

As this price is below the Government's supplementary minimum wool price of 320 cents per kilogram (greasy basis), the specified percentage for supplementation will be 24.2 percent for all wool sold at auction and nationally for privately sold wool from and including the 5th day of February 1982 until midnight on the day before the next auction sale to be held.

Dated this 8th day of February 1982.

A. J. N. ARTHUR, Levies Administration Manager.  
5973

**BANK OF NEW SOUTH WALES SAVINGS BANK (N.Z.) LTD.**

**REPORT OF THE BOARD OF DIRECTORS**

THE Directors of Bank of New South Wales Savings Bank (N.Z.) Ltd.

Sir Noel Foley, C.B.E., Chairman  
Sir Vincent Fairfax, C.M.G.  
Sir Archibald Glenn, O.B.E.  
Sir James Foots  
Peter Laurence Baillieu Esq.  
William Robin Dill Stevenson Esq., O.B.E.  
Sir Robert Norman  
Ernest Stanley Owens Esq., C.B.E.  
Robert James White Esq.  
John Bowes Clarkson Esq.  
Eric Charles Tait Esq.

have pleasure in reporting to the Members on the state of affairs and in submitting the financial statements for the year ended 30 September 1981, of the Bank of New South Wales Savings Bank (N.Z.) Ltd.

During the year there was no significant change in the nature of the activities of the company.

**PROFIT**

Net profit of \$1,691,000 after deduction of income tax amounting to \$1,384,000, represents an improvement of 87 percent on previous year's figures. An increase in net interest margin was offset to some extent by an increase in Management and Operating expenses.

**DIVIDEND**

A dividend of \$600,000 was declared for this year to be paid from profits. The general reserve to be increased by \$1,500,000 by transfer from profit and loss appropriation account.

For and on behalf of the board of directors

T. J. N. FOLEY, Chairman.  
V. C. FAIRFAX, Director.

**AUDITORS' REPORT TO THE MEMBERS**

We have obtained all the information and explanations that we have required. In our opinion proper books of accounts have been kept by the bank so far as appears from our examination of those books.

In our opinion, according to the best of our information and the explanations given to us and as shown by the books the financial statements on pages 3—6 are properly drawn up using the historical cost method so as to give a true and fair view of the state of the bank's affairs as at 30 September 1981 and the results of its business and changes in financial position for the year ended on that date.

According to such information and explanations the financial statements give the information required by the Companies Act 1955 in the manner so required.

HUTCHISON HULL and Co., Chartered Accountants.

Wellington, N.Z.

**BANK OF NEW SOUTH WALES SAVINGS BANK (N.Z.) LTD.**

STATEMENT OF PROFIT AND LOSS YEAR ENDED 30 SEPTEMBER 1981

INCOME	1981 (\$000's)	1980 (\$000's)
Income from N.Z. Government stock and local authority securities .. ..	8,398	6,828
Mortgage and other loans .. ..	9,286	7,806
Other .. ..	1,896	1,605
<b>Total Income .. ..</b>	<b>19,580</b>	<b>16,239</b>

EXPENSES		1981	1980
Interest paid to depositors ..	10,946	9,800	
Management and operating expenses ..	5,554	4,787	
Auditors remuneration ..	5	5	
<b>Total Expenses .. ..</b>	<b>16,505</b>	<b>14,592</b>	
Operating profit before tax ..	3,075	1,647	
Income tax provided .. ..	1,384	741	
<b>Profit after tax .. ..</b>	<b>1,691</b>	<b>906</b>	
Retained income at 30 Sept. 1980 ..	903	647	
<b>Dividend paid .. ..</b>	<b>2,594</b>	<b>1,553</b>	
Transfer to general reserve ..	600		
	1,500	650	
<b>Retained income at 30 Sept. 1981</b>	<b>\$494</b>	<b>\$903</b>	

**BALANCE SHEET AS AT 30 SEPTEMBER 1981**

ASSETS	1981 (\$000's)	1980 (\$000's)
Deposit with Bank of New South Wales ..	6,022	7,679
Accrued interest and sundry balances ..	2,609	2,423
New Zealand public securities (Note 2) ..	83,910	79,910
Mortgages and other loans ..	90,605	80,590
<b>Total Assets .. ..</b>	<b>183,146</b>	<b>170,602</b>
<b>LESS LIABILITIES</b>		
Depositors accounts ..	172,149	161,667
Accrued interest and sundry balances ..	4,169	3,803
Provision for taxation ..	600	271
Deferred tax .. ..	1,134	858
<b>Total Liabilities .. ..</b>	<b>178,052</b>	<b>166,599</b>
<b>Net Assets .. ..</b>	<b>\$5,094</b>	<b>\$4,003</b>

Represented by:

**SHAREHOLDERS EQUITY**

	1981 (\$000's)	1980 (\$000's)
Authorised and issued share capital— 2,000,000 ordinary shares of \$1 each ..	2,000	2,000
Less uncalled share capital— 2,000,000 ordinary shares of .70c each ..	1,400	1,400
<b>Paid up capital .. ..</b>	<b>600</b>	<b>600</b>
General reserve .. ..	4,000	2,500
Retained income .. ..	494	903
<b>Total shareholders equity .. ..</b>	<b>\$5,094</b>	<b>\$4,003</b>

**NOTES TO THE FINANCIAL STATEMENTS**

YEAR ENDED 30 SEPTEMBER 1981

**1. Statement of Accounting Policies**

The general accounting principles for the measurement and reporting of profits and losses under the historical cost method have been adopted in the preparation of these financial statements.

The following particular accounting policies which materially affect the measurement of profit and of financial position have been applied and are unchanged from last year.

**Valuation of Assets**

New Zealand public securities are valued at cost adjusted annually for the proportion of discount or premium on purchase so as to allow redemption value by maturity date.

**Sale of Public Securities**

Profit or losses realised on sale of public securities are reflected in the statement of profit in equal annual instalments over the unexpired period to maturity or 5 years, whichever is the shorter.