

EXPLANATORY STATEMENT
AUSTRALIAN CAPITAL TERRITORY
FINANCIAL INSTITUTIONS DUTY (AMENDMENT) ORDINANCE 1988
ORDINANCE NO. 2/ OF 1988

The Financial Institutions Duty Ordinance 1987 ('the Principal Ordinance') imposes a duty on receipts by financial institutions.

The Financial Institutions Duty (Amendment) Ordinance 1988 ('the Ordinance') amends the Principal Ordinance to clarify the operation of provisions relating to term deposits and to correct a printing error.

Details of the Ordinance are set out in the Attachment.

**ISSUED BY AUTHORITY
OF THE MINISTER OF
STATE FOR THE ARTS
AND TERRITORIES**

FINANCIAL INSTITUTIONS DUTY (AMENDMENT) ORDINANCE 1988

Section 1 provides that the Ordinance may be cited as the Financial Institutions Duty (Amendment) Ordinance 1988.

Section 2 provides that the Principal Ordinance is the Financial Institutions Duty Ordinance 1987.

Section 3 amends section 3 of the Principal Ordinance by inserting a definition of 'term deposit'. The definition provides that 'term deposit' does not include a short-term dealing. This clarifies the meaning of the provisions in the Principal Ordinance which deal with term deposits so that those provisions will not apply to short-term dealings.

Section 4 amends section 7 of the Principal Ordinance by substituting 'by him' for 'to him' in paragraph (1)(a) of the latter section. This corrects a printing error.