Enclosure 1 in No. 14.

CONVERSION OF 1891.—Statement showing what the Ultimate Result of the Conversion would be in the Issue of 3½-per-cent. Stock if all the Debentures were converted.

1. Loan of 1863:—		£	£	£
March series		154,800		
June series		188,400		
December series		73,800		
			417,000	
Add 4 per cent. for conversion			16,680	
Total for loan of 1863				433,680
2. Loan of 1860:—				
July series			74,100	
Add 4 per cent. for conversion			2,964	
Total for loan of 1860				77,064
3. Loan of 1867:—				
Amount to be converted			64,000	
Add 6 per cent. for conversion			3,840	
Total for loan of 1867				67,840
4. Provincial loans:—				
(*a.*) Lyttelton and Christchurch, £77,700,—	£			
Series 1893	28,700			
Add 9 per cent. for conversion	2,583			
		31,283		
Series 1894	21,300			
Add 11 per cent. for conversion	2,343			
		23,643		
Series 1896	18,500			
Add 13½ per cent. for conversion	2,497			
		20,997		
Series 1897	9,200			
Add 15 per cent. for conversion	1,380			
		10,580		
Total Lyttelton and Christchurch			86,503	
(*b.*) Westland, £50,000,—				
To be converted		50,000		
Add 7½ per cent. for conversion		3,750		
Total Westland			53,750	
(*c.*) Auckland, £31,600,—				
To be converted		31,600		
Add 14 per cent. for conversion		4,424		
Total Auckland			36,024	
(*d.*) Nelson, £15,000,—				
To be converted		15,000		
Add 19½ per cent. for conversion		2,925		
Total Nelson			17,925	
(*e.*) Otago, £116,700,—				
To be converted		116,700		
Add 17½ per cent. for conversion		20,422		
Total Otago			137,122	
(*f.*) Canterbury, £22,800,—				
To be converted		22,800		
Add 36 per cent. for conversion		8,208		
Total Canterbury			31,008	
Total for provincial loans				362,332
Total stock issuable in converting all the debentures				940,916
5. Expenses of conversion:—				
Estimate on the assumption of the whole amount being ultimately issued,—				
Stamp duty, after deducting allowance for cancelled debenture stamps, say			5,000	
Bank of England initial charge, Crown Agents' commission on paying off unconverted debentures, commissions to bankers and brokers, say			3,000	
Contingencies, say			2,000	
			10,000	
			Say	10,084
Estimated total amount of stock to be issued				£951,000

Westminster Chambers, 30th June, 1891. F. D. BELL.