

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

[Circular No. 6405]
[September 19, 1969]

Refunding of Treasury Notes and Bonds Maturing
October 1 and December 15, 1969

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

The subscription books will be open Monday, September 22, through Wednesday, September 24, for an offering of —

8 percent Treasury Notes of Series E-1971, at par, dated
October 1, 1969, maturing May 15, 1971,

7¾ percent Treasury Notes of Series A-1973, at par,
dated October 1, 1969, maturing May 15, 1973, and

7½ percent Treasury Notes of Series C-1976, at 99.50,
dated October 1, 1969, maturing August 15, 1976,

in exchange for the eligible series of Treasury notes and bonds maturing October 1 and December 15, 1969, as set forth in Treasury Department Circulars Nos. 6-69, 7-69, and 8-69, Public Debt Series, all dated September 18, 1969; a copy of each is printed on the following pages. Any gain or loss on this exchange will be fully recognized under the Internal Revenue Code (see Internal Revenue Bulletin No. 1969-21).

Coupons dated October 1, 1969 on the securities maturing on that date should be *detached* and cashed when due. Coupons dated December 15, 1969 on the bonds maturing on that date must be *attached*.

Only banking institutions may submit subscriptions for account of customers. On such subscriptions, banking institutions may consolidate subscriptions *by individuals that are not in excess of \$200,000 for a specific security* and report the total number and amount of such subscriptions. On any subscription of more than \$200,000 by an individual, the customer's name must be furnished. On subscriptions of any amount for account of customers other than individuals, their names and locations must be furnished. On subscriptions for account of customers of correspondent banks, the names of such customers and, if not individuals, their locations must be furnished.

Subscribers are required to certify that at the time the subscription is entered the securities surrendered were owned and delivery was accepted by the subscriber, or that such securities were contracted for purchase for value by the subscriber for delivery to the subscriber prior to the closing of the subscription books.

Subscriptions will be received by this Bank as fiscal agent of the United States. Subscriptions should be submitted in triplicate on official subscription forms, copies of which are enclosed, and should be mailed immediately. If filed by telegram or letter, the subscriptions should be confirmed immediately by mail on the forms provided. The subscription books will remain open for *three days, September 22 through September 24*. Any subscription addressed to a Federal Reserve Bank or Branch or to the Treasury Department and placed in the mail before midnight Wednesday, September 24, will be considered timely.

Cash subscriptions will not be received.

ALFRED HAYES,
President.

UNITED STATES OF AMERICA
8 PERCENT TREASURY NOTES OF SERIES E-1971

Dated and bearing interest from October 1, 1969

Due May 15, 1971

DEPARTMENT CIRCULAR
Public Debt Series — No. 6-69

TREASURY DEPARTMENT,

Office of the Secretary,

Washington, September 18, 1969.

I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, offers notes of the United States, designated 8 percent Treasury Notes of Series E-1971, at par, in exchange for the following securities, singly or in combinations aggregating \$1,000 or multiples thereof:

- (1) 1½ percent Treasury Notes of Series EO-1969, due October 1, 1969;
- (2) 4 percent Treasury Bonds of 1969, due October 1, 1969; or
- (3) 2½ percent Treasury Bonds of 1964-69, due December 15, 1969, with a cash payment of \$2.70 per \$1,000 to subscribers.

Interest will be adjusted on the bonds of 1964-69 as of December 15, 1969. Payments on account of accrued interest and cash adjustments will be made as set forth in Section IV hereof. The amount of this offering will be limited to the amount of eligible securities tendered in exchange. The books will be open *only on September 22 through September 24, 1969*, for the receipt of subscriptions.

2. In addition, holders of the securities enumerated in Paragraph 1 of this section are offered the privilege of exchanging all or any part of them for 7¾ percent Treasury Notes of Series A-1973, or 7½ percent Treasury Notes of Series C-1976, which offerings are set forth in Department Circulars, Public Debt Series — Nos. 7-69 and 8-69, issued simultaneously with this circular.

II. DESCRIPTION OF NOTES

1. The notes will be dated October 1, 1969, and will bear interest from that date at the rate of 8 percent per annum, payable on a semiannual basis on May 15 and November 15, 1970, and May 15, 1971. They will mature May 15, 1971, 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, and notes registered as to principal and interest, will be issued in denominations of \$1,000, \$5,000, \$10,000, \$100,000, \$1,000,000, \$100,000,000 and \$500,000,000. Provision will be made for the interchange of notes of different denominations and of coupon and registered notes, and for the transfer of registered notes, under rules and regulations prescribed by the Secretary of the Treasury.

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 accepting the offer made by this circular will be received at the Federal Reserve Banks and Branches and at the Office of the Treasurer of the United States, Washington, D. C. 20220. Banking institutions generally may submit subscriptions for account of customers, but only the Federal Reserve Banks and the Treasury Department are authorized to act as official agencies.

2. Under the Second Liberty Bond Act, as amended, the Secretary of the Treasury has the authority to reject or reduce any subscription, and to allot less than the amount of notes applied for when he deems it to be in the public interest; and any action he may take in these respects shall be final. Subject to the exercise of that authority, all subscriptions will be allotted in full.

IV. PAYMENT

1. Payment for the face amount of notes allotted hereunder must be made on or before October 1, 1969, or on later allotment, and may be made only in a like face amount of securities of the issues enumerated in Paragraph 1 of Section I hereof, which should accompany the subscription. Payment will not be deemed to have been completed where registered notes are requested if the appropriate identifying number as required on tax returns and other documents submitted to the Internal Revenue Service (an individual's social security number or an employer identification number) is not furnished.

2. *1½ percent notes of Series EO-1969 and 4 percent bonds of 1969.* — When payment is made with securities in bearer form, coupons dated October 1, 1969, should be *detached* and cashed when due. When payment is made with registered bonds, the final

UNITED STATES OF AMERICA
7½ PERCENT TREASURY NOTES OF SERIES C-1976

Dated and bearing interest from October 1, 1969

Due August 15, 1976

TREASURY DEPARTMENT,

Office of the Secretary,

Washington, September 18, 1969.

DEPARTMENT CIRCULAR
Public Debt Series — No. 8-69

I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, offers notes of the United States, designated 7½ percent Treasury Notes of Series C-1976, at 99.50 percent of their face value, in exchange for the following securities, singly or in combinations aggregating \$1,000 or multiples thereof:

- (1) 1½ percent Treasury Notes of Series EO-1969, due October 1, 1969;
- (2) 4 percent Treasury Bonds of 1969, due October 1, 1969; or
- (3) 2½ percent Treasury Bonds of 1964-69, due December 15, 1969, with a cash payment of \$2.20 per \$1,000 to subscribers.

Interest will be adjusted on the bonds of 1964-69 as of December 15, 1969. Payments on account of accrued interest and cash adjustments will be made as set forth in Section IV hereof. The amount of this offering will be limited to the amount of eligible securities tendered in exchange. The books will be open *only on September 22 through September 24, 1969*, for the receipt of subscriptions.

2. In addition, holders of the securities enumerated in Paragraph 1 of this section are offered the privilege of exchanging all or any part of them for 8 percent Treasury Notes of Series E-1971, or 7¾ percent Treasury Notes of Series A-1973, which offerings are set forth in Department Circulars, Public Debt Series — Nos. 6-69 and 7-69, issued simultaneously with this circular.

II. DESCRIPTION OF NOTES

1. The notes will be dated October 1, 1969, and will bear interest from that date at the rate of 7½ percent per annum, payable on a semiannual basis on February 15 and August 15, 1970, and thereafter on February 15 and August 15 in each year until the principal amount becomes payable. They will mature August 15, 1976, 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, and notes registered as to principal and interest, will be issued in denominations of \$1,000, \$5,000, \$10,000, \$100,000, \$1,000,000, \$100,000,000 and \$500,000,000. Provision will be made for the interchange of notes of different denominations and of coupon and registered notes, and for the transfer of registered notes, under rules and regulations prescribed by the Secretary of the Treasury.

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

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1. Subscriptions accepting the offer made by this circular will be received at the Federal Reserve Banks and Branches and at the Office of the Treasurer of the United States, Washington, D. C. 20220. Banking institutions generally may submit subscriptions for account of customers, but only the Federal Reserve Banks and the Treasury Department are authorized to act as official agencies.

2. Under the Second Liberty Bond Act, as amended, the Secretary of the Treasury has the authority to reject or reduce any subscription, and to allot less than the amount of notes applied for when he deems it to be in the public interest; and any action he may take in these respects shall be final. Subject to the exercise of that authority, all subscriptions will be allotted in full.

IV. PAYMENT

1. Payment for the face amount of notes allotted hereunder must be made on or before October 1, 1969, or on later allotment, and may be made only in a like face amount of securities of the issues enumerated in Paragraph 1 of Section I hereof, which should accompany the subscription. Payment will not be deemed to have been completed where registered notes are requested if the appropriate identifying number as required on tax returns and other documents sub-

II. DESCRIPTION OF NOTES

1. The notes will be dated October 1, 1969, and will bear interest from that date at the rate of $7\frac{3}{4}$ percent per annum, payable on a semiannual basis on May 15 and November 15, 1970, and thereafter on May 15 and November 15 in each year until the principal amount becomes payable. They will mature May 15, 1973, 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, and notes registered as to principal and interest, will be issued in denominations of \$1,000, \$5,000, \$10,000, \$100,000, \$1,000,000, \$100,000,000 and \$500,000,000. Provision will be made for the interchange of notes of different denominations and of coupon and registered notes, and for the transfer of registered notes, under rules and regulations prescribed by the Secretary of the Treasury.

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2. Under the Second Liberty Bond Act, as amended, the Secretary of the Treasury has the authority to reject or reduce any subscription, and to allot less than the amount of notes applied for when he deems it to be in the public interest; and any action he may take in these respects shall be final. Subject to the exercise of that authority, all subscriptions will be allotted in full.

IV. PAYMENT

1. Payment for the face amount of notes allotted hereunder must be made on or before October 1, 1969, or on later allotment, and may be made only in a like face amount of securities of the issues enumerated in Paragraph 1 of Section I hereof, which should accompany the subscription. Payment will not be deemed to have been completed where registered notes are requested if the appropriate identifying number as required on tax returns and other documents submitted to the Internal Revenue Service (an individ-

ual's social security number or an employer identification number) is not furnished.

2. *1½ percent notes of Series EO-1969 and 4 percent bonds of 1969.*—When payment is made with securities in bearer form, coupons dated October 1, 1969, should be *detached* and cashed when due. When payment is made with registered bonds, the final interest due on October 1, 1969, will be paid by issue of interest checks in regular course to holders of record on August 29, 1969, the date the transfer books closed.

3. *2½ percent bonds of 1964-69.*—When payment is made with bonds in bearer form, coupons dated December 15, 1969, must be *attached* to the bonds when surrendered. Accrued interest from June 15 to December 15, 1969 (\$12.50 per \$1,000) plus the cash payment due subscribers (\$2.35 per \$1,000) will be credited and accrued interest from October 1 to December 15, 1969 (\$15.89955 per \$1,000) on the new notes will be charged and the difference (\$1.04955 per \$1,000) must be paid by subscribers and should accompany the subscription.

V. ASSIGNMENT OF REGISTERED BONDS

1. Registered bonds tendered in payment for notes offered hereunder should be assigned by the registered payees or assignees thereof, in accordance with the general regulations of the Treasury Department governing assignments for transfer or exchange, in one of the forms hereafter set forth, and thereafter should be surrendered with the subscription to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States, Washington, D. C. 20220. The bonds must be delivered at the expense and risk of the holder. If the new notes are desired registered in the same name as the bonds surrendered, the assignment should be to "The Secretary of the Treasury for exchange for $7\frac{3}{4}$ percent Treasury Notes of Series A-1973"; if the new notes are desired registered in another name, the assignment should be to "The Secretary of the Treasury for exchange for $7\frac{3}{4}$ percent Treasury Notes of Series A-1973 in the name of"; if new notes in coupon form are desired, the assignment should be to "The Secretary of the Treasury for exchange for $7\frac{3}{4}$ percent Treasury Notes of Series A-1973 in the name of to be delivered to"

VI. GENERAL PROVISIONS

1. As fiscal agents of the United States, Federal Reserve Banks are authorized and requested to receive subscriptions, to make such allotments as may be prescribed by the Secretary of the Treasury, to issue such notices as may be necessary, to receive payment for and 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.

DAVID M. KENNEDY,
Secretary of the Treasury.

interest due on October 1, 1969, will be paid by issue of interest checks in regular course to holders of record on August 29, 1969, the date the transfer books closed.

3. *2½ percent bonds of 1964-69.* — When payment is made with bonds in bearer form, coupons dated December 15, 1969, must be *attached* to the bonds when surrendered. Accrued interest from June 15 to December 15, 1969 (\$12.50 per \$1,000) plus the cash payment due subscribers (\$2.70 per \$1,000) will be credited, and accrued interest from October 1 to December 15, 1969 (\$16.41244 per \$1,000) on the new notes will be charged and the difference (\$1.21244 per \$1,000) must be paid by subscribers and should accompany the subscription.

V. ASSIGNMENT OF REGISTERED BONDS

1. Registered bonds tendered in payment for notes offered hereunder should be assigned by the registered payees or assignees thereof, in accordance with the general regulations of the Treasury Department governing assignments for transfer or exchange, in one of the forms hereafter set forth, and thereafter should be surrendered with the subscription to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States, Washington, D. C. 20220. The bonds must be delivered at the expense and risk of the holder. If the new notes are desired registered in the same name as the bonds surrendered, the assign-

ment should be to "The Secretary of the Treasury for exchange for 8 percent Treasury Notes of Series E-1971"; if the new notes are desired registered in another name, the assignment should be to "The Secretary of the Treasury for exchange for 8 percent Treasury Notes of Series E-1971 in the name of"; if new notes in coupon form are desired, the assignment should be to "The Secretary of the Treasury for exchange for 8 percent Treasury Notes of Series E-1971 in coupon form to be delivered to"

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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.

DAVID M. KENNEDY,
Secretary of the Treasury.

UNITED STATES OF AMERICA

7¾ PERCENT TREASURY NOTES OF SERIES A-1973

Dated and bearing interest from October 1, 1969

Due May 15, 1973

DEPARTMENT CIRCULAR
Public Debt Series — No. 7-69

TREASURY DEPARTMENT,

Office of the Secretary,
Washington, September 18, 1969.

I. OFFERING OF NOTES

1. The Secretary of the Treasury, pursuant to the authority of the Second Liberty Bond Act, as amended, offers notes of the United States, designated 7¾ percent Treasury Notes of Series A-1973, at par, in exchange for the following securities, singly or in combinations aggregating \$1,000 or multiples thereof:

- (1) 1½ percent Treasury Notes of Series EO-1969, due October 1, 1969;
- (2) 4 percent Treasury Bonds of 1969, due October 1, 1969; or
- (3) 2½ percent Treasury Bonds of 1964-69, due December 15, 1969, with a cash payment of \$2.35 per \$1,000 to subscribers.

Interest will be adjusted on the bonds of 1964-69 as of December 15, 1969. Payments on account of accrued interest and cash adjustments will be made as set forth in Section IV hereof. The amount of this offering will be limited to the amount of eligible securities tendered in exchange. The books will be open *only on September 22 through September 24, 1969*, for the receipt of subscriptions.

2. In addition, holders of the securities enumerated in Paragraph 1 of this section are offered the privilege of exchanging all or any part of them for 8 percent Treasury Notes of Series E-1971, or 7½ percent Treasury Notes of Series C-1976, which offerings are set forth in Department Circulars, Public Debt Series — Nos. 6-69 and 8-69, issued simultaneously with this circular.

mitted to the Internal Revenue Service (an individual's social security number or an employer identification number) is not furnished. Cash payments due to subscribers will be made by check or by credit in any account maintained by a banking institution with the Federal Reserve Bank of its district following acceptance of the securities surrendered. In the case of registered bonds, the payment will be made in accordance with the assignments thereon.

2. *1½ percent notes of Series EO-1969 and 4 percent bonds of 1969.* — When payment is made with securities in bearer form, coupons dated October 1, 1969, should be *detached* and cashed when due. When payment is made with registered bonds, the final interest due on October 1, 1969, will be paid by issue of interest checks in regular course to holders of record on August 29, 1969, the date the transfer books closed. A cash payment of \$5.00 per \$1,000 on account of the issue price of the new notes will be made to subscribers.

3. *2½ percent bonds of 1964-69.* — When payment is made with bonds in bearer form, coupons dated December 15, 1969, must be *attached* to the bonds when surrendered. Accrued interest from June 15 to December 15, 1969 (\$12.50 per \$1,000), the payment on account of the issue price of the new notes (\$5.00 per \$1,000), and the cash payment due subscribers (\$2.20 per \$1,000) will be credited, and accrued interest from October 1 to December 15, 1969 (\$15.28533 per \$1,000) on the new notes will be charged and the difference (\$4.41467 per \$1,000) will be paid to subscribers.

V. ASSIGNMENT OF REGISTERED BONDS

1. Registered bonds tendered in payment for notes offered hereunder should be assigned by the registered payees or assignees thereof, in accordance with the

general regulations of the Treasury Department governing assignments for transfer or exchange, in one of the forms hereafter set forth, and thereafter should be surrendered with the subscription to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States, Washington, D. C. 20220. The bonds must be delivered at the expense and risk of the holder. If the new notes are desired registered in the same name as the bonds surrendered, the assignment should be to "The Secretary of the Treasury for exchange for 7½ percent Treasury Notes of Series C-1976"; if the new notes are desired registered in another name, the assignment should be to "The Secretary of the Treasury for exchange for 7½ percent Treasury Notes of Series C-1976 in the name of"; if new notes in coupon form are desired, the assignment should be to "The Secretary of the Treasury for exchange for 7½ percent Treasury Notes of Series C-1976 in coupon form to be delivered to"

VI. GENERAL PROVISIONS

1. As fiscal agents of the United States, Federal Reserve Banks are authorized and requested to receive subscriptions, to make such allotments as may be prescribed by the Secretary of the Treasury, to issue such notices as may be necessary, to receive payment for and 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.

DAVID M. KENNEDY,
Secretary of the Treasury.

TREASURY DEPARTMENT



WASHINGTON, D.C.

September 17, 1969

TREASURY ANNOUNCES ADJUSTMENTS ON 2-1/2% BONDS ELIGIBLE FOR EXCHANGE

In connection with the exchange offering announced by the Treasury earlier today, interest will be adjusted on the 2-1/2% bonds due December 15, 1969, as of that date.

The payments due to and from subscribers and the net amounts payable to or by subscribers are as follows (per \$1,000 face value):

	<u>Payable to Subscriber</u>		<u>Accrued Interest Payable</u>		<u>Net Amount to be Paid</u>	
	<u>Account</u> <u>of Issue</u> <u>Price of</u> <u>New Notes</u>	<u>to Adjust</u> <u>for Mar-</u> <u>ket Value</u> <u>of Bonds</u>	<u>To Subscriber</u> <u>on Bonds</u> <u>(6-15-69</u> <u>to 12-15-69)</u>	<u>By Subscriber</u> <u>on Notes</u> <u>(10-1-69</u> <u>to 12-15-69)</u>	<u>to</u> <u>Subscriber</u>	<u>to</u> <u>Treasury</u>
NEW NOTES						
8% Due						
5/15/71	\$ -	\$ 2.70	\$ 12.50	\$16.41244	\$ -	\$1.21244
7-3/4% Due						
5/15/73	-	2.35	12.50	15.89955	-	1.04955
7-1/2% Due						
8/15/76	5.00	2.20	12.50	15.28533	4.41467	-