

The final result of the operations for the 1936–37 season, expressed to the nearest pound, is as follows :—

	£	£
Deficit on creamery butter	..	384,313
Surplus on cheese	126,369	
Less deficit on whey butter	5,956	
		<u>120,413</u>
		263,900
Add premiums, staff annuities	5,380	
Add payments special milk products (Special Milk Products Regulations, 1937)	2,829	
		<u>8,209</u>
Deficit, 1936–37 season, at 21st June, 1938 (date of closing of accounts)	..	272,109
Add interest to 31st July, 1938	..	373
		<u>272,482</u>
Deficit, Dairy Industry Account, 1936–37 season, at 31st July, 1938	..	<u>272,482</u>

Full details of the completed financial operations for the 1936–37 season are shown in the accounts section of this report.

In terms of the undertaking given to the dairy industry, the deficit for the 1936–37 season is the responsibility of the Government.

SUMMARY OF RESULTS OF PURCHASE AND SALE OF BUTTER AND CHEESE FOR 1936–37 SEASON.

The following tabulations show summarized details of the purchase and sale operations for the 1936–37 season in respect of creamery butter, cheese, and whey butter :—

PURCHASE AND SALE OF CREAMERY BUTTER, 1936–37 SEASON.

(Quantity : 5,992,382 boxes. Weight : 149,799 tons 12 cwt. 3 qr. 21 lb.)

	Amount.	Per Hundredweight.	Per Pound.
	£	d. s. d.	d. d.
Realization on sales, United Kingdom (sterling gross)	15,274,488	104 1.739	11.158
Less trade discount*	127,122	0 10.401	0.093
	<u>15,147,366</u>	103 3.338	11.065
Less selling charges, United Kingdom—			
Port dues and consolidated rate	140,816	11.521	0.103
Storage, cartage and delivery, averaging, and other charges	32,712	2.677	0.024
Commission	305,871	25.026	0.223
	<u>479,399</u>	3 3.224	0.350
Realization on sales, United Kingdom (sterling net)	14,667,967	100 0.114	10.715
Plus exchange on remittances to New Zealand	3,520,327	24 0.029	2.572
Realization on sales, United Kingdom (New Zealand currency)	18,188,294	124 0.143	13.287
Less freight and insurance	1,103,114	7 6.255	0.806
	<u>17,085,180</u>	116 5.888	12.481
Net realization on sales, United Kingdom, f.o.b. New Zealand			
Plus realization on sales to destinations other than United Kingdom	359,509	114 8.567	12.291
Total net realization sales creamery butter f.o.b. New Zealand	17,444,689	116 5.442	12.477
Less administration, interest, advertising, cost of remittances, and general expenses	126,202	0 10.110	0.090
	<u>17,318,487</u>	115 7.332	12.387
Purchase cost under 1936–37 guaranteed price	17,702,800	118 2.118	12.662
Deficit on creamery butter, 1936–37 season	384,313	2 6.786	0.275

* Allowed in terms of rules of London Provision Exchange.