

3. Government and Local Authority Securities:

| | Government | | Local Authority | |
|---|---------------------|---------------------|------------------|------------------|
| | 1986 | 1985 | 1986 | 1985 |
| | \$ | \$ | \$ | \$ |
| Face value at 31 March | 24,756,000 | 27,566,000 | 404,800 | 295,000 |
| Less unamortised premiums and discounts | 1,095,063 | 1,189,787 | - | - |
| Book value | <u>\$23,660,937</u> | <u>\$26,376,213</u> | <u>\$304,800</u> | <u>\$295,000</u> |
| Cost price | <u>\$24,691,243</u> | <u>\$26,219,097</u> | <u>\$304,800</u> | <u>\$295,000</u> |
| Market value | <u>\$20,635,637</u> | <u>\$23,383,394</u> | <u>\$258,768</u> | <u>\$264,505</u> |

The Government Guarantee of Depositors' Fund including accrued interest in terms of section 44 of the Trusteebanks Act 1983 and subsequent amendments was in force at balance date and continues to remain in force. However, the requirement to hold New Zealand Government Stocks pursuant to the same act was removed on 11 February 1985.

4. Fixed Assets:

| | 90% of Valuation | Cost \$ | Accumulated Depreciation \$ | Book Value 1986 \$ | Book Value 1985 \$ |
|---|---------------------|--------------------|-----------------------------------|-----------------------------|-----------------------------|
| Land | 566,672 | | - | 566,672 | 136,438 |
| Buildings | 830,748 | | 80,720 | 750,028 | 537,968 |
| Furniture and equipment, computers and motor vehicles | | 1,250,718 | 833,740 | 416,978 | 590,561 |
| | <u>\$1,397,420</u> | <u>\$1,250,718</u> | <u>\$914,460</u> | <u>\$1,733,678</u> | <u>\$1,264,967</u> |

STATEMENT OF CHANGES IN FINANCIAL POSITION

| | 1986 \$ | 1985 \$ |
|---|---------------------|--------------------|
| Fund were provided from: | | |
| Depositors | 10,483,782 | 8,649,612 |
| Operations: | | |
| - profit after taxation | 419,783 | 401,235 |
| - depreciation | 225,161 | 153,857 |
| - prior year taxation refund | 4,300 | 10,690 |
| | <u>11,133,026</u> | <u>9,215,394</u> |
| Less grants paid | 40,000 | 40,000 |
| | <u>11,093,026</u> | <u>9,175,394</u> |
| Increase in other liabilities and taxation provisions | 992,236 | 551,425 |
| Decrease in Government and local authority securities | 2,705,476 | - |
| | <u>\$14,790,738</u> | <u>\$9,726,819</u> |
| These funds were invested in: | | |
| Mortgages, new advances | 7,415,210 | 7,318,932 |
| Less repayments | 6,067,630 | 4,747,490 |
| | <u>1,347,580</u> | <u>2,571,442</u> |
| Government and local authority securities | - | 4,721,098 |
| Personal loans and terms loans | 1,871,943 | 788,191 |
| | <u>3,219,523</u> | <u>8,080,731</u> |
| Fixed assets | 628,938 | 247,813 |
| Current assets | 10,942,277 | 1,398,275 |
| | <u>\$14,790,738</u> | <u>\$9,726,819</u> |

AUDITORS' REPORT TO THE TRUSTEES OF TRUSTEEBANK SOUTH CANTERBURY

We have obtained all the information and explanations that we have required. In our opinion, proper accounting records have been kept by the Bank so far as appears from our examination of those records.

In our opinion, the financial statements give, using the historical cost method modified by the revaluation of land and buildings, a true and fair view of the financial position of the Bank as at 31 March 1986 and the results of its operations and the source and application of funds for the year ending on that date.

DELOITTE HASKINS & SELLS, Chartered Accountants.

Dunedin, 10 June 1986.

4726

GENERAL PUBLICATIONS

BLUE WATER RATIONALE
The Naval Defence of New Zealand 1914-1942

I. C. McGibbon

446 pp. 1981.

\$25.00 plus \$3.75 p & p

An account of the naval defence strategy of New Zealand between the years 1914 and 1942, in which the author explores in depth the relationship between Britain and New Zealand with respect to the defence of New Zealand and the South Pacific.

THE RESTLESS LAND: The Story of Tongariro National Park
DEPARTMENT OF LANDS AND SURVEY

112 pp. 1981.

\$7.50 plus \$1.50 p & p

This book is a colourful and informative guide to Tongariro National Park. It describes the volcanic action that formed the existing landscape, the mythology of the area, plant and animal life and recreational opportunities. It contains comprehensive glossaries and a map enabling a greater understanding of the park.