

The redemption value of the New Zealand Government stock and local authority securities appearing in the balance sheet is £18,373,347, and the market value £18,170,603.
The book values of securities purchased at a discount or at a premium are adjusted annually so as to attain their redemption values by maturity date.

<u>£8,808,584</u>	<u>£21,874,978</u>
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PROFIT AND LOSS ACCOUNT FOR YEAR ENDED 31 MARCH 1966

1965 (six months)	1966
£	£
88,229 Interest to depositors	486,681
43,188 Management and operating expenses (Directors' fees—nil)	131,583
<u>131,417</u>	<u>618,264</u>
.. Provision for taxation	47,500
3,272 Net profit for year	45,336
<u>£134,689</u>	<u>£711,100</u>

1965 (six months)	1966
£	£
Income from investments—	
New Zealand Government stock and local authority securities	601,453
124,851 Other investments	102,000
2,413	<u>703,453</u>
127,264 Other income	7,647
7,425	<u>£711,100</u>
<u>£134,689</u>	

PROFIT AND LOSS APPROPRIATION ACCOUNT

1965	1966
£	£
.. Transfer to general reserve	30,000
3,272 Balance at 31 March 1966	18,608
<u>£3,272</u>	<u>£48,608</u>
1965	1966
£	£
.. Balance at 31 March 1965	3,272
3,272 Net profit for year	45,336
<u>£3,272</u>	<u>£48,608</u>

On behalf of the Board:

B. B. WATSON, Manager.
J. D. G. DUNCAN } Directors.
J. HALLIGAN }

Auditors' Report

We have obtained all the information and explanations that we have required. In our opinion proper books of account have been kept by the company, so far as appears from our examination of those books. In our opinion, according to the best of our information and the explanations given to us and as shown by the said books, the balance sheet and the profit and loss account are properly drawn up so as to give respectively a true and fair view of the state of the company's affairs as at 31 March 1966, and of the results of its business for the year ended on that date.

According to such information and explanations, the accounts, the balance sheet, and the profit and loss account give the information required by the Companies Act 1955, in the manner so required.

ERNEST HUNT, TURNER, AND CO.,
Public Accountants, Auditors.

Wellington, 18 May 1966. 175

NATIONAL BANK OF NEW ZEALAND SAVINGS
BANK LTD.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1966

1965 (six months)	1966
£	£
55,359 Interest to depositors	247,929
21,437 Management and operating expenses	61,117
.. Directors' fees
<u>76,796</u>	<u>309,046</u>
2,122 Provision for taxation	42,095
3,201 Net profit for period	43,176
<u>£82,119</u>	<u>£394,317</u>

1965
(six months)
£

Income from investments—	£
New Zealand Government stock and local authority securities	261,366
60,862 Other investments	129,994
19,370	<u>391,360</u>
80,232 Other income	2,957
1,887	<u>£394,317</u>
<u>£82,119</u>	

PROFIT AND LOSS APPROPRIATION ACCOUNT

1965	1966
£	£
.. Preliminary expenses written off	2,802
.. Transfer to general reserve	20,000
.. Provision for dividend	10,000
£3,201 Balance carried forward	14,096
	<u>£46,898</u>
.. Balance brought forward	3,201
£3,201 Net profit for period	43,176
.. Over-provision for tax 1965	521
	<u>£46,898</u>

BALANCE SHEET AS AT 31 MARCH 1966

1965	1966
£	£
Shareholders' funds—	
Authorised and issued capital—	
1,000,000 ordinary shares of £1 each	£1,000,000
<u>£1,000,000</u>	
£	£
Paid-up capital—	
1,000,000 ordinary shares of £1 each, paid up to 4s. each	200,000
200,000 General—reserve	20,000
3,201 Profit and loss Approp- riation account	14,096
	<u>234,096</u>
Current liabilities and provisions—	
Depositors' balances—	
3,373,985 Ordinary accounts	6,565,683
4,125 Thrift accounts	24,398
59,506 Home lay-by accounts	214,289
1,466,870 Investment accounts	3,668,201
	<u>10,472,571</u>
2,122 Provision for taxation	42,095
.. Less provisional tax paid	3,745
	<u>38,350</u>
.. Provision for dividend	10,000
.. Other liabilities, including interest accrued	180,800
54,340	<u>229,150</u>
<u>£5,164,149</u>	<u>£10,935,817</u>

Contingent liability—

1965	1966
Subsidy—Home lay-by accounts	£2,265
Deposits at the National Bank of New Zealand Ltd.	753,701
353,450	
Investments—	
New Zealand Govern- ment stock—	£
2,280,000 3½ per cent special	4,395,000
1,829,916 Other (marketable)	3,407,061
5,000 Local authority securi- ties	44,750
662,931 Mortgages and Other Loans	2,244,776
	(less provision for bad and doubtful debts)
30,050 Income accrued on Invest- ments	90,529
	<u>10,182,116</u>
2,802 Preliminary expenses
	NOTE—The book values of securities purchased at a discount or at a premium are adjusted annually so as to attain their redemption value by maturity date.
<u>£5,164,149</u>	<u>£10,935,817</u>

On behalf of the Board:

JOHN MOWBRAY, Director.
E. A. CARR, Secretary.