

Fixed assets—

	Cost Price \$	Depreciation To Date \$	Book Value \$
Land and buildings	8,770,792	920,221	7,850,571
Vehicles	135,831	39,681	96,150
Equipment	4,124,344	2,687,599	1,436,745
Furniture, etc.	2,741,887	1,535,892	1,205,995
Total fixed assets	<u>\$15,772,854</u>	<u>\$5,183,393</u>	10,589,461

Pre-payment—

Computer equipment	198,292
			<u>\$396,948,578</u>

NOTE: Capital Commitment—Buildings \$2,275,000

A. L. JENKIN, President.

D. F. STEPHENS, General Manager.

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

(1) We have examined the books, accounts, and vouchers of the bank and have received all the information and explanations we have required.

(2) We have verified the cash, investments, securities, and assets of the bank as at 31 March 1976.

(3) 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.

(4) 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 Auckland Savings Bank's affairs as at 31 March 1976 and of the results of its business for the year ended on that date.

D. C. O'HALLORAN, B.COM., F.C.A., Auditor.

A. J. POSTLES, A.C.A., Auditor.

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BAY OF PLENTY SAVINGS BANK

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1976

	\$	\$
Interest to depositors—		
To open accounts	..	695,821
Closed accounts and matured investment accounts	..	298,835
Accrued on investment accounts	..	308,585
Home layby accounts: suspensory free deposits	..	1,151
		<u>1,304,392</u>
Administrative expenses	..	1,165,747
Loss on realisation of investments	..	5,083
Trustee's honoraria	..	4,690
Depreciation	..	43,944
Provision for taxation	..	30,816
Net profit—carried down..	..	38,798
		<u>\$2,593,470</u>

Interest on investments—

From New Zealand Government stock..	1,021,142
From local authorities stock	74,764
From mortgages	1,169,841
From other sources	227,474
	<u>2,493,221</u>
Income from other sources	100,249
	<u>\$2,593,470</u>

APPROPRIATION ACCOUNT

	\$
Provision for donations	3,500
Share of Loss—Northern Trustee Computerbank Ltd.	1,176
Transfer to reserve	34,122
	<u>\$38,798</u>
Net profit—brought down	..
	<u>\$38,798</u>

BALANCE SHEET AS AT 31 MARCH 1976

Depositors' accounts—	\$	\$
Ordinary accounts..	29,582,241	
Personal cheque accounts	652,045	
Investment accounts	11,189,471	
Total liability to depositors		41,423,757
Other liabilities—		
Interest accrued on investment accounts	308,585	
Mortgages	89,600	
Owing to other trustee banks	51,930	
Sundry creditors	50,558	
Remittances in transit	131,291	
		631,964
Provision for donations		3,500
Provision for taxation		202,008
Reserve fund		555,447
		<u>\$42,816,676</u>

Current assets—

Cash on hand and at bank	1,321,985
Fixed deposits	950,000
Short term investments	800,000
Interest accrued on investments	587,215
Owing by other trustee banks	10,123
Prepayments	2,916
Sundry debtors	4,000
Leasehold property suspense	13,560
Landing charges—leased computer equipment	11,184
	<u>3,700,983</u>

Investments—

New Zealand Government stock (note 1)	19,163,705
Local authority securities (note 2)	944,984
Mortgages	18,061,565
Personal loans	378,937
Debentures—Northern Trustee Computerbank Ltd.	33,000
Shares—Medical Data Processing Ltd. (note 3)	10,000
Shares—Northern Trustee Computerbank Ltd. (note 4)	78,824
	<u>38,671,015</u>

Fixed assets—

	Cost \$	Depreciation \$	Book Value \$
Land and buildings..	261,466	11,222	250,244
Vehicles, equipment, furniture, etc.	356,991	162,557	194,434
	<u>\$618,457</u>	<u>\$173,779</u>	
Total fixed assets:			444,678
			<u>\$42,816,676</u>

NOTES TO THE ACCOUNTS

1. Government Stock—It has been the bank's policy to amortise 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 this policy the sum of \$404 has been credited to the profit and loss account for this financial year. This amount relates to stocks held at 31 March 1975.

Following a ruling from the Inland Revenue Department, the cost price of stocks, purchased since 1 April 1975, at a discount or premium, is the price paid for the stock, and no deduction from interest receivable is allowed for the interest content of the purchase. The bank has decided to make provision over the term of the stock for losses or gains on maturity. In accordance with this policy the sum of \$3,473 has been debited to the profit and loss account for this financial year.

The nominal value of the bank's Government stock holding is \$19,219,040.

2. Local Authority Securities—Securities totalling \$182,000 were sold during the year at book value, and invested in special mortgages in accordance with a contract, to produce a higher income. Further securities, totalling \$234,000, were sold on a temporary basis with a contract to repurchase in August 1976.