

AUSTRALIAN CAPITAL TERRITORY

CO-OPERATIVE SOCIETIES ORDINANCE 1972

EXPLANATORY MEMORANDUM

No. 6 of 1972

Since the present statutory loan limits for credit unions were set in 1966 there has been a considerable change in money values. In addition a growth in the credit union movement has resulted in some credit unions having a substantial cash surplus available for lending.

The proposed Co-operative Societies Ordinance 1972 will increase the statutory limits on loans that credit unions may make to their members from \$800 to \$1,000 without security and from \$2,000 to \$4,000 where the amount in excess of \$1,000 is secured.