

1966		1967
£		£
2,200	Cost of leases .. .. .	2,200
..	Less amortisation to 31 March 1966 .. .. .	273
2,200	Book value as at 31 March 1966 .. .. .	1,927
..	Less disposal for the year ended 31 March 1967 .. .. .	500
2,200		1,427
273	Less amortisation for the year ended 31 March 1967 .. .. .	118
<u>£1,927</u>		<u>£1,309</u>

NOTE 6: *Establishment Account*—Of last year's establishment account expense of £19,487, £19,438 has been approved by the Inland Revenue Department for taxation purposes, and is available to be carried forward and deducted from assessable income derived during the six following years. When added to the establishment account expense for the period ended 31 March 1965, £27,689 is available to be carried forward and deducted from future assessable profits, subject to the six year provision.

NOTE 7: *Bank Overdraft*—The bank's administration expenses and capital expenditure are financed from this source.

SOURCE AND APPLICATION OF FUNDS STATEMENT FOR THE YEAR ENDED 31 MARCH 1967

1966		1967	1967
£		£	£
	Depositors' balances increased as follows:		
875,057	Savings bank .. .. .	859,345	
67,396	Thrift clubs .. .. .	39,926	
942,453	Ordinary depositors' total .. .. .	899,271	
239,980	Investment accounts .. .. .	312,380	
			1,211,651
<u>£1,182,433</u>			<u>£1,211,651</u>

This is represented by:

	Increases in—		
20,859	Cash resources .. .. .	78,455	
(12,205)	Reduction of cash available for transfer to bank overdraft after receipt of accrued income .. .. .	1,112	
8,654		79,567	
142	Debtors .. .. .	282	
458	Owing by other trustee savings banks .. .. .	2,718	
18,667	Accrued income .. .. .	7,624	
973,686	New Zealand Government stock (cost) .. .. .	661,432	
20,489	Local authorities stock (net) .. .. .	30,826	
123,425	Mortgages (net) .. .. .	435,703	
40,000	Fixed deposits .. .. .	..	
	Reduction of—		
2,374	Owing to other trustee savings banks .. .. .	343	
1,187,895			1,218,495
	Less increases in—		
..	Creditors .. .. .	22	
5,462	Provision for accrued investment account interest .. .. .	6,822	
			6,844
<u>£1,182,433</u>			<u>£1,211,651</u>

The bank's operations were financed by:

	Increases in—		
(1,136)	Creditors .. .. .	1,893	
42,988	Bank overdraft .. .. .	23,326	
(12,205)	Reduction of cash available for transfer to bank overdraft after receipt of accrued income .. .. .	1,112	
..	Proceeds on sale of motor vehicle .. .. .	650	
..	Proceeds on sale of lease .. .. .	2,000	
..	Reduction of—		
..	Debtors .. .. .	43	
			29,024
<u>£29,647</u>			<u>£29,024</u>

1966		1967	1967
£		£	£
	The following changes resulted:		
	Increases in—		
44	Debtors .. .. .	..	..
446	Payments in advance .. .. .	..	17
4,844	Furniture and fittings, safes, office machines .. .. .	..	2,333
3,751	Improvements to leasehold premises .. .. .	..	1,434
956	Motor vehicles .. .. .	..	1,904
1,700	Cost of leases .. .. .	..	..
19,487	Establishment account .. .. .	24,828	..
(1,581)	Less (net) adjustments to depreciation and cost of leases .. .. .	1,492	..
			23,336
<u>£29,647</u>			<u>£29,024</u>

We report that we have audited the books and accounts of the Wellington District Savings Bank for the year ended 31 March 1967, and have received all the information and explanations we have required. In our opinion, the accompanying balance sheet and statements of profit and loss and source and application of funds present fairly the financial position of the bank at 31 March 1967, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles applied on the basis consistent with that of the preceding year.

WATKINS, HULL, WHEELER, AND JOHNSTON, Auditors.  
Wellington, New Zealand, 22 May 1967.

579

WESTLAND SAVINGS BANK

PROFIT AND LOSS ACCOUNT FOR YEAR ENDED 31 MARCH 1967

1966		1967	1967
£		£	£
	Interest to—		
	Depositors .. .. .	30,120	
	Investments .. .. .	10,271	
34,454			40,391
382	Trustees fees .. .. .	..	561
	Management expenses—		
	Salaries and wages .. .. .	8,941	
	Maintenance and repairs .. .. .	512	
	Rent and rates .. .. .	486	
9,585			9,939
1,285	Depreciation .. .. .	..	1,571
4,965	Administration costs .. .. .	..	7,756
4,979	Provision for taxation .. .. .	..	4,271
6,125	Net profit .. .. .	..	5,417
<u>£61,775</u>			<u>£69,906</u>
	Interest on—		
	Deposits .. .. .	2,062	
	Government stock .. .. .	30,425	
	Local body debentures .. .. .	1,086	
	Mortgages .. .. .	33,127	
58,659			66,700
601	Commission, fees, etc. .. .. .	..	561
2,515	Rent .. .. .	..	2,645
<u>£61,775</u>			<u>£69,906</u>

APPROPRIATION ACCOUNT FOR YEAR ENDED 31 MARCH 1967

1966		1967	1967
£		£	£
1,750	Provision for donations .. .. .	..	1,000
4,475	Reserve fund .. .. .	..	4,417
<u>£6,225</u>			<u>£5,417</u>
	Net profit .. .. .	..	5,417
6,125	Over provision for donations .. .. .	..	..
100			..
<u>£6,225</u>			<u>£5,417</u>