Profit and Loss Account for the Year ended 31st March, 1927.

Dr.	£	s.	d.	Cr.	£	s.	d.
To Management Expenses Account	5,449	14	5	By Interest Account—Gross profits	14,413	9	6
Losses on realization of securities	188	9	9				
Balance—Net profits for the year	8,775	5	4				
	£14,413	9	6		£14,413	9	6
	£	s.	d.		£	s.	d.
To Balance as at 31st March, 1926	25,969	1	5	By Net profits for the year	8,775	5	4
Loan-flotation charges written down ..	14,252	3	2	Balance	32,975	0	9
Income-tax	1,529	1	6				
	£41,750	6	1		£41,750	6	1

Interest Account for the Year ended 31st March, 1927.

Dr.	£ s. d.	£ s. d.	Cr.	£ s. d.	£ s. d.
To Interest on loans	328,499 7 0		By Interest on mortgages ..	350,329 10 3	
Less accrued at 31st March, 1926	59,450 3 3		Less interest overdue and accrued at 31st March, 1926	103,575 8 6	
		269,049 3 9			246,754 1 9
Interest on amounts temporarily transferred from other branches		66,937 6 8	Interest on bank balances		370 0 0
Interest on loans accrued but not due ..		69,833 7 8	Interest on outstanding payments		3 19 2
Balance—Gross profits transferred to Profit and Loss Account		14,413 9 6	Interest on temporary investments	21,911 11 7	
			Less accrued at 31st March, 1926	1,924 18 7	
					19,986 13 0
			Interest on temporary investments accrued at 31st March, 1927		1,416 0 6
			Interest on mortgages—	£ s. d.	
			Overdue at 31st March, 1927	42,159 2 5	
			Accrued but not due at 31st March, 1927	109,543 10 9	
					151,702 13 2
		£420,233 7 7			£420,233 7 7

Management Expenses Account for the Year ended 31st March, 1927.

Dr.	£	s.	d.	Cr.	£	s.	d.
To Audit Office services	150	0	0	By Consent fees	0	11	0
Cleaning, lighting, heating, and messenger services	150	0	0	Cost of preparation of mortgages	136	12	0
Contingencies	0	1	4	Inspection fees	7	12	6
Court costs and solicitor's costs	7	6	6	Production fees	384	9	6
Management charges on New Zealand stock and bonds	519	11	10	Release fees	100	9	8
Post Office services	500	0	0	Balance transferred to Profit and Loss Account	5,449	14	5
Postages and telegrams	192	9	5				
Printing and stationery	300	0	0				
Public Service Superannuation Fund contribution	40	0	0				
Rent	600	0	0				
Salaries	3,270	0	0				
Valuation Department—Agency work ..	350	0	0				
	£6,079	9	1		£6,079	9	1

State Advances Office, Wellington, 30th June, 1927.

A. A. Prichard, Deputy Superintendent.
R. Robertson, Accountant.

I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby.—J. H. Fowler, Deputy Controller and Auditor-General.

ADVANCES TO LOCAL AUTHORITIES BRANCH.

Statement of Liabilities and Assets as at 31st March, 1927.

Liabilities.	£ s. d.	Assets.	£ s. d.	£ s. d.
Sundry loans	2,790,293 11 8	Investment Account—Principal owing by local bodies		2,849,519 6 3
Loan-moneys—Unexpended balances under section 72, Local Bodies' Loans Act, 1913 ..	3,987 12 10	Sinking Fund investments held by Advances Office Sinking Fund Account		*358,187 13 2
Temporary advances from Settlers Branch ..	433,500 0 0	Interest on debentures—	£ s. d.	
Interest on loans accrued but not due ..	36,554 6 6	Overdue	6,341 2 0	
Sinking Fund	129,977 15 7	Accrued	24,957 2 0	
				31,298 4 0
		Loan Charges Account		32,831 16 8
		Profit and Loss Account		122,238 13 0
		Cash in hand and in bank as at 31st March, 1927		237 13 6
	£3,394,313 6 7			£3,394,313 6 7

* This amount includes the sum of £228,209 17s. 7d. capital paid into the Sinking Fund under the provisions of the State Advances Act.