

delivery of the foreign currency dealt in will be effected by telegraphic transfer. The following range of rates, for the main currencies used by New Zealand traders in settling foreign exchange transactions, will remain in force until replaced by a new schedule issued by the Reserve Bank. These rates do not apply to transactions for settlement after the expiration of two business days (forward transactions) or to transactions in which instruments are purchased which do not entitle the buyer to foreign currency balances in the foreign centre until the instruments have been delivered at the foreign centre. In the latter case interest at foreign centre rates may be deducted from the telegraphic transfer rate to compensate the purchaser for his loss during the transit period.

Country and Currency	Range of Rates
Australia (Dollar)9208 - .9680
Austria (Schilling)	14.3657- 15.1024
Belgium (Franc)	30.5143- 33.0572
Canada (Dollar)	1.1625- 1.2221
China (Renminbi)	1.6502- 1.7348
Denmark (Kroner)	5.4420- 5.7211
Fiji (Dollar)8683- .9129
France (Franc)	4.4933- 4.7237
Hong Kong (Dollar)	5.2629- 5.5328
India (Rupee)	8.4904- 8.9258
Italy (Lira)	871.1721-915.8467
Japan (Yen)	221.5511-232.9125
Malaysia (Ringgit)	2.2933- 2.4109
Netherlands (Guilder)	2.0879- 2.1950
New Caledonia and Tahiti (Franc)	81.6235- 85.8092
Norway (Kroner)	5.3074- 5.5795
Pakistan (Rupee)	10.1757- 10.6975
Portugal (Escudo)	50.4671- 53.0551
Singapore (Dollar)	2.2402- 2.3551
South Africa (Rand)8749- .9198
Spain (Peseta)	70.0704- 73.6637
Sri Lanka (Rupee)	15.3384- 18.0000
Sweden (Krona)	4.5292- 4.7615
Switzerland (Franc)	1.7405- 1.8298
United Kingdom (Pound)4988- .5244
United States of America (Dollar)	1.0175- 1.0697
West Germany (Deutschemark)	1.9236- 2.0222

Date: 26 April 1979.

Time: 9 a.m.

A. TULLOCH,
Assistant Chief Cashier,
Reserve Bank of New Zealand, Wellington.

Exchange Rates

In terms of section 25 (2) of the Reserve Bank of New Zealand Act 1964, the Reserve Bank today released outer limits for rates of exchange to be used in transactions involving the conversion of New Zealand currency into foreign currencies and foreign currencies into New Zealand currency when delivery of the foreign currency dealt in will be effected by telegraphic transfer. The following range of rates, for the main currencies used by New Zealand traders in settling foreign exchange transactions, will remain in force until replaced by a new schedule issued by the Reserve Bank. These rates do not apply to transactions for settlement after the expiration of two business days (forward transactions) or to transactions in which instruments are purchased which do not entitle the buyer to foreign currency balances in the foreign centre until the instruments have been delivered at the foreign centre. In the latter case interest at foreign centre rates may be deducted from the telegraphic transfer rate to compensate the purchaser for his loss during the transit period.

Country and Currency	Range of Rates
Australia (Dollar)9221- .9693
Austria (Schilling)	14.1337- 14.8585
Belgium (Franc)	30.1592- 32.6725
Canada (Dollar)	1.1611- 1.2207
China (Renminbi)	1.6057- 1.6880
Denmark (Kroner)	5.3855- 5.6617
Fiji (Dollar)8578- .9018
France (Franc)	4.4354- 4.6628
Hong Kong (Dollar)	5.1603- 5.4249
India (Rupee)	8.4323- 8.8647
Italy (Lira)	858.7720-902.8107
Japan (Yen)	224.8193-236.3482
Malaysia (Ringgit)	2.2630- 2.3790
Netherlands (Guilder)	2.0990- 2.2066
New Caledonia and Tahiti (Franc)	80.5922- 84.7250
Norway (Kroner)	5.2562- 5.5258
Pakistan (Rupee)	10.0615- 10.5775
Portugal (Escudo)	49.8742- 52.4318

Singapore (Dollar)	2.2409- 2.3558
South Africa (Rand)8620- .9062
Spain (Peseta)	67.3617- 70.8161
Sri Lanka (Rupee)	15.2335- 18.0000
Sweden (Krona)	4.4818- 4.7116
Switzerland (Franc)	1.7577- 1.8478
United Kingdom (Pound)4954- .5208
United States of America (Dollar)	1.0170- 1.0692
West Germany (Deutschemark)	1.9390- 2.0384

Date: 30 April 1979.

Time: 9 a.m.

A. TULLOCH,
Assistant Chief Cashier,
Reserve Bank of New Zealand, Wellington.

Trading Bank Reserve Asset Ratios

PURSUANT to section 33 of the Reserve Bank of New Zealand Act 1964, the Reserve Bank, acting with the approval of the Minister of Finance, hereby gives notice that as from the close of business on 1 May 1979, and until further notice each trading bank shall maintain, during each calendar month, balances at the Reserve Bank plus holdings of Reserve Bank notes, and of New Zealand Government securities, such that the aggregate of the averages of those balances and holdings during that calendar month (determined in accordance with clauses 1, 2, 3, and 4 of this notice) equals or exceeds the aggregate of:

- 17 percent of that trading bank's average demand deposit liabilities in New Zealand in the immediately preceding calendar month (determined in accordance with the provisions of clause 5 of this notice); plus
- 20 percent of that trading bank's time demand deposit liabilities in New Zealand in the immediately preceding calendar month (determined in accordance with the provisions of clause 5 of this notice);

Provided that a trading bank may make up its balances and holdings as aforesaid for a calendar month to the amount hereinbefore required for that calendar month by way of borrowings from the Reserve Bank made during that calendar month or during the first 10 business days of the next following calendar month, and on terms and conditions to be determined by the Reserve Bank and the proceeds of all such borrowings shall be credited to the account of that trading bank with the Reserve Bank.

For the purposes of this notice:

- (1) Balances held by a trading bank at the Reserve Bank shall (subject to clause 6 of this notice) include both demand deposit balances and time deposit balances of that trading bank.
- (2) The average of a trading bank's holdings of Reserve Bank notes for a calendar month shall be the average of the figures shown in all weekly returns of Banking Statistics by that trading bank under the Statistics Act 1975 received during that calendar month.
- (3) The average of a trading bank's balances at the Reserve Bank and holdings of New Zealand Government securities for a calendar month shall in each case be the average of the figures for balances and such securities held by that trading bank on each day during that calendar month.
- (4) Government securities held by a trading bank shall consist of Government stock and Treasury bills (all at nominal value) held by that trading bank.
- (5) The average demand deposit liabilities and the average time deposit liabilities of a trading bank in a calendar month shall in each case be the average of the figures for days within that calendar month, as shown in that trading bank's weekly returns of Banking Statistics under the Statistics Act 1975.
- (6) The proceeds of any borrowings made by a trading bank pursuant to the proviso to this notice shall:
 - (a) in the case of a borrowing made during a calendar month to make up balances and holdings for that calendar month, be included in the balances held by that trading bank at the Reserve Bank during the calendar month for which that borrowing is made; and
 - (b) that in the case of a borrowing made during the first 10 business days of a calendar month to make up balances and holdings for the preceding calendar month, be deemed to be a part of and be