

1978/48



THE PRIVATE SAVINGS BANKS (GOVERNMENT  
SECURITIES) ORDER (NO. 2) 1978

KEITH HOLYOAKE, Governor-General

ORDER IN COUNCIL

At the Government Buildings at Wellington this 13th day of March 1978

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 (No. 2) 1978.

(2) This order shall come into force on the 17th day of March 1978.

**2. Minimum holdings of Government securities**—(1) Every private savings bank as defined in section 2 of the Private Savings Banks Act 1964 shall hold Government securities of an amount equal to not less than 56 percent of the difference between all money deposited in the bank and the amount required by section 15 of that Act to be kept immediately available.

(2) The Government securities required to be held in respect of money deposited in ordinary accounts, thrift club accounts, and special purpose accounts, shall be not less than the amount specified in sub-clause (1) of this clause and shall be Government Securities which—

- (a) Are purchased from the Minister or his nominee; and
- (b) Bear interest at the rate of  $3\frac{3}{4}$  percent per annum; and
- (c) Mature on such date and are subject to such other conditions (if any) as the Minister may determine from time to time:

Provided that the Minister may from time to time determine that each private savings bank may hold a specified amount of Government securities which bear interest at a rate of other than  $3\frac{3}{4}$  percent per annum.

**3. Revocation**—The Private Savings Banks (Government Securities) Order 1978\* is hereby revoked.

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

\*S.R. 1978/25

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EXPLANATORY NOTE

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

This order reduces the minimum amounts of Government securities required to be held by private savings banks. The present ratio of 57 percent is reduced to 56 percent as from 17 March 1978.

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Issued under the authority of the Regulations Act 1936.

Date of notification in *Gazette*: 16 March 1978.

This order is administered in the Reserve Bank of New Zealand.