
AN ACT

To amend Section 401 of Public Law No. 1-94 relating to regulation of the banking business in the Federated States of Micronesia, and for other purposes.

BE IT ENACTED BY THE CONGRESS OF THE FEDERATED STATES OF MICRONESIA:

1 Section 1. Section 401 of Public Law 1-94 is hereby amended as
2 follows:

3 "Section 401. Establishment in the Federated States of Micronesia.

4 (1) Upon compliance with the provisions of this Chapter,
5 any foreign bank having a paid in capital, surplus and
6 undivided profits of not less than \$20,000,000 (except
7 \$1,000,000 for any bank which is a member of the Federal
8 Deposit Insurance Corporation of the United States or the
9 Federal Savings and Loan Insurance Corporation of the United
10 States) may establish offices or branches in the Federated
11 States of Micronesia; provided, that, before beginning its
12 operations in the Federated States of Micronesia, it files in
13 the Office of the Registrar of Corporations a duly authenti-
14 cated copy of its charter or articles of incorporation, together
15 with a resolution of its board of directors approving the
16 establishment of such office or branch in the Federated States
17 of Micronesia, and a statement verified by oath of the
18 president, manager, agent, cashier, or other authorized officer
19 of said bank, showing:

20 (a) the name of such foreign bank;

21 (b) the location of its existing or proposed main
22 office or places of business within and without the Federated

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- 1 States of Micronesia;
- 2 (c) the objects of its business;
- 3 (d) the amount of its authorized capital;
- 4 (e) the amount of its capital stock actually paid
- 5 in cash;
- 6 (f) the amount of the assets of the bank, and of
- 7 what they consist;
- 8 (g) an itemized statement of the liabilities of
- 9 the bank;
- 10 (h) the amount of investment to be devoted to its
- 11 business in the Federated States of Micronesia, which in no
- 12 case shall be less than \$100,000; and
- 13 (i) the names and post office addresses of the
- 14 chief executive officer in the home bank and all officers in
- 15 the Federated States of Micronesia, if any, and the time, if
- 16 any, when the term of office of each expires."


17 Section 2. This act shall become law by approval of the President

18 of the Federated States of Micronesia, or upon its becoming law without

19 such approval, and it shall become effective on July 31, 1980.

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July 3, 1980


Tosiwo Nakayama
President
Federated States of Micronesia