



Banking Act 1979

1979 CHAPTER 37

PART II

THE DEPOSIT PROTECTION SCHEME

The Board and the Fund

21 The Deposit Protection Board

- (1) There shall be a body corporate to be known as the Deposit Protection Board (in this Part of this Act referred to as " the Board ") which—
 - (a) shall hold, manage and apply in accordance with the following provisions of this Part of this Act, a fund to be known as the Deposit Protection Fund (in this Part of this Act referred to as " the Fund "); and
 - (b) shall levy contributions for the Fund, in accordance with the following provisions of this Part of this Act, from recognised banks and licensed institutions; and
 - (c) shall have such other functions as are conferred on the Board by those provisions.
- (2) The provisions of Schedule 5 to this Act shall have effect with respect to the Board.

22 The Deposit Protection Fund

- (1) The Fund shall consist of—
 - (a) initial, further and special contributions levied by the Board under sections 24 to 26 below;
 - (b) moneys borrowed by the Board under section 26(3) below;
 - (c) moneys credited to the Fund in accordance with subsection (1) or subsection (5) of section 32 below; and
 - (d) income credited to the Fund in accordance with subsection (3) below.

Status: This is the original version (as it was originally enacted). This item of legislation is currently only available in its original format.

- (2) The moneys constituting the Fund shall be placed by the Board in an account with the Bank.
- (3) So far as possible, the Bank shall invest moneys placed with it under subsection (2) above in Treasury bills payable not more than ninety-one days from the date of issue; and any income from moneys so invested shall be credited to the Fund.
- (4) The administrative expenses of the Board shall be defrayed out of the Fund.
- (5) There shall be chargeable to the Fund—
 - (a) payments to meet administrative expenses of the Board in accordance with subsection (4) above;
 - (b) repayments of special contributions under section 26(2) below;
 - (c) moneys required for the repayment of the Board's borrowings under section 26(3) below; and
 - (d) payments under section 28 below.