

FEDERAL RESERVE BANK

(New Issue)

OF NEW YORK

United States of America

March 9, 1922

Circular No. 444

NEW ISSUES OF TREASURY NOTES AND TREASURY CERTIFICATES

To Holders of 4¾ per cent. Victory Notes and Investors in Treasury Certificates:

The Secretary of the Treasury is offering a new issue of 4¾ per cent. 4-year Treasury notes in exchange for 4¾ per cent. Victory notes. Investors holding Victory notes of that series may surrender them to us and receive the new notes in exchange with an adjustment of accrued interest.

The new notes are dated March 15, 1922, mature on March 15, 1926, and bear the same exemptions from taxation as the 4¾ per cent. issue of Victory notes, but they are not callable before maturity.

The Treasury is also offering a new issue of 4¼ per cent. 1-year Treasury certificates of indebtedness which may be purchased in the usual way by cash or by book credit or by Treasury certificates maturing March 15 or

April 1. Please use the appropriate forms enclosed when applying for the notes or the certificates in order to facilitate the handling of these separate transactions.

The text of the Treasury's offerings and a reprint of Secretary Mellon's announcement are given in full on the following pages.

Very truly yours,

Wm. C. Anderson

Governor

(New Issue)

# Federal Reserve Bank of New York

Offering of

United States of America

Four and Three-Quarters Per Cent. Treasury Notes

SERIES A—1926

Dated and bearing interest from March 15, 1922.

Due March 15, 1926.

Offered only in Exchange for  $4\frac{3}{4}$  Per Cent. Victory Notes

To all Banks, Trust Companies, Savings Banks, Bankers, Investment Dealers  
and Principal Corporations in the Second Federal Reserve District:

The Secretary of the Treasury offers for subscription, at par, through the Federal Reserve Banks, in exchange for  $4\frac{3}{4}$  per cent. Victory notes, Treasury notes of Series A-1926, of an issue of gold notes of the United States authorized by the Act of Congress approved September 24, 1917, as amended. The notes will be dated and bear interest from March 15, 1922, will be payable March 15, 1926, and will bear interest at the rate of four and three-quarters per cent. per annum payable semiannually on September 15 and March 15 in each year.

Applications will be received at the Federal Reserve Banks.

Bearer notes with interest coupons attached will be issued in denominations of \$100, \$500, \$1,000, \$5,000, \$10,000, and \$100,000. The notes are not subject to call for redemption before maturity, and will not be issued in registered form. The principal and interest of the notes will be payable in United States gold coin of the present standard of value.

The notes of said series shall be exempt, both as to principal and interest, from all taxation now or hereafter imposed by the United States, any State, or any of the possessions of the United States, or by any local taxing authority, except (a) estate or inheritance taxes, and (b) graduated additional income taxes, commonly known as surtaxes, and excess-profits and war-profits taxes, now or hereafter imposed by the United States, upon the income or profits of individuals, partnerships, associations, or corporations.

Notes of this series will be accepted at par, with an adjustment of accrued interest, during such time and under such rules and regulations as shall be prescribed or approved by the Secretary of the Treasury, in payment of income and profits taxes payable at or within six months before the maturity of the notes. Any of the notes which have been owned by any person continuously for at least six months prior to the date of his death, and which upon such date constitute part of his estate, shall, under rules and regulations prescribed by the Secretary of the Treasury, be receivable by the United States at par and accrued interest in payment of any estate or inheritance taxes imposed by the United States, under or by virtue of any present or future law upon such estate or the inheritance thereof. The notes of this series will be acceptable to secure deposits of public moneys, but do not bear the circulation privilege.

The right is reserved to reject any subscription and to allot less than the amount of notes applied for and to close the subscriptions at any time without notice. Payment for notes allotted must be made on or before March 15, 1922, or on later allotment in Victory notes of the  $4\frac{3}{4}$  per cent. series, which will be accepted at the Federal Reserve Banks at par, with an adjustment of accrued interest. Victory notes in coupon form must have all unmatured coupons attached, and if in registered form must be duly assigned to the Secretary of the Treasury for redemption in accordance with the general regulations of the Treasury Department governing assignments. Interest adjustments will be made as of March 15, 1922, and accrued interest to that date on Victory notes accepted in payment will be paid in cash through the Federal Reserve Banks. Payment for the notes now offered can not be made in cash or by credit. After allotment and upon payment Federal Reserve Banks may issue interim receipts pending delivery of the definitive notes. As fiscal agents of the United States, Federal Reserve Banks are authorized and requested to receive subscriptions and to make allotments in full in the order of the receipt of applications up to the amounts indicated by the Secretary of the Treasury to the Federal Reserve Banks of the respective districts.

Very truly yours,

BENJ. STRONG,  
Governor.

New York, March 9, 1922

(New Issue)

## Federal Reserve Bank of New York

Offering of \$250,000,000 (or thereabouts)

### United States of America 4¼ Per Cent. Treasury Certificates of Indebtedness Series TM-1923, Dated and Bearing Interest from March 15, 1922 Due March 15, 1923

**To all Banks, Trust Companies, Savings Banks, Bankers, Investment Dealers  
and Principal Corporations in the Second Federal Reserve District:**

The Secretary of the Treasury, under the authority of the act approved September 24, 1917, as amended, offers for subscription, at par and accrued interest, through the Federal Reserve Banks, Treasury certificates of indebtedness, Series TM-1923, dated and bearing interest from March 15, 1922, payable March 15, 1923, with interest at the rate of four and one-quarter per cent. per annum payable semiannually.

Applications will be received at the Federal Reserve Banks.

Bearer certificates will be issued in denominations of \$500, \$1,000, \$5,000, \$10,000, and \$100,000. The certificates will have two interest coupons attached, payable September 15, 1922, and March 15, 1923.

The certificates of said series shall be exempt, both as to principal and interest, from all taxation now or hereafter imposed by the United States, any State, or any of the possessions of the United States, or by any local taxing authority, except (a) estate or inheritance taxes, and (b) graduated additional income taxes, commonly known as surtaxes, and excess profits and war-profits taxes, now or hereafter imposed by the United States, upon the income or profits of individuals, partnerships, associations, or corporations. The interest on an amount of bonds and certificates authorized by said act approved September 24, 1917, and amendments thereto, the principal of which does not exceed in the aggregate \$5,000, owned by any individual, partnership, association or corporation, shall be exempt from the taxes provided for in clause (b) above.

Certificates of this series will be accepted at par, with an adjustment of accrued interest, during such time and under such rules and regulations as shall be prescribed or approved by the Secretary of the Treasury, in payment of income and profits taxes payable at the maturity of the certificates. The certificates do not bear the circulation privilege.

The right is reserved to reject any subscription and to allot less than the amount of certificates applied for and to close the subscriptions at any time without notice. Payment at par and accrued interest for certificates allotted must be made on or before March 15, 1922, or on later allotment. After allotment and upon payment Federal Reserve Banks may issue interim receipts pending delivery of the definitive certificates. Any qualified depository will be permitted to make payment by credit for certificates 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. Treasury certificates of indebtedness of Series TM-1922, Series TM2-1922 and Series TM3-1922, all maturing March 15, 1922, and Series C-1922, maturing April 1, 1922, with any unmaturing interest coupons attached will be accepted at par, with an adjustment of accrued interest in payment for any certificates of the Series TM-1923 now offered which shall be subscribed for and allotted.

As fiscal agents of the United States, Federal Reserve Banks are authorized and requested to receive subscriptions and 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.

Yours very truly,

BENJ. STRONG,

Governor.

New York, March 9, 1922



Federal Reserve Bank of New York

Offering of \$250,000,000 (or thereabouts)

United States of America  
Series TM-1923, Dated and Bearing Interest from March 15, 1922  
Due March 15, 1923

**Statement by Secretary Mellon**

*Washington, March 9, 1922*

The Secretary of the Treasury, under the authority of the act approved September 24, 1917, as amended, offers for subscription at par and accrued interest through the Federal Reserve Banks Treasury certificates of indebtedness Series TM-1923 dated and bearing interest from March 15, 1922, per annum...

The Treasury is announcing an offering, on the usual terms, of \$250,000,000, or thereabouts, of one year 4¼ per cent. Treasury certificates of indebtedness designated Series TM-1923, dated March 15, 1922, due March 15, 1923. Subscriptions will be received through the Federal Reserve Banks. About \$530,000,000 of Treasury certificates mature on March 15, 1922, and about \$52,000,000 additional on April 1, 1922. On March 15, there will become payable about \$107,000,000 of interest on the public debt, and on April 15, about \$135,000,000 of interest on the Fourth Liberty Loan. Against these payments the Treasury expects to receive during March about \$460,000,000 on account of income and profits tax collections in addition to its ordinary revenues. The one year Treasury certificates are being offered in order to provide for the Treasury's remaining cash requirements.

The Treasury is announcing at the same time an offering of four year 4¾ per cent. Treasury notes designated Series A-1926, dated March 15, 1922, due March 15, 1926. These notes are offered only in exchange for 4¾ per cent. Victory notes, which will be accepted at the Federal Reserve Banks at par, with an adjustment of accrued interest, in payment for any of the new notes which may be subscribed for and allotted. Payment for the notes cannot be made in cash or by credit, nor can payment be made in Treasury certificates or in 3¾ per cent. Victory notes. This offer of four year Treasury notes is made in order to provide for the gradual retirement of Victory notes pursuant to the refunding plans already announced, and should prove attractive to large numbers of holders of Victory notes. The Treasury is not announcing any fixed amount for the offering of notes, but the Secretary of the Treasury reserves the right to close the subscriptions at any time without notice.

New York, March 9, 1922