

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

Circular No. 6623
October 22, 1970

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

The following statements were made public today by the Treasury Department:

TREASURY ANNOUNCES NOVEMBER FINANCING PLANS

The Treasury announced today that it is offering holders of the \$7.7 billion of 5% Treasury Notes of Series A-1970 maturing November 15, 1970, the right to exchange their holdings for a 3-1/2-year Treasury note or a 5-year 9-month 7-1/2% Treasury note. The public holds about \$6.0 billion and Government accounts and Federal Reserve Banks hold about \$1.6 billion of the notes eligible for exchange.

The notes being offered in exchange are:

7-1/4% Treasury Notes of Series D-1974, dated November 15, 1970, due May 15, 1974, at par; and

An additional amount of 7-1/2% Treasury Notes of Series C-1976, dated October 1, 1969, due August 15, 1976, at 100.50 (to yield about 7.39%) and accrued interest from August 15 to November 15, 1970 (\$18.75 per \$1,000); \$1.7 billion of these notes are outstanding.

Subscription books for the exchange offering will be open until 8 p.m., local time, Thursday, October 29, 1970. To be timely subscriptions **MUST BE RECEIVED** by a Federal Reserve Bank or Branch or by the Office of the Treasurer of the United States by such time, except that subscriptions addressed to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States postmarked before midnight Wednesday, October 28, 1970, will be deemed to be timely. Banks need submit by the closing hour only the total amount of customers' subscriptions for each new issue, provided that the usual detailed information for such subscriptions is furnished by Friday, October 30.

Cash subscriptions will not be accepted.

The notes will be made available in registered as well as bearer form in denominations of \$1,000, \$5,000, \$10,000, \$100,000 and \$1,000,000. All subscribers requesting registered notes will be required to furnish appropriate identifying numbers as required on tax returns and other documents submitted to the Internal Revenue Service.

Coupons dated November 15, 1970, on notes tendered in exchange should be detached and cashed when due. The November 15, 1970 interest due on registered notes will be paid by issue of interest checks in regular course to holders of record on October 15, 1970, the date the transfer books closed.

The payment and delivery date for the notes will be November 16.

(Over)

NOTICE OF CLOSING HOUR FOR RECEIPT OF SUBSCRIPTIONS
TO CURRENT TREASURY NOTE OFFERING

The Treasury Department today called particular attention to the time its books will be open for subscriptions in the current offering of Treasury Notes. In announcing the offering it stated:

"Subscription books for the exchange offering will be open until 8 p.m., local time, Thursday, October 29, 1970. To be timely subscriptions MUST BE RECEIVED by a Federal Reserve Bank or Branch or by the Office of the Treasurer of the United States by such time, except that subscriptions addressed to a Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States postmarked before midnight Wednesday, October 28, 1970, will be deemed to be timely. Banks need submit by the closing hour only the total amount of customers' subscriptions for each new issue, provided that the usual detailed information for such subscriptions is furnished by Friday, October 30."

Subscribers who intend to mail their subscriptions to the Federal Reserve Bank or Branch should note that subscriptions placed in a post office or mail box before midnight Wednesday, October 28, may not receive a timely postmark.

Those banks that elect to submit only the total amount of customers' subscriptions by the closing hour must submit the detailed information for such subscriptions in time to be received by this Bank or its Branch by the close of business, 3 p.m., October 30.

As indicated in our Circular No. 6618, dated October 14, 1970, if there is any doubt that mail will not reach this Bank or its Branch as required above, subscribers should use other means of transmitting their subscriptions.

The official offering circulars and subscription forms for this offering will be mailed to reach you by Monday, October 26.

Alfred Hayes,
President.