

SECTION 78, COMPANIES ACT 1955

FALCO ENGINEERING LTD.

Certificate of Registration of Court Order and Minute of Reduction

I, Leone Margaret Lindsay, Assistant Registrar of Companies, hereby certify that the Court Order dated the 7th day of June 1978, confirming the reduction of the share capital of the above company and the minute of reduction reducing the share capital from \$70,000 to \$45,000, was registered on the 22nd day of June 1978.

Given under my hand at Christchurch, this 7th day of July 1978.

L. M. LINDSAY, Assistant Registrar of Companies.

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WESTLAND SAVINGS BANK

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1978
Statement of Accounting Policies

1. *General Accounting Policies*—The general accounting principles recognised as appropriate for the measurement and reporting of results and financial position under the historic cost method of accounting have been adopted on a basis consistent with the previous year.

2. *Recognition of Income*—Income earned is recorded on a accrual basis. Interest on personal loans is calculated according to "rule of 78."

3. *Valuation of Investments*—Investments are valued at cost.

4. *Fixed Assets and Depreciation*—Fixed Assets are valued at cost less accumulated depreciation. Depreciation has been charged using the straight-line method based on the economic life of the assets.

5. *Taxation*—Taxation provisions are assessed on accounting profits. Where income is taxable in a future tax period the provision is shown as deferred taxation.

REPORT OF THE AUDITORS

We report that we have audited the books and accounts of the Westland Savings Bank of the year ended 31st March 1978, and have obtained all the information and explanations we have required.

In our opinion the accompanying profit and loss account, balance sheet, and notes, presents fairly the financial position of the Bank at 31st March 1978, and the results of the year ended on that date, determined in accordance with the historical cost basis of accounting.

28 April 1978.

MARSHALL AND HEAPHY, Chartered Accountants.

WESTLAND SAVINGS BANK

BALANCE SHEET AS AT 31 MARCH 1978

	1978	1977
	\$	\$
Depositors accounts—		
Ordinary	8,485,957	7,835,211
Special	818,927	456,029
	9,304,884	8,291,240
Investment accounts	5,535,314	4,429,301
	14,840,198	12,720,541
Other liabilities—		
Interest accrued on investment accounts	181,967	162,891
Owing to other trustee savings banks	568
Sundry creditors	12,272	12,486
	194,239	175,945
Provision for donations	20,000	..
Provision for taxation—		
Current	34,207	8,634
Deferred	22,994	3,998
	57,201	12,632
Reserve fund		
Balance 1 April 1977	450,290	417,257
Transfer from appropriations	68,016	33,033
	518,306	450,290
	\$15,629,944	\$13,359,408

	1978	1977
	\$	\$
Current assets—		
Cash on hand and at banks	722,490	350,088
Interest bearing deposits	590,687	484,669
Interest accrued on investments	93,896	89,937
Owing by other trustee savings banks	13,755
Sundry debtors	48	10,136
	1,407,121	948,585
Investments—		
N.Z. Government stock	5,565,147	5,560,372
Local authority securities	250,104	253,181
Mortgages	7,856,256	6,072,702
Personal loans	149,007	107,915
	13,820,514	11,994,170
Fixed assets—		
Land and buildings—cost price	274,818	274,818
Depreciation to date	27,291	24,540
	247,527	250,278
Furniture and Equipment—cost price	205,527	270,459
Depreciation to date	50,745	104,084
	154,782	166,375
	402,309	416,653
	\$15,629,944	\$13,359,408

P. ROSELLI, Deputy President.
J. J. LESLIE, General Manager.

WESTLAND SAVINGS BANK

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1978

	1978	1977
	\$	\$
Interest to depositors—		
On open accounts	219,160	122,575
On closed accounts	6,011	10,650
On matured investment accounts	190,095	111,334
Accrued on investment accounts	181,965	162,891
	597,231	497,450
Administration expenses	331,331	283,058
Trustees honoraria	6,033	4,974
Depreciation	25,522	22,586
Provision for taxation	47,447	..
	410,333	310,618
Net profit	88,016	512
	\$1,095,580	\$808,580
	\$	\$
Interest on investments—		
From N.Z. Government stock	346,272	311,269
From local authorities	16,439	14,082
From mortgages	600,362	406,731
From personal loans	12,900	10,000
From other sources	97,317	51,886
	1,073,290	793,968
Income from other sources—		
Commission	7,679	7,028
Rents	14,611	7,584
	22,290	14,612
	\$1,095,580	\$808,580