

## NOTES TO ANNUAL ACCOUNTS

### 1. *Statement of Accounting Policies; General Principles*

The general accounting principles appropriate for the measurement and reporting of income and expenditure under the historical cost method, as set out in the New Zealand Society of Accountants' statements have been adopted by the Board in so far as they apply to the business of the Board.

### 2. *Valuation of Investments*

Investments in shares are stated at cost and have not been written down where market value is lower.

### 3. *Debentures*

\$40,000 invested with UDC Holdings Ltd at 12 percent p.a. redeemable 1981.

### 4. *Shares*

<i>Company</i>	<i>Number of shares</i>	<i>Value at cost</i>	<i>Market Value 31.3.78</i>
Preference shares:			
NZ Insurance Co	4000	\$4,637	\$5,280
TNL Group Holdings	5000	4,206	3,250
Ordinary Shares:			
Fletcher Holdings	3000	6,650	5,940
Independent Newspapers	2500	4,998	3,700
NZ Forest Products	2225	7,506	4,695
NZ Insurance Co	1166	3,250	2,973
NZ Motor Corporation	4000	4,400	4,200
South British Insurance	1200	3,150	3,468
TNL Group Holdings	1000	540	780
		<u>\$39,337</u>	<u>\$34,286</u>

### 5. *Profit on sales of reproductions*

	<i>1975/76</i>	<i>1976/77</i>	<i>1977/78</i>
Fox	\$626	\$304	\$351
Barraud	328	124	62
Harris	747	711	1,158
Maplestone	1,190	937	1,087
Bridge	362	230	188
Thermal	2,012	541	177
Mein Smith	1,339	1,635	1,767
Fox Portfolio	815	780	830
Angas	905	(765)	2,658
Gully	4,756	2,212	1,659
Colonial Wellington	4,501	2,565	2,432
Gold	—	3,048	1,642
Heaphy	—	—	3,534
	<u>\$17,581</u>	<u>\$12,322</u>	<u>\$17,545</u>

The stock of Angas prints at 31.3.77 was understated resulting in a reported loss for 1976/77 and a correspondingly higher profit in 1977/78. Over the three years Angas prints showed a profit of \$2798, or \$933 per year.