

Federal Reserve Bank of New York  
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FEDERAL RESERVE BANK  
OF NEW YORK

Certificates of Indebtedness  
Department

[Circular No. 466]  
June 8, 1922

New Issues of Treasury Notes and Treasury Certificates

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

Two new issues of Treasury notes and Treasury certificates are today offered for subscription by the Secretary of the Treasury. The notes are offered in a limited amount in exchange for 4¾ per cent. Victory notes only. They run for three and one-half years from June 15, 1922, bear interest at 4⅞ per cent. and mature on December 15, 1925. They are acceptable in payment of income and profits taxes payable at or within six months before their maturity. Attention is directed to the fact that as the notes are issued in exchange only, payment cannot be made in cash or by book credit, nor by certificates of indebtedness of any series, and subscribers are requested to observe the instructions on the subscription blanks when exchanging coupon or registered 4¾ per cent. Victory notes and to use the appropriate form in each case.

✓ Encl.?

The new certificates run for one year and bear interest at 3¾ per cent. They are dated June 15, 1922, and mature on June 15, 1923, and are acceptable at their maturity in payment of income and profits taxes. The offering is for \$250,000,000 or thereabouts. Qualified depositories may make payment by book credit, as usual. The certificates may also be purchased by check or cash or by charge to the reserve account of a member bank. Treasury certificates maturing on June 15, 1922, and on August 1, 1922, and 3¾ per cent. Victory notes in coupon or registered form are acceptable in payment at par with an adjustment of interest.

Secretary Mellon's statement on the new issues together with the texts of the official offerings are given for your convenient reference on the following pages.

Very truly yours,

BENJ. STRONG,  
Governor.

Very truly yours,  
BENJ. STRONG,  
Governor.

(New Issue)

# Federal Reserve Bank of New York

Offering of

United States of America

Four and Three-Eighths Per Cent. Treasury Notes

SERIES B-1925

Dated and bearing interest from June 15, 1922.

Due December 15, 1925.

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, a limited amount of Treasury notes of Series B-1925, 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 June 15, 1922, will be payable December 15, 1925, and will bear interest at the rate of four and three-eighths per cent. per annum payable semiannually on December 15 and June 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 June 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, without adjustments of accrued interest as of June 15, 1922. Victory notes in coupon form must have interest coupons attached maturing December 15, 1922, and May 20, 1923, but interest coupons maturing June 15, 1922, must be detached and collected in ordinary course when due. Victory notes 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. After allotment and upon payment Federal Reserve Banks may issue interim receipts pending delivery of the definitive notes. Payment for the notes now offered cannot be made in cash or by credit, nor will Treasury certificates of indebtedness of any series be accepted in payment. 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, June 8, 1922

(New Issue)

# Federal Reserve Bank of New York

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

United States of America

## Three and Three-Quarters Per Cent. Treasury Certificates of Indebtedness

SERIES TJ—1923

Dated and bearing interest from June 15, 1922.

Due June 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 T J-1923, dated and bearing interest from June 15, 1922, payable June 15, 1923, with interest at the rate of three and three-quarters 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 December 15, 1922, and June 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.

The 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 June 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 T J-1922 and Series T J 2-1922, both maturing June 15, 1922, and Series B-1922, maturing August 1, 1922, with any unmaturing interest coupons attached, and Victory notes of the  $3\frac{3}{4}$  per cent. series (which have been called for redemption on June 15, 1922), will be accepted at par, with an adjustment of accrued interest, in payment for any certificates of the Series T J-1923 now offered which shall be subscribed for and allotted. Victory notes of the  $3\frac{3}{4}$  per cent. series in coupon form must have all unmaturing 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.

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, June 8, 1922.

Federal Reserve Bank of New York

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

Statement by Secretary Mellon

Three and Three-Quarters Per Cent. Treasury Certificates of Indebtedness

SERIES B-1925

Washington, June 8, 1922

Dated and bearing interest from June 15, 1922. Due June 15, 1923.

The Treasury is today announcing, in pursuance of its plans for refunding the short dated debt, an offering of 3 1/2-year 4 3/8 per cent. Treasury notes, designated Series B-1925, dated June 15, 1922, due December 15, 1925, which can be obtained only in exchange for 4 3/4 per cent. Victory notes. Applications will be received through the Federal Reserve Banks and exchanges will be made as of June 15, 1922, at par without adjustments of accrued interest. Payment for the new notes cannot be made in cash or by credit nor will either Treasury certificates or 3 3/4 per cent. Victory notes be accepted in exchange.

The Treasury is not announcing any fixed amount for the offering of notes, but the Secretary of the Treasury reserves the right to reject any applications and to close the subscriptions at any time without notice. The 4 3/4 per cent. Victory notes which will be received in exchange for the new notes mature on May 20, 1923, but may be called for redemption in whole or in part at the option of the United States on December 15, 1922, and it is the Treasury's intention to call a substantial amount for redemption on that date. This offering of Treasury notes, therefore, affords an opportunity to holders of 4 3/4 per cent. Victory notes to acquire by exchange a new obligation of the United States running for three and one half years at an attractive rate of interest, in place of Victory notes, which will be payable either December 15, 1922, or May 20, 1923, depending upon the call for redemption.

The Treasury is announcing at the same time an offering of one year 3 3/4 per cent. Treasury certificates of indebtedness in the amount of \$250,000,000, or thereabouts, on the usual terms. The certificates are designated Series TJ-1923, are dated June 15, 1922, and will be payable June 15, 1923.

On June 15, 1922, there will become payable about \$380,000,000 of maturing Treasury certificates of indebtedness, about \$250,000,000 of 3 3/4 per cent. Victory notes called for redemption on that date, and about \$125,000,000 of interest on the public debt. Against these payments the Treasury expects to receive during June about \$300,000,000, on account of income and profits tax collections, and according to the best estimates now available it will need about \$250,000,000 additional over and above existing balances with depositaries to meet its current requirements.

Very truly,  
Secretary