The vacancy in the Council occasioned by the death of Mr. Macandrew was filled by the appointment of Mr. James Allen, B.A., M.H.R., of Dunedin.

The Council forwarded through your Excellency a petition to the Queen, praying that Her Majesty might be pleased to grant letters patent under which degrees by the University might be recognised in the same manner as those conferred by any University in the United Kingdom, and expresses its regret that the Secretary of State for the Colonies was unable to advise Her Majesty to comply with the prayer of the petition.

The Council received an invitation from the Rector of the University of Bologna to send a representative to the festival, to be held on the 12th June, in celebration of its eighth centenary, and has appointed Mr. A. Chetham Strode, for many years an esteemed member of the Council, to

represent it on that memorable occasion.

The Council has great satisfaction in stating that the authorities of the Dunedin Hospital are building a very complete operating theatre in the interests of the patients who require the services of our surgeons, but, as they contemplated in this important work the interests of the Medical School, the Council made a grant of £200 towards its erection.

The Council reports the following addition to the teaching staff of the Medical School, viz.,

King, of the Seacliff Asylum, to be honorary lecturer on mental diseases.

The Council has great pleasure in stating that, on the report of the Committee of Management of the Royal College of Physicians and the Royal College of Surgeons of London, it was agreed that the University of Otago, Dunedin, New Zealand, be recognised as fulfilling the requirements of the Board in regard to professional study for the diplomas of the two colleges. This statement is made on the authority of the Lancet, the official communication not having yet been received.

The revenue of the University has suffered considerable shrinkage in consequence of the reduction in rents which the Council felt constrained to make in its interests.

The abstract of accounts, showing the income and expenditure of the University for the year ending the 31st March, 1888, is now in the hands of the Auditor-General.

D. M. STUART, D.D.,

His Excellency Sir W. F. Drummond Jervois, K.C.M.G., &c., Chancellor. Governor of New Zealand.

ABSTRACT of RECEIPTS and EXPENDITURE for the Year ending 31st March, 1888. General Account.

				Ge	ner	uv	Account.
	Receip	nt e		£	s.	đТ	Expenditure. \mathfrak{L} s. d
TO 1 to least	_					1	Salaries and Allowances—
Balance in bank	• •	• •	• •	107			
Balance, fixed deposits	• •	• •	• •	668	7	6	Professors—
Endowments							Classics 600 0 0
Rent of Runs—							Mathematics 600 0 0
Burwood and Mara	ມາດຄ			1,300	0	0	Natural philosophy 600 0 0
Barewood			• • •	2,000		ŏ	3 F 4 - 1
_		• •	• •	3,600			
Benmore		• •	• •				
House, Castle Stre	et	• •	• •		0		Anatomy 600 0 0
Church Trustees				1,800	0	0	Biology 300 0 0
Fees-							Mining 600 0 0
Medical preliminary	evamir	astio n		7	7	0	English language and literature 600 0 0
College, including lab			• • •	190		6	Lecturers—
	JOI WOLL	•	• •			6	T
Class	• •	• •	• •	1,278			==
Analysis, 1886–87		• •		20		0	French 100 0 0
Interest on fixed deposi	its			37	2	2	German \dots \dots \dots 50 0 0
Interest on mortgage, le	ess cha	rges		5	15	7	Surgery 150 0 0
Government contribut	ion fo	r chemi	cals				Materia medica 100 0 0
			cuis,	100	O	0	The 11 f 31 1
two years			• •				Practice of medicine 183 6 8
Government subsidy, S				500	0	0	Midwifery 100 0 0
Purchase-money, Fore	st Hil	ll land s	ales,				Medical jurisprudence and public
Hanning paid off				674	18	0	m health $ m 200~0~0$
Interest on deferred-p	avmen	t Forest	Hill				Pathology 200 0 0
	••	•		115	1	7	Applied mechanics 50 0 0
Balance, Museum T		Account	91.1		-	•	0 1 1
				9.0	717	ο,	
March, 1887		• •	• •	30	17	3	Land and mine surveying 100 0 0
							Assistants—Physical laboratory 40 0 0
							. Officers—
							Registrar 250 0 0
							Janitor 70 0 0
							A463
							Attendant, chemistry department 40 15 0
							Attendant, biological department 40 0 0
							Fees, professors and lecturers, 1,278 7 6
							Apparatus and chemicals 451 13 10
							Furnishings and fittings 107 14 3
							Danaing to 1-1111
						İ	The incomit and a second discount of the second of the sec
							University grounds 9 19 3
							Law costs 13 18 8
							Library 30 10 2
							Prizes 32 5 0
							Insurance 33 12 6
							Printing, advertising, and stationery 180 9 9
						1	
							Municipal rates 109 7 6
							Incidental 91 10 9
							Interest on loan $\dots \dots
							Dunedin Hospital, donation in aid of erec-
							tion of operating theatre 200 0 0
							Minimum of the Table 1 and 1 a
							Deleves in bonds
							Balance in bank 234 17 7
							Balance, fixed deposits 1,343 5 6
							F
			£	12,487	3	2	£12,487 3 2