

1976/64



**THE TRUSTEE SAVINGS BANKS (GOVERNMENT
SECURITIES) ORDER 1976**

—
DENIS BLUNDELL, Governor-General

ORDER IN COUNCIL

At the Government Buildings at Wellington this 1st day of March 1976

Present:

THE RIGHT HON. R. D. MULDOON PRESIDING IN COUNCIL

PURSUANT to section 34C of 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 order.

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ORDER

1. Title and commencement—(1) This order may be cited as the Trustee Savings Banks (Government Securities) Order 1976.

(2) This order shall come into force on the day after the date of its notification in the *Gazette*.

2. Minimum holdings of Government securities—(1) Every trustee savings bank established under the Trustee Savings Banks Act 1948 shall hold Government securities of an amount equal to not less than 47 per cent of the difference between all money deposited in the bank and the amount required by subsections (3) and (3A) of section 24 of that Act to be kept immediately available.

(2) A trustee savings bank shall be deemed to comply with subclause (1) of this clause if by the 15th day of each month and until the 15th day of the next succeeding month it has invested in Government securities an amount equal to not less than 47 per cent of the said difference as it existed at the close of business on the last day of the month immediately preceding the first-mentioned month.

(3) Notwithstanding the provisions of subclauses (1) and (2) of this clause, where any bank is for the time being designated by the Minister of Finance as a bank to which this subclause applies, those provisions shall, in their application to that bank, be read as if for the expression "47 per cent" there were substituted in subclause (1), and also in subclause (2), the expression "45 per cent".

3. Revocation—The Trustee Savings Banks (Government Securities) Order 1975* is hereby revoked.

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

*S.R. 1975/32

EXPLANATORY NOTE

This note is not part of the order, but is intended to indicate its general effect.

This order reduces the minimum amounts of Government securities required to be held by trustee savings banks. The present ratio of 49 percent is reduced to 47 percent. Provision is also made for the Minister of Finance to designate particular banks which may reduce their ratios to 45 percent which is also a reduction of 2 percent of the ratios in such cases.

This order does not repeat the previous requirement that Government securities held against current account balances be securities with not more than 1 year to maturity.

Issued under the authority of the Regulations Act 1936.
Date of notification in *Gazette*: 2 March 1976.
This order is administered by the Reserve Bank.