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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

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