

AUSTRALIAN CAPITAL TERRITORY

TRUSTEE ORDINANCE 1975

EXPLANATORY MEMORANDUM

The purpose of this Ordinance is to amend the Trustee Ordinance 1957-1968 (which applies the Trustee Act 1925-1942 of New South Wales to the Territory with certain amendments) so as to make securities of certain statutory corporations authorized trustee investments. Incidentally it will also bring up to date references in that Ordinance to other Territory legislation.

Clause 3 amends the Second Schedule to the Principal Ordinance (which contains modifications of the Trustee Act 1925-1942 of New South Wales in its application to the Territory) by substituting a new paragraph (a) in the third column of item 11, which sets out authorized trustee investments. All the present authorized trustee investments are retained and a new category of authorized investments is added. These are securities issued by a body corporate established by an Act, State Act or law of an internal Territory, where those securities are also declared by the Attorney-General, by notice in the Gazette, to be securities for the purpose of the paragraph. Examples of such securities would be those issued by the Australian Industry Development Corporation.

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