C.—1.

SMALL FARMS BOARD: LAND-DEVELOPMENT.

In the report for the year 1937-38 reference was made to the fact that the Small Farms Board was concentrating on the development and reconditioning of unimproved and deteriorated Crown lands. No change of policy has been necessary, as the Board is still convinced that the type of settler in which it is interested—i.e., men with experience but with little or no capital—has the best prospects of success when established on "going concerns" that have been tested under actual farming-conditions.

3

The bulk of the development work is being undertaken in the King-country and Bay of Plenty districts, and is under the supervision of the Superintendents of Land-development, Te Kuiti and Auckland, respectively. These two officers control 98,045 acres of the total area of 120,835 acres on which development is now proceeding, and great credit is due to them and their respective staffs for the manner in which their responsible duties have been performed and for the energy and enthusiasm displayed in this new phase of the Department's operations.

In districts where the Board's operations are limited to one or two blocks the supervision is

carried out by the Commissioners of Crown Lands.

The increase for the year in the area under development—38,083 acres, approximately—is accounted for as follows:—

Area.		Block.					Location.
Λ.	R. P.						
185	3 27	Addition to Kohua Block					King-country.
119	3 2 8	Addition to Edgecumbe Block		. ,			Bay of Plenty.
2.128	1 30	Addition to Waitanguru Block					King-country.
4,055	0 0	Mihi					Rotorua-Taupo.
3,306	0 0	Paeroa					Rotorua-Taupo.
2,940	0 0	Reporoa					Rotorua-Taupo.
5,400	0 0	Waikite					Rotorua-Taupo.
444	3 - 0	Addition to Arohena Block					King-country.
211	2 - 0	Addition to Arohena Block					King-country.
86	0 - 0	Addition to Waitanguru Block					King-country.
323	2 0	Addition to Arohena Block					King-country.
144	2 7	Addition to Arohena Block					King-country.
418	0 - 0	Addition to Arohena Block					King-country.
339	3 15	Addition to Arohena Block					King-country.
3,350	0 - 0	Tapuwae					King-country.
200	0 - 0	Addition to Benton's Block					King-country.
666	0 - 0	Addition to Mapara Block					King-country.
985	0 - 0	Addition to Waitanguru Block					King-country.
803	$2\ 23$	Addition to Waitanguru Block					King-country.
171	0 - 9	Addition to Arohena Block					King-country.
163	1 10	Addition to Arohena Block					King-country.
28	0 - 6	Addition to Pururu Block					King-country.
278	0 - 0	Addition to Mapara Block					King-country.
120	1 10	Addition to Paeroa Block					Rotorua-Taupo.
1,580	3 9	Addition to Paeroa Block		4 4			Rotorua-Taupo.
1,945	3 13	Kairangi					Waikato.
2,433	$3\ 17 \cdot 4$	Karakariki					Waikato.
3,676	$0 \ 12 \cdot 1$	Wharepapa					Waikato.
364	0 - 0	Addition to Karakariki					Waikato.
376	0 - 0	Addition to Ngatamahine					King-country.
838	0 0	Addition to Piu			• •		King-country.
8,083	1 16.5						

One of the major problems facing farmers in parts of the North Island is the spread of ragwort, with the resultant loss of grazing and increase in stock mertality. The Department has faced up to the position so far as its own lands are concerned, and has sanctioned an extension of the reconditioning work carried out by the Small Farms Board on abandoned Crown leaseholds which have failed to attract suitable selectors although offered on attractive terms.

On the 1st June, 1938, the Board gave effect to an agreement between the Waikato Land Settlement Society and the Crown by assuming control of the Kairangi, Wharepapa, and Karakariki Blocks, on which the Society had been carrying out development with a view to the ultimate allotment of sections to some of its "unemployed" workmen. Ten settlers had already been started on their own at the date of the change over, and arrangements are being completed for the allotment of further subdivisions before the commencement of the 1940–41 dairying season.

The board of directors of the society has been retained in an advisory capacity to ensure the faithful adherence to the original policy of the Society, which the Government has undertaken to

respect.