The crudes were bought and treated by N.Z. Oil Refineries, Ltd., which was registered in October, 1931, but this company, together with Moturoa Oilfields, Ltd., has disposed of its rights to Mr. F. J. Dobson, Wairoa, who, having purchased the modern rotary equipment used by the N.Z. Petroleum Co. at Gisborne, will probably drill one or more holes in the locality. The total quantity of oil handled by the refinery since it commenced operations, and particulars of fractions recovered, are given below:—

Crude	oil	bought-
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Well							Gallons.
Blenheim No.	2						16,117
No. 5							9,195
Moturoa No. 1	I						71,786
Moturoa No. 2							1,405,268
Moturoa No. 3	3						1,000
Moturoa No. 4	£						380,583
Tota	1						1,883,949
	rence	• •	• •	• •	• •	• • •	16,589
17me	rence	• •	• •	• •	• •	• •	10,565
	Tc	tal					1,900,538
Fractions recovered—							
Petrol							399,287
Distillate							118,443
Power kerosene							319,880
Cleaning kerosene							210,264
Diesel oil							202,900
Residue oil							569,440
Loss				••			80,324
Total in still							1,900,538

ACCIDENTS

There are no fatalities or accidents of a serious nature to record.

PROSECUTIONS

There were no prosecutions.

WEST COAST INSPECTION DISTRICT (G. W. Lowes, Inspector of Mines)

QUARTZ-MINING

This section of the mining industry has not been able to survive the acute labour shortage and high production costs, consequently, there is only one mine left working in this inspection district.

Inangahua County

Blackwater Mine, Waiuta.—A total of 21,548 tons won from stopes and development were treated for 7,425 oz. 12 dwt. of gold recovered by amalgamation and cyanidation, which realized £79,407 18s. 9d. The total footage driven was 1,105½ on Nos. 15 and 16 Levels north and south, with 709 feet on reef of average value of 13·46 dwt., average width 27·8 inches, and 216 feet of crosscutting was carried out in connection with the various development drives when faulting caused displacement of reef. Out of a total of 289 feet of rising on two lowest levels, 235 feet was on reef averaging 13·34 dwt. over width of 24 inches. At three points in No. 15 Level 101 feet of winze-sinking was completed, 75 feet being on reef averaging 10·34 dwt. over a width of 22·5 inches. During the year, in addition to excavating for pump chambers, magazines, and other purposes, 1.711½ feet of development was carried out, 1,019 feet being on reef, average value being 13·24 dwt. over width of 26·5 inches.

With the labour force being much below mine requirements, development footages receded to a point seriously affecting ore reserves, a position somewhat balanced by a lower output to mill. The tonnage crushed is less than half of the capacity of mill, but any attempt to increase returns by increasing output with present labour force would soon be reflected in a quick decrease of ore reserves and finally laying up of mill. The only remedy for improvement is the employment of additional labour to step up development at least 100 per cent. above the footages for 1946.