Method of sale was as follows:--

		Bd. It.
(1) By appraised quantities	 	 121,430,000
(2) By log-scaling	 	 5,398,000
(3) By mill output	 	 19,089,000

In addition a total of 85,000 board feet of sawn exotic timber valued at £269 was sold from State forests during the year. The value of other forest produce of indigenous species sold under permit amounted to £17,142 and exotic forest produce sold under permit to £461.

32. Outturn Under Licence, Permits, &c.—The total quantity of milling timber removed and paid for under log sale agreements, licences, and permits was 194,543,000 board feet (1948–49, 180,198,000) of which 168,192,000 was indigenous constituting 52 per cent. of the total indigenous cut. Other forest produce was removed under permits as follows:—

		1949–50.		1948-49.		1947~48.	
		Indigenous.	Exotie.	Indigenous.	Exotic.	Indigenous.	Exotic.
		Number.	Number.	Number.	Number.	Number.	Number.
Poles		6,900		10,300		9,600	
Strainers		30,200		23,300		21,000	
Posts and stakes		549,800		565,700		430,600	
Stays		21,900		13,700		8,100	
Sleepers		7,100		14,100		20,000	
House blocks and pole 1.	docks	13,600		17,700		14,300	
Battens		956,400		1,164,800		1,136,100	9,390
Bridge Stringers		400		40		10	
Survey pegs				500			
Firewood (cords)		900	20	900	50	600	30
Mining timber (pieces)		153,700	12,100	55,000	9,700	61,400	12,700
Rails		500		240			, .
Chopping-blocks		200		100		1,200	100
Tomato stakes		1,700		1,400		38,600	
Shingles						184,500	

Indigenous and exotic timber extracted by the Forest Service itself is dealt with in Chapter VI, Section 8.

Soil Conservation

- 33. General.—The preservation of forests on steep hill country for the protection of highly-productive farm lands below has been so large a part of the Forest Service's work in its first thirty years, and the definition of this function in the Forests Act, 1949, is of such importance that the conservation policy of the Service is stated in some detail in Chapter II—Forest Policy, of this report. The control of forest and rural fires, which is of permanent importance in soil conservation, is dealt with in Chapter VII.
- 34. Manuka Blight.—It remains to record here developments regarding the spread of "manuka blight" mentioned in last year's report. The attitude of the Forest Service towards the use of the blight in pasture-management has been uncompromising. The vast tracks of hill country, particularly in the North Island, on which manuka constitutes the only vegetative cover and the ideal nurse crop for the regeneration of native forest must not be exposed to the risk of denudation; and the Service regards the dissemination of the disease as wholely unwarranted. Following a series of meetings at which representatives of interested Departments discussed the problem, arrangements have been made that the Journal of Agriculture should explain the disastrous consequences which