Dwellings erected and in course of Erection (£4,354,110 2s. 4d.).—This represents the total expenditure on the erection of houses, flats, &c., since the inception of the new housing scheme in 1936; and the item Construction Branch preliminary expenses—£163,966 8s. 5d.—covers administration and supervision expenses in connection with the same work. Both these amounts will be allocated to "Dwellings Let" in the same way as the cost of land purchased.

Overdue Interest and Rent.—The whole of the interest arrears relate to the sales of house property made under the 1919 Act, and the overdue rent is almost entirely in respect of the old properties erected prior to 1936.

During the year ended 31st March, 1939, the total sum expended on the erection of dwellings, and on administration and supervision was £3,368,242. Expenditure for the same period incurred in the acquisition of land and preparation of same for dwellings amounted to £590,067, representing expenditure in the following localities:—

	£	s.	d.		£	s.	d.		£	s.	d.
Auckland	214,138	19	0	Kaikohe	296	14	1	Raetihi	219	12	11
Ashburton	2,465	2	1	Kaitaia	1,319	11	1	Rangiora	1,047	7	5
Alexandra	460	0	0	Lyttelton	1,233	12	10	Shannon	276	0	4
Balclutha	966	16	4	Marton	229	15	9	Stratford	1,965	10	0
Blenheim	650	7	5	Masterton	3,747	7	4	Taihape	571	12	0
Bluff	454	8	3	Matamata	1,091	3	6	Taumarunui	566	6	7
Cambridge	393	14	4	Mataura	601	5	7	Tauranga	850	6	10
Carterton	512	4	5	Milton	495	14	2	Te Awamutu	1,452	5	0
Christchurch	63,366	14	1	Morrinsville	357	3	7	Te Kuiti	780	12	10
Dunedin	16,437	5	1	Mosgiel	722	8	8	Te Puke	527	17	0
Fairlie	580	8	2	Motueka	982	2	8	Timaru	947	9	5
Featherston	205	3	1	Napier	11,942	15	3	Tuakau	826	1	8
Feilding	1,374	1	7	Nelson	2,645	17	7	Waimate	1,031	3	5
Gisborne	1,563	18	1	New Plymouth	5,169	3	0	Waipukurau	1,242	19	7
Gore	3,201	12	8	Ngaruawahia	331	19	10	Wairoa	1,256	14	3
Greymouth	4,066	8	1	Oamaru	2,503	10	11	Wanganui	4,427	8	6
Greytown	570	10	2	Opotiki	255	12	0	Wellington	186,809	4	11
Hamilton	7,178	18	4	Opunake	265	0	1	Westport	549	17	11
Hastings	1,295	4	11	Otaki	374	5	8	Whakatane	1,577	14	7
Havelock N.	566	17	6	Paeroa	619	13	8	Whangarei	6,047	13	3
Hawera	812	11	0	Pahiatua	485	17	4	Woodville	350	8	1
Hokitika	758	10	0	Palmerston N.	8,335	15	3	Other towns	1,701	1	4
Huntly	1,095	1	2	Palmerston S.	249	11	5				
Inglewood	226	6	6	Patea	684	9	0				
Invercargill	4,434	11	10	Pukekohe	1,502	15	3				
Kaiapoi	822	18	2						£590,067	5	7

A. D. Park, Chairman of Directors.
T. N. Smallwood, Deputy Chairman of Directors.

G. A. Lewin
B. C. Ashwin } Directors.
D. Barnes