

NOTE TO ANNUAL ACCOUNTS, 31 MARCH 1969

Deferred taxation account, \$31,594.56.

Up until 31 March 1968, the bank had paid tax on accrued income as well as cash income received. The Inland Revenue Department now allows us to reduce our taxable income by the amount of accrued income included therein.

The bank still provides for the tax liability on the accrued income, but it is not paid until the following year. It is therefore shown separately as "Deferred taxation account".

Since accrued income tends to increase each year, so this deferred taxation account will increase each year also. It is therefore a permanent account which will always be present as a current liability, but for which payment is always deferred.

J. A. GRACE, President.
S. R. McROBIE, Manager.

AUDITORS' REPORT

We, the undersigned, being the auditors of the Waikato Savings Bank, appointed in terms of section 29 (3) of the Trustee Savings Banks Act 1948, report that:

- (a) We have examined the books, accounts, and vouchers of the bank, and have received all the information and explanations required.
- (b) We have verified the cash, investments, securities, and assets of the bank as at 31 March 1969.
- (c) The general manager has certified that, to the best of his knowledge and belief, all requirements of the Trustee Savings Banks Act 1948 and regulations thereunder have been complied with.

In our opinion, the above balance sheet and profit and loss account are properly drawn up so as to give respectively a true and fair view of the state of the Waikato Savings Bank's affairs as at 31 March 1969, and of the results of its business for the year ended on that date, and in conformity with generally accepted accounting principles applied on the basis consistent with that of the preceding year.

FISHER, DAY, MATTHEWS, AND HILTON,
Public Accountants, Auditors.

Hamilton, 13 May 1969.
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TARANAKI SAVINGS BANK

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1969

1968		1969
\$		\$
747,094	Interest credited to depositors	800,654
179,554	Charges and administration expenses	196,502
26,476	Depreciation	25,540
107,000	Provision for taxation	112,200
106,762	Net profit transferred to profit and loss appropriation account	114,919
<u>\$1,166,887</u>		<u>\$1,249,815</u>

1968		1969
\$		\$
1,153,798	Interest on investments	1,239,526
13,089	Commissions, sundry receipts, and refunds	10,289
<u>\$1,166,887</u>		<u>\$1,249,815</u>

APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31 MARCH 1969

1968		1969
\$		\$
30,000	Provision for donations	30,000
242	Depreciation, Fitzroy premises
77,473	Balance transferred to reserve fund	90,161
<u>\$107,715</u>		<u>\$120,161</u>

1968		1969
\$		\$
320	Donation reserve balance	5,242
633	Taxation reserve balance
106,762	Net profit	114,919
<u>\$107,715</u>		<u>\$120,161</u>

DETAILED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1969

1968		1969
\$		\$
482,878.44	Interest credited to ordinary savings bank depositors	491,018.46
245,810.46	Interest credited to investment accounts	293,609.58
18,404.98	Interest credited to national savings accounts	16,025.47
116,742.63	Salaries and wages	800,653.51
3,004.00	Trustees' fees	124,982.18
19,307.48	Printing, advertising, and stationery	3,235.00
6,476.62	Rates and fire insurance premiums	20,628.57
69.41	Share of earthquake premiums of properties mortgaged to the bank	6,054.73
768.78	Trustees' travelling and inspection fees	140.28
5,833.42	Charges—	660.48
2,521.94	Staff provident fund contributions	7,852.74
2,584.39	Rent branch premises	2,637.92
19,652.15	Lighting and heating	2,994.13
2,593.88	General office expenses	24,255.51
26,476.29	Expenses maintaining bank premises	3,060.87
107,000.00	Depreciation	25,540.28
106,762.58	Provision for taxation	112,200.00
<u>\$1,166,887.45</u>	Net profit, transferred to profit and loss appropriation account	114,918.90
		<u>\$1,249,815.10</u>

1968		1969
\$		\$
19,703.53	Interest accrued and received from—
708,311.20	Fixed deposits	40,480.31
19,304.98	Government stock	756,986.15
5,981.44	Government stock—national savings	16,725.47
385,037.03	Local body debentures	5,774.58
15,460.71	Mortgages	399,421.34
.. .. .	Rents	16,199.32
13,088.56	Short-term investments	3,939.15
<u>\$1,166,887.45</u>	Commissions, fees, and sundry receipts	10,288.78
		<u>\$1,249,815.10</u>

BALANCE SHEET AS AT 31 MARCH 1969

1968		1969
\$		\$
15,578,947	Depositors' balances—
419,367	Savings bank department	16,336,853
345,612	Thrift club	528,255
25,471	Home lay-by	316,729
16,369,397	Special accounts	35,529
6,516,546	Ordinary depositors' total	17,217,366
165,470	Investment accounts	6,951,914
	Add interest accrued	178,938
		<u>7,130,852</u>