SALARIES AND WAGES.

Head Office costs under this heading are disproportionate while only one station is in operation, but the effect will diminish as all stations become revenue-earning. It will be noted that, after making allowance for purely capital charges, expenditure amounted to some £9,057, against which revenue earnings were £6,462.

The Revenue Account for the period of operation, and Balance-sheet as at 31st March, 1937, certified by the Controller and Auditor-General, are also attached.

ADVERTISING CONTRACTS.

During the period under review contracts were accepted, not only for broadcasting from Station 1ZB, Auckland, but also for national advertising to be broadcast from all stations. The position at 31st March, 1937, is shown below:-

			£
Total contracts accepted to 31st March	 	 	26,357
Value of advertising charged to 31st March	 	 	6,462
Contracts uncompleted at 31st March	 	 	19,895

I have, &c.,

JAMES SHELLEY,

Director of Broadcasting.

The Right Hon. the Prime Minister.

THE NEW ZEALAND BROADCASTING BOARD.

REVENUE ACCOUNT FOR THE SIX MONTHS ENDED 30TH JUNE, 1936.

Expenditure. Expenditure on programmes including payments to artists, performing rights, relay lines, music, salaries, and expenses of programme staff, records,	£	s.	d.	License fees . Net interest .	Income.	• •	 £ s. d. 112,863 6 1 1,319 13 3
stationery, and sundry miscellaneous items	33,735	3	0				
Maintenance of plant, power, salaries of engineering				†			
and operating staffs	8,449	13	4				
General expenses including rent, rates, insurance,							
lighting, heating, legal, audit, printing, stationery,							
salaries and wages, telephones, travelling-expenses,							
repairs and maintenance of buildings, and sundry				•			
miscellaneous items							
Administration salaries and expenses	3,925						
Subsidies to "B" Stations	1,281						
Depreciation of assets	11,820	5	8				
Balance	47,633	4	10				
\mathfrak{L}	114,182	19	4:				£114,182 19 4
=							

	\mathbf{B}_{I}	ALAN	ICE-SHEE	ET A	S A	хт 30тн June, 1936.	
Liabiliti I. Accumulated Fund— Balance at 1st January, 1936		d. 0	£	s.	d.	$\begin{array}{cccccccccccccccccccccccccccccccccccc$,
Balance of Revenue Account at 31st December, 1935	2,502 14					Additions during 1936 at cost, less depreciation 11,616 10 0 II. Machinery and plant————————————————————————————————————)
Renewals and Replacements II. Sundry creditors	14,000 0	0	198,189 6,070		5 1	less depreciation	
III. Revenue Account: Balance as at 30th June, 1936			47,633		10	III. Office and studio equipment— Balance at 1st January, 1936, less depreciation 7,019 15 0 Additions during 1936 at	•
						cost, less depreciation 1,034 13 2 IV. Sundry debtors and prepay-	
						ments	
						VI. Cash at bank and in hand— At bank 3,640 1 6	
			£251,893		 4	In hand $110 \ 0 \ 0$;
			2201,000			1201,090 7 4	:

H. D. VICKERY, Chairman.

I hereby certify that the Revenue Account and Balance-sheet have been duly examined and compared with the relative books and documents submitted for audit, and correctly state the position as disclosed thereby.—J. H. Fowler, Deputy Controller and Auditor-General.