

1933.

NEW ZEALAND.

STATE ADVANCES OFFICE

(REPORT BY THE SUPERINTENDENT OF THE) FOR THE YEAR ENDED
31ST MARCH, 1933.*Laid before Parliament pursuant to Subsection (3) of Section 64 of the State Advances Act, 1913.*

THIRTY-NINTH ANNUAL REPORT.

1. The State Advances Superintendent administers the following :—
 - (a) Advances to Settlers (established 1894).
 - (b) Rural Advances (established 1927).
 - (c) Advances to Workers (established 1907).
 - (d) Advances to Local Authorities (established 1910).
 - (e) Public Debt Sinking Funds (moneys invested for the redemption of the public debt), (established 1910).
 - (f) Advances Office Sinking Fund (moneys invested for the redemption of State Advances loans), (established 1913).
2. Although many of the Department's mortgagors have, through reduced incomes, intermittent employment, and increased taxation, been unable to meet the full requirements under their mortgages, 62 per cent. of the mortgagors are still meeting their commitments to the Department within the rebate period and thereby earning the $\frac{1}{2}$ -per-cent. reduction in their interest payments.
3. To assist those urban and suburban mortgagors who, through adverse circumstances, are unable to meet their commitments in full on the half-yearly due date, the Department has instituted a collection system whereby mortgagors pay weekly towards current instalments. The appreciation of mortgagors to the assistance provided in this respect is reflected in the figures for the eight months' collection operations which, to the 30th June, 1933, number 179,770, and amount to £274,075.
4. So far as possible, securities are not forced on the market. In some cases realization proceedings are necessary, but in the main a policy of "nursing" securities against better times is being followed.
5. The claims of mortgagors in difficulties and deserving of further assistance are considered, with the result that many remain in possession of their properties, provided an amount approximating the current instalment is paid during the half-yearly period.
6. The ultimate losses of the Department, due to the prolonged economic depression, will not be ascertained until prices and wages are stabilized. Unless the price-levels of primary produce substantially increase, the losses will be considerable. To provide against this contingency provision is made in the year's accounts.
7. The necessity for further provision in the Advances Office Sinking Fund, created for the redemption of the State Advances loan liability, is also present, and this fund will be further added to as funds permit. No accretion to the fund was possible for the past year.

8. The total amount advanced from the inception of the Office in 1894 up to the 31st March, 1933, was £75,383,597 6s. 1d. Payments of half-yearly instalments, together with repayments in full to release securities, have to date totalled £31,549,209 12s. 4d., leaving a balance outstanding of £43,834,387 13s. 9d.
9. The total losses from the inception amount to £664,027 10s. 10d., or 17s. 7d. in every £100 of the amount advanced. This total does not include losses which may in fact exist but are not definitely ascertainable until securities are realized.
10. The percentage of arrears to the balance of advances outstanding at the close of the year was 4.199 per cent.
11. The total capital amounts to £45,397,903 12s. 5d., and the cost of management expenses is £54,617 4s. 7d., being 0.120 per cent. or 2s. 5d. per £100 of the capital employed.
12. Mortgages and instalments of principal repaid during the year amounted to £1,362,776 19s.
13. The interest collected amounted to £2,222,626 2s., and interest capitalized was £29,575 5s. 11d.
14. The interest earned for the year on the Sinking Funds administered was:—

| | | | |
|---------------------------------------|---------|----|----|
| Public Debt Sinking Funds | £ | s. | d. |
| Advances Office Sinking Funds | 152,284 | 6 | 5 |
| | 100,756 | 2 | 4 |

15. The commitments in respect of loans granted and not paid over in whole or in part at the 31st March, 1933, amounts to £69,110.
16. Rural Advances bonds to the value of £211,400 were issued during the year.
17. The total advances now current are as follows:—

| | Loans to Settlers. | | Loans to Workers. | | Loans to Local Authorities. | | Totals. | |
|--------------------------------------|--------------------|--------------|-------------------|--------------|-----------------------------|-----------|---------|--------------|
| | Number. | Amount. | Number. | Amount. | Number. | Amount. | Number. | Amount. |
| Freeholds .. | 20,933 | £ 19,654,167 | 22,777 | £ 14,125,843 | .. | .. | 43,710 | £ 33,780,010 |
| Leaseholds .. | 9,037 | 3,916,910 | 1,459 | 782,325 | .. | .. | 10,496 | 4,699,235 |
| Freeholds and leaseholds combined | 380 | 401,957 | .. | .. | .. | .. | 380 | 401,957 |
| Debentures issued by local bodies .. | .. | .. | .. | .. | 395 | 4,953,185 | 395 | 4,953,185 |
| Totals .. | 30,350 | 23,973,034 | 24,236 | 14,908,168 | 395 | 4,953,185 | 54,981 | 43,834,387 |

18. The number and amount of current advances classified into (a) Rural land, (b) urban and suburban land, are as follows:—

| | Loans to Settlers. | | Loans to Workers. | | Loans to Local Authorities. | | Totals. | |
|-------------------------|--------------------|--------------|-------------------|------------|-----------------------------|-------------|---------|--------------|
| | Number. | Amount. | Number. | Amount. | Number. | Amount. | Number. | Amount. |
| Rural land .. | 17,074 | £ 18,266,092 | .. | .. | 154 | £ 1,436,868 | 17,228 | £ 19,702,960 |
| Urban and suburban land | 13,276 | 5,706,942 | 24,236 | 14,908,168 | 241 | 3,516,317 | 37,753 | 24,131,427 |
| Totals .. | 30,350 | 23,973,034 | 24,236 | 14,908,168 | 395 | 4,953,185 | 54,981 | 43,834,387 |

19. The average balance of principal outstanding per mortgagor is:—

| | |
|--|--------|
| Loans on rural properties | £ |
| Loans on urban and suburban properties | 1,070 |
| Loans to local authorities | 550 |
| | 12,540 |

20. The number and amount of advances, classified in accordance with the tenure of the security, paid over during the year are as follows :

| | Loans to Settlers. | | Loans to Workers. | | Loans to Local Bodies. | | Totals. | |
|-----------------------------------|--------------------|----------|-------------------|---------|------------------------|---------|---------|----------|
| | Number. | Amount. | Number. | Amount. | Number. | Amount. | Number. | Amount. |
| Freeholds | 120 | £ 68,915 | 69 | £ 8,230 | .. | £ .. | 189 | £ 77,145 |
| Leaseholds | 44 | 19,415 | 1 | 1,200 | .. | .. | 45 | 20,615 |
| Freeholds and leaseholds combined | 9 | 8,070 | .. | .. | .. | .. | 9 | 8,070 |
| Debentures issued by local bodies | .. | .. | .. | .. | 2 | 720 | 2 | 720 |
| Totals | 173 | 96,400 | 70 | 9,430 | 2 | 720 | 245 | 106,550 |

21. Consequent on the Department exercising its powers of sale, the following advances granted to purchasers replaced existing mortgages :—

| | Number. | Amount. |
|-------------------------|---------|----------|
| | | £ |
| Loans to settlers | 159 | 175,660 |
| Loans to workers | 53 | 88,440 |
| | 212 | £264,100 |

22. For the year funds amounting to £105,565, provided by Treasury in accordance with the Earthquake Act, 1931, were paid to local bodies.

MISCELLANEOUS BUSINESS BRANCH.

23. Under this Branch the administration of the following accounts, created as national emergency measures during the war period, was transferred by amalgamation to the State Advances Superintendent in 1922. The functions in respect of each account are now limited.

- (a) Housing Account.
- (b) Loans to Employers for Workers' Dwellings Account.
- (c) Fruit-preserving Industry Advances Account.
- (d) Cold-storage Advances Account.
- (e) Fishing-industry Promotion Account.
- (f) Repatriation.

HOUSING ACCOUNT.

24. No moneys were expended during the year in acquiring land, preparing land for dwellings, or in the erection of houses.
25. The amount outstanding in respect of 490 homes under agreements to purchase is £278,438 12s. 4d., and the arrears at the close of the year were £11,077 1s. 3d.

REPATRIATION.

26. During the year the sum of £3,404 17s. 1d. (principal moneys), was repaid by borrowers.
27. The present position is that 960 borrowers are indebted to the extent of £126,819 14s. 10d. for business loans, and 3,947 borrowers owe £208,747 0s. 10d. in respect of principal moneys.
28. Mortgages and instalments of principal repaid for the year in respect of the above sundry accounts amounted to £63,335 7s. 6d., and the interest collected was £32,489 17s. 3d.

E. O. HALES, Superintendent.

State Advances Office, Wellington, 30th June, 1933.

STATE ADVANCES OFFICE.

ADVANCES TO SETTLERS BRANCH.

STATEMENT OF LIABILITIES AND ASSETS AS AT 31ST MARCH, 1933.

| <i>Liabilities.</i> | | | <i>Assets.</i> | | |
|--|-------------|-------|---|-------------|-------|
| | £ | s. d. | | £ | s. d. |
| Sundry loans | 20,255,970 | 8 5 | Investment Account—Principal owing by mortgagors | 17,435,211 | 16 6 |
| Temporary advances from— | | | Temporary investments | 425,000 | 0 0 |
| Local Authorities Branch | 199,000 | 0 0 | Temporary advances to— | | |
| Public Debt Sinking Funds Branch | 220,000 | 0 0 | Workers Branch | 2,642,000 | 0 0 |
| Advances Office Sinking Fund Account | 853,000 | 0 0 | Rural Advances Branch | 757,000 | 0 0 |
| Miscellaneous Business Branch | 332,410 | 0 0 | | | |
| | 1,604,410 | 0 0 | Sinking Fund Investments held by Advances Office Sinking Fund Account | 1,910,946 | 8 2 |
| Amount held for investment on behalf of the Housing Insurance Fund | 6,755 | 14 9 | Interest on mortgages— | | |
| Advances Suspense Account | 4,171 | 14 1 | Overdue | 629,168 | 12 0 |
| Fire Loss Suspense Account | 10,888 | 14 5 | Accrued | 216,559 | 5 4 |
| Sundry creditors | 2,373 | 16 9 | | | |
| Weekly rental and instalment collections held pending allocation | 23,068 | 13 11 | Interest on temporary investments accrued | 845,727 | 17 4 |
| Interest on loans— | | | Office furniture and equipment | 9,021 | 11 0 |
| Deferred | 118,977 | 5 6 | Motor-vehicles | 7,201 | 8 3 |
| Overdue | 11,872 | 17 1 | Sundry debtors | 915 | 2 6 |
| Accrued but not due | 169,864 | 15 4 | Securities Protection Suspense Account | 737 | 0 6 |
| | 309,714 | 17 11 | Securities Protection Suspense Account | 8,413 | 10 11 |
| Reserve for bad debts | 224,294 | 5 4 | Lodgment Transit Account | 5,792 | 11 6 |
| Sinking Fund | 1,910,946 | 8 2 | Realization Suspense Account | 106,887 | 10 1 |
| Reserve Fund | 25,000 | 0 0 | Loan Charges Account | 136,008 | 1 9 |
| | | | Cash in hand and in bank at 31st March, 1933 | 77,731 | 15 3 |
| | £24,368,594 | 13 9 | | £24,368,594 | 13 9 |

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | | | <i>Cr.</i> | | |
|---|----------|-------|---|----------|-------|
| | £ | s. d. | | £ | s. d. |
| To Management Expenses Account | 33,545 | 9 11 | By Interest Account—Gross profits | 38,049 | 8 0 |
| Loss on realization of securities, and doubtful securities written down | 92,743 | 13 0 | Balance—Loss for the year | 101,781 | 0 0 |
| Depreciation on— | | | | | |
| Furniture and equipment | 379 | 0 5 | | | |
| Motor-vehicles | 154 | 4 8 | | | |
| | 533 | 5 1 | | | |
| Loan-flotation charges written down | 13,008 | 0 0 | | | |
| | £139,830 | 8 0 | | £139,830 | 8 0 |
| | | | | | |
| To Loss for the year | 101,781 | 0 0 | By Recoupment from Treasury—Reduction of interest under the National Expenditure Adjustment Act, 1932 | 101,781 | 0 0 |
| | £101,781 | 0 0 | | £101,781 | 0 0 |

INTEREST ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | | | <i>Cr.</i> | | |
|---|------------|-------|--|------------|-------|
| | £ | s. d. | | £ | s. d. |
| To Interest on loans | 975,788 | 3 0 | By Interest on mortgages | 749,238 | 1 11 |
| Less accrued at 31st March, 1932 | 170,114 | 18 2 | Less overdue and accrued at 31st March, 1932 | 700,178 | 13 9 |
| | 805,673 | 4 10 | Interest on temporary investments | 49,059 | 8 2 |
| Interest on loans accrued but not due | 169,864 | 15 4 | Interest on outstanding payments | 72 | 17 2 |
| Interest on amounts temporarily transferred from other branches | 71,402 | 0 8 | Interest on bank balances | 906 | 13 0 |
| Balance—Gross profits transferred to Profit and Loss Account | 38,049 | 8 0 | Interest on temporary advances to other branches | 169,169 | 11 8 |
| | | | Interest on temporary investments (accrued) | 9,021 | 11 0 |
| | | | Interest on mortgages— | | |
| | | | Overdue at 31st March, 1933 | 629,168 | 12 0 |
| | | | Accrued but not due at 31st March, 1933 | 216,559 | 5 4 |
| | | | | 845,727 | 17 4 |
| | £1,084,989 | 8 10 | | £1,084,989 | 8 10 |

ADVANCES TO SETTLERS BRANCH—*continued.*

MANAGEMENT EXPENSES ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | £ | s. | d. | <i>Cr.</i> | £ | s. | d. |
|---|----------------|----------|-----------|--|----------------|----------|-----------|
| To Advertising, newspapers, &c. | 14 | 14 | 6 | By Consent fees | 68 | 9 | 6 |
| Audit Office services | 395 | 0 | 0 | Cost of preparation of mortgages | 89 | 12 | 6 |
| Cleaning, lighting, heating, and messenger services | 279 | 9 | 1 | Production fees | 394 | 12 | 8 |
| Commission | 1,094 | 1 | 1 | Release fees | 214 | 2 | 3 |
| Contingencies | 11 | 14 | 4 | Balance transferred to Profit and Loss Account | 33,545 | 9 | 11 |
| Employers' liability insurance | 22 | 10 | 4 | | | | |
| Fidelity guarantee bonds | 40 | 0 | 0 | | | | |
| Inspection fees | 17 | 19 | 1 | | | | |
| Management charges on New Zealand stock and bonds | 2,531 | 16 | 3 | | | | |
| Meal allowances and overtime | 956 | 6 | 3 | | | | |
| Motor maintenance | 146 | 12 | 4 | | | | |
| Office maintenance | 268 | 7 | 4 | | | | |
| Postages and telegrams | 1,147 | 8 | 1 | | | | |
| Post Office services | 1,662 | 5 | 0 | | | | |
| Printing and stationery | 492 | 5 | 11 | | | | |
| Public Service Superannuation Fund contribution | 313 | 8 | 4 | | | | |
| Rent | 1,925 | 6 | 4 | | | | |
| Salaries | 19,743 | 13 | 9 | | | | |
| Solicitors' costs and Court costs | 620 | 5 | 7 | | | | |
| Telephones | 169 | 11 | 7 | | | | |
| Travelling-expenses | 276 | 10 | 6 | | | | |
| Typewriters and adding-machines (repairs) | 98 | 1 | 2 | | | | |
| Valuation Department—Agency work | 2,085 | 0 | 0 | | | | |
| | <u>£34,312</u> | <u>6</u> | <u>10</u> | | <u>£34,312</u> | <u>6</u> | <u>10</u> |

State Advances Office, Wellington, 30th June, 1933.

E. O. HALES, Superintendent.
R. ROBERTSON, Accountant.

I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby, except that the amount of exchange paid in respect of the interest which has been paid in London on the loans of this account has not been charged to the account, but has been borne by the Consolidated Fund.—G. F. C. CAMPBELL, Controller and Auditor-General.

ADVANCES TO WORKERS BRANCH.

STATEMENT OF LIABILITIES AND ASSETS AS AT 31ST MARCH, 1933.

| Liabilities. | | £ | s. | d. | Assets. | | £ | s. | d. |
|--|---------|-------------|----|----|---|---------|-------------|----|----|
| Sundry loans | | 12,828,439 | 10 | 4 | Investment Account—Principal owing by mortgagors | | 14,799,253 | 16 | 1 |
| Temporary advances from Settlers Branch | | 2,642,000 | 0 | 0 | Sinking Fund investments held by Advances Office Sinking Fund Account | | 86,342 | 12 | 10 |
| Liability to Railway Department (railway housing) | | 11,540 | 0 | 0 | Interest on mortgages— | £ | | s. | d. |
| Advances Suspense Account | | 375 | 0 | 0 | Overdue | 541,109 | 5 | 8 | |
| Fire Loss Suspense Account | | 2,528 | 18 | 1 | Accrued | 183,394 | 11 | 8 | |
| Sundry creditors | | 52 | 7 | 11 | | | | | |
| Weekly rental and instalment collections held pending allocation | | 101,205 | 5 | 9 | Unregistered Transfers Account (Railway employees) | | 11,540 | 0 | 0 |
| Interest on loans— | £ | | s. | d. | Motor-vehicles | | 2,398 | 13 | 0 |
| Deferred | 22,159 | 1 | 9 | | Sundry debtors | | 4 | 4 | 1 |
| Accrued but not due | 105,352 | 16 | 3 | | Securities Protection Suspense Account | | 47,181 | 7 | 2 |
| Overdue on liability to Railway Department | 2,024 | 5 | 7 | | Realization Suspense Account | | 13,267 | 13 | 2 |
| | | 129,536 | 3 | 7 | Loan Charges Account | | 164,378 | 18 | 5 |
| Reserve for bad debts | | 67,679 | 15 | 8 | Profit and Loss Account | | 20,069 | 14 | 1 |
| Sinking Fund | | 86,342 | 12 | 10 | Cash in hand and in bank at 31st March, 1933 | | 758 | 18 | 0 |
| | | £15,869,699 | 14 | 2 | | | £15,869,699 | 14 | 2 |

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| Dr. | | £ | s. | d. | Cr. | | £ | s. | d. |
|--|--|---------|----|----|---|--|--------|----|----|
| To Management Expenses Account | | 13,264 | 7 | 5 | By Interest Account—Gross profits | | 7,976 | 11 | 2 |
| Loss on realization of securities and doubtful securities written down | | 50,670 | 8 | 5 | Balance—Loss for the year | | 72,276 | 0 | 0 |
| Depreciation on motor-vehicles | | 216 | 10 | 3 | | | | | |
| Loan-fotation charges written down | | 16,101 | 5 | 1 | | | | | |
| | | £80,252 | 11 | 2 | | | | | |
| | | £ | s. | d. | By Recoupment from Treasury—Reduction of interest under the National Expenditure Adjustment Act, 1932 | | 72,276 | 0 | 0 |
| To Balance as at 31st March, 1932 | | 20,069 | 14 | 1 | Balance | | 20,069 | 14 | 1 |
| Loss for the year | | 72,276 | 0 | 0 | | | | | |
| | | £92,345 | 14 | 1 | | | | | |

INTEREST ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| Dr. | | £ | s. | d. | Cr. | | £ | s. | d. |
|--|--|----------|----|----|---|---|---------|----|----|
| To Interest on loans | | 623,501 | 5 | 7 | By Interest on mortgages | | 549,416 | 5 | 3 |
| Less accrued at 31st March, 1932 | | 107,900 | 18 | 9 | Less interest overdue and accrued at 31st March, 1932 | | 517,396 | 8 | 6 |
| | | 515,600 | 6 | 10 | | | | | |
| Interest on amounts temporarily transferred from Settlers Branch | | 127,195 | 16 | 8 | Interest on bank balances | | 199 | 13 | 6 |
| Interest on railway expenditure (erection of dwellings) | | 599 | 18 | 10 | Interest on outstanding payments | | 2 | 2 | 2 |
| Interest on loans accrued but not due | | 105,352 | 16 | 3 | Interest on mortgages— | | | | |
| Balance—Gross profits transferred to Profit and Loss Account | | 7,976 | 11 | 2 | Overdue at 31st March, 1933 | £ | 541,109 | 5 | 8 |
| | | | | | Accrued but not due at 31st March | | 183,394 | 11 | 8 |
| | | | | | | | | | |
| | | £756,725 | 9 | 9 | | | | | |

MANAGEMENT EXPENSES ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| Dr. | | £ | s. | d. | Cr. | | £ | s. | d. |
|---|--|---------|----|----|--|--|--------|----|----|
| To Audit services | | 200 | 0 | 0 | By Consent fees | | 3 | 11 | 0 |
| Cleaning, lighting, heating, and messenger services | | 200 | 0 | 0 | Cost of preparation of mortgages | | 151 | 18 | 6 |
| Commission | | 1,051 | 19 | 7 | Production fees | | 183 | 5 | 0 |
| Management charges on New Zealand stock and bonds | | 1,234 | 18 | 5 | Release fees | | 157 | 2 | 11 |
| Motor-vehicles maintenance | | 230 | 0 | 0 | Sundry fees | | 14 | 16 | 4 |
| Post Office services | | 700 | 0 | 0 | Balance transferred to Profit and Loss Account | | 13,264 | 7 | 5 |
| Postages and telegrams | | 436 | 10 | 0 | | | | | |
| Printing and stationery | | 375 | 0 | 0 | | | | | |
| Public Service Superannuation Fund contribution | | 115 | 0 | 0 | | | | | |
| Rent | | 575 | 0 | 0 | | | | | |
| Salaries | | 8,110 | 0 | 0 | | | | | |
| Solicitors' costs and Court costs | | 272 | 13 | 10 | | | | | |
| Travelling-expenses | | 123 | 19 | 4 | | | | | |
| Valuation Department—Agency work | | 150 | 0 | 0 | | | | | |
| | | £13,775 | 1 | 2 | | | | | |

State Advances Office, Wellington, 30th June, 1933.

E. O. HALES, Superintendent.
R. ROBERTSON, Accountant.

I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby, except that the amount of exchange paid in respect of the interest which has been paid in London on the loans of this account has not been charged to the account, but has been borne by the Consolidated Fund.—G. F. C. CAMPBELL, Controller and Auditor-General.

PUBLIC DEBT SINKING FUNDS BRANCH.

STATEMENT OF LIABILITIES AND ASSETS AS AT 31ST MARCH, 1933.

| <i>Liabilities.</i> | | | <i>Assets.</i> | | |
|--|-----------|-------|---|------------|-------|
| | £ | s. d. | | £ | s. d. |
| Sinking Fund created under the provisions of the Public Debt Extinction Act, 1910 .. | 3,258,955 | 19 4 | Investment Account—Principal owing on loans to— | | |
| Weekly rental and instalment collections held pending allocation | 2,051 | 4 9 | Settlers | 1,103,248 | 1 3 |
| Sundry creditors | 15 | 18 6 | Workers | 59,773 | 14 0 |
| Interest due to Consolidated Fund in accordance with section 12 (a), Repayment of Public Debt Act, 1925— | | | Local bodies | 1,919,722 | 10 6 |
| In hand at 31st March, 1933 | 48,305 | 15 8 | Temporary Advances to Settlers Branch .. | | |
| Overdue | 37,508 | 19 2 | Sundry debtors | | |
| Accrued | 33,803 | 2 10 | Interest overdue on loans to— | £ | s. d. |
| | 119,617 | 17 8 | Settlers | 27,374 | 14 8 |
| | | | Workers | 958 | 15 9 |
| | | | Local bodies | 9,175 | 8 9 |
| | | | Interest accrued on loans to | | |
| | | | Settlers | 13,707 | 12 6 |
| | | | Workers | 740 | 17 0 |
| | | | Local bodies | 19,354 | 13 4 |
| | | | Cash in hand and in bank at 31st March, 1933 | | |
| | | | | 33,803 | 2 10 |
| | | | | 6,247 | 13 9 |
| | | | | £3,380,641 | 0 3 |
| | | | | £3,380,641 | 0 3 |

INTEREST ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | | | <i>Cr.</i> | | |
|---|---------|-------|---|----------|-------|
| | £ | s. d. | | £ | s. d. |
| To Interest on investments due to Consolidated Fund in accordance with section 12 (a) Repayment of the Public Debt Act, 1925— | | | By Interest on loans to— | | |
| Paid to Treasury | 96,504 | 15 11 | Settlers | 47,904 | 9 11 |
| In hand at 31st March, 1933 | 48,305 | 15 8 | Workers | 2,582 | 9 8 |
| Overdue at 31st March, 1933 | 37,508 | 19 2 | Local bodies | 85,698 | 18 0 |
| Accrued at 31st March, 1933 | 33,803 | 2 10 | | 136,185 | 17 7 |
| | 216,122 | 13 7 | Less overdue and accrued at 31st March, 1932 .. | 63,838 | 7 2 |
| Less overdue and accrued at 31st March, 1932 | 63,838 | 7 2 | Interest on bank balances | | |
| | | | Interest on temporary advances to Settlers Branch | | |
| | | | Interest on outstanding payments | | |
| | | | Interest overdue at 31st March, 1933, on loans to— | £ | s. d. |
| | | | Settlers | 27,374 | 14 8 |
| | | | Workers | 958 | 15 9 |
| | | | Local bodies | 9,175 | 8 9 |
| | | | Interest accrued at 31st March, 1933, on loans to— | | |
| | | | Settlers | 13,707 | 12 6 |
| | | | Workers | 740 | 17 0 |
| | | | Local bodies | 19,354 | 13 4 |
| | | | | 33,803 | 2 10 |
| | | | | £152,284 | 6 5 |
| | | | | £152,284 | 6 5 |

State Advances Office, Wellington, 30th June, 1933.

E. O. HALES, Superintendent.
R. ROBERTSON, Accountant.

I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby.—
G. F. C. CAMPBELL, Controller and Auditor-General.

ADVANCES OFFICE SINKING FUND ACCOUNT.

STATEMENT OF LIABILITIES AND ASSETS AS AT 31ST MARCH, 1933.

| <i>Liabilities.</i> | | | <i>Assets.</i> | | |
|--|------------|---------|---|---------|----------------|
| | £ | s. d. | | £ | s. d. |
| Principal received as at 31st March, 1932, with accumulated interest from— | | | Investment Account—Principal owing on loans to— | | |
| Settlers Branch | 2,308,052 | 18 6 | Settlers | 873,721 | 14 6 |
| Workers Branch | 290,446 | 4 3 | Workers | 49,140 | 13 6 |
| Local Authorities Branch | 415,552 | 14 0 | Local bodies | 369,158 | 3 4 |
| | 3,014,051 | 16 9 | Temporary advances to Settlers Branch | | 853,000 0 0 |
| Interest earned for the year ended 31st March, 1933— | | | Sundry debtors | | 320 12 0 |
| Settlers Branch | 88,258 | 11 7 | Interest overdue on loans to— | | |
| Workers Branch | 3,987 | 16 6 | Settlers | 16,966 | 3 0 |
| Local Authorities Branch | 8,509 | 14 3 | Workers | 990 | 7 2 |
| | 100,756 | 2 4 | Local bodies | 2,525 | 10 3 |
| | 3,114,807 | 19 1 | Interest accrued on loans to— | | |
| Less redemption of loans— | | | Settlers | 9,963 | 3 7 |
| Settlers Branch | 485,365 | 1 11 | Workers | 553 | 5 2 |
| Workers Branch | 208,091 | 7 11 | Local bodies | 3,099 | 5 10 |
| Local Authorities Branch | 239,812 | 13 8 | | | 20,482 0 5 |
| | 933,269 | 3 6 | Cash in hand and in bank at 31st March, 1933.. | | 13,615 14 7 |
| Total funds as at 31st March, 1933 | 2,181,538 | 15 7 | | | 3,494 2 11 |
| Weekly rental and instalment collections held pending allocation | 1,273 | 8 10 | | | |
| Sundry creditors | | 12 6 0 | | | |
| Fire Loss Suspense | | 8 10 10 | | | |
| | £2,182,933 | 1 3 | | | |
| | | | | | £2,182,933 1 3 |

INTEREST ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | | | <i>Cr.</i> | | |
|--|---------|-------|--|--------|--------------|
| | £ | s. d. | | £ | s. d. |
| To Interest on investments—Transferred to Sinking Fund Account | 100,756 | 2 4 | By Interest on loans to— | | |
| | | | Settlers | 37,675 | 5 2 |
| | | | Workers | 2,192 | 3 7 |
| | | | Local bodies | 16,710 | 6 9 |
| | | | | 56,577 | 15 6 |
| | | | Less overdue and accrued at 31st March, 1932 | 29,452 | 1 6 |
| | | | | | 27,125 14 0 |
| | | | Interest on bank balances | | 71 10 0 |
| | | | Interest on temporary advances to Settlers Branch | | 37,844 3 4 |
| | | | Recoupment from Treasury—Reduction of interest under the National Expenditure Adjustment Act, 1932 | | 1,617 0 0 |
| | | | Interest overdue at 31st March, 1933, on loans to— | | |
| | | | Settlers | 16,966 | 3 0 |
| | | | Workers | 990 | 7 2 |
| | | | Local bodies | 2,525 | 10 3 |
| | | | | | 20,482 0 5 |
| | | | Interest accrued at 31st March, 1933, on loans to— | | |
| | | | Settlers | 9,963 | 3 7 |
| | | | Workers | 553 | 5 2 |
| | | | Local bodies | 3,099 | 5 10 |
| | | | | | 13,615 14 7 |
| | | | | | £100,756 2 4 |
| | | | | | £100,756 2 4 |

State Advances Office, Wellington, 30th June, 1933.

E. O. HALES, Superintendent.
R. ROBERTSON, Accountant.

I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby.—G. F. C. CAMPBELL, Controller and Auditor-General.

FRUIT-PRESERVING INDUSTRY ADVANCES ACCOUNT.

STATEMENT OF LIABILITIES AND ASSETS AS AT 31ST MARCH, 1933.

| <i>Liabilities.</i> | | | <i>Assets.</i> | | | |
|--|--------|-------|----------------|-------|--|--------------|
| | £ | s. d. | £ | s. d. | £ | s. d. |
| Sundry loans | 43,858 | 14 3 | | | Investment Account—Principal owing by mortgagors | 29,328 12 9 |
| Less loan liability redeemed and discharged from Consolidated Fund | 6,008 | 14 3 | | | Properties acquired | 4,212 8 6 |
| | 37,850 | 0 0 | | | Temporary advances to Settlers Branch | 1,290 0 0 |
| Less loan liability redeemed by Public Debt Repayment Account | 5,000 | 0 0 | | | Sinking Fund investments held by Public Debt Redemption Fund | *839 7 3 |
| | | | 32,850 | 0 0 | Interest on mortgages— | |
| Liability to Consolidated Fund in terms of section 22, Finance Act, 1926 | | | 5,000 | 0 0 | Overdue | 2,431 13 0 |
| Suspense Account | | | 246 | 13 10 | Accrued | 217 8 11 |
| Interest on loans— | | | | | | 2,649 1 11 |
| Overdue | 417 | 13 3 | | | Sundry debtors | 134 0 6 |
| Accrued | 734 | 9 11 | | | Profit and Loss Account | 4,909 11 0 |
| | | | 1,152 | 3 2 | Cash in hand and in bank at 31st March, 1933 | 886 17 2 |
| Rent accrued | | | 35 | 0 0 | | |
| Reserve for bad debts | | | 3,839 | 11 8 | | |
| Sinking Fund | | | 226 | 10 5 | | |
| | | | £43,349 | 19 1 | | |
| | | | | | | £43,349 19 1 |

* This amount includes the sum of £612 16s. 10d., capital paid into the Sinking Fund in accordance with the Public Debt Extinction Act, 1910.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | £ | s. d. | <i>Cr.</i> | £ | s. d. |
|--|--------|-------|---|--------|-------|
| To Management Expenses Account | 100 | 0 0 | By Interest Account—Gross profits | 284 | 9 10 |
| Expenses on realization of assets | 40 | 12 0 | Balance—Loss for the year | 180 | 0 0 |
| Loss on realization of securities and doubtful securities written down | 323 | 17 10 | | | |
| | £464 | 9 10 | | £464 | 9 10 |
| To Balance as at 31st March, 1932 | 4,009 | 11 0 | By Recoupment from Treasury—Reduction of interest under the National Expenditure Adjustment Act, 1932 | 180 | 0 0 |
| Loss for the year | 180 | 0 0 | Balance | 4,009 | 11 0 |
| | £4,189 | 11 0 | | £4,189 | 11 0 |

INTEREST ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | £ | s. d. | <i>Cr.</i> | £ | s. d. |
|--|--------|-------|---|--------|----------|
| To Interest on loans | 2,274 | 0 0 | By Interest on mortgages | 1,120 | 14 5 |
| Less accrued at 31st March, 1932 | 1,130 | 15 4 | Interest on mortgages— | | |
| | 1,143 | 4 8 | Overdue at 31st March, 1933 | 2,431 | 13 0 |
| Interest on loans accrued but not due | 734 | 9 11 | Accrued at 31st March, 1933 | 217 | 8 11 |
| Balance—Gross profits transferred to Profit and Loss Account | 284 | 9 10 | | 3,769 | 16 4 |
| | | | Less interest overdue and accrued at 31st March, 1932 | 2,401 | 7 9 |
| | £2,162 | 4 5 | | 1,368 | 8 7 |
| | | | Interest on bank balances | | 1 10 0 |
| | | | Interest on temporary advances to Settlers Branch | | 792 5 10 |
| | | | | £2,162 | 4 5 |

MANAGEMENT EXPENSES ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | £ | s. d. | <i>Cr.</i> | £ | s. d. |
|------------------------------------|------|-------|---|------|-------|
| To Administration expenses | 95 | 0 0 | By Balance transferred to Profit and Loss Account | 100 | 0 0 |
| Audit Office services | 5 | 0 0 | | | |
| | £100 | 0 0 | | £100 | 0 0 |

State Advances Office, Wellington, 30th June, 1933.

E. O. HALES, Superintendent.
R. ROBERTSON, Accountant.I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby.—
G. F. C. CAMPBELL, Controller and Auditor-General.

COLD-STORAGE ADVANCES ACCOUNT.

STATEMENT OF LIABILITIES AND ASSETS AS AT 31ST MARCH, 1933.

| <i>Liabilities.</i> | | | | <i>Assets.</i> | | | |
|--|--|--------|-------|----------------|-------|---------|-------|
| | | £ | s. d. | £ | s. d. | £ | s. d. |
| Sundry loans | | 36,500 | 0 0 | | | | |
| Less loan liability redeemed and discharged from Consolidated Fund | | 7,500 | 0 0 | | | | |
| | | 29,000 | 0 0 | | | | |
| Less loan liability redeemed by Public Debt Repayment Account | | 1,530 | 0 0 | | | | |
| | | | | 27,470 | 0 0 | | |
| Capital Reduction Account | | | | 7,500 | 0 0 | | |
| Liability to Consolidated Fund in terms of section 22, Finance Act, 1926 | | | | 1,530 | 0 0 | | |
| Interest on loans— | | £ | s. d. | | | | |
| Overdue | | 1,439 | 3 6 | | | | |
| Accrued | | 114 | 19 4 | | | | |
| | | | | 1,554 | 2 10 | | |
| Reserve for bad debts | | | | 119 | 7 3 | | |
| Sinking Fund | | | | 683 | 15 8 | | |
| | | | | | | | |
| | | | | £38,857 | 5 9 | | |
| | | | | | | £38,857 | 5 9 |

* This amount includes the sum of £58 11s. 1d. capital paid into the Sinking Fund in accordance with the Public Debt Extinction Act, 1910.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | | | | <i>Cr.</i> | | | |
|--|--|---------|-------|---|--|---------|-------|
| | | £ | s. d. | | | £ | s. d. |
| To Management Expenses Account | | 115 | 0 0 | By Interest Account—Gross profits | | 172 | 7 3 |
| Loss on realization of securities and doubtful securities written down | | 119 | 7 3 | Balance—Loss for the year | | 62 | 0 0 |
| | | £234 | 7 3 | | | £234 | 7 3 |
| | | | | | | | |
| | | £ | s. d. | | | £ | s. d. |
| To Balance as at 31st March, 1932 | | 13,622 | 5 0 | By Recoupment from Treasury—Reduction of Interest under the National Expenditure Adjustment Act, 1932 | | 62 | 0 0 |
| Loss for the year | | 62 | 0 0 | Balance | | 13,622 | 5 0 |
| | | £13,684 | 5 0 | | | £13,684 | 5 0 |

INTEREST ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | | | | <i>Cr.</i> | | | |
|--|--|--------|-------|---|--|--------|-------|
| | | £ | s. d. | | | £ | s. d. |
| To Interest on loans | | 2,132 | 16 9 | By Interest on mortgages | | 974 | 5 10 |
| Less accrued at 31st March, 1932 | | 217 | 14 2 | Interest on mortgages— | | | |
| | | 1,915 | 2 7 | Overdue at 31st March, 1933 | | 1,132 | 7 4 |
| Interest on loans accrued but not due | | 114 | 19 4 | Accrued at 31st March, 1933 | | 320 | 19 7 |
| Balance—Gross profits transferred to Profit and Loss Account | | 172 | 7 3 | | | 2,427 | 12 9 |
| | | | | Less overdue and accrued at 31st March, 1932 | | 1,503 | 1 1 |
| | | £2,202 | 9 2 | | | 924 | 11 8 |
| | | | | Interest on bank balances | | 1 | 5 0 |
| | | | | Interest on temporary advances to Settlers Branch | | 1,276 | 12 6 |
| | | | | | | £2,202 | 9 2 |

MANAGEMENT EXPENSES ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | | | | <i>Cr.</i> | | | |
|------------------------------------|--|------|-------|---|--|------|-------|
| | | £ | s. d. | | | £ | s. d. |
| To Administration expenses | | 110 | 0 0 | By Balance transferred to Profit and Loss Account | | 115 | 0 0 |
| Audit Office services | | 5 | 0 0 | | | £115 | 0 0 |
| | | £115 | 0 0 | | | | |

State Advances Office, Wellington, 30th June, 1933.

E. O. HALES, Superintendent.
R. ROBERTSON, Accountant.I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby.—
G. F. C. CAMPBELL, Controller and Auditor-General.

REPATRIATION.

STATEMENT OF LIABILITIES AND ASSETS AS AT 31ST MARCH, 1933.

| <i>Liabilities.</i> | | | <i>Assets.</i> | | |
|--|-----------|------------|--|----------|------------|
| | £ | s. d. | | £ | s. d. |
| Liability to Redemption Account as at 1st April, 1925 | 1,290,182 | 2 1 | Investment Account—Principal owing on bills of sale .. | 208,747 | 0 10 |
| Less repayments to 31st March, 1933 | 177,553 | 8 9 | Less Suspense adjustments .. | 152 | 12 4 |
| | 1,112,628 | 13 4 | Interest on bills of sale, overdue .. | | 5,081 13 2 |
| Less expenditure irrecoverable to 31st March, 1932 .. | 903,653 | 4 2 | Cash in hand and in bank at 31st March, 1933 .. | 436 | 18 9 |
| Management expenses Account for the year ended 31st March, 1933 .. | 381 | 3 8 | | | |
| | 904,034 | 4 10 | | | |
| Liability to Redemption Account as at 31st March, 1933 | 208,594 | 8 6 | | | |
| Sundry creditors, Treasury— | £ | s. d. | | | |
| Interest | 93 | 8 11 | | | |
| Principal | 268 | 14 11 | | | |
| Realization recoveries | 20 | 9 4 | | | |
| | 382 | 13 2 | | | |
| Suspense Account | | 54 5 7 | | | |
| Interest on advances from War Expenses Account overdue | | 5,081 13 2 | | | |
| | £214,113 | 0 5 | | £214,113 | 0 5 |

INTEREST ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | £ | s. d. | <i>Cr.</i> | £ | s. d. | £ | s. d. |
|---|-------|-------|---|-------|-------|------|-------|
| To Interest paid to Treasury | 664 | 7 3 | By Interest on bills of sale | 731 | 4 5 | | |
| Interest in hand due to Treasury at 31st March, 1933 | 93 | 8 11 | Interest on bills of sale overdue at 31st March, 1933 | 5,081 | 13 2 | | |
| Interest due to Treasury overdue at 31st March, 1933 | 5,081 | 13 2 | | 5,812 | 17 7 | | |
| | 5,839 | 9 4 | Less overdue at 31st March, 1932 .. | 5,010 | 5 1 | 802 | 12 6 |
| Less interest due to Treasury overdue at 31st March, 1932 | 5,010 | 5 1 | Interest on bank balances | | | 26 | 11 9 |
| | £829 | 4 3 | | | | £829 | 4 3 |

MANAGEMENT EXPENSES ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1933.

| <i>Dr.</i> | £ | s. d. | <i>Cr.</i> | £ | s. d. |
|---|------|-------|---|------|-------|
| To Audit Office services | 20 | 0 0 | By sundry fees | | 2 8 8 |
| Cleaning and messenger services | 25 | 0 0 | Balance recouped in accordance with section 13 (3), State Advances Amendment Act, 1922 .. | 381 | 3 8 |
| Commission | 7 | 15 10 | | | |
| Postages and telegrams | 20 | 0 0 | | | |
| Post Office services | 25 | 0 0 | | | |
| Printing and stationery | 10 | 0 0 | | | |
| Rent | 30 | 0 0 | | | |
| Salaries | 200 | 0 0 | | | |
| Solicitors' costs | 35 | 16 6 | | | |
| Travelling-expenses | 10 | 0 0 | | | |
| | £383 | 12 4 | | £383 | 12 4 |

State Advances Office, Wellington, 30th June, 1933.

E. O. HALES, Superintendent.
R. ROBERTSON, Accountant.

I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby.—
G. F. C. CAMPBELL, Controller and Auditor-General.

Approximate Cost of Paper.—Preparation, not given; printing (500 copies), £21.

By Authority: G. H. LONEY, Government Printer, Wellington—1933.