

**FEDERAL RESERVE BANK
OF NEW YORK**
Fiscal Agent of the United States

[Circular No. 4435]
March 15, 1957]

TREASURY FINANCING

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

The following statement was made public today :

The Treasury Department announced today that on Monday, March 18, it will offer for cash subscription \$3 billion, or thereabouts, of additional amounts of outstanding public debt issues. The offering will consist of an additional \$750 million, or thereabouts, of the 3½ percent Treasury Notes of Series A-1960, dated and bearing interest from February 15, 1957, and due May 15, 1960, and \$2,250 million, or thereabouts, of the 3⅜ percent Treasury Certificates of Indebtedness of Series A-1958, dated and bearing interest from February 15, 1957, and due February 14, 1958. In addition, up to \$100 million of the notes may be allotted to Government investment accounts. Both issues will be offered at par and accrued interest from February 15, 1957, to March 28, 1957. The books will be open only for one day, on March 18.

Subscriptions for either issue from commercial banks, which for this purpose are defined as banks accepting demand deposits, for their own account, will be received without deposit, but will be restricted in each case to an amount not exceeding the combined capital, surplus and undivided profits of the subscribing bank. A payment of 3 percent of the amount of securities subscribed for must be made on all other subscriptions. The new securities may be paid for by credit in Treasury Tax and Loan Accounts.

Commercial banks and other lenders are requested to refrain from making unsecured loans, or loans collateralized in whole or in part by the securities subscribed for, to cover the 3 percent deposits required to be paid when subscriptions are entered.

Any subscription addressed to a Federal Reserve Bank or Branch, or to the Treasurer of the United States, and placed in the mail before midnight, March 18, will be considered as timely.

The Treasury has advised us that payment for the new securities is to be made on March 28, 1957. Subscription forms for the offerings will be mailed to reach you on Monday, March 18. Please note that the subscription books will be open for only one day, March 18.

ALFRED HAYES,
President.