The cable between Honolulu and the Philippines, via Midway Island and Guam, which has been laid by the Commercial Pacific Cable Company, was opened for traffic on the 25th July last. This gives San Francisco direct cable communication with China, Japan, and other points in the East.

The Pacific Cable Board, by arrangement with the German Transatlantic Cable Company, has been able to reduce the rate to Germany to 3s. a word. It is hoped that a similar reduction may

be possible later on to other places in Europe.

CABLE BUSINESS.

The number and value of cable messages forwarded from New Zealand during 1903 are shown in the following statement. (The Pacific cable was opened for traffic—New Zealand to Southport and Suva, 23rd April, 1902; New Zealand to Vancouver, 8th December following.)

Viâ Pacific.

				0	rdinary.	Press.		
Destination.				Number of Messages.	Value.	Number of Messages.	Value.	
International Australia				16,438 56,157	£ s. d. 28,040 7 1 11,472 12 1	40 285	£ s. d 76 16 8 220 4 0	
	for 1903	•••		72,595	39,512 19 2	325	297 0 8	
	l for 1902	•••	•••	42,358	19,053 11 11	367	369 18	

Via Extension.

				Ordinary.			Press.				
Destination.			Number of Messages.	Value.		Number of Messages.	Val	Value.			
Internation		•••		•••	4,388 11,963	2,839 2,505		167 1,103	£ 338 599		d. 0 5
•	Total for	1903	•••		16,351	10,344	11 4	1,270	938	10	5
	Total for	1902	•••		34,499	27,089	0 5	1,463	1,402	10	1

The colony's outward international and Australian cable business, not including Press, for the years 1902 and 1903 was as follows:-

			Internate	ional.	
1903 1902	•••	••		Number of Messages 20,826 14,893	E s. d. 35,879 8 7 31,766 15 6
				Inc. 5,933*	Inc. 4,112 13 1†
		* 39•8	3 per cent.	† 12.95 per cent.	
			Austra	lia. Number of	Value.
1903				Messages 68,120	£ s. d. 13,978 1 11
1903	•••	•••		61,964	14,375 16 10
				Inc. 6,156*	Dec. 397 14 11†
		* 9.9	3 per cent.	† 2.76 per cent.	