

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

[Circular No. 5343]
June 7, 1963

CASH OFFERING
4 Percent Treasury Bonds of 1970

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

The subscription books will be open on June 11 for a cash offering, at par, of 4 percent Treasury Bonds of 1970, dated June 20, 1963, maturing August 15, 1970.

The terms of the offering are set forth in Treasury Department Circular No. 12-63, Public Debt Series, a copy of which is printed on the following pages. Subject to the conditions set forth in Paragraph 5 of Section III of that circular, 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 a percentage basis, but not less than \$100,000 on any one subscription.

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 bonds of this issue, until after midnight, June 11, 1963.

A commercial bank submitting a subscription direct to the Federal Reserve Bank of its District may, if it is a qualified depository, pay by credit in its Treasury Tax and Loan Account for bonds allotted on such subscription; however, a commercial bank submitting a subscription through a correspondent bank may not pay by credit in its Tax and Loan Account for bonds allotted on the subscription of the correspondent bank.

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. If filed by telegram or letter, subscriptions should be confirmed immediately by mail on the forms provided. The subscription books will remain open for *one day only, Tuesday, June 11*. Any subscription addressed to a Federal Reserve Bank or Branch or to the Treasury Department and placed in the mail before midnight, June 11, will be considered timely.

ALFRED HAYES,
President.

UNITED STATES OF AMERICA

4 PERCENT TREASURY BONDS OF 1970

Dated and bearing interest from June 20, 1963

Due August 15, 1970

Interest payable February 15 and August 15

DEPARTMENT CIRCULAR
Public Debt Series—No. 12-63

TREASURY DEPARTMENT,
OFFICE OF THE SECRETARY,
Washington, June 7, 1963.

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 par and accrued interest, from the people of the United States for bonds of the United States, designated 4 percent Treasury Bonds of 1970. The amount of the offering under this circular is \$1,250,000,000, or thereabouts. In addition to the amount offered for public subscription, the Secretary of the Treasury reserves the right to allot up to \$50,000,000 of these bonds to Government Investment Accounts. The books will be open *only on June 11, 1963*, for the receipt of subscriptions for this issue.

II. DESCRIPTION OF BONDS

1. The bonds will be dated June 20, 1963, and will bear interest from that date at the rate of 4 percent per annum, payable on a semiannual basis on February 15 and August 15, 1964, and thereafter on February 15 and August 15 in each year until the principal amount becomes payable. They will mature August 15, 1970, 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. They will not be acceptable in payment of taxes.

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. 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 25, D. C. Only the Federal Reserve Banks and the Treasury Department are authorized to act as official agencies. Commercial banks, which for this purpose are defined as banks accepting demand deposits, may submit subscriptions for account of customers provided the names of the customers are set forth in such subscriptions. 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 restricted in each case to an amount not exceeding 10 percent of the combined amount of time and savings deposits, including time certificates of deposit, or 25 percent of the combined capital, surplus and undivided profits of the subscribing bank, whichever is greater. Subscriptions will be received without deposit from banking institutions for their own account, Federally-insured savings and loan associations, States, political subdivisions or instrumentalities thereof, public pension and retirement and other public funds, international organizations in which the United States holds membership, foreign central banks and foreign States, and dealers who make primary markets in Government securities and report daily to the Federal Reserve Bank of New York their positions with respect to Government securities and borrowings thereon. Subscriptions from all others must be accompanied by payment of 10 percent of the amount of bonds applied for, not subject to withdrawal until after allotment. Following allotment, any portion of the 10 percent payment in excess of 10 percent of the amount of bonds allotted may be released upon the request of the subscribers.

2. All subscribers requesting registered bonds will be required to furnish appropriate identifying numbers as required on tax returns and other documents submitted to the Internal Revenue Service, i.e., an individual's social security number or an employer identification number.

3. 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 bonds of this issue, until after midnight June 11, 1963.

4. 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.

5. 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. 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 a percentage basis, but not less than \$100,000 on any one subscription. The basis of the allotment will be publicly announced, and allotment notices will be sent out promptly upon allotment.

IV. PAYMENT

1. Payment at par and accrued interest, if any, for bonds allotted hereunder must be made or completed on or before June 20, 1963, or on later allotment. Payment will not be deemed to have been completed where registered bonds are requested if the appropriate identifying number, as required by Paragraph 2 of Section III hereof, has not been furnished; provided, however, if a subscriber has applied for but is unable to furnish the identifying number by the payment date only because it has not been issued, he may elect to receive, pending the furnishing of the identifying number, interim receipts and in this

case payment will be deemed to have been completed. In every case where payment is not so completed, the payment with application up to 10 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 in its Treasury Tax and Loan Account 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.

DOUGLAS DILLON,

Secretary of the Treasury.

CASH SUBSCRIPTION

For United States of America 4 Percent Treasury Bonds of 1970
Dated June 20, 1963, Due August 15, 1970

IMPORTANT INSTRUCTIONS

Allotments. 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 a percentage basis, but not less than \$100,000 on any one subscription.

Payment. Payment at par for the bonds to be allotted hereunder must be made on or before June 20, 1963. A qualified depository will be permitted to make payment by credit in its Treasury Tax and Loan Account.

Deposit. Subscriptions from banking institutions and others as specified in Section III of Treasury Department Circular No. 12-63, Public Debt Series, will be received without deposit. Subscriptions from all others must be accompanied by payment of 10% of the amount of bonds applied for, except that commercial banks subscribing for account of customers are urged to retain their customers' deposits until after allotment. Checks accompanying the subscriptions should be made payable to the order of Federal Reserve Bank of New York, Fiscal Agent of the United States.

Subscription amounts. Amount of bonds applied for must be in multiples of \$500.

The subscription books will be open only on June 11
for the receipt of subscriptions.

FEDERAL RESERVE BANK OF NEW YORK,
Fiscal Agent of the United States,
New York 45, N. Y.

Dated at
.....1963

Attention: Securities Department—9th Floor

GENTLEMEN:

Pursuant to the provisions of Treasury Department Circular No. 12-63, Public Debt Series, dated June 7, 1963, the undersigned hereby subscribes at par for United States of America 4 percent Treasury Bonds of 1970, as follows:

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

* (Use separate subscription forms for customers whose subscriptions are for over \$100,000 and for customers whose subscriptions are for \$100,000 or less.)

The undersigned subscriber is, or is subscribing for account of, a savings-type investor, 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):

- ☐ A. Pension and retirement funds—public and private
- ☐ B. Endowment funds (where principal ordinarily is not expendable)
- ☐ C. Insurance companies
- ☐ D. Mutual savings banks
- ☐ E. Fraternal benefit associations and labor unions' insurance funds
- ☐ F. Savings and loan associations
- ☐ G. Credit unions
- ☐ H. Other savings organizations, not including commercial banks (state type)
- ☐ I. States, political subdivisions or instrumentalities thereof, and public funds
- ☐ J. Common trust funds under Regulation 9 of the Comptroller of the Currency

(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 the official offering circular, not subject to withdrawal until after allotment, not less than 10 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 midnight, June 11, 1963.

WE FURTHER CERTIFY that the subscription for our own account does not exceed 10 percent of the combined amount of our time and savings deposits, including time certificates of deposit, or 25 percent of our combined capital, surplus and undivided profits, whichever is greater.

WE FURTHER CERTIFY that applications received by us, if any, from other commercial banks for their own account and for the account of their customers have been entered with us under the same conditions, agreements, and certifications as set forth in this subscription form.

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 midnight, June 11, 1963.

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	Examined..... Acknowledged..... Coded..... Carded.....	ALLOTMENT \$ Figured Advised
\$		

(If acknowledgment of this subscription is desired, complete this stub)

Receipt is acknowledged of your subscription for \$....., 4% Treasury Bonds of 1970, dated June 20, 1963 and maturing August 15, 1970.

For use of Federal Reserve Bank

Time Stamp

To.....
(Name)
.....
(Address)

List of Customers Included in this Application

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

(If space is insufficient in schedule below, attach separate listing)

Name of Customer

Amount Subscribed

Leave blank