
A BILL FOR AN ACT

To amend chapter 1 of title 30 of the Code of the Federated States of Micronesia (Annotated) by inserting a new section 139 pertaining to lending practices, and for other purposes

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

1 Section 1. Chapter 1 of title 30 of the Code of the
2 Federated States of Micronesia (Annotated), is hereby amended
3 by inserting a new section 139, to read as follows:

4 "Section 139. Lending practices. The Bank shall be
5 responsible for developing its lending practices not
6 inconsistent with the following parameters:

7 (1) The lending rate of the Bank shall be no more
8 than 3% of the amount of loan.

9 (2) Grace period of loan shall be up a maximum
10 period of 18 months with no interest accrual during
11 such period.

12 (3) In order to foster economic activities and to
13 assist in the economic advancement of the Federated
14 States of Micronesia, no equity contribution is
15 required."

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1 Section 2. This act shall become law upon approval by the
2 President of the Federated States of Micronesia or upon its
3 becoming law without such approval.

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5 Date: 5/12/17

Introduced by: /s/ Florencio S. Harper
Florencio S. Harper
(by request)

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