

3. The general manager has certified that, to the best of his knowledge and belief, all requirements of the Trustee Savings Bank Act 1948, and regulations thereunder have been complied with.

In my 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 bank's affairs as at 31 March 1970, and of the results of its business for the year ended on that date.

J. L. GREGORY, F.C.A., Auditor.

13 May 1970.

NOTES TO THE ACCOUNTS

NOTE 1. Government Stock—It is the bank's policy to amortise the discounts and premiums on Government stock securities over the term of the investment on a straight-line basis, and to show the value of the stock in the balance sheet at cost price plus amortised discount to date. In accordance with the policy the sum of \$3,117 has been transferred to the profit and loss appropriation account for this financial year.

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TARANAKI SAVINGS BANK
BALANCE SHEET AS AT 31 MARCH 1970

1969		1970	
\$		\$	\$
16,336,853	Depositors' balances—		
528,255	Ordinary accounts ..	17,220,195	
316,729	Thrift club ..	614,418	
35,529	Home lay-by ..	336,002	
6,951,914	Christmas club ..	45,710	
	Investment accounts ..	7,800,294	
24,169,280			
383,507	Total liability to depositors ..	26,016,619	
7,024	National savings accounts ..	279,347	
	Add interest suspense account ..	6,649	
390,531			285,996
178,938	Other liabilities—		
2,132	Interest accrued on investment accounts ..	200,554	
..	Sundry creditors ..	4,062	
	Remittances in transit ..	2,414	
181,070	Total other liabilities ..	207,030	
30,000	Provision for donations ..	40,000	
215,604	Provision for taxation ..	223,819	
1,373,886	Reserve fund ..	1,446,325	
\$26,360,371		\$28,219,789	

1969		1970	
\$		\$	\$
543,895	Current assets—		
755,000	Cash in hand and at bankers ..	666,769	
250,000	Fixed deposits ..	755,000	
239,279	Short term investments ..	450,000	
5,818	Interest accrued on investments ..	259,663	
383	Sundry debtors ..	10,294	
1,794,375	Remittances in transit ..	642	
15,342,030	Total current assets ..	2,142,368	
138,757	Investments—		
8,131,735	New Zealand Government stock ..	16,099,030	
23,612,522	Local authority securities ..	126,865	
380,000	Mortgages ..	9,005,176	
10,531	Total ordinary investments ..	25,231,071	
390,531	National savings securities—		
	New Zealand Government stock ..	280,000	
	Cash on hand and at bank ..	5,996	
	Total national savings securities ..	285,996	
468,659	Fixed assets (at cost less depreciation)		
94,284	Land and buildings ..	475,332	
562,943	Vehicles, office equipment, furniture, etc. ..	85,022	
\$26,360,371	Total fixed assets ..	560,354	
		\$28,219,789	

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BALANCE SHEET AS AT 31 MARCH 1970—continued

1969		1970	
\$		\$	\$
	Contingent liability—		
	Subsidy on home lay-by accounts, new building and alterations ..	\$24,900	

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1970

1969		1970	
\$		\$	\$
455,212	Interest to depositors—		
149,943	On open accounts ..	475,372	
178,938	Closed accounts and matured investment accounts ..	151,779	
535	Accrued on investment accounts ..	200,554	
	Home lay-by accounts—		
	Suspensory free deposits ..	100	
784,628			827,805
193,267	Administrative expenses ..	246,677	
3,235	Trustees honoraria ..	3,162	
25,540	Depreciation ..	29,557	
112,200	Provision for taxation ..	114,000	
114,919	Net profit ..	114,678	
\$1,233,789		\$1,335,879	

1969		1970	
\$		\$	\$
756,986	Interest on investments—		
5,775	From New Zealand Government stock ..	801,702	
399,421	From local authorities stock ..	5,231	
44,419	From mortgages ..	442,111	
	From other sources ..	56,884	
1,206,601			1,305,928
27,188	Income from other sources ..	29,951	
\$1,233,789		\$1,335,879	

APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31 MARCH 1970

1969		1970	
\$		\$	\$
30,000	Provision for donations ..	40,000	
..	Buildings demolished ..	2,659	
90,161	Reserve account ..	72,439	
\$120,161		\$115,098	
1969		1970	
\$		\$	
5,242	Donation reserve balance ..	420	
114,919	Net profit ..	114,678	
\$120,161		\$115,098	

DETAILED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1970

1969		1970	
\$		\$	\$
455,211.41	Interest to depositors on open accounts ..	475,371.98	
149,943.22	Closed accounts and matured investment accounts ..	151,779.68	
178,938.41	Accrued on investment accounts ..	200,553.70	
535.00	Home lay-by accounts—		
	Suspensory free deposits ..	100.00	
784,628.04			827,805.36
124,982.18	Administration expenses—		
3,235.00	Salaries and wages ..	155,200.57	
20,628.57	Trustees fees ..	3,161.50	
6,054.73	Printing, advertising, and stationery ..	25,550.25	
140.28	Rates and insurance premiums ..	7,617.86	
660.48	Share of earthquake premiums of properties mortgaged to the bank ..	179.71	
7,852.74	Trustees travelling and inspection fees ..	739.45	
2,637.92	Staff provident fund contributions ..	9,639.85	
2,994.13	Rent branch premises ..	3,074.94	
	Lighting and heating ..	3,317.78	