

In our opinion, the accompanying balance sheet, profit and loss account, appropriation account and statement of changes in financial position, together with the notes thereon, are properly drawn up using the historical cost method modified by the revaluation of land and buildings, so as to give a true and fair view of the financial position of the Wanganui Savings Bank as at 31 March 1983, and the financial result of its transactions and the changes in financial position, for the year ended on that date, in accordance with section 29 (2) of the Trustees Savings Bank Act 1948.

MCCULLOCH MENZIES.

Wanganui, 29 April 1983.

WESTLAND SAVINGS BANK  
BALANCE SHEET AS AT 31 MARCH 1983

	1983	1982
	\$	\$
<i>Depositors Accounts—</i>		
Ordinary	9,654,645	10,395,377
Special	6,106,271	1,921,630
	<u>15,760,916</u>	<u>12,317,007</u>
Investment accounts	22,313,826	19,378,444
	<u>38,074,742</u>	<u>31,695,451</u>
<i>Other Liabilities—</i>		
Interest accrued on investment accounts	901,367	655,686
Sundry creditors	16,645	22,238
	<u>918,012</u>	<u>677,924</u>
Provision for Donations	20,000	20,000
Provision for Taxation—		
Current	..	18,717
Deferred	158,517	83,992
	<u>158,517</u>	<u>102,709</u>
Reserve Fund—		
Balance 1 April 1982	786,339	625,994
Transfer from appropriations	71,002	160,345
	<u>857,341</u>	<u>786,339</u>
	<u>\$40,028,612</u>	<u>\$33,282,423</u>
	1983	1982
	\$	\$
<i>Current Assets—</i>		
Cash on hand and at banks	755,786	1,176,710
Interest bearing deposits	3,372,100	1,592,100
Interest accrued on investments	380,208	374,256
Debtors and prepayments	69,532	72,614
Prepaid taxation	50,064	..
	<u>4,627,690</u>	<u>3,215,680</u>
<i>Investments—</i>		
N.Z. government stock	13,597,676	11,679,754
Local authority securities	193,298	267,018
Mortgages and personal loans	20,502,101	17,259,800
	<u>34,293,075</u>	<u>29,206,572</u>
<i>Fixed Assets—</i>		
Land and buildings cost price	578,708	548,734
Depreciation to date	49,265	43,692
	<u>529,443</u>	<u>505,042</u>
<i>Furniture and Equipment—</i>		
Cost price	861,456	533,007
Depreciation to date	283,052	117,878
	<u>578,404</u>	<u>355,129</u>
	<u>\$40,028,612</u>	<u>\$33,282,423</u>

J. J. LESLIE, General Manager.

W. D. BENJAMIN, President.

WESTLAND SAVINGS BANK

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1983

	1983	1982
	\$	\$
<i>Interest to Depositors—</i>		
On open accounts	265,829	267,477
On closed accounts	118,000	61,329
On matured investment accounts	1,972,521	1,440,547
Accrued on investment accounts	886,531	655,686
	<u>3,242,881</u>	<u>2,425,039</u>
<i>Administration Expenses—</i>		
Depreciation	4,013	2,946
Depreciation	110,744	80,834
Provision for taxation	75,112	50,179
	<u>1,382,115</u>	<u>1,120,404</u>
Net profit	1,571,984	1,254,363
	<u>91,002</u>	<u>180,345</u>
	<u>\$4,905,867</u>	<u>\$3,859,747</u>
	1983	1982
	\$	\$
<i>Interest on Investments—</i>		
From government stock	1,341,626	1,038,432
From local authorities	10,551	30,144
From mortgages and personal loans	2,781,758	2,369,182
From other sources	679,132	364,926
	<u>4,831,067</u>	<u>3,802,684</u>
<i>Income from Other Sources—</i>		
Commission	54,082	41,298
Rents	20,718	15,765
	<u>74,800</u>	<u>57,063</u>
	<u>\$4,905,867</u>	<u>\$3,859,747</u>

PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31 MARCH 1983

	1983	1982
	\$	\$
Donations	20,000	20,000
Balance transferred to reserve fund	71,002	160,345
	<u>\$91,002</u>	<u>\$180,345</u>
	1983	1982
	\$	\$
Net profit	91,002	180,345
	<u>\$91,002</u>	<u>\$180,345</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1983

1. *Statement of Accounting Policies:*

- (a) *General accounting policies*—The accounting policies 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.
- (b) *Recognition of income*—The income earned is recorded on an accrual basis and includes the amortization of premiums and discounts on the purchase of Government and Local authority stock. Interest on personal loans is calculated according to the rule of 78.
- (c) *Expenditure*—Interest on depositor's accounts represents interest paid, credited or accrued for the financial year ended 31 March 1983. Other expenses, including computer development costs, are charged to the accounts in the year in which the expenditure is incurred.
- (d) *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.
- (e) *Taxation*—Taxation charged against net profit is the estimated expense relating to the result of the year. It includes an amount for taxation, the payment of which is deferred to future periods, because taxation practice differs from accounting policies in the treatment of: