

NEW ZEALAND NATIONAL AIRWAYS CORPORATION AMENDMENT BILL

EXPLANATORY NOTE

Clause 2 of this Bill increases, from £1,000,000 to £5,000,000, the capital of the Corporation. It also provides that, of the amount owing by the Corporation to the National Development Loans Account, the sum of £2,500,000 shall be transferred as capital and the debt in respect of that amount extinguished.

Clause 3 provides that the Corporation shall declare an annual dividend of such amount (if any) as may be fixed by the Minister of Finance. The amount of the dividend will be paid into the Public Account. At present there is no provision for dividends and all profits are paid into the Public Account.

Hon. Mr McAlpine

**NEW ZEALAND NATIONAL AIRWAYS
AMENDMENT**

ANALYSIS

Title	2. Capital of Corporation
1. Short Title and commencement	3. Dividends on capital

A BILL INTITULED

**An Act to amend the New Zealand National Airways Act
1945**

5 BE IT ENACTED by the General Assembly of New Zealand in Parliament assembled, and by the authority of the same, as follows:

10 **1. Short Title and commencement**—(1) This Act may be cited as the New Zealand National Airways Amendment Act 1964, and shall be read together with and deemed part of the New Zealand National Airways Act 1945* (hereinafter referred to as the principal Act).

(2) This Act shall be deemed to have come into force on the first day of April, nineteen hundred and sixty-four.

15 **2. Capital of Corporation**—The principal Act is hereby amended by repealing section 23, and substituting the following section:

*1957 Reprint, Vol. 11, p. 227
Amendments 1958, No. 85; 1960, No. 79

“23. (1) The capital of the Corporation shall be five million pounds which shall be paid by the Minister of Finance to the Corporation as and when, in the opinion of the Minister of Finance, it is required by the Corporation.

“(2) Of the amount owing to the National Development Loans Account by the Corporation at the date of commencement of this section, the sum of two million five hundred thousand pounds shall be deemed part of the capital of the Corporation and, notwithstanding the provisions of section 25 of this Act, shall, as from that date, be no longer owing by the Corporation to the said Account.” 5 10

3. Dividends on capital—The principal Act is hereby amended by repealing section 30, and substituting the following section:

“30. (1) After allowing for transfers to reserves pursuant to section 27 of this Act and making provision in relation to accumulated losses, the Corporation shall in each financial year declare a dividend on the capital of the Corporation of such amount as may be fixed in that behalf by the Minister of Finance: 15 20

“Provided that the Minister of Finance, having regard to the financial position of the Corporation, may in any financial year determine that no dividend shall be payable by the Corporation in respect of that year.

“(2) The amount of any dividend declared by the Corporation under this section shall be paid by the Corporation into the Public Account.” 25