spent on increasing the bar accommodation of hotels. Perhaps the Campbell and Ehrenfried Co. would have spent more on improvements if they had not spent a substantial amount in acquiring hotels. Since 1935 this company has acquired the following hotels:—

July, 1935	 	Northcote Hotel	14,000
January, 1936	 	Helensville Hotel	4,500
July, 1936	 	Grand Hotel, Te Aroha	22,140
April, 1937	 	Marine Hotel, Howick	9.099
October, 1941	 	Edinburgh Castle Hotel	64,965
August, 1944	 	Edinburgh Castle Shops	7.375
November, 1944		Mon Desir, Takapuna (share only)	6,600
			0100 PTO

£128,679

Of the total of £128,679, £64,965 was paid for the Edinburgh Castle Hotel.

604. The Campbell and Ehrenfried Co. has spent less than Hancock and Co. on purchasing hotels and has spent only about half as much as Hancock and Co. on new buildings and improvements during the same period. We think that the Campbell and Ehrenfried Co., which is a very wealthy company, could have done more in the direction of improving hotel accommodation than it has done during the ten years preceding the war.

605. New Zealand Breweries has shown the following capital expenditure on the erection of one new hotel and on items of main improvements in other hotels during a period of ten years ended 31st March, 1945:—

Hotel and Location.	Nature of Improvements.	
Waterloo, Wellington Canterbury, Methyen Foresters, Greytown Katikati, Katikati Old Bank, Timaru Post Office, Onehunga Pukekohe, Pukekohe Terminus, Wellington Wellington, Christchurch Terminus, Napier Tolaga Bay, Tolaga Bay Maungaturoto, Maungaturoto Royal, Featherston Masonic, Wellington Mon Desir, Takapuna Masonic, Southbrook	New building Alterations, bedrooms and bathrooms Bedrooms, restoration after fire Additional bedrooms Complete interior renovations and new bathrooms New bar, bathroom, and toilets New bedrooms, bathrooms, and showers New store room Complete interior renovations New bar and lounge and living-quarters Proportion cost new bedrooms Extra bedrooms, bathrooms, and water-supply Improvements, bedrooms Extra bathrooms and renovations bedrooms Proportion cost new bathrooms, showers, hot and cold water in bedrooms Renovations, electrical and plumbing, bathroom and bar accommodation	£ 110,006 1,017 758 506 7,583 2,364 11,418 524 9,386 2,368 307 986 466 1,200 1,116

606. After allowing £110,000 for the Hotel Waterloo, there remains the sum of £41,049 which the company has spent on structural improvements to its hotels. The company explains that it is not responsible for capital improvements to hotels held under lease and also that during the last five years practically no major improvements have been carried out. New Zealand Breweries has spent over £1,062,000 in acquiring hotels since 1933. These moneys, no doubt, reduced the amount that could be spent on improving hotels.

607. Dominion Breweries in their return show a yearly lump sum for expenditure on renovations, improvements, and repairs to hotel properties. These sums amount in all from 1931 to 1945 inclusive to £220,590. Expenditure exceeding £10,000 was incurred in the following years: in 1938, £10,579; 1939, £29,833; 1940, £40,477; 1941, £31,504;

1942, £14,380; 1944, £25,651; and 1945, £45,931.