

PUBLIC DEBT SINKING FUND BRANCH.

STATEMENT OF LIABILITIES AND ASSETS AS AT 31ST MARCH, 1936.

<i>Liabilities.</i>			<i>Assets.</i>		
	£	s. d.		£	s. d.
Sinking Fund created under the provisions of the Public Debt Extinction Act, 1910 ..	3,258,955	19 4	Investment Account—		
Suspense Account	63	1 7	Advances not due : Local bodies	1,616,410	3 10
Management Account	33	12 0	Instalments of principal overdue : Local bodies ..	12,028	16 11
Interest due to Consolidated Fund in accordance with section 12 (a), Repayment of Public Debt Act, 1925—			Contingent liability of Mortgage Corporation under section 38 (2) of the Mortgage Corporation of New Zealand Act, 1934-35	1,242,802	11 8
In hand at 31st March, 1936 ..	76,941	11 3	Temporary advance to Local Authorities Branch ..	449	11 0
Overdue at 31st March, 1936 ..	17,486	14 8	Balance of profits of Mortgage Corporation for the year ended 31st March, 1936, payable in accordance with section 42 of the Mortgage Corporation of New Zealand Act, 1934-35	23,402	10 0
Accrued at 31st March, 1936 ..	16,743	13 1	Interest overdue on loans to local bodies ..	17,486	14 8
	111,171	19 0	Interest accrued on loans to local bodies ..	16,743	13 1
Interest paid in advance	285	7 7	Cash at bank	441,185	18 4
	£3,370,509	19 6		£3,370,509	19 6

INTEREST ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1936.

<i>Dr.</i>			<i>Cr.</i>		
	£	s. d.		£	s. d.
Interest on investments due to Consolidated Fund in accordance with section 12 (a), Repayment of the Public Debt Act, 1925—			Interest on loans to—		
Paid to Treasury	88,015	3 11	Settlers	61,449	7 7
In hand at 31st March, 1936 ..	76,941	11 3	Workers	2,275	16 11
Overdue at 31st March, 1936 ..	17,486	14 8	Local bodies	59,374	9 1
Accrued at 31st March, 1936 ..	16,743	13 1			
	199,187	2 11		123,099	13 7
Less overdue and accrued at 31st March, 1935	67,389	6 7	Less overdue and accrued at 31st March, 1935 ..	67,389	6 7
	131,797	16 4		55,710	7 0
			Profits from Mortgage Corporation of New Zealand for the year ended 31st March, 1936, in accordance with section 42 of the Mortgage Corporation of New Zealand Act, 1934-35 ..	35,675	18 8
			Interest on temporary investments	4,213	8 6
			Conversion premiums	1,967	14 5
			Interest overdue at 31st March, 1936, on loans to local bodies	17,486	14 8
			Interest accrued at 31st March, 1936, on loans to local bodies	16,743	13 1
	£131,797	16 4		£131,797	16 4

NOTE.—The assets of this Branch include local body investments transferred from the Advances Office Sinking Fund without legislative authority. See also departmental note on Advances to Settlers Branch Accounts.

GEO. G. ROSE, Superintendent.
F. R. JAMIESON, Accountant.

I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby, subject to the departmental notes en faced thereon and to the following exceptions : (1) The contingent liability of the Mortgage Corporation should not appear among the assets of the Superintendent as it is not the property of the Superintendent. In terms of the legislation, so long as this liability exists, the surplus profits of the Corporation are payable to the Public Account and not to the State Advances Account ; (2) the Interest Account is overstated to the extent of the profits of the Corporation which have been paid to the Public Account in accordance with the statute.—G. F. C. CAMPBELL, Controller and Auditor-General.