



**THE PRIVATE SAVINGS BANKS REGULATIONS 1964,
AMENDMENT NO. 4**

ARTHUR PORRITT, Governor-General

ORDER IN COUNCIL

At the Government House at Wellington this 31st day of August 1970

Present:

HIS EXCELLENCY THE GOVERNOR-GENERAL IN COUNCIL

PURSUANT to the Private Savings Banks Act 1964, His Excellency the Governor-General, acting by and with the advice and consent of the Executive Council, hereby makes the following regulations.

REGULATIONS

1. Title and commencement—(1) These regulations may be cited as the Private Savings Banks Regulations 1964, Amendment No. 4, and shall be read together with and deemed part of the Private Savings Banks Regulations 1964* (hereinafter referred to as the principal regulations).

(2) These regulations shall come into force on the 1st day of September 1970.

2. Classes of accounts—Regulation 14 of the principal regulations is hereby amended by revoking paragraph (b) of subclause (1), and substituting the following paragraphs:

“(b) A 1-year investment account:

“(bb) A 2-year investment account:”.

3. One-year investment accounts—The principal regulations are hereby further amended by omitting the heading “PART IV—INVESTMENT ACCOUNTS”, after regulation 51, and substituting the heading “PART IV—ONE-YEAR INVESTMENT ACCOUNTS”.

4. Persons who may be depositors—Regulation 52 of the principal regulations is hereby amended—

(a) By omitting from subclause (1) the words “an investment account”, and substituting the words “a 1-year investment account”:

(b) By omitting from subclause (2) the words “investment account”, and substituting the words “1-year investment account”.

*S.R. 1964/138

Amendment No. 1: S.R. 1966/128

Amendment No. 2: S.R. 1967/256

Amendment No. 3: S.R. 1969/270

5. Term of accounts—Regulation 53 of the principal regulations is hereby amended—

- (a) By omitting the words “investment accounts lodged on the condition that they shall not be withdrawn within such period, being not less than one year, as may be agreed upon between the company and the depositor”, and substituting the words “1-year investment accounts lodged for a term of 1 year from the date of deposit”:
- (b) By omitting from the proviso the words “an investment account”, and substituting the words “a 1-year investment account”.

6. Amount of deposits—Regulation 54 of the principal regulations is hereby amended by inserting, before the words “Investment account”, the word “One-year”.

7. Reinvestment—The principal regulations are hereby further amended by revoking regulation 55, and substituting the following regulation:

“55. Any investment, or portion thereof, that is not withdrawn within 1 year after the date of deposit, shall be treated as reinvested for a further term of 1 year.”

8. Withdrawal before completion of term—Regulation 56 of the principal regulations is hereby amended by inserting, before the words “investment account”, the word “1-year”.

9. Time of payment of interest—The principal regulations are hereby further amended by inserting, after regulation 56, the following regulation:

“56A. Any interest payable to a depositor in respect of an investment shall be paid on the expiry of the term of investment or on its earlier withdrawal.”

10. Computation of interest—Regulation 58 of the principal regulations is hereby amended by omitting the words “an investment account”, and substituting the words “a 1-year investment account”.

11. Two-year investment accounts—The principal regulations are hereby further amended by inserting, after the said regulation 58, the following heading and regulations:

“PART IVA—TWO-YEAR INVESTMENT ACCOUNTS

“58A. **Application of Part IV**—The provisions of Part IV of these regulations, other than regulation 58, shall apply in respect of 2-year investment accounts as if references in that Part to 1-year investment accounts were references to 2-year investment accounts, and as if references in that Part to a period of 1 year were references to a period of 2 years.

“58B. **Interest**—(1) Any interest payable in respect of a 2-year investment account deposit, or portion thereof, that is withdrawn within 1 year after the date of deposit shall be computed as from the date on which the deposit was made up to and including the date of withdrawal.

“(2) Any interest payable in respect of a 2-year investment account deposit, or portion thereof, that is not withdrawn within 1 year after the date of deposit shall be computed as from the date on which the deposit was made up to and including the date of the expiry of the term of investment or its earlier withdrawal; and, for the purpose of calculating the interest payable in respect of any period after the first year of the term of investment, the interest payable in respect of the first year shall be added to and become part of the investment.”

P. J. BROOKS,
Clerk of the Executive Council.

EXPLANATORY NOTE

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

These regulations provide for the introduction of 2-year investment accounts and set out the conditions applicable thereto.

Issued under the authority of the Regulations Act 1936.
Date of notification in *Gazette*: 31 August 1970.
These regulations are administered in the Treasury.