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.

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

2. *Prepayments*
Payments of $2,002 made in advance on "Death of Cook".

3. *Term deposits*
$12,688 held at BNZ at 7.5% p.a. for 3 months term.

4. *Debentures*
$40,000 invested with UDC Holdings Ltd at 12.6 percent p.a. redeemable 1983.

5. *Shares in companies*

Company	*Number of shares*	*Value at cost*	*Market value 31-3-79*
Preference shares:		$	$
NZ Insurance Co	4000	4,637	5,400
TNL Group Holdings	5000	4,206	3,250
J. E. Watson	2000	3,610	4,300
Ordinary shares:			
Challenge	2000	3,400	4,100
Crown Consolidated	2000	4,260	5,000
Fletcher Holdings	4000	8,770	8,800
Independent Newspapers	2500	4,998	3,075
NZ Forest Products	4225	11,460	10,056
NZ Insurance Co	1282	3,250	3,205
NZ Motor Corp	4000	4,400	4,600
South British Insurance	2200	6,030	6,556
TNL Group Holdings	1000	540	860
		59,561	59,202

6. *Profit on sales of reproductions*

	1976/77	*1977/78*	*1978/79*
	$	$	$
Fox	304	351	57
Fox Portfolio	780	830	1,101
Barraud	124	62	59
Harris	711	1,158	1,419
Maplestone	937	1,087	243
Bridge	230	188	366
Thermal	541	177	7
Mein Smith	1,635	1,767	1,675
Angas	(765)	2,658	915
Gully	2,212	1,659	1,515