1985 No. 148

ULSTER SAVINGS CERTIFICATES

Ulster Savings Certificates (Third Index Linked) Regulations 1985

Made	*18th June 1985*
Coming into operation . . .	*1st July 1985*

The Department of Finance and Personnel(**a**) in exercise of the powers conferred upon it by section 15(1) of the Exchequer and Financial Provisions Act (Northern Ireland) 1950(**b**) and of every other power enabling it in that behalf hereby makes the following regulations:

Citation and commencement

1. These regulations may be cited as the Ulster Savings Certificates (Third Index Linked) Regulations 1985 and shall come into operation on 1st July 1985.

Interpretation

2. In these regulations "the principal regulations" means the Ulster Savings Certificates Regulations 1962(**c**).

Purchase price of a certificate

3. For paragraph 3 of Schedule 2 to the principal regulations there shall be substituted the following:

(1) The purchase price of an index linked unit certificate shall be £25.

(2) The amount repayable in respect of an index linked unit certificate shall be as follows:

(*a*) Within one year of the date of purchase — Twenty five pounds.

(*b*) On or after the first anniversary of the date of purchase a sum calculated in relation to the Retail Price Index figure using the formula

$$V \times \frac{B}{A} \text{ where:}$$

'V' is the value of the certificate at the beginning of the index linked period (this will be the purchase price or the value at an anniversary of the purchase date);

'A' is the index figure applicable to the calendar month in which the first day of the index linked period falls. (This day will be the purchase date or an anniversary of it); and

'B' is the index figure applicable to the calendar month in which the final day of the index linked period falls. (This day will be an anniversary of the purchase date or, where repayment is being made between anniversary dates, the most recent date which is one or more months from the previous anniversary date)

to which there shall be added at each anniversary date a fixed percentage increase which will go to make up the anniversary value as follows:

(**a**) Formerly Department of Finance: *see* S.I. 1982/338 (N.I. 6) Art. 3
(**b**) 1950 c. 3 (N.I.)
(**c**) S.R. & O. (N.I.) 1962 No. 36 as amended by S.R. 1975 No. 133; S.R. 1980 No. 369; S.R. 1981 Nos. 84 and 286

PURCHASE PRICE	+ Index-linking for year	+ 2·5%of purchase price	= 1st Anniversary Value
1st Anniversary Value	+ Index-linking for year	+ 2·75% of 1st Anniversary Value	= 2nd Anniversary Value
2nd Anniversary Value	+ Index-linking for year	+ 3·25% of 2nd Anniversary Value	= 3rd Anniversary Value
3rd Anniversary Value	+ Index-linking for year	+ 4% of 3rd Anniversary Value	= 4th Anniversary Value
4th Anniversary Value	+ Index-linking for year	+ 5·25% of 4th Anniversary Value	= *5th ANNIVERSARY VALUE*

Certificates repaid between anniversaries will be indexed to the last whole month after the anniversary date or where the date of repayment is not one or more whole months after that anniversary date to the last date which is and in addition interest at 1/12th of the annual rate applicable to that year will be added for each whole month after the anniversary date.

The amount due on repayment of an index linked certificate shall never be less than the value at the preceding anniversary.

(3) For the purpose of this paragraph the Retail Price Index figure applicable to any calendar month shall be the Retail Price Index figure issued during the calendar month immediately preceding that calendar month.

(4) Certificates may be held until the fifth anniversary of the purchase date.

(5) Certificates to which this paragraph applies shall be inscribed "Third Index Linked Issue".

(6) In this paragraph—

"anniversary" means an anniversary of the date of the purchase of the certificate;

"index linked period" means either—

(*a*) the period between the date of purchase and the first anniversary or between anniversaries, or

(*b*) where appropriate the period from the last anniversary to the most recent date which is one or more whole months from the last anniversary.

"month" means the period from any date in one calendar month to the corresponding date in the following calendar month and where there is no corresponding date in the following calendar month, the month will end on the last day of the calendar month.

Maximum Holding

4. In Schedule 3 (which Schedule prescribes the maximum number of unit certificates which may be held)—