



THE PRIVATE SAVINGS BANKS REGULATIONS 1964,
AMENDMENT NO. 7

DENIS BLUNDELL, Governor-General

ORDER IN COUNCIL

At the Government House at Wellington this 26th day of July 1977

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. 7, 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 day after the date of their notification in the *Gazette*.

2. Interpretation—(1) Regulation 2 of the principal regulations is hereby amended by inserting, after the definition of the term “institution”, the following definition:

“‘Investment account’ means a deposit account where the deposit is for a specified term of not less than 30 days and in respect of which a lower rate of interest is payable on money withdrawn before the expiry of the specified term.”

(2) The said regulation 2 is hereby further amended by adding the following definition:

“‘Term deposit’ means any deposit account where the fixed term of the deposit is not less than 30 days.”

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

“(b) An investment account.”

(2) The said regulation 14 (1) is hereby further amended by adding the following paragraph:

“(f) A term deposit.”

(3) The said regulation 14 is hereby further amended by revoking subclause (2).

4. Persons entitled to open ordinary accounts—Regulation 51 (2) of the principal regulations is hereby amended by omitting the words “Subject to the provisions of section 13 (8) of the Act, an”, and substituting the word “An”.

5. Revocations—(1) Parts IV, IVA, IVB, and IVc of the principal regulations are hereby revoked.

6. Consequential revocations—The following regulations are hereby consequentially revoked:

- (a) The Private Savings Banks Regulations 1964, Amendment No. 4*:
- (b) The Private Savings Banks Regulations 1964, Amendment No. 5†:
- (c) The Private Savings Banks Regulations 1964, Amendment No. 6‡.

P. G. MILLEN,

Clerk of the Executive Council.

*S.R. 1970/166

†S.R. 1972/226

‡S.R. 1975/105

EXPLANATORY NOTE

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

Regulation 2 defines the terms “investment account” and “term deposit”.

Regulation 3, subclause (1) omits references to 6-month, 1-year, 2-year, and 3-year investment accounts from the classes of accounts to which deposits may be lodged, and substitutes investment accounts. The result is that investment accounts may be for such term or terms of not less than 30 days as each savings bank company determines.

Subclause (2) adds term deposits to the classes of accounts which a savings bank company may offer.

Subclause (3) revokes the provision whereby a depositor may not have more than one account of any class of account.

Regulation 4 omits a reference to a provision in the Private Savings Banks Act 1964 which provides that no depositor shall have more than one account of any prescribed class. That provision is to be repealed.

Regulation 5 revokes the provisions relating to investment accounts of specified terms. Each savings bank company will now be free, subject to clause 4 (2) of the Private Savings Banks Interest Order 1977, to fix the conditions applying to investment accounts.

Regulation 6 provides for consequential revocations.

Issued under the authority of the Regulations Act 1936.

Date of notification in *Gazette*: 28 July 1977.

These regulations are administered in the Reserve Bank of New Zealand.