

1974/112



**THE INTEREST ON DEPOSITS REGULATIONS 1972,
AMENDMENT NO. 3**

—

DENIS BLUNDELL, Governor-General

ORDER IN COUNCIL

At the Government House at Wellington this 20th day of May 1974

Present:

HIS EXCELLENCY THE GOVERNOR-GENERAL IN COUNCIL

PURSUANT to 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 regulations.

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REGULATIONS

1. Title, commencement, and application—(1) These regulations may be cited as the Interest on Deposits Regulations 1972, Amendment No. 3, and shall be read together with and deemed part of the Interest on Deposits Regulations 1972* (hereinafter referred to as the principal regulations).

(2) These regulations shall come into force on the day after the date of their notification in the *Gazette*.

(3) These regulations shall apply only to contracts of deposit made after the commencement of these regulations.

2. Application of regulations—Regulation 3 of the principal regulations is hereby amended by inserting, after subclause (2), the following subclause:

“(2A) These regulations shall not apply to money received or owing by an investment society under a contract of deposit repayable not less than 5 years after the date of deposit, if the contract of deposit is secured, by a valid and enforceable mortgage, instrument by way of security, or other charge over any property, assets, or undertaking, to such an extent that at the time when the security is given, and at the

*S.R. 1972/61
Amendment No. 1: S.R. 1972/78
Amendment No. 2: S.R. 1972/192

time of any subsequent renewal or variation of the security, the proceeds of its enforcement would be sufficient to yield to the lender the amount of the money so received or owing."

3. Maximum rate of interest on deposits—The principal regulations are hereby further amended by revoking the Schedule, and substituting the Schedule set out in the Schedule to these regulations.

SCHEDULE

NEW SCHEDULE TO PRINCIPAL REGULATIONS

"SCHEDULE

MAXIMUM RATES OF INTEREST PAYABLE BY DEPOSIT-HOLDING BODIES

Period of Deposit	Maximum Rate of Interest Percent Per Annum
Repayable at short call	4½
Not less than 3 months but less than 1 year	5½
Not less than 1 year but less than 2 years	6
Not less than 2 years but less than 3 years	6½
Not less than 3 years but less than 4 years	7
Not less than 4 years	7¼

P. G. MILLEN,

Clerk of the Executive Council.

EXPLANATORY NOTE

This note is not part of the regulations, but is intended to indicate their general effect.

Regulation 2 exempts from the provisions of the principal regulations deposits on secured debentures issued by investment societies for a term of 5 years or more.

Regulation 3 substitutes a new table of maximum interest rates on deposits payable by deposit-holding bodies.

Issued under the authority of the Regulations Act 1936.

Date of notification in *Gazette*: 23 May 1974.

These regulations are administered in the Reserve Bank of New Zealand.