

RESERVE BANK OF NEW ZEALAND AMENDMENT BILL

EXPLANATORY NOTE

THIS Bill clarifies and extends the borrowing power of the Reserve Bank of New Zealand. The Bill declares that the Bank shall have power to—

- (a) Borrow money, establish credits, and give guarantees, whether in New Zealand or elsewhere, in any currency, and on terms providing for repayment or payment in the same or any other currency:
- (b) Charge, pledge, or deposit by way of security, any part of its assets for any purpose mentioned in the immediately preceding paragraph, or for any other purpose whatsoever which may be approved in writing by the Minister of Finance.

Hon. Mr Nordmeyer

RESERVE BANK OF NEW ZEALAND AMENDMENT

ANALYSIS

Title

1. Short Title
2. Powers of Reserve Bank

A BILL INTITULED

An Act to amend the Reserve Bank of New Zealand Act 1933

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

1. **Short Title**—This Act may be cited as the Reserve Bank of New Zealand Amendment Act 1958, and shall be read together with and deemed part of the Reserve Bank of New Zealand Act 1933 (hereinafter referred to as the principal Act).

2. **Powers of Reserve Bank**—(1) Subsection one of section thirteen of the principal Act, as amended by section fifteen of the Finance Act (No. 2) 1944, is hereby further amended by repealing paragraph (jj), and substituting the following paragraphs:

“(jj) Borrow money, establish credits, and give guarantees, whether in New Zealand or elsewhere, in any currency, and on terms providing for repayment or payment in the same or any other currency:

2 *Reserve Bank of New Zealand Amendment*

“(jk) Charge, pledge, or deposit by way of security, any part of its assets for any purpose mentioned in paragraph (jj) of this subsection, or for any other purpose whatsoever which may be approved in writing by the Minister of Finance:” 5

(2) Section fifteen of the Finance Act (No. 2) 1944 is hereby consequentially repealed.