



**THE TRUSTEE BANKS (AVAILABLE RESERVES)  
REGULATIONS 1984**

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DAVID BEATTIE, Governor-General

ORDER IN COUNCIL

At the Government Buildings at Wellington this 12th day  
of March 1984

Present:

THE RIGHT HON. SIR ROBERT MULDOON PRESIDING IN COUNCIL

PURSUANT to section 49 (1) of the Trustee Banks Act 1983, 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 and commencement**—(1) These regulations may be cited as the Trustee Banks (Available Reserves) Regulations 1984.

(2) These regulations shall come into force on the 1st day of April 1984.

**2. Interpretation**—In these regulations, unless the context otherwise requires,—

“Approved investment” in relation to a trustee bank, means an investment on deposit with—

- (a) The Post Office Savings Bank; or
- (b) Any other trustee bank; or
- (c) An authorised money market dealer; or
- (d) Any trading bank:

“Authorised money market dealer” has the same meaning as in the Reserve Bank of New Zealand Act 1964:

“Trading Bank” means any bank named in the First Schedule to the Reserve Bank of New Zealand Act 1964.

**3. Amounts to be kept by trustee banks in cash, on current account, or in other investments immediately available**—(1) Subject to subclause (2) of this regulation, every trustee bank shall at all times keep in cash, or on current account, or imprest account, or in approved investments which are repayable on demand, sums amounting in the aggregate to not less than the following proportion of the aggregate amount for the time being standing to the credit of the depositors in the bank (including depositors on current account) and the amount outstanding on any housing bonds issued by the bank:

- (a) Where the total of that aggregate amount does not exceed \$20,000,000, 5 percent of that amount;
- (b) Where the total of that aggregate amount exceeds \$20,000,000, 5 percent of the first \$20,000,000 of that amount and 2½ percent of the excess over \$20,000,000.

(2) In any case where money deposited in, or available to a trustee bank is invested by the trustee bank in any approved investments which mature within 7 days or are repayable on up to 7 days notice, the amount required to be kept by the trustee bank pursuant to subclause (1) of this regulation, may be reduced by the amount invested in such approved investments, such reduction not exceeding 20 percent of the amount required to be kept pursuant to subclause (1) of this regulation.

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

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EXPLANATORY NOTE

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

These regulations, which come into force on 1 April 1984, prescribe the amounts which trustee banks are required to keep in cash, or current account, or imprest account or in other investments immediately available. These amounts, which are expressed as a proportion of the total amounts standing to the credit of depositors are:

- (a) Where that amount is less than \$20,000,000, 5 percent;
- (b) Where that amount exceeds \$20,000,000, 5 percent of the first \$20,000,000, and 2½ percent of the excess.

These amounts may be reduced by an equivalent amount of funds held in approved investments (as that term is defined) up to a maximum of 20 percent of the requirement.

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Issued under the authority of the Regulations Act 1936.  
Date of notification in *Gazette*: 15 March 1984.  
These regulations are administered in the Reserve Bank of New Zealand.