Tablet locks, interlocking siding-points with the tablet system, have been installed at Kauri, Kamo, Whakatu Service Siding, Ngawapurua, Pahiatua Private Siding, Ashburton Bridge Service Sidings, Orari Bridge Service Siding, Morven Ballast-pit Siding, Otago Central Service Siding, and removed from Ruatangata, Makohine Bridge, and Wangaehu Bridge.

Particulars of the existing signalling installations are as follows:—

Miles of single-line automatic signalling		 	 190 m. 41 ch.
Miles of double-line automatic signalling		 . :	 64 m. 41 ch.
Automatic crossing-loops		 	 33
Automatic switch-locked sidings		 	 34
Power interlockings		 	 27
Mechanical interlockings		 	 98
Interlocked tramway crossings		 	 7
Mechanical fixed signal and Woods locked	stations	 	 305
Tablet-locked sidings		 	 273

Block-working.—During the year Ruatangata was opened as a tablet station and Poro-o-tarao Tunnel as a switch-out tablet station. Erua, Rangataua, and McNab were converted to switch-out working, and the following tablet stations have been closed: Kauri, Kamo, and Ngawapurua. Pokaka has been converted from a switch-out to an ordinary tablet station. The lock-and-block system of signalling has been superseded by automatic signalling between Christchurch and Addington.

The present position with regard to block working is as follows:-

Total mileage equipped with tablet in	 	 1,577		
Number of tablet instruments in use			 	 849
Number of tablet stations			 	 352
Number of tablet exchangers			 	 312
Mileage of double-line worked by lock	: and	l block	 	 14
Number of stations			 	 11
Number of instruments			 	 21

TELEGRAPH AND TELEPHONE FACILITIES.

During the past year 110 miles of pole-line was rebuilt, 278 miles of copper conductor replaced iron conductors on these sections, and 391 miles of copper wire was erected in new circuits. The sections rebuilt were Maungaturoto-Whangarei, Morrinsville-Putaruru, Stratford - New Plymouth, and Lepperton-Waitara.

The Wanganui-Stratford train control was extended to New Plymouth, brought into service, and the control office completed at Wanganui to control traffic over all main lines in that area.

Local telephone-exchanges were installed at Whangarei and Stratford.

Phantom circuits were completed for traffic between Whangarei-Auckland, Wanganui-Stratford, Stratford - New Plymouth, Stratford-Taumarunui, Christchurch-Timaru, and Timaru-Dunedin.

The loaded multiple twin telephone-cable between Paekakariki and Wellington was completed to Kaiwarra and brought into service. The carrier-frequency telephone system from Ohakune to Paekakariki was also brought into use and gives efficient communication between the main centres. A loaded multiple twin cable was also installed through the Otira Tunnel to improve communications in that area, and nine miles of pole-line between Springfield and Darfield was rebuilt after damage caused by storms.

It has been found that with the extension of telephone facilities the volume of business conducted over the telephone circuits has reduced the work conducted over the Morse-telegraph system and the number of telegraph stations has been reduced, the telegraph being used for long-distance work.

The Auckland-Whangarei Morse circuit has been extended to Otiria.

The statistics of communication facilities are as follow:—

Morse instruments	3				 	 179
Telephones					 	 2,958
Miles of wire			• •		 	 17,237
Miles of poles					 • •	 3,082
Railway exchange	:s					
Automatic					 	 5
Manual				• •	 	 12
Public exchange c	onnect	ions			 	 584

LEVEL-CROSSING ALARMS.

Flashing-light signals have been installed at Seacliff, and flashing lights and bells have been installed at Kaiapoi. Bells at 2 miles 18 chains Hutt line used in connection with the Tawa Flat Deviation works have been dismantled.

Improvements have been made in a number of existing level-crossing installations by equipping them with secondary batteries and rectifiers, thereby reducing the renewals of more expensive primary batteries.

The total number of level crossings now fitted with automatic devices is 123; in addition, there is a number with manually-controlled bells.