

26. The Public Debt of New Zealand—Inflation-adjusted Savings Bonds

This figure does not include the sum of **\$334,343,486** being the assessment by the Reserve Bank of New Zealand of the obligation at **30 September 1985** in respect of the premium on redemption.

27. Movements in Currency Values

In accordance with the Particular Accounting Policy adopted in respect of foreign currencies exchange rates were officially realigned on 1 September 1985. The New Zealand dollar values of overseas public debt, investments, and cash holdings were adjusted accordingly. There were also several individual alterations during the quarter which necessitated adjustment to the New Zealand dollar values of the overseas investments and cash holdings concerned.

The total net decrease in the public debt of **\$1,442,709,000** arising from 1 September 1985 realignment consisted of:

	Realignment 1 September 1985	
	Increase \$(000)	Decrease \$(000)
Loans denominated in—		
Australian dollar	901
Canadian dollar	4,181
Deutschemark	113,368
European currency unit	24,112
French franc	426
Indian rupee	812
Japanese yen	456,524
Dutch guilder	11,631
Pound sterling	137,025
Swiss franc	91,921
United States dollar	601,390
	..	<u>1,442,291</u>
IBRD loans (various currencies)	418
Net decrease	<u>1,442,709</u>	..
	<u>\$1,442,709</u>	<u>\$1,442,709</u>

The total net increase of **\$33,250,000** in the overseas investments consisted of:

	Realignment 1 September 1985	
	Increase \$(000)	Decrease \$(000)
Investments denominated in—		
Canadian dollar	268	..
Deutschemark	1,233	..
Dutch guilder	905	..
French franc	6	..
Japanese yen	15,967	..
Pound sterling	3,610	..
Swiss franc	234	..
United States dollar	11,027	..
	33,250	..
Net Increase	<u>33,250</u>
	<u>\$33,250</u>	<u>\$33,250</u>

B. V. GALVIN,
Secretary to the Treasury.
30 October 1985

C. F. SPROULE,
Director, Financial Management, Treasury.
30 October 1985