

1977/90



**THE PRIVATE SAVINGS BANKS (GOVERNMENT
SECURITIES) ORDER 1977**

DENIS BLUNDELL, Governor-General

ORDER IN COUNCIL

At the Government Buildings at Wellington this 26th day of April 1977

Present:

THE RIGHT HON. R. D. MULDOON PRESIDING IN COUNCIL

PURSUANT to section 34C of the Reserve Bank of New Zealand Act 1964, His Excellency the Governor-General, acting by and with the advice and consent of the Executive Council, hereby makes the following order.

ORDER

1. Title and commencement—(1) This order may be cited as the Private Savings Banks (Government Securities) Order 1977.

(2) This order shall come into force on the 30th day of April 1977.

2. Minimum holdings of Government securities—Every private savings bank as defined in section 2 of the Private Savings Banks Act 1964 shall hold—

- (a) In respect of money deposited in ordinary accounts, thrift club accounts, and special purpose accounts, Government securities of an amount equal to not less than 62 percent of the difference between all money so deposited and the amount required by section 15 of the Private Savings Banks Act 1964 to be kept immediately available, being Government securities that—
- (i) Are purchased from the Minister or his nominee; and
 - (ii) Bear interest at the rate of 3 $\frac{3}{4}$ percent per annum; and
 - (iii) Mature on such date and are subject to such other conditions, if any, as the Minister may determine from time to time:
- (b) In respect of money deposited in home lay-by accounts, Government securities of an amount equal to not less than 62 percent of the difference between all money so deposited and the amount required by section 15 of the Private Savings Banks Act 1964 to be kept immediately available:
- (c) In respect of money deposited in investment accounts, Government securities of an amount equal to not less than—

(i) During the period commencing on the 30th day of April 1977 and ending with the 30th day of July 1977, 68 percent of the difference between all money so deposited and the amount required by section 15 of the Private Savings Banks Act 1964 to be kept immediately available:

(ii) On and after the 31st day of July 1977, 64 percent of the difference between all money so deposited and the amount required by section 15 of the Private Savings Banks Act 1964 to be kept immediately available.

3. Revocation—The Private Savings Banks (Government Securities) Order 1976* is hereby revoked.

P. G. MILLEN,
Clerk of the Executive Council.

*S.R. 1976/65

EXPLANATORY NOTE

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

The order prescribes the minimum amounts of Government securities required to be held by private savings banks. The present ratio of 72 percent on deposits in investment accounts is reduced to 68 percent as from 30 April 1977 and to 64 percent as from 31 July 1977.

Issued under the authority of the Regulations Act 1936.
Date of notification in *Gazette*: 28 April 1977.
This order is administered in the Reserve Bank of New Zealand.