The expenditure on stock to date has been £23,867, and the total returns for last year from all sources, excluding pigs, were as follows:—

26

				£
Butterfat	 	 	 	 17,450
Fat cattle	 	 	 	 5,755
Sheep and lambs	 	 	 	 1,853
Wool	 	 	 	 236
				25,294

At the close of the year the value of departmental stock on hand was £10,970, and in all cases the values are on a conservative basis.

Mangatete (1,270 acres).—The development of this block was completed during the year, and there are now on the block nine settlers, two of whom are still on a wages basis.

The following schedule shows the principal works carried out during the year, together with the totals to date:—

		Durin	g Year 1937–38.	Total to Date.
			Number.	Number.
Posts and stays		 	2,505	23,989
Strainers		 	86	836
Battens		 	3,400	10,669
Gates constructed		 	• •	195
Cow-sheds erected		 	1	9
Cottages erected		 	2	7
Pig-shelters erected		 		14
		$\operatorname{Sq}$	uare Feet.	Square Feet.
Timber felled and cros	$\operatorname{sscut}$	 		100,491
Timber milled		 2	20,824	89,652
			Chains.	Chains.
Fences erected		 	308	1,089
Fences repaired		 	• •	181
_			Acres.	Acres.
Area top-dressed		 	200	680
Clearing fern and wiw	i	 		235
Stumping and logging	g up	 	25	245

Puriri Block (1,400 acres).—The development of this block has been continued during the year. An average of twenty-three men have been employed. The felling of approximately 750 acres was completed, and the timber, posts, and strainers removed and stacked. The bush was fired on 3rd March and a very satisfactory burn ensued. The prolonged dry season has delayed the sowing of grass-seed, but this will be done at the first opportunity.

The following schedule shows the principal works effected to date on this block:—

				Number.
Posts and stays		 	 	 11,402
Strainers, rough		 	 	 1,252
Strainers, squared		 	 	 1,212
Battens split		 	 	 4,000
Puriri-trees felled		 	 	 1,203
Sheds erected		 	 	 4
				Chains.
Fences erected		 	 	 196
				Acres.
Bush felled		 	 	 881
Grass sown		 	 	 112
Stumping		 	 	 9
Ploughing		 	 	 18
Turnips sown		 	 	 12
				Square Feet.
Timber crosscut		 	 	 71,638
Timber milled		 	 	 32,427
	• •	 		- ,

Kaitaia (1,000 acres).—The work on this area has consisted of the continuation of the works previously carried out and the extension of operations to portion of the adjoining peat lands. This country is very wet, and it has been found necessary to construct small surface drains to dry out the ground before sowing.

Thirty-three men were employed on the block for most of the year, the majority being employed on drainage-works.

The opening-up of the Waipapakauri Outlet should have a beneficial effect on this area, but this will not be completed for some time to come.

Minor floods only were experienced during the year, none being of a longer duration than thirty-six hours.

The milkers on this block are employed on wages, and have carried out the ordinary farm operations over the area. Owing to the very dry summer the growth has not been as heavy as last year, but although the quantity of hay saved is less the quality is excellent.