

1985/66



THE POST OFFICE SAVINGS BANK (LOANS) INTEREST NOTICE 1985

PURSUANT to section 115 (4) of the Post Office Act 1959 (as substituted by section 2 of the Post Office Amendment Act 1985) the Postmaster-General hereby gives the following notice.

NOTICE

1. Title and commencement—(1) This notice may be cited as the Post Office Savings Bank (Loans) Interest Notice 1985.

(2) This notice shall come into force on the 15th day of April 1985.

2. Maximum rate of interest on secured personal loans—The maximum rate of interest payable by any borrower in respect of any amount advanced by way of secured personal loan (not being a loan made on overdraft) shall be 19 percent per annum.

3. Maximum rate of interest on unsecured or partly secured personal loans—The maximum rate of interest payable by any borrower in respect of any amount advanced by way of unsecured or partly secured personal loan (not being a loan made on overdraft) shall be 20 percent per annum.

4. Maximum rate of interest on authorised overdrafts—The maximum rate of interest payable by any borrower in respect of amounts advanced by way of authorised overdraft shall be 25 percent per annum calculated on a daily basis on any amount outstanding from time to time.

5. Maximum rate of interest on unauthorised overdrafts—(1) Subject to subclause (2) of this clause, where an account is overdrawn without the approval of the Postmaster-General, or is overdrawn by an amount which exceeds the amount authorised by the Postmaster-General, the maximum rate of interest payable on the amount of the overdraft or the amount of the excess, as the case may be, shall be the rate of interest charged in respect of authorised overdrafts plus 5 percent per annum calculated on a daily basis.

(2) The rate of interest payable under subclause (1) of this clause shall not exceed 25 percent per annum calculated on a daily basis.

6. 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 secured personal loan, or an unsecured personal loan, or a partly secured 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 the rate of interest payable by the borrower on the principal sum.

7. Revocation—The Post Office Savings Bank (Loans) Interest Notice (No. 2) 1984* is hereby revoked.

Dated at Wellington this 11th day of April 1985.

JONATHAN HUNT,
Postmaster-General.

*S.R. 1984/256

EXPLANATORY NOTE

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

This notice, which comes into force on 15 April 1985, increases the maximum rate of interest that may be charged by the Post Office Savings Bank on secured personal loans from 18 percent to 19 percent per annum.

Issued under the authority of the Regulations Act 1936.
Date of notification in *Gazette*: 12 April 1985.
This notice is administered in the Post Office.