only)
LIST OF CUSTOMERS INCLUDED IN THIS SUBSCRIPTION

(Please print or typewrite)

(Do not list savings-type investor customers
on the same form with other customers)

SUBSCRIPTIONS ACCOMPANIED BY 15 PERCENT DEPOSIT:

If savings
type investor
indicate kind
by letter
(see other side)

Name of Customer

Address

Amount Subscribed

Leave blank

SUBSCRIPTIONS ACCOMPANIED BY 100 PERCENT PAYMENT (Up to a maximum of \$25,000):