NEW GUINEA LOAN GUARANTEE.

**No. 16 of 1938.**

An Act to provide a Guarantee by the Commonwealth in respect of a Loan to be raised by the Administrator of the Territory of New Guinea to meet the Cost of certain Road Construction.

[Assented to 5th July, 1938.]

[Date of commencement, 2nd August, 1938.]

BE 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.**

**1.** This Act may be cited as the *New Guinea Loan Guarantee Act* 1938.

**Guarantee of loan raised by Administrator of New Guinea.**

**2.**—(1.) Subject to this section, the Commonwealth hereby guarantees the repayment of, and the payment of interest upon, a loan not exceeding One hundred and fifty thousand pounds to be raised by the Administrator of the Territory of New Guinea acting under the authority of a law in force in the Territory.

(2.) The last preceding sub-section shall not apply unless—

(*a*) the loan is raised at such time and in accordance with such terms and conditions as are approved by the Treasurer; and

(*b*) the loan is raised for the purposes of, and the proceeds of the loan are applied to, the construction of a road between Salamaua and Wau in the Territory of New Guinea.

**Appropriation.**

**3.** The Consolidated Revenue Fund is hereby appropriated to the extent necessary to meet any liability of the Commonwealth arising from the guarantee provided by this Act.