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## LOANS SINKING FUND.

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No. 6 of 1918.

An Act to provide a Sinking Fund for Loans  
and for other purposes.

[Assented to 28th May, 1918.]

**B**E it enacted by the King's Most Excellent Majesty, the Senate,  
and the House of Representatives of the Commonwealth of  
Australia, as follows:—

Short title and  
date of  
commencement.

1. This Act may be cited as the *Loans Sinking Fund Act* 1918,  
and shall be deemed to have come into operation on the first day  
of July One thousand nine hundred and sixteen.

Amendment of  
Commonwealth  
Inscribed  
Stock Act  
1911-1915.

2. The *Commonwealth Inscribed Stock Act* 1911-1915 is  
amended—

- (a) by omitting from section two the words “Part IV.—The  
Stock Redemption Fund.”; and
- (b) by repealing Part IV.

Loans Sinking  
Fund.

3. The Treasurer shall, in each financial year commencing after  
the thirtieth day of June One thousand nine hundred and sixteen,  
pay out of the Consolidated Revenue Fund, which is hereby  
appropriated for the purpose, into the Trust Fund, under the head  
of the Loans Sinking Fund, an amount of not less than Ten shillings  
per centum per annum on the public debt of the Commonwealth  
at the thirty-first day of December in that year in respect of—

- (a) all moneys raised under the *Commonwealth Inscribed Stock  
Act* 1911-1915; and
- (b) all moneys borrowed from the Government of the United  
Kingdom.

4. The Treasurer shall pay into the Loans Sinking Fund all unexpended balances standing to the credit of the Loan Fund which are no longer required.

Payment of unexpended balances of Loan Fund into Sinking Fund.

5.—(1.) The Treasurer may apply the Loans Sinking Fund in—

Application of Loans Sinking Fund.

(a) re-purchasing, purchasing or redeeming any securities issued under the *Commonwealth Inscribed Stock Act 1911–1915*;

(b) repaying any moneys borrowed from the Government of the United Kingdom; and

(c) paying any expenses incurred in carrying out the provisions of this section,

and for no other purpose whatever.

(2.) No re-purchased, purchased or redeemed securities shall be re-issued.

6.—(1.) The Treasurer may invest any moneys standing at the credit of the Loans Sinking Fund in the purchase of any securities of, or guaranteed by, the Government of the United Kingdom, or the Government of the Commonwealth, or the Government of any State, and may at any time sell such securities.

Investment of Loans Sinking Fund.

(2.) All sums received as interest in respect of such investments, or from the sale of such securities, shall be paid into the Loans Sinking Fund.

7.—(1.) All moneys standing at the credit of the Stock Redemption Fund shall be transferred to the credit of the Loans Sinking Fund, and all investments of the Stock Redemption Fund shall be deemed to be investments of the Loans Sinking Fund.

Closing of Stock Redemption Fund.

(2.) All sums received as interest in respect of such investments, or from the sale of such securities, shall be paid into the Loans Sinking Fund.