

[AS PASSED BY THE SENATE]

A

BILL

to repeal the Establishment of the Federal Bank for Cooperatives and Regulation of Cooperative Banking Act, 1977

WHEREAS it is expedient to repeal the Establishment of the Federal Bank for Cooperatives and Regulation of Cooperative Banking Act, 1977 (IX of 1977) for the purposes hereinafter appearing;

It is hereby enacted as follows:-

1. Short title and commencement.— (1) This Act may be called the Establishment of the Federal Bank for Cooperatives and Regulation of Cooperative Banking (Repeal) Act, 2018.

(2) It shall come into force at once.

2. Repeal.— The Establishment of the Federal Bank for Cooperatives and Regulation of Cooperative Banking Act, 1977 (IX of 1977) is hereby repealed.

STATEMENT OF OBJECTS AND REASONS

The Federal Bank for Cooperative (FBC) was established under "the Establishment of the Federal Bank for Cooperatives and Regulation of Cooperative Banking Act, 1977 (IX of 1977)". The FBC was established with the aim to provide loans to the Cooperative Societies and finance the Provincial Cooperative Banks (PCBs) for meeting the agricultural credit requirements of the small farmers.

2. The process of liquidation of FBC was commenced on October 16, 2002 by the Federal Government on the recommendations of State Bank of Pakistan. After completion of all formalities / liquidation process, the Federal Government dissolved the FBC on April 30, 2014.

3. Federal Bank for Cooperatives and Regulation of Cooperative Banking Act, 1977 (IS of 1977) needs to be repealed.

**Minister for Finance, Revenue and
Economic Affairs
Minister-in-Charge**