The Council has pleasure in stating that the Church Trustees and the Presbyterian Synod secured, with commendable promptitude, the services for the session of Mr. Halket Dawson, M.A., formerly assistant to Professor Bain, of Aberdeen, and Rector of Timaru High School, as Professor of English and Lecturer on Political Economy; and of Mr. J. W. Salmond, M.A., formerly a distinguished student of the University, as Lecturer on Constitutional History; and also, that the Church Trustees have invited applications for the vacant chair of English language and literature in the newspapers of Australia and the Home-country.

The Council accepted the resignation, with great regret, of Dr. William Brown of the lectureship on surgery, which he filled for nine years to its entire satisfaction. It reports the election of Dr. Maunsell, who is well known as an able surgeon, as his successor.

The University loses the valable services of Dr. King, Lecturer on Mental Diseases, owing to his transference to Wellington. The Council will proceed without delay to fill the vacant post.

The Council has been fortunate in obtaining the services of Dr. de Zouche, of Dunedin, as Lecturer on the Diseases of Children.

The following lecturers have been reappointed for a further term, namely: Dr. Roberts on pathology, and Dr. Ogston on medical jurisprudence and public health; and Messrs. G. J. Binns on general geology, Walter Cutten on applied mechanics, and L. O. Beal, jun., on mine and land surveying.

The Council regrets that it was constrained to make a further reduction for another year on the rent of the Barewood Run, but trusts that the better times which have set in will bring needed relief to its tenants.

The abstract of the accounts, showing the income and expenditure of the University for the year ending the 31st March, 1889, is now in the hands of the Auditor-General.

I have, &c.,
D. M. Stuart, D.D.,
Chancellor.

His Excellency the Earl of Onslow, G.C.M.G., &c.,
Governor of New Zealand.

Abstract of Receipts and Expenditure for the Year ending 31st March, 1889.

General Account.

Receipts.	£	s.	d.
Balance in bank	234	17	7
Balance, fixed deposits	1,343	5	6
Endowments—			
Rent of runs—			
Burwood and Mararoa	1,300	0	0
Barewood	1,750	0	0
Benmore	3,600	0	0
Forest Hill	81	14	2
House in Castle Street	60	0	0
Church Trustees	1,650	0	0
Fees—			
Medical preliminary examination	9	9	0
College, including laboratory	216	1	0
Class	1,504	13	0
Analysis, 1887–88	20	0	0
Interest on fixed deposits	65	12	3
Interest on McLellan's mortgage, less charges	2	3	11
Interest on deferred payment, Macdonald	31	5	6
Government subsidy, School of Mines	500	0	0
Transferred from Museum Trust Account	8	7	11
	£12,377	9	10

Expenditure.	£	s.	d.
Salaries and allowances—			
Professors—			
Classics	600	0	0
Mathematics	600	0	0
Natural philosophy	600	0	0
Mental and moral philosophy	600	0	0
Chemistry	600	0	0
Anatomy	600	0	0
Biology	300	0	0
Mining	600	0	0
English language and literature	450	0	0
Lecturers—			
Law	100	0	0
French	100	0	0
German	50	0	0
Surgery	150	0	0
Materia medica	100	0	0
Practice of medicine	150	0	0
Midwifery	100	0	0
Medical jurisprudence and public health	200	0	0
Pathology	200	0	0
Applied mechanics	50	0	0
General geology	50	0	0
Land and mine surveying	100	0	0
Assistants—Physical laboratory	40	0	0
Officers—			
Registrar	275	0	0
Janitor	70	0	0
Attendants—			
Anatomy	124	16	0
Chemistry	42	15	0
Biology	9	15	6
Fees, professors and lecturers	1,498	7	0
Apparatus and chemicals	238	2	5
Furnishings and fittings	68	6	4
Repairs to buildings	92	0	4
University grounds	11	18	5
Law costs	7	13	3
Library	80	13	0
Prizes	27	0	0
Insurance	33	4	6
Printing, advertising, and stationery	65	14	9
Water, fuel, and light	161	12	1
Municipal rates	109	7	6
Incidental	53	14	5
Class books	2	0	0
Construction and repair of apparatus	4	10	0
Interest on loan	900	0	0
Balance in bank	817	13	10
Balance, fixed deposits	1,343	5	6
	£12,377	9	10