The gross output of the mine since its acquisition by the State totals 9,783 tons 5 cwt.

Days worked.—The colliery worked 57 days out of a possible 58 ordinary working-days. In addition, the colliery worked 3 substituted statutory holidays, making the total days worked 60. The difference between the ordinary days worked, 57, and the possible number of working-days is accounted for as follows: 1 day, idle on anniversary day of province.

Employees.—In connection with coal-winning, the average number of persons employed in and about the mine was 141 men, made up as follows—Underground: Coal-hewers, 32; deputies, shiftmen, and truckers, 88. Surface: 21 men.

Coal-hewers' Average Daily Earnings.—The coal-hewers' average daily earnings (gross) were £2 15s. 8d., and after deducting stores (explosives) their net return was £2 9s. 2d.

Daily Output.—The average daily output was 163 tons 1 cwt. and the coal-hewers's average daily output was 5 tons 6 cwt. The total number of hewer shifts for the period was 1,844.

Deficiences.—There were no payments under the minimum wage clause during the period.

Accidents.—There were numerous accidents of a minor nature during the period, but no accidents of a serious or fatal nature.

Underground.—All coal is being won from development work from the Slant Dip and East Dip sections.

Slant Dip: This Dip was driven a distance of 57 chains from the bottom of the main haulage road and was stopped in inferior coal 3 ft. thick. Two dips were started in a south-easterly direction from a point 43 chains from the top of the Slant Dip. These dips have been developed to a distance of 22 chains, and ten places are being worked to the rise off these dips in the top seam. The coal is of good quality 8 ft. to 9 ft. thick.

East Dip: The Main Dip has been driven to a distance of 28 chains from the top and was stopped in troubled ground. There are eight places being developed in a northeasterly direction from near the bottom of this dip in the bottom seam coal 8 ft. thick. The workings in the section are hard to maintain, as the floor of the seam is a fairly soft fireclay and is responsible for a large amount of brushing work to maintain height. The work in this direction is approaching a small downthrow fault, the displacement being 15 ft. to 20 ft. vertical.

The ex-employees of the Hikurangi Mine commenced work at Kamo on 12th January, and are being employed principally on reconstruction work.

No. 6 Drive: This drive is being continued by two men on one shift and has been completed for a distance of 300 ft.

I have, &c.,

J. HADCROFT, District Manager.