The total return to the Department in respect of the operations of the Refreshment Branch for the past five years is as under:—

			1936.	1935.	1934.	1933.	1932.
	 And the state of t		£	£	£	£	£
Rent	 :	 	9,230	9,230	9,230	9,100	9,100
Commission	 	 	742	667	620	584	715
Rail fares		 	1,066	1,066	1,066	1,066	1,066
Rail freights	 	 	1,790	1,825	1,818	1,851	2,349
Interest	 	 	1,108	1,102	1,124	1,129	1,291
Net profit	 • •	 • •	4,156	2,132	786	2,928	1,681
			£18,092	£16,022	£14,644	£16,658	£16,202

BOOKSTALL SERVICE.

	-	1936.	1935.	Variation.	Per Cent.
Revenue Expenditure	••	 £ 45,798 43,042	£ 36,846 34,564	£ +8,952 +8,478	$24 \cdot 30$ $24 \cdot 53$
Net revenue	,· ·	 £2,756	£2,282	+ £474	20.77

The total return to the Department in respect of the operation of bookstalls over the last three years is as follows:—

		·	1936.	1935.	1934.
W 1999 19 19 19 19 19 19 19 19 19 19 19 1			£	£	£
Net profit Rent Railages	 	 	2,756	2,282	1,684
Rent	 	 	4,580	3,685	2,079
Railages	 	 	167	157	40
Commission	 	 	320	257	145
	*	•	£7,823	£6,381	£3,948

The Department controls, through the Refreshment Branch, eighteen railway bookstalls. The increased revenue and expenditure for 1935–36 is accounted for in part by the fact that ten of the bookstalls were taken over in June, 1934, and consequently for the year ended 31st March, 1935, the eighteen bookstalls were not operated for the full twelve months. The increase in passenger traffic that has taken place during the year also resulted in increased patronage of the bookstalls.

that has taken place during the year also resulted in increased patronage of the bookstalls.

The following figures showing the return to the Department from the operation of some of the bookstalls under private control, contrasted with Departmental control, show that the action of the Department in taking over and controlling the bookstalls as an integral part of railway operation has

been fully justified by results:-

Location	n of Bookstall	•		Return per annum under private control.	Return per Annum under Departmental Control.	Increase.
2 1					_	
				£	£	£
Auckland				1,353	1,453	100
Frankton Junction				325	499	174
Palmerston North				172	562	390
Thorndon				577	1,244	667
Christchurch				595	1,462	867
Greymouth				130	308	178
Ashburton				234	528	294
Dunedin				580	1,028	448
Invercargill			•	104	520	416