During the coming season, 1906-7, it is proposed to conduct detailed geological explorations in the Parapara Subdivision of Nelson District, in the Cromwell Subdivision of Central Otago, in the Mikonui Subdivision of North Westland, and in the Coromandel Subdivision of the Hauraki Peninsula. The Parapara Subdivision contains large deposits of iron-ore and other mineral features of commercial importance; the Cromwell Subdivision contains extensive alluvial gold deposits and quartz reefs; the Coromandel Subdivision exhibits many auriferous reefs; while the Mikonui Subdivision contains various features of economic interest. In addition to these detailed explorations, it is hoped to conduct a reconnaissance survey in South Westland, in order to ascertain the potentialities of that little-known area.

SCHOOLS OF MINES.

The expenditure in connection with schools of mines, including grant to the Otago University, shows an increase for the year of £502 over the previous twelve months.

The value of these institutions cannot be overestimated from a mining point of view. The course of instruction is gradually being extended, and now embraces the following:—

Mining engineering
Land and mine surveying
Metallurgy of gold and silver
Practical and theoretical assaying
and chemistry
General and mining geology
Mineralogy and blowpipe determination

Mathematics
Mechanical drawing
Practical astromony
Petrology
Physics
Mechanics and hydrosts

Mechanics and hydrostatics Electricity.

MINERAL PRODUCTION.

The annexed Table No. 1 shows the quantity and value of gold, silver, and other minerals (including kauri-gum) exported during the year ending the 31st December, 1905, and also the quantity of native coal consumed in the colony during the same period. The amount of gold entered for export was 520,485 oz., valued at £2,093,936, and of silver, 1,179,744 oz., valued at £120,542, making a total value of gold and silver amounting to £2,214,478, this being an increase of £114,102 as compared with the export returns for the previous year.

Other minerals, including coal, lignite, and kauri-gum, represent a value of £1,408,308, or an increase of £69,450 as compared with that of the previous year

The quantities and values of the chief mineral products for the past two years are summarised for comparison as follow:—

Product.			Year ending 31st December, 1904. Quantity. Value.		Year ending 31st December, 1905. Quantity. Value.	
				£	Security.	£
Gold			520,323 oz.	1,987,501	$520,485\mathrm{oz}.$	2,093,936
Silver			1,094,461 "	112,875	1,179,744 "	120,542
Copper-ore	•••		***	***	4 tons	17
Manganese-ore		•••	$196 \mathrm{tons}$	570	<i>5</i> 5 "	165
Mixed minerals			1,404 "	10,168	632 ",	8,136
Colonial coal ex	ported,	includ-	•	•	"	
ing that us						
steamers			165,220 "	139,898	122,817 "	107,062
Hæmatite	•••		7 "	96	***	
Colonial coal con	sumed i	n New				
Zealand			1,372,618 "	686,309	1,462,939	731,469
Kauri-gum			9,203 "	501,817	10,883 "	561,444
Coke			***	•••	15 ",	15
		Total	value of productio	n for 1905		£3,622,786
			" "	1904	•••	3,439,234
			Tot	al increase	***	£183,552

The total value of gold, silver, coal, and other minerals (including kaurigum) produced up to the 31st December, 1905, was £92,875,260.