

	1979 \$	1978 \$
Current Assets—		
Cash on hand and at banks	816,006	722,538
Interest bearing deposits	551,100	590,687
Interest accrued on investments	118,606	93,896
Prepaid taxation	29,302	..
	<u>1,515,014</u>	<u>1,407,121</u>
Investments—		
N.Z. Government stock	6,778,841	5,565,147
Local Authority securities	286,526	250,104
Mortgages	10,335,408	7,856,256
Personal loans	352,339	149,007
	<u>17,753,114</u>	<u>13,820,514</u>
Fixed Assets—		
Land and buildings—cost price	304,025	274,818
Depreciation to date	30,042	27,291
	<u>273,983</u>	<u>247,527</u>
Furniture and equipment—		
cost price	217,126	205,527
Depreciation to date	79,586	50,745
	<u>137,540</u>	<u>154,782</u>
	<u>411,523</u>	<u>402,309</u>
	<u>\$19,679,651</u>	<u>\$15,629,944</u>

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

WESTLAND SAVINGS BANK

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1979

	1979 \$	1978 \$
Interest to Depositors—		
On open accounts	252,257	219,160
On closed accounts	16,003	6,011
On matured investment accounts	326,920	190,095
Accrued on investment accounts	249,058	181,965
	<u>844,238</u>	<u>597,231</u>
Administration expenses	461,365	331,331
Trustees honoraria	6,575	6,033
Depreciation	31,592	25,522
Provision for taxation	38,035	47,447
	<u>537,567</u>	<u>410,333</u>
Net profit	<u>49,969</u>	<u>88,016</u>
	<u>\$1,431,774</u>	<u>\$1,095,580</u>

PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31 MARCH 1979

	1979 \$	1978 \$
Donations	12,000	20,000
Balance transferred to reserve fund	38,529	68,016
	<u>\$50,529</u>	<u>\$88,016</u>

Interest on Investments—

	1979 \$	1978 \$
From New Zealand Govern-		
ment stock	439,807	346,272
From local authorities	18,144	16,439
From mortgages	836,329	600,362
From personal loans	26,214	12,900
From other sources	86,377	97,317
	<u>1,406,871</u>	<u>1,073,290</u>

Income from other Sources—

	1979 \$	1978 \$
Commission	11,159	7,679
Rents	13,744	14,611
	<u>24,903</u>	<u>22,290</u>

	1979 \$	1978 \$
Net profit	49,969	88,016
Donations overprovision in previous year	560	..
	<u>\$50,529</u>	<u>\$88,016</u>

WESTLAND SAVINGS BANK

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1979

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 an accrual basis. Interest on personal loans is calculated according to "rule of 78."

3. *Valuation of Investments*—Investments are valued at cost. Both New Zealand Government and Local Authority Securities are normally held to maturity and their value on redemption approximates 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.

Capital Commitments:

Reefton Premises Development \$150,000.

Commitments:

Mortgages approved but not yet uplifted \$531,968.

REPORT OF THE AUDITORS

We report that we have audited the books and accounts of the Westland Savings Bank for the year ended 31 March 1979, 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 31 March 1979, and the results of the year ended on that date, determined in accordance with the historical cost basis of accounting.

MARSHALL AND HEAPHY, Chartered Accountants.

4 May 1979.