Statutory Investment Account—Section 50, (3).

From passing of the Act to 31st March, 1902.

Dr. *Receipts.*	£ s. d.	Cr. *Expenditure.*	£ s. d.
To Proceeds of loans	2,502,405 5 0	By Temporary advances refunded ..	305,000 0 0
Temporary advances	305,000 0 0	Investments on mortgage	3,035,230 0 0
Repayments by mortgagors ..	666,912 17 6	Sinking Fund investment, Public Trustee	666,912 17 6
Public Trustee, refunds	570,958 10 1	Temporary investments	848,169 19 0
Temporary investments	843,333 2 0		
	£4,888,609 14 7		£4,855,312 16 6

For the Year ending 31st March, 1902.

Dr. *Receipts.*	£ s. d.	Cr. *Expenditure.*	£ s. d.
To Proceeds of loans	406,333 6 8	By Temporary advances refunded ..	140,000 0 0
Repayments by mortgagors ..	172,268 12 3	Investments on mortgage	408,445 0 0
Public Trustee, refunds	147,154 1 3	Sinking Fund investment, Public Trustee..	172,268 12 3
	£725,756 0 2		£720,713 12 3

Investments at 31st March, 1902.

	£ s. d.
By Mortgages	2,368,317 2 6
Temporary investments, Bank of New Zealand Guaranteed Stock ..	4,836 17 0
	£2,373,153 19 6

Statement of Arrears—Section 50, (4).

	£ s. d.
To Amount of arrears of principal ..	1,617 8 7
Amount of arrears of interest ..	7,207 13 5
	£8,825 2 0

Section 50, (5).

Nil.

The above is the statutory balance-sheet drawn up as required by the Audit Office under section 50, (1)–(5), of "The Government Advances to Settlers Act, 1894."

John McGowan,
Superintendent.

P. Heyes, F.S.A.A. Eng.,
Accountant.

Examined and found correct, the balances on the 31st March, 1902, being,—

Cr.	£ s. d.
By Investment Account	33,296 18 1
Suspense Account	4,044 2 0
	£37,341 0 1

Dr.	£ s. d.
To Cash	36,350 8 6
Bills receivable	990 11 7
	£37,341 0 1

J. K. Warburton,
Controller and Auditor General.

The Superintendent, Government Advances to Settlers Office.

Account for Year ending 31st March, 1902.

Section 50 of "The Government Advances to Settlers Act, 1894," provides that the accounts for the year shall show the *whole* receipts and expenditure of the Advances to Settlers Office Account during such year; similarly, the *whole* receipts and expenditure of the Management Account (including Interest Account). This has not been done, inasmuch as when there have been receipts and expenditure under the same heading the excess of the one side over the other only is shown. Should not the sum voted by Parliament and paid to C. Wagland as compensation be shown as a separate item instead of being included in "Sundries"?

The accounts are returned herewith for the necessary alteration.

11th June, 1902 J. H. Fowler, Audit Officer.