

CHAPTER 17

PRIVATE FINANCE

Further information on the subjects dealt with in this chapter is contained in the annual bulletins *Banking and Currency* and *Insurance and Other Private Finance*. Current information is contained in the *Quarterly Summary of Australian Statistics*, the *Monthly Review of Business Statistics*, the *Digest of Current Economic Statistics* (monthly), and the following mimeographed statements: monthly—*Monthly Bulletin of Banking Statistics*; *Banking Statistics* (preliminary statement); *Savings Bank Statistics* (preliminary statement); *Savings Banks Housing Finance Transactions within Australia* (preliminary statement); *Life Insurance Statistics*; *Finance Companies*; *Instalment Credit for Retail Sales* (preliminary statement); *Permanent Building Societies*; quarterly—*Instalment Credit for Retail Sales*; *New Capital Raisings by Companies in Australia* (bulletin and preliminary statement); *Capital and Maintenance Expenditure by Private Business in Australia*; *Unit Trusts, Land Trusts and Mutual Funds*. Other relevant annual mimeographed bulletins are *Life Insurance*; *Australian Fire, Marine and General Insurance Statistics*; *Government Pension and Superannuation Schemes*; *Survey of Selected Private Pension Funds*; *Finance Companies*; and *Registered Building Societies*.

CURRENCY

Until 13 February 1966 the Australian currency unit was the pound (£) divided into 20 shillings (s) each of 12 pence (d). A decimal currency system was introduced in Australia on 14 February 1966 based on a major unit—the dollar—equal to ten shillings in the old currency. The minor unit—the cent—is one-hundredth part of the major unit and is equal to 1.2 pence in the old currency. Decimal notes and coins became legal tender from 14 February 1966. The par value of the Australian dollar under the terms of the International Monetary Fund, was established at 0.99531 grams of fine gold.

The *Reserve Bank Act 1965* authorised the Reserve Bank of Australia to issue Australian notes in denominations of \$1, \$2, \$5, \$10, \$20, or \$50, or in any other denomination that the Treasurer, by instrument of writing published in the Gazette, determines. All Australia's coin requirements are met by the Royal Australian Mint, Canberra.

For additional information on note issue and coinage refer to List of Special Articles, etc., at end of this Year Book.

RESERVE BANK OF AUSTRALIA: NOTE ISSUE DEPARTMENT LIABILITIES AND ASSETS, 30 JUNE 1969 AND 1970 (\$ million)

Liabilities	1969	1970	Assets	1969	1970
Notes on issue(a)	1,091.5	1,195.8	Gold and balances held abroad (including money at short call)	164.5	189.9
Special reserve—			Other overseas securities	198.5	168.0
Premium on gold sold	..	..	Government securities (including Commonwealth Treasury bills)	457.3	606.1
Other liabilities(a)	45.9	62.5	Balances with Central Bank	303.6	279.5
			Other assets	13.5	14.9
Total	1,137.4	1,258.3	Total	1,137.4	1,258.3

(a) Notes of a denomination not exceeding one pound (\$2) which have been on issue for more than twenty years and notes of a denomination exceeding one pound (\$2) which have been on issue for more than forty years are not included in the item 'Notes on issue' but are included in the item 'Other liabilities'.

In accordance with provisions of the *Reserve Bank Act 1959–1966* the net profits of the Note Issue Department of the Reserve Bank are paid to the Commonwealth Revenue Fund. Net profits in 1968–69 and 1969–70 amounted to \$23,786,243 and \$36,342,930 respectively.

AUSTRALIAN NOTES IN CIRCULATION, JUNE 1966 TO 1970

(\$'000)

	<i>Last Wednesday in June—</i>				
	1966	1967	1968	1969	1970
\$1 and 10s	32,204	33,214	34,881	37,528	40,400
\$2 and £1	138,164	127,997	117,929	117,281	118,500
\$5 . . . . .	..	42,829	57,444	64,088	73,307
\$10 and £5	369,247	389,201	401,079	441,276	474,004
\$20 and £10	309,713	344,943	394,667	447,245	509,271
£20	2	1	1	1	1
£50	43	43	42	42	41
£100	41	40	40	40	37
Total	849,414	938,269	1,006,083	1,107,500	1,215,561
<i>Held by banks</i>	<i>154,117</i>	<i>162,006</i>	<i>159,726</i>	<i>164,867</i>	<i>165,202</i>
<i>Held by public</i>	<i>695,298</i>	<i>776,263</i>	<i>846,357</i>	<i>942,632</i>	<i>1,050,359</i>

AUSTRALIAN DECIMAL COIN: COSTS OF COIN ISSUED, 1966-67 TO 1969-70

(\$'000)

	<i>Cost of metal</i>	<i>Cost of minting</i>	<i>Freight and sundry charges</i>	<i>Total cost</i>	<i>Face value of coin issued</i>	<i>Surplus</i>
Silver—						
1966-67	3,808	170	34	4,012	4,869	857
1967-68	1,350	80	2	1,432	1,671	239
1968-69 . . . . .	..	..	..	..	..	..
1969-70 . . . . .	..	..	..	..	..	..
Cupro-nickel—						
1966-67	772	835	145	1,752	14,406	12,654
1967-68	1,341	1,732	43	3,116	20,243	17,127
1968-69	1,044	1,320	72	2,436	13,008	10,572
1969-70	1,226	1,297	68	2,591	19,412	16,821
Bronze—						
1966-67	543	930	110	1,583	2,714	1,131
1967-68	407	589	36	1,032	1,823	791
1968-69	511	745	24	1,280	2,296	1,016
1969-70	574	675	28	1,277	2,000	723
Total—						
1966-67	5,123	1,935	289	7,347	21,989	14,642
1967-68	3,098	2,401	81	5,580	23,737	18,157
1968-69	1,555	2,065	96	3,716	15,304	11,588
1969-70	1,800	1,972	96	3,868	21,412	17,544

AUSTRALIAN DECIMAL COIN: VALUE OF COIN ISSUED

30 JUNE 1966 TO 1970

(\$'000)

<i>Year ended 30 June—</i>	<i>50 cents</i>	<i>20 cents</i>	<i>10 cents</i>	<i>5 cents</i>	<i>2 cents</i>	<i>1 cent</i>	<i>Total</i>
1966	11,607	5,960	2,979	1,490	4,234	3,134	29,404
1967	4,869	10,420	1,073	2,913	2,043	671	21,989
1968	1,671	11,206	6,099	2,938	1,118	705	23,737
1969 . . . . .	..	6,307	3,854	2,847	1,390	906	15,304
1970	9,038	5,053	3,074	2,247	1,121	879	21,412

VOLUME OF MONEY: AUSTRALIA, JUNE 1966 TO 1970

(Source: Reserve Bank of Australia)

(\$ million)

June—	Notes and coin in hands of public	Deposits of public with all trading banks(a)		Deposits with all savings banks(b)	Total volume of money
		Current	Fixed		
1966	783	3,033	1,898	5,223	10,938
1967	882	3,192	2,026	5,724	11,824
1968	964	3,450	2,191	6,200	12,805
1969	1,065	3,685	2,542	6,682	13,974
1970	1,187	3,798	2,763	7,090	14,837

(a) Excludes Government and inter-bank deposits, but includes deposits of the public with the Reserve Bank. (b) Interpolated 'weekly average' based on end of month figures.

Gold receipts, issues and price

Since early in the 1939-45 War all gold has been acquired by the Reserve Bank, and the export and use of gold has been subject to regulation by the Commonwealth Government. All trading banks in Australia, the Deputy Master of the branch of the Royal Mint in Perth, and three private refining companies are authorised under the Banking (Gold) Regulations to deal in gold on behalf of the Reserve Bank. The Melbourne Mint ceased to deal in gold in 1964. The Royal Australian Mint at Canberra is not authorised to receive and issue gold.

The average price of gold in Australia is fixed by the Reserve Bank and at present reflects the parity value of Australian currency established in conformity with the *International Monetary Agreements Act 1947*. The average price paid for gold delivered to the Reserve Bank of Australia or to persons authorised by the Bank to purchase gold is fixed by the Reserve Bank of Australia, and has been \$31.25 per fine ounce since 1 May 1954.

In December 1951 arrangements were made whereby producers could sell a proportion of newly-mined gold for industrial purposes on overseas premium markets. Under these arrangements gold is acquired by the Reserve Bank in the usual manner and sold, at the Bank's buying price, to an association representing gold producers participating in the scheme. The association pays the Bank's handling charges and the costs of preparation of the gold and makes arrangements for export and sale. Profits earned by the association after meeting administrative expenses are distributed to members in proportion to the quantity of gold delivered to the Reserve Bank. Until August 1952, when permission was given for the export of fine gold, gold exported under this arrangement was not to exceed a fineness of 22 carats (11/12ths).

The average prices per fine ounce in Australian currency obtained for gold exported under this scheme for each month during 1969-70 were July \$36.428; August \$36.192; September \$38.266; October \$31.295; November \$32.293; December \$34.041; January \$31.635; February \$31.899; March \$31.729; April \$31.849; May \$31.396; and June \$31.464.

OVERSEAS EXCHANGE RATES(a): PAR OF EXCHANGE AND AVERAGE TELEGRAPHIC TRANSFER SELLING RATES FOR SYDNEY ON OVERSEAS COUNTRIES, 1969-70

Country	Basis of quotation	Australian decimal currency equivalents		Country	Basis of quotation	Australian decimal currency equivalents	
		Par of exchange (b)	Selling rate 1969-70			Par of exchange (b)	Selling rate 1969-70
Belgium	Francs to \$A1	56.00	55.22	Netherlands	Guilders to \$A1	4.054	4.015
Canada	Dollars to \$A1	(c)	1.1930	New Zealand	\$A to \$NZ1	1.00	1.0020
Ceylon	Rupees to \$A1	6.667	6.587	Norway	Kroner to \$A1	8.000	7.92
China (mainland)	New Yuan to \$A1	(d)	2.72	Pakistan	Rupees to \$A1	5.333	5.285
China (Taiwan)	Dollars to \$A1	(e)	44.62	Portugal	Escudos to \$A1	32.200	31.68
Denmark	Kroner to \$A1	8.40	8.32	Singapore	Dollars to \$A1	3.429	3.399
Fiji	\$A to \$F1	(d)	1.0288	South Africa	Rands to \$A1	0.800	0.795
Finland	Markkas to \$A1	4.704	4.67	Spain	Pesetas to \$A1	78.400	77.35
France	Francs to \$A1	6.221	6.082	Sweden	Kronor to \$A1	5.794	5.737
Germany, Fed. Rep. of	Deutsche Marks to \$A1	4.099	4.159	Switzerland	Francs to \$A1	(d)	4.781
Greece	Drachmae to \$A1	33.589	32.95	United Arab Republic	£E to \$A1	0.390	0.469
Hong Kong	Dollars to \$A1	(d)	6.740	United Kingdom	\$A to £stg1	2.143	2.1514
India	Rupees to \$A1	8.400	8.330	United States of America	Dollars to \$A1	1.120	1.1127
Italy	Lire to \$A1	700.00	696.00	U.S.S.R.	Roubles to \$A1	(d)	1.004
Japan	Yen to \$A1	403.20	396.96				

(a) Based on rates quoted daily by the Commonwealth Trading Bank of Australia, or where these were not available, rates used by the Department of Customs and Excise in converting import values to \$A for purposes of calculating customs duty. (b) As at 30 June 1969, established under International Monetary Fund Agreement. (c) Exchange rate allowed to fluctuate, no par value fixed. (d) Not a member of the International Monetary Fund. (e) No par value established.

BANKING

The Australian banking system has developed along the lines of the British system with widespread branch banking conducted by relatively few banks.

Development since federation

With federation in 1901 the new Commonwealth Parliament was given power, under Section 51 of the Commonwealth Constitution, to legislate with respect to 'Banking, other than State Banking, also State Banking extending beyond the limits of the State concerned, the incorporation of banks, and the issue of paper money'. In 1911 the Commonwealth entered the field of banking, with the establishment of the Commonwealth Bank of Australia, which conducted both trading bank and savings bank operations. A separate Commonwealth Savings Bank was established in 1928.

Central bank

Central banking functions of the Commonwealth Bank developed gradually over the years prior to and during the second world war. In November 1935 a Royal Commission was appointed by the Commonwealth Government to inquire into the monetary and banking systems in operation in Australia and to report whether any, and if so what, alterations were desirable in the interests of the people of Australia as a whole, and the manner in which any such alterations should be effected. The Commission presented its report in July 1937, and a summary of the recommendations appears in Year Book No. 31, page 1010.

In 1945 the Commonwealth Government legislated to give full legal effect to the central banking functions already being exercised by the Commonwealth Bank of Australia and to regulate the banking system as a whole. The Commonwealth Bank of Australia further developed mainly as a central bank when from 3 December 1953 the Commonwealth Trading Bank of Australia was established to take over most of the general trading bank functions of the Commonwealth Bank of Australia.

Legislation in 1959 completed the separation of the trading and central banking functions of the Commonwealth Bank of Australia with the establishment of the Commonwealth Development Bank of Australia under the *Commonwealth Banks Act* 1959 to take over the Industrial Finance Department and Mortgage Bank Department of the Commonwealth Bank of Australia.

A new bank, the Reserve Bank of Australia, was established under the *Reserve Bank Act* 1959 as the nation's central bank to administer the provisions of a new banking Act (*Banking Act* 1959). A statutory corporation, the Commonwealth Banking Corporation, was set up under the *Commonwealth Banks Act* 1959 to control the Commonwealth Trading Bank of Australia, the Commonwealth Development Bank of Australia, and the Commonwealth Savings Bank of Australia.

Trading banks

Commercial banking in Australia is predominantly carried on by seven major trading banks. One of these banks is owned by the Commonwealth Government and six are privately owned companies established by Act or Charter or incorporated under State or British law. Since 1945 no new private trading banks may be established without the approval of the Commonwealth. As from 1 October 1970, the Australia and New Zealand Banking Group Limited took over the banking business of the Australia and New Zealand Bank and the English, Scottish and Australian Bank. The Rural Bank of New South Wales, the State Bank of South Australia and the Rural and Industries Bank of Western Australia are State-owned banks which operate only in their respective States. The Bank of Queensland Limited confines its operations to the Brisbane area, and three foreign banks, Bank of China, Bank of New Zealand and Banque Nationale de Paris operate on a restricted basis.

Term Loan Fund

Lending by trading banks is generally conducted on an overdraft basis. A departure from this practice followed discussions during 1961-62 involving the Commonwealth Government, the Reserve Bank and the major trading banks, which resulted in arrangements whereby the banks agreed to create a fund known as the Term Loan Fund, the resources of which would be employed to make loans for capital expenditure on production in the rural, industrial and (to a lesser extent) commercial fields and to finance exports. The loans would be made for fixed terms, varying usually between three and eight years. The term lending arrangements operated from April 1962.

Farm Development Loan Fund

Discussions in March 1966 between the Commonwealth Government, the Reserve Bank and the major trading banks resulted in the establishment of a fund known as the Farm Development Loan

Fund, from which resources would be available to provide rural producers, particularly smaller producers, with greater access to medium and long-term finance. The Fund was established in April 1966.

Savings banks

Until 1956 savings bank operations were, apart from two small trustee banks in Tasmania, conducted by the Commonwealth Government and some State Governments. In January 1956 private savings banks were established as subsidiary companies by two of the private trading banks. By mid-1962 all the major private trading banks had established savings bank subsidiary companies. As from 1 October 1970, the Australia and New Zealand Savings Bank Limited took over the banking business of the E.S.&A. Savings Bank Limited.

Development banks

The Commonwealth Development Bank of Australia was established by the *Commonwealth Banks Act 1959* and commenced operations on 14 January 1960. The Australian Resources Development Bank was established by the major trading banks with the support of the Reserve Bank of Australia and commenced operations in February 1968. For further information on these banks see page 493 and page 494 respectively.

Current legislation

Operations of banks and banking in Australia are currently governed by (i) Commonwealth legislation enacted in 1959 in respect of banking other than State banking, and (ii) State legislation relating to the incorporation of banks and management of State banks.

Commonwealth banking legislation

(a) The *Banking Act 1959–1967* provides for the regulation of banking and for the protection of the currency and the public credit of the Commonwealth. This Act, which replaced the *Banking Act 1945–1953*, was assented to on 23 April 1959 and came into operation on 14 January 1960 as the *Banking Act 1959*. It was amended by the *Banking Act 1965* and the *Statute Law Revision (Decimal Currency) Act 1966* in order to make certain changes required by the change to decimal currency and by the *Banking Act 1967* relating to the Papua and New Guinea Development Bank and the Australian Resources Development Bank Limited. It applies to all banks, including savings banks, operating in Australia including the external Territories of the Commonwealth except State banks trading in their own State. The objects of the Act are: (i) to provide a legal framework uniform throughout Australia for regulating the banking system; (ii) to safeguard depositors of the banks from loss; (iii) to provide for the co-ordination of banking policy under the direction of the Reserve Bank; (iv) to control the volume of credit in circulation and bank interest rates; (v) to mobilise and to provide machinery for the control of the foreign exchange and gold resources of the Australian economy. A summary of the main provisions of the *Banking Act 1959* is given in Year Book No. 46, pages 759–60.

(b) The *Reserve Bank Act 1959–1966* provides for the constitution and management of the Reserve Bank of Australia and the management of the Australian note issue.

(c) The *Commonwealth Banks Act 1959–1968* provides for the constitution and management of the Commonwealth Banking Corporation, Commonwealth Trading Bank of Australia, Commonwealth Savings Bank of Australia, and Commonwealth Development Bank of Australia.

The Commonwealth Banking Corporation came into being on 14 January 1960. It is the controlling body for the Commonwealth Trading Bank, Commonwealth Savings Bank and Commonwealth Development Bank. Under the *Banking Act 1959–1967* the Corporation and its constituent banks are subject to the same central banking controls as are the private trading banks.

The Board of the Corporation consists of the Managing Director of the Corporation, the Deputy Managing Director, the Secretary to the Treasury, and eight other members appointed by the Governor-General of whom one is Chairman and another Deputy Chairman. In addition, there is an Executive Committee of the Board for each of the three separate banks. These Executive Committees are appointed by the Treasurer, after consultation with the Board, and are charged with taking such action as is necessary to ensure that effect is given by the respective banks to the policies laid down for them and to any directions given by the Board in relation to their affairs. Under the Board the Corporation is managed by the Managing Director and the Deputy Managing Director. Each of the three constituent banks of the Corporation has its own statutory functions and responsibilities and its separate identity within the framework of the Corporation. Each bank is managed by a General Manager under the Managing Director of the Corporation.

State banking legislation

The State Acts under which the various banks are incorporated differ. While some of the older banks were incorporated by special Act or Charter, e.g. the Bank of New South Wales by Act of Council 1817, the Bank of Adelaide by Act of the South Australian Parliament, and the Bank of New Zealand by Act of the General Assembly of New Zealand, most of the banks are incorporated under a companies Act of the States or the United Kingdom. This is also the case with those banks which were reconstructed after the financial crisis of 1893. State banks, constituted under State Acts, transacting general banking business are The Rural Bank of New South Wales, the State Bank of South Australia, and the Rural and Industries Bank of Western Australia. State savings banks, constituted under State Acts, transacting savings bank business are The State Savings Bank of Victoria, The Savings Bank of South Australia and the Savings Bank Division of the Rural and Industries Bank of Western Australia.

Presentation of banking statistics

Because of the different purposes they serve in the Australian financial system, Australian banks have been divided for statistical purposes into the following groups and a separate series is presented for each.

(i) *The Reserve Bank of Australia.* Statistics of the Central Banking Business, the Note Issue Department, and the Rural Credits Department are shown separately.

(ii) *Trading banks.*

Major trading banks. These comprise the Commonwealth Trading Bank of Australia, Australia and New Zealand Banking Group Limited, Australia and New Zealand Bank Ltd, The English, Scottish and Australian Bank Ltd, The Bank of Adelaide, Bank of New South Wales, The Commercial Bank of Australia Ltd, The Commercial Banking Company of Sydney Ltd, The National Bank of Australasia Ltd. As from 1 October 1970, the Australia and New Zealand Banking Group Ltd, took over the banking business of the Australia and New Zealand Bank and the English, Scottish and Australian Bank.

All trading banks. These comprise the major trading banks and the following banks—the Bank of China, Bank of New Zealand, Bank of Queensland Ltd, Banque Nationale de Paris, the General Bank Department of the Rural Bank of New South Wales, the State Bank of South Australia, and the Rural Department of the Rural and Industries Bank of Western Australia.

(iii) *Savings banks. These comprise:*

Commonwealth Savings Bank. The Commonwealth Savings Bank of Australia was established as a separate institution on 9 June 1928, having functioned previously as a department of the Commonwealth Bank.

State savings banks. State savings banks at present operating (with date of establishment shown in parentheses) are: The State Savings Bank of Victoria (1841); The Savings Bank of South Australia (1848); the Savings Bank Division of the Rural and Industries Bank of Western Australia (1956).

Trustee savings banks. Two trustee savings banks, The Hobart Savings Bank and Launceston Bank for Savings, operate within Tasmania. These Banks commenced business in 1845 and 1835 respectively.

Private savings banks. The Bank of New South Wales Savings Bank Ltd, the Australia and New Zealand Savings Bank Ltd, and the C.B.C. Savings Bank Ltd commenced business in 1956, the E.S. & A. Savings Bank Ltd in 1961, The Bank of Adelaide Savings Bank Ltd, The National Bank Savings Bank Ltd, and The Commercial Savings Bank of Australia Ltd in 1962. As from 1 October 1970, the Australia and New Zealand Savings Bank Ltd, took over the banking business of the E.S. & A. Savings Bank Ltd.

(iv) *Development banks.* These comprise the Commonwealth Development Bank of Australia and the Australian Resources Development Bank Ltd.

Reserve Bank of Australia

The Reserve Bank of Australia, established under the *Reserve Bank Act 1959*, which came into operation on 14 January 1960, continued in existence the body corporate known as the Commonwealth Bank of Australia. An account of the progress and development of that bank is given in earlier issues of the Year Book (see No. 37, pages 570–2, and No. 45, pages 735–7).

The general functions of the Reserve Bank are set out in Section 10 of the *Reserve Bank Act 1959-1966*, which states:

'It is the duty of the Board, within the limits of its powers, to ensure that the monetary and banking policy of the Bank is directed to the greatest advantage of the people of Australia and that the powers of the Bank under this Act, the *Banking Act 1959*, and regulations under that Act are exercised in such a manner as, in the opinion of the Board, will best contribute to,

(a) the stability of the currency of Australia; (b) the maintenance of full employment in Australia; and (c) the economic prosperity and welfare of the people of Australia.'

In addition to its functions as a Central Bank, the Bank controls the Australian Note Issue through a Note Issue Department, provides special banking facilities through the Rural Credits Department, and acts as banker to the Commonwealth and some of the States.

Management

Under the provisions of the *Reserve Bank Act 1959-1966* the policy of the Reserve Bank is determined by a Board consisting of the Governor (Chairman), the Deputy Governor, the Secretary to the Treasury, and seven other members appointed by the Governor-General. The Bank is managed by the Governor, who acts in accordance with the policy of the Board and with any directions of the Board. The Bank is required to inform the Government of the monetary and banking policy of the Board. In the event of a disagreement between the Government and the Board as to whether the monetary and banking policy of the Bank is directed to the greatest advantage of the people of Australia, the Governor-General, acting with the advice of the Executive Council, may determine the policy to be adopted by the Bank.

Central banking business

Under the powers it possessed under the *Commonwealth Bank Act 1911-1943* and under its war-time powers under the National Security Regulations the Commonwealth Bank gradually assumed the functions of a Central Bank. Part III of the *Commonwealth Bank Act 1945* formally constituted the Bank as a Central Bank and granted the necessary powers to carry on the business of a Central Bank, and these powers were carried through into the present Act constituting the Reserve Bank. Under the provisions of the *Reserve Bank Act 1959-1966* the capital for the Central Banking Business is the capital of the Commonwealth Bank for Central Banking purposes immediately prior to 14 January 1960, and such other sums as are transferred from the Reserve Bank Reserve Fund. The profits of the Bank are distributed as follows: (a) such sums as the Treasurer, after consultation with the Bank, determines shall be placed to the credit of the Reserve Bank Reserve Fund and (b) the remainder shall be paid to the Commonwealth.

Note Issue Department

The Note Issue Department, established in 1920 when the control of the Australian note issue was transferred from the Commonwealth Treasury to the Commonwealth Bank, was maintained in the same form under the *Reserve Bank Act 1959*. The Reserve Bank may, through this Department, issue, re-issue and cancel Australian notes. Under the *Reserve Bank Act 1959-1966* the profits of the Note Issue Department are paid to the Commonwealth.

Rural Credits Department

The Rural Credits Department, established in 1925 for the purpose of making short-term credit available for the orderly marketing of primary produce, was continued in the same form under the *Reserve Bank Act 1959*. The Reserve Bank may, through this Department, make advances upon the security of primary produce placed under the legal control of the Bank, or other security associated with the production or marketing of primary produce, to co-operative associations or marketing boards formed under the laws of the Commonwealth or a State or Territory of the Commonwealth or other bodies specified by proclamation. The period of the advance shall not exceed one year. Under the provisions of the *Reserve Bank Act 1959-1966* the capital of the Rural Credits Department is the capital of the Rural Credits Department of the Commonwealth Bank immediately prior to 14 January 1960, and \$4,000,000 provided by the Reserve Bank. The profits of the Rural Credits Department are dealt with as follows: (a) one-half to the credit of the Rural Credits Department Reserve Fund and (b) one-half to the credit of the Rural Credits Development Fund.

RESERVE BANK OF AUSTRALIA: LIABILITIES, 30 JUNE 1966 TO 1970
(\$ million)

30 June—	Capital and reserve funds (a)	Development fund	Special reserve—premium on gold sold	Australian notes on issue	Deposits of trading banks		Deposits of savings banks	Other deposits, bills payable and other liabilities	Total
					Statutory reserve deposit accounts	Other			
CENTRAL BANKING BUSINESS									
1966	65.3	..	..	..	471.9	130.2	418.6	351.6	1,437.6
1967	68.8	..	..	..	473.8	98.9	492.5	355.3	1,489.3
1968	60.1	..	..	..	456.4	117.9	495.8	327.6	1,457.8
1969	63.0	..	..	..	565.6	60.4	535.2	658.0	1,882.1
1970	141.7	..	..	..	674.5	39.5	613.2	672.2	2,141.2
NOTE ISSUE DEPARTMENT									
1966	..	..	9.5	835.3	..	..	..	21.5	866.2
1967	..	..	9.5	930.1	..	..	..	22.1	961.7
1968	..	..	..	998.5	..	..	..	20.3	1,018.8
1969	..	..	..	1,091.5	..	..	..	45.9	1,137.4
1970	..	..	..	1,195.8	..	..	..	62.5	1,258.3
RURAL CREDITS DEPARTMENT									
1966	15.3	0.7	..	..	..	..	..	158.7	174.7
1967	16.0	0.7	..	..	..	..	..	344.2	361.0
1968	16.7	0.8	..	..	..	..	..	212.0	229.6
1969	17.6	0.9	..	..	..	..	..	461.8	480.3
1970	18.5	1.1	..	..	..	..	..	338.5	358.1
TOTAL(b)									
1966	80.7	0.7	9.5	835.3	471.9	130.2	418.6	389.0	2,335.8
1967	84.8	0.7	9.5	930.1	473.8	98.9	492.5	393.6	2,483.9
1968	76.9	0.8	..	998.5	456.4	117.9	495.8	315.9	2,462.2
1969	80.6	0.9	..	1,091.5	565.6	60.4	535.2	420.8	2,754.9
1970	160.1	1.1	..	1,195.8	674.5	39.5	613.2	478.7	3,162.9

(a) Includes special reserve—International Monetary Fund special drawing rights. (b) Inter-departmental accounts have been offset.

RESERVE BANK OF AUSTRALIA: ASSETS, 30 JUNE 1966 TO 1970
(\$ million)

30 June—	Gold and balances held abroad (a)	Other overseas securities	Australian notes, coin	Australian Government securities (b)	Cheques and bills of other banks	Loans, advances, bills discounted, all other assets(c)	Bank premises (d)	Bills receivable and remittances in transit	Total
1966	551.5	171.3	24.0	392.2	15.7	220.4	29.1	33.5	1,437.6
1967	396.9	168.8	12.4	420.6	9.2	396.1	30.9	54.3	1,489.3
1968	349.3	182.0	9.5	536.2	8.0	263.7	33.8	75.3	1,457.8
1969	589.1	231.6	8.4	386.0	10.8	570.1	35.0	51.1	1,882.1
1970	758.8	201.5	12.6	573.9	8.0	469.0	36.3	81.1	2,141.2
NOTE ISSUE DEPARTMENT									
1966	435.0	134.8	..	296.2	..	0.2	..	..	866.2
1967	394.5	174.8	..	391.7	..	0.5	0.2	..	961.7
1968	315.5	151.4	..	501.0	..	(e)50.8	0.2	..	1,018.8
1969	164.5	198.5	..	457.3	..	(e)316.8	0.3	..	1,137.4
1970	189.9	168.0	..	606.1	..	(e)294.0	0.4	..	1,258.3
RURAL CREDITS DEPARTMENT									
1966	..	..	..	..	..	174.7	..	..	174.7
1967	..	..	..	..	..	361.0	..	..	361.0
1968	..	..	..	..	..	229.6	..	..	229.6
1969	..	..	..	..	..	480.3	..	..	480.3
1970	..	..	..	..	..	358.1	..	..	358.1
TOTAL(f)									
1966	986.5	306.1	24.0	688.5	15.7	252.4	29.1	33.5	2,335.8
1967	791.4	343.6	12.4	812.4	9.2	429.5	31.0	54.3	2,483.9
1968	664.8	333.5	9.5	1,037.2	8.0	300.1	34.0	75.3	2,462.2
1969	753.5	430.1	8.4	843.3	10.8	622.4	35.3	51.1	2,754.9
1970	948.7	369.5	12.6	1,180.0	8.0	526.4	36.7	81.1	3,162.9

(a) Includes currency at short call and International Monetary Fund drawing rights. (b) Includes Treasury bills and Treasury notes. (c) After deducting provision for debts considered bad or doubtful. (d) At cost, less amounts written off. (e) Includes interest-bearing deposit account established with the Central Bank. (f) Inter-departmental accounts have been offset.

RESERVE BANK OF AUSTRALIA: NET PROFITS, 1965-66 TO 1969-70
(\$ million)

	Central Banking Business	Note Issue Depart- ment	Rural Credits Depart- ment	Total	Distributed to—			
					Common- wealth of Australia	Reserve Bank Reserve fund	Rural Credits Department	
							Reserve fund	Develop- ment fund
1965-66	8.7	31.1	1.2	41.0	35.8	4.0	0.6	0.6
1966-67	7.9	34.3	1.3	43.6	38.8	3.5	0.7	0.7
1967-68	4.4	23.0	1.5	29.0	26.2	1.3	0.7	0.7
1968-69	5.7	23.8	1.6	31.1	26.6	2.9	0.8	0.8
1969-70	8.9	36.3	1.9	47.1	41.6	3.6	0.9	0.9

Trading banks

Not all trading banks use 30 June as the end of their accounting year. In the tables on pages 476-8 balance sheet and profit and loss account information for the years 1969 and 1970 is shown for each bank as at the date on which its accounting year ends. The dates used are: 30 June—Commonwealth Trading Bank of Australia, The Commercial Bank of Australia Ltd, The Commercial Banking Co. of Sydney Ltd, The Rural Bank of New South Wales and the State Bank of South Australia; 30 September—Australia and New Zealand Banking Group Ltd, Australia and New Zealand Bank Ltd, English, Scottish and Australian Bank Ltd, The Bank of Adelaide, Bank of New South Wales and The National Bank of Australasia Ltd; 30 August—The Bank of Queensland Ltd; 31 March—The Rural and Industries Bank of Western Australia. These tables relate to liabilities and assets both inside and outside Australia and exclude the overseas banks, namely the Bank of China, Bank of New Zealand and Banque Nationale de Paris.

In the tables on pages 479-80 figures shown for averages of liabilities and assets are the average of liabilities and assets within Australia (including Papua, New Guinea and other External Territories) of the banks, including the three overseas banks, on the weekly balance days (Wednesdays) during the period concerned. Averages of debits to customers' accounts and new lending commitments are averages for weeks ended on the Wednesdays during the period.

In the classification of bank advances, borrowers are classified into two main groups:

Resident borrowers comprising all institutions (including branches of overseas institutions) engaged in business in Australia and individuals permanently residing in Australia, and

Non-resident borrowers comprising all other persons and institutions, including companies incorporated abroad, which, although represented, do not carry on business in Australia.

Advances to resident borrowers are classified into:

Business advances which are advances to partnerships, companies and other institutions engaged in business in Australia, advances to individuals actively engaged in business or a profession on their own behalf if the advances are mainly for purposes of that business or profession, and advances to mutual, co-operative and benefit societies which distribute their profits to members by way of dividends, rebates of charges for goods and services, or increased benefits.

Separate figures are shown for business advances to companies and to other (unincorporated) businesses and advances are also classified to the main industry of borrower.

Advances to public authorities which are advances to local and semi-government authorities including separately constituted government business undertakings but not Commonwealth and State governments.

Personal advances which are advances to individuals for purposes other than carrying on a business or profession.

Advances to non-profit organisations which are advances to organisations which are not operated for the purpose of making a profit or gain to individual members, but for the purposes of the organisations or for the benefit of the community in general.

The classification used for overdraft limits is the same as that used for the classification of bank advances (see above) while abridged versions of this classification are used for bank deposits and new and increased lending commitments.

At 30 June 1970 the maximum rate of interest paid by trading banks on fixed deposits for the following terms were: (i) on deposits of less than \$50,000, 3 months but less than 12 months—4.80 per cent; 12 months but less than 18 months—5.00 per cent; 18 months to 24 months—5.30 per cent and (ii) on deposits of \$50,000 and more, 30 days but less than 24 months—5.50 per cent. The maximum rate of interest charged on overdrafts was 8.25 per cent and the maximum flat rate on unsecured personal loans was 6.50 per cent.

TRADING BANKS: NUMBER OF BRANCHES^(a) AND AGENCIES
STATES AND TERRITORIES, 30 JUNE 1970

	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	N.T.	A.C.T.	Aust.
Branches—									
Major trading banks	1,611	1,253	718	408	374	107	14	39	4,524
Other trading banks	175	2	4	35	58	..	..	..	274
All trading banks—									
Metropolitan area	837	727	243	217	214	28	4	39	2,309
Elsewhere	949	528	479	226	218	79	10	..	2,489
<i>Total branches</i>	<i>1,786</i>	<i>1,255</i>	<i>722</i>	<i>443</i>	<i>432</i>	<i>107</i>	<i>14</i>	<i>39</i>	<i>4,798</i>
Total agencies	360	393	262	306	166	60	12	21	1,580

(a) Includes head offices.

TRADING BANKS: LIABILITIES^(a), 1969 AND 1970
(\$'000)

Bank	Paid-up capital	Reserve funds (used in business of bank)	Final dividend proposed	Balance of profit and loss account	Total shareholders' funds or total capital and reserve funds	Balances due to other banks	Deposits, bills payable and other liabilities (b)	Total
1970—								
Major trading banks—								
Commonwealth Trading Bank of Australia	(c)14,858	19,278	..	..	34,136	9,855	1,692,723	1,736,713
Australia and New Zealand Banking Group Ltd.	69,124	..	3,456	-20	72,560	3,166	980	76,706
Australia and New Zealand Bank Ltd.	33,132	34,283	..	5,869	73,283	240,010	1,550,589	1,863,882
The English, Scottish and Australian Bank Ltd.	18,072	11,295	..	1,759	31,125	64,329	595,538	690,993
The Bank of Adelaide	16,803	9,882	840	1,574	29,099	6,003	115,688	150,789
Bank of New South Wales	80,010	49,534	4,000	12,559	146,103	36,984	2,125,944	2,309,031
The Commercial Bank of Australia Ltd.	24,422	21,300	1,296	1,838	48,856	38,215	759,322	846,392
The Commercial Banking Co. of Sydney Ltd.	19,125	20,281	1,217	2,196	42,819	26,275	678,067	747,161
The National Bank of Australasia Ltd.	25,223	26,500	1,639	1,300	54,662	35,628	1,098,644	1,188,934
<i>Total, major trading banks</i>	<i>300,767</i>	<i>192,351</i>	<i>12,449</i>	<i>27,076</i>	<i>532,644</i>	<i>460,463</i>	<i>8,617,494</i>	<i>9,610,601</i>
Other trading banks—								
Bank of Queensland Ltd.	2,750	1,498	121	184	4,552	..	12,563	17,115
The Rural Bank of New South Wales (General Bank Department)	(d)18,129	(e)46,270	..	..	64,399	..	361,838	426,237
State Bank of South Australia	(f)14,711	8,593	..	..	23,304	..	(g)137,142	160,447
The Rural and Industries Bank of Western Australia (Rural Department)	(h)22,230	4,997	..	..	27,226	..	(i)166,247	193,473
<i>Total, other trading banks</i>	<i>57,820</i>	<i>61,358</i>	<i>121</i>	<i>184</i>	<i>119,482</i>	<i>..</i>	<i>677,790</i>	<i>797,272</i>
Total, trading banks, 1970	358,587	253,709	12,570	27,260	652,125	460,463	9,295,284	10,407,873
Total, trading banks, 1969	269,859	245,658	8,677	21,952	546,147	335,877	8,671,567	9,553,591

(a) For dates of balance sheets see page 475. (b) Includes provision for contingencies. (c) Amount specified as capital in the Commonwealth Banks Act 1959. (d) Inscribed stock and debentures issued for capital purposes. (e) Includes special reserve built up from share of profits of the Commonwealth Savings Bank in New South Wales. (f) Capital provided by State Government of South Australia. (g) Includes \$92,928,906 of advances by State Treasurer to Home Builders' Fund. (h) Capital provided by State Government of Western Australia. The Sinking Fund established for redemption of capital has been deducted. (i) Includes Savings Bank deposits, \$68,815,989.

TRADING BANKS: ASSETS(a), 1969 AND 1970
 (\$'000)

Bank	Coin, bullion, notes and cash at Reserve Bank	Money at short call over-seas	Australian public securities				Other public securities	Other securities	Loans to authorised dealers in short-term money market
			Commonwealth Government		Local and semi-govt. authorities				
			Treasury bills and notes	Other securities					
1970—									
Major trading banks—									
Commonwealth Trading Bank of Australia	42,900	11,357	5,723	261,607	16,360	711	8,288	27,090	
Australia and New Zealand Banking Group Ltd	43	..	..	..	..	..	73,329	..
Australia and New Zealand Bank Ltd	54,502	4,389	6,375	140,922	..	21,866	11,322	970	
The English, Scottish and Australian Bank Ltd	20,432	151	6,025	76,138	..	1,060	10,443	15,005	
The Bank of Adelaide	4,682	1,394	250	15,056	..	..	21,600	5,550
Bank of New South Wales	44,648	24,322	52,212	284,608	..	13,242	42,017	32,750	
The Commercial Bank of Australia Ltd	25,727	4,072	100	89,168	570	2,421	19,979	2,500	
The Commercial Banking Co. of Sydney Ltd	18,051	2,250	..	93,893	..	..	14,532	8,900
The National Bank of Australasia Ltd	22,788	1,650	20,050	146,424	..	..	14,223	28,350
Total, major trading banks	233,772	49,585	90,735	1,107,817	16,930	39,300	215,732	121,115	
Other trading banks—									
Bank of Queensland Ltd	206	..	..	1,230	53	..	1,137	203
The Rural Bank of New South Wales (General Bank Department)	7,135	..	..	75,249	6,527	..	..	10,925
State Bank of South Australia	1,554	..	..	12,700	..	20	12,549	..
The Rural and Industries Bank of Western Australia (Rural Department)(d)	(e)9,902	..	1,934	47,273	23,766	..	..	..
Total, other trading banks	18,797	..	1,934	136,453	30,345	20	13,686	11,127	
Total, trading banks, 1970	252,569	49,585	92,669	1,244,269	47,275	39,319	229,418	132,242	
Total, trading banks, 1969	250,305	57,383	77,756	1,344,820	38,904	51,944	149,483	158,166	

Bank	Statutory reserve deposit account with Reserve Bank	Cheques and bills of, and balances with and due from other banks	Loans(b), advances and bills discounted	Bank premises, furniture and sites	Bills receivable and remittances in transit	All other assets	Total
1970—							
Major trading banks—							
Commonwealth Trading Bank of Australia	140,103	25,763	862,394	14,584	300,307	19,525	1,736,713
Australia and New Zealand Banking Group Ltd	..	11	1,181	64	5	2,072	76,706
Australia and New Zealand Bank Ltd	85,022	157,641	1,122,909	38,282	209,666	10,017	1,863,882
The English, Scottish and Australian Bank Ltd	46,141	22,815	381,246	16,372	89,635	5,530	690,993
The Bank of Adelaide	9,051	12,854	64,310	6,016	3,295	6,731	150,789
Bank of New South Wales	148,880	62,559	1,257,972	36,451	279,363	30,008	2,309,031
The Commercial Bank of Australia Ltd	57,447	47,991	469,777	20,135	48,997	57,510	846,392
The Commercial Banking Co. of Sydney Ltd	59,972	20,648	401,641	16,757	102,469	8,048	747,161
The National Bank of Australasia Ltd	85,125	27,975	639,784	24,367	124,293	53,906	1,188,934
Total, major trading banks	631,741	378,256	5,201,213	173,028	1,158,030	193,348	9,610,601
Other trading banks—							
Bank of Queensland Ltd	212	1,909	11,850	298	..	16	17,115
The Rural Bank of New South Wales (General Bank Department)	..	19,535	271,453	16,213	14,211	4,989	426,237
State Bank of South Australia	..	657	(c)125,728	1,453	4,450	1,336	160,447
The Rural and Industries Bank of Western Australia (Rural Department)(d)	..	(f)	97,370	8,172	5,057	..	193,473
Total, other trading banks	212	22,101	506,402	26,137	23,718	6,340	797,272
Total, trading banks, 1970	631,953	400,357	5,707,614	199,164	1,181,748	199,688	10,407,873
Total, trading banks, 1969	582,714	420,708	5,004,339	185,256	1,137,420	94,391	9,553,591

(a) For dates of balance sheets see page 475. (b) Other than loans to authorised dealers in the short-term money market. (c) Includes \$92,845,701 advances under extended terms—Home Builders' Fund. (d) Includes assets held against Savings Bank deposits of \$68,815,989. (e) Includes accounts with State Treasury. (f) Included with Coin, bullion, notes and cash at Reserve Bank.

TRADING BANKS: PROFIT AND LOSS, APPROPRIATION OF PROFITS(a)
1969 AND 1970
(\$'000)

Bank	Profit and loss			Profits appropriated to—					Dividends(e)	
	Net earnings (b)	Ex-penses (c)	Income land and other taxes and payments in lieu of taxes	Net profit	Reserve funds (d)	Writing-off bank premises	Other appropriations	Paid and proposed	Rate per annum (per cent)	
1970—										
Major trading banks—										
Commonwealth Trading Bank of Australia	66,758	56,612	4,962	5,183	2,312	559	(f)2,312	..	..
Australia and New Zealand Banking Group Ltd	7,042	174	..	6,868	..	..	..	6,912	10
Australia and New Zealand Bank Ltd	86,382	69,618	8,638	8,125	4,303	..	..	3,976	12
The English, Scottish and Australian Bank Ltd	39,428	31,426	4,937	3,066	..	..	..	2,937	16.25
The Bank of Adelaide	8,997	6,384	450	2,163	..	..	..	1,642	10
Bank of New South Wales	107,744	77,390	15,064	15,290	3,000	..	..	8,001	10
The Commercial Bank of Australia Ltd	36,529	31,320	2,575	2,634	..	200	..	2,186	(g)	
The Commercial Banking Co. of Sydney Ltd	33,381	27,900	1,885	3,596	1,000	200	..	2,269	11	
The National Bank of Australasia Ltd	53,418	43,297	4,956	5,165	2,000	..	..	3,027	12
<i>Total, major trading banks</i>	<i>439,680</i>	<i>344,121</i>	<i>43,467</i>	<i>52,092</i>	<i>12,615</i>	<i>959</i>	<i>2,312</i>	<i>30,949</i>	<i>..</i>	
Other trading banks—										
Bank of Queensland Ltd	1,029	408	289	332	85	..	..	221	8.5
The Rural Bank of New South Wales (General Bank Department)	15,836	14,258	n.a.	1,577	789	..	(h)789	..	..
State Bank of South Australia	(i)8,951	7,715	n.a.	1,236	1,236	..	..	..	..
The Rural and Industries Bank of Western Australia (Rural Department)(j)	(i)13,378	12,350	n.a.	1,028	1,028	..	..	..	..
<i>Total, other trading banks</i>	<i>39,193</i>	<i>34,731</i>	<i>289</i>	<i>4,174</i>	<i>3,138</i>	<i>..</i>	<i>789</i>	<i>221</i>	<i>..</i>	
Total, trading banks, 1970	478,874	378,852	43,756	56,266	15,753	959	3,101	31,170	..	
Total, trading banks, 1969	422,206	335,502	41,495	45,209	13,387	1,394	2,496	21,617	..	

(a) For balance dates see page 475. (b) Discount and interest earned, net exchange, commissions and other items (including transfers from contingencies accounts) after deducting interest paid and accrued on deposits, rebate on bills current at balance date, amounts written off assets and losses on realisation of assets, and transfers to the credit of contingencies accounts (out of which accounts provision for all bad and doubtful debts has been made). (c) Includes directors' fees. (d) Excludes accumulated profits and profit and loss accounts. (e) Dividends paid or payable out of profits earned during the year. (f) Commonwealth of Australia. (g) Four per cent on Preference Stock Units and eleven per cent on Ordinary Stock Units. (h) Treasurer of New South Wales. (i) Earnings represent gross earnings; expenses include interest paid, management expenses and provisions for contingencies. (j) Includes profit and loss on account of Savings Bank business.

**ALL TRADING BANKS: AVERAGE LIABILITIES^(a) WITHIN AUSTRALIA^(b)
JUNE 1966 TO 1970
(\$ million)**

June—	Deposits repayable in Australia				Balances due to other banks	Bills payable and all other liabilities to the public	Total
	Fixed	Current		Total			
		Bearing interest	Not bearing interest				
Major trading banks—							
1966	2,002.6	316.7	2,673.2	4,992.4	25.8	139.2	5,157.4
1967	2,129.1	321.2	2,814.5	5,264.8	30.3	125.5	5,424.5
1968	2,301.8	378.3	3,017.8	5,697.9	41.5	147.1	5,886.6
1969	2,653.2	395.0	3,228.9	6,277.1	99.2	174.9	6,551.2
All trading banks—							
1966	2,136.0	370.9	2,801.5	5,308.4	35.0	253.9	5,597.3
1967	2,274.8	378.9	2,960.0	5,613.7	39.6	256.1	5,909.4
1968	2,472.9	448.6	3,165.5	6,086.9	54.2	284.5	6,425.6
1969	2,850.5	467.9	3,387.2	6,705.6	111.5	322.2	7,139.3
1970—							
Major trading banks—							
Commonwealth Trading Bank of Australia	684.4	66.2	627.6	1,378.2	19.9	21.1	1,419.2
Australia and New Zealand Bank Ltd	388.4	35.7	514.6	938.8	87.4	53.7	1,079.8
The Bank of Adelaide	44.7	5.4	50.9	101.0	3.9	1.6	106.6
Bank of New South Wales	667.9	110.7	842.1	1,620.7	27.8	32.0	1,680.5
The Commercial Bank of Australia Ltd	229.8	29.0	303.7	562.5	10.1	14.5	587.1
The Commercial Banking Co. of Sydney Ltd	253.1	39.4	295.3	587.8	14.6	33.7	636.2
The English, Scottish and Australian Bank Ltd	184.5	32.9	291.1	508.4	58.1	45.8	612.3
The National Bank of Australasia Ltd	401.6	71.8	452.4	925.8	22.2	79.4	1,027.4
<i>Total, major trading banks</i>	<i>2,854.6</i>	<i>391.2</i>	<i>3,377.5</i>	<i>6,623.2</i>	<i>244.0</i>	<i>281.8</i>	<i>7,149.1</i>
Other trading banks—							
Bank of China	..	0.1	1.2	1.3	..	..	1.3
Bank of New Zealand	3.3	0.3	7.5	11.1	0.4	0.4	12.0
Bank of Queensland Ltd	2.7	7.7	..	10.4	0.5	0.6	11.6
Banque Nationale de Paris	11.4	0.5	8.4	20.3	5.4	0.6	26.2
The Rural Bank of New South Wales (General Bank Department)	161.5	54.5	104.5	320.5	6.7	21.1	348.3
State Bank of South Australia	28.0	2.8	10.0	40.8	0.1	107.6	148.5
The Rural and Industries Bank of Western Australia (Rural Department)	35.6	5.9	29.8	71.2	0.5	27.3	99.0
<i>Total, other trading banks</i>	<i>242.6</i>	<i>71.7</i>	<i>161.4</i>	<i>475.7</i>	<i>13.6</i>	<i>157.6</i>	<i>647.0</i>
Total, all trading banks, 1970	3,097.2	462.9	3,538.9	7,098.9	257.7	439.4	7,796.0

(a) Excludes shareholders' funds, inter-branch accounts and contingencies.

(b) Includes Papua, New Guinea and other External Territories.

ALL TRADING BANKS: AVERAGE ASSETS(a) WITHIN AUSTRALIA(b)
JUNE 1966 TO 1970
 (\$ million)

June—	Coin, bullion, notes and cash at Reserve Bank	Commonwealth Government securities		Loans to authorised dealers in short-term money market	Statutory Reserve Deposit Account with Reserve Bank	Loans(c) advances and bills discounted	All other assets (d)	Total
		Treasury bills and notes	Other securities					
Major Trading Banks—								
1966	150.2	38.5	1,019.0	61.0	472.6	2,844.6	504.2	5,090.1
1967	160.0	24.1	1,065.8	73.5	474.0	3,180.9	493.2	5,471.5
1968	150.4	25.1	1,071.8	74.0	456.5	3,597.7	549.0	5,924.4
1969	149.4	47.5	1,240.6	77.9	565.9	3,952.2	575.0	6,608.5
All trading banks—								
1966	162.8	40.0	1,116.6	74.8	473.5	3,182.8	548.4	5,598.9
1967	172.3	24.6	1,187.0	88.8	475.2	3,547.8	535.1	6,030.8
1968	161.4	27.5	1,188.5	87.7	457.8	4,019.8	600.9	6,543.6
1969	158.5	52.9	1,389.6	94.9	567.6	4,383.6	635.3	7,282.4
1970—								
Major Trading Banks—								
Commonwealth Trading Bank of Australia	34.1	6.2	291.7	10.7	140.6	832.8	86.0	1,402.2
Australia and New Zealand Bank Ltd	25.8	13.1	132.4	0.8	95.1	643.6	105.1	1,015.8
The Bank of Adelaide	4.1	..	15.7	0.3	10.6	64.3	39.3	134.3
Bank of New South Wales	35.9	16.4	287.3	37.8	165.4	1,104.5	133.1	1,780.4
The Commercial Bank of Australia Ltd	10.9	1.5	90.9	1.5	57.8	391.8	59.3	613.7
The Commercial Banking Co. of Sydney Ltd	14.4	1.7	95.6	7.2	60.4	390.5	61.8	631.5
The English, Scottish and Australian Bank Ltd	15.6	4.1	78.3	3.4	52.2	362.1	82.8	598.6
The National Bank of Australasia Ltd	21.5	8.6	150.1	12.6	94.7	611.4	139.3	1,038.2
<i>Total, major trading banks</i>	162.2	51.5	1,142.1	74.4	676.7	4,400.9	706.8	7,214.6
Other trading banks—								
Bank of China	0.2	..	..	..	0.1	0.1	1.2	1.6
Bank of New Zealand	0.1	1.7	0.4	0.4	0.8	8.9	4.1	16.4
Bank of Queensland Ltd	0.1	..	1.3	0.7	0.2	11.5	2.6	16.4
Banque Nationale de Paris	0.2	1.0	0.1	4.1	0.9	20.0	5.9	32.2
The Rural Bank of New South Wales (General Bank Department)	5.6	..	89.2	16.7	..	269.8	22.1	403.4
State Bank of South Australia	1.7	..	12.7	..	..	124.9	19.2	158.5
The Rural and Industries Bank of Western Australia (Rural Department)	1.9	0.1	29.4	6.4	..	66.4	13.1	117.4
<i>Total, other trading banks</i>	9.7	2.8	133.1	28.4	1.9	501.7	68.2	745.8
Total, all trading banks, 1970	171.9	54.3	1,275.2	102.8	678.7	4,902.6	775.0	7,960.5

(a) Excludes inter-branch accounts and contingencies. (b) Includes Papua, New Guinea and other External Territories. (c) Excludes loans to authorised dealers in the short-term money market. (d) Includes local government and semi-government securities.

Classification of bank advances, deposits, new and increased lending commitments and overdraft limits
For an explanation of items in the following table see notes on page 475.

MAJOR TRADING BANKS: CLASSIFICATION OF ADVANCES WITHIN AUSTRALIA(a),
STATES, 13 JANUARY 1971
(\$ million)

	N.S.W. (b)	Vic.	Qld (a)	S.A. (c)	W.A.	Tas.	Aust. (a)	Term loan com- ponent
Resident Borrowers—								
Business advances—								
Agriculture, grazing and dairying	390.3	197.5	209.9	79.6	80.9	20.4	978.7	130.5
Manufacturing	298.8	241.2	71.9	36.7	25.3	19.2	693.1	144.7
Transport, storage and communication	40.3	23.2	11.3	4.6	6.4	1.5	87.3	16.9
Finance—								
Building and housing societies	19.3	16.1	2.2	1.1	0.8	0.3	39.8	0.1
Other	69.6	85.1	18.5	22.4	6.9	3.2	205.9	3.7
Total, finance	88.9	101.3	20.8	23.5	7.7	3.5	245.7	3.8
Commerce—								
Retail trade	108.5	72.3	50.3	24.6	21.7	8.0	285.4	10.5
Wholesale trade(d)	171.9	112.4	18.4	20.0	28.6	6.5	357.8	15.3
Total, commerce	280.5	184.8	68.7	44.6	50.2	14.5	643.2	25.9
Building and construction Other business	60.9	35.5	18.4	7.8	9.7	2.4	134.8	9.4
Unclassified	324.5	210.0	125.4	28.6	34.1	8.7	731.3	218.9
	22.0	10.4	5.3	3.3	6.4	0.8	48.2	2.0
Total, business ad- vances	1,506.3	1,003.8	531.6	228.9	220.8	71.0	3,562.3	552.0
of which—								
Companies	983.1	689.6	243.1	124.2	97.8	41.7	2,179.5	422.4
Other	523.2	314.2	288.5	104.7	123.1	29.2	1,382.8	129.6
Advances to public authori- ties(e)	15.3	41.7	4.4	1.0	1.3	0.4	64.1	2.0
Personal advances—								
Building or purchasing own home (individuals)	149.6	63.8	39.2	16.1	19.2	4.4	292.2	0.1
Other (including personal loans)	219.6	127.8	66.6	30.5	32.4	8.0	484.9	0.2
Total, personal	369.2	191.5	105.8	46.6	51.6	12.4	777.2	0.3
Advances to non-profit or- ganisations	29.9	18.6	12.3	3.3	4.3	1.0	69.5	2.6
Total, advances to resi- dent borrowers	1,920.7	1,255.6	654.1	279.8	278.1	84.8	4,473.0	556.9
Advances to non-resident borrowers	1.8	1.2	0.2	0.1	0.2	..	3.6	..
Total, all advances	1,922.6	1,256.8	654.3	279.9	278.3	84.8	4,476.6	556.9

(a) Includes Papua and New Guinea. (b) Includes Australian Capital Territory. (c) Includes Northern Territory.
(d) Includes temporary advances to woolbuyers. (e) Includes local government and semi-government bodies.

MAJOR TRADING BANKS: CLASSIFICATION OF ADVANCES WITHIN AUSTRALIA(a)
JULY 1969 TO JANUARY 1971

	<i>At second Wednesday of—</i>							
	<i>July 1969</i>		<i>January 1970</i>		<i>July 1970</i>		<i>January 1971</i>	
	<i>Amount (\$ m)</i>	<i>Per cent</i>	<i>Amount (\$ m)</i>	<i>Per cent</i>	<i>Amount (\$ m)</i>	<i>Per cent</i>	<i>Amount (\$ m)</i>	<i>Per cent</i>
<i>Resident borrowers—</i>								
<i>Business advances—</i>								
Agriculture, grazing and dairying	938.5	23.2	945.8	22.5	997.8	22.6	978.7	21.9
Manufacturing	673.1	16.7	669.0	15.9	729.0	16.5	693.1	15.5
Transport, storage and communication	75.9	1.9	78.9	1.9	85.7	1.9	87.3	2.0
<i>Finance—</i>								
Building and housing societies	45.5	1.1	41.8	1.0	42.6	1.0	39.8	0.9
Other	130.4	3.3	166.7	4.0	161.8	3.7	205.9	4.6
Total, finance	175.8	4.4	208.4	5.0	204.5	4.6	245.7	5.5
<i>Commerce—</i>								
Retail trade	328.2	8.1	296.0	7.0	332.4	7.5	285.4	6.4
Wholesale trade(b)	357.4	8.8	351.0	8.3	358.2	8.1	357.8	8.0
Total, commerce	685.6	17.0	647.0	15.4	690.7	15.6	643.2	14.4
Building and construction	141.3	3.5	141.5	3.4	149.2	3.4	134.8	3.0
Other businesses	478.1	11.8	588.6	14.0	617.8	14.0	731.3	16.3
Unclassified	47.9	1.2	60.1	1.4	46.3	1.0	48.2	1.1
Total, business advances of which—	3,216.4	79.6	3,339.4	79.4	3,521.1	79.8	3,562.3	79.6
Companies	1,850.9	45.8	1,976.3	47.0	2,075.4	47.0	2,179.5	48.7
Other	1,365.5	33.8	1,363.1	32.4	1,445.7	32.8	1,382.8	30.9
Advances to public authorities(c)	34.0	0.8	63.1	1.5	36.9	0.8	64.1	1.4
<i>Personal advances classified according to main purpose of advance—</i>								
Building or purchasing own home (individuals)	293.7	7.3	291.9	6.9	297.3	6.7	292.2	6.5
Other (including personal loans)	422.6	10.5	437.6	10.4	483.8	11.0	484.9	10.8
Total, personal	716.3	17.7	729.5	17.3	781.1	17.7	777.2	17.4
Advances to non-profit organisations	68.5	1.7	70.5	1.7	70.7	1.6	69.5	1.6
Total, advances to resident borrowers	4,035.2	99.9	4,202.5	99.9	4,409.8	99.9	4,473.0	99.9
<i>Advances to non-resident borrowers</i>	<i>3.0</i>	<i>0.1</i>	<i>3.8</i>	<i>0.1</i>	<i>4.0</i>	<i>0.1</i>	<i>3.6</i>	<i>0.1</i>
Total, all advances	4,038.3	100.0	4,206.3	100.0	4,413.8	100.0	4,476.6	100.0

(a) Includes Papua and New Guinea government and semi-government bodies.

(b) Includes temporary advances to woolbuyers.

(c) Includes local

**MAJOR TRADING BANKS: CLASSIFICATION OF DEPOSITS^(a) WITHIN AUSTRALIA^(b)
JULY 1969 TO JANUARY 1971**

	<i>At second Wednesday of—</i>							
	<i>July 1969</i>		<i>January 1970</i>		<i>July 1970</i>		<i>January 1971</i>	
	<i>Amount (\$ m)</i>	<i>Per cent</i>	<i>Amount (\$ m)</i>	<i>Per cent</i>	<i>Amount (\$ m)</i>	<i>Per cent</i>	<i>Amount (\$ m)</i>	<i>Per cent</i>
<i>Resident depositors—</i>								
<i>Business deposits—</i>								
Agriculture, grazing and dairying	814.4	13.9	852.8	13.8	756.2	12.3	795.9	12.2
Manufacturing	350.7	6.0	423.4	6.8	359.0	5.8	395.6	6.1
Transport, storage and communication	86.7	1.5	91.9	1.5	96.8	1.6	95.4	1.5
Finance	440.9	7.5	411.5	6.6	421.0	6.9	442.2	6.8
Commerce	423.8	7.3	493.4	7.9	442.1	7.2	530.1	8.2
Building and construction Other businesses	182.3	3.1	204.4	3.3	187.3	3.1	222.3	3.4
Unclassified	751.8	12.8	835.3	13.5	844.2	13.7	912.9	14.0
	66.4	1.1	66.0	1.1	91.2	1.5	71.4	1.1
<i>Total, business deposits of which—</i>	<i>3,117.0</i>	<i>53.2</i>	<i>3,378.5</i>	<i>54.5</i>	<i>3,197.8</i>	<i>52.1</i>	<i>3,465.8</i>	<i>53.3</i>
Companies	1,365.2	23.3	1,518.0	24.5	1,469.8	23.9	1,594.6	24.5
Other	1,751.8	29.9	1,860.6	30.0	1,728.0	28.2	1,871.2	28.8
Deposits of public authorities	341.2	5.8	286.2	4.6	377.5	6.1	358.9	5.5
Personal deposits	2,019.0	34.5	2,148.2	34.6	2,161.9	35.2	2,285.3	35.1
Deposits of non-profit organisations	280.3	4.8	289.2	4.7	307.6	5.0	292.4	4.5
<i>Total, resident depositors</i>	<i>5,757.5</i>	<i>98.3</i>	<i>6,102.1</i>	<i>98.4</i>	<i>6,044.8</i>	<i>98.4</i>	<i>6,402.4</i>	<i>98.4</i>
<i>Total, non-resident depositors</i>	<i>100.4</i>	<i>1.7</i>	<i>97.5</i>	<i>1.6</i>	<i>98.1</i>	<i>1.6</i>	<i>104.4</i>	<i>1.6</i>
<i>Total, all depositors</i>	<i>5,857.9</i>	<i>100.0</i>	<i>6,199.6</i>	<i>100.0</i>	<i>6,142.9</i>	<i>100.0</i>	<i>6,506.8</i>	<i>100.0</i>

(a) Excludes deposits of Commonwealth and State Governments. (b) Includes Papua and New Guinea.

**MAJOR TRADING BANKS: NEW AND INCREASED LENDING COMMITMENTS
TO SELECTED INDUSTRIAL GROUPS^(a), SIX MONTHS ENDED
JULY 1969 TO JANUARY 1971**

(Source: Reserve Bank of Australia)

(\$ million)

	<i>Six months ended second Wednesday of—</i>							
	<i>July 1969</i>		<i>January 1970</i>		<i>July 1970</i>		<i>January 1971</i>	
	<i>Aggre- gate</i>	<i>Term loan com- ponent</i>	<i>Aggre- gate</i>	<i>Term loan com- ponent</i>	<i>Aggre- gate</i>	<i>Term loan com- ponent</i>	<i>Aggre- gate</i>	<i>Term loan com- ponent</i>
<i>Business—</i>								
Agriculture, grazing and dairying	(b)161.5	22.8	(b)139.6	17.7	(b)125.7	14.0	(b)106.1	11.8
Manufacturing	131.2	25.0	151.4	33.3	144.3	28.3	151.7	13.4
Finance	31.2	0.7	28.4	0.1	26.8	0.3	62.8	0.2
Commerce ^(a)	130.2	8.0	134.9	3.6	123.4	3.0	145.0	8.5
Building and construction	53.1	1.2	45.5	1.2	44.4	1.4	64.3	19.5
<i>Persons—</i>								
Advances for building or purchase of own home (to individuals)	98.5	..	96.6	..	88.6	..	90.4	..
Other (including personal loans)	155.0	..	166.8	..	163.3	..	165.4	..
All other	202.0	28.5	311.5	114.2	173.2	30.2	273.2	33.5
<i>Total</i>	<i>(b)962.6</i>	<i>86.2</i>	<i>(b)1,074.6</i>	<i>170.2</i>	<i>(b)889.7</i>	<i>77.1</i>	<i>(b)1,059.0</i>	<i>86.9</i>

(a) Excludes commitments in respect of temporary advances to woolbuyers. (b) Includes Farm Development Loan approvals: July 1969, \$15.7 million; January 1970, \$12.5 million; July 1970, \$7.5 million and January 1971, \$10.0 million.

**MAJOR TRADING BANKS: CLASSIFICATION OF OVERDRAFT LIMITS
OUTSTANDING(a), JULY 1969 TO JANUARY 1971**

(Source: Reserve Bank of Australia)

(\$ million)

	<i>Second Wednesday of—</i>			
	<i>July 1969</i>	<i>January 1970</i>	<i>July 1970</i>	<i>January 1971</i>
<i>Resident borrowers—</i>				
Business overdraft limits—				
Agriculture, grazing and dairying—				
Mainly sheep grazing	401.8	403.8	402.7	400.4
Mainly wheat growing	121.8	125.0	125.7	127.6
Mainly dairying and pig raising	120.9	117.1	114.3	105.5
Other	278.4	286.3	289.3	299.4
Total, agriculture, etc.	922.9	932.2	932.0	932.8
Manufacturing	1,193.6	1,222.7	1,229.2	1,255.5
Transport, storage and communication	95.0	97.3	111.3	105.9
Finance—				
Building and housing societies	61.9	65.7	66.2	63.7
Pastoral finance companies	96.1	99.2	104.7	119.1
Hire purchase and other finance companies	82.0	86.1	98.6	83.9
Other	89.5	93.1	87.1	92.7
Total, finance	329.4	344.2	356.6	359.4
Commerce(a)—				
Retail trade	461.4	467.2	477.1	473.9
Wholesale trade	314.4	323.2	365.5	389.5
Total, commerce(a)	775.8	790.4	842.6	863.3
Building and construction	196.1	196.1	197.9	194.6
Other businesses—				
Mining	98.2	116.2	133.0	224.9
Other	478.7	497.8	514.5	540.1
Total, other businesses	576.9	614.0	647.5	765.0
Unclassified	39.0	47.6	42.6	47.4
Total, business overdraft limits	4,128.7	4,244.4	4,359.9	4,523.9
Overdraft limits of public authorities	176.1	187.7	173.1	215.4
Personal overdraft limits—				
Building or purchasing own home	349.2	350.1	349.3	350.7
Other	519.1	550.6	587.0	605.4
Total, personal overdraft limits	868.4	900.7	936.3	956.0
Overdraft limits of non-profit organisations	118.2	119.2	124.2	121.2
Total, overdraft limits of resident borrowers	5,291.3	5,452.0	5,593.5	5,816.6
Overdraft limits of non-resident borrowers	3.8	4.2	4.8	6.5
Total, all overdraft limits	5,295.2	5,456.2	5,598.3	5,823.1

(a) Excludes limits in respect of temporary advances to woolbuyers, term loans and farm development loans.

**MAJOR TRADING BANKS: ADVANCES(a), BY RATE OF INTEREST
JUNE 1969 TO DECEMBER 1970**

(Source: Reserve Bank of Australia)

(Proportion at each rate to total—per cent)

Interest rate per annum	End of—			
	June 1969	December 1969	June 1970	December 1970
5 per cent and less	3.4	4.3	3.1	4.4
More than 5 per cent but less than 5½ per cent	0.4	0.8	0.6	0.8
5½ per cent	0.7	0.2	0.1	0.2
More than 5½ per cent but less than 6 per cent	0.7	0.9	0.1	0.2
6 per cent	4.4	1.0	0.4	0.5
More than 6 per cent but less than 6½ per cent	8.6	4.5	2.6	2.7
6½ per cent	7.7	8.6	1.4	0.8
More than 6½ per cent but less than 7 per cent	10.1	8.5	5.7	5.5
7 per cent	17.0	8.8	10.1	9.9
More than 7 per cent but less than 7½ per cent	11.1	15.8	9.3	8.4
7½ per cent	34.5	9.1	9.0	8.4
More than 7½ per cent but less than 8 per cent . . . . .	..	35.7	13.1	13.0
8 per cent	0.4	0.5	7.0	6.6
More than 8 per cent and up to 8½ per cent . . . . .	..	0.1	35.4	34.9
More than 8½ per cent	1.0	1.2	2.2	3.8
Total	100.0	100.0	100.0	100.0

(a) Excludes term loans, farm development loans and personal instalment loans. Comprises categories of loans specifically exempted from the prescribed maximum overdraft requirement such as, short-term mortgage and bridging loans and post-shipment wool advances subject to a disincentive rate of interest. The maximum rate chargeable on overdraft advances was raised to 7½ per cent per annum on 14 October 1968, 7½ per cent per annum on 1 August 1969 and 8½ per cent per annum on 9 March 1970.

**MAJOR TRADING BANKS: FIXED DEPOSITS(a), BY RATE
OF INTEREST, JUNE 1969 TO DECEMBER 1970**

(Source: Reserve Bank of Australia)

(Proportion at each rate to total—per cent)

Interest rate per annum	End of—			
	June 1969	December 1969	June 1970	December 1970
More than 4 per cent but less than 4½ per cent . . . . .	..	..	..	..
4½ per cent and less than 4½ per cent	30.3	1.3	0.1	..
4½ per cent and less than 4¾ per cent	39.8	52.0	14.1	3.1
4¾ per cent and less than 5 per cent	29.8	33.2	36.1	22.6
5 per cent and less than 5½ per cent . . . . .	..	13.4	22.5	29.6
5½ per cent and less than 5½ per cent . . . . .	..	..	6.4	16.4
5½ per cent and less than 5¾ per cent . . . . .	..	..	20.8	27.5
5¾ per cent and less than 6 per cent . . . . .	..	..	..	..
6 per cent and less than 6½ per cent . . . . .	..	..	..	0.1
6½ per cent and less than 6½ per cent . . . . .	..	..	..	..
6½ per cent . . . . .	..	..	..	0.7
Total	100.0	100.0	100.0	100.0

(a) Excludes Commonwealth and State Government fixed deposits.

**TRADING BANKS: AVERAGE WEEKLY DEBITS TO CUSTOMERS'
ACCOUNTS(a), STATES AND TERRITORIES, 1965-66 TO 1969-70**
(\$ million)

<i>Year</i>	<i>N.S.W.</i>	<i>Vic.</i>	<i>Qld</i>	<i>S.A.</i>	<i>W.A.</i>	<i>Tas.</i>	<i>N.T.</i>	<i>A.C.T.</i>	<i>Aust.</i>
1965-66	949.0	847.7	232.5	172.8	122.4	43.2	3.8	15.3	2,386.7
1966-67	1,080.2	940.0	256.9	184.4	138.6	47.3	4.5	17.0	2,668.9
1967-68	1,257.9	1,041.8	289.2	201.7	169.1	51.3	5.8	21.2	3,038.0
1968-69	1,526.0	1,214.1	325.3	224.2	209.0	55.9	7.4	50.4	3,612.6
1969-70	1,865.6	1,413.3	364.7	243.2	246.4	61.2	12.7	87.7	4,294.9

(a) Covers all trading banks and in addition the Rural Credits Department of the Reserve Bank and the Commonwealth Development Bank. Excludes debits to Commonwealth and State Government accounts in capital cities.

Savings banks

For information on the origin of savings banks in Australia, see Year Book No. 50, page 854, and earlier issues.

All savings banks, including trustee savings banks, but not State savings banks, are subject to the *Banking Act* 1959-1967. Details of this Act and the special provisions applying to savings banks are given in Year Book No. 46, pages 759-60.

Not all savings banks use 30 June as the end of their accounting year. In the following tables balance sheet and profit and loss account information for the years 1969 and 1970 is shown for each bank as at the date on which its accounting year ends. The dates used are: 30 June—Commonwealth Savings Bank of Australia, The Commercial Savings Bank of Australia, C.B.C. Savings Bank Ltd, The State Savings Bank of Victoria and The Savings Bank of South Australia; 30 September—Australia and New Zealand Savings Bank Ltd, E.S. & A. Savings Bank Ltd, The Bank of Adelaide Savings Bank Ltd, Bank of New South Wales Savings Bank Ltd and The National Bank Savings Bank Ltd; 31 August—The Hobart Savings Bank and Launceston Bank for Savings. As from 1 October 1970, the Australia and New Zealand Savings Bank Ltd took over the banking business of the E.S. & A. Savings Bank Ltd. These tables relate to liabilities and assets both inside and outside Australia.

The information in the following tables for the Commonwealth Savings Bank, the trustee savings banks and the private savings banks has been obtained from the annual returns lodged with the Commonwealth Statistician under Section 53 of the *Banking Act* 1959-1967, whereas that for State savings banks has been compiled from information in their published annual reports. Particulars for the Commonwealth Savings Bank, The State Savings Bank of Victoria, The Savings Bank of South Australia, The Rural and Industries Bank of Western Australia and the Hobart Savings Bank relate to the end of the month, those for the Launceston Bank for Savings to the last Monday in the month, and those for the other savings banks to the last Wednesday in the month.

The number of operative accounts excludes school bank accounts and small inoperative accounts. The other sections of the tables relating to depositors' balances, etc., include school bank accounts, small inoperative accounts, investment accounts, deposit stock and non-interest bearing cheque accounts at the State Savings Bank of Victoria and the Savings Bank of South Australia, and fixed deposit accounts and non-interest bearing cheque accounts at the trustee savings banks in Tasmania.

At 30 June 1970 all savings banks were paying interest on deposits at rates of up to 5.00 per cent. For accounts other than friendly and other societies the maximum interest bearing amount in any one account was \$20,000. There is no limit on the maximum interest bearing amount for society cheque accounts. Interest rates charged on loans made by the savings banks were: housing loans—up to 7.00 per cent; other loans—up to 8.25 per cent.

SAVINGS BANKS: NUMBER OF BRANCHES(a) AND AGENCIES
STATES AND TERRITORIES, 30 JUNE 1970

	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	N.T.	A.C.T.	Aust.
<i>Branches—</i>									
Metropolitan area	811	1,088	269	306	235	41	4	39	2,793
Elsewhere	858	732	490	268	221	111	10	..	2,690
<i>Total branches</i>	<i>1,669</i>	<i>1,820</i>	<i>759</i>	<i>574</i>	<i>456</i>	<i>152</i>	<i>14</i>	<i>39</i>	<i>5,483</i>
<i>Total agencies</i>	<i>4,375</i>	<i>3,359</i>	<i>2,526</i>	<i>2,420</i>	<i>1,773</i>	<i>620</i>	<i>161</i>	<i>180</i>	<i>15,414</i>

(a) Includes head offices.

SAVINGS BANKS: LIABILITIES(a), 1969 AND 1970
(\$'000)

Bank	Paid-up capital	Reserve funds (used in the business of the bank)	Balance of profit and loss account	Total share-holders' funds	Depositors' balances	Balances due to other banks	Bills payable and all other liabilities (b)	Total
1970—								
Commonwealth Savings Bank of Australia . . . . .	..	38,872	..	(c)38,872	2,958,742	1,930	96,744	3,096,289
State savings banks(d)—								
The State Savings Bank of Victoria(e)	..	36,453	1,318	(c)37,771	1,163,596	8,271	54,228	1,263,865
The Savings Bank of South Australia . . . . .	..	29,446	179	(c)29,625	416,307	4,023	452	450,407
Trustee savings banks—								
The Hobart Savings Bank	..	2,600	115	2,715	54,561	1	263	57,540
Launceston Bank for Savings . . . . .	..	2,300	124	2,424	49,915	..	223	52,561
Private savings banks—								
Australia and New Zealand Savings Bank Ltd	5,000	7,550	451	13,001	489,574	..	19,840	522,415
The Bank of Adelaide Savings Bank Ltd	1,000	750	216	1,966	38,964	..	745	41,675
Bank of New South Wales Savings Bank Ltd	14,000	4,500	3,555	22,055	991,068	..	35,368	1,048,492
The Commercial Savings Bank of Australia Ltd	3,000	2,550	384	5,934	197,136	..	4,901	207,971
C.B.C. Savings Bank Ltd	4,000	5,200	350	9,550	276,195	..	6,270	292,015
E.S. & A. Savings Bank Ltd	2,000	3,150	59	5,209	194,429	..	8,322	207,959
The National Bank Savings Bank Ltd	2,000	4,000	581	6,581	330,691	..	9,281	346,552
Total, all savings banks(d), 1970	31,000	137,372	7,331	175,703	7,161,178	14,225	236,635	7,587,741
Total, all savings banks(d), 1969	25,000	132,711	6,732	164,443	6,783,540	13,387	222,199	7,183,570

(a) For dates of balance sheets see page 486. (b) Includes provision for contingencies. (c) Total reserve funds.
(d) Excludes Savings Bank Division of the Rural and Industries Bank of Western Australia. (e) Includes *Credit Foncier* Department.

SAVINGS BANKS: ASSETS(a), 1969 AND 1970
(\$'000)

Bank	Coin, bullion, notes and deposits with Reserve Bank	Deposits in Australia with trading banks	Australian public securities		Local and semi- government authorities	Other securities
			Commonwealth and States Treasury bills and notes	Other securities		
1970—						
Commonwealth Savings Bank of Australia	294,890	38,410	6,664	1,217,134	458,365	601
State savings banks(d)—						
The State Savings Bank of Victoria(e)	83,167	21,519	..	247,762	398,564	..
The Savings Bank of South Australia	14,768	23 117	..	138,858	89,107	..
Trustee savings banks—						
The Hobart Savings Bank	992	3,409	..	9,552	25,491	..
Launceston Bank for Savings	197	3,129	..	11,810	17,525	..
Private savings banks—						
Australia and New Zealand Savings Bank Ltd	21,650	6,625	28,588	119,417	140,569	12,478
The Bank of Adelaide Savings Bank Ltd	3,900	407	..	6,550	13,168	..
Bank of New South Wales Savings Bank Ltd	76,100	27,441	27,606	224,751	324,916	3,027
The Commercial Savings Bank of Australia Ltd	19,200	6,776	700	30,053	79,535	400
C.B.C. Savings Bank Ltd	27,900	10,235	..	96,915	68,834	..
E.S. & A. Savings Bank Ltd	18,255	2,842	1,350	43,031	64,793	..
The National Bank Savings Bank Ltd	24,100	6,896	9,800	86,814	111,017	..
Total, all savings banks(d), 1970	585,119	150,807	74,708	2,232,647	1,791,884	16,506
Total, all savings banks(d), 1969	553,467	168,686	61,012	2,246,616	1,649,893	14,716

Bank	Loans to authorised dealers in short-term money market	Cheques and bills of, and balances with and due from other banks(b)	Loans(c) advances and bills discounted	Bank premises furniture and sites	Bills receivable and re- mitances in transit	All other assets	Total
1970—							
Commonwealth Savings Bank of Australia	..	143,815	849,017	55,486	435	31,470	3,096,289
State savings banks(d)—							
The State Savings Bank of Victoria(e)	10,390	6,933	461,107	17,400	..	17,024	1,263,865
The Savings Bank of South Australia	5,200	..	166,587	8,081	(f)	4,688	450,407
Trustee savings banks—							
The Hobart Savings Bank	2,385	130	13,417	1,124	9	1,033	57,540
Launceston Bank for Savings	1,750	56	16,128	988	..	979	52,561
Private savings banks—							
Australia and New Zealand Savings Bank Ltd	22,900	1,985	164,111	..	..	4,093	522,415
The Bank of Adelaide Savings Bank Ltd	3,550	200	13,003	480	..	417	41,675
Bank of New South Wales Savings Bank Ltd	..	11,698	331,551	10,660	..	10,742	1,048,492
The Commercial Savings Bank of Australia Ltd	1,500	500	66,912	524	..	1,870	207,971
C.B.C. Savings Bank Ltd	..	800	84,746	1,425	..	1,160	292,015
E.S. & A. Savings Bank Ltd	4,400	750	68,444	2,068	..	2,025	207,959
The National Bank Savings Bank Ltd	2,000	900	102,226	..	..	2,799	346,552
Total, all savings banks(d), 1970	54,075	167,766	2,337,250	98,237	444	78,300	7,587,741
Total, all savings banks(d), 1969	40,110	9,664	2,270,490	90,504	2,015	76,398	7,183,570

(a) For date of balance sheets see page 486. (b) Including deposits with and loans to specified banks other than Trading Banks. (c) Other than loans to authorised dealers in the short-term money market. (d) Excludes Savings Bank Division of the Rural and Industries Bank of Western Australia. (e) Includes Credit Foncier Department. (f) Not available. Included in All other assets.

**SAVINGS BANKS: PROFIT AND LOSS, APPROPRIATION OF PROFITS(a) AND
DIVIDENDS, 1969 AND 1970**
(\$'000)

Bank	Profit and loss			Profits appropriated to—					
	Net earnings (b)	Ex-penses (c)	Income land and other taxes and payments in lieu of taxes	Net profit	Reserve funds (d)	Writing-off bank premises	Other appropriations	Dividends(e) Paid and proposed	Rates per annum per cent
1970—									
Commonwealth Savings Bank of Australia	59,470	52,986	788	5,696	1,512	1,471	(f)2,713	..	..
State savings banks(g)—									
The State Savings Bank of Victoria(h)	26,285	23,698	n.a.	2,587	1,918	300	300	..	..
The Savings Bank of South Australia	7,109	6,608	n.a.	501	500	(i)	..	..	..
Trustee savings banks—									
The Hobart Savings Bank Launceston Bank for Savings	978	757	36	184	135	44	5	..	..
Private savings banks—									
Australia and New Zealand Savings Bank Ltd	10,833	8,320	1,215	1,297	1,600	..	..	..	..
The Bank of Adelaide Savings Bank Ltd	1,027	558	172	298	200	..	..	100	10
Bank of New South Wales Savings Bank Ltd	22,400	15,315	3,275	3,809	1,000	..	..	2,000	14.2857
The Commercial Savings Bank of Australia Ltd	4,101	2,366	882	853	450	20	..	375	12.5
C.B.C. Savings Bank Ltd	5,617	3,576	917	1,124	700	..	..	400	10
E.S. & A. Savings Bank Ltd	4,287	2,438	1,072	777	800	..	..	..	..
The National Bank Savings Bank Ltd	6,575	4,063	1,221	1,291	1,000	..	..	300	15
Total, all savings banks(g), 1970	149,606	121,448	9,597	18,561	9,865	1,880	3,042	3,175	..
Total, all savings banks(g), 1969	131,167	108,509	7,680	14,979	7,036	2,010	2,255	3,400	..

(a) For balance dates see page 486. (b) Discount and interest earned, net exchange, commissions and other items (including transfers from contingencies accounts), after deducting interest paid and accrued on deposits, rebate on bills current at balance date, amounts written off assets, and losses on realisation of assets and transfers to the credit of contingencies accounts (out of which accounts provisions for all bad and doubtful debts have been made). (c) Includes directors' fees. (d) Excludes accumulated profits and profit and loss accounts. (e) Dividends paid or payable out of profits earned during year. (f) Provisions for settlements under Savings Bank Amalgamation Agreements, \$1,201,595 and Commonwealth of Australia, \$1,511,842. (g) Excludes Savings Bank Division of the Rural and Industries Bank of Western Australia. (h) Includes Credit Foncier Department. (i) Included in expenses.

**SAVINGS BANKS: ASSETS WITHIN AUSTRALIA(a), END OF JUNE
1969 AND 1970**
(\$ million)

	June 1969	June 1970 (b)
Coin, bullion and Australian notes	16.6	17.5
Deposits with Reserve Bank	536.0	612.9
Deposits in Australia with trading banks	152.7	135.1
Australian public securities—		
Commonwealth and States (including Treasury bills and Treasury notes)	2,300.6	2,261.4
Local government and semi-government authorities	1,651.7	1,800.9
Other securities	9.4	17.5
Loans to authorised dealers in the short-term money market	31.2	37.1
Cheques and bills of other banks and balances with and due from other banks	1.5	154.0
Loans, advances and bills discounted—		
Housing	1,961.5	2,144.2
Other	301.9	195.6
Bank premises, furniture and sites	92.2	99.4
Bills receivable and all other assets	24.9	28.2
Total	7,080.2	7,503.8

(a) Includes assets in Papua, New Guinea and other external Territories. Excludes inter-branch accounts and contingencies. (b) From May 1970, deposits with and loans to prescribed banks other than trading banks were transferred from 'other loans advances and bills discounted' to 'cheques and bills of other banks and balances with and due from other banks'.

SAVINGS BANKS: BUSINESS TRANSACTED IN AUSTRALIA, 1968-69 AND 1969-70

State or Territory	1968-69				1969-70					
	Number of operative accounts at end of year '000	Deposits (a) \$m	Withdrawals (a) \$m	Interest added \$m	Depositors' balances at end of year \$m	Number of operative accounts at end of year '000	Deposits (a) \$m	Withdrawals (a) \$m	Interest added \$m	Depositors' balances at end of year \$m
New South Wales	5,042	3,040.2	2,959.0	75.4	2,282.4	5,279	3,394.0	3,357.1	81.5	2,400.8
Victoria	4,452	3,352.8	3,261.7	67.7	2,244.3	4,694	3,810.2	3,741.2	73.5	2,386.8
Queensland	1,907	1,072.8	1,037.9	27.1	819.0	2,011	1,247.1	1,220.2	29.6	875.6
South Australia	1,472	941.6	917.5	24.0	691.8	1,546	1,087.8	1,072.8	26.3	733.1
Western Australia	1,036	663.7	637.3	13.0	413.0	1,096	719.3	714.7	14.3	431.9
Tasmania	451	217.5	211.8	6.5	190.0	466	244.4	241.8	7.1	199.8
Northern Territory	52	36.2	33.7	0.5	17.4	61	49.6	46.3	0.6	21.3
Australian Capital Territory	122	99.0	95.1	1.5	49.1	138	119.3	114.8	1.8	55.4
Australia	14,534	9,423.8	9,154.1	215.8	6,707.1	15,291	10,671.9	10,508.9	234.6	7,104.7

(a) Includes inter-branch transfers.

SAVINGS BANKS: DEPOSITORS' BALANCES PER HEAD OF POPULATION IN AUSTRALIA, JUNE 1966 TO 1970

(\$)

End of June—	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	N.T.	A.C.T.	Aust.
1966	431.29	542.19	380.84	510.38	345.32	399.53	187.34	328.54	452.92
1967	460.73	588.42	411.39	544.47	377.48	443.93	210.80	367.00	488.11
1968	485.10	627.42	437.07	572.21	410.86	465.48	226.16	387.48	517.13
1969	509.99	663.07	463.38	604.82	436.83	489.22	255.67	402.67	545.50
1970	525.70	693.05	486.63	629.41	440.84	509.08	299.52	416.51	566.05

SCHOOL SAVINGS BANKS: AUSTRALIA, JUNE 1966 TO 1970

End of June—	Number of school agencies	Number of operative accounts	Depositors' balances	Average balance per operative account
1966	9,999	1,390	\$'000	\$
1967	10,301	1,445	23,313	16.77
1968	10,400	1,516	24,815	17.18
1969	10,957	1,584	26,482	17.47
1970	11,042	1,600	28,476	17.98
			28,079	17.55

**SAVINGS BANKS: HOUSING FINANCE TRANSACTIONS WITHIN AUSTRALIA
HOUSING LOANS APPROVED TO INDIVIDUALS, 1969-70**

<i>State or Territory</i>	<i>Dwellings not previously occupied</i>		<i>Dwellings previously occupied</i>		<i>Alterations and additions</i>	<i>Total housing loans approved to individuals</i>
	<i>Number(a)</i>	<i>\$'000(b)</i>	<i>Number(a)</i>	<i>\$'000(b)</i>		
New South Wales	5,977	45,027	13,001	92,628	2,880	140,535
Victoria	11,283	95,724	11,933	92,309	2,046	190,079
Queensland	3,709	27,699	3,807	23,943	970	52,612
South Australia(c)	2,343	18,369	3,846	27,153	642	46,164
Western Australia	1,578	12,599	1,906	13,695	906	27,200
Tasmania	444	3,357	865	5,542	289	9,188
Australian Capital Territory	219	1,474	211	1,885	45	3,404
Total	25,553	204,249	35,569	257,155	7,778	469,182

(a) Number of dwelling units for which first mortgage loans approved. (b) Includes second mortgage finance to complete original purchase or construction. (c) Includes Northern Territory.

**SAVINGS BANKS: HOUSING FINANCE TRANSACTIONS WITHIN AUSTRALIA
CANCELLATIONS, UNDRAWN COMMITMENTS AND LOANS OUTSTANDING, 1969-70**

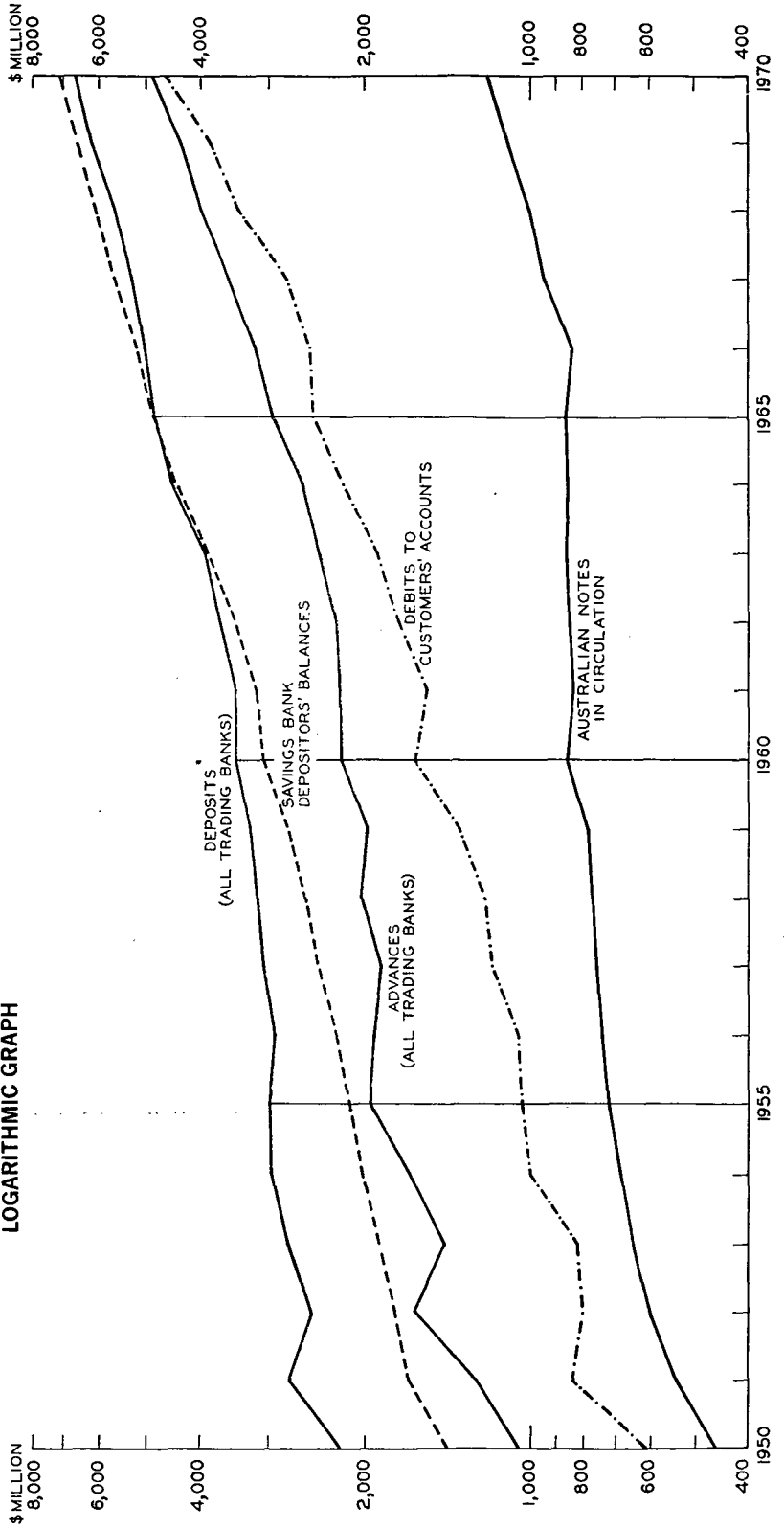
<i>State or Territory</i>	<i>Loans approved to individuals</i>			<i>Balances outstanding on housing loans to—</i>	
	<i>Cancellations of loans previously approved(a)</i>	<i>\$'000(c)</i>	<i>Undrawn commitments at end of year</i>	<i>Building societies</i>	
				<i>Individuals</i>	<i>Building societies</i>
	<i>Number(b)</i>	<i>\$'000(c)</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
New South Wales	1,895	13,431	41,366	524,010	129,647
Victoria	837	7,144	46,910	748,483	83,132
Queensland	387	2,596	9,975	196,498	19,470
South Australia(d)	278	1,818	7,322	254,401	..
Western Australia	122	846	5,755	120,144	10,127
Tasmania	78	525	2,353	45,487	2,127
Australian Capital Territory	18	91	729	9,258	815
Total	3,615	26,451	114,410	(e)1,898,281	245,318

(a) Includes amounts cancelled as a result of periodic examinations by banks of undrawn commitments. (b) Number of dwelling units for which first mortgage loans approved. (c) Includes second mortgage finance to complete original purchase or construction. (d) Includes Northern Territory. (e) Includes interest debited to loan accounts, \$106,888,000.

BANKING: AUSTRALIA

1950 TO 1970

LOGARITHMIC GRAPH



* EXCLUDES COMMONWEALTH AND STATE GOVERNMENTS

Development banks

Commonwealth Development Bank of Australia

The Commonwealth Development Bank of Australia was established by the *Commonwealth Banks Act 1959* and commenced operations on 14 January 1960. It was formed basically from an amalgamation of the Mortgage Bank and Industrial Finance Departments of the Commonwealth Bank. Under the Act the Bank is authorised to provide assistance for the development of worthwhile enterprises in the fields of primary and secondary industries, which would otherwise be unable to obtain the necessary finance on reasonable and suitable terms and conditions. The Commonwealth Development Bank is managed by a General Manager under the Managing Director of the Commonwealth Banking Corporation, and its policy is determined by the Board of that Corporation. The capital of the Development Bank consists of the capital of the Mortgage Bank and Industrial Finance Departments of the Commonwealth Bank immediately prior to 14 January 1960, \$10 million provided by the Reserve Bank, \$20 million appropriated from the Consolidated Revenue Fund in 1961-62 by the *Commonwealth Banks Act 1961* and the *Commonwealth Banks Act 1962*, \$10 million appropriated in 1963-64 by the *Commonwealth Banks Act 1963*, and such other sums as are provided from the Commonwealth Development Bank Reserve Fund. The net profits of the Bank are paid to the Commonwealth Development Bank Reserve Fund, which at 30 June 1970 stood at \$29.3 million. Net profits in 1968-69 and 1969-70 amounted to \$1.9 million and \$2.1 million respectively.

COMMONWEALTH DEVELOPMENT BANK OF AUSTRALIA: LIABILITIES
30 JUNE 1966 TO 1970
(\$ million)

30 June—	Capital	Reserve fund	Balances due to other banks	Deposits, bills payable, all other liabilities	Total
1966 . . .	61.7	21.2	65.9	27.8	176.6
1967 . . .	61.7	23.2	91.3	30.0	206.1
1968 . . .	61.7	25.2	112.8	32.3	232.0
1969 . . .	61.7	27.2	131.3	34.7	254.9
1970 . . .	61.7	29.3	142.2	36.7	269.8

COMMONWEALTH DEVELOPMENT BANK OF AUSTRALIA: ASSETS
30 JUNE 1966 TO 1970
(\$ million)

30 June—	Coin, bullion, notes and cash at bankers	Australian public securities (incl. Treasury bills)	Other securities	Loans to authorised dealers in short-term money market	Cheques and bills of other banks	Loans, advances, and bills discounted	All other assets	Total
1966 . . .	0.5	1.2	0.3	0.4	1.1	172.6	0.6	176.6
1967 . . .	0.3	1.2	0.3	0.5	1.2	202.0	0.6	206.1
1968 . . .	0.5	1.2	0.3	0.4	1.4	227.5	0.8	232.0
1969 . . .	0.8	1.2	0.2	..	1.5	250.2	0.9	254.9
1970 . . .	0.8	0.8	0.3	..	1.7	265.3	1.0	269.8

Australian Resources Development Bank Limited

The Australian Resources Development Bank Limited was established in 1967 with equity capital of \$3 million subscribed by the major trading banks. It was given the status of a bank by the *Banking Act* 1967 and opened for business on 29 March 1968. The main object of the Australian Resources Development Bank is to assist Australian enterprises to participate more fully in the development of Australia's natural resources. It provides finance to enterprises engaged in major developmental projects by direct loans, investing in equity capital or by refinancing loans made by trading banks acting individually or as a group. The Australian Resources Development Bank obtains funds by accepting deposits and by borrowing on the Australian and overseas capital markets.

AUSTRALIAN RESOURCES DEVELOPMENT BANK LIMITED: LIABILITIES
30 SEPTEMBER 1968 TO 1970
(\$ million)

30 September—	Capital	Reserve fund	Balances due to other banks	Deposits, bills payable, all other liabilities	Total
1968 . . .	3.0	..	2.3	28.2	33.4
1969 . . .	3.0	0.3	15.4	73.2	91.9
1970 . . .	3.0	0.5	27.7	163.6	194.8

AUSTRALIAN RESOURCES DEVELOPMENT BANK LIMITED: ASSETS
30 SEPTEMBER 1968 TO 1970
(\$ million)

30 September—	Coin, bullion, notes and cash at bankers	Australian public securities (incl. Treasury bills)	Other securities	Loans to authorised dealers in short-term money market	Cheques and bills of other banks	Loans, advances, and bills discounted	All other assets	Total
1968 . . .	1.2	0.5	..	0.5	24.3	6.8	0.2	33.4
1969 . . .	0.3	0.2	..	0.1	89.8	1.0	0.4	91.9
1970 . . .	..	0.2	..	3.0	187.3	3.1	1.1	194.8

INSURANCE**Legislation**

Section 51 of the Commonwealth Constitution confers the necessary powers on the Commonwealth Parliament to legislate with respect to 'insurance other than State insurance; also State insurance extending beyond the limits of the State concerned'. Commonwealth legislation includes the *Marine Insurance Act* 1909-1966 defining the limits of marine insurance and regulating the terms of contracts, etc., the *Insurance Act* 1932-1966 requiring the lodgment of deposits by insurance companies, and the *Life Insurance Act* 1945-1965 generally regulating life insurance business in Australia. The *Marine Insurance Act* 1909-1966 and the *Insurance Act* 1932-1966 have limited application, and except for life insurance business, which is regulated by the *Life Insurance Act* 1945-1965, insurance business is conducted almost entirely under State laws.

Insurance Act 1932-1966

Companies, persons or associations of persons carrying on insurance business in Australia or in any Territory of Australia are required to lodge a deposit with the Commonwealth Treasurer. Money deposited is invested by the Treasurer in prescribed securities selected by the depositor, and all interest is paid to depositors. Deposits remain as security against liability to policy holders, and are available to satisfy judgments obtained in respect of policies. Deposits held by States on 1 February 1932 could, however, remain with the States subject to the conditions embodied in the laws of the States, and depositors to the extent of the value of these deposits were exempt from liability to make deposits under the Commonwealth Act.

The following are not regarded as insurance business under the Act: staff superannuation schemes; schemes of religious organisations solely for insurance of their property; friendly society, union and association schemes involving superannuation or insurance benefits to employees.

This Act does not apply to State insurance within the limits of the State concerned, and under the *Life Insurance Act 1945-1965* ceased to apply to life insurance business.

Life Insurance Act 1945-1965

The objects of this Act are: (a) to replace all State legislation on the subject of life insurance, except that relating to the life insurance operations of State Government insurance offices within the State concerned, and to provide uniform legislation for the whole of Australia; (b) to appoint an Insurance Commissioner to exercise active supervision of the activities of life insurance companies, with a view to securing the greatest possible protection for policy holders; (c) to set up adequate machinery for dealing with any company that fails to maintain a required minimum standard of solvency. The Act came into operation on 20 June 1946. A summary of the provisions of the Act is given in Year Book No. 37, pages 595-7. The Insurance Commissioner issues an annual report which contains detailed information on the operations of life insurance companies.

Deposits under Insurance Acts

Deposits lodged under the Insurance Acts at 30 June 1970 totalled \$38.1 million, comprising \$4.7 million held by the Commonwealth in respect of life insurance, and \$33.4 million held by the Commonwealth in respect of other forms of insurance. The deposits consisted of Commonwealth Government securities \$22.1 million, United Kingdom Government securities \$2.3 million, fixed deposits \$0.6 million, bank guarantees and undertakings \$9.3 million, corporation debentures and stock \$0.9 million, and titles and mortgages \$2.8 million.

Life insurance

Since 1947, returns lodged under the *Life Insurance Act 1945-1965* have been used to compile life insurance statistics. The statistics included in the following tables relate to the Australian and overseas business of companies with head offices in Australia together with the Australian business of companies with head offices overseas. Unless otherwise stated, life insurance business in Australia excludes life insurance business in Papua and New Guinea. The information shown has been compiled from returns of life insurance business submitted in the financial years which ended during the year stated.

Offices transacting business

The number of offices which transacted life insurance business in Australia during 1969 was 48, including 2 State Government institutions which conduct life insurance business only in their own States. Of the remaining 46 offices, 33 were companies incorporated outside Australia or were subsidiaries of such companies. Nine companies, including 4 incorporated outside Australia, were mutual companies. All companies conducted ordinary business and 44 conducted superannuation business. Industrial business was conducted by 12 companies, 11 of which also conducted superannuation business.

LIFE INSURANCE: SUMMARY, AUSTRALIA, 1965 TO 1969

Year	Insurance and endowment policies			Annuity policies	
	Number of policies	Sum insured (\$ million)	Annual premiums (\$ million)	Number of policies	Annuities per annum (\$ million)
ORDINARY BUSINESS					
New policies issued—					
1965(a)	370,300	1,650.8	37.9	102	0.1
1966(a)	380,276	1,816.9	40.4	75	0.1
1967(a)	409,403	2,102.5	47.3	85	0.1
1968(a)	436,928	2,606.6	59.1	95	0.1
1969	464,062	3,088.4	65.7	109	0.1
Policies discontinued or reduced(b)—					
1965(a)	233,122	579.7	14.4	224	0.1
1966(a)	250,789	651.4	16.1	149	0.1
1967(a)	246,139	709.4	17.4	210	0.1
1968(a)	258,639	799.7	18.2	186	0.1
1969	248,906	974.3	20.3	181	0.1
Policies existing at end of—					
1965(a)	4,058,813	10,457.6	275.0	2,467	1.0
1966(a)	4,188,300	11,623.0	299.3	2,393	1.0
1967(a)	4,351,564	13,016.1	329.2	2,268	1.0
1968(a)	4,529,853	14,823.0	370.1	2,177	1.1
1969	4,676,164	16,806.1	411.7	2,065	1.3
INDUSTRIAL BUSINESS					
New policies issued—					
1965(a)	130,249	120.3	4.8	..	..
1966(a)	132,246	130.3	5.1	..	..
1967(a)	136,764	140.4	5.5	..	..
1968(a)	132,504	145.7	5.8	..	..
1969	139,360	165.0	6.5	..	..
Policies discontinued or reduced(b)—					
1965(a)	226,080	72.6	3.3	..	..
1966(a)	243,759	82.7	3.7	..	..
1967(a)	177,219	77.7	3.3	..	..
1968(a)	174,576	86.3	3.7	..	..
1969	169,893	91.1	3.8	..	..
Policies existing at end of—					
1965(a)	2,755,146	870.9	36.7	..	..
1966(a)	2,643,633	918.5	38.1	..	..
1967(a)	2,603,178	981.2	40.3	..	..
1968(a)	2,561,106	1,040.6	42.4	..	..
1969	2,530,386	1,114.4	45.1	..	..
SUPERANNUATION BUSINESS					
New policies issued—					
1965(a)	88,798	906.8	23.0	65	6.4
1966(a)	105,455	929.4	26.5	57	3.8
1967(a)	88,478	1,053.3	29.4	81	8.6
1968(a)	89,085	1,328.1	33.1	83	6.3
1969	94,771	1,591.6	41.7	64	5.0
Policies discontinued or reduced(b)—					
1965(a)	60,143	401.9	8.9	192	9.6
1966(a)	66,716	401.6	10.0	45	4.0
1967(a)	73,319	434.7	11.3	44	3.1
1968(a)	67,338	539.8	14.3	60	7.0
1969	114,664	709.1	17.7	43	7.8
Policies existing at end of—					
1965(a)	645,837	3,599.1	100.4	853	23.5
1966(a)	684,576	4,126.9	117.2	868	23.3
1967(a)	699,735	4,745.4	135.3	905	28.8
1968(a)	721,482	5,533.7	154.2	928	28.1
1969	752,302	6,439.2	179.2	950	25.4

(a) Includes life insurance business in Papua and New Guinea. (b) Includes policies matured, surrendered, forfeited, transferred to overseas registers, converted to other classes of business, etc.

**LIFE INSURANCE: POLICIES EXISTING IN AUSTRALIA, STATES
AND TERRITORIES, 1969**

State or Territory(a)	Insurance and endowment policies				Annuity policies		
	Number of policies	Sum insured (\$'000)	Bonus additions (\$'000)	Annual premiums (\$'000)	Number of policies	Annuities per annum (\$'000)	Annual premiums (\$'000)
ORDINARY BUSINESS							
New South Wales	1,382,614	4,621,151	534,265	120,336	717	434	4
Victoria . . .	1,215,130	4,485,109	492,069	111,092	709	484	3
Queensland . .	800,475	2,519,968	311,619	59,323	144	55	..
South Australia .	523,417	1,588,831	171,107	41,321	195	70	1
Western Australia	385,526	1,394,642	138,177	33,739	126	53	2
Tasmania . . .	155,925	511,649	58,346	12,732	44	21	2
Northern Territory	12,089	69,233	4,407	1,624	..	..	..
Australian Capital Territory .	200,988	1,615,478	103,347	31,547	130	137	1
Australia . . .	4,676,164	16,806,060	1,813,336	411,715	2,065	1,253	13
INDUSTRIAL BUSINESS							
New South Wales	949,906	430,227	40,543	17,390	..	..	..
Victoria . . .	743,268	329,395	31,307	13,057	..	..	..
Queensland . .	336,471	143,783	13,111	6,039	..	..	..
South Australia .	(b)257,049	(b)101,077	(b)9,326	(b)4,163	..	..	..
Western Australia	168,991	75,605	7,031	3,106	..	..	..
Tasmania . . .	54,613	23,253	2,170	922	..	..	..
Northern Territory	(b)	(b)	(b)	(b)	..	..	..
Australian Capital Territory .	20,088	11,084	1,056	453	..	..	..
Australia . . .	2,530,386	1,114,424	104,544	45,130	..	..	..
SUPERANNUATION BUSINESS							
New South Wales	317,186	621,323	64,019	20,071	124	2,475	730
Victoria . . .	121,010	2,114,374	92,778	52,951	595	3,536	1,843
Queensland . .	77,063	407,451	29,198	12,936	12	5	..
South Australia .	48,885	341,571	30,033	11,588	34	30	5
Western Australia	41,843	257,276	20,384	8,613	20	1,340	124
Tasmania . . .	13,930	132,037	12,564	4,255	24	41	6
Northern Territory	432	4,995	236	164	..	..	..
Australian Capital Territory .	131,953	2,560,191	81,215	68,604	141	17,931	5,680
Australia . . .	752,302	6,439,218	330,426	179,181	950	25,357	8,387

(a) Location of register of policies.
for South Australia.

(b) Industrial business for Northern Territory is included in industrial business

LIFE INSURANCE: AUSTRALIA

1950 TO 1969

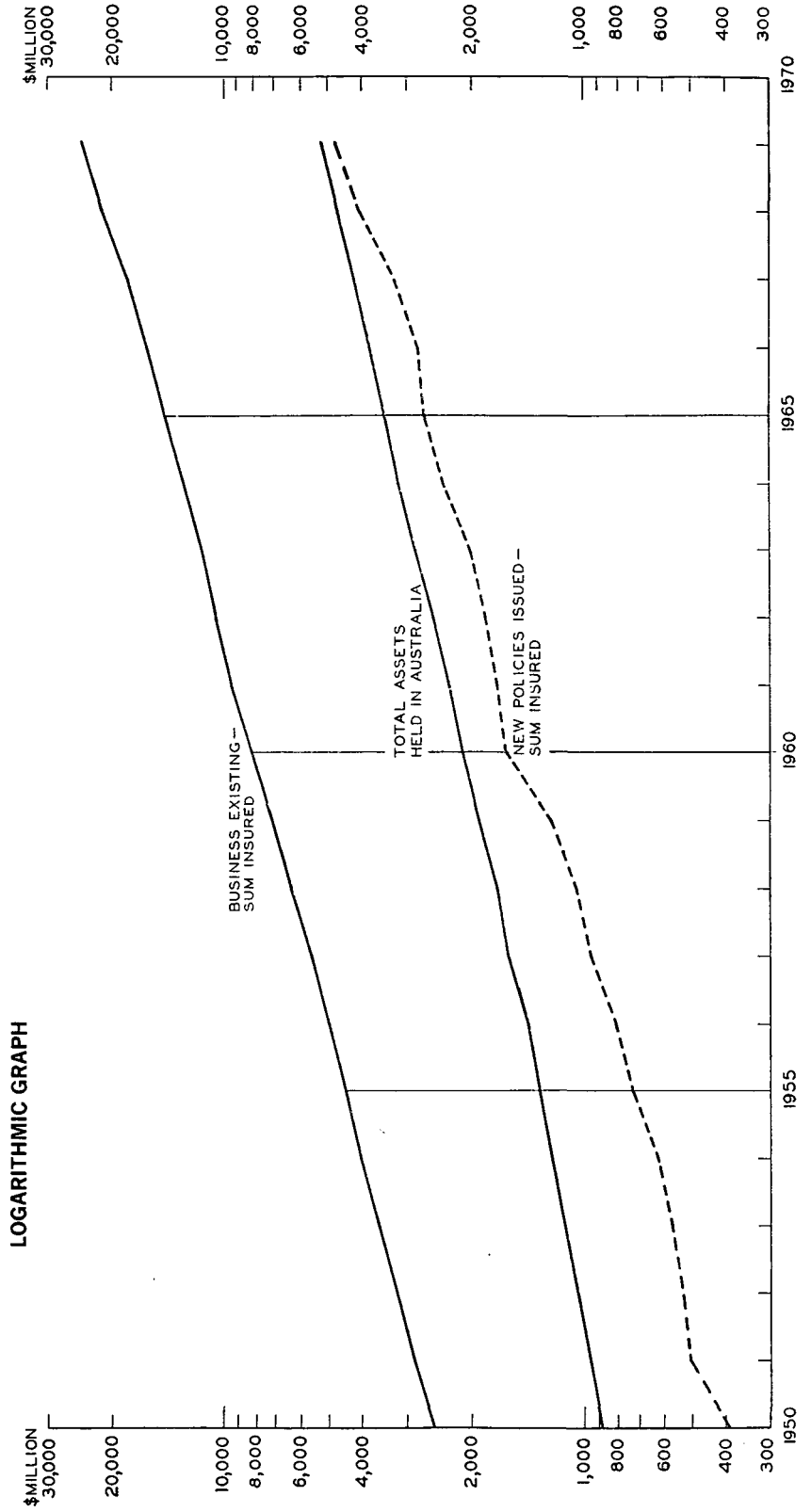


PLATE 32

**LIFE INSURANCE: POLICIES DISCONTINUED OR REDUCED IN AUSTRALIA
BY CAUSE OF DISCONTINUANCE OR REDUCTION, 1965 TO 1969(a)(b)**

Year	Events provided for in policy							Total
	Death	Maturity	Other (including expiry)	Sur- render	For- feiture	Transfer	Other causes	
ORDINARY BUSINESS								
Number of policies—								
1965(c)	19,857	58,754	2,093	99,413	62,085	-769	-8,311	233,122
1966(c)	20,297	62,970	9,233	97,514	66,096	-781	-4,539	250,789
1967(c)	20,886	68,425	3,127	97,985	62,126	-1,104	-5,306	246,139
1968(c)	22,532	70,339	2,903	104,415	60,504	-1,967	-87	258,639
1969	21,957	69,445	3,577	107,713	55,885	-2,385	-7,286	248,906
Sum insured (\$'000)—								
1965(c)	33,962	35,680	57,038	275,498	236,586	-2,837	-56,267	579,660
1966(c)	37,241	40,093	64,377	242,970	277,012	-2,367	-7,961	651,365
1967(c)	39,817	49,248	83,020	272,396	273,629	-4,474	-4,235	709,402
1968(c)	46,144	52,568	92,477	309,793	315,594	-6,543	-10,340	799,694
1969	48,298	55,046	165,033	425,186	291,956	-9,737	-1,503	974,278
INDUSTRIAL BUSINESS								
Number of policies—								
1965(c)	12,580	117,056	2,276	62,650	31,570	33	-85	226,080
1966(c)	12,417	135,249	1,045	63,121	31,821	105	1	243,759
1967(c)	12,368	67,134	3,806	62,421	31,602	63	-175	177,219
1968(c)	12,689	58,945	7,370	61,374	34,460	-255	-7	174,576
1969	11,947	67,716	..	55,481	34,861	-133	21	169,893
Sum insured (\$'000)—								
1965(c)	2,331	14,628	384	24,222	31,086	12	-43	72,618
1966(c)	2,474	17,616	179	27,646	34,730	72	4	82,720
1967(c)	2,601	9,237	744	27,537	37,527	45	-5	77,688
1968(c)	2,843	8,640	1,524	31,937	41,457	-96	9	86,314
1969	2,800	10,760	..	32,307	45,247	-22	1	91,095
SUPERANNUATION BUSINESS								
Number of policies—								
1965(c)	2,934	7,743	136	35,231	1,853	-5	12,251	60,143
1966(c)	3,255	7,140	615	34,878	1,485	8	19,335	66,716
1967(c)	3,793	7,428	983	38,421	1,542	3	21,150	73,319
1968(c)	3,390	7,806	103	36,881	1,447	-11	17,722	67,338
1969	3,881	8,381	185	48,870	1,471	9	51,867	114,664
Sum insured (\$'000)—								
1965(c)	11,408	10,106	58,400	222,612	16,427	-28	82,977	401,902
1966(c)	13,208	10,544	30,506	232,595	14,597	-19	100,164	401,595
1967(c)	15,256	14,189	29,425	258,790	18,517	38	98,513	434,727
1968(c)	16,659	17,330	44,596	341,571	22,172	-92	97,566	539,802
1969	19,058	18,639	53,617	430,440	19,024	-31	168,389	709,136

(a) Excludes annuities. (b) See footnote (b) on page 496. (c) Includes life insurance business in Papua and New Guinea.

Minus sign (-) denotes an increase in existing business due to an excess of transfers from overseas registers to Australian registers, or conversions from other classes of business over discontinuances.

LIFE INSURANCE: REVENUE FROM PREMIUMS, AUSTRALIA, 1965 TO 1969
(\$'000)

Year	Ordinary business		Industrial business	Superannuation business		Total, all business combined
	Insurance and endowment premiums	Consideration for annuities	Insurance and endowment premiums	Insurance and endowment premiums	Consideration for annuities	
1965(a)	273,060	726	35,404	106,964	9,007	425,161
1966(a)	298,246	485	36,800	121,654	9,558	466,745
1967(a)	327,258	606	38,564	142,566	9,495	518,489
1968(a)	371,941	1,132	40,716	165,530	9,893	589,212
1969	415,629	1,293	42,968	186,856	9,768	656,514

(a) Includes life insurance business in Papua and New Guinea.

LIFE INSURANCE: PAYMENTS TO POLICY-HOLDERS, AUSTRALIA
1965 TO 1969
(\$'000)

Year	Claims	Surrenders	Annuities	Cash bonuses	Total
ORDINARY BUSINESS					
1965(a)	91,082	33,347	877	650	125,956
1966(a)	101,449	36,375	898	817	139,538
1967(a)	115,631	40,722	931	851	158,134
1968(a)	128,307	46,235	949	1,280	176,771
1969	139,781	53,526	977	1,338	195,622
INDUSTRIAL BUSINESS					
1965(a)	21,024	5,397	..	..	26,422
1966(a)	24,870	5,798	..	1	30,669
1967(a)	14,517	6,185	..	..	20,702
1968(a)	14,757	6,590	..	1	21,348
1969	15,909	6,614	..	1	22,525
SUPERANNUATION BUSINESS					
1965(a)	24,884	24,218	1,602	857	51,561
1966(a)	27,965	27,269	2,037	899	58,171
1967(a)	34,117	27,649	2,401	1,025	65,193
1968(a)	40,437	33,854	2,694	1,207	78,192
1969	45,333	42,374	3,143	1,003	91,833

(a) Includes life insurance business in Papua and New Guinea.

LIFE INSURANCE: TOTAL REVENUE, 1965 TO 1969
(*\$'000*)

<i>Australia and overseas</i>								
<i>Year</i>	<i>Insurance and endowment premiums</i>	<i>Con- sideration for annuities granted</i>	<i>Net interest dividends and rents</i>	<i>All other revenue</i>	<i>Total revenue</i>			
					<i>Australia (a)</i>	<i>Overseas</i>		
ORDINARY BUSINESS								
1965	385,424	11,662	172,379	18,095	407,905	179,655		
1966	421,072	15,110	193,661	20,705	450,285	200,264		
1967	445,631	10,483	206,809	20,042	493,627	189,342		
1968	491,446	10,794	225,001	43,544	572,737	198,047		
1969	545,681	10,730	250,938	39,431	635,488	211,294		
INDUSTRIAL BUSINESS								
1965	40,264	..	18,612	305	51,776	7,404		
1966	41,789	..	19,818	402	54,436	7,574		
1967	42,999	..	20,500	478	57,146	6,831		
1968	44,915	..	21,995	1,848	62,196	6,561		
1969	47,269	..	23,946	1,202	65,563	6,855		
SUPERANNUATION BUSINESS								
1965	115,352	10,316	41,761	4,405	158,690	13,143		
1966	131,721	11,033	48,219	4,412	179,483	15,904		
1967	151,245	10,674	54,940	3,582	207,083	13,359		
1968	174,697	11,141	63,180	12,706	247,003	14,721		
1969	197,456	11,237	71,974	13,913	278,294	16,284		

(a) Includes life insurance business in Papua and New Guinea.

LIFE INSURANCE: TOTAL EXPENDITURE, 1965 TO 1969
(*\$'000*)

<i>Australia and overseas</i>								
<i>Year</i>	<i>Claims and annuities paid</i>	<i>Surrenders</i>	<i>Cash bonuses paid to policy-holders</i>	<i>Com- mission</i>	<i>Other expenses of manage- ment</i>	<i>All other expendi- ture</i>	<i>Total expenditure</i>	
							<i>Australia (a)</i>	<i>Overseas</i>
ORDINARY BUSINESS								
1965	145,087	47,544	1,160	37,649	42,672	18,620	197,348	95,383
1966	161,708	51,273	1,699	41,134	47,228	19,968	218,721	104,287
1967	172,580	56,485	1,624	44,113	51,258	(b)137,105	240,693	222,472
1968	186,897	62,942	2,088	50,812	55,574	87,503	273,542	172,273
1969	202,122	74,582	2,260	59,152	62,856	29,663	309,235	121,400
INDUSTRIAL BUSINESS								
1965	25,078	6,001	..	5,740	6,809	2,645	39,736	6,536
1966	29,409	6,376	1	6,001	7,056	1,721	43,598	6,965
1967	16,851	6,795	..	6,255	7,211	(b)7,719	34,093	10,741
1968	16,445	7,211	1	6,383	7,224	5,629	35,852	7,042
1969	18,476	7,256	1	6,818	7,797	2,720	38,306	4,762
SUPERANNUATION BUSINESS								
1965	28,945	26,543	932	5,326	9,112	10,846	74,114	7,591
1966	33,116	30,456	985	5,383	11,069	13,086	85,629	8,464
1967	39,255	29,330	1,105	5,888	12,032	(b)25,702	93,401	19,914
1968	46,784	35,767	1,288	6,375	13,689	18,008	114,323	7,588
1969	51,483	45,719	1,088	6,936	14,826	26,830	138,032	8,850

(a) Includes life insurance business in Papua and New Guinea. Sterling devaluation on 18 November 1967.

(b) Includes adjustments which have resulted from

LIFE INSURANCE: LIABILITIES, AUSTRALIA AND OVERSEAS, 1969
(\$ million)

	<i>Life insurance business</i>	<i>Other classes of business</i>	<i>Total liabilities</i>
Shareholders' capital—			
Authorised . . . . .	..	66.6	66.6
<i>Less un-issued</i> . . . . .	..	37.0	37.0
<hr/>			
Subscribed capital . . . . .	..	29.6	29.6
<hr/>			
Paid-up—			
In money . . . . .	..	24.0	24.0
Otherwise than in money . . . . .	..	4.8	4.8
<hr/>			
Total, paid-up capital . . . . .	..	28.8	28.8
<hr/>			
Life insurance statutory funds—			
Ordinary business	4,577.2	..	4,577.2
Industrial business	437.4	..	437.4
Superannuation business	1,239.1	..	1,239.1
<hr/>			
Total, statutory funds	6,253.7	..	6,253.7
<hr/>			
Funds in respect of other classes of business . . . . .	..	31.3	31.3
General reserves	66.4	30.9	97.3
Profit and loss account balance . . . . .	..	3.5	3.5
<hr/>			
<i>Total, shareholders' capital, insurance funds and reserves</i>	6,320.1	94.6	6,414.6
<hr/>			
Other liabilities—			
Deposits	50.0	13.5	63.4
Staff provident and superannuation funds	2.1	2.2	4.3
Claims admitted or intimated but not paid	62.7	24.3	87.0
Premiums paid in advance and in suspense	7.0	..	7.0
Sundry creditors	43.4	3.7	47.1
Bank overdraft	45.1	0.6	45.8
Reserves and provisions for taxation	37.1	3.4	40.5
All other liabilities	5.2	12.9	18.1
<hr/>			
Grand total	6,572.8	155.2	6,728.0

LIFE INSURANCE(a): ASSETS HELD IN AUSTRALIA(b), 1965 TO 1969
(\$ million)

	1965	1966	1967	1968	1969
Freehold and leasehold property	320.3	388.2	434.7	501.0	636.6
Government and municipal securities	1,107.8	1,253.4	1,395.6	1,536.2	1,665.5
Other investments	898.2	958.3	1,073.4	1,241.3	1,408.7
Loans on mortgage	920.2	976.2	1,036.8	1,108.9	1,188.3
Loans on companies' policies	127.4	141.8	155.1	174.4	195.5
Other loans	44.3	43.8	44.2	54.1	57.8
All other assets	121.3	137.9	153.0	177.2	201.2
<hr/>					
Total	3,539.5	3,899.9	4,292.7	4,793.1	5,353.8

(a) Includes other classes of business.

(b) Includes Papua and New Guinea.

LIFE INSURANCE: ASSETS, AUSTRALIA AND OVERSEAS, 1969
(\$ million)

	Australia(a)			Australia and overseas		
	Life insurance business	Other classes of business	Total	Life insurance business	Other classes of business	Total
Fixed assets—						
Freehold and leasehold property, office premises	625.9	10.7	636.6	757.7	10.7	768.4
Furniture, etc.	7.4	0.9	8.3	8.9	0.9	9.8
<i>Total, fixed assets</i>	<i>633.3</i>	<i>11.6</i>	<i>644.9</i>	<i>766.6</i>	<i>11.6</i>	<i>778.2</i>
Loans—						
On mortgage	1,177.7	10.5	1,188.3	1,568.7	10.5	1,579.3
On policies of the company	195.5	..	195.5	249.8	..	249.8
Other loans	52.1	5.7	57.8	54.7	5.7	60.6
<i>Total, loans</i>	<i>1,425.3</i>	<i>16.3</i>	<i>1,441.7</i>	<i>1,873.3</i>	<i>16.3</i>	<i>1,889.7</i>
Investments—						
Government securities—						
Australia	1,207.9	8.2	1,216.1	1,224.7	8.2	1,232.9
Other	5.6	..	5.6	303.1	1.6	304.7
Securities of local and semi-government bodies	441.2	2.6	443.8	528.9	2.7	531.6
Other investments	1,328.3	80.3	1,408.7	1,669.3	81.0	1,750.4
<i>Total, investments</i>	<i>2,983.0</i>	<i>91.2</i>	<i>3,074.2</i>	<i>3,726.0</i>	<i>93.6</i>	<i>3,819.6</i>
Cash on deposit, current account and in hand	12.7	12.1	24.8	22.1	12.4	34.6
Other assets(b)	147.3	20.8	168.0	184.7	21.3	206.0
Grand total	5,201.7	152.1	5,353.8	6,572.8	155.2	6,728.0

(a) Includes Papua and New Guinea.

(b) Includes advances of premiums.

LIFE INSURANCE COMPANIES: NEW LOANS PAID OVER(a), BY CLASS OF SECURITY AND STATE OR TERRITORY, 1966 TO 1970
(\$'000)

	1966(b)	1967(b)	1968(b)	1969	1970
Class of security—					
Mortgage of real estate	132,638	136,139	161,651	187,498	156,848
Companies' policies	32,168	34,520	41,818	48,482	60,920
Other	3,032	3,390	6,485	8,049	12,040
State or Territory(c)—					
New South Wales	75,309	70,026	91,761	100,726	88,526
Victoria	48,896	56,752	58,754	68,576	68,587
Queensland	(d)13,513	(d)13,816	(d)18,523	24,672	24,119
South Australia(e)	12,096	12,851	14,477	17,492	16,456
Western Australia	11,162	15,380	19,157	23,965	22,341
Tasmania	4,899	3,768	5,491	6,418	6,081
Australian Capital Territory	1,962	1,457	1,790	2,178	3,698
Totals	(d)167,838	(d)174,050	(d)209,953	244,029	229,808

(a) Excludes advances of premiums. (b) Excludes new loans paid over by the two State Government offices. (c) State or Territory of location of mortgage, registration of policy or residence of borrower. (d) Includes Papua and New Guinea. (e) Includes Northern Territory.

Fire, marine and general insurance

The following statistics, which are in respect of the Australian business of companies operating in Australia and State Government insurance offices, conform to the following definitions and should be interpreted accordingly.

- (a) *Premiums* represent the full amount receivable in respect of policies issued or renewed in the year, less returns, rebates and bonuses paid or credited to policy-holders during the year. They are not adjusted to provide for premiums unearned at the end of the year and consequently the amounts differ from 'earned premium income' appropriate to the year. In recent years, as the volume of premiums receivable has been increasing, the figures shown in the tables are greater than the premiums earned by insurers.
- (b) *Claims* comprise payments made during the year, plus the estimated amount of outstanding claims at the end of the year, less the estimated amount of outstanding claims at the beginning of the year. Salvage and other amounts recoverable have been deducted.
- (c) *Contributions to fire brigades, commission and agents' charges, and expenses of management* are mainly charges paid during the year.
- (d) *Taxation* is mainly payments made during the year, and includes income tax, pay-roll tax, licence fees, stamp duty (where paid by the company), etc. Income tax paid during the year is based on the income of earlier years.

The figures relate to selected items of statistics and are not construable as 'Profit and Loss' statements or 'Revenue Accounts'.

During 1969-70 revenue from premiums amounted to \$895.3 million, and that from net interest on investments, etc. to \$59.3 million, a total of \$954.5 million. Expenditure on claims amounted to \$602.7 million, contributions to fire brigades \$22.4 million, commission and agents' charges \$78.1 million, expenses of management \$148.4 million, and taxation \$25.9 million, a total of \$877.5 million.

FIRE, MARINE AND GENERAL INSURANCE: PREMIUMS AND CLAIMS, BY PRINCIPAL CLASS OF RISK, AUSTRALIA, 1965-66 TO 1969-70 (\$'000)

<i>Class of risk</i>	1965-66	1966-67	1967-68	1968-69	1969-70
PREMIUMS (LESS RETURNS, REBATES AND BONUSES)					
Fire	85,167	91,144	97,985	106,045	115,332
Householders' comprehensive	37,233	41,747	47,581	54,619	63,036
Loss of profits	8,923	10,543	12,169	13,691	15,206
Hailstone(a)	3,639	7,805	4,375	7,455	5,242
Marine	24,317	26,473	28,899	34,059	40,317
Motor vehicle—					
Compulsory third party	81,319	90,003	97,883	127,593	147,819
Other	166,106	183,330	193,975	205,171	226,819
Workers' compensation(b)	138,412	144,444	142,964	149,197	164,574
Personal accident	19,576	22,908	25,327	28,465	32,080
Burglary	8,237	10,058	11,604	13,586	14,995
All other	36,707	43,051	51,419	59,713	69,845
Total	609,636	671,506	714,180	799,593	895,267
CLAIMS (LESS AMOUNTS RECOVERABLE)					
Fire	32,650	36,623	44,119	48,769	54,498
Householders' comprehensive	10,286	13,629	15,260	19,871	21,159
Loss of profits	3,154	2,948	3,840	5,397	4,488
Hailstone(a)	3,464	6,113	2,453	2,531	5,635
Marine	14,775	14,715	16,712	21,323	23,008
Motor vehicle—					
Compulsory third party	78,440	94,883	110,043	118,585	150,728
Other	118,292	124,581	133,709	148,810	172,031
Workers' compensation(b)	90,544	95,839	100,381	106,618	117,435
Personal accident	9,445	10,343	10,423	11,757	13,376
Burglary	6,486	7,885	7,187	7,460	8,121
All other	18,676	22,903	25,689	27,400	32,244
Total	386,211	430,462	469,815	518,521	602,724

(a) Hailstone insurance in Tasmania not separately available after 1965-66.

(b) Excludes workers' compensation insurance in coal-mining industry in New South Wales.

Export Payments Insurance Corporation

The Export Payments Insurance Corporation was established under the *Export Payments Insurance Corporation Act 1956* to provide exporters with insurance against risks associated with overseas trade which are not usually acceptable to commercial insurers, and to give certain guarantees in connection with that trade. The Corporation commenced business in 1957. Where the Corporation is not in a position to accept business on its commercial account it may be authorised under its statute to provide insurance facilities on the Commonwealth Government's account in the national interest.

EXPORT PAYMENTS INSURANCE CORPORATION: BUSINESS, 1965-66 TO 1969-70

		1965-66	1966-67	1967-68	1968-69	1969-70
Commercial business—						
Policies and guarantees	No.	559	613	692	746	809
Face value of policies current	\$'000	180,700	238,271	271,076	298,829	343,064
Maximum contingent liability	„	93,801	123,589	141,108	158,966	190,067
Premium income	„	463	598	651	730	861
Operating costs	„	259	348	388	426	516
Claims paid (gross)	„	325	446	854	388	353
Recoveries	„	83	111	591	263	212
Underwriting reserve	„	955	1,126	1,420	1,897	2,401
National interest and warehousing business—						
Policy holders	No.	4	4	3	1	2
Face value of policies current	\$'000	2,661	1,932	2,247	1,208	2,420
Maximum contingent liability	„	2,206	1,742	1,978	1,087	2,183
Overseas investment insurance—						
Policies	No.	..	15	29	41	56
Face value of policies	\$'000	..	4,699	12,097	19,813	19,505
Maximum contingent liability	„	..	4,229	10,887	17,832	17,555

PENSION AND SUPERANNUATION SCHEMES

Government, local government and semi-government pension and superannuation schemes

The Commonwealth and all State Governments have established pension and superannuation schemes for their employees. These schemes are operated through funds to which both the Governments and their employees make contributions. Employees of local government and semi-government authorities are covered either by the Commonwealth and State Government schemes or by a separate scheme of the authority which is operated either through a separately constituted fund or through a life insurance office.

Schemes operated through separately constituted funds

**GOVERNMENT, LOCAL GOVERNMENT AND SEMI-GOVERNMENT PENSION AND
SUPERANNUATION SCHEMES OPERATED THROUGH SEPARATELY
CONSTITUTED FUNDS, 1968-69**

	<i>Cwth</i>	<i>N.S.W.</i>	<i>Vic.</i>	<i>Qld</i>	<i>S.A.</i>	<i>W.A.</i>	<i>Tas.</i>	<i>Total</i>
Income—	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Contributions—								
Employees	50,471	25,425	23,758	4,708	4,165	3,603	1,985	114,116
Employing authorities	46,678	48,034	24,187	6,829	4,449	4,453	2,170	136,801
Interest, dividends and rent	25,813	27,701	17,375	4,106	3,368	2,238	1,452	82,052
Other income	145	2,089	1,426	16	6,326	59	76	10,138
Total income	123,107	103,249	66,746	15,659	18,308	10,354	5,683	343,106
Expenditure—								
Pensions	50,058	39,027	23,893	3,901	6,440	4,840	2,534	130,693
Lump sum payments—								
On retirement	5,451	4,296	8,468	298	277	547	273	19,610
On resignation(a)	6,900	7,648	3,552	706	522	403	445	20,175
Gratuities	2,564	832	50	..	..	..	..	3,446
Other expenditure	27	4,359	4,749	19	6,184	95	25	15,459
Total expenditure	65,000	56,161	40,712	4,925	13,423	5,885	3,277	189,384
Assets at end of year—								
Cash—								
Deposits with Treasury	381	95	97	42,750	522	314	..	44,159
Other deposits and cash	3,967	3,127	2,377	302	219	706	329	11,028
Commonwealth Government securities	107,268	2,015	13,149	..	13,531	106	6,288	142,357
Local and semi-government securities	281,017	315,496	211,220	40,244	26,119	33,389	13,335	920,821
Mortgages—								
Housing . . . . .	..	363	1,423	..	25,010	760	6,518	34,073
Other	85,820	40,326	3,340	..	..	306	285	130,077
Loans to building societies	166	30,345	999	1,127	..	440	..	33,076
Company shares, debentures and notes	864	92,416	12,962	..	42	1,127	35	107,446
Other assets	7,757	17,011	(b)79,204	27	836	5,377	450	110,663
Total assets	487,241	501,194	324,770	84,451	(c)66,279	42,525	27,241	1,533,700
Less Sundry creditors, etc.	868	16,287	1,284	139	17	216	199	19,010
Accumulated funds	486,373	484,907	323,486	84,312	(c)66,261	42,309	27,041	1,514,690
Contributors at end of year—	No.	No.	No.	No.	No.	No.	No.	No.
Males	225,230	134,365	95,677	21,568	24,021	19,330	9,861	564,658
Females . . . . .									20,491	7,538	3,109	3,468
Pensioners at end of year—								
Ex-employees—								
Males	18,636	21,205	10,993	1,767	3,268	3,086	1,141	60,096
Females	1,559	2,946	1,936	579	688	456	400	8,564
Widows	10,569	4,325	8,827	722	2,863	2,327	974	30,607
Children	3,439	830	1,354	231	235	220	185	6,494

(a) Includes refunds of contributions to continuing members. (b) Includes loans to employing authorities. (c) Includes assets of the Voluntary Savings Scheme of the State Superannuation Fund valued at \$6,042,242 on 30 June 1969.

Schemes operated through life insurance offices

**LOCAL GOVERNMENT AND SEMI-GOVERNMENT PENSION AND
SUPERANNUATION SCHEMES OPERATED THROUGH
LIFE INSURANCE OFFICES 1964-65 TO 1968-69**

	1964-65	1965-66	1966-67	1967-68	1968-69
Income—					
Contributions—					
Employees	\$'000	5,250	6,025	7,042	7,534
Employing authorities	\$'000	6,417	7,438	8,630	9,481
Contributors at end of year	No.	58,590	61,228	69,594	72,381
					75,255

Parliamentary pension and superannuation schemes

Pension and superannuation schemes have been established for members of the Commonwealth and State Parliaments. All the schemes are operated through funds to which the members of Parliament and the Commonwealth or State Governments contribute.

PARLIAMENTARY PENSION AND SUPERANNUATION SCHEMES, 1968-69

	<i>Cwlth(a)</i>	<i>N.S.W.</i>	<i>Vic.</i>	<i>Qld</i>	<i>S.A.</i>	<i>W.A.</i>	<i>Tas.</i>	<i>Total</i>
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income—								
Contributions—								
Members	199	76	90	48	27	51	39	530
Government	308	67	86	60	67	56	3	648
Interest and other income	112	38	32	76	35	31	2	326
<i>Total income</i>	<i>619</i>	<i>182</i>	<i>209</i>	<i>183</i>	<i>128</i>	<i>138</i>	<i>43</i>	<i>1,503</i>
Expenditure—								
Pension payments	403	146	198	68	70	93	68	1,046
Other	34	..	14	2	..	6	11	68
<i>Total expenditure</i>	<i>437</i>	<i>146</i>	<i>211</i>	<i>71</i>	<i>70</i>	<i>100</i>	<i>79</i>	<i>1,114</i>
Assets at end of year—								
Cash—								
Deposits with Treasury	42	55	..	8	7	11	..	124
Other deposits and cash . . . . .	..	..	3	..	..	..	7	10
Commonwealth Government securities	546	93	..	..	213	45	4	901
Local government and semi-government securities	1,262	596	200	830	438	541	4	3,872
Other assets . . . . .	..	68	225	559	11	8	..	871
<i>Total assets</i>	<i>1,851</i>	<i>813</i>	<i>428</i>	<i>1,397</i>	<i>669</i>	<i>606</i>	<i>14</i>	<i>5,779</i>
<i>Less Sundry creditors, etc.</i>	<i>..</i>	<i>13</i>	<i>..</i>	<i>3</i>	<i>..</i>	<i>6</i>	<i>3</i>	<i>25</i>
<i>Accumulated funds</i>	<i>1,851</i>	<i>800</i>	<i>428</i>	<i>1,394</i>	<i>669</i>	<i>600</i>	<i>11</i>	<i>5,754</i>
	No.	No.	No.	No.	No.	No.	No.	No.
Contributors at end of year—								
Males	180	96	107	76	56	80	53	648
Females	4	..	1	1	3	1	1	11
Pensioners at end of year—								
Ex-members	86	42	38	38	15	29	21	269
Widows	(b)54	31	41	18	21	26	11	(b)202

(a) Includes the Ministerial Retiring Allowances Fund.

(b) Includes children in receipt of Commonwealth Parliamentary pensions.

Coal and oil-shale mine workers' superannuation schemes

In all States except South Australia superannuation schemes have been established for coal and oil-shale mine workers. These schemes are operated through funds to which mine workers, mine owners and the State Governments contribute.

COAL AND OIL-SHALE MINE WORKERS' SUPERANNUATION SCHEMES^(a) 1964-65 TO 1968-69

	1964-65	1965-66	1966-67	1967-68	1968-69
	\$'000	\$'000	\$'000	\$'000	\$'000
Income—					
Contributions	4,974	5,448	5,522	5,671	5,959
Interest, dividends, rent	976	1,011	1,091	1,177	1,273
<i>Total income</i>	5,950	6,458	6,613	6,848	7,231
Expenditure—					
Pensions and lump sum payments	5,221	5,259	5,348	5,471	5,289
Other	131	126	141	149	170
<i>Total expenditure</i>	5,352	5,385	5,489	5,620	5,458
Assets at end of year—					
Local government and semi-government securities	18,146	19,064	20,051	21,530	22,943
Other assets	988	1,130	1,282	1,084	1,285
<i>Total assets</i>	19,133	20,195	21,333	22,613	24,228
<i>Less Sundry creditors, statutory reserve funds, etc.</i>	164	152	166	218	59
<i>Accumulated Funds</i>	18,969	20,042	21,167	22,395	24,168
	No.	No.	No.	No.	No.
Number of contributors at end of year	15,344	15,771	15,794	16,116	16,404
Number of pensioners at end of year	11,156	11,879	11,852	11,884	11,505

(a) Operating in all States except South Australia.

Private superannuation, pension and retiring allowance schemes

In 1955-56, 1960-61, 1961-62, and 1962-63 sample surveys were conducted of pension and retiring allowance schemes in private businesses subject to pay-roll tax, other than in rural industries, private domestic service, and certain businesses such as accountants, trade associations, consultant engineers, etc. Commonwealth Government airlines and banks were included where they had established their own funds separately from the Commonwealth superannuation funds, but statutory coal miners' pension funds were excluded. Details were asked for three types of pension and retiring allowance schemes. They were (a) schemes operated through life insurance offices, (b) schemes operated through separately constituted funds, and (c) direct payments of pensions and retiring allowances.

The results of the 1955-56 survey are available in *Finance Bulletin No. 47, Part I—Public and Private Finance*, and the 1960-61, 1961-62 and 1962-63 survey results were published in *Insurance and Other Private Finance*, Bulletin No. 2 and Year Book No 51 (pages 898-900.)

For the years 1956-57 to 1958-59, 1963-64 and 1964-65, information was collected from a small number of the larger separately constituted funds. Although only a small number of funds was included in these collections they accounted, in 1962-63, for about 27 per cent of the income, 28 per cent of the expenditure and about 34 per cent of the total assets of the separately constituted funds covered by the more comprehensive sample survey conducted for 1962-63.

Information for these selected funds for the years 1955-56, 1960-61, 1961-62 and 1962-63 was extracted from the returns obtained in the sample surveys conducted for those years and results of the survey for 1964-65, together with comparative figures for previous years, were published in April 1966 in a mimeographed bulletin.

In order to improve the coverage of the published statistics of private pension funds, returns were collected from some additional funds for 1964-65 and tabulated with the returns from the survey for 1964-65 referred to above. The separately constituted private pension funds included in the enlarged 1964-65 survey together accounted, in 1962-63, for about 72 per cent of the total contributions, 71 per cent of the income, 68 per cent of the expenditure and 77 per cent of the assets of the separately constituted funds covered by the more comprehensive sample survey conducted for 1962-63. The results of the enlarged 1964-65 survey were published in September 1966 in a mimeographed bulletin.

Further surveys, relating to the same funds that were included in the enlarged 1964-65 survey of selected private pension funds, have been made in respect of each year from 1965-66 to 1969-70 inclusive. Since the *Survey of Selected Private Pension Funds* for 1969-70 is not a representative sample, it is not known to what extent their share of the whole field has changed since the 1962-63 survey; nor is the pattern of income, expenditure and asset distribution of the large funds included in this survey necessarily representative of the whole field.

The statistics do not relate to uniform accounting periods but to the financial years of the funds which ended in the years shown.

**SELECTED SEPARATELY CONSTITUTED PRIVATE PENSION FUNDS: INCOME
AND EXPENDITURE, 1965-66 TO 1969-70**
(\$ million)

INCOME								
Year(a)	Employees' contributions	Employers' contributions	Interest on C ^{with} local and semi-government securities	Other interest, dividends and rent	Profit from sale or revaluation of assets	Other income(b)	Total income	
1965-66	23.3	42.6	15.8	25.2	1.4	4.1	112.4	
1966-67	26.6	47.7	19.0	27.0	7.6	5.1	133.0	
1967-68	29.4	52.7	20.3	30.8	16.1	6.2	155.6	
1968-69	32.3	58.1	21.9	36.0	18.7	7.0	174.1	
1969-70	36.2	68.1	23.6	41.5	5.0	3.4	177.8	

EXPENDITURE										
Year(a)	Pensions paid			Lump sum payments				Loss on sale or revaluation of assets	Other expenditure (c)	Total expenditure
	Ex-employees	Widows or children	Total	To former employees			Total			
				On retirement	On resignation or dismissal	To widows or children				
1965-66	12.0	2.1	14.1	8.4	9.4	2.3	20.1	2.2	4.1	40.5
1966-67	13.6	2.2	15.8	10.3	9.7	2.6	22.6	0.9	7.6	46.9
1967-68	15.4	2.6	18.0	13.0	10.7	2.9	26.6	1.1	3.4	49.0
1968-69	17.0	3.1	20.1	14.7	12.7	3.4	30.8	1.6	3.4	55.9
1969-70	18.8	3.6	22.4	18.1	15.9	3.0	37.0	3.8	8.0	71.2

(a) Years ended 30 June or substituted accounting period. (b) Includes receipts from life insurance offices, sub-underwriting commissions, etc. (c) Includes administrative expenses payable from funds, payments to life insurance offices, etc.

SELECTED SEPARATELY CONSTITUTED PRIVATE PENSION FUNDS: ASSETS(a)
1965-66 TO 1969-70

Year	Cash in hand or in bank	Cwth Govt securi- ties	Local and semi- govern- ment securi- ties	Loans on mortgage		Com- pany debentures, notes, and other loans to com- panies	Shares in com- panies	Land and build- ings	All other assets (b)	Total assets	Less sundry credi- tors, etc.	Amount of funds in Aus- tralia
				To com- panies	Other							
AMOUNT (\$ million)												
1965-66 .	17.5	126.0	185.3	30.3	20.8	188.6	198.1	5.0	11.9	783.4	4.1	779.4
1966-67 .	19.4	137.3	188.9	42.1	22.0	209.4	228.7	6.8	14.9	869.5	4.3	865.1
1967-68 .	22.2	155.2	195.0	56.2	26.5	230.0	258.0	8.2	21.6	972.9	4.7	968.2
1968-69 .	23.9	171.3	202.1	70.7	31.1	256.8	299.7	11.4	20.6	1,087.5	6.8	1,080.7
1969-70 .	18.0	190.0	205.6	85.9	37.0	277.5	337.4	16.3	27.1	1,194.7	8.9	1,185.8
PERCENTAGE DISTRIBUTION												
1965-66 .	2.2	16.1	23.7	3.9	2.7	24.1	25.3	0.6	1.5	100.0	0.5	99.5
1966-67 .	2.2	15.8	21.7	4.8	2.5	24.1	26.3	0.8	1.7	100.0	0.5	99.5
1967-68 .	2.3	15.9	20.0	5.8	2.7	23.6	26.5	1.0	2.2	100.0	0.5	99.5
1968-69 .	2.2	15.8	18.6	6.5	2.9	23.6	27.5	1.0	1.9	100.0	0.6	99.4
1969-70 .	1.5	15.9	17.2	7.1	3.1	23.2	28.3	1.4	2.3	100.0	0.8	99.2

(a) Book values at balance dates.
to building societies.

(b) Includes loans to authorised dealers in the short-term money market and loans

FINANCE COMPANIES

Information relating to the lending operations of finance companies in Australia is given in the following tables. A comprehensive account of the scope of these statistics and fuller details of the transactions of finance companies, together with definitions of the various categories of finance agreements and of the items of data given in the tables, are provided in the bulletin *Finance Companies*, 1970 and in the monthly statements *Finance Companies*. For the purpose of these statistics, finance companies are defined as companies which are engaged mainly in providing to the general public (businesses as well as persons in their private capacity) credit facilities of the following types: hire purchase and other instalment credit for retail sales, wholesale hire purchase, other consumer and commercial loans, and factoring. The finance companies covered in these statistics, insofar as they provide instalment credit for retail sales, are also *included* in the statistics of Instalment Credit for Retail Sales (*see* pages 513-5).

In general, companies which are engaged both in financing activities and other activities come within the scope of these statistics, provided that the major portion of their assets consists of financial assets of the types listed above and/or a major proportion of their income is derived from such assets. Companies are excluded if the major proportion of their balances outstanding consists of agreements written for the purpose of financing their own sales. Companies which are engaged mainly in financing, in any way, the operations of related companies ('related' as defined in the Companies Act) are also *excluded* from these statistics, as are unincorporated finance companies. Also *excluded* are the following classes of financial and quasi-financial institutions: banks; life insurance companies; fire, marine, and general insurance companies; short-term money market dealers; pastoral finance companies; investment companies; unit trusts; land trusts; mutual funds and management companies for the foregoing trusts and funds; pension and superannuation funds; building and friendly societies; credit unions.

FINANCE COMPANIES: SUMMARY, AUSTRALIA, 1965-66 TO 1969-70
(\$ million)

Year	Amount financed	Collections and other liquidations		All contracts	Balances outstanding at end of period		
		Contracts including charges	Contracts excluding charges		Contracts including charges	Contracts excluding charges	All contracts (a)
1965-66	1,916.2	1,062.1	1,065.9	2,128.1	1,471.4	438.7	1,910.1
1966-67	2,302.1	1,163.6	1,359.4	2,523.1	1,630.0	478.5	2,108.5
1967-68	2,724.0	1,250.1	1,549.5	2,799.6	1,850.2	587.7	2,437.9
1968-69	3,239.4	1,418.3	1,912.6	3,330.9	2,105.5	711.7	2,817.2
1969-70	3,805.7	1,612.7	2,206.2	3,818.9	2,401.0	973.2	3,374.3

(a) Amounts shown in this column are intended to provide a broad overall measure of total balances outstanding. However, movements in this series may be affected by changes in the proportions of the two components of the series to the total.

FINANCE COMPANIES: AMOUNT FINANCED, BY TYPE OF AGREEMENT
AUSTRALIA, 1965-66 TO 1969-70
(\$ million)

Year	Other consumer and commercial loans								
	Instalment credit for retail sales	Wholesale hire purchase	Commercial loans					Factoring	Total
			Personal loans	Mortgage loans	Call or within 90 days	Other commercial loans			
1965-66	612.7	488.2	70.6	222.6	288.4	153.1	80.7	1,916.2	
1966-67	689.2	719.0	95.5	280.4	323.1	127.0	68.0	2,302.1	
1967-68	816.1	855.8	116.9	342.0	386.6	132.2	74.9	2,724.0	
1968-69	922.7	944.4	124.2	449.5	534.2	188.6	75.7	3,239.4	
1969-70	1,037.0	1,059.7	145.2	565.6	636.4	270.1	91.8	3,805.7	

FINANCE COMPANIES: COLLECTIONS AND OTHER LIQUIDATIONS OF BALANCES, BY TYPE OF AGREEMENT, AUSTRALIA, 1965-66 TO 1969-70
(\$ million)

Year	Contracts including charges			Contracts excluding charges					All contracts
	Instalment credit for retail sales	Other consumer and commercial loans	Total	Other consumer and commercial loans					
				Wholesale hire purchase	Call or within 90 days	Other	Factoring	Total	
1965-66	778.9	283.2	1,062.1	474.9	271.9	223.6	95.5	1,065.9	2,128.1
1966-67	854.9	308.7	1,163.6	704.6	340.9	237.8	76.2	1,359.4	2,523.1
1967-68	913.0	337.1	1,250.1	836.6	363.6	265.9	83.3	1,549.5	2,799.6
1968-69	1,026.5	391.8	1,418.3	934.8	537.1	352.9	87.9	1,912.6	3,330.9
1969-70	1,150.7	462.0	1,612.7	1,052.9	603.9	445.7	103.7	2,206.2	3,818.9

FINANCE COMPANIES: BALANCES OUTSTANDING, BY TYPE OF AGREEMENT
AUSTRALIA, 1965-66 TO 1969-70
(\$ million)

End of year	Contracts including charges			Contracts excluding charges					All contracts (a)
	Instalment credit for retail sales	Other consumer and commercial loans	Total	Other consumer and commercial loans					
				Wholesale hire purchase	Call or within 90 days	Other	Factoring	Total	
1965-66	990.1	481.3	1,471.4	78.4	65.1	273.4	21.8	438.7	1,910.1
1966-67	1,087.4	542.6	1,630.0	100.8	49.3	306.6	21.7	478.5	2,108.5
1967-68	1,222.0	628.2	1,850.2	127.6	69.9	366.6	23.6	587.7	2,437.9
1968-69	1,380.2	725.2	2,105.5	146.7	62.9	479.5	22.6	711.7	2,817.2
1969-70	1,565.1	835.9	2,401.0	167.4	92.5	686.4	26.9	973.2	3,374.3

(a) Amounts shown in this column are intended to provide a broad overall measure of total balances outstanding. However, movements in this series may be affected by changes in the proportions of the components of the series to the total.

PRIVATE FINANCE

**FINANCE COMPANIES: LOANS TO RELATED
NON-FINANCE COMPANIES, BALANCES OUT-
STANDING, AUSTRALIA, 1965-66 TO 1969-70**
(\$ million)

<i>End of year—</i>	<i>Balances outstanding</i>
1965-66	14.4
1966-67	14.6
1967-68	19.0
1968-69	19.6
1969-70	23.7

**FINANCE COMPANIES: TRANSACTIONS IN BILLS OF EXCHANGE
AUSTRALIA, 1966-67 TO 1969-70**
(\$ million)

<i>Year</i>	<i>Amounts paid for bills acquired during period</i>	<i>Amounts received for bills disposed of during period</i>	<i>Balances outstanding at end of period</i>
1966-67	38.7	36.9	4.3
1967-68	111.1	99.1	16.6
1968-69	122.4	122.4	17.8
1969-70	169.2	154.5	33.4

**FINANCE COMPANIES: BUSINESS EQUIPMENT
AND PLANT ON LEASE, INITIAL CAPITAL COST
AND BALANCES OUTSTANDING, AUSTRALIA**
1965-66 TO 1969-70
(\$ million)

<i>Year</i>	<i>Initial capital cost of goods newly leased during period</i>	<i>Balances outstanding at end of period</i>
1965-66	(a)	89.4
1966-67	77.6	128.6
1967-68	125.3	190.5
1968-69	148.7	253.3
1969-70	206.2	342.7

(a) Not available.

**FINANCE COMPANIES: INSTALMENT CREDIT FOR RETAIL SALES
AMOUNT FINANCED, COLLECTIONS AND OTHER LIQUIDATIONS, AND BALANCES
OUTSTANDING, AUSTRALIA, 1965-66 TO 1969-70**
(\$ million)

<i>Year</i>	<i>Amount financed</i>				<i>Total</i>	<i>Collections and other liquidations</i>			<i>Balances out- standing at end of period</i>
	<i>New motor vehicles</i>	<i>Used motor vehicles</i>	<i>Plant and machinery</i>	<i>House- hold and personal goods</i>		<i>Cash col- lections</i>	<i>Other liquida- tions</i>	<i>Total</i>	
1965-66	249.3	250.1	43.0	70.2	612.7	747.0	32.0	778.9	990.1
1966-67	254.9	262.1	51.3	120.8	689.2	823.4	31.5	854.9	1,087.4
1967-68	318.2	301.9	59.0	136.9	816.1	883.1	29.9	913.0	1,222.0
1968-69	351.9	349.7	78.0	142.6	922.7	988.3	38.2	1,026.5	1,380.2
1969-70	400.5	412.2	80.4	144.2	1,037.0	1,100.4	50.1	1,150.7	1,565.1

INSTALMENT CREDIT FOR RETAIL SALES

Information relating to instalment credit for retail sales in Australia is given in the following tables. More detailed information may be found in the annual bulletin *Insurance and Other Private Finance* and in the monthly and quarterly statements relating to instalment credit for retail sales issued by this Bureau (see beginning of chapter).

The statistics cover operations of all types of instalment credit schemes which relate primarily to the financing of retail sales of goods, whether the credit is advanced by a retail business or by a non-retail finance business. In general, the term 'instalment credit' is defined as relating to schemes in which repayment is made by regular pre-determined instalments. Types of schemes covered include hire purchase, time payment, budget account, and personal loan schemes which relate primarily to the financing of retail sales of goods. In these statistics the term 'retail sales' relates not only to retail sales by retail establishments coming within the scope of the Censuses of Retail Establishments conducted periodically by this Bureau, but includes also other sales of goods to final purchasers (e.g. plant and machinery).

Figures for amounts financed *exclude* interest, hiring charges, insurance, etc. Figures for balances outstanding and collections *include* interest, hiring charges, insurance, etc. Details are not available of these charges or of other items (e.g. rebates allowed for early payments, late payment charges, bad debts written off) which affect the reconciliation of the three main instalment credit series—amount financed, collections, and balances outstanding.

Statistics of amounts financed are classified by type of goods, defined as follows: *motor vehicles* (new and used separately)—motor cars and motor cycles, commercial vehicles, tractors, caravans, trailers, motor parts and accessories, etc.; *plant and machinery*—farm machinery and implements, earth-moving equipment, aircraft, industrial plant and machinery, business machines and equipment (including commercial refrigeration equipment), etc.; *household and personal goods*—furniture, furnishings and floor coverings, domestic refrigerators, electrical goods, radios, television, musical instruments, bicycles, motor mowers, clothing, etc.

INSTALMENT CREDIT FOR RETAIL SALES, BY TYPE OF BUSINESS: AMOUNT FINANCED, BY COMMODITY GROUP, COLLECTIONS, AND BALANCES OUTSTANDING, AUSTRALIA, 1965-66 TO 1969-70
(\$ million)

Year	Amount financed during year					Collections during year	Balances outstanding at end of year
	Motor vehicles, etc.		Plant and machinery	Household and personal goods	Total		
	New	Used					
Retail businesses—							
1965-66	9.7	9.5	3.2	259.4	281.8	355.4	360.3
1966-67	11.3	8.6	3.7	254.0	277.6	338.5	339.2
1967-68	12.1	8.8	3.4	266.0	290.3	335.7	337.8
1968-69	13.5	11.5	3.8	273.0	301.8	347.9	344.6
1969-70	12.2	9.8	2.6	286.3	311.0	359.2	348.9
Non-retail finance businesses—							
1965-66	271.3	252.3	69.6	83.5	676.8	822.1	1,074.0
1966-67	274.5	267.6	83.5	84.4	710.0	854.1	1,103.7
1967-68	339.9	308.2	93.6	87.8	829.4	906.5	1,238.0
1968-69	373.3	356.8	114.7	88.5	933.3	1,014.3	1,388.6
1969-70	422.9	420.5	112.7	88.5	1,044.5	1,128.1	1,565.8
All businesses—							
1965-66	281.0	261.8	72.8	342.9	958.6	1,177.5	1,434.3
1966-67	285.8	276.1	87.3	338.3	987.5	1,192.6	1,443.0
1967-68	352.0	317.0	97.0	353.8	1,119.8	1,242.1	1,575.8
1968-69	386.8	368.3	118.5	361.5	1,235.1	1,362.1	1,733.2
1969-70	435.1	430.3	115.3	374.8	1,355.5	1,487.3	1,914.7

**INSTALMENT CREDIT FOR RETAIL SALES, BY TYPE OF CREDIT
AMOUNT FINANCED, BY COMMODITY GROUP, AND
BALANCES OUTSTANDING, AUSTRALIA, 1965-66 TO 1969-70**
(\$ million)

Year	Amount financed during year			Total	Balances outstanding at end of year
	Motor vehicles, etc.	Plant and machinery	Household and personal goods		
Hire purchase—					
1965-66	410.8	67.2	134.3	612.2	1,027.6
1966-67	405.9	80.1	128.8	614.7	994.1
1967-68	431.2	84.3	133.9	649.3	1,026.4
1968-69	463.5	97.4	134.0	695.0	1,078.0
1969-70	526.1	93.7	135.6	755.4	1,159.3
Other instalment credit—					
1965-66	132.1	5.6	208.7	346.3	406.7
1966-67	156.0	7.2	209.6	372.8	448.8
1967-68	237.8	12.7	219.9	470.4	549.4
1968-69	291.5	21.1	227.5	540.1	655.2
1969-70	339.3	21.6	239.3	600.2	755.4
Total instalment credit—					
1965-66	542.8	72.8	342.9	958.6	1,434.3
1966-67	561.9	87.3	338.3	987.5	1,443.0
1967-68	669.0	97.0	353.8	1,119.8	1,575.8
1968-69	755.1	118.5	361.5	1,235.1	1,733.2
1969-70	865.4	115.3	374.8	1,355.5	1,914.7

**INSTALMENT CREDIT FOR RETAIL SALES: AMOUNT FINANCED
BY TYPE OF CREDIT AND COMMODITY GROUP, STATES, 1969-70**
(\$ million)

Commodity group	N.S.W. (a)	Vic.	Qld	S.A.(b)	W.A.	Tas.	Aust.
Hire purchase—							
Motor vehicles, tractors, etc.	302.3	69.5	37.6	22.3	73.2	21.2	526.1
Plant and machinery	41.1	22.1	11.6	3.5	11.4	4.0	93.7
Household and personal goods	36.2	45.4	25.7	8.1	15.1	5.1	135.6
Total hire purchase	379.5	137.1	74.9	33.9	99.7	30.3	755.4
Other instalment credit—							
Motor vehicles, tractors, etc.	16.3	153.6	77.5	69.1	20.1	2.6	339.3
Plant and machinery	1.8	3.4	9.2	1.8	5.2	0.1	21.6
Household and personal goods	121.8	53.0	27.0	22.0	11.0	4.6	239.3
Total other instalment credit	139.9	210.0	113.7	92.9	36.3	7.3	600.2
Total instalment credit—							
Motor vehicles, tractors, etc.	318.6	223.1	115.1	91.4	93.4	23.7	865.4
Plant and machinery	42.9	25.5	20.8	5.3	16.6	4.2	115.3
Household and personal goods	157.9	98.4	52.7	30.1	26.1	9.6	374.8
Total instalment credit	519.4	347.1	188.6	126.9	136.0	37.6	1,355.5

(a) Includes Australian Capital Territory. (b) Includes Northern Territory.

NEW HIRE PURCHASE AGREEMENTS: AVERAGE VALUE AND AMOUNT AND PROPORTION FINANCED, BY COMMODITY GROUP, AUSTRALIA, 1969-70

<i>Commodity group</i>	<i>Average value of goods purchased per agreement</i>	<i>Average amount financed per agreement</i>	<i>Average proportion financed</i>
	\$	\$	Per cent
Motor vehicles, tractors, etc.	1,985	1,375	69
Plant and machinery	3,639	2,526	69
Household and personal goods	212	173	82
All groups	881	628	71

INSTALMENT CREDIT FOR RETAIL SALES: BALANCES OUTSTANDING BY TYPE OF CREDIT, STATES, 30 JUNE 1966 TO 1970 (\$ million)

<i>30 June—</i>	<i>N.S.W.(a)</i>	<i>Vic.</i>	<i>Qld</i>	<i>S.A.(b)</i>	<i>W.A.</i>	<i>Tas.</i>	<i>Aust.</i>
Hire purchase—							
1966	452.5	189.2	164.7	84.5	98.7	37.9	1,027.6
1967	446.0	174.7	157.5	75.8	101.1	39.2	994.1
1968	477.8	173.1	147.8	65.6	119.8	42.3	1,026.4
1969	526.3	180.6	137.1	57.4	132.9	43.7	1,078.0
1970	585.8	194.8	131.0	55.1	146.7	46.0	1,159.3
Other instalment credit—							
1966	107.3	155.5	67.0	52.8	16.8	7.2	406.7
1967	116.3	166.7	76.6	57.0	25.6	6.7	448.8
1968	131.2	200.7	105.0	72.4	32.7	7.3	549.4
1969	146.0	237.8	128.8	96.1	38.0	8.5	655.2
1970	155.2	279.5	152.4	118.9	40.7	8.7	755.4
Total instalment credit—							
1966	559.8	344.7	231.7	137.3	115.5	45.1	1,434.3
1967	562.3	341.4	234.1	132.8	126.7	45.8	1,443.0
1968	609.0	373.8	252.8	138.1	152.6	49.6	1,575.8
1969	672.3	418.4	266.0	153.5	170.9	52.2	1,733.2
1970	741.0	474.3	283.3	173.9	187.4	54.7	1,914.7

(a) Includes Australian Capital Territory. (b) Includes Northern Territory.

PASTORAL FINANCE COMPANIES

PASTORAL FINANCE COMPANIES: RURAL ADVANCES
AMOUNTS OUTSTANDING(a), JUNE 1966 TO 1970

(Source: Reserve Bank of Australia)

(\$ million)

<i>End of June—</i>	<i>N.S.W.</i>	<i>Vic.</i>	<i>Qld</i>	<i>S.A.</i>	<i>W.A. and Tas.</i>	<i>Total</i>
1966 . . .	62.4	40.9	55.6	44.3	46.6	249.9
1967 . . .	68.4	50.2	58.8	50.1	57.9	285.5
1968 . . .	72.2	54.8	63.5	61.0	62.9	314.4
1969 . . .	77.6	65.9	62.6	70.2	61.5	337.7
1970 . . .	76.7	66.1	66.8	71.4	68.2	349.1

(a) Compiled from returns supplied to the Reserve Bank by major pastoral finance companies. Advances are classified according to the location of the branch holding the advance, which in some cases may differ from the State of residence of the borrower.

PASTORAL FINANCE COMPANIES: LIABILITIES AND ASSETS(a), JUNE 1966 TO 1970

(Source: Reserve Bank of Australia)

(\$ million)

LIABILITIES

<i>End of June—</i>	<i>Balances due to banks</i>	<i>Clients' credit balances</i>	<i>Debentures, notes and deposits</i>		<i>Other outside liabilities</i>	<i>Share- holders' funds</i>	<i>Overseas liabilities</i>	<i>Total liabili- ties/ assets</i>
			<i>Maturing within twelve months</i>	<i>Other</i>				
1966 . . .	57.3	39.1	27.3	24.1	95.6	145.7	128.4	517.5
1967 . . .	68.5	41.8	39.3	29.8	94.8	154.2	131.9	560.2
1968 . . .	94.4	34.4	51.9	40.0	89.9	162.5	133.2	606.1
1969 . . .	86.7	37.6	52.7	46.5	107.2	173.4	138.4	642.4
1970 . . .	95.1	34.7	70.6	52.1	113.6	181.1	152.5	699.6

ASSETS

<i>End of June—</i>	<i>Cash and deposits with banks</i>	<i>Loans to author- ised money market dealers</i>	<i>Other short- term assets (b)</i>	<i>Cwlth Govt securi- ties</i>	<i>Advances and sundry debtors</i>		<i>Stocks</i>	<i>Fixed assets</i>	<i>Other assets</i>
					<i>Rural</i>	<i>Other</i>			
1966 . . .	6.3	0.9	4.5	29.0	249.9	28.0	34.9	140.2	23.8
1967 . . .	7.6	0.4	1.9	33.3	285.5	25.7	37.8	145.8	22.3
1968 . . .	8.6	1.7	1.3	35.7	314.4	29.9	40.4	148.4	25.7
1969 . . .	11.1	1.6	6.9	35.7	337.7	29.7	40.4	151.6	27.7
1970 . . .	7.9	1.2	17.5	32.6	349.1	36.9	42.5	176.5	35.3

(a) Compiled from returns supplied to the Reserve Bank by major pastoral finance companies.

(b) Excludes Commonwealth Government securities.

RURAL DEBT

Major sources of credit for rural purposes include banks, Commonwealth and State government financial agencies, pastoral finance companies, and life insurance companies. The following table shows the estimated rural debt to these lenders.

ESTIMATED RURAL DEBT TO SPECIFIED LENDERS, 30 JUNE 1966 TO 1970

(Source: Reserve Bank of Australia)

(\$ million)

Lender	30 June—				
	1966	1967	1968	1969	1970
Major trading banks	650	751	918	939	998
Ex-service settlement	99	92	88	83	80
Other government, including State banks and State savings banks	232	261	297	317	(a)351
Pastoral finance companies	250	285	314	338	349
Commonwealth Development Bank	92	120	143	162	176
Life insurance companies	75	81	97	113	128
Total	1,398	1,590	1,857	1,952	2,082

(a) Reserve Bank estimate.

In addition, credit is supplied to the rural sector by finance companies, merchants, co-operative producer organisations, and by private lenders and investors, the most noteworthy of these last-mentioned sources involving family arrangements and property vendors. No data are currently available on the extent of the outstanding debt by the rural sector to these sources.

NEW CAPITAL RAISINGS BY COMPANIES IN AUSTRALIA

Information relating to capital raised by companies in Australia is given in the following tables. More detailed information may be found in the annual bulletin *Insurance and Other Private Finance* and in quarterly bulletins dealing with capital raisings (see beginning of chapter).

The statistics (the collection of which commenced in July 1954) relate to capital raised by companies through issues of shares, and in the case of companies listed on stock exchanges, through the issue of debentures, notes and similar securities and the acceptance of deposits, and in the case of unlisted companies, by way of loans secured over the entire assets of the company. Capital obtained by way of bank overdraft or bank loans, trade credit, temporary advances, and loans secured over part only of the assets of the company is not included. Totally unsecured loans are included in the case of listed companies, but are excluded in the case of unlisted companies.

Separate statistics are given for listed and unlisted companies. Listed companies are companies incorporated in Australia or the Australian territories and listed on one or more of the Australian stock exchanges. All other companies incorporated in Australia, including subsidiaries of listed companies, are classified as unlisted companies. Companies incorporated overseas, whether listed on an Australian stock exchange or not, are excluded from the statistics of share issues. However, subsidiaries of overseas companies, if incorporated in Australia, are included in the statistics of share issues. The statistics of new capital raised through issues of debentures, notes, etc., and the acceptance of deposits, include, in addition to capital raised by companies incorporated in Australia (including subsidiaries of overseas companies), capital raised in this way from Australian sources by overseas public companies through their Australian offices. Where an issue is made at the same time on Australian and overseas markets, that part of the issue which is taken up through overseas brokers is excluded.

The following are explanatory notes relating to some of the items shown in the tables.

New money. This is the net amount of cash transferred from the investing public to the companies. For this purpose the 'investing public' includes banks and life insurance companies (except when subscribing to issues by associated companies) and government and private superannuation funds, but excludes other government agencies. Subscriptions by associated companies, whether local or overseas, are excluded. In the tables which follow the amount of new money is obtained by deducting from the total cash raised the 'amount not involving new money'.

Amount not involving new money. This amount includes cash subscriptions received by issuing companies from associated companies. Such subscriptions represent inter-company transfers only, and do not involve a receipt of funds from the 'investing public'. Also included are amounts which, although subscribed by the 'investing public' (i.e. subscribers other than 'associated companies'), are not retained by the issuing company or its associates, but are used to redeem shares, debentures or unsecured notes, etc., or are used to purchase from individuals existing shares, debentures, etc., in other companies, including existing shares, etc., in associated and subsidiary companies. The funds used in this way are thus returned to another section of the 'investing public' and do not represent a *net* transfer of cash from the 'investing public' to the companies. (Besides these purchases of existing shares, etc., from individuals, purchases of existing shares, etc., from companies other than associates of the issuing company might also be included in this item, but the amounts involved are small and separate details have not been collected.)

**LISTED COMPANIES(a): NEW CAPITAL RAISED THROUGH ISSUES OF SHARES
DEBENTURES, OR REGISTERED NOTES, ETC.(b), OR ACCEPTING
DEPOSITS(c), 1965-66 TO 1969-70**
(\$ million)

Year	Share capital					Debentures, registered notes and deposits				
	Value of issues commenced	Non-cash issues commenced (d)	Cash issues commenced	Cash raised during period (e)	Amount not involving new money	New money	Total amount raised (f)	Amount not involving new money (f)	New money	
1965-66	292.1	85.6	206.3	232.6	61.5	171.3	990.4	840.5	149.9	
1966-67	313.7	148.0	165.8	151.6	39.2	112.4	1,099.3	898.9	200.4	
1967-68	281.0	79.3	201.8	170.1	47.2	122.9	1,393.9	1,045.2	348.7	
1968-69	927.2	209.9	717.3	482.2	143.7	338.5	1,874.3	1,426.1	448.3	
1969-70	1,062.3	281.6	781.0	658.6	207.3	451.3	2,564.7	2,082.0	482.6	

(a) Includes companies incorporated in the Australian Territories. (b) Includes convertible notes. (c) Deposits accepted by banks, life insurance companies, pastoral companies and building societies, and loans to authorised dealers in the short-term money market are not included. (d) Includes bonus issues, conversion issues, issues in exchange for existing shares, etc. (e) Amounts paid up on issues commenced during the year plus calls on issues commenced in earlier years. (f) Includes conversions, renewals, etc.

**UNLISTED COMPANIES(a): NEW CAPITAL RAISED THROUGH ISSUES OF
SHARES AND LOANS SECURED BY CHARGES OVER THE COMPANIES'
ENTIRE ASSETS, 1965-66 TO 1969-70**
(\$ million)

Year	Share capital					Loans secured by charges over the companies' entire assets				
	Value of issues commenced	Non-cash issues commenced (b)	Cash issues commenced	Cash raised during period (c)	Amount not involving new money	New money	Total amount raised (d)	Amount not involving new money (d)	New money	
1965-66	455.3	260.1	195.4	216.3	165.5	50.8	63.8	40.7	23.1	
1966-67	392.7	178.8	214.0	150.6	110.2	40.4	74.2	37.9	36.4	
1967-68	400.1	190.9	209.1	209.2	158.4	50.8	66.5	48.2	18.1	
1968-69	718.8	343.8	375.3	299.0	230.5	68.4	95.4	62.8	32.5	
1969-70	625.8	271.9	353.9	312.1	235.0	77.1	94.8	75.4	19.6	

(a) Includes companies incorporated in the Northern Territory. (b) Includes bonus issues, conversion issues, issues in exchange for existing shares, etc. (c) Amounts paid up on issues commenced during year plus calls on issues commenced in previous years. (d) Includes conversions, renewals, etc.

LISTED AND UNLISTED COMPANIES: NEW MONEY RAISED, BY INDUSTRY
GROUP, 1965-66 TO 1969-70
(\$ million)

Year	Companies listed on stock exchanges			Companies not listed on stock exchanges			Grand total	
	Share capital(a)	Debentures registered notes and deposits(b)	Total	Share capital(a)	Secured loans(c)	Total		
Manufacturing—								
1965-66	94.5	79.9	174.4	13.6	12.8	26.4	200.8	
1966-67	28.3	101.7	130.0	8.8	15.7	24.5	154.5	
1967-68	24.7	82.4	107.1	12.7	7.8	20.5	127.6	
1968-69	92.9	68.3	161.2	14.4	6.3	20.7	181.9	
1969-70	122.0	57.8	179.8	12.4	3.3	15.7	195.5	
Finance and property(b)—								
1965-66	25.3	63.1	88.4	9.4	4.6	14.0	102.4	
1966-67	4.7	94.9	99.6	6.4	7.4	13.8	113.4	
1967-68	15.6	255.4	271.0	8.1	6.2	14.3	285.3	
1968-69	45.9	338.1	384.0	18.9	6.4	25.3	409.3	
1969-70	36.4	366.7	403.1	20.9	10.2	31.1	434.2	
Commerce—								
1965-66	25.0	(d)—4.0	21.0	10.1	1.6	11.7	32.7	
1966-67	32.1	(d)—0.7	31.4	8.5	0.7	9.2	40.6	
1967-68	7.9	4.3	12.2	8.9	0.8	9.7	21.9	
1968-69	18.4	30.7	49.1	10.1	2.3	12.4	61.5	
1969-70	8.9	13.8	22.7	8.2	0.9	9.1	31.8	
Other industries—								
1965-66	26.5	11.0	37.5	14.5	4.1	18.6	56.1	
1966-67	47.2	4.6	51.8	13.7	12.7	26.4	78.2	
1967-68	75.0	6.6	81.6	17.6	3.4	21.0	102.6	
1968-69	181.5	11.2	192.7	21.5	17.3	38.8	231.5	
1969-70	284.0	44.5	328.5	31.2	5.3	36.5	365.0	
All industries—								
1965-66	171.3	149.9	321.2	(e) 50.8	(e) 23.1	(e) 73.9	(e) 395.1	
1966-67	112.4	200.4	312.8	40.4	36.4	76.8	389.6	
1967-68	122.9	348.7	471.6	50.8	18.1	68.9	540.5	
1968-69	338.5	448.3	786.8	68.4	32.5	100.9	887.7	
1969-70	451.3	482.6	933.9	77.1	19.6	96.7	1,030.6	

(a) Includes preference shares. (b) Excludes deposits accepted by banks, insurance companies, pastoral companies and building societies, and loans to authorised dealers in the short-term money market. (c) Includes only loans which are secured by charges over the companies' entire assets. (d) Excess of repayments over receipts of new money. (e) Small share issues of less than \$2,000 for which returns have not been collected have not been included in the industrial classification but are included in All industries.

SHORT-TERM MONEY MARKET

For some years prior to 1959 leading stockbrokers had been actively engaged in the acceptance of short-term funds against the security of government securities, but their operations were limited by the absence of suitable short-term securities and their liquidity requirements. In February 1959 the Commonwealth Bank (now the Reserve Bank) gave official status to the market by announcing that under certain conditions it would act as lender of last resort to authorised dealers in the short-term money market.

The form of organisation consists of nine companies whose functions are:

- (i) to accept loans overnight, at call or for fixed periods, in minimum amounts of \$50,000 and to invest these funds in money market securities.
- (ii) to engage as traders in the buying and selling of money market securities.

The types of securities that may be used as money market securities are subject to the approval of the Reserve Bank. At present they comprise Commonwealth Government securities maturing within five years, commercial bills of any maturity that have been accepted or endorsed by a trading bank, banks' certificates of deposit maturing within five years, and non-bank commercial bills maturing within 180 days.

Dealers are required to have a minimum paid up capital of \$400,000 and there is a limit on the maximum ratio of loans to shareholders' funds. Dealers are required to lodge with the Reserve Bank 'margins' in the form of money market securities as general backing for their operations. These 'margins' are minimum proportions, at market values, of a dealer's holdings of money market securities. In April 1969 the Reserve Bank announced that the requirement to lodge 'margins' would be withdrawn from a date to be announced.

Under the lender of last resort arrangements dealers may borrow from the Reserve Bank for a minimum of seven days and at a high rate of interest against the lodgment of Commonwealth Government securities.

SHORT-TERM MONEY MARKET: SELECTED LIABILITIES AND ASSETS AND INTEREST RATES OF AUTHORISED DEALERS, JUNE 1966 TO 1970

(Source: Reserve Bank of Australia)

Month	Liabilities to clients			Holdings of Cwth Govt securities (at face value)	Com-mercial bills	Banks' certi-ficates of deposit	Interest rates on loans accepted during month				Weighted average interest rate on loans out-standing (a) per cent per annum	
	All trading banks	Other clients	Total				At call		For fixed periods			
							Mini-mum per cent per annum	Maxi-mum per cent per annum	Mini-mum per cent per annum	Maxi-mum per cent per annum		
June—	Average of weekly figures—(\$ million)											
1966	74.8	275.4	350.2	373.3	25.2	..	3.00	6.10	4.25	5.80	4.73	
1967	88.8	367.6	456.4	467.7	32.8	..	2.00	6.50	3.00	5.50	4.46	
1968	87.7	406.5	494.2	491.3	35.7	..	3.00	6.75	3.75	5.40	4.29	
1969	94.9	398.7	493.6	505.6	28.9	15.0	2.00	7.50	4.00	6.75	4.59	
1970	102.8	464.2	567.0	575.4	38.3	3.6	3.50	8.80	4.50	8.50	6.12	

(a) Average of weekly figures.

SHORT-TERM MONEY MARKET: AUTHORISED DEALERS' LIABILITIES BY TYPE OF CLIENT(a), 30 JUNE 1966 TO 1970

(Source: Reserve Bank of Australia)

(\$ million)

Client	30 June—				
	1966	1967	1968	1969	1970
All trading banks	91.1	121.5	17.6	90.0	158.4
Savings banks	35.6	56.2	26.5	36.0	37.3
Insurance offices	12.5	10.8	20.1	32.4	24.4
Superannuation, pension and provident funds	6.2	11.7	4.6	8.9	16.6
Hire purchase and other instalment credit companies	6.3	5.9	2.8	2.4	7.9
Companies, n.e.i.	95.1	120.2	156.8	140.3	143.7
Commonwealth and State Governments	30.4	57.4	78.1	62.3	47.7
Local government and semi-government authorities, n.e.i.	51.0	56.5	72.2	75.3	87.7
All other lenders(b).	18.4	33.6	20.6	45.9	36.2
Total	346.5	473.7	499.3	493.4	559.9

(a) Compiled from returns supplied by authorised dealers in the short-term money market. Liabilities to Reserve Bank as lender of last resort are excluded.

(b) Includes marketing boards and trustee companies.

UNIT TRUSTS, LAND TRUSTS AND MUTUAL FUNDS

Statistics of operations of unit trusts, land trusts and mutual funds for the years 1965-66 to 1969-70 are shown below. Details of superannuation funds conducted by unit trust management companies are not included in these tables.

TRUSTS AND FUNDS: TOTAL MARKET VALUE AND TRANSACTIONS
YEARS 1965-66 TO 1969-70

(\$ million)

Year	Total market value at end of period(a)	Cash transactions— trust units and fund shares		Purchases and sales of investments(b)	
		Total amount received(c)	Total amount paid(d)	Purchases (e)	Sales (f)
1965-66 . . .	225.2	25.2	19.7	23.9	20.0
1966-67 . . .	224.4	20.2	21.1	20.5	17.7
1967-68 . . .	267.5	30.9	35.1	33.0	40.8
1968-69 . . .	276.6	41.6	42.0	48.2	54.6
1969-70 . . .	293.9	59.0	32.3	61.1	50.8

(a) Includes value of land trusts at valuation. (b) Commonwealth Government, local and semi-government authority securities, shares, debentures, unsecured notes, loans, deposits on term or notice of three months or longer, land and buildings, etc. (c) For trust units and fund shares issued. Includes re-issues and new issues. Includes fees and expenses. (d) For trust units and fund shares repurchased. Includes those units and fund shares intended for re-issue. (e) Payments for assets acquired during period. Includes brokerage and stamp duty. (f) Receipts for assets sold or redeemed during period. Excludes brokerage and stamp duty.

TRUSTS AND FUNDS: ANALYSIS OF PURCHASES AND SALES OF INVESTMENTS, 1965-66 TO 1969-70

(\$ million)

Year	Shares (incl. preference shares)	Debentures, unsecured notes, deposits (a)	Cwth Govt, local and semi-govt authority securities	Other(b)	Total
Purchases—					
1965-66 . . .	12.6	3.8	..	7.4	23.9
1966-67 . . .	7.6	5.3	..	7.6	20.5
1967-68 . . .	13.2	7.3	..	12.5	33.0
1968-69 . . .	17.0	11.6	0.1	19.7	48.2
1969-70 . . .	35.3	10.6	0.1	15.1	61.1
Sales—					
1965-66 . . .	14.1	2.7	0.1	3.1	20.0
1966-67 . . .	13.7	3.0	0.1	0.8	17.7
1967-68 . . .	34.7	3.8	..	2.3	40.8
1968-69 . . .	44.0	5.5	..	5.1	54.6
1969-70 . . .	37.9	6.4	0.1	6.5	50.8

(a) Excludes cash on hand and at bank, loans to authorised dealers in the short-term money market, and other deposits under three months' term or notice. (b) Includes land and buildings, mortgages on land and buildings, and other investments.

REGISTERED BUILDING SOCIETIES

Permanent, Starr-Bowkett and Terminating building societies

REGISTERED BUILDING SOCIETIES: SUMMARY, STATES, 1968-69 AND TOTAL, 1967-68

	1968-69(a)						1967-68 (a)	
	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	Total	Total
Societies making returns—								
Permanent	69	40	34	6	15	6	170	159
Starr-Bowkett	89	2	4	21	1		117	119
Terminating(b)	2,518	1,143	526		266	75	4,528	4,272
Total	2,676	1,185	564	27	282	81	4,815	4,550
Shareholders	307,009	67,602	65,317	26,373	56,556	12,316	535,173	458,881
Borrowers	n.a.	65,058	30,378	7,633	20,885	6,947	n.a.	n.a.
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Administrative expenses	11,359	2,494	1,013	291	1,036	310	16,504	13,061
Loans paid over	176,282	53,059	38,044	7,901	48,650	8,739	332,675	260,018
Liabilities—								
Investing members' funds	384,816	24,894	72,283	16,010	36,607	14,010	548,620	394,807
Borrowing members' funds	113,180	59,658	9,595		2,122	1,068	185,623	178,241
Deposits	10,117	52,880	2,959	3,139	42,122	14,898	126,115	72,395
Loans due to governments	119,722	96,311	26,574	9,881	25,566	5,663	283,716	257,638
Other liabilities	266,154	120,641	36,383	421	27,268	3,260	454,127	441,742
Total liabilities	893,989	354,384	147,794	29,452	133,685	38,900	1,598,205	1,344,823
Assets—								
Advances on mortgages(c)	828,209	344,553	137,425	27,529	115,934	36,610	1,490,259	1,266,294
Other assets	65,780	9,832	10,369	1,923	17,752	2,289	107,945	78,529
Total assets	893,989	354,384	147,794	29,452	133,685	38,900	1,598,205	1,344,823

(a) At various balance dates within the financial year shown. (b) Co-operative housing and other terminating societies. (c) Includes advances on mortgages of terminating societies which are mainly on a gross basis. Net advances may be derived by subtracting 'Borrowing members' funds'.

Permanent building societies

The following statistics summarise information obtained from a monthly collection introduced in May 1969 and relate to the operations of permanent building societies in all States and the Australian Capital Territory.

PERMANENT BUILDING SOCIETIES: SUMMARY, STATES, 1969-70
(\$'000)

	Loans approved during year(a)	Loans advanced during year(b)	Loans approved but not advanced at end of year(c)	Principal owing on mortgages at end of year	Paid-up share-capital at end of year	Borrowings by societies— amount owing at end of year(d)
New South Wales	177,586	175,091	32,475	503,585	500,709	68,335
Victoria	39,898	38,167	7,752	109,998	27,888	74,658
Queensland	40,587	39,717	3,020	99,981	100,151	8,991
South Australia	14,038	12,913	1,930	37,075	22,815	16,750
Western Australia	90,319	93,040	9,318	194,977	125,541	79,585
Tasmania	10,095	10,064	1,014	33,796	16,028	17,850
Australian Capital Territory	6,032	5,711	1,389	14,182	4,041	10,384
Total	378,555	374,703	56,898	993,595	797,173	276,553

(a) Includes loans approved for flats and home units, supplementary loans approved to complete the original purchase or construction of a house, flat or home unit and second mortgage loans approved. (b) Includes capitalised mortgage insurance premiums and other capitalised charges. (c) Excludes cancellations of loan approvals. (d) Includes deposits with societies, advances under Commonwealth and State Housing Agreements but excludes unsecured borrowings from banks.

FRIENDLY SOCIETIES AND CO-OPERATIVE SOCIETIES

Friendly societies

In 1969 the total membership of friendly societies in Australia was about 424,000, but as certain benefits such as medical attendance and free medicines, and in many cases funeral expenses, are granted to members' families as well as to members themselves, this figure must be more than doubled to arrive at an estimate of the number of persons who receive some direct benefit from these societies, even when due allowances are made for young and unmarried members. Legislation has conferred certain privileges on friendly societies, but, on the other hand, it insists on their registration, and it is the duty of the Registrars in the various States, prior to registering a new society, to see that its proposed rules conform to the law, and that the scale of contribution is sufficient to provide the promised benefits. Societies are obliged to forward to the Registrar annual returns about their membership and their finances, and reports dealing with the returns received are published in most of the States.

FRIENDLY SOCIETIES(a): SUMMARY, STATES, 1968-69

	N.S.W. (b)	Vic.	Qld	S.A.	W.A.	Tas.(c)	Total
Registered societies	43	124	17	14	11	9	218
Branches	1,676	1,091	400	542	248	112	4,069
Benefit members at end of year	136,037	153,591	63,390	50,880	15,465	4,882	424,245
Average benefit members during year	139,030	153,787	63,224	50,975	15,590	4,786	427,392
Members who received sick pay	n.a.	24,183	5,955	7,538	2,179	795	n.a.
Total weeks sick pay granted	n.a.	388,113	105,038	147,483	51,857	19,969	n.a.
Average weeks per member sick	n.a.	16.0	17.6	19.6	23.8	25.1	n.a.
Deaths of benefit members	n.a.	2,586	1,309	1,077	372	245	n.a.
Proportion of deaths per 1,000 members (average)	n.a.	16.8	20.7	21.1	23.9	51.2	n.a.
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue—							
Entrance fees, levies and members' contributions	17,157	15,718	3,295	7,093	2,587	58	45,909
Interest, dividends and rents	1,336	2,311	473	869	153	81	5,224
All other revenue	571	324	276	720	141	17	2,050
<i>Total revenue</i>	<i>19,065</i>	<i>18,353</i>	<i>4,044</i>	<i>8,682</i>	<i>2,881</i>	<i>156</i>	<i>53,182</i>
Expenditure—							
Sick pay	470	570	129	187	38	20	1,415
Medical attendance and medicine	13,106	10,145	2,651	6,027	2,337	2	34,268
Sums payable at death	555	266	202	145	51	50	1,269
Administration	2,918	2,969	782	1,143	194	37	9,984
All other expenditure	359	926		483	144	30	
<i>Total expenditure</i>	<i>17,408</i>	<i>14,877</i>	<i>3,764</i>	<i>7,985</i>	<i>2,764</i>	<i>139</i>	<i>46,936</i>
<i>Total Funds</i>	<i>30,200</i>	<i>41,854</i>	<i>10,446</i>	<i>18,188</i>	<i>4,027</i>	<i>1,390</i>	<i>106,105</i>

(a) Excludes juvenile branches, dispensaries, medical institutes, and certain miscellaneous societies. Receipts and payments of subsidy under the Commonwealth medical and hospital benefit schemes are excluded. (b) Includes the Australian Capital Territory. (c) Year 1969.

Co-operative societies

Co-operative societies are divided into three classes: (i) those engaged in the manufacture and marketing of primary products and trade requirements; (ii) those engaged in retailing general household requirements; and (iii) those engaged in activities covered by both classes (i) and (ii). The first class may be described briefly as producers' co-operative societies and the second as consumers' co-operative societies. The particulars given for New South Wales relate to societies registered under the Co-operation Act, 1923-1967. A summary of the business of all co-operative societies for the year 1968-69 for all States is given in the following table. Separate particulars for each of the three types of co-operative societies are given in the annual bulletin *Insurance and Other Private Finance*, and issue No. 7, 1969-70 contains details for 1967-68 and 1968-69.

CO-OPERATIVE SOCIETIES: STATES, 1968-69

	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	Total	
Societies . . . No.	362	155	765	66	69	16	1,433	
Members . . . No.	346,083	144,138	157,954	130,355	70,728	5,705	854,963	
Income—	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Gross turnover (sales) . . .	347,657	140,959	174,088	58,349	75,884	10,081	807,019	
Other income . . .	4,549	6,921	13,247	4,847	20,736	1,198	51,498	
<i>Total</i> . . .	352,206	147,881	187,335	63,196	96,620	11,279	858,517	
Expenditure—								
Total purchases . . .	345,299	105,419	130,503	43,342	68,777	8,411	832,240	
Other expenditure . . .		36,780	51,220	16,221	23,675	2,595		
<i>Total</i> . . .	345,299	142,199	181,722	59,562	92,452	11,006	832,240	
Rebates and bonuses . . .	5,711	1,390	1,904	2,877	4,077	39	15,998	
Dividends on share capital	1,777	1,415	1,196	472	769	50	5,679	
Liabilities—								
Paid-up capital . . .	39,561	24,513	27,394	8,577	12,203	1,221	113,469	
Bank overdrafts . . .	50,580	19,192	19,437	4,082	7,354	821	101,467	
Accumulated profits . . .	23,759	2,771	7,751	1,584	185	566	107,315	
Reserve funds . . .		20,863	31,219	6,985	11,046	585		
Loan capital . . .	57,585	8,772	21,660	14,048	47,813	1,260	252,036	
Sundry creditors . . .		20,278	29,397	4,628	12,516	1,647		
Other liabilities . . .		6,995	12,989	9,120	3,087	242		
<i>Total</i> . . .	171,484	103,384	149,847	49,024	94,205	6,342	574,286	
Assets—								
Land and buildings . . .	70,959	45,849	33,417	11,406	7,520	1,379	268,005	
Machinery, plant and other fixed assets . . .			42,634	7,497	46,704	640		
Stocks . . .	54,359	15,830	11,122	11,816	7,944	961	102,032	
Sundry debtors . . .	35,354	29,569	51,428	7,809	23,624	2,393	150,178	
Cash in hand and on deposit . . .	10,811		2,169	3,694	902	2,111	260	54,071
Profit and loss account . . .			3,231	1,341	329	96	709	
Other assets . . .			6,737	6,211	9,265	6,206		
<i>Total</i> . . .	171,484	103,384	149,847	49,024	94,205	6,342	574,286	

LOTTERIES AND BETTING

Lotteries

State Governments operate lotteries in New South Wales, Queensland, South Australia, and Western Australia. The Lotteries Commission of South Australia commenced operations on 15 May 1967. Tattersall Sweep Consultations are operated under government licence in Victoria and also sell tickets under government licence in Tasmania and New Zealand. The statistics of sales of tickets and prizes for Victoria include sales and allotments of prizes in Tasmania and New Zealand by Tattersall Sweep Consultations, Victoria. Tasmanian Lotteries were operated under government licence until 30 September 1961, when they surrendered their licence. In general, revenue derived by the State Governments from these lotteries is used directly or indirectly to provide funds for expenditure on hospitals, charities, etc. For information as to the origin, purpose and method of payment of proceeds or taxes to State revenues *see* Year Book No. 46, page 808 and earlier issues.

LOTTERIES: VALUE OF TICKET SALES, PRIZES ALLOTTED, TAXES PAID AND OTHER NET CONTRIBUTIONS TO STATE GOVERNMENT REVENUES
1965-66 TO 1969-70
(\$'000)

Year	N.S.W.	Vic.	Qld	S.A.(a)	W.A.	Total
TICKET SALES						
1965-66 . . .	48,095	20,396	14,360	..	4,025	86,876
1966-67 . . .	50,171	20,300	14,620	500	4,775	90,366
1967-68 . . .	50,528	19,420	15,900	5,200	4,350	95,398
1968-69 . . .	53,335	19,440	16,680	5,350	5,150	99,955
1969-70 . . .	55,645	21,400	17,600	5,700	6,200	106,545
PRIZES ALLOTTED						
1965-66 . . .	30,815	12,238	9,163	..	2,339	54,555
1966-67 . . .	30,904	12,180	9,332	300	2,803	55,519
1967-68 . . .	30,850	11,652	10,151	3,129	2,493	58,275
1968-69 . . .	32,843	11,664	10,651	3,241	3,001	61,400
1969-70 . . .	34,052	12,840	11,237	3,460	3,757	65,346
TAXES PAID AND OTHER NET CONTRIBUTIONS TO STATE GOVERNMENT REVENUES(b)						
1965-66 . . .	11,217	6,294	3,588	..	1,146	22,245
1966-67 . . .	11,892	6,296	3,710	50	1,317	23,265
1967-68 . . .	11,809	6,020	4,006	1,603	1,236	24,675
1968-69 . . .	12,202	6,026	4,160	1,501	1,437	25,326
1969-70 . . .	12,712	6,634	4,358	1,927	1,643	27,274

(a) The Lotteries Commission of South Australia commenced operations on 15 May 1967.
(b) Includes grants to Tasmanian and New Zealand governments by Tattersall Sweep Consultations, Victoria.

Betting**TOTALIZATOR INVESTMENTS AND INVESTMENTS WITH LICENSED BOOKMAKERS
STATES AND AUSTRALIAN CAPITAL TERRITORY, 1965-66 TO 1969-70
(\$'000)**

<i>Year</i>	<i>N.S.W.</i>	<i>Vic.</i>	<i>Qld</i>	<i>S.A. (a)</i>	<i>W.A.</i>	<i>Tas.</i>	<i>A.C.T. (b)</i>	<i>Total</i>
TOTALIZATOR INVESTMENTS								
1965-66	94,317	163,006	39,978	4,702	42,568	1,149	1,974	347,695
1966-67	146,084	179,490	47,339	7,207	43,077	1,174	2,567	426,938
1967-68	196,120	200,253	55,330	20,030	46,180	1,277	3,098	522,288
1968-69	241,350	224,955	61,003	26,292	52,938	1,145	4,215	611,897
1969-70	292,442	245,993	81,771	31,679	60,913	1,250	7,092	721,141
INVESTMENTS WITH LICENSED BOOKMAKERS(c)								
1965-66	267,987	160,453	118,560	55,022	20,691	32,137	n.a.	n.a.
1966-67	283,346	168,381	123,506	55,740	24,817	35,091	n.a.	n.a.
1967-68	283,262	172,603	131,145	49,189	27,332	42,090	n.a.	n.a.
1968-69	282,497	172,388	141,167	50,263	32,189	41,705	n.a.	n.a.
1969-70	310,881	183,296	145,837	58,165	38,972	44,899	n.a.	n.a.

(a) Totalisator Agency Board commenced operating on 29 March 1967. (b) Off-course investments only.
(c) Estimated from taxes on betting with licensed bookmakers.

PROBATES AND LETTERS OF ADMINISTRATION

The following table gives some particulars of the number and value of estates of deceased persons in each State for the latest year for which information is available. Owing to differences in legislation in the various States the figures are not entirely comparable.

PROBATES AND LETTERS OF ADMINISTRATION: STATES

	<i>N.S.W. 1969-70(a)</i>	<i>Vic. 1969</i>	<i>Qld 1969-70</i>	<i>S.A. 1969</i>	<i>W.A. 1968-69(b)</i>	<i>Tas. 1969(c)</i>
Estates No.	28,250	21,088	9,228	5,161	4,732	1,638
Gross value \$'000	n.a.	412,832	150,018	85,557	n.a.	32,966
Net value \$'000	478,637	372,072	139,904	80,347	60,336	30,367

(a) Total estates of deceased persons assessed for death duty. (b) Net value includes duty-free bequests of \$846,355.
(c) Estates dealt with by the Taxation Department.

AUSTRALIAN INDUSTRY DEVELOPMENT CORPORATION

The Australian Industry Development Corporation was established by the *Australian Industry Development Corporation Act 1970* and commenced operations on 1 February 1971. Within the objectives and broad policy guidelines defined in the Act the Corporation operates independently of Government as a commercial enterprise governed by its own Board of Directors. It is not subject to direction by or on behalf of the Commonwealth.

The Corporation has a capital of \$100 million, to be subscribed solely by the Commonwealth. The capital is initially paid to \$25 million with provision for the remainder to be paid in instalments, but the whole is available if required to meet obligations.

The central objectives of the Corporation are to promote the development of industries in Australia and support local participation in the ownership and control of industries and resources. Consistent with these objectives and the principle that A.I.D.C. must operate on a commercial basis and assist only in ventures which can demonstrate sound prospects, the Corporation provides finance, obtained principally by overseas borrowings, for essentially Australian-owned firms (including local firms with foreign partners) engaged in new development or expansion in the manufacturing, processing and mining industries.

The Corporation's financial participation in a venture is governed by the prevailing terms and conditions under which it can itself obtain loan finance from overseas. The capital of the Corporation is provided as a base for its borrowings and is not directly used for assistance to industry projects.

The Corporation participates in the financing of a development only at the invitation of the enterprise concerned and in the manner dictated by the needs of the project. Its assistance may be given in a variety of ways, such as loan investments or guarantees, or by temporarily taking a minority equity position.

