

**FEDERAL RESERVE BANK  
OF NEW YORK**

Fiscal Agent of the United States

[ Circular No. 4785 ]  
October 1, 1959 ]

**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 it is offering for cash subscription, \$2 billion, or thereabouts, of 5 percent 4-year 10-month Treasury Notes of Series B-1964, at par, to be dated October 15, 1959, and to mature August 15, 1964. In addition to the amount offered for public subscription, the Secretary of the Treasury may allocate up to \$100,000,000 of these notes to Government Investment Accounts.

\$2 billion, or thereabouts, of 245-day Treasury bills, Tax Anticipation Series, to be dated October 21, 1959, and to mature June 22, 1960.

The subscription books will be open for the Treasury notes only on Tuesday, October 6, 1959. The Treasury bills will be sold at auction on Wednesday, October 14, 1959.

***Treasury notes***

Subscriptions to the notes 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, but subscriptions from commercial banks for their own account will be restricted to 50 percent of the combined capital, surplus and undivided profits of the subscribing bank. Subscriptions from all others must be accompanied by payment of 10 percent of the amount of notes applied for, not subject to withdrawal until after allotment.

In order to encourage wide distribution of the 5 percent notes, subscriptions up to a maximum of \$25,000, if they are accompanied by 100 percent payment at the time the subscriptions are entered, will be allotted in full to all subscribers.

Any subscriptions for the notes addressed to a Federal Reserve Bank or Branch, or to the Treasurer of the United States, and placed in the mail before midnight, October 6, 1959, will be considered as timely. Commercial banks and other lenders are requested to refrain from making unsecured loans, or loans collateralized in whole or in part by the notes subscribed for, to cover the deposits required to be paid when subscriptions are entered, and banks will be required to make the usual certification to that effect.

***Treasury bills***

Tenders for the 245-day Treasury bills will be received at the Federal Reserve Banks and Branches up to the closing hour, 2 o'clock p.m., Eastern Daylight Saving time, on Wednesday, October 14, 1959. The bills will mature June 22, 1960, but will be acceptable at par in payment of income and profits taxes due June 15, 1960. Full details regarding the offering of the Treasury bills will be released for morning newspapers, Wednesday, October 7.

***Both issues***

All subscribers to both issues 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 the securities subscribed for under this offering, until after midnight, October 6, in the case of the notes, and until after the closing hour for tenders on October 14, in the case of the bills.

The new issues may be paid for by credit in Treasury Tax and Loan Accounts.

Circulars and subscription forms for the note offering will be mailed to reach you by Monday, October 5.

ALFRED HAYES,  
*President.*