



**THE POST OFFICE SAVINGS BANK (LOANS) INTEREST NOTICE  
1984**

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PURSUANT to section 119 (3) of the Post Office Act 1959, the Minister of Finance hereby gives the following notice.

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**NOTICE**

**1. Title and commencement**—(1) This notice may be cited as the Post Office Savings Bank (Loans) Interest Notice 1984.

(2) This notice shall come into force on the 6th day of August 1984.

**2. Maximum rate of interest on mortgages and loans**—The maximum rate of interest payable by any borrower in respect of any amount advanced by way of a mortgage or personal loan shall be a true interest rate of 15 percent per annum for the term of the advance.

**3. Maximum rate of interest on overdrafts**—The maximum rate of interest payable by any borrower in respect of any amount advanced by way of overdraft shall be a true interest rate of 15 percent per annum with daily rests for the term of the overdraft.

**4. Maximum rate of interest on payments in default**—Where any borrower is in default in the payment of any sum to the Postmaster-General in respect of any amount advanced by way of a mortgage or personal loan, whether the sum payable is in respect of principal or interest, the maximum rate of interest payable on that sum from the date of default until the date the sum is paid shall be at the true rate of interest payable by the borrower on the principal sum.

**5. Revocations**—The following notices are hereby revoked—

- (a) The Post Office Savings Bank (Personal Loans) Interest Notice 1979\*;
- (b) The Post Office Savings Bank (Personal Loans) Interest Notice 1979, Amendment No. 1†.

Dated at Wellington this 2nd day of August 1984.

**R. O. DOUGLAS,**  
Minister of Finance.

EXPLANATORY NOTE

*This note is not part of the notice, but is intended to indicate its general effect.*

This notice fixes the maximum true rate of interest for the term of a loan—

(a) In the case of any amount advanced by way of a mortgage or personal loan from the

Post Office Savings Bank at 15 percent per annum:

(b) In the case of any amount advanced by way of overdraft from the Post Office Savings Bank at 15 percent per annum, with daily rests.

The same maximum rate of interest applies to any sum in default for the period from the date of default until the day of payment.

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Issued under the authority of the Regulations Act 1936.

Date of notification in *Gazette*: 3 August 1984.

This notice is administered in the Post Office.