

Nepal, Laws, Statutes, etc., Banking Law

(Unofficial Translation)

*
Nepal Rastra Bank Act, 1955
(As amended up to September 25, 1966)



Nepal Rastra Bank

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THE NEPAL RASTRA BANK ACT, 1955
ARRANGEMENTS OF SECTIONS

Chapter I

PRELIMINARY

Sections

Page

1. Short title, extent and commencement. 2
2. Definitions. 2

Chapter II

**INCORPORATION, CAPITAL, MANAGEMENT AND
ORGANISATION**

3. Establishment and incorporation of Nepal Rastra Bank 4
4. Capital of the Bank 4
5. Management 5
6. Composition of the Board of Directors. 6
7. Disqualifications of Governor and Directors. 6
8. Officiating appointments. 6
9. Removal from and vacation of office. 7
10. Meetings of the Board. 7
11. Powers of His Majesty's Government to suspend the Board. 8
12. Relationship between His Majesty's Government and the 9
Bank.
13. The separation of the Issue and the Banking Department. 9
14. Reports of the accounts and operations of the Bank. 9
15. Agricultural Credit Section. 10
16. Branches. 10
17. Powers of the Board to make regulations. 10

Chapter III FUNCTIONS

Nepal Rastra Bank Act, 1955

<i>Sections</i>	<i>Page</i>	<i>(As amended up to September 25, 1966)</i>
18. Issue of Currency Notes.	12	Act No. 15 of 1955
19. Transaction of His Majesty's Government's Business.	15	
20. Mobilisation of capital and management of public debt.	15	
21. Transactions in foreign exchange.	15	
22. Giving direction and framing rules regarding Banking management and Credit Control.	16	
23. Stimulation to the banking system.	16	
24. Industrial credit.	16	
25. Other transactions.	17	
26. Business which the Bank may not transact.	19	

(November 4, 1955)

Chapter IV GENERAL PROVISIONS

27. Auditors.	20	
28. Profit and Loss.	20	
29. Responsibility of the authorities in case of loss caused to the Bank.	21	
30. Liquidation.	21	
31. Amendment.	21	
32. Control over banks failing to comply with this Act or rules or orders or direction given under this Act.	21	
33. Oath of secrecy and honesty.	22	
34. Penalties.	22	
35. Legal action.	22	
36. Action not to be invalid.	23	
37. Removal of Obstacles.	23	

1. Substituted by Act No. 24 of 1964.

Whereas it is expedient to constitute a Nepal Rastra Bank, to insure facilities and to maintain economic interest of the general public,¹ to regulate the issue of paper money, with view to secure country-wide circulation of the Nepali currency, and achieving stability in its exchange rate; to mobilise capital for economic development and for the stimulation of trade and industries; and to develop the banking system in the country;

His Majesty the King is pleased to make and enact the following Law.

Chapter - I

Preliminary

1. (1) This Act may be called the Nepal Rastra Bank *Short title*, Act, 1955.

(2) It extends to the whole of the Kingdom of Nepal.

(3) Chapters 1, 2 and 4 shall come into force at once, and the provisions of Chapter 3 shall come into force on such date or dates as His Majesty's Government may, by notification in the Nepal Gazette, appoint.²

2. In this Act, unless there is anything repugnant in *Definitions*, the subject or context,—

(1) "The Bank" means the Nepal Rastra Bank constituted by this Act;

(2) "The Board" means the Board of Directors of the Bank;

(3) "Foreign currency" means all currencies other than the Nepali currency;

(4) "Letter of Credit" means a written order addressed by one bank to its correspondent to honour cheque, draft or buncies drawn by a specified person or persons for a specified amount;

(5) "Securities" means securities of his Majesty's Government and other foreign Governments;

(6) "Bill of Exchange" means an unconditional order in writing by the drawer to the drawee to pay

2. Sections 18, 19, 20, 21, 23 and 24 of Chapter 3 came into effect on the day of the opening of the Nepal Rastra Bank 01/1/14/5, Date of publication in The Nepal Gazette 01/3/1/12.

3. Inserted by Act No 22 of 1966.

a stated sum to the drawer or to his authorised nominee or to the bearer on a given date or on demand;

(7) "Promissory Note" means a signed document containing an unconditional promise to pay a specified sum to a specified person or to the bearer at a specified date or on demand;

(8) "Government" means His Majesty's Government of Nepal;

(9) "Director" includes Governor and Deputy Governors;³

(10) "Governor" includes also officiating Governor appointed in accordance with Section 8.³

Chapter - II

Incorporation, Capital Management and

Organisation

3. (1) A central bank to be called the Nepal Rastra Bank shall be constituted;
- (2) The Bank shall be a body corporate having perpetual succession and it shall, by the said name, sue and be sued;
- (3) The Bank shall have a common seal for its use;
- (4) The central office of the Bank shall be situated at Kathmandu.
4. The capital of the Bank shall be rupees ten million and His Majesty's Government may, if it considers necessary, after taking into consideration the recommendations made by the Board of Directors, increase or reduce the amount of capital.
5. (1) His Majesty's Government may, after consulting the Governor of the Bank, give such directions to the Bank as it may consider necessary in the national interest. *It shall be the duty of the Bank to comply with such directions.*⁵
- (2)⁶ All responsibilities of conducting the affairs and business of the Bank of exercising powers and functions and of performance of duties entrusted to the Bank under this Act shall vest in the Board of Directors.
- (3) The Board shall frame rules and regulations for the conduct of the business mentioned in subsection (2) above and the Governor shall, in
5. Inserted by Act No. 22 of 1966.
6. Deleted by Act No. 22 of 1966.
- Establishment and incorporation of the Bank.*
6. (1) The Board of Directors shall consist of the following members;
- a) Governor,
- b) not more than two deputy Governors, if appointed by His Majesty's Government under sub-section (3), and
- c) four other Directors.
- (2) The Governor of the Bank shall be appointed by His Majesty's Government. His appointment shall be for a term of three years. He shall be eligible for reappointment on the expiry of such term, if His Majesty's Government deems it desirable. The Governor shall receive such salary, allowances and other facilities as may be fixed by His Majesty's Government;
- (3) If His Majesty's Government deems necessary, after taking the advice of the Governor, not more than two Deputy Governors may be appointed. Their terms, salaries, allowances and other facilities shall be as fixed by His Majesty's Government;
- (4) Directors, mentioned in clause (c) of sub-section (1) shall be appointed by His Majesty's Government for a term of two years. They shall be eligible for reappointment on the expiry of such

accordance with such rules and regulations and under the general superintendence and direction of the Board of Directors, exercise all powers vested in the Board under this Act and that the Governor may, for the efficient management of the business of the Bank and on his own responsibility, delegate his powers to any staff subordinate to him.

Composition of the Board of Directors

term, if His Majesty's Government deems it desirable. They shall be entitled to receive such fees as may be fixed by His Majesty's Government for each meeting of the Board which they attend.

7. (1) No person may be nominated or remain as a Director who;
 - a) is adjudicated as an insolvent being unable to make payment to his creditors, or
 - b) is found lunatic, or
 - c) is an employee of any bank, or
 - d) is a director of any other bank.
 Nothing in clause c) of sub-section (1) shall apply to the Governor and the Deputy Governor;
 - a) If His Majesty's Government so desires, nothing in clause d) shall apply to the Governor and the Deputy Governor.
 - (2) No two persons who are partners of the same firm or are directors of the same corporate body may neither become nor remain as Director of the Bank at the same time. In case of Government employees, nominated as Director of any Government or Non-Government corporate body, this sub-section shall not apply.
 8. If the Governor, being on leave or by infirmity or otherwise, is rendered incapable of executing his duties, His Majesty's Government may appoint another person to officiate for him. In like circumstances
 9. Substituted by Act No. 22 of 1966.

tances arising in relation to a Director, His Majesty's Government may appoint another person to officiate as a Director.

9. (1) A Director shall be removed from office if, without leave from the Board, he absents himself from and from three consecutive meetings of the Board; *vacation of office.*
- (2) His Majesty's Government may remove the Governor or the Deputy Governor or the Director if circumstances so require;
- (3) Any member of the Board may resign his office to His Majesty's Government and on acceptance of the resignation the office shall become vacant;
- (4) His Majesty's Government shall appoint a competent person to fill up the vacancy caused under sub-sections [1], [2] and [3] above, and that such appointment shall hold good only for the unexpired portion of the term of the predecessor.
10. (1) Meetings of the Board shall be convened by the Governor when necessary and that such meetings shall be convened at least six times in a year and at least once every three months;
- (2) Notwithstanding anything contained in sub-section (1), if not less than the two Directors request on writing together with an agenda for a meeting, the Governor shall, according to their request, convene a meeting;
- (3) No meeting shall be held unless at least two Directors as mentioned in clause (c) of the sub-section (1) of the section 6 and the Governor or the Deputy Governor authorised by the Governor are present;
9. Inserted by Act No. 22 of 1968.
10. Substituted by Act No 22 of 1966.

(4) Any decision made with such quorum, as mentioned in sub-section (3), shall be deemed to be the decision of the Board. In the event of equality of votes the chairman shall also have a casting vote;

(5) The Deputy Governors appointed under sub-section (3) of the section 6 shall attend the Board meetings with the right to be heard but not to vote;

But in case of the Governor's absence, the Deputy Governor authorised by the Governor, may cast the vote on his behalf;

(6) The Board meetings shall be presided by the Governor, and in case of the Governor's absence, the meeting may be conducted under the chairmanship of the Deputy Governor authorised by the Governor.

11. If, in the opinion of His Majesty's Government, *Powers of the Board* is incapable of carrying out the *functions as laid down in this Act*, His Majesty's Government may, by notification in the *Nepal Gazette*, suspend the Board and may thereafter appoint some person or agency in its place to conduct the affairs of the Bank in accordance with this Act, and such person or agency may exercise all the powers vested in the Board under this Act;

After taking such action, the Government shall submit a full report of the circumstances necessitating such action to the *Rastriya Panchayat*, or in case when the *Rastriya Panchayat* is not in session to His Majesty the King, within a maximum period of three months.

11. Substituted by Act No. 31 of 1964.

12.¹³ Such approval and consent as has to be obtained from His Majesty's Government *hip bet* under this Act shall be sought through the *ween His Ministry of Finance*.

*ment and the Bank.*¹²

13. (1) The Bank shall have two separate Departments *The sepa* viz. Issue Department and Banking Department. *ration of* The Issue Department shall be responsible for *Issue and operations related to the issuing of notes and Banking* the Banking Department for undertaking all *Departments*. other operations. The assets of the Issue Department shall not be subject to any liability other than the liabilities of the Issue Department;

(2) The Issue Department shall be liable for the currency notes issued so far and to be issued hereafter.

14. (1) The Bank shall submit to His Majesty's *Reports of Government* a monthly statement in such a *the acco* manner as His Majesty's Government may, by *units and notification in the Nepal Gazette*, prescribe and *operations* shall cause such reports to be regularly published.....¹⁵; *of the Bank*¹⁴

(2) The Bank shall also, within three months from the close of the financial year, submit to His Majesty's Government a copy of the annual accounts signed by the Governor and the Chief Accountant and certified by the auditors as

12. Substituted by Act. No. 22 of 1962.

13. Deleted by Act. No. 22 of 1966.

14. Substituted by Act. No. 31 of 1964.

15. Deleted by Act. No. 22 of 1966.

well as a report of the Board on the working of the Bank throughout the year under review. His Majesty's Government shall cause such account.....¹⁶ to be published in the Nepal Gazette.

15. (1) The Bank shall maintain an Agricultural Credit *Agricultural credit* Section for the purpose of studying problems *rural credit* relating to agricultural credit.

(2) After taking into consideration the monetary situation the Bank may make loans and advances against adequate securities to other banks or institutions providing agricultural credit. ¹⁸

16. When necessary, for the efficient conduct of its *Branches*, business, the Bank may establish branches at any place within the Kingdom of Nepal. Approval of His Majesty's Government shall be necessary for opening branches outside the Kingdom of Nepal, either in India or in any other foreign country. Approval of His Majesty's Government shall have to be obtained likewise for closing any branch once established.

17. (1) For the purpose of giving effect to the provisions *Powers of this Act*, the Board may make regulations *the Board with the approval of His Majesty's Government; to make regulations.*

(2) In particular, and without prejudice to the generality of the foregoing provision, the Board may make regulations on all or any of the following matters, namely:-
 (a) The manners in which the business of the Board shall be transacted and the procedure to be followed at meeting thereof;

16. Deleted by Act. No. 22 of 1966.

17. Substituted by Act. No. 22 of 1966.

18. Inserted by Act. No. 22 of 1966.

b) the delegation of power by the Board to the Governor and by the Governor to his subordinates,

c) the formation of sub-committees by the Board, when necessary, and the manner in which the business of such sub-committees shall be conducted,

d) appointment, promotion, dismissal, pay, allowance, pension, leave, conduct, discipline etc. of the officers and the staffs and the organisation of the Bank,

e) the terms of the contracts to be entered into on behalf of the Bank consistent with law,¹⁹
 f) the manner in which the seal of the Bank shall be used,

g) the form in which the accounts of the Bank shall be maintained and the balance-sheet drawn up,

h) the relationship of the Bank with other banks registered in Nepal and the reports and returns to be submitted by them,

i) the refund of lost, stolen or mutilated notes,
 j) the efficient conduct of the business of the Bank,
 k) management of the foreign exchange,¹⁹ and
 l) the terms and conditions relating to business to be transacted between the Bank and His Majesty's Government.²⁰

19. Inserted by Act. No. 22 of 1962.

20. Substituted by Act No. 8 of 1960

Chapter - III

Functions

and/ or silver and/ or foreign bills of exchange and the remaining in Nepali coins (Mohar and Rupee coins only) of His Majesty's Government and/ or Nepali securities;

18. (1) The Nepal Rastra Bank shall have the sole *Issue of currency notes*²⁰ right of issuing the Nepali bank notes and the *currency* Bank shall print and issue bank notes on its own and shall take over all the unissued notes printed by His Majesty's Government, prior to issuance of bank notes of its own and shall issue them²¹

Assets kept as reserve for and the liabilities against notes issued by His Majesty's Government shall also be transferred to the Nepal Rastra Bank and His Majesty's Government shall not issue any notes hereafter.

Provided that in case the Nepal Rastra Bank fails to make payments against the notes issued by His Majesty's Government or the notes taken over from His Majesty's Government, or the bank notes of its own, issued by the Nepal Rastra Bank, His Majesty's Government shall be liable for them;

(2) Before issuing the currency notes under subsection (1) assets shall be kept as reserves against such currency notes and the liabilities in respect of issued currency notes and the value of assets kept as reserve in the Issue Department against such currency notes shall be equal and at least 50 per cent of the assets of the Issue Department kept as reserves shall be in gold and/or foreign currencies and/ or foreign securities

(3) For the purpose of sub- section (2) the valuation of assets shall be as follows:-

- a) gold at the rate of rupees 100 per tola,
- b) foreign currency at the rate fixed in accordance with section²¹,
- (c) Silver, Nepali and foreign securities and bills of exchange at the rate fixed by the Board keeping in view the current market price,
- (d) Nepali coins at its face value.

(4) Notwithstanding anything contained in sub-sections

- (1), (2) and (3) any currency note, issued either by His Majesty's Government or by the Nepal Rastra Bank, shall be deemed to be out of circulation if not produced before the Nepal Rastra Bank for payment within the period of 25 years of its issue calculated from the beginning of the financial year of such issue, and the Issue Department shall pay the value of such currency notes either to His Majesty's Government or to the Banking Department of the Nepal Rastra Bank, who issued such notes. If the currency notes, so ceased to be out of circulation, is produced latter for payment the Issue Department of the Nepal Rastra Bank shall pay it off and shall realise the amount either from His Majesty's Government or from the Banking Department of the Nepal Rastra Bank, as the case may be, to whom the payment was made earlier;
- (5) For the present, the Bank shall issue notes of the denominational values of one, five, ten and one hundred rupees. The board, if it deems necessary, shall issue notes of other denominational values

20. Substituted by Act. No. 8 of 1960.

21. Deleted by Act. No. 22 of 1966.

also, with the approval of His Majesty's Government;

(6) The design, form and the material of the notes shall be such as may be approved by His Majesty's Government after consideration of the recommendations made by the Board;

(7) The notes issued by the Bank shall be legal tender throughout the Kingdom of Nepal in payment of or on account for the amount expressed therein;

(8) After consulting the Board, His Majesty's Government may, by notification in Nepal Gazette, declare that notes of any specified denominational value shall cease to be legal tender save at such place or Government office and in accordance with prescribed rules;

(9) The Bank shall not re-issue notes which are torn, defaced or excessively soiled;

(10) The Bank shall at once exchange notes of any denomination for notes of any other denomination or notes for coins or coins for notes whenever asked for. For such exchange transaction the Bank shall acquire coins from His Majesty's Government in exchange for its notes. The Bank shall not be obliged to exchange notes for coins if it does not receive coins from His Majesty's Government as demanded;

(11) Notwithstanding anything contained in any enactment or rule of law to the contrary no person shall of right be entitled to recover from His Majesty's Government or the Bank the value of any lost, stolen or mutilated notes, provided that the Bank may, with the previous approval of His Majesty's Government, frame rules and give refund accordingly.

19. (1) The Bank shall render advice to His Majesty's Transaction Government on financial matters;

Government on financial matters; *transaction of His Majesty's Government's business.*

(2) On such conditions as may be agreed upon between His Majesty's Government and the Bank, the entire receipts of His Majesty's Government shall be deposited free of interest with the Bank and the Bank shall, as instructed by His Majesty's Government, do banking transactions like making

disbursements and remittances and undertaking foreign exchange operations to the amount standing to the credit of His Majesty's Government. But His Majesty's Government shall, at its pleasure, carry on its above mentioned transactions through any other Bank or Government office at places where the Bank has no branches or agents.

20. (1) The Bank shall endeavour to mobilise capital and savings for the economic development of the *nation of capital and management of public debt.*

(2) The Bank shall be entrusted with the entire management of the public debt on such terms as may be agreed upon between His Majesty's Government and the Bank.

21. The Bank shall have the sole right to deal in *Transaction foreign exchange at rates fixed by His Majesty's in foreign Government after taking the opinion of the Bank, exchange 23 His Majesty's Government shall, after consulta-*

22. Substituted by Act. No. 22 of 1962.

tion with the Bank, frame and enforce foreign exchange control regulations.

22. (1) All Banks shall abide by the directives issued by *Giving the Bank from time to time on matters relating to directions banking management, money and credit;*

and framing rules regarding banking management and credit con-

(2) With the approval of His Majesty's Government the Bank may frame rules to control credit.

23. (1) The Bank shall endeavour to develop and regulate *Stimulation to the the banking system in Nepal;*

Banking System.

(2) Other banks operating in the country shall maintain cash reserves with the Bank in accordance with the policy and the rules laid down by²⁵ the Bank;

(3) The Bank may, at its discretion, make loans and advances to other banks incorporated in Nepal against securities mentioned below and on terms and conditions to be mutually agreed upon;

(a) Securities or promissory notes or currencies of His majesty's Government or other foreign Government;

b) fully secured loans advanced by other banks to their customers;²⁶

24. Substituted by Act. No. 22 of 1966.

25. Deleted by Act. No. 22 of 1966.

26. Substituted by Act. No. 22 of 1966.

c) bills of exchange; and

d) buildings and godowns within the Nagar Panchayat area;²⁷

(4) In accordance with the rules to be laid down by the Bank, other banks shall submit reports and returns to it from time to time. The Bank shall carry out inspection of every bank at least once in a year.

(5)¹⁸ After taking into consideration the monetary *Industrial credit*²⁹ situation, the Bank may make loans and advances against adequate securities to other banks or institutions providing credit to industries in private, government and semigovernment sectors.

In addition to the functions prescribed under foregoing provisions, the Bank is authorised to *Transactions* carry on and transact business hereinafter specified, namely;

(1) The accepting of money on deposit without interest from institutions and persons besides His Majesty's Government;

(2) The sale and purchase of cheques, demand drafts and hundies;

(3) The rediscount of bills of exchange on commission;

(4) The borrowing of money not exceeding the capital against the securities or mortgage of the Bank's assets;

(5) The making of loans and advances to.....³⁰ co-operative societies on reasonable terms;

(6) The purchase and sale of securities and promissory notes of His Majesty's Government or foreign

27. Inserted by Act. No. 8 of 1960.
28. Deleted by Act. No. 22 of 1966.
29. Substituted by Act. No 22 of 1966.

30. Deleted by Act. No 22 of 1962.

- Governments or international institutions and the collection of principal and interest thereon; ³¹
- (7) Establishing and negotiating letter of credit on account of His Majesty's Government and the Bank;
- (8) The purchase and sale of bullion, sovereigns and asarpahies (gold mohars);
- (9) The remittance and collection of money by telegraphic transfers, hundies etc., in and out of the country;
- (10) The maintenance of safe deposit vault; ³²
- (11) The making of loans and advances to His Majesty's Government repayable within 4 months on terms mutually agreed upon; ³³
- (12) Acting as agent to His Majesty's Government for the following:
- the sale and purchase of securities and promissory notes,
 - the sale and purchase of bullion, sovereigns and asarpahies (gold mohars); ³³
- (13) The acquisition and sale of property, whether movable or immovable, which may come into the possession of the Bank in satisfaction of any of its claims; ³³
- (14) The opening of account with any bank incorporated in any country outside Nepal or with the principal currency authority of the country or with international bank, the making of an agency agreement with, and the acting as agent of, such bank or banks, and the investment of the funds of

the Bank in the shares of any such international bank; ³³

- (15) Generally, the doing of all such matters and things as may be incidental to or consequential upon the exercise of its powers or discharge of its duties under this Act; ³³ and
- (16) The purchase and sale or underwriting of share or debenture of other banks and financial institutions, if deemed desirable for the development of agriculture, industry and banking. ³⁴

26.

The Bank is not obliged to transact the following business:

*Business
which the
Bank may
not trans-*

- (1) Have a direct interest in any commercial, industrial or other undertaking or engage in trade except in the course of the satisfaction of any of its claims;

- (2) Purchase of the shares of any banking company or of any other company or grant loans upon the security of any such shares;

- (3) Advance money on security of immovable property like land, building, etc, except so far as is necessary for its own office premises or residences for its employees;

- (4) Make loans and advances without security;

- (5) Make loans and advances upon the net surplus of the trust income;

- (6) Draw or accept or honour bills other than those payable on demand. ³⁵

31. Substituted by Act. No. 22 of 1966.

32. Inserted by Act. No. 22 of 1966.

33. Serially renumbered in accordance with Act. No. 22 of 1962.

34. Inserted by Act. No. 22 of 1966

35. Substituted by Act. No 22 of 1962.

Chapter — IV

General Provision

27. (1) Not less than two auditors shall be appointed and *Auditors.*
 their remuneration fixed by His Majesty's Government to audit the accounts of the Bank;
- (2) His Majesty's Government, if it so desires, may at any time, have the accounts of the Bank examined by a special auditor;
- (3) Every auditor so appointed shall be supplied with a copy of the annual balance-sheet and it shall be his duty to audit the accounts of the Bank together with the documents and vouchers relating thereto. Every such auditor shall have a list delivered to him of all books of accounts maintained by the Bank and shall at all times, in the performance of his duties, have access to all books, accounts and related documents of the Bank and may, if necessary, employ accountants or other persons to assist him, and may, in course of the examination of the accounts, examine any Director or officer of the Bank;
- (4) After the auditing of the accounts as stated in sub-section (3) above, the auditor shall make report to His Majesty's Government stating clearly:
- [a] Whether the balance-sheet prepared by the Bank contains all necessary particulars and exhibits the actual state of affairs of the Bank,
 - [b] Whether the accounts are properly kept and obtained in reply to questions asked.
 - [c] Whether satisfactory explanations have been obtained in reply to questions asked.
- The balance of profit at the end of every fiscal year shall be, after making provision for reserve depreciation and contingencies as the Board at its discretion may think fit, credited to the Consolidated Fund of His Majesty's Government.³⁶ In case of loss His Majesty's Government shall make good the loss.

29. Except in case of dishonest intention and willful negligence the Governor, Directors and employees of the Bank shall not be held personally liable for any loss caused to the Bank in cities in discharge of their authorised duties. Provided that care of loss the fine imposed for acting in contravention to the provisions of this Act or rules framed thereunder shall be borne personally.

30. The Bank shall not be placed in liquidation save by order of His Majesty's Government and in the event of liquidation the same shall be carried out in such manner as decided by His Majesty's Government.

31. To amend this Act the Board may, when necessary, submit recommendations to His Majesty's Government stating the reasons and the matters.

32. (1) If any bank or financial institution fails to abide by this Act or the rules or the directives framed thereunder the Bank may impose restrictions upon failing to the lending and investment business of such bank or financial institution or upon the payments in part or in full amount of dividend to its shareholders or upon its banking business or suspend or cancel licence of such bank.

[a] Whether the balance-sheet given under direction prepared by the Board at its discretion contains all necessary particulars and exhibits the actual state of affairs of the Bank.

36. Substituted by Act. No. 22 of 1966.

37. Inserted by Act. No. 22 of 1962.

38. Inserted by Act No. 22 of 1966.

[2] Appeal could be referred to His Majesty's Government against any action taken under subsection [1] and the decision of His Majesty's Government on such appeal shall be final.

33. [1] No officer, advisor, employee, or Director of *Oath of Secrecy* of the Bank shall disclose to any unauthorised person any information or particulars known to him while discharging his duties;

[2] Every officer and employee appointed for the first time in the Bank shall, before assuming charge of his post, take a prescribed oath of secrecy and honesty.

34. [1] If any person causes or attempts to cause any loss to the Bank by not discharging any duty which is to be discharged in accordance with this Act or rules framed thereunder or by doing an unauthorised act, intentionally or with dishonest intention, such loss if any, shall be recovered from him and such person shall be punishable with imprisonment not exceeding three years or with a fine which may extend to rupees three thousand or both;

[2] If any person fails to maintain, compile, prepare or produce in time accounts, books of accounts, statements or any other documents required to be maintained, compiled, prepared or produced under this Act or rules framed thereunder or prepares or produces false statements and documents intentionally or with dishonest intention, such person shall be punishable with imprisonment for a term not exceeding one year or with a fine which may extend to rupees one thousand or both.

39. Inserted by Act. No. 22 of 1966.

[3] Any person who contravenes any provisions of this Act or rules framed thereunder, other than those mentioned in sub-sections [1] and [2], shall be punishable with a fine which may extend to rupees five hundred.

35. In any case in which the Bank is a plaintiff or a defendant the Zonal Court shall have original jurisdiction and dispose of such case.

36. The action taken by any Director or by the Board shall not be invalid simply for the reason that there was any irregularity in the appointment of the Director or in the formation of the Board of Directors or that the post of any Director was vacant.

37. In case of any obstacle in the implementation of any provision of this Act, His Majesty's Government may promulgate necessary orders for removal of such obstacles and such orders shall be published in the Nepal Gazette.

Action not to be invalid.

Removal of obstacles.

40. Inserted by Act No. 22 of 1968.

LIST OF AMENDING ACTS

- 1] Nepal Rastra Bank [Amendment] Act, 1958
[7 of 1958]
- 2] Nepal Rastra Bank [Second Amendment] Act, 1960
[8 of 1960]
- 3] Nepal Rastra Bank [Third Amendment] Act, 1962
[24 of 1962]
- 4] Some Nepal Law [Amendment and Reconstitution
(24 of 1964) Act, 1964
- 5] Nepal Rastra Bank [Furth Amendment] Act, 1964
(31 of 1964)
- 6] Nepal Rastra Bank [Fifth Amendment] Act. 1968
[22 of 1966].

Notes:

- 1] Nepal Interim Constitution [Fourth Amendment], 1958, has substituted the term 'Nepal Government' and the 'Government' for 'His Majesty's Government,
- 2] Nepal Rastra Bank [Fourth Amendment] Act, 1964, [31 of 1964], substituted the term the 'State of Nepal' for the 'Kingdom of Nepal.'
- 3] Nagar Panchayat Act, 1962 [13 of 1962] has substituted the term 'municipality' for 'Nagar Panchayat'.

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