The number of inland mail-services at the end of the year was 641, an increase of 32.

84 miles of telegraph line were constructed. At the close of the year there were 4,874 miles of line and 11,827 miles of wire.

£16,345 15s. 7d. was expended on telegraph extension during the year.

The number of telephone subscribers increased by 130, and the total number on the 31st March last was 2,384.

£1,515,281 11s. 3d. was deposited in the Post Office Savings-bank during the calendar year, and £1,457,081.5s, withdrawn. The total sum at the credit of depositors on the 31st December last was £2,191,451 14s. 2d.

For the convenience of the public a temporary post and telegraph office was established at the New Zealand and South Seas Exhibition, which opened at Dunedin on the 19th November last. The office was placed in communication with the Dunedin Telephone Exchange. The Exhibition closed on the 26th April last, and the following postal and telegraph business was transacted at the office:--

		*	Posted.	Delivered.			
Letters	 	 	7,698	 8,976			
Post-cards	 	 	348	 60			
Books	 	 	1,500	 264			
Newspapers	 	 	468	 2,952			

168 money-orders issued, for £578 10s. 4d.; 17 money-orders paid, for £87 12s. 8d. 232 deposits in savings-bank, for £801 10s.; 22 withdrawals, for £194 13s. 2d. 2,990 telegrams were forwarded and 2,300 received.

The classification of the service, it is hoped, is now in a fair way to be carried into practical effect. A short Bill, prepared with this object, is to be submitted to Parliament this session. Classification has long been promised, and as long withheld, with the result that the service is disheartened generally. The scheme which the Bill is intended to bring into operation should do much to remove the prevalent discontent, and give the employés encouragement as to the future.

The following table and return give the number of offices and officers of all classes on the 31st

December last:-

Postal Districts.	Telegraph Offices.		ost	Offices only.	xchanges.	ureaux.	Clerks and Postal Cadets.		Operators (including Cadets).		and Officers in Permanent Staff.	Letter- carriers.		(Post Office).	Telegraph Message Boys.	
	Post and Tel	Post Offices.	Post and Telephone Offices.	Telephone (	Telephone Exchanges.	Telephone Bureaux.	Town.	Country.	Town.	Country.	Postmasters and Office Charge on Permanent	Тоwn.	Country.	Messengers (	Town.	Country.
Auckland Thames Gisborne Napier New Plymouth Wanganui Wellington Blenheim Nelson Westport Greymouth Hokitika Christchurch Timaru Oamaru Dunedin Invercargill	44 10 1 20 5 11 23 7 9 5 4 3 49 16 10 38 21	155 19 16 28 14 20 55 15 24 13 21 31 96 28 6 72 66	69 7 5 12 5 9 17 3 11 6 5 3 12  7 40	3    1 3    1	1	12   2 4   1  14 3	38 2  11 3 8 44 4 5  2 3 3 5 5 2 3 8 8		24 6 4 23 4 12 35 32 11 4 8 2 23 5 8 27 8	5 5  5 12 1 2  6 1  5	44 10 1 20 5 11 23 7 9 5 4 4 8 49 16 10 38 21	16 2 1 3 2 3 10 2 2 1 2 1 2 1 2 1 2 1 2 1 2 1 2 1 1 2 1 2 1 2 1 1 2 2 1 2 2 1 2	4 1  1 2  2  6 3  3 1	2	14 4 3 7 3 5 2 5 2 3 2 3 3 1 3 3 4 3 1 3 3 4 3 3 4 3 3 4 3 3 3 4 3 3 3 4 3 3 4 3 3 3 4 3	8 3  2 7 12 3 2 1 4  15 2 13 6
Total on 31st Dec., 1889	276	679	223	10	12	36	201	2	236	54	276	80	24	15	124	81

COMPARATIVE RETURN of OFFICERS of the Postal and Telegraph Department for the Years 1889 and 1888.

1889	), 1888.			1889.	1888.
. 1	1			11	9
. 1	1			3	3
. 1	1				16
. 1	1	Postmasters and Officers in Charge on I	er-		
. 1	1	manent Staff	٠.	260	260
KS.		Clerks and Cadets		203	203
. 1	1	Operators		290	294
. 3	3	Country Postmasters and Telephonists		912	885
. 3	3	Letter-carriers		104	103
. 1	1	Messengers (Post Office)		15	14
. 3	3	Linemen		46.	46
		Telegraph Message Boys		205	197
. 7	7	Nightwatchmen		2	.,
. 4	3	-			
. 16	15	Totals	2	2,110	2,071
	. 1 . 1 . 1 . 1 . 1 1 . 3 . 3 . 3 .	. 1 1 1 . 1 . 1 . 1 . 1 . 1 . 1 . 1 . 1	Sorters in Clearing-room Storekeeper and Assistants Chief Postmasters Chief Postmasters in Charge on I The postmasters and Officers in Charge on I The postmasters and Cadets Clerks and Cadets Clerks and Cadets Country Postmasters and Telephonists Letter-carriers The post Office Linemen Telegraph Message Boys Nightwatchmen Nightwatchmen	1	1