

No. XIV.

AN ORDINANCE to amend "*The Paper Currency Ordinance,*" Session VIII., No. 16. [31st July, 1851.]

PAPER CURRENCY
AMENDMENT.

WHEREAS by an Ordinance enacted by the Lieutenant-Governor of New Zealand, with the advice and consent of the Legislative Council thereof, (Session VIII., No. 16,) intituled "*An Ordinance to authorize the establishment of a Colonial Bank of Issue by the Government of New Zealand, to make and issue a Paper Currency, and to prohibit the making and issuing of Paper Money by Private Individuals,*" it is provided that a certain amount of the cash to be received at any office of the said Bank shall be kept by the Manager to meet the current demands of the public, and that the residue thereof shall be invested or placed out at interest by or under the direction of the Governor for the time being: And whereas it is expedient that other provision be made in that behalf:

Preamble.

BE IT THEREFORE ENACTED by the Governor-in-Chief of New Zealand, with the advice and consent of the Legislative Council thereof, as follows:—

1. So much of the said recited Ordinance as relates to the amount of cash to be kept by such Manager for the purpose aforesaid, and to the investment of the residue of the cash to be received at any such office, shall be and the same is hereby repealed.

Part of Paper
Currency Ordinance
repealed.

2. And be it further enacted that the cash to be from time to time received at any such office in exchange for notes shall be applied and disposed of in manner following and not otherwise, that is to say,—So much of the said cash as shall be equal in amount to one-third part, at the least, of the amount of such notes for the time being in circulation shall always be kept to meet the current demands of the public by the Manager conducting the business of such office under his own control and custody, subject nevertheless to inspection and account as in the said recited Ordinance mentioned, and the residue of such cash shall from time to time be invested in the public securities of Great Britain, by or under the direction of the Governor for the time being.

One-third of the
cash to be retained
in the Bank, and the
residue to be invested
in the public securi-
ties of Great Britain.

3. And whereas by the said recited Ordinance it is enacted that it shall be lawful for the Union Bank of Australia to continue to issue its own bank notes to the extent of the amount certified in the said recited Ordinance mentioned until a day to be fixed by the Governor

Period fixed to Bank
of Australia respect-
ing issue of its notes.

in

New Zealand Company's Land Claimants.

in Council : And whereas it is expedient that other provision be made in that behalf : Be it enacted that the said Union Bank of Australia shall cease to issue its own notes to an amount which has been ascertained in the manner aforesaid on and after the first day of October, one thousand eight hundred and fifty-two.

Commencement of
Ordinance.

4. This Ordinance shall come into operation on the first day of October, one thousand eight hundred and fifty-one.
