

1939.  
NEW ZEALAND.  

---

# PUBLIC ACCOUNTS

FOR THE  
FINANCIAL YEAR 1938-1939.

PART III.

PREPARED BY THE TREASURY DEPARTMENT.

CERTIFIED TO BY THE CONTROLLER AND AUDITOR-GENERAL.

ALSO

STATEMENT SHOWING THE PUBLIC DEBT OF THE DOMINION  
AS ON THE 31<sup>ST</sup> MARCH, 1939.

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## PUBLIC ACCOUNTS, 1938-1939.

THE PUBLIC DEBT OF NEW ZEALAND.  
TABLE I.—STATEMENT OF SECURITIES CHARGED ON THE PUBLIC REVENUES OF NEW ZEALAND AND OUTSTANDING ON 31ST MARCH, 1939.

	Amount outstanding.	Due Date.	Rate of Interest.	Annual Charge.		Domicile of Principal.			Remarks.
				Interest.	When payable.	New Zealand.	London.	Australia.	
	£ s. d.		%	£		£ s. d.	£ s. d.	£	
NEW ZEALAND LOANS ACT, 1932 :—									
Debentures and Stock ..	1,615 0 0	Various.	5½	..	..	1,615 0 0	..	..	Unpresented.
	50 0 0	1 Feb., 1936	5½	..	..	50 0 0	..	..	Subject to conversion under New Zealand Debt Conversion Act.
	600 0 0	1 Sept., 1937	5½	33	1 Mar. and 1 Sept.	600 0 0	..	..	Subject to conversion under New Zealand Debt Conversion Act.
	2,000 0 0	15 Nov., 1938	4½	90	15 May „ 15 Nov.	2,000 0 0	..	..	Subject to conversion under New Zealand Debt Conversion Act.
	2,900 0 0	20 April, 1939	4½	130	20 April and 20 Oct.	1,900 0 0	1,000 0 0	..	£300 subject to conversion under New Zealand Debt Conversion Act.
	250,000 0 0	15 May, 1939	3	7,500	15 May „ 15 Nov.	250,000 0 0	..	..	Option to repay £4,613,505 maturing 15th July, 1941.
	..	15 July, 1939	..	..	..	..	..	..	
	17,176,332 0 0	1 Jan., 1940	3½	601,179	1 Jan. and 1 July	4,341 8 8	17,173,190 11 4	..	Option to repay £5,754,630 3¼ per cent. and £7,924,240 4 per cent. securities maturing 15th March, 1943.
	8,900 0 0	15 Jan., 1940	3½	333	15 Jan. „ 15 July	8,900 0 0	..	..	
	..	15 Mar., 1940	..	..	..	..	..	..	
	10,000 0 0	31 Mar., 1940	2½	250	31 Mar. and 30 Sept.	10,000 0 0	..	..	Subject to conversion under New Zealand Debt Conversion Act.
	500,000 0 0	15 Sept., 1940	3½	16,250	15 Mar. „ 15 Sept.	500,000 0 0	..	..	* Repayable at the option of the Government at par on or after 15th July, 1939, on three months' notice.
	10 0 0	15 Dec., 1940	4½	..	15 June „ 15 Dec.	10 0 0	..	..	
	10,300 0 0	1 July, 1941	4½	464	1 Jan. „ 1 July	..	..	10,300	
	4,613,505 0 0	15 July, 1941*	3	138,405	15 Jan. „ 15 July	4,613,505 0 0	..	..	† Repayable at the option of the Government at par on or after 15th November, 1938, on three months' notice.
	7,000 0 0	1 Aug., 1941	4½	315	1 Feb. „ 1 Aug.	..	..	7,000	
	3,169,555 15 4	15 Nov., 1941†	3½	118,838	15 May „ 15 Nov.	3,169,555 15 4	..	..	Option to repay £10,884,628 maturing 1st February, 1963.
	37,000 0 0	1 Mar., 1942	4	1,480	1 Mar. „ 1 Sept.	37,000 0 0	..	..	Option to repay £9,842,470 maturing 15th February, 1946.
	..	1 Feb., 1943	..	..	..	..	..	..	
	..	15 Feb., 1943	..	..	..	..	..	..	
Carried forward ..	25,789,967 15 4	..	..	885,287	..	8,599,477 4 0	17,173,190 11 4	17,300	

PUBLIC ACCOUNTS, 1938-1939.

THE PUBLIC DEBT OF NEW ZEALAND.  
TABLE I.—STATEMENT OF SECURITIES CHARGED ON THE PUBLIC REVENUES OF NEW ZEALAND AND OUTSTANDING ON 31st MARCH, 1939—continued.

	Amount outstanding.	Annual Charge.			Domicile of Principal.			Remarks.
		Due Date.	Rate of Interest.	When payable.	New Zealand.	London.	Australia.	
	£ s. d.		%		£ s. d.	£ s. d.	£	
Brought forward ..	25,789,967 15 4	..	..	..	8,599,477 4 0	17,173,190 11 4	17,300	
NEW ZEALAND LOANS ACT, 1932								
—continued.								
Debentures and Stock—continued.	5,754,630 0 0*	15 Mar., 1943†	3½	15 Mar. and 15 Sept.	5,754,630 0 0	..	..	* Securities converted under New Zealand Debt Conversion Act, 1932-33, with condition of interest free of income-tax continued up to the interest date coinciding with or next following the pre-conversion maturity date, after which the rate of interest is automatically adjusted to 4 per cent., as follows: £4,024,405, 15th September, 1939; £347,215, 15th March, 1941; £1,383,010, 15th September, 1941: total, £5,754,630.
	7,924,240 0 0	15 Mar., 1943†	4	15 Mar. „ 15 Sept.	7,924,240 0 0	..	..	† Repayable at the option of the Government at par on or after 15th Mar., 1940, on three months' notice.
	7,339,656 4 9	1 Mar., 1944	4½	1 Mar. „ 1 Sept.	..	7,339,656 4 9	..	
	199,500 0 0	15 Feb., 1945	5	15 Feb. „ 15 Aug.	..	199,500 0 0	..	
	7,580,907 11 10	1 Mar., 1945	4½	1 Mar. „ 1 Sept.	..	7,580,907 11 10	..	
	9,659,980 1 1	1 April, 1945	3	1 April „ 1 Oct.	2,500 0 0	9,657,480 1 1	..	
	2,090,909 1 9	1 Dec., 1945†	4½	1 June „ 1 Dec.	..	2,090,909 1 9	..	‡ Repayable at the option of the Government on or after 1st December, 1925, by giving three months' notice in the <i>London Gazette</i> .
	12,886,110 3 9	1 Jan., 1946	5	1 Jan. „ 1 July	..	12,886,110 3 9	..	§ Interest suspended in terms of agreement with Imperial Government.
	9,842,470 0 0	15 Feb., 1946¶	4	15 Feb. „ 15 Aug.	9,842,470 0 0	..	..	¶ Repayable at the option of the Government at par on or after 15th February, 1943, on three months' notice.
	1,193,743 9 0	1 April, 1946	3	1 April „ 1 Oct.	1,193,743 9 0	..	..	
	468,339 10 0	1 April, 1946¶	4	1 April „ 1 Oct.	468,339 10 0	..	..	¶ Repayable at option of the holders on 14 days' notice.
	..	15 April, 1946	..	..	..	..	..	Option to repay £8,965,785 maturing 15th April, 1949.
	2,850,550 0 0	15 Sept., 1947	4	15 Mar. and 15 Sept.	2,850,550 0 0	..	..	
	1,331,000 0 0	15 Sep., 1947	5	15 Mar. „ 15 Sept.	1,127,700 0 0	120,000 0 0	83,300	
Carried forward ..	94,912,003 17 6	..	..	..	37,763,650 3 0	57,047,753 14 6	100,600	

## PUBLIC ACCOUNTS, 1938-1939.

THE PUBLIC DEBT OF NEW ZEALAND.  
 TABLE I.—STATEMENT OF SECURITIES CHARGED ON THE PUBLIC REVENUES OF NEW ZEALAND AND OUTSTANDING ON 31st MARCH, 1939—*continued*.

	Amount outstanding.	Due Date.	Annual Charge.			Domicile of Principal.			Remarks.
			Rate of Interest.	Interest.	When payable.	New Zealand.	London.	Australia.	
	£ s. d.		%	£		£ s. d.	£ s. d.	£	
Brought forward ..	94,912,003 17 6	..	..	3,742,079	..	37,763,650 3 0	57,047,753 14 6	100,600	
NEW ZEALAND LOANS ACT, 1932									
— <i>continued</i> .									
Debentures and Stock— <i>continued</i> .									
	11,221,608 16 5	1 Nov., 1947	4½	504,972	1 May and 1 Nov.	..	11,221,608 16 5	..	Option to repay £19,225,465 maturing 1st March, 1958.
	..	1 Mar., 1948	..	..	..	..	..	..	
	10,500 0 0	1 Jan., 1949	4	420	1 Jan. and 1 July	10,500 0 0	..	..	Option to repay £5,000,000 maturing 1st February, 1954.
	..	1 Feb., 1949	..	..	..	..	..	..	* Repayable at the option of the Government at par on or after 15th April, 1946, on three months' notice.
	8,965,785 0 0	15 April, 1949*	4	358,631	15 April and 15 Oct.	8,965,785 0 0	..	..	Option to repay £3,075,170 3½ per cent. and £9,409,740 4 per cent. securities maturing 15th May, 1952.
	..	15 May, 1949	..	..	..	..	..	..	
	7,500,000 0 0	15 Dec., 1949	5	375,000	15 June and 15 Dec.	..	7,500,000 0 0	..	
	250,000 0 0	15 Dec., 1950	3½	8,750	15 June " 15 Dec.	250,000 0 0	..	..	
	2,029,000 0 0	1 Feb., 1951	5½	111,595	1 Feb. " 1 Aug.	..	1,250,000 0 0	779,000	
	3,075,170 0 0†	15 May, 1952†	3½	107,631	15 May " 15 Nov.	3,075,170 0 0	..	..	† Securities converted under New Zealand Debt Conversion Act, 1932-33, with condition of interest free of income-tax continued up to the interest date coinciding with or next following the pre-conversion maturity date, after which the rate of interest is automatically adjusted to 4 per cent., as follows: £2,299,045, 15th May, 1939; £23,225, 15th May, 1941; £752,900, 15th November, 1941; total, £3,075,170.
	9,409,740 0 0	15 May, 1952†	4	376,390	15 May " 15 Nov.	9,409,740 0 0	..	..	‡ Repayable at the option of the Government at par on or after 15th May, 1949, on three months' notice.
	..	15 June, 1952	..	..	..	..	..	..	Option to repay £9,403,265 maturing 15th June, 1955.
	..	1 July, 1952	..	..	..	..	..	..	Option to repay £12,000,000 maturing 1st July, 1955.
Carried forward ..	137,373,807 13 11	..	..	5,585,468	..	59,474,845 3 0	77,019,362 10 11	879,600	

## PUBLIC ACCOUNTS, 1938-1939.

## THE PUBLIC DEBT OF NEW ZEALAND.

TABLE I.—STATEMENT OF SECURITIES CHARGED ON THE PUBLIC REVENUES OF NEW ZEALAND AND OUTSTANDING ON 31st MARCH, 1939—*continued*.

—	Amount outstanding.	Due Date.	Annual Charge.			Domicile of Principal.			Remarks.
			Rate of Interest.	Interest.	When payable.	New Zealand.	London.	Australia.	
Brought forward ..	£ s. d. 137,373,807 13 11	..	% ..	£ 5,585,468	.. ..	£ s. d. 59,474,845 3 0	£ s. d. 77,019,362 10 11	£ 879,600	
NEW ZEALAND LOANS ACT, 1932 —continued.	..	15 Jan., 1953	.. ..	.. ..	.. ..	.. ..	.. 5,000,000 0 0	.. ..	Option to repay £8,993,624 12s. 4d. maturing 15th January, 1957. * Repayable at the option of the Government at par on or after 1st February, 1949, on three months' notice.
Debentures and Stock—continued.	5,000,000 0 0	1 Feb., 1954*	3½	175,000	1 Feb. and 1 Aug.	..	..	..	
	9,403,265 0 0	15 June, 1955†	4	376,130	15 June „ 15 Dec.	9,403,265 0 0	..	..	† Repayable at the option of the Government at par on or after 15th June, 1952, on three months' notice.
	12,000,000 0 0	1 July, 1955‡	3	360,000	1 Jan. „ 1 July	..	12,000,000 0 0	..	‡ Repayable at the option of the Government at par on or after 1st July, 1952, on three months' notice.
	..	15 Oct., 1955	.. ..	.. ..	.. ..	.. ..	.. ..	.. ..	Option to repay £3,989,100 maturing 15th October, 1960.
	362,450 0 0	1 Jan., 1956	3	10,873	1 Jan. and 1 July	362,450 0 0	..	..	
	100,000 0 0	1 Jan., 1956	4	4,000	1 Jan. „ 1 July	100,000 0 0	..	..	
	..	1 Nov., 1956	.. ..	.. ..	.. ..	.. ..	.. ..	.. ..	Option to repay £5,000,000 maturing 1st November, 1971. a Repayable at the option of the Government at par on or after 15th January, 1953, on three months' notice.
	8,993,624 12 4	15 Jan., 1957a	3½	314,777	15 Jan. and 15 July	8,993,624 12 4	..	..	
	1,417,000 0 0	15 Jan., 1957	2½	35,425	15 Jan. „ 15 July	1,417,000 0 0	..	..	
	46,900 0 0	15 Jan., 1957	3	1,407	15 Jan. „ 15 July	34,000 0 0	12,900 0 0	..	
	703,529 14 11	15 Jan., 1957	3½	24,623	15 Jan. „ 15 July	703,529 14 11	..	..	
	287,385 0 0	1 Feb., 1957	3	8,622	1 Feb. „ 1 Aug.	287,385 0 0	..	..	
	1,417,000 0 0	15 May, 1957	2½	35,425	15 May „ 15 Nov.	1,417,000 0 0	..	..	
	5,846,333 13 7	15 May, 1957	3	175,390	15 May „ 15 Nov.	5,846,333 13 7	..	..	
	1,535,086 0 0	15 May, 1957	3½	53,728	15 May „ 15 Nov.	1,535,086 0 0	..	..	
	1,417,000 0 0	15 Aug., 1957	2½	35,425	15 Feb. „ 15 Aug.	1,417,000 0 0	..	..	
	5,902,030 0 0	15 Aug., 1957	3	177,061	15 Feb. „ 15 Aug.	5,902,030 0 0	..	..	
	1,485,460 0 0	15 Aug., 1957	4	59,418	15 Feb. „ 15 Aug.	1,485,460 0 0	..	..	
	1,417,000 0 0	15 Feb., 1958	2½	35,425	15 Feb. „ 15 Aug.	1,417,000 0 0	..	..	
	2,189,835 3 8	15 Feb., 1958	3½	76,644	15 Feb. „ 15 Aug.	2,189,835 3 8	..	..	
	19,225,465 0 0	1 Mar., 1958§	4½	865,146	1 Mar. „ 1 Sept.	..	19,225,465 0 0	..	§ Repayable at the option of the Government at par on or after 1st March, 1948, on three months' notice.
Carried forward ..	216,123,171 18 5	..	.. ..	8,409,987	.. ..	101,985,844 7 6	113,257,727 10 11	879,600	

THE PUBLIC DEBT OF NEW ZEALAND.

TABLE I.—STATEMENT OF SECURITIES CHARGED ON THE PUBLIC REVENUES OF NEW ZEALAND AND OUTSTANDING ON 31st MARCH, 1939—continued.

	Amount outstanding.	Due Date.	Annual Charge.		Domicile of Principal.				Remarks
			Rate of Interest.	Interest.	When payable.	New Zealand.	London.	Australia.	
	£ s. d.		%	£		£ s. d.	£ s. d.	£	
Brought forward ..	216,123,171 18 5	..	..	8,409,987	..	101,985,844 7 6	113,257,727 10 11	879,600	
NEW ZEALAND LOANS ACT, 1932									
—continued.									
Debtentures and Stock—continued.									
	1,417,000 0 0	15 June, 1958	2½	35,425	15 June and 15 Dec.	1,417,000 0 0	..	..	
	1,521,250 0 0	15 June, 1958	3½	53,243	15 June "	1,521,250 0 0	..	..	
	1,417,000 0 0	15 Sept., 1958	2½	35,425	15 Mar. "	1,417,000 0 0	..	..	
	1,261,400 0 0	15 Sept., 1958	3½	44,149	15 Mar. "	1,261,400 0 0	..	..	
	2,842,000 0 0	15 Dec., 1958	2½	71,050	15 June "	2,842,000 0 0	..	..	
	6,580,515 17 7	15 Dec., 1958	3	197,415	15 June "	6,580,515 17 7	..	..	
	1,170,245 18 7	15 Mar., 1959	3	35,107	15 Mar. "	1,170,245 18 7	..	..	
	1,572,260 0 0	15 Mar., 1959	3½	55,029	15 Sept. "	1,572,260 0 0	..	..	
	20,275 0 0	15 Mar., 1959	4	811	15 Mar. "	20,275 0 0	..	..	
	3,210,679 0 0	15 July, 1959	3	96,320	15 Jan. "	3,210,679 0 0	..	..	
	380,000 0 0	15 July, 1959	3½	14,250	15 Jan. "	380,000 0 0	..	..	
	1,710,011 18 0	15 Oct., 1959	3	51,300	15 April "	1,710,011 18 0	..	..	
	4,245,535 0 0	15 Nov., 1959	3	127,366	15 May "	4,245,535 0 0	..	..	
	3,989,100 0 0	15 Oct., 1960*	3½	139,619	15 April "	..	3,989,100 0 0	..	
	10,884,628 0 0	1 Feb., 1963†	4	435,385	1 Feb. "	378,638 14 4	10,505,989 5 8	..	* Repayable at the option of the Government at par on or after 15th October, 1955, on three months' notice.
Total Debtentures and Stock	5,000,000 0 0	1 Nov., 1971‡	5	250,000	1 May "	..	5,000,000 0 0	..	† Repayable at the option of the Government at par on or after 1st February, 1943, on three months' notice.
Funding Agreement with Imperial Government	263,345,072 12 7	..	..	10,051,881	..	129,712,655 16 0	132,752,816 16 7	879,600	‡ Repayable at the option of the Government at par in whole or in part on or after 1st November, 1956, on three months' notice.
	577,446 11 5§	1 June, 1945¶	..	28,363**	1 June and 1 Dec.	..	577,446 11 5	..	§ Balance of £27,532,164, Imperial Government advances, funded in terms of section 8, Finance Act, 1922. Details of original loan as funded shown in B-1 [Pt. II].
Total Funded Debt	23,522,752 19 2§	1 Dec., 1957¶	..	1,164,867**	1 June "	..	23,522,752 19 2	..	¶ Details on page 10.
	24,100,199 10 7	..	..	1,193,230	..	..	24,100,199 10 7	..	Approximately.
Treasury bills	5,335,000 0 0	Various	1½	66,688	Various	5,335,000 0 0	..	..	** Payments suspended in terms of agreement with Imperial Government.
	200,000 0 0	"	2	4,000	"	200,000 0 0	..	..	
	415,000 0 0	"	2½	10,375	"	415,000 0 0	..	..	
	10,575,000 0 0	"	4	423,000	"	10,575,000 0 0	..	..	
Total Treasury bills	16,525,000 0 0	..	..	504,063	..	16,525,000 0 0	..	..	
Carried forward ..	303,970,272 3 2	..	..	11,749,174	..	146,237,655 16 0	156,853,016 7 2	879,600	

## PUBLIC ACCOUNTS, 1938-1939.

THE PUBLIC DEBT OF NEW ZEALAND.  
 TABLE I.—STATEMENT OF SECURITIES CHARGED ON THE PUBLIC REVENUES OF NEW ZEALAND AND OUTSTANDING ON 31st MARCH, 1939—*continued*.

	Amount outstanding.	Due Date.	Annual Charge.		Domicile of Principal.			Remarks.
			Interest.	When payable.	New Zealand.	London.	Australia.	
Brought forward ..	£ 303,970,272 3 2	..	% ..	£ 11,749,174	£ 146,237,655 16 0	£ 156,853,016 7 2	£ 879,600	* Estimated.  † Represents principal repayment also suspended by agreement with Imperial Government. ‡ Payable from the State Coal-mines Account. Estimated. § £3,859 sinking fund, 4½ per cent. payable in respect of sinking funds used for redemption; and £7,000 sinking fund, 1 per cent. payable on £700,000 Westport Harbour Loans.
			..	Amortization Charges.	..	..	..	
			..	£ 1,907,144*	Repayment of the Public Debt Act, 1925	..	..	
			..	458,700†	Funded Debt ..	..	..	
			..	6,000‡	State Coal-mines Sinking Fund	..	..	
Total securities charged on the Public Revenues and outstanding at 31st March, 1939	303,970,272 3 2	..	..	10,859§	Westport Harbour Sinking Fund	..	..	
			..	2,382,703				
			..	14,131,877			879,600	

By the Repayment of the Public Debt Act, 1925, means are provided whereby the whole of the public debt other than that raised for State Advances purposes and those portions for which separate sinking funds exist will be extinguished in approximately sixty years from the time of coming under the provisions of the Act. The total of loans coming within the provisions of the Repayment of the Public Debt Act, 1925, is £230,650,302 10s. 8d. The Public Debt Redemption Fund Capital Account established under this Act comprises investments of sinking funds accumulated under former legislation and now invested with the State Advances Corporation £3,250,000 and the Public Trustee £7,966,688 11s. 2d.; total, £11,216,688 11s. 2d. The interest on the Redemption Fund capital is paid over to the Consolidated Fund as a set-off against the annual payments made by the latter fund to the Repayment of the Public Debt Account—viz., ½ per cent. of the public debt coming under the provisions of the Act, together with ¼ per cent. of the debt redeemed in accordance with the Act.

Sinking funds as indicated exist for the extinction of portions of the debt to which the provisions of the Repayment of the Public Debt Act, 1925, do not apply: State Coal-mines Account, £11,767 3s. 8d.; Electric Supply Account, £10,321 2s. 3d.; Westport Harbour Account, £367,076 6s. 6d.; Samoan Loan Suspense Account, £1 14s. 11d.; total, £389,166 7s. 4d., particulars of which appear on pages 11, 12, and 13.

In addition to the special sinking funds mentioned above, special provision exists for the repayment of that portion of the debt funded by agreement with the Imperial Government, particulars of which are given on page 10. It was estimated that this portion of the debt would under the original agreement be extinguished during the financial year ending on the 31st March, 1958. Payments have been suspended by arrangement with the Imperial Government.

TABLE II.—ADVANCES BY THE RESERVE BANK TO THE GOVERNMENT BY WAY OF OVERDRAFT OUTSTANDING ON 31st MARCH, 1939.

Authority for Advances.	Particulars of Advances.	Amount.	
		Account.	Amount.
Primary Products Marketing Act, 1936, Section 10 ..	Advances in respect of dairy produce purchased for export and sale	Dairy Industry Account	£ 6,922,622 6 6
Primary Products Marketing Amendment Act, 1937, Section 9	Advances in respect of primary products purchased for sale	Internal Marketing Account	312,839 8 8
Total advances as at 31st March, 1939			£7,235,461 15 2



## PUBLIC ACCOUNTS, 1938-1939.

TABLE III.—LOANS GUARANTEED BY THE GOVERNMENT.

CONTINGENT LIABILITY OUTSTANDING ON 31ST MARCH, 1939.

LOANS GUARANTEED.	AUTHORITY FOR GOVERNMENT GUARANTEE.	AMOUNT OUTSTANDING.	DUE DATE.	RATE.		ACCUMULATED SINKING FUND.	REMARKS.
				Int.	S.F.		
LOANS OF LOCAL AUTHORITIES.							
Auckland City Council (Grey Lynn Borough Loan)	Local Bodies' Loans Amendment Act, 1908	£ { 32,500 } 12,500	{ 18 Aug., 1942 } 18 Aug., 1941	4½ 4½	1	£ 26,039 9 2	Under subsec. (6) of sec. 10 of Local Bodies' Loans Amendment Act, 1908, one-half of the sinking fund is payable by the Treasury.
Christchurch City Council	Local Bodies' Loans Amendment Act, 1908	.. 9,500	3 Dec., 1942	4½	1½	8,247 9 9	
Cambridge Borough Council	Local Bodies' Loans Amendment Act, 1908	.. 5,000	30 April, 1942	4½	1	2,908 10 9	
Levin Borough Council	Local Bodies' Loans Amendment Act, 1908	.. 18,000	19 June, 1942	4½	1½	15,253 18 3	
Port Chalmers Borough Council	Local Bodies' Loans Amendment Act, 1908	.. 3,500	1 July, 1942	4½	1	2,070 9 0	
Taihape Borough Council	Local Bodies' Loans Amendment Act, 1908	.. 25,000	1 Aug., 1942	4½	1	14,112 17 1	
Auckland City Council (Electric-power Extension Loan)	Local Bodies' Loans Act, 1913, Part IV	.. 500,000	16 Mar., 1942	6½	2½	344,024 11 2	
Havelock North Town Board	Local Bodies' Loans Act, 1913, Part IV	{ 19,425 } 1,650	{ 1 July, 1947 } 1 July, 1948	4½ 5	1½	12,302 1 0	
Te Puke Town Board	Local Bodies' Loans Act, 1913, Part IV	.. 11,000	1 Jan., 1948	4½	1½	1,082 9 0	
Wanganui Hospital Board	Local Bodies' Loans Act, 1913, Part IV, and Hospitals and Charitable Institutions Amendment Act, 1920 (No. 2)	.. 1,500	1 April, 1943	6½	2½	6,786 10 0	
Oamaru Harbour Board	Finance Act, 1937, sec. 42 ..	.. 103,125	1 April, 1952	4	Nil	966 9 6	Repayable by half-yearly instalments.
Total Local Authorities Loans		742,700					
STATE ADVANCES CORPORATION STOCK AND DEBENTURES.							
Special Series ..	State Advances Corporation Act, 1936, sec. 25	.. 7,845,750	1 Aug., 1960	3½	..	..	..
" ..	" ..	.. 6,500,000	1 Aug., 1963	3½	..	..	..
" ..	" ..	.. 6,500,000	1 Aug., 1966	3½	..	..	..
" ..	" ..	.. 6,500,000	1 Aug., 1969	3½	..	..	..
" ..	" ..	.. 6,500,000	1 Aug., 1972	3½	..	..	..
" ..	" ..	.. 6,500,000	1 Aug., 1975	3½	..	..	..
" ..	" ..	.. 750,000	1 Nov., 1939	3	..	..	..
Series "A" ..	" ..	.. 480,780	1 Sept. 1955-60	3½	..	..	..
Series "B" ..	" ..	.. 2,944,960	1 June, 1944	3½	..	..	..
Total State Advances Corporation Loans		44,521,490					

PUBLIC ACCOUNTS, 1938-1939.

TABLE IV.—PARTICULARS OF THE PUBLIC DEBT FUNDED IN TERMS OF FINANCE ACT, 1922, SECTION 8.

	Amount of Debt funded.	Total Debt repaid to 31st March, 1939.	Amount of Funded Debt outstanding at 31st March, 1939.		Annual Charge.		When payable.
			£	£	Interest.	Repayment of Debt.	
	£	£	£	£	£	£	
Finance Act, 1922, sec. 8 :—							
Advances from the Imperial Government funded in terms of the above Act on the basis of an annuity of 6 per cent. Interest at the rate of £4 19s. 5-88d. per cent. per annum,—							
Public Revenues Amendment Act, 1914, sec. 8 (War Expenses)	2,067,411	237,040	1,830,371	..	..	124,045	1 June and 1 Dec.
Public Revenues Amendment Act, 1915, sec. 5 (War Expenses)	8,105,992	929,395	7,176,597	..	..	486,360	1 June " 1 Dec.
Finance Act, 1916, sec. 35	4,736,842	543,104	4,193,738	..	..	284,212	1 June " 1 Dec.
War Purposes Loan Act, 1917	4,830,000	553,785	4,276,215	..	..	289,800	1 June " 1 Dec.
Finance Act, 1918, sec. 10	6,600,000	756,725	5,843,275	..	..	396,000	1 June " 1 Dec.
Total War Loans	26,340,245	3,020,049	23,320,196	..	..	1,580,417	
Naval Defence Act, 1909	963,131	385,684	577,447	..	..	57,787	1 June and 1 Dec.
Aid to Public Works and Land Settlement Act, 1910	191,010	21,900	169,110	..	..	11,460	1 June " 1 Dec.
Land for Settlements Act, 1908	37,778	4,332	33,446	..	..	2,266	1 June " 1 Dec.
Totals	27,532,164	3,431,965	24,100,199	*	*	1,651,930*	

\* Annual instalment of principal and interest £1,651,929 16s. 8d., but all instalments subsequent to 1st June, 1931, have been suspended. The amount of interest and repayment of debt varies with each instalment, and details will again be shown when payment of instalments is resumed.

## PUBLIC ACCOUNTS, 1938-1939.

**TABLE V.**—STATEMENT of SINKING FUNDS ACCRUED to the 31st MARCH, 1939, in respect of various Loans.

PUBLIC DEBT :—	£	s.	d.	£	s.	d.
State Coal-mines Sinking Fund,—						
Funds held in State Coal-mines Sinking Fund Account .. ..	..			11,767	3	8
Samoan Loan Sinking Fund,—						
Funds held in Deposits Account, Samoan Loan Sinking Fund Account..	..			1	14	11
Electric Supply Sinking Fund,—						
Funds held in Electric Supply Sinking Fund Account—						
South Island Scheme .. .. .	..	..	..	10,321	2	3
Westport Harbour Loans Sinking Fund,—						
Funds held by the Public Trustee .. .. .	..	..	..	367,076	6	6
				<b>£389,166</b>	<b>7</b>	<b>4</b>

## PUBLIC ACCOUNTS, 1938-1939.

TABLE VI.—STATEMENT of the RECEIPTS and DISBURSEMENTS of the SINKING

RECEIPTS.	£	s.	d.	£	s.	d.
<b>STATE COAL-MINES SINKING FUND :—</b>						
Accumulation held on 31st March, 1938,—						
In State Coal-mines Sinking Fund Account .. .. .	..			9,525	10	0
Transfer from State Coal-mines Account, Finance Act, 1928, section 22,—						
Subsection (1)—2 per cent. of amount of Loans raised to 31st March, 1939, less amount redeemed otherwise than from the Sinking Fund ..	6,022	0	5			
Subsection (3)—4 per cent. of amount redeemed from Sinking Fund to 31st March, 1938 .. .. .	5,474	6	2			
Subsection (3)—4 per cent. of amount redeemed from Sinking Fund during the current year from the date of redemption .. .. .	270	7	1			
				11,766	13	8
				21,292	3	8
<b>SAMOAN LOAN SINKING FUND :—</b>						
Accumulation held on 31st March, 1938,—						
In Deposits Account, Samoan Loan Sinking Fund Account .. .. .	..			4	11	9
Contribution by Samoan Treasury .. .. .	..			4,852	3	2
				4,856	14	11
<b>ELECTRIC SUPPLY SINKING FUND :—</b>						
Accumulation held on 31st March, 1938,—						
In Electric Supply Sinking Fund Account—						
South Island Scheme .. .. .	..			11,679	15	1
Transfer from Electric Supply Account in accordance with section 12 of the State Supply of Electrical Energy Act, 1917,—						
North Island Scheme .. .. .	..			154,938	7	9
South Island Scheme .. .. .	..			24,702	19	5
				191,321	2	3
<b>WESTPORT HARBOUR LOANS SINKING FUND :—</b>						
Finance Act, 1928, section 13,—						
Accumulated funds as at 31st March, 1938 .. .. .	..			343,458	6	6
Subsection (4) (a)—Contribution for the financial year 1938-39 ..	..			7,000	0	0
Subsection 4 (d)—Contribution at the rate of 4½ per cent. per annum in respect of Sinking Funds used to 31st March, 1938, to redeem debentures .. .. .	..			3,858	15	0
Interest on Investments .. .. .	..			12,784	5	0
				367,101	6	6

## PUBLIC ACCOUNTS, 1938-1939.

FUNDS during the FINANCIAL YEAR ended 31st MARCH, 1939.

DISBURSEMENTS.							£	s.	d.
<b>STATE COAL-MINES SINKING FUND :—</b>									
Securities redeemed in terms of section 22 (2) of the Finance Act, 1928	..	..	..	..	..	..	9,525	0	0
Accumulation held on 31st March, 1939,—									
In State Coal-mines Sinking Fund Account	..	..	..	..	..	..	11,767	3	8
							21,292	3	8
<b>SAMOAN LOAN SINKING FUND :—</b>									
Loans redeemed in terms of section 4 of the Finance Act, 1932 (No. 2)	..	..	..	..	..	..	4,855	0	0
Accumulation held in Deposits Account, Samoan Loan Sinking Fund Account, on 31st March, 1939	..	..	..	..	..	..		1	14 11
							4,856	14	11
<b>ELECTRIC SUPPLY SINKING FUND :—</b>									
Securities redeemed in terms of section 23 (1) of the Finance Act, 1928	..	..	..	..	..	..	181,000	0	0
Accumulation held in Electric Supply Sinking Fund Account on 31st March, 1939,—									
South Island Scheme	..	..	..	..	..	..	10,321	2	3
							191,321	2	3
<b>WESTPORT HARBOUR LOANS SINKING FUND :—</b>									
Finance Act, 1928, section 13,—									
Annual fee for administering fund	..	..	..	..	..	..	25	0	0
Accumulation held by the Public Trustee on 31st March, 1939	..	..	..	..	..	..	367,076	6	6
							367,101	6	6

## PUBLIC ACCOUNTS, 1938-1939.

**TABLE VII.**—TRANSACTIONS IN CONNECTION WITH THE PUBLIC DEBT IN THE YEAR ENDED 31st MARCH, 1939.

	Outstanding.						+ Increase. — Decrease.		
	31st March, 1938.				31st March, 1939.				
	£		s. d.		£		s. d.		
External debt—									
London .. .. .	156,857,016	7	2		156,853,016	7	2	—	4,000 0 0
Australia.. .. .	882,600	0	0		879,600	0	0	—	3,000 0 0
Internal debt—									
Long-term debt .. .. .	129,886,725	12	3		129,712,655	16	0	—	174,069 16 3
Floating debt .. .. .	2,575,000	0	0		16,525,000	0	0	+	13,950,000 0 0
	290,201,341	19	5		303,970,272	3	2		+13,768,930 3 9

## DETAILS OF ABOVE.

External debt—					£ s. d.
1. London—Decrease : Redemptions from Public Debt Repayment Account .. .. .					4,000 0 0
2. Australia—Decrease : Redemptions from Public Debt Repayment Account .. .. .					3,000 0 0
Internal debt—					
3. Long-term debt—					
Increases—					
New issues for capital works—			£ s. d.	£ s. d.	
Public Works Fund : General Purposes Account	6,122,279	2 0			
Public Works Fund : Electric Supply Account	180,000	0 0			
Main Highways Account .. .. .	1,625,600	0 0			
State Coal-mines Account .. .. .	95,000	0 0			
State Forests Account .. .. .	125,000	0 0			
			8,147,879	2 0	
New issues for redemptions .. .. .			35,000	0 0	
					8,182,879 2 0
Decreases—					
Redemptions from—					
Public Debt Repayment Account .. .. .	1,749,617	11 7			
Sinking Funds—					
Electric supply .. .. .	181,000	0 0			
State Coal-mines .. .. .	9,525	0 0			
Samoan loans .. .. .	5,355	0 0			
Nauru and Ocean Islands .. .. .	32,150	0 0			
			228,030	0 0	
Loans Redemption Account .. .. .			1,029,301	6 8	
					3,006,948 18 3
Long-term securities converted into Treasury bills .. .. .			5,350,000	0 0	
					8,356,948 18 3
			Net decrease .. .. .		£174,069 16 3
4. Floating debt—					
Increases—					
New issues for capital works—			£ s. d.		
Public Works Fund : General Purposes Account	3,500,000	0 0			
Main Highways Account .. .. .	1,050,000	0 0			
State Forests Account .. .. .	50,000	0 0			
			4,600,000	0 0	
New issues for Housing .. .. .			4,000,000	0 0	
New issues for conversion of long-term securities .. .. .			5,350,000	0 0	
					13,950,000 0 0

NOTES.—(1) For details of redemptions from Public Debt Repayment Account, see parliamentary paper B.-2. (2) Money for new issues for capital works, was borrowed at the following rates : 1½ per cent., £4,310,000 ; 2 per cent., £400,000 ; 2½ per cent., £40,000 ; 3 per cent., £7,500,164 2s. ; 3½ per cent., £647,715 ; 4 per cent., £3,850,000 : total, £16,747,879 2s. (3) Former shareholders of Reserve Bank and State Advances Corporation who now hold 4-per-cent. stock have the option of requiring redemption of such stock on giving fourteen days' notice. £35,000 was borrowed during the year at 3 per cent. to meet such redemptions, which totalled £33,893, the balance £1,107, together with £5,247 10s. 0d. brought forward from the previous year leaves £6,354 10s. 0d. unused at the 31st March, 1939.

## PUBLIC ACCOUNTS, 1938-1939.

**TABLE VIII.**—ALLOCATION OF THE PUBLIC DEBT AS AT 31<sup>ST</sup> MARCH, 1939, ACCORDING TO THE EXPENDITURE APPEARING IN THE DEPARTMENTAL BALANCE SHEETS PREPARED IN TERMS OF SECTION 57 OF THE FINANCE ACT, 1932.

	£
Railways .. .. .	68,245,952
Hydro-electric Schemes .. .. .	13,902,944
Post and Telegraph Services .. .. .	15,183,733
Public Buildings, Schools, and Sites .. .. .	16,627,048
Roads and Highways .. .. .	35,773,210
Harbours and Lighthouses .. .. .	2,140,217
State Forests .. .. .	2,447,097
Housing .. .. .	6,458,945
Land Settlement and Improvement .. .. .	25,833,722
Shares in Bank of New Zealand .. .. .	875,000
Shares in Reserve Bank of New Zealand .. .. .	1,630,787
Investment in State Advances Corporation .. .. .	38,045,375
Share in Nauru and Ocean Island Phosphates .. .. .	317,850
Development of Mining .. .. .	1,072,693
Tourist Resorts .. .. .	719,930
Immigration .. .. .	3,317,380
War and Defence .. .. .	63,143,292
Miscellaneous Assets and Services .. .. .	7,596,223
Cash and Investments in hand .. .. .	638,874
	<hr/>
	£303,970,272
	<hr/>

B. C. ASHWIN,

Secretary to the Treasury.

A. R. F. MACKAY, M.Com. (N.Z.), Ph.D. (Lond.),  
Accountant to the Treasury.

The Treasury, Wellington, 31st July, 1939.

Examined and found correct.

J. H. FOWLER,

Controller and Auditor-General.

Audit Office, 1st August, 1939.

