

# **Building Societies (Amendment) Bill**

## **EXPLANATORY MEMORANDUM**

*Clause 1* states the purpose of the Act.

*Clause 2* states that the Act comes into operation when it receives Royal Assent.

*Clause 3* inserts a new Division in Part 6 of the *Building Societies Act 1986* which provides a mechanism to facilitate mergers between Victorian building societies and interstate building societies.

*Section 108A* requires that the proposed merger be approved by the Minister.

*Section 108B* sets out the requirements to be followed to obtain a certificate from the Registrar.

*Section 108C* requires the Registrar to issue a certificate upon satisfaction of certain matters.

*Section 108D* provides that the merger takes effect upon the issue of the certificate and gives effect to the merger.

