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:

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

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

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

(a) the name of such foreign bank;

(b) the location of its existing or proposed main office or places of business within and without the Federated
States of Micronesia;

(c) the objects of its business;

(d) the amount of its authorized capital;

(e) the amount of its capital stock actually paid

in cash;

(f) the amount of the assets of the bank, and of

what they consist;

(g) an itemized statement of the liabilities of

the bank;

(h) the amount of investment to be devoted to its

business in the Federated States of Micronesia, which in no

case shall be less than $100,000; and

(i) the names and post office addresses of the

chief executive officer in the home bank and all officers in

the Federated States of Micronesia, if any, and the time, if

any, when the term of office of each expires."

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

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

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

July 3, 1980

Tosiwo Nakayama
President
Federated States of Micronesia