

**1972/234**

**THE POST OFFICE SAVINGS BANK REGULATIONS 1944,  
AMENDMENT NO. 11**

—  
DENIS BLUNDELL, Governor-General  
ORDER IN COUNCIL

At the Government House at Wellington this 24th day of October 1972

Present:

HIS EXCELLENCY THE GOVERNOR-GENERAL IN COUNCIL

PURSUANT to the Post Office Act 1959, His Excellency the Governor-General, acting by and with the advice and consent of the Executive Council, hereby makes the following regulations.

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**REGULATIONS**

**1. Title and commencement**—(1) These regulations may be cited as the Post Office Savings Bank Regulations 1944, Amendment No. 11, and **shall be read together with and deemed part of the Post Office Savings Bank Regulations 1944\*** (hereinafter referred to as the principal regulations).

(2) These regulations shall come into force on the 1st day of November 1972.

**2. Entry in depositor's book**—The principal regulations are hereby amended by adding to regulation 23 (as substituted by regulation 3 of the Post Office Savings Bank Regulations 1944, Amendment No. 10) the following proviso:

“Provided that no such entry shall entitle the depositor to withdraw the amount of any cheque, bill of exchange, or other document until the amount has been collected.”

**3. Computation of 1-year investment account interest**—The principal regulations are hereby further amended by inserting, after regulation 94, the following regulation:

“94A. Interest payable on money in a 1-year investment account shall be computed with daily rests from the date the money was deposited up to and including the expiry of the term of investment or the earlier withdrawal of the money.”

**4. Time of payment of interest**—The principal regulations are hereby further amended by inserting after regulation 94A (as so inserted) the following regulation:

\*Reprinted with Amendments Nos. 1 to 9: S.R. 1971/50  
Amendment No. 10: S.R. 1971/196

“94B. Interest payable on money in an investment account shall be paid on the expiry of the term of investment or, in the case of money withdrawn before such expiry, the interest shall be paid when the withdrawal is made:

“Provided that the depositor may elect to have any interest paid to him at such other times as the Postmaster-General may approve.”

**5. Adjustment of interest**—The principal regulations are further amended by inserting after regulation 94B (as so inserted) the following regulation:

“94C. Where money is withdrawn from an investment account before the expiry of the term of investment, the Postmaster-General shall deduct therefrom any interest paid in excess of the appropriate amount by reason of such withdrawal or may recover the excess interest as a debt due to the Postmaster-General by the depositor.”

**6. Computation of 2-year investment account interest**—The principal regulations are hereby further amended by inserting after regulation 94C (as so inserted) the following regulation:

“94D. Interest payable on money in a 2-year investment account shall be computed with daily rests from the date the money was deposited up to and including the expiry of the term of investment or the earlier withdrawal of the money, and, except where interest is payable in accordance with the proviso to regulation 94B of these regulations, any interest payable in respect of the first year of the term of investment shall be added to and become part of the investment for the purpose of calculating the interest payable in respect of any subsequent portion of the term of investment.”

P. J. BROOKS,

Clerk of the Executive Council.

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#### EXPLANATORY NOTE

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

Regulation 2 provides that a deposit entry in a passbook does not entitle a depositor to withdraw the amount of a cheque or other document until it has been collected.

Regulation 3 provides for the computation of interest on money in 1-year investment accounts.

Regulation 4 provides optional times for the payment of interest on money in investment accounts.

Regulation 5 provides for an adjustment on the withdrawal of money from an investment account before the expiry of the term of investment if interest has been paid previously at a rate in excess of the rate applicable by reason of the withdrawal.

Regulation 6 provides for the computation of interest on money in a 2-year investment account and gives depositors the option to elect to receive simple interest instead of compound interest.

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Issued under the authority of the Regulations Act 1936.

Date of notification in *Gazette*: 26 October 1972.

These regulations are administered in the Post Office.