C.—1. 34

The results were most satisfactory, as, in spite of the very large amount of ragwort, there were very few losses and the wethers were all fattened and sold at a profit.

The additional sheep enabled a much better pasture-control on the various sections which were carrying ewes, and this had the effect of reducing the losses due to the "bush sickness" very considerably and also enabled a much larger number of lambs to be sold than has been the case previously.

The settlers who participated in this experiment are now under the control of the State Advances Corporation and arrangements are being made to ensure that a fresh supply of sheep will be available in time this season. The success of the first year's experiment warrants close attention being given to this district to make certain that proper provision is made for winter feed, additional fencing erected so that grazing can be properly controlled and adequate arrangements for the marketing of produce, especially fat lambs.

The standard of work has been maintained and it has been found advisable to adopt standard plans for houses, cow-sheds, store-sheds, fences, gates, &c., on all of the later blocks. There has been an increased output of work due to higher wages being paid, and also to the greater experience of

the men. $\,$

Although some of the blocks are producing well, it is desired to stress the desirability of continuing the farming of them by this Branch as at present. By this means not only will settlers have a better start, but also the capacity of the blocks to produce will be better known, as strict accounts will be kept, and although there will be delay it is felt that this disadvantage will be more than offset by there being a far better chance of the settler succeeding and the Crown's security will be better protected.

It must be remembered that in the past it has taken the old pioneer settlers a lifetime to reach the

stage that can now be reached in from five to ten years by the present methods.

The prospective settlers who are placed on land which has been properly developed will be fully occupied in maintaining the improvements and increasing the production, and it is both possible and desirable to lay down a satisfactory policy of farm routine and have it carried out than to expect a settler to develop new ground and maintain improvements, which may be beyond his capacity. This would lead to the creation of dissatisfied men and women and Crown securities again reverting.

In conclusion, it is desired to draw attention to the fact that there has been very little sickness or dissatisfaction amongst the 820 men, women, and children who depend on the schemes for their living.

Schedule I.—Comparative Table of Gross Production on Four Main Blocks for Three Years ended 31st March, 1937.

		Butterfat.			Fat Lambs.			Fat Sheep.			Store Sheep.				Wool.		
		1934-35.	1935–36.	1936-37.	1934–35.	1935-36.	1936-37.	1934-35.	1935–36.	1936-37.	1934-35.	1935–36.	1936-37.	1934–35.	1935–36.	1936–37.	
Pururu Lee's Ngatamahine Mairoa	•••	£ 201 Nil 416 Nil	£ 547 268 1,097 Nil	£ 1,059 556 1,834 Nil	£ 135 74 732 Nil	£ 293 129 1,149 Nil	£ 56 301 435 326	£ 126 Nil 55 Nil	£ 185 6 264 767	£ 15 82 804 916	188 32 330 Nil	£ 456 2 591 Nil	93	$egin{array}{c c} 5 & 53 \ 3 & 10 \ 7 & 223 \ \end{array}$	28 386	£ 415 133 717 278	
Totals		617	1,912	3,449	941	1,571	1,118	181	1,222	1,817	550	1,049	27	5 286	576	1,543	
X 10		Dairy Cattle.			Run Cattle.			Pigs.			Sundries.		Total Gross Revenue.				
		1934-35.	1935-36.	1936–37.	1984-35.	1935–36.	1936-37.	1934-35.	1935–36.	1936-37.	1934–35.	1935–36.	1936-37.	1934-35.	193536.	1936-37.	
Pururu Lee's Ngatamahine Mairoa Totals	•••	£ Nil 2 380 Nil 382	Nil	123 337 Nil	£ 188 Nil Nil Nil	Ni 30 47	01 556 l Nil 04 181 76 Nil	Nil 48 Nil	38 120 Nil	£ 149 53 214 Nil 416	£ 4 Ni! 4 Nil 8	£ 11 1 19 1 32	1	\$99 118 2,190 Nil 3,207	$\begin{array}{c} £ \\ 2,208 \\ 472 \\ 4,010 \\ 1,313 \\ \hline 8,003 \end{array}$	$\begin{array}{c} £ \\ 2,505 \\ 1,346 \\ 4,562 \\ 1,521 \\ \hline 9,934 \\ \end{array}$	

Schedule 2.—Average Wool Returns from Four Main Blocks during the Three Years ended*31st March, 1937.

		1007 02	1000.07	Increase 1936–37 compared with			
	1934–35.	1935–36.	1936–37.	1934–35.	1935–36.		
AT 1 (1-1	48	55	76	28	21		
Number of bales Weight of wool (pounds)	17,717	20,597	28,471	10,754	7,874		
Value of wool Price per pound	£285 15s. 2d. 3·87d.	£576 10s. 3d. 6·72d.	£1,541 15s. 8d. 12.99d.	£1,256 0s. 6d. 9·12d.	£965 5s. 5d. 6·27d.		
Price per bale	£5 19s. 1d.	£10 9s. 8d.	£20 5s. 9d.	£14 6s. 8d.	£9 16s. 1d.		