

Transfer of Stock.

The registered holder of any stock of this series may, by instrument of transfer on the prescribed form obtainable from the Bank, transfer to any other person or corporation the whole of such stock or any portion thereof being not less than £20 or a multiple of £20, and on presentation to the Bank of such instrument of transfer duly executed by or on behalf of the transferor and the transferee the Bank shall cause the name of the transferee to be entered in the Register as the registered holder of the stock to which the instrument of transfer relates.

Every such entry shall operate as a transfer of the stock to which it relates so as to vest that stock in the transferee.

No transfer comprising any stock for which a certificate of title has been issued will be accepted for registration unless such certificate of title is contemporaneously surrendered for cancellation.

No stamp duty under the Stamp Duties Act, 1923, will be payable in respect of an instrument of transfer of any stock of this issue, but the registration fee for every transfer of stock shall be 6d. for every £20 included in such transfer with a maximum of 5s., and such fee must if required by the Bank be paid before the registration of the transfer.

The interest on stock and all other moneys payable in respect thereof may be paid by cheque or interest warrant sent through the post to the registered address of the holder or in the case of joint holders to the registered address of that one of the joint holders who is first named in the Register in respect of such stock. Every such cheque or interest warrant shall be made payable to the order of the person to whom it is sent, and payment of the cheque or interest warrant, if duly endorsed, shall be a satisfaction of the interest and other moneys as aforesaid and a good discharge therefor.

If several persons or corporations are entered on the Register as joint holders of any stock, then, without prejudice to the last preceding clause, the receipt of any such holder for the interest or other moneys from time to time payable in respect of such stock shall be as effective a discharge to the Bank as if the person or corporation signing or executing the same receipt were the sole registered holder of such stock.

If any cheque or interest warrant issued in payment of interest or otherwise in respect of stock of the Corporation be lost or destroyed, then, upon proof thereof to the satisfaction of the Bank or in default of proof on such indemnity as the Bank deems adequate being given, a new cheque or interest warrant in lieu of that lost or destroyed may be given or sent to the person or corporation entitled thereto.

Provided that nothing in the foregoing shall preclude the Bank from accepting instructions for payment of interest on stock to be made to a Banker, Savings-bank, or other agent in New Zealand, and the endorsement of any cheque or interest warrant by such payee shall be a satisfaction of the interest and other moneys as aforesaid and a good discharge therefor.

Exchange of Stock for Debentures.

Stock of this series may be exchanged for debentures of this series of an equivalent amount on such terms as to payment of costs as the Corporation may prescribe.

Exchange of Debentures for Stock.

Debentures of this series may be exchanged for equivalent stock of this series on surrender of the relative debentures with all current and future coupons to the Bank together with a request in writing for the issue of stock in exchange, provided that the minimum inscription of stock hereunder shall be £20. A fee of 6d. for each £20 with a maximum of 5s. will be charged for every exchange of debentures for stock.

Payment in Stock of Principal or Interest of Land Mortgages.

Stock will, on the tender thereof by the holder, be accepted by the Corporation to the extent of the nominal value thereof, in payment pursuant to the statute of principal or interest under any table mortgage or other mortgage of land held by the Corporation, provided that the stock so tendered is part of the last issue made to the public before the date of execution of the mortgage. In such case the stock must be surrendered to the Corporation, and interest beyond the date of surrender will not be payable: Provided that, in the case of mortgages transferred to the Corporation pursuant to the statute, such payment shall be accepted only in securities of Series "A."

Redemption of Stock.

Stock of this series will be redeemable at par on the 1st day of June, 1944.

Income-tax.

Income received by way of interest on stock of the Corporation will be liable for New Zealand income-tax to the same extent as income from any other assessable source.

STATEMENT BY THE STATE ADVANCES CORPORATION OF NEW ZEALAND.

THE within Prospectus is issued by the Reserve Bank of New Zealand, by arrangement with the Board of Management of the State Advances Corporation, inviting applications for the purchase of Stock and Debentures bearing interest at the rate of $3\frac{1}{4}$ per cent. per annum, maturing on the 1st June, 1944. The issue is State-guaranteed, both as to principal and interest. Investments in this issue may be made in amounts to suit all classes.

For further details please refer to the prospectus.

The investing public throughout New Zealand is given the opportunity to place funds by way of investment in an institution which has established a system of mortgage finance in the Dominion whereby long-term mortgages for borrowers are linked to securities marketable on the Stock Exchange for lenders.

The securities issued by the Corporation, in addition to being *guaranteed by the New Zealand Government*, give the holders a floating charge over a large number of mortgages and other securities, for details of which reference should be made to the balance-sheet annexed.

In addition there is appended—

- (a) Profit and Loss Account for period ended 31st March, 1936:
- (b) Explanation as to amount of profits and disposal thereof:
- (c) Details of General Reserve Fund:
- (d) Table showing business transacted.

Profit and Loss Account for Period ended 31st March, 1936.

	£	s.	d.		£	s.	d.
Management expenses	72,321	14	7	Gross income brought forward from Interest Account	491,878	11	2
Contribution to Staff Superannuation Fund	15,000	0	0	Discount on redemption of stock	39	10	4
Reserve for losses	5,000	0	0				
Contingent Liability Account: Amount transferred under section 3, State Advances Corporation Amendment Act, 1935	57,000	0	0				
Net income carried forward to Appropriation Account	341,996	6	11				
	<u>£491,918</u>	<u>1</u>	<u>6</u>		<u>£491,918</u>	<u>1</u>	<u>6</u>