



# New Towns (Scotland) Act 1968

## 1968 CHAPTER 16

*[<sup>F1</sup> Financial reconstruction*

**[<sup>F1</sup>38AB Power to extinguish loan obligations of development corporation.**

- (1) The Secretary of State may, with the consent of the Treasury, by order extinguish to such extent as may be specified in the order any liabilities of a development corporation in respect of advances made by him to the corporation under section 37(1) of this Act or section 12(1) of the New Towns Act 1946.
- (2) Where liabilities are extinguished under this section the assets of the National Loans Fund shall be reduced by amounts corresponding to the liabilities so extinguished.
- (3) No order shall be made under this section unless a draft of it has been laid before, and approved by, the Commons House of Parliament.]

---

**Textual Amendments**

**F1** S. 38AB inserted as provided by [Enterprise and New Towns \(Scotland\) Act 1990 \(c. 35, SIF 64\)](#), s. 35

**Changes to legislation:**

There are currently no known outstanding effects for the New Towns (Scotland) Act 1968, Section 38AB.