siderably above the estimate for the year. This large increase is chiefly due to the increasing rentals of lands under the Land for Settlements Acts and the purchase-money of areas held under the occupation-with-right-of-purchase system.

SUMMARY OF LAND TRANSACTIONS, 1902-3.

Tenures.	Transactions during Year.		Leasehold Lands held at 31st March, 1903.		Revenue received	
	Number.	Area.	Number.	Area.	during Year 1902-3.	
•		A. R. P.		Λ. R. P.	£ s. d.	
Cash	2	623 2 25			477 0 0	
Perpetual lease made freehold	12	3,219 2 10			2,802 10 2	
Occupation with right of pur-	1	2,000 0 0		• • • •	1,150 0 0	
chase made freehold						
Perpetual lease		•••	21	9,090 0 36	406 9 3	
Deferred payment			3	2,140 1 13	63 15 6	
Occupation with right of pur-	21	10,175 3 35	207	91,141 3 18	4,035 1 6	
chase		,			,	
Lease in perpetuity	3	1,428 1 30	177	100,112 2 21	3,196 17 7	
Village settlements—		,			,	
Occupation with right of			8	6 2 8	1 17 6	
purchase	1					
Lease in perpetuity	8	117 0 14	43	493 2 11	49 16 11	
Village - homestead special	1	1 2 17	30	188 0 37	57 7 0	
settlements	_	,		200 0 0,	"	
Special - settlement associa-			14	3,111 0 19	70 14 0	
tions, lease in perpetuity	1			3,222	,,,,,	
Improved farms			17	1,916 0 0	264 10 11	
Small grazing-runs	3	9,790 0 0	$\frac{1}{71}$	211,316 1 14	2,157 12 5	
Pastoral runs		0,,00	17	134,991 2 0	825 2 4	
Timber-cutting		•••		101,001 2 0	403 8 9	
3.6° 13 1	11	8,590 1 22	77	52,710 1 10	1,117 3 7	
Transfer fees, &c		0,000 1 22	'	02,110 1 10	163 3 0	
A 1 C		• • •	1		20 9 7	
~ ~,	•••				$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	
00	•••	•••		•••	65 9 11	
Other sources	•••	•	•••	•••	05 9 11	
Totals	62	35,946 2 33	685	607,218 2 27	17,352 17 3	
Land for settlements (lease in	50	$\begin{vmatrix} 35,940 & 2 & 35 \\ 15,187 & 3 & 16 \end{vmatrix}$	256	56,963 3 30	14,584 16 11	
	00	10,101 0 10	200	00,000 0 00	11,004 10 11	
perpetuity) Land for settlements (village)			16	35 1 32	29 11 0	
	,	1.177 0 0	10		1	
Land for settlements (small	1	1,177 0 0	10	11,648 2 0	828 1 9	
grazing-runs)		157 1 17	e	950 0 07	915 10 0	
Land for settlements (miscel-	4	157 1 17	6	358 2 27	315 12 8	
laneous)					20 0 0	
Land for settlements (cash)	$\frac{1}{a}$	3 0 0		001 0 00	30 0 0	
Native townships	6	$24 \ 0 \ 1$	50	221 0 20	173 2 7	
Endowments	\downarrow 2	246 1 14	26	9,804 2 35	414 18 6	
Comme totals	100	50 740 1 1	1 040	606 051 0 11	22 700 0 0	
Grand totals	126	52,742 1 1	1,049	686,251 0 11	33,729 0 8	

Number of Tenants and Arrears of Rent.—The number of tenants on the books at the 31st March, 1902, was 972, holding an area of 655,298 acres and 7 perches, with an annual rent of £29,726 8s. 11d.; and during the year under review seventy-seven tenants, with an area of 30,953 acres and 4 perches, and an annual rental of £5,543 19s. 9d., were added. This gives at the 31st March, 1903, a total of 1,049 tenants on the books, holding an area of 686,251 acres and 11 perches, who pay an annual rent of £35,270 8s. 8d. The arrears of rent are very large for Hawke's Bay at present, but on looking into the circumstances in connection with the arrears it will be seen that a large arrear list was unavoidable. The total arrears at the 31st March last was £3,709 4s., which was owing by sixty-three tenants, who hold an area of 23,333 acres 2 roods 12 perches. Of this amount £3,372 6s. 7d. was due in respect of Hatuma Settlement; therefore the arrears on Crown lands and other land-for-settlement estates are, comparatively speaking, small—viz., £336 17s. 5d. It will be remembered that the Hatuma settlers, on account of the bad season experienced on selecting the land, were allowed three years within which to pay the rent for the year 1902; and on taking into consideration the fact that the annual rental is £7,841 10s. 10d., and the amount of arrears £3,372 6s. 7d., it will be seen that some of the settlers are not taking the full advantage of the concession granted. In fact, some have paid up arrears with a view of obtaining the benefit of the rebate allowed under "The Land for Settlements Consolidation Act, 1900."

Lands to be opened.—During the year 1903-4 the majority of the Crown lands to be opened for selection in this district will be situated in Poverty Bay. I anticipate that an area of