A BILL FOR AN ACT

To further amend title 32 of the Code of the Federated States of Micronesia, as amended by Public Laws Nos. 4-109 and 4-114, by amending section 203 for the purpose of changing the level of business interest which requires a foreign-investment permit, and for other purposes.

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

Section 1. Section 203 of title 32 of the Code of the Federated States of Micronesia is hereby amended to read as follows:

"Section 203. Business activities and interests for which permits required.

(1) A noncitizen may not engage in any business in the Federated States of Micronesia without first obtaining a foreign-investment permit.

(2) A noncitizen may not acquire an ownership interest other than a minority interest in the capital or assets of fifty percent or greater in any business operating in the Federated States of Micronesia without first obtaining a foreign-investment permit.

(3) A noncitizen engaged in business in the Federated States of Micronesia on the effective date of this chapter under a permit issued under the Trust Territory Foreign Investors' Business Permit Act or under an agreement with the Trust Territory Government shall not continue to engage in business in the Federated States of Micronesia after the expiration of that permit or agreement without first obtaining a foreign-investment permit."
Section 2. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

Date: 7/14/87

Introduced by: Nick Boisby