

2. Investments:

	1983		1982	
	Nominal Value \$	Book Value \$	Nominal Value \$	Book Value \$
N.Z. Government Stock	50,172,019	49,811,983	42,219,147	45,948,562
Local Authority Stock	101,829	101,829	149,283	149,283
	<u>\$50,273,848</u>	<u>\$49,913,812</u>	<u>\$46,368,430</u>	<u>\$46,097,845</u>

The market value of the bank's Government stock holding is \$44,555,129. Since stocks are generally held until dates of maturity, differences in market value and book value have little financial effect on the bank.

3. Fixed Assets:

	1983			1982		
	Cost \$	Accumulated Depreciation \$	Book Value \$	Cost \$	Accumulated Depreciation \$	Book Value \$
Freehold buildings	1,855,989	145,989	1,710,000	1,227,988	113,234	1,114,754
Office machinery	1,461,061	587,251	873,810	1,031,170	363,178	667,992
Other fixed assets	826,376	379,357	447,019	775,856	373,572	402,284
	<u>4,143,426</u>	<u>1,112,597</u>	<u>3,030,829</u>	<u>3,035,014</u>	<u>849,984</u>	<u>2,185,030</u>
Land at valuation	599,300	..	599,300	553,950	..	553,950
Total fixed assets	<u>\$4,742,726</u>	<u>\$1,112,597</u>	<u>\$3,630,129</u>	<u>\$3,588,964</u>	<u>\$849,984</u>	<u>\$2,738,980</u>

The current Government valuation of land and buildings is \$1,085,000. Costs of additions since: \$1,030,644.

4. Administration Expenses:

	1983	1982
	\$	\$
Included in the above are:		
Audit fee	16,000	15,000
Depreciation	290,934	219,544
Mortgage interest	50,255	43,110
Trustees fees	20,271	22,346

5. Commitments:

Loans approved but not yet uplifted	\$3,319,815
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AUDITORS' REPORT TO THE TRUSTEES OF THE EASTERN AND CENTRAL SAVINGS BANK

We have examined the balance sheet of the bank as at 31 March 1983, and the related profit statement and statement of changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the accompanying balance sheet, profit statement and statement of changes in financial position present fairly, using the historical cost method, the financial position of the bank at 31 March 1983, and the results of its operations and the changes in financial position for the year then ended, in conformity with generally accepted accounting principles applied on the basis consistent with that of the preceding year.

BROWN WEBB & CO., Chartered Accountants.

11 May 1983, Hastings

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TARANAKI SAVINGS BANK
BALANCE SHEET AS AT 31 MARCH 1983

	1983	1982
	\$	\$
Depositors' accounts—		
Ordinary	53,606,724	47,753,604
Home loan, ownership and farm ownership	<u>8,632,780</u>	<u>6,299,146</u>
	<u>62,239,504</u>	<u>54,052,750</u>
Personal cheque	5,954,499	4,502,150
Term investment (note 2)	<u>64,219,882</u>	<u>51,974,230</u>
Total depositors' balance	132,413,885	110,529,130
National savings depositors' balance		9,702
Other current liabilities—		
Interest on term investment accounts	1,792,275	1,393,384
Term liability—current portion	300,000	..
Sundry creditors	478,858	354,141
Provision for taxation (note 3)	<u>358,931</u>	<u>132,751</u>
Total other current liabilities	2,930,064	1,880,276
Provision for donations	100,000	75,000

	1983	1982
	\$	\$
Deferred taxation (note 3)	982,068	921,955
Term liability (note 10)	700,000	..
Reserve fund	<u>5,475,818</u>	<u>4,535,735</u>
	<u>\$142,601,835</u>	<u>\$117,951,798</u>
Current assets—		
Cash on hand and at bank	1,431,496	1,921,539
Fixed deposits (note 4)	9,591,000	5,501,000
Accrued interest on investments	1,820,837	1,651,723
Sundry debtors	<u>89,241</u>	<u>104,660</u>
Total current assets	12,932,574	9,178,922
Investments—		
N.Z. Government stock (note 5)	48,420,898	40,845,481
Less discount not yet amortised	<u>915,576</u>	<u>513,889</u>
	47,505,322	40,331,592
Local authority stock at cost	150,130	359,450
Mortgages	70,304,808	60,168,120
Personal loans less unearned interest (note 6)	3,080,147	2,281,198
Overdrafts	549,427	343,785
Trusteebank Visa outstanding	668,555	353,457
Associate company (note 7)—		
Northern Trustee Computerbank Ltd.	<u>187,435</u>	<u>187,172</u>
Total investments	122,445,824	104,024,774
National savings securities—		
N.Z. Government stock at cost		9,500
Cash on hand and at bank		<u>202</u>
Total National Savings Securities		9,702
Fixed assets (note 8)—		
Land	718,454	299,555
Buildings	4,954,422	3,253,403
Vehicles, office equipment and furniture	<u>2,733,467</u>	<u>2,166,846</u>
	<u>8,406,343</u>	<u>5,719,804</u>
Less depreciation to date	<u>1,182,906</u>	<u>981,404</u>
Total fixed assets	7,223,437	4,738,400
	<u>\$142,601,835</u>	<u>\$117,951,798</u>

M. ABRAHAM, President.

B. J. RUDD, General Manager.

TARANAKI SAVINGS BANK
DETAILED PROFIT AND LOSS ACCOUNT FOR YEAR ENDED
31 MARCH 1983

	1983	1982
	\$	\$
Interest to depositors—		
On open accounts	1,760,699.47	1,473,015.27
Closed accounts and matured term investment accounts	5,767,302.51	4,753,245.01
Accrued on term investment accounts	<u>1,792,274.64</u>	<u>1,393,383.76</u>
	9,320,276.62	7,619,644.04
Administrative expenses—		
Salaries and wages	2,235,178.42	1,959,934.46
Trustees honoraria	18,900.00	20,470.00
Advertising	158,611.69	315,111.05
Stationery	188,040.39	..
Rates and insurance premiums	74,999.81	48,017.72
Share of earthquake premiums of properties mortgaged to the bank	8,726.55	5,795.63
Staff superannuation fund contributions	182,258.65	112,862.52
Rent—branch premises	72,350.09	45,522.13
Light and heating	35,983.74	31,739.47
General office expenses	1,051,339.97	871,919.93
Expenses maintaining branch premises	48,655.40	18,972.02
Depreciation	289,744.20	252,811.57