The San Francisco mail-service contract expires in November next, and that for the Direct service in December.

The maximum, minimum, and average number of days within which the mails were delivered between London and New Zealand, Sydney, and Melbourne, by the San Francisco and Brindisi-Naples services, and also between London and the colony by the Direct contract packets, are given below:—

	San Fr	ancisco Service			ect Contract Service.		P. a	nd O. Line.		Or	ient Line.
London to Auckland	38	34 35.62		50	45 47.23		47	38 43.58		54	39 43.88
" Wellington	40	36 37.46		47	43 44.54		49	37 43.81		54	39 44.85
" Christchurch		• •		46	44 45.31		47	39 43.77		54	39 45.04
" Dunedin	42	37 38.85		47	43 45.23						• •
" Bluff				48	45 46.15		46	$38 \ 42.62$	٠.	52	38 43.88
" Sydney	43	39 40·3 1	• •				39	$32 \ 34.92$		42	33 35 3 1
" Melbourne	45	40 41.62	٠.		• • •		38	30 33.73		41	32 34.19
Auckland to London	37			47	40 42.54		48	$39 \ 44.42$		47	41 44.73
Wellington "	39	36 36 77		45	$38 \ 40.38$	٠.	51	$42 \ 47.67$		43	42 42.05
Christchurch "				44	37 40.38			• •			
Dunedin "	40) 37 37.77	٠.	45	38 41.38						
Bluff "		• •	٠.	47	40 42.92		45	$39 \ 42.88$		44	38 41.87
Sydney "	42	39 39.77			• •		39	$34 \ 37.31$		38	$32 \ 35.92$
Melbourne "	48	3 40 40.85			. • •		38	33 36.31	٠.	37	31 34.81

The estimated receipts and payments in respect of the San Francisco, Direct contract, and Brindisi-Naples (Peninsular and Oriental and Orient) services for the year were as follow:—

RECEIPTS and PAYMENTS on account of the San Francisco, Direct, and Peninsular and Oriental, and Orient Mail Services for the Year 1888.

	San Fre	ancisco	Service.						
D_{R} .				£	s.	đ.	£	s.	d.
Subsidy to contractors				24,400	0	0			
Bonus				1,590	0	0			
Light-dues (charged on Estin	nates)			663	0	0			
Interprovincial service (£4,50	00), Mail	Agents	, &c.	4,938	14	2			
Ĉr.	•	•					31,591	14	2
Postages from London Post	Office			9,605	12	9			
Postages collected in the cold	ony			16,455	8	2			
Receipts from non-contracting	g colonie	es		5,507	4	8			
						—	31,568	5	7
Nick cost to the colo							600		
Net cost to the cold	ny	•••	•••	•••			£23	8	7

In 1887 the net cost of the service was £729 5s. 7d.

305,923 letters, 278,662 books, and 640,858 newspapers were received from, and 391,769 letters, 55,475 books, and 353,192 newspapers despatched to, the United Kingdom, &c., by the San Francisco service.

Direct Contract Service, New Zealand Shipping Company. £ d. s. d. 11,776 Payments on weight of correspondence... 2 9 Bonus, &c. . 7,885 0 0 Light-dues (charged on Estimates) 936 0 0 . . . Interprovincial service 3,000 0 0 Ĉĸ. 23,597 9 2 Postages from London, &c. 10,994 19 11 5,922Postages collected in the colony 5 11 16,917 5 10 Net cost to the colony £6,680 3 4

The estimated net cost of the service for 1887 was £6,707 12s. 9d. 282,036 letters, 254,819 books, and 590,721 newspapers were received from the United Kingdom, &c., by the Direct contract service; and 167,640 letters, 22,007 books, and 112,638 newspapers despatched.

P. and O. and Orient Lines Federal Mail Service. £ s. d.

Dr.	£ s. d.	£ s. d.
Payments to—		
Melbourne (old P. and O. contract)	115 16 11	
	33 3 6	
	$1\ 18\ 5$	
Melbourne (present P. and O. and Orient Line		
contract)	$442 \ 15 \ 5$	
Rome (transit through Italy)	11 17 11	
Paris (transit through France)	$14 \ 17 \ 3$	
Union Steamship Company (to and from Aus-		
tralia)	157 3 10	
		777 13 3