



## BUILDING SOCIETIES AMENDMENT ACT 1982

No. 102 of 1982

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**AN ACT** to amend the Building Societies Act 1876 for the purposes of making further provision with respect to the purposes for which a society may be established under that Act and the powers of a society under that Act to invest its funds.

[Royal Assent 18 January 1983]

**BE** it enacted by His Excellency the Governor of Tasmania, by and with the advice and consent of the Legislative Council and House of Assembly, in Parliament assembled, as follows:—

**1**—This Act may be cited as the *Building Societies Amendment Act* 1982. **Short title.**

Commence-  
ment.

**2**—This Act shall commence on the day on which it receives the royal assent.

Principal Act.

**3**—In this Act, the *Building Societies Act 1876\** is referred to as the Principal Act.

Amendment of  
section 13 of  
Principal Act  
(Purposes for  
which  
societies  
may be  
established).

**4**—Section 13 of the Principal Act is amended by omitting subsection (3) and substituting the following subsection:—

(3) Notwithstanding anything in subsection (1), a society may grant a loan on the security of a second or subsequent mortgage of an estate referred to in that subsection only if—

(a) the society is the holder of every other mortgage of that estate which has priority over that second or subsequent mortgage; or

(b) where the society is not the holder of every other such mortgage of that estate—

(i) the amount of the loan does not exceed \$10 000; or

(ii) if the society has previously granted a loan on the security of that estate in circumstances to which this paragraph applies—the amount of the loan under this subsection and the amount (if any) outstanding under the previous loan do not together exceed \$10 000.

Insertion in  
Principal  
Act of new  
section 26B.

**5**—After section 26A of the Principal Act, the following section is inserted:—

Power of  
society to  
invest in  
bill of  
exchange  
in certain  
cases.

26B—A society may, subject to section 26 and to its rules, invest any portion of its funds not immediately required for its purposes in any bill of exchange that has been accepted or endorsed without qualification by a bank which is carrying on business as such in Tasmania.

\* 40 Vict. No. 5. For this Act, as amended to 1st January 1978, see the continuing Reprint of Statutes. Subsequently amended by No. 20 of 1979, No. 19 of 1980, No. 79 of 1981, and Nos. 9 and 97 of 1982.