12. The Government is in respect of each calendar month to be entitled in relief of its responsibility to the benefit of all sales of town milk and to the benefit of all sales of sweet cream, and milk and cream for ice-cream manufacture at the prices fixed by Price Order for such milk and cream less all reasonable collection, distributing and other necessary charges.

The basis of conversion of cream to a milk equivalent shall be 10 gals. milk to 1 of cream in the North Island and those parts of the South Island which rank equally with the North. If the Government agrees to raise the South Island price of milk, then the South Island will accept the basis of 10 gallons to 1 for the purpose of cream

conversion; failing such increase the basis to be 11 gallons to 1.

13. In the North Island and those parts of the South Island which qualify for the North Island national milk price credit is to be given to the Government in respect of milk converted into cheese at the rate of 8·6d. per gallon, and milk converted into butter at the rate of 7·8d. per gallon, the credits in other parts of the South Island to be 8d. and 7d. respectively (all prices at the farm gates). Wherever reasonably practicable milk for manufacturing shall be diverted to cheese rather than butter.

14. When supply associations utilize surplus milk for the manufacture of dried milk

actual net realization shall be given credit for.

15. For the milk year 1945-46 supply associations are to have the right to dispose of all their milk subject to giving the appropriate credits as kerein provided.

Appendix D.—List of Producer Associations, Milk Year ended 31st August, 1946

District.	Name of Association.	Daily Nominated Quantity.
		Gallons.
Whangarei	Whangarei Milk Producers' Association	1,050
Auckland	Auckland Milk Co., Ltd	4,970
	Stonex Milk Producers Co., Ltd	6,850
	New Zealand Co-operative Dairy Co., Ltd	14,200
	North Shore Milk Producers' Association, Ltd	2,200
Hamilton	Hamilton Milk Producers Co., Ltd	2,550
	New Zealand Co-operative Dairy Co., Ltd	820
Rotorua	Rotorua Co-operative Milk Producers' Co., Ltd	1,000
Tauranga	Tauranga Producers' Association	655
Gisborne	Gisborne Co-operative Milk Producers' Association, Ltd	1,590
Hawke's Bay	Hawke's Bay Raw Milk Producers' Co-operative, Ltd.	3,000
Dannevirke	Maharahara Co-operative Dairy Co., Ltd	675
Palmerston North	Manawatu Co-operative Milk Producers' Co., Ltd	2,405
Stratford	Stratford Co-operative Milk Supply Association, Ltd	405
New Plymouth	New Plymouth Dairy Farmers' Co-operative Milk Supply Association, Ltd.	1,516
Eltham	Eltham Milk Producers' Association	110
Wanganui	Wanganui Co-operative Milk Supply, Ltd	1,616
Raetihi	Raetihi Milk Producers' Association	230
Nelson	Nelson Co-operative Milk Producers' Association, Ltd	1,595
Westport	Westport United Dairies, Ltd	400
Christehureh	Christchurch Metropolitan Milk Suppliers' Co-operative Association, Ltd.	2,700
	Canterbury Dairy Farmers' Co-operative Milk Supply Co., Ltd	10,400
Timaru	The South Canterbury Co-operative Milk Supply Co., Ltd	1,900
Oamaru	North Otago Milk Producers' Association	466
Dunedin	Town Milk (Dunedin), Ltd.	1,650
	Dairy Farmers' Co-operative Milk Supply Co., Ltd	5,000
Invercargill	Southland Wholesale Milk Producers' Association	2,450
Mount Maunganui	Mount Maunganui Milk Producers' Association	88
Hawera	Hawera Co-operative Milk Supply Association, Ltd	270
Waimate	South Canterbury Co-operative	200
Ashburton	Ashburton T.M.P	286
Waipukurau	Waipukurau Milk Producers	120
Blenheim	Blenheim Milk Producers	320