This will necessitate the provision on this year's estimates of a similar sum to meet this

capital and non-recurrent expenditure.

As regards the future, I am confident that the normal annual expenditure on a Territorial Force of 30,000 men, 35,000 Senior Cadets, and a second line of 25,000 Rifle Club men need not exceed the amount originally stated in Parliament and by Lord Kitchener.

39. Conclusion.

In conclusion, I wish to bring specially to your notice the excellent work that has been done by all the permanent officers and non-commissioned officers and by the civilian staffs of the Department in initiating the new scheme. Those who were taken on locally in order to start it have, almost without exception, more than justified their selection. I do not think that the magnitude of the undertaking has been generally realized, and I am convinced that, had it not been for the tact, loyalty, and unceasing hard work of all those who have been concerned in its inception, there would have been little chance of its having become already practically an assured success. The success has also been due in great measure to the interest and cordial co-operation shown by the Territorial officers of all ranks, most of whom, I am glad to say, have taken their military responsibilities very seriously. They evidently do not intend that their military knowledge shall suffer more than can possibly be helped from the fact that they are not able to devote all their time to soldiering.

I have the honour to be, Sir, Your obedient servant,

> ALEX. J. Godley, Major-General, Commanding New Zealand Forces.

Wellington, 27th June, 1912.

APPENDICES.

APPENDIX A.

NEW ZEALAND MILITARY FORCES 1912.—RETURN OF ATTENDANCE AT CAMPS BY UNITS.

Unit.	Number who at- tended: Annual Camp of Unit.	Number who at- ∞ tended Camp with other Units.	P Total of Attendance.	Number who had or Leave from Camp, including Sick.	ο Number absent with- out Leave.	Number unaccounted for owning to Changes of Residence or other Unknown Causes.	Strength of Unit for 1911-12. (Total of columns 4, 5, 6, and 7).	Dercentage of Attendance.	Number remaining of to complete Esta- blishment.	I Establishment.
AUCKLAND MILITARY DISTRICT.										
3rd (Auckland) Mounted Rifles 4th (Waikato) Mounted Rifles 11th (North Auckland) Mounted Rifles Auckland Field Artillery Brigade Auckland Garrison Artillery Division No. 3 Field Company, N.Z. Engineers 3rd (Auckland) Regiment ("Countess of Ranfurly's Own") 6th (Hauraki) Regiment 15th (North Auckland) Regiment 16th (Waikato) Regiment 16th (Waikato) Regiment Auckland Mounted Signal Company Auckland Infantry Signal Company No. 1 Field Ambulance No. 5 Mounted Field Ambulance	369 428 291 178 280 136 715 396 454 531 18 104 104 6	16 Nil Nil 3 11 3 71 94 33 92 Nil 2 9	385 428 291 181 291 139 786 490 487 623 18 106 113 6	15 15 13 5 16 Nil 73 50 22 58 2 10 6	3 41 66 Nil 64 16 148 27 10 17 Nil Nil 15	13 20 43 5 5 4 50 43 115 12 Nil Nil Nil	416 504 413 191 376 159 1,057 610 634 710 20 116 135	92·55 84·92 70·46 94·76 77·39 87·42 74·36 80·33 76·81 87·75 90·00 91·38 83·70 75·00	128 163 159 309 74 46 207 414 390 314 11 (Over) 116 108	544 667 572 500 450 205 1,264 1,024 1,024 31 62 251 116
Totals	4,010	334	4,344	287	407	311	5,349	81.21	2,385	7,734