

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. **4992**]
[January 30, 1961]

TREASURY FINANCING

Refunding of $4\frac{7}{8}$ Percent Certificates Maturing February 15, 1961

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

The following statement was made public today by the Treasury Department:

The holders of \$6,938 million of $4\frac{7}{8}$ percent Certificates of Indebtedness of Series A-1961, dated February 15, 1960, maturing February 15, 1961, will not be offered preemptive rights to exchange their holdings for new securities to be offered early next month. The maturing certificates will be paid off in cash. Approximately \$3,250 million of the certificates are publicly held.

The necessary funds to pay off the maturing certificates will be provided by another issue, or issues, of direct Treasury obligations offered for cash subscriptions. Subscribers to such new issue or issues who hold the maturing certificates may, if they wish, deposit them at face value in lieu of any cash down payments required with subscriptions. To the extent subscribers are allotted the new securities, the Treasury will accept the maturing securities in lieu of cash in making final payments.

The announcement of the terms of the new issue, or issues, will be made later this week.

ALFRED HAYES,
President.