

BALANCE SHEET AS AT 31 MARCH 1985

	1985		1984
	\$	\$	\$
<i>Depositors' Account</i>			
Savings, H.I.T. and current accounts	100,295,682		93,532,624
Investment accounts and term deposits	118,227,662		107,044,453
Wholesale deposits	<u>21,315,000</u>		
		239,838,344	200,577,077
National savings accounts		<u>30,349</u>	<u>32,299</u>
Total liability to depositors		239,868,693	200,609,376
<i>Other Liabilities</i>			
Interest accrued on depositors accounts	5,737,977		5,550,882
Sundry creditors	<u>656,587</u>		<u>682,272</u>
Total other liabilities		6,394,564	6,233,154
<i>Provisions:</i>			
Provision for grants	150,000		125,000
Provision for deferred taxation	<u>3,360,397</u>		<u>2,633,185</u>
		3,510,397	2,758,185
<i>Reserve Fund:</i>			
Retained earnings	7,800,093		7,036,256
Property revaluation reserve (Note 2)	<u>4,412,858</u>		<u>3,670,038</u>
		12,212,951	10,706,294
		<u>\$261,986,605</u>	<u>\$220,307,009</u>
<i>Current Assets:</i>			
Cash, bank balances and call deposits	14,870,914		3,383,612
Short term deposits	8,937,832		6,872,062
Interest due and accrued on investments	5,240,440		3,945,187
Sundry debtors	326,266		82,067
Personal advances	4,177,110		2,905,401
Current taxation refund	<u>..</u>		<u>111,330</u>
		33,552,562	17,299,659
<i>Investments:</i>			
New Zealand Government Securities (Note 3)	90,959,996		74,497,793
Local authority securities (Note 3)	392,208		208,148
Mortgages	109,723,927		106,392,345
Personal loans (less unearned interest)	16,606,622		12,406,045
Other investments (at cost) (Note 4)	<u>1,071,246</u>		<u>18,276</u>
Total investments		218,753,999	193,522,607
Total of current assets and investments		252,306,561	210,822,266
<i>National Savings Securities:</i>			
New Zealand Government Securities	29,762		31,700
Cash resources	<u>587</u>		<u>599</u>
Total National Savings Securities		30,349	32,299
Total of current assets, investments and securities		252,336,910	210,854,565
Fixed Assets (Note 4)		<u>9,649,695</u>	<u>9,452,444</u>
		<u>\$261,986,605</u>	<u>\$220,307,009</u>

R. F. WALLS, President.
P. R. GEORGE, General Manager.

TRUSTEEBANK OTAGO
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: Accounting Policies

General Accounting Policies

The following general accounting policies have been adopted by the Bank in the preparation of the financial statements:

- The historical cost basis is used, modified for the revaluation of land and buildings, and amortisation of government and local authority securities.
- Accrual accounting is used to match revenue and expenses.
- Reliance is placed on the fact that the Bank is a going concern.

Particular Accounting Policies

Recognition of Income

Income shown in the profit statement is earned in the current year and includes the amortisation of premiums and discounts on the purchase of government and local authority securities. In the case of personal loans, interest is added to the advance at the commencement of the loan and brought into revenue during the appropriate financial years in accordance with the 'Rule of 78'.

Expenditure

Interest Credited to Depositors

Depositors accounts which are credited with interest during the year have had an appropriate adjustment made for interest accrued to 31 March.