

The funds obtained have been invested in mortgages to produce a higher income. All securities were originally investments made direct with local authorities to assist in filling loans raised by local bodies in the Bay of Plenty, and the sale of the securities does not affect the individual local authorities.

3. Shares—Medical Data Processing Ltd.—These shares have not been treated as those of an associated Company as a contract for sale had been entered into prior to the 31st day of March 1976.

4. Shares—Northern Trustee Computerbank Ltd.—These shares have been treated using the standard accounting practice adopted by the New Zealand Society of Accountants for an associated company.

	\$
Purchase price of 80,000 \$1 ordinary shares ..	80,000
Less share of loss of Northern Computerbank Ltd. ..	1,176
Book value 31 March 1976	<u>78,824</u>
5. Mortgages approved but not advanced as at 31 March 1976	<u>841,192</u>
6. Capital Commitment—Expenditure committed to property development	<u>25,000</u>

E. H. RAYMOND, President.
P. D. MUNN, General Manager.

AUDITOR'S CERTIFICATE

I report that I have examined the balance sheet of the Bay of Plenty Savings Bank as at 31 March 1976, and the related revenue account for the year ended on that date, and have received all the information and explanations I have required. In my opinion the accompanying balance sheet and revenue account presents fairly the financial position of the bank as at the 31 March 1976, and the results of the operations for the year ended on that date, and were in general conformity with generally accepted accounting principles applied on the basis consistent with that of the preceding year.

Tauranga, 24 May, 1976.

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

1422

SOUTHLAND SAVINGS BANK

BALANCE SHEET AS AT 31 MARCH 1976

Depositors' accounts—	\$	\$
Ordinary accounts—	49,791,804	
Thrift Club Accounts	70,709	
Sub-total	<u>49,862,513</u>	
Investment accounts	6,758,670	
Home ownership accounts	174,982	
Farm ownership accounts	12,661	
Total liability to depositors		56,808,826
National savings accounts	48,170	
Add interest suspense account	1,243	
		<u>49,413</u>
Sub-total		56,858,239
Other liabilities—		
Interest accrued on investment accounts	230,140	
Mortgages		
Owing to other trustee banks		
Remittances in transit		
Staff Provident fund		
Sundry creditors	796	
Other (detail)		
Total other liabilities		230,936
Provision for donations		50,000
Provision for taxation		
Current	29,972	
Deferred	89,916	
		<u>119,888</u>
Reserve fund		3,883,160
		<u>61,142,223</u>

Current assets—	\$	\$
Cash on hand and at bank	1,466,559	
Fixed deposits	5,300,000	
Interest accrued on investments	755,122	
Remittances in transit		
Sundry debtors	43,723	
		<u>7,565,404</u>
Investments—		
New Zealand Government stock	26,658,387	
Local authority securities	7,094,899	
Mortgages	17,976,630	
Personal loans	292,298	
Total ordinary investments		52,022,214
National savings securities—		
New Zealand Government stock	49,413	
Cash on hand and at bank		
Total national savings securities		49,413
Fixed assets—		
Land and buildings	1,657,615	257,873
Vehicles, equipment	527,201	421,751
furniture, etc.		105,450
Total fixed assets		1,505,192
		<u>61,142,223</u>

Government stock reconciliation—	
Cost price	26,579,096
Add Capital gain on purchase	79,291
	<u>26,658,387</u>

National savings securities
New Zealand Government stock
purchased at par.

PROFIT AND LOSS ACCOUNT FOR YEAR ENDED 31 MARCH 1976

Interest to depositors—	\$
On open accounts	1,216,413
Closed accounts and matured investment accounts	138,596
Accrued on investment accounts	230,140
Home layby accounts: suspensory free deposits	
Sub-total	<u>1,585,149</u>
Administration expenses	1,127,650
Trustees' honoraria	8,402
Depreciation	46,475
Provision for taxation	266,831
Net profit—carried down	366,520
	<u>3,401,027</u>

Interest on investments—	\$
From New Zealand Government stock	1,423,891
From local authorities stock	411,909
From mortgages	1,178,169
From personal loans	22,623
From other sources	265,040
Sub-total	<u>3,301,632</u>
Income from other sources	99,395
	<u>3,401,027</u>

APPROPRIATION ACCOUNT

Provisions for donations	50,000
Transfer to reserve	316,520
	<u>366,520</u>
Net profit—brought down	366,520
	<u>366,520</u>

GORDON G. GRIEVE, President.
L. R. D. PAYNE, General Manager.

NOTES TO THE ACCOUNTS

Statement of Accounting Policies: The general accounting principles recommended by the New Zealand Society of Accountants for the measurement and reporting of results on an