

CHAPTER 19

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 monthly mimeographed statements *Banking Statistics* (bulletin and preliminary statement), *Savings Bank Statistics* (bulletin and preliminary statement), *Australian Life Insurance Statistics*, and *Finance Companies: Australia*. The annual mimeographed bulletin *Australian Fire, Marine and General Insurance Statistics* contains the latest information available on the subject of general insurance. Other relevant mimeographed statements are: *Finance Companies: July 1964 to December 1966*; *Instalment Credit for Retail Sales*; *Unit Trusts, Land Trusts, and Mutual Funds*; *New Capital Raisings by Companies in Australia*; and *Capital and Maintenance Expenditure by Private Business in Australia*—quarterly; *Government Pension and Superannuation Schemes, 1964–65*; *Survey of Private Pension and Retiring Allowance Schemes, 1962–63*; *Survey of Selected Large Private Pension Funds, 1964–65*; and *Registered Building Societies, 1964–65*. Preliminary monthly statements *Instalment Credit for Retail Sales* and preliminary estimates of New Capital Raisings are also issued.

CURRENCY

Until 13 February 1966 Australian currency was based on the British unit, which is 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 official changeover arrangements provided for a dual currency and for a transition period of eighteen months to two years following the changeover. From the changeover day all cheques and other bills of exchange and all promissory notes have to be executed in dollars and cents. During the transition period, however, contracts and other monetary transactions might be arranged in terms of either £ s. d. or \$ c.

After the end of the transition period (1 August 1967 fixed by proclamation) contracts and other documents will have to be made out in terms of \$ c. All references to £ s. d. in existing contracts, agreements, etc. with continuing effect will be converted automatically into their exact equivalents in decimal currency. Payments of amounts owing in £ s. d. will be made in \$ c on a nearest-cent basis according to the conversion table shown in the Currency Act (see Year Book No. 52, page xvi). Threepences, pennies and halfpennies will be legal tender only in multiples of sixpence. All £ s. d. notes and coins from sixpence upwards will continue to be legal tender on the same basis as decimal notes and coins.

Historical notes of the arrangements for the introduction of decimal currency and the relationship between £ s. d. and \$ c are published in Year Book No. 52, pages 671–4.

Australian coinage

Prior to Federation in 1901 the coins circulating throughout Australia were many and varied. For a full account of the history of pre-Federation coinage see Year Book, No. 51, 1965, pages 812–14. After Federation the only coins which were legal tender within Australia until 1909 were English coins.

The Constitution in 1901 gave the Commonwealth Parliament power to make laws with respect to coinage and in 1909 the Coinage Act was passed prescribing the standard weight and fineness of coins. The first coins exclusively for circulation in Australia—silver (925 fine) florins, shillings, sixpences and threepences—were minted in 1910 by the Royal Mint, London, followed by bronze coins in 1911. The Melbourne Branch of the Royal Mint produced in 1916 the first Commonwealth coins (pence) minted in Australia. The Sydney Branch of the Royal Mint commenced production of halfpennies in 1919 and in 1922 the Perth Branch minted its first pennies.

The Commonwealth Treasury administered the Coinage Act which was repealed and replaced by the *Currency Act* 1965. All coins produced under authority of these two Acts have been ordered by the Treasury.

Australian mints

Brief historical notes relating to Australian mints and details of pre-decimal Australian coins obtained from each mint to 30 June 1965 are given in Year Book No. 52, page 675.

The construction of the Royal Australian Mint in Canberra provided the Commonwealth Government for the first time with facilities for minting its own coinage. Production at the Royal Australian Mint was initially restricted to the new coins for issue on the changeover to decimal currency on 14 February 1966. It was estimated that a minimum of 1,700 million pre-decimal coins needed to be replaced by the new coinage. The critical coins were the bronze one cent and two cents to replace the threepence, penny and halfpenny which had no counterparts in the decimal range. The initial capacity of the Royal Australian Mint was directed to the production of bronze coin with some capacity being directed to the fifty cent silver coin. Bronze decimal coins were also produced at the Melbourne and Perth branches of the Royal Mint, and the Royal Mint, London, contracted to produce 30 million each of the cupro-nickel five, ten and twenty cent denominations for issue in February 1966. All Australia's coin requirements are now met by the Royal Australian Mint, with the Melbourne and Perth branches of the Royal Mint providing some bronze coins on contract to the Commonwealth Treasury.

Coins in circulation

Brief historical notes relating to the Australian pre-decimal coinage are given in Year Book No. 37, pages 557 and 558. For weight, metal composition, etc., of Australian pre-decimal coins in circulation see Year Book No. 39, page 697. The silver coins issued prior to July 1947 had a millesimal fineness of 925 (thirty-seven fortieths silver and three-fortieths copper) and those issued after 1 July 1947 (dated 1946 and later) had a millesimal fineness of 500 (one-half silver and one-half other metals).

The net issues of Australian pre-decimal silver and bronze coins from 1910 to 30 June 1966 were: crown (5s.), \$551,000; florin (2s.), \$47,065,000; shilling (1s.), \$21,522,000; sixpence (6d.), \$15,975,000; threepence (3d.), \$13,010,000; total silver coin, \$97,992,000; penny (1d.) \$5,597,000; half-penny (½d.), \$1,342,000; total bronze coin, \$6,938,000. Except in the total, no allowance has been made for \$131,000 worth of damaged silver coin, for which denominations are not available, withdrawn since 1910. Australian decimal coin issued from 14 February 1966 to 30 June 1966 was: 50 cents, \$11,299,000; 20 cents, \$5,835,000; 10 cents, \$2,924,000; 5 cents, \$1,451,000; 2 cents, \$4,051,000; 1 cent, \$3,043,000; total \$28,603,000.

Profits on pre-decimal coinage

Australian coins are token coins and, as the face value of the coins is greater than the value of the bullion they contain, a profit is made from their issue. This profit forms part of the Commonwealth Consolidated Revenue. In the following table details are given of the value of pre-decimal coins issued, the cost of bullion, the cost of minting, and sundry expenses connected with the issue, and the profits made on the issue of coins during the years 1961-62 to 1965-66.

AUSTRALIAN PRE-DECIMAL SILVER AND BRONZE COINS: PROFITS FROM ISSUE
1961-62 TO 1965-66
 (\$'000)

Year	Face value of coin issued (a)	Cost of bullion	Gross profit	Cost of minting and sundry charges	Net profit
Silver coin—					
1961-62 . .	7,345	5,318	2,028	536	1,492
1962-63 . .	5,515	4,536	979	526	453
1963-64 . .	4,191	4,142	49	335	-287
1964-65 . .	2,209	2,250	-41	107	-148
1965-66 . .	..	..	..	..	..
Bronze coin—					
1961-62 . .	287	204	83	396	-313
1962-63 . .	340	242	98	340	-242
1963-64 . .	868	611	257	683	-426
1964-65 . .	445	345	100	380	-281
1965-66 . .	83	98	-15	95	-110
All coin—					
1961-62 . .	7,632	5,521	2,111	932	1,179
1962-63 . .	5,855	4,778	1,077	866	212
1963-64 . .	5,059	4,753	306	1,018	-712
1964-65 . .	2,654	2,595	58	487	-429
1965-66 . .	83	98	-15	95	-110

(a) Includes selected and proof pieces.

Minus sign (—) denotes a loss.

Gold receipts and issues

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, 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.

Details of the production of gold, subsidy payable, etc. are given in the chapter Mineral Industry.

Price of gold

The following table shows the average prices of gold, the average values of the sovereign's gold content in London, and the sovereign's Reserve Bank buying price in Australia for the years 1961-62 to 1965-66. 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*.

PRICE OF GOLD: LONDON AND AUSTRALIA, 1961-62 TO 1965-66

Year	London		Australia		
	Average price per fine oz	Average value of sovereign's gold content	Average price per fine oz	Sovereign	
				Reserve Bank buying price	Equivalent to a premium on mint par value of—
	£stg s. d.	£stg s. d.	\$	\$	per cent
1961-62 . .	12 10 1	2 18 10	31.25	7.25	267.8
1962-63 . .	12 10 6	2 19 0	31.25	7.25	267.8
1963-64 . .	12 10 9	2 19 1	31.25	7.25	267.8
1964-65 . .	12 11 8	2 19 3	31.25	7.25	267.8
1965-66 . .	12 11 8	2 19 3	31.25	7.25	267.8

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 ($\frac{11}{16}$ ths).

The average prices per fine ounce in Australian currency obtained for gold exported under this scheme for each month during 1965-66 for which there were sales were: July, \$31.452; August, \$31.458; September, \$31.527; October, \$31.427; November, \$31.327; December, \$31.315; January, \$31.326; February, \$31.311; March, \$31.343; April, \$31.414; May, \$31.437 and June, \$31.425.

The Australian note issue

In 1901 notes in circulation in Australia consisted of bank notes payable in gold coin and issued by the trading banks, and Queensland Treasury notes. Bank notes circulated in all States except Queensland, but were not legal tender except for a brief period in 1893 in New South Wales. There were, however, some restrictions on their issue or other provisions for the protection of the public. Queensland Treasury notes were issued by the Queensland Government and were legal tender in that State. Notes of both categories continued in circulation until 1910, when the *Australian Notes Act 1910* and *Bank Notes Tax Act 1910* were passed by the Commonwealth Parliament. The *Australian Notes Act 1910* prohibited the circulation of State notes as money and the *Bank Notes Tax Act 1910* imposed a tax of ten per cent per annum on 'all bank notes issued or re-issued by any bank in the Commonwealth after the commencement of this Act, and

not redeemed'. These Acts put an end to the issue of notes by the trading banks and the Queensland Treasury. The *Reserve Bank Act* 1959 expressly prohibits persons, including States, from issuing bills or notes payable to bearer on demand and intended for circulation.

The *Reserve Bank Act* 1965 authorised the Bank 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. The Act provided that each note of the previous currency should have the value in dollar currency set out in the following table:

10s.	.	.	.	\$1
£1	.	.	.	\$2
£5	.	.	.	\$10
£10	.	.	.	\$20
£20	.	.	.	\$40
£50	.	.	.	\$100
£100	.	.	.	\$200
£1,000	.	.	.	\$2,000

The Act came into force on 14 February 1966, and notes of \$1, \$2, \$10, and \$20 denominations were issued forthwith as legal tender to any amount throughout Australia. A description of these notes is published in Year Book No. 52, page 678.

On 29 May 1967 \$5 notes were issued throughout Australia and the Territory of Papua and New Guinea. The \$5 note was designed by Gordon Andrews, the designer of the other dollar notes already in circulation. On the front is a portrait of Sir Joseph Banks (1743–1820), with an assemblage of Australian flora. Sir Joseph Banks accompanied Captain James Cook on his voyage to Australia in 1770, personally meeting the cost of the scientific equipment and staff that were with him. He collected and wrote about Australian flora and over a long period enthusiastically encouraged and financed others to carry out scientific investigations in Australia in a variety of fields. On the back Mrs Caroline Chisholm is portrayed against a background composed of illustrations of women and children of her time and of ships and Sydney streets of the period. Caroline Chisholm (1808–1877) was a pioneer in encouraging the migration of women and families from England to Australia. The \$5 note, which measures 150-mm by 75-mm, is basically mauve in colour with the main features being overprinted in black. The paper contains a watermark portrait of Captain Cook and an embedded metal thread running down near the centre.

Gold reserve against the note issue

The *Australian Notes Act* 1910 provided that the Treasurer should hold, in gold coin, a reserve of an amount not less than one-fourth of the notes issued up to \$14,000,000 and an amount equal to the excess over \$14,000,000. In 1911 this provision was amended and the Treasurer was required only to hold, in gold coin, an amount not less than one-fourth of the total amount of Australian notes issued. In June 1931, to permit further shipments of gold to meet short-term obligations in London, an amendment to the Commonwealth Bank Act provided for the reduction of the gold reserve for the two years ended 30 June 1933 to not less than 15 per cent. The reserve was to be increased, by graduated steps, to 25 per cent by 30 June 1935. In May 1932 a further amendment to the Commonwealth Bank Act provided that the reserve might be held 'in gold or in English sterling or partly in gold and partly in English sterling'. English sterling was defined as 'currency which is legal tender in the United Kingdom, and included (a) balances standing to the credit of the Bank at the Bank of England or at any other of its bankers in London; (b) Bills of Exchange or advances secured by Bills of Exchange which (i) are payable in the United Kingdom in currency which is legal tender in the United Kingdom; (ii) will mature in not more than three months, and the security for the payment of which bills is, in the opinion of the Bank, satisfactory; and (c) Treasury Bills or other securities of the United Kingdom which will mature in not more than three months'.

The statutory reserve against the note issue was abolished by the *Commonwealth Bank Act* 1945 which provided that the assets of the Note Issue Department should be held in gold, on deposit with any bank, or in securities of the Government of the United Kingdom or of the Commonwealth or a State. This provision was continued in the *Reserve Bank Act* 1959.

Australian notes in circulation

AUSTRALIAN NOTES IN CIRCULATION, JUNE 1962 TO 1966
(\$'000)

Denomination	Last Wednesday in June—				
	1962	1963	1964	1965	1966
\$1 and 10s.	25,150	26,276	27,550	28,396	32,204
\$2 and £1	135,880	138,104	141,290	143,308	138,164
\$10 and £5	379,584	386,136	390,728	392,980	369,247
\$20 and £10	307,136	310,578	304,964	297,479	309,713
£20	4	4	4	2	2
£50	60	58	56	45	43
£100	72	64	62	41	41
£1,000	7,680	8,224	5,656	164	..
<i>Held by banks</i>	117,280	125,938	133,710	138,783	154,117
<i>Held by public</i>	738,286	743,506	736,600	723,631	695,298
Total	855,566	869,444	870,310	862,414	849,414

Reserve Bank—Note Issue Department

The following statement shows particulars of liabilities and assets of the Note Issue Department of the Reserve Bank as at 30 June 1965 and 1966.

RESERVE BANK OF AUSTRALIA: NOTE ISSUE DEPARTMENT
LIABILITIES AND ASSETS, 30 JUNE 1965 AND 1966
(\$ million)

Liabilities	1965	1966	Assets	1965	1966
Notes on issue(a)	862.4	835.3	Gold and balances held abroad (including money at short call)	381.1	435.0
Special reserve—			Other overseas securities	174.1	134.8
Premium on gold sold	9.5	9.5	Government securities (including Commonwealth Treasury bills)	337.8	296.2
Other liabilities(a)	21.3	21.5	Other assets	0.2	0.2
Total	893.2	866.2	Total	893.2	866.2

(a) Notes of a denomination not exceeding one pound which have been on issue for more than twenty years and notes of a denomination exceeding one pound 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.

Until June 1951 all profits of the Note Issue Department, with the exception of \$4,000,000 and \$2,400,000 paid to the capital accounts of the Rural Credits Department and Mortgage Bank Department respectively, were paid to the Commonwealth Consolidated Revenue Fund. For the years 1951–52 to 1955–56 the profits were distributed as follows: (a) \$1,000,000 per annum to the capital accounts of the Commonwealth Trading Bank (prior to 3 December 1953 the General Banking Division of the Commonwealth Bank) and the several departments of the Commonwealth Bank, distributed two-sevenths each to the Commonwealth Trading Bank, Mortgage Bank Department and Industrial Finance Department and one-seventh to the Rural Credits Department, and (b) the balance to the Commonwealth Consolidated Revenue Fund. Since 1955–56 the profits have been paid to the Commonwealth Consolidated Revenue Fund. Profits of the Note Issue Department in 1965–66 amounted to \$31,070,000.

Rates of exchange

In the following table the par of exchange (based on par values agreed with the International Monetary Fund) and average telegraphic transfer selling rates of exchange for Sydney on a number of overseas countries are shown. Generally, the averages, which are averages of daily quotations, are based on rates quoted by the Commonwealth Trading Bank. 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 are shown.

OVERSEAS EXCHANGE RATES: PAR OF EXCHANGE AND AVERAGE TELEGRAPHIC TRANSFER SELLING RATES FOR SYDNEY ON OVERSEAS COUNTRIES, 1965-66

Country	Basis of quotation	Australian decimal currency equivalents		Country	Basis of quotation	Australian decimal currency equivalents	
		Par of exchange (a)	Selling rate, 1965-66			Par of exchange (a)	Selling rate, 1965-66
Belgium . . .	Francs to \$A1 . .	56.022	55 07	Japan . . .	Yen to \$A1 . .	403.226	401.02
Canada . . .	Dollars to \$A1 . .	1.211	1.1984	Netherlands . .	Guilders to \$A1 . .	4.054	4.004
Ceylon . . .	Rupees to \$A1 . .	5.333	5.266	New Zealand . .	\$A to £N.Z.100 . .	248.294	249.08
China . . .				Norway . . .	Kroner to \$A1 . .	8.000	7.92
(mainland) . .	New Yuan to \$A1 . .	(b)	2.74	Pakistan . . .	Rupees to \$A1 . .	5.333	5.284
China (Taiwan) . .	Dollars to \$A1 . .	(c)	44.70	Portugal . . .	Escudos to \$A1 . .	32.200	31.92
Denmark . . .	Kroner to \$A1 . .	7.736	7.66	Singapore . . .	Dollars to \$A1 . .	3.429	3.395
Fiji . . .	\$A to £F100 . .	224.226	226.00	South Africa . .	Rands to \$A1 . .	0.800	0.795
Finland . . .	Markkas to \$A1 . .	3.584	3.59	Sweden . . .	Kronor to \$A1 . .	5.794	5.724
France . . .	Francs to \$A1 . .	5.529	5.436	Switzerland . .	Francs to \$A1 . .	(b)	4.800
Germany, Fed. Rep. of . .	Deutsche Marks to \$A1 . .	4.480	4.45	United Arab Republic . .	£E to \$A1 . .	0.390	0.478
Hong Kong . . .	Dollars to \$A1 . .	6.415	6.371	United Kingdom . .	\$A to £Stg100 . .	250.00	251.00
India . . .	Rupees to \$A1 . .	5.333	5.470	United States of America . .	Dollars to \$A1 . .	1.120	1.130
Italy . . .	Lire to \$A1 . .	700.00	692.00	U.S.S.R. . .	Roubles to \$A1 . .	(b)	1.004

(a) As at 30 June 1966, established under International Monetary Fund Agreement. (b) Not a member of the International Monetary Fund. (c) No par value established.

VOLUME OF MONEY

VOLUME OF MONEY: AUSTRALIA, JUNE 1962 TO 1966

(Source: Reserve Bank of Australia)

(\$ million)

June—	Notes and coin in hands of public	Deposits of public with all cheque-paying banks(a)		Deposits with all savings banks(b)	Total volume of money
		Current	Fixed		
1962	810	2,569	1,039	3,428	7,845
1963	818	2,646	1,147	3,906	8,517
1964	815	2,917	1,380	4,444	9,556
1965	814	2,977	1,688	4,858	10,337
1966	783	3,033	1,898	5,223	10,938
December(c) 1966 . .	909	3,294	1,981	5,502	11,686

(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. (c) Excludes one Wednesday.

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 as mainly 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 banking 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* 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 eight major trading banks. One of these banks is owned by the Commonwealth Government and seven are privately owned companies established by Act or Charter or incorporated under State or British law. Two of these private banks are owned by British interests. Since 1945 no new private trading banks may be established without the approval of the Commonwealth. State-owned trading banks operate in three States under State law and confine their activities to their own States. One small trading bank confines its operations to one city and three foreign banks 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.

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.

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.

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* 1959-1966 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 first 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. It applies to all banks, including savings banks, operating in Australia or the 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* 1959-1966 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* 1959-1966 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.

On pages 686-7 details are given of the assets and liabilities of the Commonwealth Development Bank. Details for the Commonwealth Savings Bank are shown on pages 708-10. Details for the Commonwealth Trading Bank are included in statistics of cheque-paying banks—Major Trading Banks, on pages 688-94.

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 and The Savings Bank of South Australia (see pages 707-15).

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 four 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. (See pages 684-6).
- (ii) *The Commonwealth Development Bank of Australia*. The prime purpose of this Bank is to assist in the development of worthwhile enterprises in the field of both primary and secondary industries which would otherwise be unable to obtain the necessary finance on reasonable and suitable terms and conditions. (See pages 686-7.)
- (iii) *Cheque-paying banks—Major Trading Banks*. These comprise the Commonwealth Trading Bank of Australia, Australia and New Zealand 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 English, Scottish and Australian Bank Ltd, The National Bank of Australasia Ltd. (See pages 687-705.)

All cheque-paying banks. These comprise the major trading banks and the following banks—the Bank of China, Bank of New Zealand, The Brisbane Permanent Building and Banking Co. Ltd, Banque Nationale de Paris (formerly Comptoir National de l'Escompte 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. (See pages 687 and 693–8.)

Australian cheque-paying banks (see pages 688–92) comprises all cheque-paying banks except the Bank of China, Bank of New Zealand and Banque Nationale de Paris.

- (iv) *Savings Banks.* Savings banks operating at 30 June 1966 were—the Commonwealth Savings Bank of Australia, the Australia and New Zealand Savings Bank Ltd, the Bank of New South Wales Savings Bank Ltd, and the National Bank Savings Bank Ltd (in all States and Territories within and without Australia); The Bank of Adelaide Savings Bank Ltd (all States except Tasmania); The Commercial Savings Bank of Australia Ltd and the E.S. & A. Savings Bank Ltd (in all States and Territories within Australia), the C.B.C. Savings Bank Ltd (in all States and in the Australian Capital Territory); the State Savings Bank of Victoria, The Savings Bank of South Australia, the Savings Bank Division of The Rural and Industries Bank of Western Australia, and the two trustee banks, The Hobart Savings Bank and Launceston Bank for Savings. (See pages 707–16.)

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 liabilities and assets—all Departments

RESERVE BANK OF AUSTRALIA: LIABILITIES, 30 JUNE 1962 TO 1966 (\$ million)

30 June—	Capital and reserve funds	Develop-ment fund	Special reserve—premium on gold sold	Australian notes on issue	Deposits of trading banks		Deposits of saving banks	Other deposits, bills payable and other liabilities	Total
					Statutory Reserve Deposit Accounts	Other			
CENTRAL BANKING BUSINESS									
1962	48.2	..	..	..	387.9	175.0	320.2	315.5	1,246.9
1963	51.6	..	..	..	445.2	102.9	370.1	331.9	1,301.7
1964	56.5	..	..	..	676.3	101.8	432.3	327.9	1,594.8
1965	61.3	..	..	..	654.7	100.4	429.6	347.2	1,593.2
1966	65.3	..	..	..	471.9	130.2	418.6	351.6	1,437.6
NOTE ISSUE DEPARTMENT									
1962	..	..	9.5	848.4	..	..	..	20.8	878.7
1963	..	..	9.5	860.3	..	..	..	20.9	890.7
1964	..	..	9.5	856.1	..	..	..	21.1	886.7
1965	..	..	9.5	862.4	..	..	..	21.3	893.2
1966	..	..	9.5	835.3	..	..	..	21.5	866.2
RURAL CREDITS DEPARTMENT									
1962	13.3	0.5	..	..	..	..	..	105.2	119.0
1963	13.7	0.5	..	..	..	..	..	196.3	210.6
1964	14.2	0.6	..	..	..	..	..	116.1	130.9
1965	14.7	0.6	..	..	..	..	..	227.7	243.1
1966	15.3	0.7	..	..	..	..	..	158.7	174.7
TOTAL(a)									
1962	61.5	0.5	9.5	848.4	387.9	175.0	320.2	332.7	2,155.0
1963	65.3	0.5	9.5	860.3	445.2	102.9	370.1	338.4	2,217.7
1964	70.8	0.6	9.5	856.1	676.3	101.8	432.3	341.1	2,509.0
1965	76.1	0.6	9.5	862.4	654.7	100.4	429.6	362.4	2,515.6
1966	80.7	0.7	9.5	835.3	471.9	130.2	418.6	370.3	2,335.8

(a) Inter-departmental accounts have been offset.

RESERVE BANK OF AUSTRALIA: ASSETS, 30 JUNE 1962 TO 1966
(\$ 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 dis- counted, all other assets(c)	Bank premises (d)	Bills receivable and remit- tances in transit	Total
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CENTRAL BANKING BUSINESS

1962	547.1	37.7	11.4	523.0	4.2	101.3	6.5	15.5	1,246.9
1963	592.7	35.5	14.0	431.6	4.5	203.6	10.0	9.8	1,301.7
1964	866.1	122.6	12.7	411.6	5.5	131.6	15.1	29.6	1,594.8
1965	506.3	237.1	10.1	464.4	32.6	277.1	22.4	43.1	1,593.2
1966	551.5	171.3	24.0	392.2	15.7	220.4	29.1	33.5	1,437.6

NOTE ISSUE DEPARTMENT

1962	442.7	30.0	..	405.9	..	0.1	..	..	878.7
1963	500.0	31.9	..	358.7	..	0.1	..	..	890.7
1964	546.2	77.1	..	263.3	..	0.1	..	..	886.7
1965	381.1	174.1	..	337.8	..	0.2	..	..	893.2
1966	435.0	134.8	..	296.2	..	0.2	..	..	866.2

RURAL CREDITS DEPARTMENT

1962	..	..	..	..	..	119.0	..	..	119.0
1963	..	..	..	..	..	210.6	..	..	210.6
1964	..	..	..	..	..	130.9	..	..	130.9
1965	..	..	..	..	..	243.1	..	..	243.1
1966	..	..	..	..	..	174.7	..	..	174.7

TOTAL(e)

1962	989.9	67.7	11.4	929.0	4.2	130.9	6.5	15.5	2,155.0
1963	1,092.7	67.4	14.0	790.3	4.5	229.0	10.0	9.8	2,217.7
1964	1,412.3	199.6	12.7	675.0	5.5	159.1	15.1	29.6	2,509.0
1965	887.3	411.3	10.1	802.3	32.6	306.5	22.4	43.1	2,515.6
1966	986.5	306.1	24.0	688.5	15.7	252.4	29.1	33.5	2,335.8

(a) Includes currency at short call. (b) Includes Treasury bills and Treasury notes—prior to July 1962, Treasury bills and seasonal securities, the latter securities being replaced by Treasury notes. (c) After deducting provision for debts considered bad or doubtful. (d) At cost, less amounts written off. (e) Inter-departmental accounts have been offset.

Reserve Bank profits

RESERVE BANK OF AUSTRALIA: NET PROFITS
1961-62 TO 1965-66
(\$ million)

Year	Central Banking Business	Note Issue Depart- ment	Rural Credits Depart- ment	Total
1961-62	13.3	31.5	0.9	45.8
1962-63	6.7	25.6	0.9	33.2
1963-64	10.0	27.0	1.0	37.9
1964-65	15.3	30.5	1.0	46.8
1965-66	8.7	31.1	1.2	41.0

RESERVE BANK OF AUSTRALIA: DISTRIBUTION OF PROFITS
1961-62 TO 1965-66
(\$ million)

Year	Total net profits	Distributed to—			
		Commonwealth of Australia	Reserve Bank Reserve fund	Rural Credits Department	
				Reserve fund	Development fund
1961-62 . . .	45.8	40.5	4.4	0.5	0.5
1962-63 . . .	33.2	28.9	3.4	0.4	0.4
1963-64 . . .	37.9	32.0	5.0	0.5	0.5
1964-65 . . .	46.8	41.0	4.8	0.5	0.5
1965-66 . . .	41.0	35.8	4.0	0.6	0.6

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, \$10,000,000 provided by the Reserve Bank, \$20,000,000 appropriated from the Consolidated Revenue Fund in 1961-62 by the *Commonwealth Banks Act* 1961 and the *Commonwealth Banks Act* 1962, \$10,000,000 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.

Liabilities and assets

COMMONWEALTH DEVELOPMENT BANK OF AUSTRALIA: LIABILITIES
30 JUNE 1962 TO 1966
(\$ million)

30 June—	Capital	Reserve fund	Balances due to other banks	Deposits, bills payable, all other liabilities	Total
1962 . . .	51.7	13.1	29.1	18.5	112.4
1963 . . .	51.7	14.9	28.2	20.2	115.0
1964 . . .	61.7	16.8	27.2	22.9	128.6
1965 . . .	61.7	19.0	45.0	25.1	150.8
1966 . . .	61.7	21.2	65.9	27.8	176.6

COMMONWEALTH DEVELOPMENT BANK OF AUSTRALIA: ASSETS
30 JUNE 1962 TO 1966
 (\$ 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
1962.	0.7	12.8	0.7	1.0	0.6	96.3	0.4	112.4
1963.	0.8	5.3	0.4	0.4	0.8	106.9	0.3	115.0
1964.	0.6	3.0	0.4	..	0.9	123.4	0.4	128.6
1965.	0.3	1.2	0.4	0.7	1.0	146.8	0.5	150.8
1966.	0.5	1.2	0.3	0.4	1.1	172.6	0.6	176.6

Profit and loss

The profit and loss of the Commonwealth Development Bank for the years 1961–62 to 1965–66, is shown in the following table. The net profit was appropriated to the Commonwealth Development Bank Reserve Fund.

COMMONWEALTH DEVELOPMENT BANK OF AUSTRALIA
PROFIT AND LOSS, 1961–62 TO 1965–66
 (\$ million)

Year	Discount and interest earned, etc. (a)	Expenses (b)	Taxes and payments in lieu of taxes	Net Profit
1961–62	5.2	3.8	..	1.4
1962–63	5.6	3.8	..	1.8
1963–64	6.1	4.1	..	1.9
1964–65	7.2	5.0	0.1	2.1
1965–66	8.7	6.5	0.1	2.2

(a) 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).

(b) Includes proportion of expenses of Commonwealth Banking Corporation attributable to the Development Bank.

Cheque-paying banks**Banks transacting business in Australia**

At 30 June 1966 the fifteen banks operating in Australia transacted all classes of banking business at 4,544 branches and 1,746 agencies. The major trading banks have branches throughout Australia. The Rural Bank of New South Wales, the State Bank of South Australia, and The Rural and Industries Bank of Western Australia, being State Government banks, have branches only in their respective States. The Brisbane Permanent Building and Banking Co. Ltd. transacts business only in Brisbane. The remaining three banks are branches of overseas banks.

CHEQUE-PAYING BANKS: NUMBER OF BRANCHES(a)
STATES AND TERRITORIES, 30 JUNE 1966

Banks	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	N.T.	A.C.T.	Aust.
Major Trading Banks	1,544	1,192	678	398	344	100	13	32	4,301
Other cheque-paying banks	153	2	2	35	51	..	..	..	243
All cheque-paying banks—									
Metropolitan area	773	670	214	203	182	30	4	27	2,103
Elsewhere	924	524	466	230	213	70	9	5	2,441
Total	1,697	1,194	680	433	395	100	13	32	4,544

(a) Includes head offices. Excludes 1,746 agencies.

Australian cheque-paying banks—balance sheets

Liabilities and assets of individual Australian cheque-paying banks at balance dates in 1966 (and corresponding totals for these banks in 1965) are shown in the following tables. The information for the Major Trading Banks and The Brisbane Permanent Building and Banking Co. Ltd. has been obtained from the annual returns lodged with the Commonwealth Statistician under Section 52 of the *Banking Act* 1959–1966, whereas that for the other banks has been compiled from information published in their annual reports.

AUSTRALIAN CHEQUE-PAYING BANKS: LIABILITIES(a), 1965 AND 1966
(£'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
1966—								
Major Trading Banks—								
Commonwealth Trading Bank of Australia	(c) 14,858	12,295	..	..	27,153	8,754	1,130,223	1,166,130
Australia and New Zealand Bank Ltd.	38,654	26,819	2,706	4,403	72,582	74,349	1,210,106	1,357,037
The Bank of Adelaide	5,600	5,500	280	556	11,936	1,622	92,942	106,500
Bank of New South Wales	52,680	38,890	2,634	3,992	98,196	26,608	1,607,431	1,732,235
The Commercial Bank of Australia Ltd.	17,658	10,550	1,109	1,035	30,352	8,585	611,894	650,830
The Commercial Banking Co. of Sydney Ltd.	17,000	15,128	850	1,327	34,305	13,096	584,992	632,392
The English, Scottish and Australian Bank Ltd.	17,570	11,672	1,054	2,091	32,387	543	459,745	492,674
The National Bank of Australasia Ltd.	25,223	18,000	1,261	1,976	46,459	3,999	912,813	963,271
The Queensland National Bank Ltd. (in vol. liq.)(d) . . . . .	..	..	..	61	61	..	134	195
<i>Total, Major Trading Banks</i>	189,243	138,853	9,894	15,440	353,431	137,555	6,610,279	7,101,265
Other banks—								
The Brisbane Permanent Building and Banking Co. Ltd.	2,500	1,025	100	142	3,767	..	8,488	12,255
The Rural Bank of New South Wales (General Bank Department)	(e) 18,400	(f) 34,517	..	..	52,917	..	255,736	308,653
State Bank of South Australia	(g) 13,985	6,070	..	..	20,055	..	(h) 93,996	114,051
The Rural and Industries Bank of Western Australia (Rural Department)	(i) 22,230	2,140	..	..	24,370	..	(j) 84,720	109,090
<i>Total, other banks</i>	57,115	43,752	100	142	101,109	..	442,940	544,049
Total, all banks, 1966	246,358	182,605	9,994	15,582	454,540	137,555	7,053,219	7,645,314
Total, all banks, 1965	238,817	171,070	7,599	14,870	432,355	102,557	6,607,401	7,142,314

(a) For dates of balance-sheets see table on page 691. (b) Includes provision for contingencies. (c) Amount specified as capital in the *Commonwealth Banks Act* 1959. (d) This bank is in the process of liquidation consequent upon the amalgamation of its business with The National Bank of Australasia Ltd. (e) Inscribed stock and debentures issued for capital purposes. (f) Includes special reserve built up from share of profits of the Commonwealth Savings Bank in New South Wales. (g) Capital provided by State Government of South Australia. (h) Includes \$55,338,450 of advances by State Treasurer to Home Builders' Fund. (i) Capital provided by State Government of Western Australia. The Sinking Fund established for redemption of capital has been deducted. (j) Includes Savings Bank deposits, \$37,817,500.

AUSTRALIAN CHEQUE-PAYING BANKS: ASSETS(a), 1965 AND 1966
(\$'000)

Bank	Coin, bullion, notes and cash at Reserve Bank	Money at short call overseas	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				
1966—								
Major Trading Banks—								
Commonwealth Trading Bank of Australia	31,203	8,625	7,982	259,133	11,761	710	4,440	11,050
Australia and New Zealand Bank Ltd.	43,082	13,680	24,759	118,245	..	33,359	5,299	19,761
The Bank of Adelaide . . .	3,910	1,275	300	12,821	..	..	4,265	2,000
Bank of New South Wales . . .	38,353	7,125	12,111	290,007	249	5,768	25,152	8,670
The Commercial Bank of Australia Ltd.	25,239	3,813	1,500	83,082	877	2,790	8,505	11,000
The Commercial Banking Co. of Sydney Ltd.	13,101	3,750	..	89,262	..	..	11,884	7,250
The English, Scottish and Australian Bank Ltd.	18,260	4,518	3,145	70,257	..	1,191	8,415	4,700
The National Bank of Australasia Ltd.	20,734	3,363	11,290	153,530	..	3,234	9,476	15,775
The Queensland National Bank Ltd. (in voluntary liquidation)(c)	..	..	..	..	..	..	..	..
<i>Total, Major Trading Banks</i> . . .	<i>193,882</i>	<i>46,148</i>	<i>61,088</i>	<i>1076338</i>	<i>12,887</i>	<i>47,053</i>	<i>77,435</i>	<i>80,206</i>
Other banks—								
The Brisbane Permanent Building and Banking Co. Ltd.	164	..	..	1,128	13	..	489	300
The Rural Bank of New South Wales (General Bank Department)	9,981	..	..	44,086	1,315	..	..	26,322
State Bank of South Australia . . .	1,517	..	..	6,741	..	..	6,414	..
The Rural and Industries Bank of Western Australia (Rural Department)(f)	(g)6,048	..	..	40,439	11,837	..	..	..
<i>Total, other banks</i> . . .	<i>17,710</i>	..	..	<i>92,394</i>	<i>13,165</i>	..	<i>6,903</i>	<i>26,622</i>
Total, all banks, 1966 . . .	211,592	46,148	61,088	1168732	26,052	47,053	84,339	106,828
Total, all banks, 1965 . . .	250,439	47,188	67,531	961,421	21,096	54,904	74,050	86,459

For footnotes see page 690.

AUSTRALIAN CHEQUE-PAYING BANKS: ASSETS(a), 1965 AND 1966—continued
(\$'000)

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
1966—							
Major Trading Banks—							
Commonwealth Trading Bank of Australia	85,691	32,336	492,888	10,342	200,624	9,343	1,166,130
Australia and New Zealand Bank Ltd.	64,247	94,579	643,144	29,379	265,245	2,261	1,357,037
The Bank of Adelaide	7,623	7,780	54,883	4,168	6,032	1,443	106,500
Bank of New South Wales . . .	112,323	110,361	805,795	29,600	281,891	4,830	1,732,235
The Commercial Bank of Australia Ltd.	44,803	35,786	354,848	16,653	59,641	2,293	650,830
The Commercial Banking Co. of Sydney Ltd.	46,305	35,513	302,674	15,060	99,107	8,486	632,392
The English, Scottish and Australian Bank Ltd.	37,588	36,400	216,841	14,403	73,574	3,381	492,674
The National Bank of Australasia Ltd.	70,738	35,343	431,752	24,554	152,021	31,461	963,271
The Queensland National Bank Ltd. (in voluntary liquidation)(c) . . .	..	(d) 195	..	..	..	..	195
Total, Major Trading Banks . . .	469,318	388,293	3,302,825	144,158	1,138,135	63,498	7,101,265
Other banks—							
The Brisbane Permanent Building and Banking Co. Ltd.	143	1,243	8,612	150	..	13	12,255
The Rural Bank of New South Wales (General Bank Department) . . .	..	9,453	191,346	12,592	9,167	4,390	308,653
State Bank of South Australia . . .	..	614	(e) 92,780	1,491	2,907	1,586	114,051
The Rural and Industries Bank of Western Australia (Rural Department)(f) . . . . .	..	(h)	44,480	3,540	2,746	..	109,090
Total, other banks	143	11,310	337,218	17,773	14,820	5,989	544,049
Total, all banks, 1966	469,461	399,603	3,640,043	161,932	1,152,955	69,487	7,645,314
Total, all banks, 1965	648,056	287,997	3,392,937	152,130	1,033,414	64,691	7,142,314

(a) For dates of balance-sheets see table on page 691. (b) Other than loans to authorised dealers in the short-term money market. (c) See footnote (d), on page 688. (d) Inter-bank balance with The National Bank of Australasia Ltd. (e) Includes \$55,285,620 advances under extended terms—Home Builders' Fund. (f) Includes assets held against Savings Bank deposits of \$37,817,500. (g) Includes accounts with State Treasury. (h) Included with Coin, bullion, notes and cash at Reserve Bank.

Australian cheque-paying banks—profit and loss accounts

Details of the profit and loss accounts and the appropriation of profits of individual Australian cheque-paying banks for 1966 are shown below (with corresponding totals for 1965).

AUSTRALIAN CHEQUE-PAYING BANKS: PROFIT AND LOSS, 1965 AND 1966
(\$'000)

Bank	Year ended	Net earnings (a)	Expenses (b)	Income, land and other taxes and payments in lieu of taxes	Net profit
1966—					
Major Trading Banks—					
Commonwealth Trading Bank of Australia	30.6.66	40,227	35,939	1,737	2,550
Australia and New Zealand Bank Ltd.	30.9.66	53,702	43,193	5,256	5,253
The Bank of Adelaide	30.9.66	5,341	4,436	264	641
Bank of New South Wales	30.9.66	67,196	53,647	6,294	7,255
The Commercial Bank of Australia Ltd.	30.6.66	24,050	20,102	2,177	1,771
The Commercial Banking Co. of Sydney Ltd.	30.6.66	21,540	17,033	1,944	2,563
The English, Scottish and Australian Bank Ltd.	30.6.66	24,084	19,819	2,332	1,934
The National Bank of Australasia Ltd.	30.9.66	31,279	26,083	2,342	2,855
The Queensland National Bank Ltd. (in voluntary liquidation)	30.9.66	..	..	..	..
<i>Total, Major Trading Banks.</i> . . . .	..	267,419	220,252	22,346	24,822
Other banks—					
The Brisbane Permanent Building and Banking Co. Ltd.	31.8.66	672	227	199	246
The Rural Bank of New South Wales (General Bank Department)	30.6.66	9,662	8,910	n.a.	752
State Bank of South Australia	30.6.66 (h)	5,452	4,778	n.a.	674
The Rural and Industries Bank of Western Australia (Rural Department)(i)	31.3.66 (h)	5,888	5,566	n.a.	322
<i>Total, other banks</i> . . . . .	..	21,674	19,481	199	1,994
Total, all banks, 1966 . . . . .	..	289,094	239,733	22,545	26,816
Total, all banks, 1965 . . . . .	..	269,688	222,799	(h)	24,339

For footnotes see page 692.

AUSTRALIAN CHEQUE-PAYING BANKS: APPROPRIATION OF PROFITS
1965 AND 1966
(\$'000)

Bank	Reserve funds (c)	Writing-off bank pre-mises	Other appropriations	Dividends(d)			
				Gross	British income taxes payable by bank and recouped from shareholders	Net	Rate per annum (per cent)
1966—							
Major Trading Banks—							
Commonwealth Trading Bank of Australia	1,083	384	(e)1,083	..	..	..	..
Australia and New Zealand Bank Ltd. .	628	..	..	4,638	..	4,638	12.0
The Bank of Adelaide	50	..	..	560	..	560	10.0
Bank of New South Wales	1,000	1,228	..	4,829	..	4,829	10.0
The Commercial Bank of Australia Ltd. .	..	150	..	1,865	..	1,865	(f)
The Commercial Banking Co. of Sydney Ltd.	500	200	..	1,700	..	1,700	10.0
The English, Scottish and Australian Bank Ltd. . . . .	..	..	..	1,757	..	(g)1,685	10.0
The National Bank of Australasia Ltd. .	..	..	..	2,522	..	2,522	10.0
The Queensland National Bank Ltd. (in voluntary liquidation) . . . . .	..	..	..	..	..	..	..
Total, Major Trading Banks	3,261	1,962	1,083	17,871	..	17,800	..
Other banks—							
The Brisbane Permanent Building and Banking Co. Ltd.	50	..	..	200	..	200	8.0
The Rural Bank of New South Wales (General Bank Department)	752	..	..	..	..	..	..
State Bank of South Australia	674	..	..	..	..	..	..
The Rural and Industries Bank of Western Australia (Rural Department)(i)	322	..	..	..	..	..	..
Total, other banks	1,798	..	..	200	..	200	..
Total, all banks, 1966	5,059	1,962	1,083	18,072	..	18,000	..
Total, all banks, 1965	5,466	1,914	828	17,122	1,345	14,484	..

(a) 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). (b) Includes directors' fees. (c) Excludes accumulated profits and profit and loss accounts. (d) Dividends paid or payable out of profits earned during the year. (e) Commonwealth of Australia. (f) Six per cent on Preference shares and twelve per cent on Ordinary shares. (g) British taxes of \$71,939 deducted from first interim dividend and retainable. (h) Earnings represent gross earnings; expenses include interest paid, management expenses and provisions for contingencies. (i) Includes profit and loss on account of Savings Bank business.

All cheque-paying banks—average liabilities and assets within Australia

Particulars of the average liabilities and assets *within Australia* for all cheque-paying banks in Australia for the month of June 1966 are shown in the following tables. The details in these tables relate only to liabilities and assets within Australia and include the overseas banks, the Bank of China, Bank of New Zealand, and Banque Nationale de Paris. The tables on pages 688-90, Australian cheque-paying banks, relate to liabilities and assets both inside and outside Australia and exclude the overseas banks.

ALL CHEQUE-PAYING BANKS: AVERAGE LIABILITIES WITHIN AUSTRALIA(a)
MONTH OF JUNE 1966
(\$'000)

Bank	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—							
Commonwealth Trading Bank of Australia	418,025	51,580	453,746	923,351	2,464	11,641	937,456
Australia and New Zealand Bank Ltd.	258,128	29,055	391,562	678,744	6,271	15,827	700,843
The Bank of Adelaide	33,858	4,305	48,358	86,521	3,750	1,098	91,369
Bank of New South Wales	465,609	80,174	645,815	1,191,598	1,301	21,098	1,213,997
The Commercial Bank of Australia Ltd.	184,362	21,955	264,734	471,052	3,461	7,967	482,479
The Commercial Banking Co. of Sydney Ltd.	193,062	33,470	261,191	487,723	2,978	46,541	537,242
The English, Scottish and Australian Bank Ltd.	139,097	26,072	230,447	395,616	590	20,515	416,720
The National Bank of Australasia Ltd. and The Queensland National Bank Ltd. (in voluntary liquidation) (b)	310,427	70,071	377,343	757,841	4,952	14,498	777,291
<i>Total, Major Trading Banks</i>	<i>2,002,567</i>	<i>316,683</i>	<i>2,673,196</i>	<i>4,992,446</i>	<i>25,767</i>	<i>139,185</i>	<i>5,157,398</i>
Other banks—							
Bank of China	5	..	88	93	..	10	103
Bank of New Zealand	1,801	135	6,031	7,967	234	316	8,517
The Brisbane Permanent Building and Banking Co. Ltd.	1,356	5,802	..	7,159	129	737	8,024
Banque Nationale de Paris	1,914	1,021	3,334	6,269	1,864	157	8,291
The Rural Bank of New South Wales (General Bank Department)	98,036	43,631	78,087	219,754	6,647	19,917	246,318
State Bank of South Australia	14,410	2,037	20,211	36,658	15	68,227	104,900
The Rural and Industries Bank of Western Australia (Rural Department)	15,885	1,626	20,509	38,020	317	25,366	63,703
<i>Total, other banks</i>	<i>133,409</i>	<i>54,252</i>	<i>128,260</i>	<i>315,921</i>	<i>9,205</i>	<i>114,730</i>	<i>439,856</i>
Total, all banks	2,135,977	370,934	2,801,456	5,308,367	34,972	253,915	5,597,254

(a) Includes Papua and New Guinea. (b) Combined balances of The National Bank of Australasia Ltd. and The Queensland National Bank Ltd. Inter-bank balances resulting from amalgamation have been excluded.

ALL CHEQUE-PAYING BANKS: AVERAGE ASSETS WITHIN AUSTRALIA(a)
MONTH OF JUNE 1966
(\$'000)

Bank	Coin, bullion, notes and cash at Reserve Bank	Commonwealth Government securities		Loans to author- ised dealers in short- term money market	Statutory Reserve Deposit Account with Reserve Bank	Loans (b), advances and bills dis- counted	All other assets (c)	Total
		Treasury bills and notes	Other securi- ties					
Major Trading Banks—								
Commonwealth Trading Bank of Australia	29,775	9,031	258,453	9,242	85,845	473,400	70,815	936,563
Australia and New Zealand Bank Ltd.	22,166	9,996	99,863	16,848	64,476	404,379	62,613	680,340
The Bank of Adelaide	3,739	650	12,077	565	8,270	55,928	16,687	97,916
Bank of New South Wales	29,336	9,216	265,555	6,142	113,196	703,126	113,893	1,240,464
The Commercial Bank of Australia Ltd.	14,770	300	89,444	7,000	45,003	279,622	47,807	483,947
The Commercial Banking Co. of Sydney Ltd.	13,675	1,803	89,104	5,300	46,385	290,482	59,154	505,903
The English, Scottish and Australian Bank Ltd.	13,568	629	74,449	3,810	37,716	213,181	45,946	389,301
The National Bank of Aus- tralasia Ltd. and The Queensland National Bank Ltd. (in voluntary liquida- tion)(d)	23,152	6,835	130,083	12,095	71,686	424,492	87,277	755,621
<i>Total, Major Trading Banks</i>	<i>150,180</i>	<i>38,461</i>	<i>1,019,030</i>	<i>61,002</i>	<i>472,578</i>	<i>2,844,610</i>	<i>504,192</i>	<i>5,090,054</i>
Other banks—								
Bank of China	95	..	..	80	5	17	26	222
Bank of New Zealand	161	305	1,767	845	527	7,047	2,658	13,308
The Brisbane Permanent Building and Banking Co. Ltd.	67	..	1,111	..	143	8,517	2,044	11,883
Banque Nationale de Paris	219	..	900	50	278	7,539	1,778	10,764
The Rural Bank of New South Wales (General Bank Department)	9,362	1,200	59,955	10,960	..	188,443	20,009	289,929
State Bank of South Aus- tralia	1,695	..	6,746	..	..	92,317	10,940	111,698
The Rural and Industries Bank of Western Australia (Rural Department)	1,040	..	27,061	1,870	..	34,302	6,788	71,062
<i>Total, other banks</i>	<i>12,638</i>	<i>1,505</i>	<i>97,540</i>	<i>13,805</i>	<i>953</i>	<i>338,181</i>	<i>44,244</i>	<i>508,867</i>
Total, all banks	162,819	39,966	1,116,570	74,807	473,531	3,182,792	548,437	5,598,921

(a) Includes Papua and New Guinea. (b) Other than loans to authorised dealers in the short-term money market. (c) Includes local government and semi-governmental securities. (d) See footnote (b) to table on previous page.

The average liabilities and assets within Australia in the month of June 1962 to 1966 are shown in the following tables for the Major Trading Banks and all cheque-paying banks in Australia.

ALL CHEQUE-PAYING BANKS: AVERAGE LIABILITIES WITHIN AUSTRALIA(a)
JUNE 1962 TO 1966
 (\$ 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—							
1962	1,102.6	210.5	2,335.1	3,648.3	19.3	66.7	3,734.3
1963	1,227.6	235.6	2,383.8	3,846.9	24.7	74.9	3,946.5
1964	1,499.1	260.2	2,618.9	4,378.2	23.1	85.1	4,486.4
1965	1,791.1	304.2	2,651.2	4,746.4	34.6	124.0	4,904.9
1966	2,002.6	316.7	2,673.2	4,992.4	25.8	139.2	5,157.4
All cheque-paying banks—							
1962	1,155.4	250.1	2,431.3	3,836.8	22.1	142.5	4,001.4
1963	1,295.5	279.4	2,489.5	4,064.3	28.0	162.1	4,254.5
1964	1,604.8	305.3	2,739.2	4,649.3	26.7	180.5	4,856.5
1965	1,909.7	353.0	2,775.7	5,038.4	39.4	229.6	5,307.4
1966	2,136.0	370.9	2,801.5	5,308.4	35.0	253.9	5,597.3

(a) Includes Papua and New Guinea.

ALL CHEQUE-PAYING BANKS: AVERAGE ASSETS WITHIN AUSTRALIA(a)
JUNE 1962 TO 1966
 (\$ 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(b), advances and bills discounted	All other assets (d)	Total
		Treasury bills and notes(c)	Other securities					
Major Trading Banks—								
1962	140.2	24.8	728.7	53.0	389.1	2,062.7	389.6	3,788.3
1963	130.9	53.3	733.8	53.6	446.4	2,202.3	347.0	3,967.3
1964	136.1	50.4	865.3	56.6	677.7	2,333.2	347.9	4,467.2
1965	159.9	20.6	871.2	77.4	656.1	2,631.1	410.9	4,827.1
1966	150.2	38.5	1,019.0	61.0	472.6	2,844.6	504.2	5,090.1
All cheque-paying banks—								
1962	154.9	24.8	771.7	55.8	390.0	2,286.8	421.6	4,105.5
1963	138.5	58.8	784.6	58.0	447.3	2,464.8	380.0	4,331.9
1964	144.0	53.4	959.1	67.3	678.8	2,609.9	383.6	4,896.0
1965	168.4	22.2	952.0	93.7	657.2	2,955.1	447.9	5,296.5
1966	162.8	40.0	1,116.6	74.8	473.5	3,182.8	548.4	5,598.9

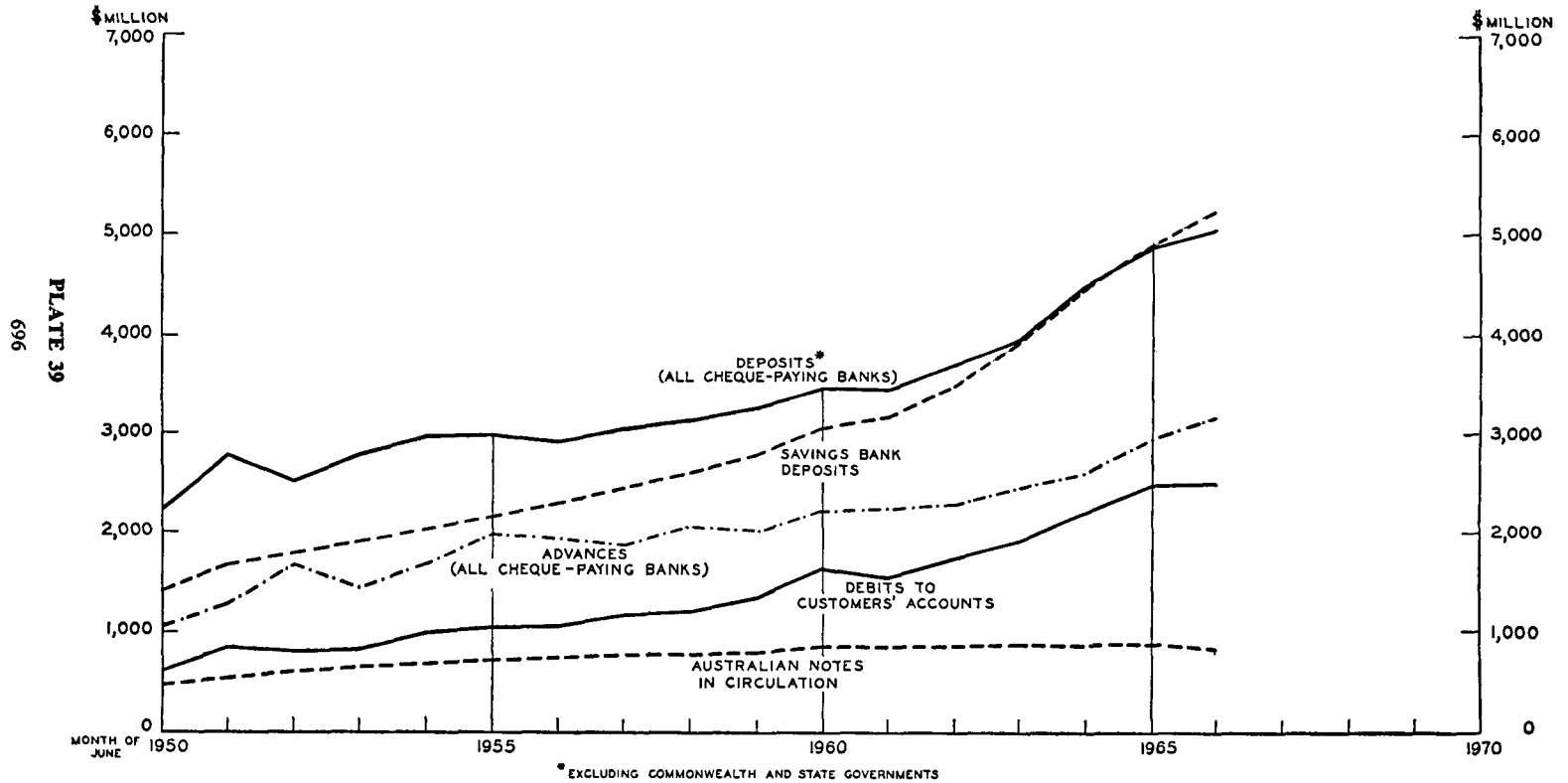
(a) Includes Papua and New Guinea. (b) Excludes loans to authorised dealers in the short-term money market. (c) Prior to July 1962, seasonal securities. (d) Includes local government and semi-governmental securities.

All cheque-paying banks—ratios of assets and liabilities to total deposits

The following table shows, for the Major Trading Banks and for all cheque-paying banks, the ratios of selected assets and liabilities to total deposits for the month of June 1962 to 1966. The ratios are based on the average liabilities and assets for the month of June in the years shown.

BANKING: AUSTRALIA

1950 TO 1966



**ALL CHEQUE-PAYING BANKS: RATIOS OF SELECTED AVERAGE ASSETS
AND LIABILITIES TO AVERAGE TOTAL DEPOSITS(a), JUNE 1962 TO 1966**
(Per cent)

June—	Coin, bullion, notes and cash at Reserve Bank	Commonwealth and State Government securities		Statutory Reserve Deposit Account with Reserve Bank	Loans(c), advances and bills dis- counted	Deposits not bearing interest
		Treasury bills and notes(b)	Other			
Major Trading Banks—						
1962	3 8	0 7	20 0	10 7	56 5	64 0
1963	3 4	1 4	19 1	11 6	57 2	62 0
1964	3 1	1 2	19 8	15 5	53 3	59 8
1965	3 4	0 4	18 4	13 8	55 4	55 9
1966	3 0	0 8	20 4	9 5	57 0	53 5
All cheque-paying banks—						
1962	4 1	0 6	20 1	10 2	59 6	63 4
1963	3 4	1 5	19 3	11 0	60 6	61 3
1964	3 1	1 2	20 6	14 6	56 1	58 9
1965	3 0	0 4	18 9	13 0	58 7	55 1
1966	3 1	0 8	21 0	8 9	60 0	52 8

(a) Based on deposits and assets within Australia (including Papua and New Guinea) and excludes London Funds. (b) Prior to July 1962, seasonal securities. (c) Excludes loans to authorised dealers in short-term money market.

The following table shows, for each State and Territory, the proportion of non-interest bearing deposits to total deposits with the Major Trading Banks and with all cheque-paying banks for the month of June 1962 to 1966. The ratios are based on the average deposits for the month of June in the years shown.

**ALL CHEQUE-PAYING BANKS: PROPORTION OF NON-INTEREST
BEARING DEPOSITS TO TOTAL DEPOSITS, STATES AND TERRITORIES**
JUNE 1962 TO 1966
(Per cent)

June—	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	N.T.	A.C.T.	Aust. (a)
Major Trading Banks—									
1962	65 0	63 2	63 3	60 8	65 6	67 6	71 5	72 9	64 0
1963	62 7	60 9	61 8	59 2	63 3	66 7	64 0	70 6	62 0
1964	60 5	58 6	60 7	56 7	59 6	65 2	64 2	68 2	59 8
1965	56 6	54 3	56 7	53 2	57 0	61 5	63 2	65 9	55 9
1966	54 2	51 7	53 5	52 5	55 9	60 1	60 8	63 2	53 5
All cheque-paying banks—									
1962	63 5	63 2	62 7	60 2	65 6	68 0	71 5	72 9	63 4
1963	61 1	61 0	61 0	58 6	64 4	66 7	64 0	70 6	61 3
1964	58 3	58 7	60 0	56 8	60 7	65 2	64 2	68 2	58 9
1965	54 8	54 3	56 2	53 4	57 3	61 5	63 2	65 9	55 1
1966	52 4	51 7	53 0	52 8	55 7	60 1	60 8	63 2	52 8

(a) Includes Papua and New Guinea.

The ratio of advances to total deposits for each State and Territory for the Major Trading Banks and for all cheque-paying banks for the month of June 1962 to 1966 is shown in the following table. The ratios are based on the averages of deposits and advances for the month of June in the years shown.

ALL CHEQUE-PAYING BANKS: RATIO OF ADVANCES TO TOTAL DEPOSITS
STATES AND TERRITORIES, JUNE 1962 TO 1966
(Per cent)

June—	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	N.T.	A.C.T.	Aust.(a)
Major Trading Banks—									
1962 . . .	60.1	51.3	61.6	49.3	64.0	59.4	29.3	26.0	56.5
1963 . . .	60.5	52.7	59.5	50.8	65.4	64.0	31.7	30.7	57.2
1964 . . .	57.6	47.4	54.9	47.4	64.1	58.0	35.1	31.0	53.3
1965 . . .	58.6	49.1	59.8	52.1	64.8	55.5	35.7	32.8	55.4
1966 . . .	61.8	52.0	59.5	55.2	55.6	51.0	35.0	30.3	57.0
All cheque-paying banks—									
1962 . . .	64.3	51.6	62.4	59.6	70.3	59.4	29.3	26.0	59.6
1963 . . .	65.1	52.9	60.3	63.9	71.7	64.0	31.7	30.7	60.6
1964 . . .	60.3	47.4	55.7	62.5	70.5	58.0	35.1	31.0	56.1
1965 . . .	61.8	49.3	60.4	70.1	70.6	55.5	35.7	32.8	58.7
1966 . . .	64.3	52.2	60.1	75.0	59.7	51.0	35.0	30.3	60.0

(a) Includes Papua and New Guinea.

Major Trading Banks—classification of bank advances within Australia

Classifications of bank advances of the Major Trading Banks outstanding for each State at 11 January 1967 and for Australia at July 1964 to 1966 and January 1967 are shown in the following tables.

Resident borrowers cover institutions (including branches of overseas institutions) engaged in business in Australia and persons permanently residing in Australia. Non-resident borrowers cover all other persons and institutions incorporated abroad, which, though represented, do not carry on business in Australia.

Advances to resident borrowers have been classified as business advances, advances to public authorities, personal advances, and advances to non-profit organisations.

Business advances have been further classified to the main industry of the borrower and include advances to partnerships, companies and other institutions engaged in business in Australia, advances to persons actively engaged in business on their own behalf if the advance is mainly for business purposes, advances to mutual, co-operative and benefit societies which distribute their profits or surpluses (if any) to members by way of dividends, rebates on charges for goods and services, or increased benefits.

Advances to public authorities cover advances to local and semi-governmental authorities including separately constituted government business undertakings but not the Commonwealth or State Governments. Personal advances cover advances to persons for purposes other than carrying on a business. Advances to non-profit organisations cover advances to organisations which are not carried on for the purpose of making a profit or gain to individual members, any income of the organisation being used for the purposes of the organisation or for the benefit of the community.

**MAJOR TRADING BANKS: CLASSIFICATION OF ADVANCES WITHIN
AUSTRALIA(a), STATES, 11 JANUARY 1967**

Classification	N.S.W. (b) \$ mill.	Vic. \$ mill.	Qld (a) \$ mill.	S.A. (c) \$ mill.	W.A. \$ mill.	Tas. \$ mill.	Aust. (d) \$ mill.	Pro- portion of total (per cent)	Term loan com- ponent \$ mill.
RESIDENT BORROWERS									
Business advances classified according to main industry of borrower—									
Agriculture, grazing and dairying	259.5	125.0	147.5	52.5	53.5	14.4	652.6	22.3	80.7
Manufacturing	273.5	175.0	68.9	34.3	19.2	10.5	581.5	19.8	99.2
Transport, storage and communication	14.6	20.2	7.1	3.1	2.5	1.3	49.0	1.7	10.5
Finance—									
Building and housing societies	19.2	16.6	2.1	0.8	0.3	0.5	39.6	1.3	0.2
Other	42.1	41.7	13.3	7.6	2.9	5.2	113.1	3.9	1.0
Total, finance	61.4	58.4	15.5	8.4	3.2	5.8	152.7	5.2	1.3
Commerce—									
Retail trade	101.5	66.1	41.0	17.5	14.3	6.8	247.1	8.4	4.4
Wholesale trade(d)	139.0	82.6	14.4	19.7	19.5	5.9	281.1	9.6	9.1
Total, commerce	240.5	148.7	55.3	37.1	33.9	12.7	528.2	18.0	13.5
Building and construction	36.2	27.1	11.8	5.3	6.9	1.7	89.1	3.0	5.1
Other businesses	105.6	69.8	46.0	15.5	19.2	4.4	260.5	8.9	23.0
Unclassified	8.2	9.5	3.3	3.1	1.3	0.5	25.8	0.9	2.0
Total, business advances—									
Companies(e)	644.9	418.8	142.3	89.1	62.5	29.1	1,386.8	47.3	162.6
Other(e)	354.7	215.0	213.3	70.2	77.2	22.3	952.7	32.5	72.7
Total	999.6	633.8	355.6	159.3	139.7	51.4	2,339.5	79.8	235.3
Advances to public authorities(f)	15.6	34.3	1.1	1.1	1.3	0.2	53.5	1.8	2.1
Personal advances—									
Building or purchasing own home (individuals)	120.4	56.6	30.8	14.3	15.2	3.8	241.2	8.2	0.1
Other (including personal loans)	103.7	66.3	32.3	14.9	15.3	5.5	238.0	8.1	..
Total, personal	224.1	122.9	63.2	29.2	30.5	9.3	479.2	16.3	0.1
Advances to non-profit organisations	28.9	14.6	8.7	2.8	4.0	0.8	59.8	2.1	0.3
Total, advances to resident borrowers	1,268.3	805.7	428.5	192.4	175.4	61.7	2,932.0	100.0	237.8

NON-RESIDENT BORROWERS

Advances to non-resident borrowers	0.4	0.4	..	0.1	0.1	..	1.0
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TOTAL ADVANCES TO ALL BORROWERS

Grand total	1,268.6	806.1	428.5	192.5	175.5	61.7	2,932.9	100.0	237.8
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(a) Includes Papua and New Guinea. (b) Includes Australian Capital Territory. (c) Includes Northern Territory. (d) Includes temporary advances to woolbuyers. (e) The combined advances for these two groups are distributed over the industries above. (f) Includes local government and semi-governmental bodies.

**MAJOR TRADING BANKS: CLASSIFICATION OF ADVANCES WITHIN
AUSTRALIA(a), JULY 1964 TO 1966 AND JANUARY 1967**

Classification	July—						January—	
	1964		1965		1966		1967	
	Amount (\$ mill.)	Per cent	Amount (\$ mill.)	Per cent	Amount (\$ mill.)	Per cent	Amount (\$ mill.)	Per cent

RESIDENT BORROWERS

Business advances classified according to main industry of borrower—								
Agriculture, grazing and dairying	514.3	21.6	584.1	21.8	650.4	22.2	652.6	22.3
Manufacturing	433.0	18.2	572.9	21.4	620.0	21.2	581.5	19.8
Transport, storage and communication	40.9	1.7	42.7	1.6	46.5	1.6	49.0	1.7
Finance—								
Building and housing societies	44.0	1.9	43.2	1.6	41.1	1.4	39.6	1.3
Other	93.5	3.9	96.7	3.6	96.0	3.3	113.1	3.9
Total, finance	137.4	5.8	139.9	5.2	137.1	4.7	152.7	5.2
Commerce—								
Retail trade	232.6	9.8	242.1	9.1	272.2	9.3	247.1	8.4
Wholesale trade(b)	248.6	10.5	275.8	10.3	286.5	9.8	281.1	9.6
Total, commerce	481.2	20.3	517.9	19.4	558.7	19.1	528.2	18.0
Building and construction	72.8	3.1	84.5	3.2	88.2	3.0	89.1	3.0
Other businesses	197.9	8.3	215.1	8.0	254.1	8.7	260.5	8.9
Unclassified	19.4	0.8	22.8	0.9	25.3	0.9	25.8	0.9
Total, business advances—								
Companies(c)	1,087.3	45.7	1,291.5	48.3	1,408.8	48.2	1,386.8	47.3
Other(c)	809.5	34.1	888.2	33.2	971.5	33.2	952.7	32.5
Total	1,896.9	79.8	2,179.7	81.5	2,380.3	81.4	2,339.5	79.8
Advances to public authorities(d)	18.4	0.8	19.9	0.8	28.7	1.0	53.5	1.8
Personal advances classified according to main purpose of advance—								
Building or purchasing own home (individuals)	210.8	8.9	219.3	8.2	229.5	7.8	241.2	8.2
Other (including personal loans)	200.2	8.4	206.1	7.7	231.0	7.9	238.0	8.1
Total, personal	411.0	17.3	425.4	15.9	460.5	15.7	479.2	16.3
Advances to non-profit organisations	49.7	2.1	49.1	1.8	55.2	1.9	59.8	2.1
Total, advances to resident borrowers	2,375.8	100.0	2,674.2	100.0	2,924.7	100.0	2,932.0	100.0

NON-RESIDENT BORROWERS

<i>Advances to non-resident borrowers</i>	<i>1.0</i>	<i>..</i>	<i>0.9</i>	<i>..</i>	<i>1.0</i>	<i>..</i>	<i>1.0</i>	<i>..</i>
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TOTAL ADVANCES TO ALL BORROWERS

Grand total	2,376.8	100.0	2,675.1	100.0	2,925.7	100.0	2,932.9	100.0
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(a) Includes Papua and New Guinea. (b) Includes temporary advances to woolbuyers. (c) The combined advances for these two groups are distributed over the industries above. (d) Includes local government and semi-governmental bodies.

Major Trading Banks—classification of bank deposits within Australia

A classification of bank deposits (excluding deposits of Commonwealth and State Governments) of the Major Trading Banks for July 1964 to 1966 and January 1967 is given in the following table. The classification is similar to that used for advances (*see* page 698).

**MAJOR TRADING BANKS: CLASSIFICATION OF DEPOSITS^(a) WITHIN
AUSTRALIA^(b), JULY 1964 TO 1966 AND JANUARY 1967**

Classification	July—						January—	
	1964		1965		1966		1967	
	Amount (\$ mill.)	Per cent	Amount (\$ mill.)	Per cent	Amount (\$ mill.)	Per cent	Amount (\$ mill.)	Per cent

RESIDENT DEPOSITORS

Business deposits classified according to main industry of depositor—								
Agriculture, grazing and dairying	815 0	19.4	791.1	17.8	801.2	16.9	888.5	17.2
Manufacturing	309.9	7.4	283.8	6.4	284.1	6.0	356.9	6.9
Transport, storage and communication	70.5	1.7	72.8	1.6	77.5	1.6	81.8	1.6
Finance	308.0	7.3	311.9	7.0	339.9	7.2	369.8	7.1
Commerce	360.5	8.6	370.3	8.3	382.1	8.1	444.2	8.6
Building and construction	124.0	2.9	137.4	3.1	148.8	3.1	172.3	3.3
Other businesses	495.9	11.8	518.7	11.6	548.8	11.6	577.0	11.2
Unclassified	41.9	1.0	45.6	1.0	62.5	1.3	50.1	1.0
Total, business deposits—								
Companies(c)	998.4	23.8	982.2	22.0	1,074.4	22.6	1,222.9	23.7
Other(c)	1,527.3	36.3	1,549.5	34.8	1,570.6	33.1	1,717.7	33.2
Total	2,525.7	60.1	2,531.6	56.8	2,645.0	55.7	2,940.6	56.9
Deposits of public authorities	238.9	5.7	267.0	6.0	242.0	5.1	220.0	4.3
Personal deposits	1,231.5	29.3	1,425.8	32.0	1,611.0	33.9	1,740.3	33.7
Deposits of non-profit organisations	169.5	4.1	187.9	4.2	201.4	4.2	209.0	4.1
Total, resident depositors	4,165.5	99.2	4,412.3	99.0	4,699.4	99.0	5,110.0	99.0

NON-RESIDENT DEPOSITORS

<i>Total, non-resident depositors</i>	34.9	0.8	43.8	1.0	47.9	1.0	54.2	1.0
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TOTAL—ALL DEPOSITORS

Grand total	4,200.4	100.0	4,456.0	100.0	4,747.4	100.0	5,164.2	100.0
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(a) Excludes deposits of Commonwealth and State Governments. (b) Includes Papua and New Guinea.
(c) The combined deposits of these two groups are distributed over the industries above.

Major Trading Banks—new and increased lending commitments and overdraft limits

Particulars of new and increased lending commitments and overdraft limits of the Major Trading Banks are shown on page 702. The figures represent gross new lending commitments of banks and do not take account of cancellations and reductions of existing limits. Figures for cancellations and reductions of existing limits can be obtained from this series (after deducting term loan component and adjusting the weekly averages to a monthly basis) in conjunction with that of overdraft limits shown in the following table. However, these derived figures should be regarded as an approximation only, since there are unavoidable differences in the basis of compilation of the two series.

**MAJOR TRADING BANKS: NEW AND INCREASED LENDING COMMITMENTS
AND OVERDRAFT LIMITS, 1962-63 TO 1965-66 AND JULY 1965
TO DECEMBER 1966**

(Source: Reserve Bank of Australia)

(\$ million)

New and increased lending commitments(a)				Overdraft limits(b)	
Weekly average for period ending second Wednesday of—	Aggre- gate	Term loan com- ponent	Farm develop- ment com- ponent	Second Wednesday of—	Total out- standing
1961-62(c)	20.0	..	..	1962 July	3,465.6
1962-63(c)	22.1	1.9	..	1963 „	3,642.7
1963-64(c)	22.5	1.7	..	1964 „	3,801.0
1964-65(c)	21.7	1.4	..	1965 „	3,932.2
1965-66(c)	22.8	1.3	0.1	1966 „	4,089.8
1965-66—				1965-66—	
July	20.4	1.8	..	July	3,932.2
August	21.5	1.0	..	August	3,941.0
September	20.2	1.6	..	September	3,956.6
October	19.1	0.9	..	October	3,974.2
November	21.1	1.7	..	November	3,987.7
December	20.4	0.9	..	December	3,995.3
January	22.1	1.7	..	January	3,960.8
February	20.3	1.2	..	February	3,959.0
March	24.6	2.0	..	March	3,969.4
April	24.5	1.3	..	April	3,989.2
May	25.5	1.0	0.3	May	4,020.6
June	25.3	1.3	0.4	June	4,059.4
1966-67—				1966-67—	
July	28.6	1.2	0.4	July	4,089.8
August	26.8	1.8	0.5	August	4,111.4
September	25.8	1.7	0.4	September	4,146.8
October	27.4	2.0	0.6	October	4,173.1
November	29.0	1.5	0.4	November	4,214.4
December	30.5	1.8	0.4	December	4,260.6

(a) Excludes commitments in respect of temporary advances to woolbuyers. (b) Excludes limits in respect of temporary advances to woolbuyers, term loans and farm development loans. (c) Year ended second Wednesday of July.

The following table shows new and increased lending commitments in respect of the Major Trading Banks to selected industrial groups for the six months ended July 1965 to January 1967. The classification is an abridgement of that used for bank advances (see page 698).

The table indicates the sources of demand for new lending. If taken in conjunction with the classification of overdraft limits outstanding (*see below*), it also shows the approximate rate of cancellations and reductions of limits in the main industrial groups.

MAJOR TRADING BANKS: NEW AND INCREASED LENDING COMMITMENTS TO SELECTED INDUSTRIAL GROUPS(a), SIX MONTHS ENDED

JULY 1965 TO JANUARY 1967

(Source: Reserve Bank of Australia)

(\$ million)

Classification	Six months ended second Wednesday of—							
	July 1965		Jan. 1966		July 1966		Jan. 1967	
	Aggre- gate	Term loan com- ponent	Aggre- gate	Term loan com- ponent	Aggre- gate	Term loan com- ponent	Aggre- gate	Term loan com- ponent
Business—								
Agriculture, grazing and dairying	113.0	11.9	105.1	11.8	6142.9	18.1	6144.2	16.6
Manufacturing	120.5	16.2	117.8	17.9	104.8	8.4	114.3	14.6
Finance	18.0	0.3	12.9	..	19.5	..	25.6	0.2
Commerce(a)	84.2	1.1	82.8	1.7	97.3	1.7	101.9	3.8
Building and construction	24.8	0.2	23.2	1.0	27.5	0.5	36.6	3.2
Persons—								
Advances for building or purchase of own home (to individuals)	67.9	..	64.1	..	75.1	..	86.2	..
Other (including personal loans)	63.4	..	57.9	..	76.1	..	82.0	..
All other	81.5	7.8	74.8	1.6	105.6	5.8	126.3	8.8
Total	573.4	37.5	538.7	34.0	6648.7	34.5	6717.0	47.3

(a) Excludes commitments in respect of temporary advances to woolbuyers. (b) Includes Farm Development Loan approvals: \$4.6 million, July 1966; \$11.2 million, January 1967.

The following table shows the classification of overdraft limits outstanding in respect of the Major Trading Banks for January 1964 to 1967. The classification is similar to that used for advances (*see page 698*). The table shows the trend of net new lending classified by industry. If used in conjunction with the classification of bank advances, it shows the range of limits usage by industry, and if used in conjunction with the classification of new and increased lending commitments (*see above*), it shows the approximate rate of cancellations and reductions of limits by industry.

MAJOR TRADING BANKS: CLASSIFICATION OF OVERDRAFT LIMITS OUTSTANDING(a), JANUARY 1964 TO 1967

(Source: Reserve Bank of Australia)

(\$ million)

Classification	Second Wednesday of—						
	Jan. 1964	July 1964	Jan. 1965	July 1965	Dec. 1965	July 1966	Jan. 1967

RESIDENT BORROWERS

Business overdraft limits classified according to main industry of borrower—							
Agriculture, grazing and dairying—							
Mainly sheep grazing	290.1	283.8	289.5	299.5	317.1	334.4	352.6
Mainly wheat growing	62.0	62.8	69.5	71.6	78.9	81.1	88.7
Mainly dairying and pig raising	105.5	106.5	103.8	102.8	104.2	104.2	103.9
Other	166.3	173.9	177.1	186.3	189.1	201.2	208.9
Total, agriculture, etc.	623.9	626.9	639.9	660.2	689.2	720.8	754.1

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

MAJOR TRADING BANKS: CLASSIFICATION OF OVERDRAFT LIMITS
OUTSTANDING(a), JANUARY 1964 TO 1967—continued
(\$ million)

Classification	Second Wednesday of—						
	Jan. 1964	July 1964	Jan. 1965	July 1965	Dec. 1965	July 1966	Jan. 1967
RESIDENT BORROWERS—continued							
Manufacturing	914.6	924.4	933.5	995.3	997.1	1,012.7	1,017.8
Transport, storage and communication	62.4	63.8	68.7	62.8	63.6	66.0	67.6
Finance—							
Building and housing societies	60.5	61.0	60.5	58.1	56.0	56.1	55.2
Pastoral finance companies	87.7	89.0	92.6	87.2	88.7	80.0	81.1
Hire purchase and other finance companies	85.8	85.6	86.2	84.3	81.8	76.4	80.5
Other	82.7	79.6	82.5	72.1	74.0	69.6	71.1
Total, finance	316.8	315.2	321.8	301.7	300.6	282.1	288.0
Commerce(a)—							
Retail trade	363.3	366.9	362.1	375.1	384.6	384.6	405.2
Wholesale trade	284.8	285.9	277.2	289.5	283.6	290.7	292.7
Total, commerce(a)	648.1	652.7	639.3	664.6	668.2	675.3	697.9
Building and construction	110.7	117.6	117.3	123.3	124.2	127.4	135.9
Other businesses—							
Mining	34.6	35.3	40.4	45.1	47.1	52.4	62.1
Other	256.0	281.3	291.2	283.5	292.7	305.5	321.1
Total, other businesses	290.6	316.6	331.5	328.5	339.8	357.9	383.2
Unclassified	22.2	22.1	25.5	24.3	24.7	26.2	24.7
Total, business overdraft limits	2,989.3	3,039.4	3,077.6	3,160.6	3,207.5	3,268.4	3,369.1
Overdraft limits of public authorities	126.4	126.1	137.2	122.4	134.8	137.3	152.8
Personal overdraft limits—							
Building and purchasing own home	263.9	268.3	269.9	272.9	273.8	280.7	297.1
Other	247.0	266.4	267.3	274.0	275.1	297.4	320.7
Total, personal overdraft limits	510.9	534.7	537.1	546.9	548.9	578.1	617.7
Overdraft limits of non-profit organizations	98.7	98.5	99.9	100.2	102.7	104.3	109.1
Total, overdraft limits of resident borrowers	3,725.3	3,798.7	3,851.8	3,930.2	3,993.8	4,088.2	4,248.7

NON-RESIDENT BORROWERS

Overdraft limits of non-resident borrowers	1.7	2.2	1.5	2.0	1.5	1.5	1.5
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TOTAL OVERDRAFT LIMITS

Grand total	3,727.0	3,801.0	3,853.3	3,932.2	3,995.3	4,089.8	4,250.3
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(a) Excludes limits in respect of temporary advances to woolbuyers and term loans.

Major Trading Banks—bank advances and fixed deposits, by rate of interest

MAJOR TRADING BANKS: ADVANCES BY RATE OF INTEREST(a)
JUNE 1963 TO 1966 AND DECEMBER 1966

(Source: Reserve Bank of Australia)

(Proportion at each rate to total—per cent)

Interest rate per annum	End of—				
	June 1963	June 1964	June 1965	June 1966	Dec. 1966
5 per cent and less	11.7	10.9	4.0	3.6	4.5
More than 5 per cent but less than 5½ per cent	10.9	2.4	2.3	1.3	1.0
5½ per cent	7.9	8.0	5.0	6.1	2.0
More than 5½ per cent but less than 6 per cent	10.6	6.4	7.9	7.0	7.2
6 per cent	22.3	12.3	6.7	4.9	9.3
More than 6 per cent but less than 6½ per cent	7.6	6.9	9.1	9.3	9.3
6½ per cent	29.0	21.4	10.0	10.2	9.4
More than 6½ per cent but less than 7 per cent . . . . .	..	4.9	17.1	17.5	16.4
7 per cent . . . . .	..	26.7	10.7	11.5	11.1
More than 7 per cent and up to 7½ per cent . . . . .	..	..	27.1	28.5	29.8
Total	100.0	100.0	100.0	100.0	100.0

(a) Excludes term loans and farm development loans.

NOTE. On 17 November 1960 the maximum rate chargeable on advances was 7 per cent, but the average rate of interest on all advances was not to exceed 6 per cent. The maximum average rate requirement was discontinued on 13 April 1962. The maximum rate chargeable on advances was reduced from 7 per cent per annum to 6½ per cent per annum on 1 April 1963, and was raised to 7 per cent per annum on 27 April 1964 and to 7½ per cent per annum on 10 March 1965.

MAJOR TRADING BANKS: FIXED DEPOSITS(a), BY RATE
OF INTEREST JUNE 1962 TO 1966 AND DECEMBER 1966

(Source: Reserve Bank of Australia)

(Proportion at each rate to total—per cent)

Interest rate per annum	End of—					
	June 1962	June 1963	June 1964	June 1965	June 1966	Dec. 1966
3 . . . . .	..	..	0.2	..	..	..
3½ . . . . .	..	17.6	5.6	..	..	..
3¾	7.2	20.5	51.1	0.2	..	..
4	17.1	4.0	20.7	2.3	0.1	..
4½	26.5	57.9	22.4	32.6	0.5	25.4
4¾	47.9	..	..	37.0	35.4	17.2
5	1.3	..	..	27.9	64.0	57.3
Total	100.0	100.0	100.0	100.0	100.0	100.0

(a) Excludes Commonwealth and State Government fixed deposits.

Cheque-paying banks—interest rates on deposits

CHEQUE-PAYING BANK FIXED DEPOSIT RATES SINCE 1960: AUSTRALIA
(Per cent per annum)

Date from which operative	Deposits for—			
	3 months but less than 12 months		12 months	
1960—17 November .	4		4½	
1961—1 July . . .	..		4½	
1962—13 April . .	3½		4	
			12 months to 15 months	
10 September . .	..		4	
1963—1 April . .	3½		3½	
	30 days but less than 3 months		3 months but less than 12 months	
1964—8 April . .	3½		3½	
			4	
			12 months to 18 months	
29 September . .	..		4	
1965—10 March . .	4½		4½	
1966—17 August . .	4		4½	
			Over 18 months to 24 months	
			4½	
			..	

Cheque-paying banks—debits to customers' accounts

Statistics of debits to customers' accounts have been collected since September 1945. Generally they represent the total of all cheques drawn by the customers of the banks. The following table shows the average weekly debits to customers' accounts of all cheque-paying banks (including the Rural Credits Department of the Reserve Bank and the Commonwealth Development Bank). Debits to accounts of Australian Governments in capital cities are excluded, as they are subject to abnormal influences and are not uniform for each State.

**CHEQUE-PAYING BANKS: AVERAGE WEEKLY DEBITS TO CUSTOMERS'
ACCOUNTS, STATES AND TERRITORIES, 1961-62 TO 1965-66**

(Excluding debits to Commonwealth and State Government accounts in capital cities)

(\$ million)

Year	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	N.T.	A.C.T.	Aust.
1961-62 . . .	654.0	590.0	164.4	116.2	80.4	32.1	2.2	7.9	1,647.1
1962-63 . . .	713.1	650.5	185.1	131.6	88.2	35.1	2.5	10.2	1,816.4
1963-64 . . .	824.8	733.2	213.2	155.1	96.4	37.1	2.8	11.5	2,073.9
1964-65 . . .	935.2	825.3	232.9	170.4	106.3	41.3	3.4	14.5	2,329.3
1965-66 . . .	949.0	847.7	232.5	172.8	122.4	43.2	3.8	15.3	2,386.7

Trading bank charges

In October 1962 the trading banks instituted a system of charges on current accounts, and abolished the interstate exchange rates obtaining prior to this date. Details of interstate exchange rates prior to October 1962 may be found in Year Book No. 48, page 785. Charges on current account comprise a basic maintenance fee, a ledger activity fee and a cheque collection fee, each calculated on a quarterly basis and debited as a composite item to accounts four times a year. These charges were revised from 1 October 1966. The following are the current charges.

Basic maintenance current account fee. Sixty-five cents quarterly (non-rebated).

Ledger activity fee (quarterly). Up to $\frac{1}{2}$ folio (20 entries), 25 cents; over $\frac{1}{2}$ folio to 1 folio, 80 cents; over 1 folio to 2 folios, \$2.25; over 2 folios to 3 folios, \$5; over 3 folios to 4 folios, \$7.75; over 4 folios to 5 folios, \$10.50; over 5 folios to 6 folios, \$13.25; over 6 folios to 7 folios, \$16; over 7 folios to 15 folios, \$16, plus \$2.25 per folio or part thereof exceeding 7; over 15 folios to 35 folios, \$34, plus \$1.75 per folio or part thereof exceeding 15; over 35 folios, \$69, plus \$1.25 per folio or part thereof exceeding 35. Rebates of one free folio (or equivalent of approximately 40 entries) will be allowed for each complete \$1,000 minimum quarterly credit balance. Where rebates are applicable the number of free folios is deducted before the activity fee is calculated.

Collection fee on cheques, etc., deposited. Up to 20 cheques per quarter, free; 21 to 100, 60 cents, plus 30 cents per 10 cheques or part thereof exceeding 20; 101 to 500, \$3.00, plus \$1.50 per each 50 or part thereof exceeding 100; 501 to 1,000, \$15, plus \$3 for each 100 or part thereof exceeding 500; 1,001 to 10,000, \$30, plus \$15 per each 500 or part thereof exceeding 1,000; 10,001 to 50,000, \$300, plus \$20 per each 1,000 or part thereof exceeding 10,000; 50,001 to 100,000, \$1,100, plus \$75 per each 5,000, or part thereof exceeding 50,000; over 100,000, \$1,850, plus \$125 per each 10,000 or part thereof exceeding 100,000.

Savings banks**Savings banks in Australia**

For information on the origin of savings banks in Australia and the facilities currently available, see Year Book No. 46, page 779 and earlier issues.

All savings banks, including trustee savings banks, but not State savings banks, are subject to the *Banking Act* 1959–1966. Details of this Act and the special provisions applying to savings banks are given in Year Book No. 46, pages 759–60.

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 (for particulars of the origin of the Savings Bank Department and the extension of its services see Year Book No. 46, page 782, and earlier issues). It has since then operated independently, publishing its own balance-sheets and profit and loss accounts. The *Commonwealth Bank Act* 1927, which provided for the establishment of the Commonwealth Savings Bank as a separate institution, provided for a Commission of three members to manage the savings bank. This Commission was never appointed, and the *Commonwealth Bank Act* 1945 placed the control of the Commonwealth Savings Bank under the Governor of the Commonwealth Bank. Under the provisions of the *Commonwealth Banks Act* 1959–1966, which came into operation on 14 January 1960, the Commonwealth Savings Bank was maintained in the same form, but was placed under the control of the Commonwealth Banking Corporation (see also page 682).

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.

Savings banks, branches and agencies

SAVINGS BANKS: NUMBER OF BRANCHES AND AGENCIES, 30 JUNE 1966

Bank	Branches	Agencies
Commonwealth Savings Bank	923	8,049
Australia and New Zealand Savings Bank Ltd.	594	804
The Bank of Adelaide Savings Bank Ltd.	96	80
Bank of New South Wales Savings Bank Ltd.	848	2,941
The Commercial Savings Bank of Australia Ltd.	467	275
C.B.C. Savings Bank Ltd.	451	104
E.S. & A. Savings Bank Ltd.	409	417
The National Bank Savings Bank Ltd.	710	278
The State Savings Bank of Victoria	491	700
The Savings Bank of South Australia	126	781
The Rural and Industries Bank of Western Australia	51	293
Launceston Bank for Savings	25	51
The Hobart Savings Bank	21	21
Total	5,212	14,794

Savings banks—balance-sheets

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* 1959–1966, whereas that for State savings banks has been compiled from information in their annual reports.

SAVINGS BANKS: LIABILITIES(a), 1965 AND 1966

(\$'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
1966—								
Commonwealth Savings Bank of Australia . . . . .	..	32,376	..	c32,376	2,325,430	2,576	77,989	2,438,371
State savings banks(d)—								
The State Savings Bank of Victoria(e)	..	28,650	1,056	c29,706	893,602	8,767	43,865	975,940
The Savings Bank of South Australia . . . . .	..	24,376	333	c24,709	343,062	2,772	320	370,863
Total, State savings banks	..	53,026	1,389	c54,415	1,236,664	11,539	44,185	1,346,803
Trustee savings banks—								
The Hobart Savings Bank . . . . .	..	2,040	115	2,155	42,224	..	188	44,568
Launceston Bank for Savings . . . . .	..	1,970	98	2,068	36,998	33	241	39,341
Total, trustee savings banks	..	4,010	214	4,224	79,222	33	430	83,908
Private savings banks—								
Australia and New Zealand Savings Bank Ltd.	4,016	4,000	537	8,553	335,854	..	13,143	357,550
The Bank of Adelaide Savings Bank Ltd.	1,000	250	106	1,356	22,619	..	467	24,442
Bank of New South Wales Savings Bank Ltd.	8,000	6,500	1,392	15,892	696,785	..	20,835	733,512
The Commercial Savings Bank of Australia Ltd.	2,000	775	266	3,041	113,872	..	1,184	118,098
C.B.C. Savings Bank Ltd.	4,000	2,650	312	6,962	198,278	..	4,625	209,865
E.S. & A. Savings Bank Ltd.	2,000	1,200	90	3,290	111,539	..	2,164	116,992
The National Bank Savings Bank Ltd.	2,000	850	573	3,423	191,024	..	3,678	198,125
Total, private savings banks	23,016	16,225	3,276	42,517	1,669,971	..	46,096	1,758,584
Total, all savings banks, 1966	23,016	105,637	4,879	133,531	5,311,287	14,148	168,700	5,627,666
Total, all savings banks, 1965	21,016	96,810	4,687	122,513	4,929,301	12,145	151,294	5,215,252

(a) At various balance-sheet dates during 1966—see table on page 711. (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 Crédit Foncier Department.

SAVINGS BANKS: ASSETS(a), 1965 AND 1966
(\$'000)

Bank	Coin, bullion and notes	Deposits with Reserve Bank	Deposits in Australia with trading banks	Money at short call overseas	Australian public securities			Other public securities
					Commonwealth and States		Local and semi- govt author- ities	
					Treasury bills and notes	Other securities		
1966—								
Commonwealth Savings Bank of Australia	3,065	216,210	29,727	..	15,242	1,151,617	307,800	1,268
State savings banks(b)—								
The State Savings Bank of Victoria(c)	5,183	43,735	48,586	..	2,068	224,396	306,651	..
The Savings Bank of South Australia	240	10,418	24,278	..	..	134,043	65,424	..
<i>Total, State savings banks</i>	<i>5,423</i>	<i>54,153</i>	<i>72,864</i>	<i>..</i>	<i>2,068</i>	<i>358,439</i>	<i>372,075</i>	<i>..</i>
Trustee savings banks—								
The Hobart Savings Bank	126	420	2,810	..	..	8,432	18,820	..
Launceston Bank for Savings	81	100	2,970	..	..	9,996	11,736	..
<i>Total, trustee savings banks</i>	<i>207</i>	<i>520</i>	<i>5,780</i>	<i>..</i>	<i>..</i>	<i>18,427</i>	<i>30,555</i>	<i>..</i>
Private savings banks—								
Australia and New Zea- land Savings Bank Ltd.	..	24,850	8,691	..	9,402	108,400	105,444	622
The Bank of Adelaide Savings Bank Ltd. . . . .	..	2,300	368	..	..	6,624	5,550	..
Bank of New South Wales Savings Bank Ltd.	2,000	56,100	9,812	..	13,645	212,791	210,757	2,169
The Commercial Savings Bank of Australia Ltd. . . . .	..	11,200	1,537	..	400	38,985	34,546	..
C.B.C. Savings Bank Ltd. . . . .	..	20,100	3,345	..	..	90,610	41,386	..
E.S. & A. Savings Bank Ltd.	11	11,100	3,574	..	225	39,652	33,275	..
The National Bank Savings Bank Ltd. . . . .	..	19,600	2,868	..	1,000	73,026	59,903	..
<i>Total, private savings banks</i>	<i>2,011</i>	<i>145,250</i>	<i>30,194</i>	<i>..</i>	<i>24,672</i>	<i>570,088</i>	<i>490,861</i>	<i>2,792</i>
<i>Total, all savings banks, 1966</i>	<i>10,705</i>	<i>416,133</i>	<i>138,566</i>	<i>..</i>	<i>41,982</i>	<i>2,098,571</i>	<i>1,201,291</i>	<i>4,060</i>
<i>Total, all savings banks, 1965</i>	<i>10,707</i>	<i>429,880</i>	<i>126,716</i>	<i>..</i>	<i>2,389</i>	<i>2,064,287</i>	<i>1,092,465</i>	<i>3,330</i>

(a) For dates of balance-sheets see table on page 711. (b) Excludes Savings Bank Division of the Rural and Industries Bank of Western Australia. (c) Includes Crédit Foncier Department.

Table continued on next page.

SAVINGS BANKS: ASSETS(a), 1965 AND 1966—continued
(\$'000)

Bank	Other securities	Loans to authorised dealers in short-term money market	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
1966—								
Commonwealth Savings Bank of Australia . . . . .	..	4,250	1,356	640,051	39,290	4,575	23,920	2,438,371
State savings banks(c)—								
The State Savings Bank of Victoria(d) . . . . .	..	12,490	..	304,239	13,600	..	14,992	975,940
The Savings Bank of South Australia . . . . .	..	1,400	..	125,833	5,440	(e)	3,787	370,863
<i>Total, State savings banks</i> . . . . .	..	13,890	..	430,072	19,040	..	18,780	1,346,803
Trustee savings banks—								
The Hobart Savings Bank	..	2,440	99	9,940	799	20	661	44,568
Launceston Bank for Savings . . . . .	..	900	34	11,984	885	..	656	39,341
<i>Total, trustee savings banks</i> . . . . .	..	3,340	133	21,924	1,684	20	1,318	83,908
Private savings banks—								
Australia and New Zealand Savings Bank Ltd.	5,150	5,050	544	86,556	..	..	2,840	357,550
The Bank of Adelaide Savings Bank Ltd. . . . .	..	1,900	..	7,010	480	..	211	24,442
Bank of New South Wales Savings Bank Ltd.	496	..	5,559	207,645	5,750	..	6,788	733,512
The Commercial Savings Bank of Australia Ltd.	..	600	..	29,695	..	..	1,135	118,098
C.B.C. Savings Bank Ltd. . . . .	..	..	..	53,262	..	..	1,162	209,865
E.S. & A. Savings Bank Ltd. . . . .	..	..	..	27,134	951	..	1,070	116,992
The National Bank Savings Bank Ltd. . . . .	..	1,900	..	37,981	..	..	1,847	198,125
<i>Total, private savings banks</i>	5,646	9,450	6,103	449,283	7,181	..	15,053	1,758,584
Total, all savings banks, 1966	5,646	30,930	7,593	1,541,329	67,195	4,595	59,070	5,627,666
Total, all savings banks, 1965	5,570	33,232	7,986	1,321,653	61,865	133	55,039	5,215,252

(a) For dates of balance-sheets see table on page 711. (b) Other than loans to authorised dealers in the short-term money market. (c) Excludes Savings Bank Division of the Rural and Industries Bank of Western Australia. (d) Includes Crédit Foncier Department. (e) Not available. Included in All other assets.

Savings banks—profit and loss accounts

**SAVINGS BANKS: PROFIT AND LOSS, APPROPRIATION OF PROFITS AND
DIVIDENDS, 1965 AND 1966**
(\\$'000)

Bank	Year ended	Profit and loss			
		Net earnings (a)	Expenses (b)	Income, land and other taxes and payments in lieu of taxes	Net profit
1966—					
Commonwealth Savings Bank of Australia	30.6.66	41,085	31,774	470	8,841
State savings banks(c)—					
The State Savings Bank of Victoria(d)	30.6.66	18,537	15,826	n.a.	2,711
The Savings Bank of South Australia	30.6.66	5,361	4,244	n.a.	1,117
<i>Total, State savings banks</i>	<i>..</i>	<i>23,898</i>	<i>20,070</i>	<i>n.a.</i>	<i>3,828</i>
Trustee savings banks—					
The Hobart Savings Bank	31.8.66	661	498	25	138
Launceston Bank for Savings	31.8.66	673	460	12	201
<i>Total, trustee savings banks</i>	<i>..</i>	<i>1,333</i>	<i>958</i>	<i>36</i>	<i>339</i>
Private savings banks—					
Australia and New Zealand Savings Bank Ltd.	30.9.66	6,434	4,402	925	1,107
The Bank of Adelaide Savings Bank Ltd.	30.9.66	484	272	63	150
Bank of New South Wales Savings Bank Ltd.	30.9.66	13,417	9,509	1,584	2,325
The Commercial Savings Bank of Australia Ltd.	30.6.66	1,882	1,213	295	374
C.B.C. Savings Bank Ltd.	30.6.66	3,526	2,009	647	871
E.S. & A. Savings Bank Ltd.	30.6.66	1,829	1,044	375	410
The National Bank Savings Bank Ltd.	30.9.66	3,238	2,343	340	555
<i>Total, private savings banks</i>	<i>..</i>	<i>30,811</i>	<i>20,790</i>	<i>4,228</i>	<i>5,792</i>
Total, all savings banks, 1966 . . . . .	..	97,127	73,592	4,734	18,801
Total, all savings banks, 1965(e) . . . . .	..	87,949	64,911	4,705	18,334

(a) 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). (b) Includes directors' fees. (c) Excludes Savings Bank Division of the Rural and Industries Bank of Western Australia. (d) Includes Crédit Foncier Department. (e) Balancing dates as in 1966.

Table continued on next page.

**SAVINGS BANKS: PROFIT AND LOSS, APPROPRIATION OF PROFITS AND
DIVIDENDS, 1965 AND 1966—continued**
(\$'000)

Bank	Year ended	Profits appropriated to—						
		Reserve funds (a)	Written off bank premises	Other appropriations	Dividends(b)			
					Gross	British income taxes payable by bank and re-couped from shareholders	Net	Rate per annum per cent
1966—								
Commonwealth Savings Bank of Australia	30.6.66	2,566	1,142	(c) 5,133	..	..	..	..
State savings banks(d)—								
The State Savings Bank of Victoria(e)	30.6.66	1,658	723	400	..	..	..	..
The Savings Bank of South Australia	30.6.66	1,120	(f)	..	..	..	..	..
<i>Total, State savings banks</i>	..	2,778	723	400	..	..	..	..
Trustee savings banks—								
The Hobart Savings Bank .	31.8.66	110	5	24	..	..	..	..
Launceston Bank for Savings	31.8.66	90	98	23	..	..	..	..
<i>Total, trustee savings banks</i>	..	200	102	47	..	..	..	..
Private savings banks—								
Australia and New Zealand Savings Bank Ltd. . .	30.9.66	600	..	..	482	..	482	12
The Bank of Adelaide Savings Bank Ltd. . . .	30.9.66	100	..	..	50	..	50	5
Bank of New South Wales Savings Bank Ltd. . .	30.9.66	1,000	311	..	1,000	..	1,000	12.5
The Commercial Savings Bank of Australia Ltd. .	30.6.66	325	..	..	..	..	..	..
C.B.C. Savings Bank Ltd. .	30.6.66	400	..	..	400	..	400	10
E.S. & A. Savings Bank Ltd.	30.6.66	300	..	..	100	..	100	5
The National Bank Savings Bank Ltd. . . .	30.9.66	350	..	..	100	..	100	5
<i>Total, private savings banks</i>	..	3,075	311	..	2,132	..	2,132	..
<i>Total, all savings banks, 1966</i>	..	8,619	2,279	5,580	2,132	..	2,132	..
<i>Total, all savings banks, 1965(g)</i>	..	9,297	2,685	4,483	1,682	..	1,682	..

(a) Excludes accumulated profits and profit and loss accounts. (b) Dividends paid or payable out of profits earned during year. (c) Provisions for settlements under Savings Bank Amalgamation Agreements, \$2,567,618 and Commonwealth of Australia, \$2,565,675. Under the terms of the Savings Bank Amalgamation Agreements relating to the absorption of the State savings banks by the Commonwealth Bank, the profits of the Commonwealth Savings Bank in New South Wales and Queensland are equally divided between the Bank and the former controlling authorities in those States. (d) Excludes Savings Bank Division of the Rural and Industries Bank of Western Australia. (e) Includes Crédit Foncier Department. (f) Included in expenses. (g) Balancing dates as in 1966.

Savings banks—operative accounts

The following table shows the number of operative savings bank accounts in existence at the end of June 1965 and 1966. The figures relate to the number of accounts and not necessarily to the number of depositors.

SAVINGS BANKS: NUMBER OF OPERATIVE ACCOUNTS(a)
JUNE 1965 AND 1966
 ('000)

State or Territory	End of June(b)—	
	1965	1966
New South Wales	4,076	4,347
Victoria	3,630	3,815
Queensland	1,541	1,626
South Australia	1,254	1,319
Western Australia	786	848
Tasmania	379	395
Northern Territory	29	33
Australian Capital Territory	74	86
Australia	11,769	12,469

(a) Excludes school bank accounts and small inoperative accounts.
 (b) Private savings banks at last Wednesday in June, Launceston Bank for Savings at last Monday in June, other savings banks at end of June.

Savings banks—business transacted

SAVINGS BANKS: BUSINESS TRANSACTED IN AUSTRALIA, 1964-65 AND 1965-66(a)
 (\$'000)

State or Territory	1964-65				1965-66			
	Deposits	With- drawals (b)	Interest added (b)	De- positors' balances at end of year	Deposits	With- drawals (b)	Interest added (b)	De- positors' balances at end of year
New South Wales	2,127,108	2,040,774	50,098	1,719,644	2,217,560	2,166,572	57,149	1,827,781
Victoria	2,184,056	2,087,078	44,462	1,620,408	2,440,714	2,365,717	50,574	1,745,979
Queensland	731,558	698,296	17,412	593,026	769,191	744,509	19,944	637,652
South Australia	671,412	643,280	15,332	519,268	721,481	699,068	17,176	558,857
Western Australia	345,734	331,250	7,404	261,654	397,581	375,075	8,711	292,871
Tasmania	142,382	135,516	4,100	135,736	153,444	145,489	4,710	148,401
Northern Territory	15,456	14,608	244	9,180	18,059	16,954	301	10,586
Australian Capital Territory	51,734	48,134	760	27,648	62,114	59,139	928	31,551
Australia	6,269,440	5,998,936	139,812	4,886,564	6,780,144	6,572,523	159,493	5,253,678

(a) See footnote (b) to table above. (b) Includes inter-branch transfers.

Savings banks—depositors' balances

The amount at credit of depositors' accounts and the average per head of population for each State and Territory at the end of June 1962 to 1966 are shown in the following table. 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 at the Trustee Savings

Banks in Tasmania are included in the depositors' balances shown below. Separate details are not available.

**SAVINGS BANKS: DEPOSITORS' BALANCES IN AUSTRALIA
JUNE 1962 TO 1966**

End of June(a)—	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	N.T.	A.C.T.	Aust.
AMOUNT (\$ million)									
1962 . . .	1,250	1,142	412	362	181	102	6	15	3,470
1963 . . .	1,408	1,298	470	416	209	113	7	18	3,940
1964 . . .	1,583	1,479	542	476	240	125	8	23	4,476
1965 . . .	1,720	1,620	593	519	262	136	9	28	4,887
1966 . . .	1,828	1,746	638	559	293	148	11	32	5,254

**PER HEAD OF POPULATION
(\$)**

1962 . . .	313.73	382.82	267.09	367.51	239.70	288.11	219.22	221.56	324.32
1963 . . .	347.95	427.04	300.07	412.94	268.66	312.93	231.04	251.58	361.34
1964 . . .	385.82	476.48	339.09	459.87	300.89	342.61	246.37	289.93	402.69
1965 . . .	412.38	512.41	363.29	488.14	321.66	369.11	262.99	312.96	431.18
1966 . . .	431.99	542.60	383.84	512.37	350.50	399.77	284.81	328.95	455.23

(a) Private savings banks at last Wednesday in June, Launceston Bank for Savings at last Monday in June, other savings banks at end of June.

Savings banks—cheque accounts

At most savings banks cheque accounts are available to non-profit organisations such as friendly, co-operative and charitable societies. Similar facilities are also available to other depositors at The State Savings Bank of Victoria and The Savings Bank of South Australia. Details of the transactions on these accounts during the year ended June 1966 (excluding The Savings Bank of South Australia), together with the number of operative accounts and the amount on deposit at the end of June 1966, were as follows: deposits during the year, \$1,512.9 million; withdrawals during the year, \$1,500.8 million; interest added during the year, \$2.7 million; amount on deposit at end of year, \$145.2 million; number of operative accounts at the end of year, 315,819. These figures are included in the statistics in previous paragraphs.

School savings banks

Agencies of the savings banks have been established at most of the schools throughout Australia. Particulars of operative accounts within Australia at the end of June 1962 to 1966 appear below.

SCHOOL SAVINGS BANKS: AUSTRALIA, JUNE 1962 TO 1966

End of June(a)—	Number of school agencies	Number of operative accounts	Deposits	Deposits per operative account
		'000	\$'000	\$
1962 . . .	9,444	1,219	18,449	15.13
1963 . . .	9,551	1,255	19,331	15.41
1964 . . .	9,878	1,294	20,374	15.75
1965 . . .	9,544	1,364	22,055	16.16
1966 . . .	9,999	1,390	23,313	16.77

(a) See footnote (a) to table above.

Savings banks—assets

The assets within Australia of all savings banks at the end of June 1965 and 1966 are shown in the following table. In the table on pages 709–10 assets are shown at balance-sheet date which are not in June for some banks. In addition, the table on pages 709–10 excludes statistics for the Savings Bank Division of the Rural and Industries Bank of Western Australia, which are included in the table below.

SAVINGS BANKS: ASSETS WITHIN AUSTRALIA(a), JUNE 1965 AND 1966
(\$ million)

	End of June(b)—	
	1965	1966
Coin, bullion and Australian notes	10.8	10.7
Deposits with Reserve Bank	430.3	419.2
Deposits in Australia with trading banks	117.5	129.0
Australian public securities—		
Commonwealth and States (including Treasury bills and Treasury notes)	2,066.1	2,125.8
Local government and semi-governmental authorities	1,092.3	1,198.8
Other securities	5.1	5.1
Loans to authorised dealers in the short-term money market	28.8	34.2
Cheques and bills of other banks and balances with and due from other banks	0.4	0.5
Loans, advances and bills discounted—		
Housing	1,185.2	1,358.5
Other	131.7	176.5
Bank premises, furniture and sites	63.0	68.8
Bills receivable and all other assets	19.0	18.8
Total	5,150.3	5,545.9

(a) Includes assets in Papua, New Guinea and other external Territories.
table on page 713.

(b) See footnote (b) to first

Savings banks—classification of depositors' balances

The classification of deposits published by savings banks does not permit a fully detailed analysis for Australia as a whole, but the classification at 30 June 1962 to 1966 of the combined deposits for The State Savings Bank of Victoria and The Savings Bank of South Australia⁷ is shown below.

STATE SAVINGS BANKS: CLASSIFICATION OF DEPOSITS
30 JUNE 1962 TO 1966
(Per cent)

30 June—	Up to \$2,000	Over \$2,000
1962	57.31	42.69
1963	54.41	45.59
1964	51.89	48.11
1965	50.86	49.14
1966	49.90	50.10

Savings banks—rates of interest on deposits

SAVINGS BANKS: INTEREST RATES ON DEPOSITS(a), 30 JUNE 1962 TO 1966
(Per cent per annum)

Size of account	30 June—				
	1962	1963	1964	1965	1966
Ordinary accounts(b)—					
Up to \$2,000	3.50	3.00	3.25	3.50	3.50
\$2,001 to \$3,000	3.50	5.00	3.25	3.50	3.50
\$3,001 to \$4,000	3.50	3.00	3.25	3.50	3.50
\$4,001 to \$5,000	3.50	3.00	3.25	3.50	3.50
\$5,001 to \$6,000	3.50	3.00	3.25	3.50	3.50
Friendly and other society accounts—					
Up to \$4,000	3.50	3.00	3.25	3.50	3.50
\$4,001 to \$5,000	3.50	3.00	3.25	3.50	3.50
\$5,001 to \$6,000	3.50	3.00	3.25	3.50	3.50
\$6,001 and over	2.00	1.50	1.75	2.00	2.00

(a) Rates allowed by the Commonwealth Savings Bank, private savings banks and The State Savings Bank of Victoria. Trustee savings banks and The Savings Bank of South Australia allow slightly higher rates of interest. (b) No interest is payable on amounts in excess of the maximum amount shown.

Savings banks—predominant lending rates

The following table shows the predominant lending rates in respect of different types of loans by savings banks from 1961 to 1967.

SAVINGS BANKS: PREDOMINANT LENDING RATES OF INTEREST
(Per cent per annum)

Date of change in rate	Loans to local government authorities	<i>Crédit foncier</i> housing loans(a)	Loans to co-operative housing
1961—1 January	5.75—5.875	5.25—5.75	(b) 5.25—5.50
1962—26 January	5.375—5.50	..	..
1963—11 April . . . . .	..	4.75—5.25	4.75—5.00
17 June	5.00—5.125	..	..
2 October	4.875—5.000	..	..
1964—1 June . . . . .	..	4.75—5.50	4.75—5.25
August	5.50	..	..
1965—1 April . . . . .	..	5.00—5.75	5.00—5.50
8 April	5.75	..	..
1967—2 February	5.875	..	..

(a) The rate of interest on *crédit foncier* loans may be varied only at the expiration of each ten years of the currency of a loan. (b) The changes in interest rates on 1 January 1961 applied to all societies then financed and to future loans.

FINANCE COMPANIES

The section dealing with finance companies, which was included in this chapter in previous issues of the Year Book is being extensively revised and further information is included in the Appendix of this issue.

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.

Deposits under Insurance Acts

Deposits lodged under the Insurance Acts at 30 June 1966 totalled \$33.9 million, comprising \$4.3 million held by the Commonwealth in respect of life insurance, and \$29.6 million held by the Commonwealth and \$20,060 held by the State of New South Wales in respect of other forms of insurance. The deposits consisted of Commonwealth Government securities \$20.4 million, United Kingdom Government securities \$1.7 million, fixed deposits \$0.4 million, bank guarantees and undertakings \$8.7 million, corporation debentures and stock \$0.9 million, and titles and mortgages \$1.8 million.

Life insurance

Since 1947, returns lodged under the *Life Insurance Act* 1945–1965 have been used to compile life insurance statistics. Except where otherwise indicated, the figures in the succeeding paragraphs refer only to Australian business. Business in the Territories of Papua and New Guinea is, however, included in the Australian figures. 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 1965 was 45, including 12 overseas companies. Of the 33 Australian offices, 6 are purely mutual, including one which transacts general business in respect of which share capital is used, 25 are public companies, and 2 are State Government institutions. Of the total, 33 transacted ordinary business only and the remainder both ordinary and industrial business. Where possible, ordinary, industrial and superannuation business have been kept separate in the following tables.

Australian business—policies in existence

LIFE INSURANCE: POLICIES EXISTING IN AUSTRALIA, STATES
AND TERRITORIES, 1965

State or Territory (a)	Insurance and endowment policies				Annuity policies		
	Number of policies	Sum insured (\$'000)	Bonus additions (\$'000)	Annual prem- iums (\$'000)	Number of policies	Annuities per annum (\$'000)	Annual prem- iums (\$'000)

ORDINARY BUSINESS

New South Wales	1,290,932	3,090,136	327,046	85,462	830	352	3
Victoria . .	1,062,297	2,936,951	289,488	76,272	844	1,115	17
Queensland(b)	715,163	1,685,979	181,479	41,960	208	1,344	1
South Australia(c)	449,030	1,059,841	102,423	28,919	206	474	5
Western Australia	305,888	742,613	74,488	20,249	136	387	5
Tasmania . .	135,825	329,419	34,561	8,603	82	89	3
Australian Capital Territory .	99,678	612,623	39,087	13,509	98	105	1
Australia(b) .	4,058,813	10,457,561	1,048,572	274,973	2,404	3,865	35

INDUSTRIAL BUSINESS

New South Wales	1,028,306	336,356	22,302	14,207	..	..	..
Victoria . .	830,578	264,161	18,019	10,979	..	..	..
Queensland(b)	355,206	109,093	7,015	4,690	..	..	..
South Australia(c)	289,109	82,340	5,415	3,525	..	..	..
Western Australia	172,622	53,565	3,572	2,258	..	..	..
Tasmania . .	61,709	18,375	1,259	768	..	..	..
Australian Capital Territory .	17,616	6,987	481	296	..	..	..
Australia(b) .	2,755,146	870,877	58,064	36,724	..	..	..

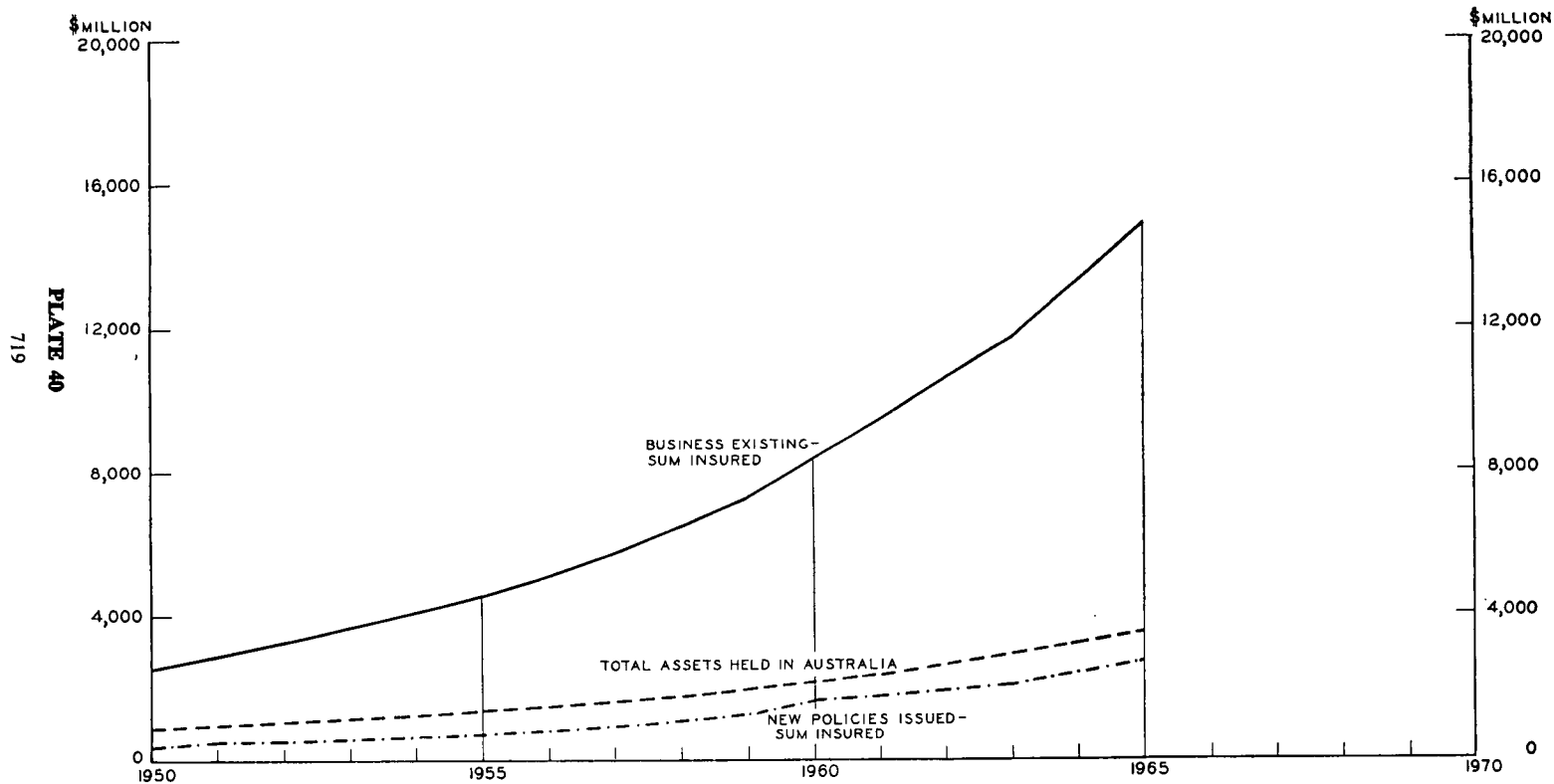
SUPERANNUATION BUSINESS

New South Wales	270,002	485,535	44,431	15,693	158	3,583	928
Victoria . .	121,849	1,226,995	59,169	26,823	497	7,481	2,857
Queensland(b)	73,824	238,892	17,151	8,050	19	106	23
South Australia(c)	43,925	184,036	17,211	6,708	48	123	20
Western Australia	35,959	139,039	9,997	4,277	23	99	17
Tasmania . .	15,482	82,870	8,079	2,653	34	64	12
Australian Capital Territory .	84,796	1,241,733	36,892	21,312	77	11,995	1,217
Australia(b) .	645,837	3,599,100	192,931	85,515	856	23,452	5,074

(a) Location of register of policies. (b) Includes Papua and New Guinea. (c) Includes Northern Territory.

LIFE INSURANCE: AUSTRALIA

1950 TO 1965



LIFE INSURANCE: POLICIES EXISTING IN AUSTRALIA, 1961 TO 1965

At end of year—	Insurance and endowment policies				Annuity policies	
	Number of policies	Sum insured (\$ million)	Average sum insured per policy (\$'000)	Annual premiums (\$ million)	Number of policies	Annuities per annum (\$ million)

ORDINARY BUSINESS

1961 . . .	3,580,643	6,746.4	1.9	195.2	2,754	0.9
1962 . . .	3,690,996	7,543.5	2.0	212.0	2,606	0.9
1963 . . .	3,794,150	8,377.0	2.2	229.8	2,618	1.0
1964 . . .	3,921,635	9,384.6	2.4	251.4	2,588	1.0
1965 . . .	4,058,813	10,457.6	2.6	275.0	2,404	3.9

INDUSTRIAL BUSINESS

1961 . . .	3,198,822	706.8	0.2	33.1	..	..
1962 . . .	3,075,967	743.5	0.2	33.1	..	..
1963 . . .	2,952,808	777.1	0.3	34.0	..	..
1964 . . .	2,850,977	823.2	0.3	35.3	..	..
1965 . . .	2,755,146	870.9	0.3	36.7	..	..

SUPERANNUATION BUSINESS

1961 . . .	620,848	1,997.1	3.2	51.2	1,582	22.2
1962 . . .	599,514	2,310.2	3.9	58.0	1,689	24.1
1963 . . .	607,297	2,632.8	4.3	65.1	1,757	25.3
1964 . . .	617,184	3,096.1	5.0	73.8	980	26.6
1965 . . .	645,837	3,599.1	5.6	85.5	856	23.5

New policies issued in Australia

LIFE INSURANCE: NEW POLICIES ISSUED IN AUSTRALIA
STATES AND TERRITORIES, 1965

State or Territory(a)	Insurance and endowment policies				Annuity policies			
	Number of policies	Sum insured (\$'000)	Premiums		Number of policies	Annuities per annum (\$'000)	Premiums	
			Single	Annual			Single	Annual
			(\$'000)	(\$'000)			(\$'000)	(\$'000)

ORDINARY BUSINESS

New South Wales . . .	114,230	469,939	313	11,526	34	26	128	..
Victoria . . .	98,464	509,373	385	10,986	31	48	396	2
Queensland(b) . . .	59,590	252,876	109	5,618	7	5	33	..
South Australia(c) . . .	44,734	174,569	95	4,172	10	7	34	..
Western Australia . . .	30,259	126,760	65	2,931	12	6	47	..
Tasmania . . .	12,434	49,471	31	1,168	1	..	3	..
Australian Capital Territory . . .	17,476	123,430	230	2,659	7	5	61	..
Australia(b) . . .	377,187	1,706,419	1,228	39,060	102	97	702	2

(a) Location of register of policies. (b) Includes Papua and New Guinea. (c) Includes Northern Territory.

LIFE INSURANCE: NEW POLICIES ISSUED IN AUSTRALIA, 1965—*continued*

State or Territory(a)	Insurance and endowment policies				Annuity policies			
	Number of policies	Sum insured	Premiums		Number of policies	Annuities per annum	Premiums	
			Single	Annual			Single	Annual
		(\$'000)	(\$'000)	(\$'000)		(\$'000)	(\$'000)	(\$'000)
INDUSTRIAL BUSINESS								
New South Wales	51,548	49,180	..	1,954	..	..	..	..
Victoria	34,482	33,610	..	1,273	..	..	..	..
Queensland(b)	17,949	15,243	..	631	..	..	..	..
South Australia(c)	14,138	11,254	..	465	..	..	..	..
Western Australia	8,413	7,637	..	308	..	..	..	..
Tasmania	2,845	2,515	..	100	..	..	..	..
Australian Capital Territory	874	898	..	36	..	..	..	..
Australia(b)	130,249	120,337	..	4,767	..	..	..	..

SUPERANNUATION BUSINESS

New South Wales	22,641	83,253	268	2,469	4	706	82	230
Victoria	20,125	312,716	4,278	6,204	49	1,336	1,464	881
Queensland(b)	16,671	71,351	54	2,307	..	7	..	1
South Australia(c)	5,614	38,141	153	1,317	2	14	40	1
Western Australia	4,742	30,663	72	886	1	11	..	2
Tasmania	1,905	14,970	23	471	2	17	18	3
Australian Capital Territory	17,627	360,913	4,128	5,923	7	4,357	83	340
Australia(b)	89,325	912,008	8,977	19,578	65	6,448	1,687	1,457

(a) Location of register of policies. (b) Includes Papua and New Guinea. (c) Includes Northern Territory.

LIFE INSURANCE: NEW POLICIES ISSUED IN AUSTRALIA, 1961 TO 1965

Year	Insurance and endowment policies				Annuity policies			
	Number of policies	Sum insured	Premiums		Number of policies	Annuities per annum	Premiums	
			Single	Annual			Single	Annual
		(\$'000)	(\$'000)	(\$'000)		(\$'000)	(\$'000)	(\$'000)
ORDINARY BUSINESS								
1961	354,671	1,206,920	722	29,316	201	106	678	6
1962	334,072	1,286,156	456	29,980	95	62	502	..
1963	343,450	1,364,384	1,822	31,606	119	96	698	2
1964	362,118	1,544,162	835	35,338	115	79	615	3
1965	377,187	1,706,419	1,228	39,060	102	97	702	2
INDUSTRIAL BUSINESS								
1961	176,389	88,212	..	3,812	..	..	..	..
1962	156,316	104,508	..	4,304	..	..	..	..
1963	130,681	105,970	..	4,232	..	..	..	..
1964	127,164	115,170	..	4,516	..	..	..	..
1965	130,249	120,337	..	4,767	..	..	..	..
SUPERANNUATION BUSINESS								
1961	79,503	451,784	5,714	10,270	52	3,938	1,730	982
1962	75,459	485,840	1,844	11,088	161	3,900	1,208	1,016
1963	79,299	559,880	3,216	12,510	155	4,260	1,080	1,098
1964	78,353	764,038	5,391	15,948	216	4,576	1,339	1,015
1965	89,325	912,008	8,977	19,578	65	6,448	1,687	1,457

Policies discontinued or reduced in Australia

LIFE INSURANCE: POLICIES DISCONTINUED OR REDUCED IN AUSTRALIA
STATES AND TERRITORIES, 1965(a)

State or Territory(b)	Insurance and endowment policies			Annuity policies		
	Number of policies	Sum insured (\$'000)	Annual premiums (\$'000)	Number of policies	Annuities per annum (\$'000)	Annual premiums (\$'000)

ORDINARY BUSINESS

New South Wales . . .	84,257	208,183	5,468	81	24	1
Victoria	68,890	222,966	5,155	96	42	1
Queensland(c)	36,761	81,810	1,977	24	5	..
South Australia(d) . . .	25,933	63,738	1,593	4	2	..
Western Australia . . .	17,391	39,450	1,060	13	2	..
Tasmania	9,068	21,958	530	4	4	..
Australian Capital Territory	-2,291	-2,870	-239	2	1	..
Australia(c) . . .	240,009	635,236	15,543	224	78	2

INDUSTRIAL BUSINESS

New South Wales . . .	86,550	30,723	1,397	..	..	..
Victoria	67,587	19,674	894	..	..	..
Queensland(c)	26,218	8,188	378	..	..	..
South Australia(d) . . .	25,013	6,961	321	..	..	..
Western Australia . . .	13,546	4,666	212	..	..	..
Tasmania	6,669	2,154	95	..	..	..
Australian Capital Territory	497	253	13	..	..	..
Australia(c) . . .	226,080	72,618	3,311	..	..	..

SUPERANNUATION BUSINESS

New South Wales . . .	23,431	55,859	1,943	11	215	151
Victoria	17,213	147,716	2,927	10	967	339
Queensland(c)	6,924	17,969	718	..	20	4
South Australia(d) . . .	4,347	15,164	537	5	7	1
Western Australia . . .	3,888	10,871	364	5	10	..
Tasmania	1,893	8,387	251	3	6	1
Australian Capital Territory	2,974	151,172	1,082	158	8,364	1,926
Australia(c) . . .	60,670	407,136	7,822	192	9,589	2,423

(a) Includes policies matured, surrendered, forfeited, transferred to other State registers, converted to other classes of business, etc. (b) Location of register of policies. (c) Includes Papua and New Guinea. (d) Includes Northern Territory.

Minus sign (—) denotes an increase in existing business in the registers concerned due to an excess of transfers from other States or from overseas, or conversions from other classes of business over discontinuances in those registers.

**LIFE INSURANCE: POLICIES DISCONTINUED OR REDUCED
IN AUSTRALIA, 1961 TO 1965(a)**

Year	Insurance and endowment policies			Annuity policies		
	Number of policies	Sum insured (\$'000)	Annual premiums (\$'000)	Number of policies	Annuities per annum (\$'000)	Annual premiums (\$'000)

ORDINARY BUSINESS

1961	.	.	.	234,698	480,378	13,918	480	2,012	536
1962	.	.	.	223,719	489,028	13,236	243	88	6
1963	.	.	.	240,296	530,906	13,802	107	42	10
1964	.	.	.	234,633	536,573	13,680	144	27	-1
1965	.	.	.	240,009	635,236	15,543	224	78	2

INDUSTRIAL BUSINESS

1961	.	.	.	317,570	67,350	3,352	..	..	..
1962	.	.	.	279,171	67,818	3,290	..	..	..
1963	.	.	.	253,840	72,390	3,408	..	..	..
1964	.	.	.	228,995	69,073	3,198	..	..	..
1965	.	.	.	226,080	72,618	3,311	..	..	..

SUPERANNUATION BUSINESS

1961	.	.	.	108,274	125,244	3,818	-209	1,906	534
1962	.	.	.	96,793	172,682	4,212	54	2,014	1,042
1963	.	.	.	71,516	237,356	5,440	87	2,986	852
1964	.	.	.	68,419	300,734	7,296	994	3,311	897
1965	.	.	.	60,670	407,136	7,822	192	9,589	2,423

(a) See footnote (a) to preceding table.

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

**LIFE INSURANCE: POLICIES DISCONTINUED OR REDUCED IN AUSTRALIA
BY CAUSE OF DISCONTINUANCE OR REDUCTION, 1961 TO 1965(a)(b)**

Year	Death or maturity	Surrender	Forfeiture	Other	Total
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ORDINARY BUSINESS

NUMBER OF POLICIES

1961	.	.	.	64,123	83,834	69,038	17,703	234,698
1962	.	.	.	68,027	81,132	71,538	3,022	223,719
1963	.	.	.	71,274	90,858	71,070	7,094	240,296
1964	.	.	.	76,288	91,291	65,390	1,664	234,633
1965	.	.	.	78,611	99,413	62,085	-100	240,009

(a) Excludes annuities.

(b) See footnote (a) on page 722.

LIFE INSURANCE: POLICIES DISCONTINUED OR REDUCED IN AUSTRALIA, BY CAUSE OF DISCONTINUANCE OR REDUCTION, 1961 TO 1965(a)(b)—*continued*

Year	Death or maturity	Surrender	Forfeiture	Other	Total
ORDINARY BUSINESS— <i>continued</i>					
SUM INSURED (\$'000)					
1961 . . .	46,568	138,786	205,520	89,504	480,378
1962 . . .	51,706	144,680	216,688	75,954	489,028
1963 . . .	56,128	185,152	229,140	60,486	530,906
1964 . . .	63,938	200,775	228,508	43,352	536,573
1965 . . .	69,642	275,498	236,586	53,510	635,236

INDUSTRIAL BUSINESS					
NUMBER OF POLICIES					
1961 . . .	192,833	77,143	47,547	47	317,570
1962 . . .	161,387	75,028	41,205	1,551	279,171
1963 . . .	139,268	74,481	38,930	1,161	253,840
1964 . . .	131,755	65,017	31,531	692	228,995
1965 . . .	129,636	62,650	31,570	2,224	226,080

SUM INSURED (\$'000)					
1961 . . .	21,186	24,062	22,080	22	67,350
1962 . . .	18,206	24,452	24,870	290	67,818
1963 . . .	16,472	25,914	29,844	160	72,390
1964 . . .	16,507	23,960	28,454	152	69,073
1965 . . .	16,959	24,222	31,086	353	72,618

SUPERANNUATION BUSINESS					
NUMBER OF POLICIES					
1961 . . .	9,419	68,415	587	29,853	108,274
1962 . . .	9,517	32,848	972	53,456	96,793
1963 . . .	9,624	33,544	3,773	24,575	71,516
1964 . . .	10,241	34,949	1,546	21,683	68,419
1965 . . .	10,677	35,231	1,853	12,909	60,670

SUM INSURED (\$'000)					
1961 . . .	11,644	136,116	5,628	—28,144	125,244
1962 . . .	13,166	131,658	6,374	21,484	172,682
1963 . . .	14,718	138,134	13,892	70,612	237,356
1964 . . .	17,258	173,784	11,804	97,888	300,734
1965 . . .	21,514	222,612	16,427	146,582	407,136

(a) Excludes annuities. (b) See footnote (a) on page 722.

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.

Australian revenue from premiums

Details of revenue from premiums in respect of all offices transacting business in Australia are shown in the following tables for each State and the Australian Capital Territory for the year 1965 and for Australia for the years 1961 to 1965.

LIFE INSURANCE: AUSTRALIAN REVENUE FROM PREMIUMS, STATES AND TERRITORIES, 1965

(\$'000)

State or Territory(a)	Insurance and endowment premiums		Consideration for annuities		Total
	Single premiums	Other premiums	Single premiums	Other premiums	

ORDINARY BUSINESS

New South Wales	320	84,098	155	3	84,576
Victoria	464	76,402	396	4	77,265
Queensland(b)	142	41,554	40	..	41,737
South Australia(c)	91	28,684	34	1	28,810
Western Australia	63	20,251	47	1	20,363
Tasmania	31	8,492	3	2	8,528
Australian Capital Territory	228	12,239	39	..	12,506
Australia(b).	1,339	271,721	714	12	273,786

INDUSTRIAL BUSINESS

New South Wales . . . . .	..	13,647	..	..	13,647
Victoria . . . . .	..	10,634	..	..	10,634
Queensland(b) . . . . .	..	4,506	..	..	4,506
South Australia(c) . . . . .	..	3,412	..	..	3,412
Western Australia . . . . .	..	2,176	..	..	2,176
Tasmania . . . . .	..	750	..	..	750
Australian Capital Territory . . . . .	..	279	..	..	279
Australia(b). . . . .	..	35,404	..	..	35,404

SUPERANNUATION BUSINESS

New South Wales	309	17,931	82	998	19,319
Victoria	4,280	29,960	1,482	2,952	38,673
Queensland(b)	43	6,809	..	25	6,876
South Australia(c)	154	6,498	40	19	6,711
Western Australia	72	4,348	..	53	4,473
Tasmania	23	2,598	..	9	2,630
Australian Capital Territory	4,086	29,854	83	3,264	37,287
Australia(b)	8,966	97,998	1,687	7,320	115,971

(a) Location of register of policies. Territory.

(b) Includes Papua and New Guinea.

(c) Includes Northern

LIFE INSURANCE: AUSTRALIAN REVENUE FROM PREMIUMS, 1961 TO 1965
(\$'000)

Year	Ordinary business		Industrial business	Superannuation business		Total all business combined
	Insurance and endowment premiums	Con-sideration for annuities		Insurance and endowment premiums	Con-sideration for annuities	
1961 . .	258,368	9,128	31,364	(a)		298,860
1962 . .	209,472	524	32,284	67,290	8,266	317,836
1963 . .	228,978	738	32,860	77,108	8,526	348,210
1964 . .	248,826	647	34,027	88,824	8,515	380,839
1965 . .	273,060	726	35,404	106,964	9,007	425,161

(a) Included with ordinary business.

Claims, etc., paid in Australia

Details of the claims, etc., paid on policies in each State and the Australian Capital Territory during the year 1965 and in Australia during the years 1961 to 1965 are shown in the following tables.

LIFE INSURANCE: PAYMENTS TO POLICY-HOLDERS IN AUSTRALIA, STATES AND TERRITORIES, 1965
(\$'000)

State or Territory(a)	Claims		Sur-renders	Annuities	Cash bonuses	Total
	Death or disability	Maturity				

ORDINARY BUSINESS

New South Wales . .	15,096	16,545	11,855	340	202	44,039
Victoria	13,385	13,311	9,159	293	196	36,344
Queensland(b) . .	6,598	6,587	4,905	62	85	18,237
South Australia(c) . .	4,015	4,447	3,311	48	63	11,885
Western Australia . .	2,990	3,061	2,324	37	59	8,471
Tasmania	1,290	1,073	1,099	27	30	3,519
Australian Capital Territory .	2,211	472	692	70	14	3,460
Australia(b)	45,586	45,496	33,347	877	650	125,956

INDUSTRIAL BUSINESS

New South Wales . .	1,036	6,388	2,164	..	..	9,588
Victoria	842	6,296	1,506	..	..	8,643
Queensland(b) . .	337	2,162	669	..	..	3,169
South Australia(c) . .	256	1,943	497	..	..	2,696
Western Australia . .	176	942	382	..	..	1,499
Tasmania	47	495	143	..	..	685
Australian Capital Territory .	19	86	37	..	..	142
Australia(b)	2,713	18,311	5,397	..	..	26,422

(a) Location of register of policies. (b) Includes Papua and New Guinea. (c) Includes Northern Territory.

LIFE INSURANCE: PAYMENTS TO POLICY-HOLDERS IN AUSTRALIA, STATES AND TERRITORIES, 1965—*continued*

(\$'000)

State or Territory(a)	Claims		Surrenders	Annuities	Cash bonuses	Total
	Death or disability	Maturity				

SUPERANNUATION BUSINESS

New South Wales	2,057	2,525	3,372	183	30	8,167
Victoria	4,470	4,271	8,281	562	756	18,341
Queensland(b)	580	838	1,160	8	10	2,595
South Australia(c) . . .	649	1,116	728	14	..	2,507
Western Australia . . .	367	487	667	8	1	1,531
Tasmania	356	447	463	8	1	1,275
Australian Capital Territory	4,055	2,666	9,547	818	59	17,145
Australia(b)	12,534	12,350	24,218	1,602	857	51,561

(a) Location of register of policies. (b) Includes Papua and New Guinea. (c) Includes Northern Territory.

LIFE INSURANCE: PAYMENTS TO POLICY-HOLDERS IN AUSTRALIA, 1961 TO 1965 (\$'000)

Year	Claims	Surrenders	Annuities	Cash bonuses	Total
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ORDINARY BUSINESS

1961(a)	72,892	42,034	1,396	1,178	117,500
1962	66,302	24,206	758	390	91,656
1963	72,692	27,872	786	602	101,952
1964	82,774	28,921	865	507	113,067
1965	91,082	33,347	877	650	125,956

INDUSTRIAL BUSINESS

1961	23,798	4,690	..	..	28,488
1962	20,860	5,030	..	..	25,890
1963	19,236	5,574	..	..	24,810
1964	19,969	5,146	..	..	25,115
1965	21,024	5,397	..	..	26,422

SUPERANNUATION BUSINESS

1962	15,000	14,188	894	488	30,570
1963	16,450	14,508	1,208	756	32,922
1964	20,112	20,532	1,281	902	42,827
1965	24,884	24,218	1,602	857	51,561

(a) Includes superannuation business.

Total revenue and expenditure

The following tables show particulars of the total life insurance revenue derived and of the total expenditure by life insurance offices both within and beyond Australia during each of the years 1961 to 1965.

LIFE INSURANCE: TOTAL REVENUE, 1961 TO 1965
(£'000)

Year	Insurance and endowment premiums	Con-sideration for annuities granted	Net interest, dividends and rents	All other revenue	Total revenue	
					Inside Australia	Outside Australia

ORDINARY BUSINESS(a)

1961	.	.	.	343,580	16,904	129,124	37,832	395,250	132,190
1962	.	.	.	296,582	20,600	125,272	10,582	303,548	149,488
1963	.	.	.	323,118	7,126	140,570	15,470	337,968	148,316
1964	.	.	.	350,532	10,758	155,022	14,648	367,711	163,249
1965	.	.	.	385,424	11,662	172,379	18,095	407,905	179,655

INDUSTRIAL BUSINESS

1961	.	.	.	36,206	..	15,296	640	44,982	7,162
1962	.	.	.	37,196	..	16,232	944	47,078	7,294
1963	.	.	.	37,786	..	17,258	1,776	48,334	8,486
1964	.	.	.	38,787	..	17,703	257	49,573	7,174
1965	.	.	.	40,264	..	18,612	305	51,776	7,404

SUPERANNUATION BUSINESS

1962	.	.	.	73,486	9,242	26,408	6,378	105,686	9,828
1963	.	.	.	83,836	9,806	31,080	4,576	118,614	10,684
1964	.	.	.	96,326	9,468	36,249	2,224	132,697	11,570
1965	.	.	.	115,352	10,316	41,761	4,405	158,690	13,143

(a) Prior to 1962, includes superannuation business.

LIFE INSURANCE: TOTAL EXPENDITURE, 1961 TO 1965

(\$'000)

Year	Claims and annuities paid	Surrenders	Cash bonuses paid to policy-holders	Commission	Salaries and directors' fees	All other expenditure	Total expenditure	
							Inside Australia	Outside Australia

ORDINARY BUSINESS(a)

1961	.	.	112,632	52,948	1,642	28,338	20,844	29,512	176,780	69,136
1962	.	.	107,712	34,780	868	28,618	19,156	27,744	146,904	71,974
1963	.	.	119,830	38,872	1,002	30,920	20,944	29,684	160,960	80,292
1964	.	.	131,522	40,998	1,197	34,160	23,132	25,988	172,341	84,656
1965	.	.	145,087	47,544	1,160	37,649	25,528	35,764	197,348	95,383

INDUSTRIAL BUSINESS

1961	.	.	28,922	5,186	..	5,370	4,492	3,814	40,272	7,512
1962	.	.	25,688	5,618	..	5,504	4,618	3,650	37,834	7,244
1963	.	.	23,716	6,174	..	5,358	4,674	4,848	37,882	6,888
1964	.	.	24,006	5,742	..	5,610	4,769	3,430	37,172	6,385
1965	.	.	25,078	6,001	..	5,740	4,782	4,673	39,736	6,536

SUPERANNUATION BUSINESS

1962	.	.	17,436	15,544	528	3,398	3,710	7,154	43,486	4,284
1963	.	.	19,498	16,042	852	3,980	4,134	7,690	47,220	4,976
1964	.	.	23,525	22,951	973	4,626	4,723	10,847	61,111	6,534
1965	.	.	28,945	26,543	932	5,326	5,668	14,288	74,114	7,591

(a) Prior to 1962, includes superannuation business.

Liabilities and assets

The liabilities of the Australian offices consist mainly of their insurance funds, but in the case of public companies there is a further liability on account of the shareholders' capital. The assets consist chiefly of government and municipal securities, mortgages, loans on policies, landed and house property, etc. Loans on personal security are granted by very few of the Australian offices. Separate details of liabilities in respect of Australian business are not available.

Total liabilities and assets. In the two tables which follow the details of liabilities and assets relate to all business (Australian and overseas) of Australian companies, the life insurance business of the two State Government offices, and the Australian business only of the twelve overseas companies operating in Australia. For various reasons several offices do not attempt the dissection of liabilities and assets according to type of business, and, therefore, the figures in the following tables relate to all types of business combined.

LIFE INSURANCE: TOTAL LIABILITIES, 1965

(\$ million)

	Life insurance business	Other classes of business	Total liabilities
Shareholders' capital—			
Authorised . . . . .	..	58.6	58.6
Less unissued . . . . .	..	37.5	37.5
Subscribed capital . . . . .	..	21.1	21.1
Paid-up—			
In money . . . . .	..	19.8	19.8
Otherwise than in money . . . . .	..	4.8	4.8
Total, paid-up capital . . . . .	..	24.6	24.6
Life insurance statutory funds—			
Ordinary business	3,292.9	..	3,292.9
Industrial business	351.6	..	351.6
Superannuation business	745.5	..	745.5
Total, statutory funds	4,390.0	..	4,390.0
Funds in respect of other classes of business . . . . .	..	13.8	13.8
General reserves	52.4	9.8	62.2
Profit and loss account balance . . . . .	..	1.1	1.1
<i>Total, shareholders' capital, insurance funds and reserves</i>	<i>4,442.5</i>	<i>49.3</i>	<i>4,491.8</i>
Other liabilities—			
Deposits	29.6	16.2	45.9
Staff provident and superannuation funds	1.8	1.0	2.8
Claims admitted or intimated but not paid	46.8	12.7	59.5
Premiums paid in advance and in suspense	3.8	..	3.8
Sundry creditors	21.0	2.4	23.4
Bank overdraft	33.6	0.5	34.2
Reserves and provisions for taxation	30.4	5.6	36.0
All other liabilities	4.6	7.1	11.8
Grand total	4,614.2	94.8	4,709.0

LIFE INSURANCE: TOTAL ASSETS, 1965

(\$ million)

	Life insurance business	Other classes of business	Total	Amount of assets held in Australia		
				Life insurance business	Other classes of business	Total
Fixed assets—						
Freehold and leasehold property, office premises	405.5	7.7	413.1	312.6	7.7	320.3
Furniture, etc.	6.3	1.5	7.8	4.9	1.5	6.4
<i>Total, fixed assets</i>	<i>411.8</i>	<i>9.1</i>	<i>421.0</i>	<i>317.5</i>	<i>9.1</i>	<i>326.7</i>
Loans—						
On mortgage	1,284.9	9.2	1,294.0	911.0	9.2	920.2
On policies of the company	164.1	..	164.1	127.4	..	127.4
Other loans	42.9	3.3	46.3	41.0	3.3	44.3
<i>Total, loans</i>	<i>1,491.9</i>	<i>12.5</i>	<i>1,504.4</i>	<i>1,079.4</i>	<i>12.5</i>	<i>1,092.0</i>
Investments—						
Government securities—						
Australia	865.2	5.8	871.0	824.5	5.8	830.3
Other	257.3	1.8	259.1	0.4	..	0.4
Securities of local and semi-governmental bodies	376.6	2.9	379.4	275.4	1.7	277.1
Other investments	1,075.2	51.3	1,126.4	847.6	50.6	898.2
<i>Total, investments</i>	<i>2,574.1</i>	<i>61.9</i>	<i>2,636.0</i>	<i>1,947.7</i>	<i>58.1</i>	<i>2,005.8</i>
Cash on deposit, current account and in hand	6.2	2.4	8.7	3.7	2.2	5.9
Other assets(a)	130.0	8.9	138.9	100.5	8.6	109.1
Grand total	4,614.2	94.8	4,709.0	3,448.8	90.7	3,539.5

(a) Includes advances of premiums.

Assets held in Australia. Details of assets held in Australia for the years 1961 to 1965 are set out in the following table.

LIFE INSURANCE(a): ASSETS HELD IN AUSTRALIA, 1961 TO 1965

(\$ million)

	1961	1962	1963	1964	1965
Freehold and leasehold property	144.7	170.8	215.5	255.4	320.3
Government and municipal securities	777.1	870.0	953.2	1,043.3	1,107.8
Other investments	468.8	534.1	671.6	804.2	898.2
Loans on mortgage	749.9	784.1	815.3	848.7	920.2
Loans on companies' policies	89.9	97.6	101.5	113.5	127.4
Other loans	52.3	49.4	46.6	43.7	44.3
All other assets	76.9	90.8	104.5	109.0	121.3
Total	2,359.7	2,596.8	2,908.2	3,217.8	3,539.5

(a) Includes other classes of business.

Loans

In the following table details are given of new loans paid over by life insurance companies during each of the years ended 31 December 1962 to 1966. The information has been compiled from monthly returns furnished by each company. New loans paid over by the Government Insurance Office of New South Wales and the Queensland State Government Insurance Office are not included. Advances of premiums are also excluded.

**LIFE INSURANCE COMPANIES: NEW LOANS PAID OVER, BY CLASS OF SECURITY
AND STATE OR TERRITORY, 1962 TO 1966**

(\$'000)

	1962	1963	1964	1965	1966
Class of security—					
Mortgage of real estate	94,892	119,746	138,762	159,991	132,638
Companies' policies	21,444	23,494	24,364	30,772	32,168
Other	2,048	1,924	3,248	3,436	3,032
State or Territory(a)—					
New South Wales	55,628	65,840	67,104	84,268	75,309
Victoria	31,114	43,780	59,022	60,914	48,896
Queensland(b)	10,454	11,474	13,890	17,018	13,513
South Australia(c)	9,606	11,112	9,962	12,313	12,096
Western Australia	5,712	8,150	10,544	13,442	11,162
Tasmania	3,672	3,452	4,446	3,965	4,899
Australian Capital Territory	2,198	1,356	1,406	2,280	1,962
Total(b)	118,384	145,164	166,374	194,201	167,838

(a) State or Territory of location of mortgage, registration of policy, or residence of borrower. (b) Includes Papua and New Guinea. (c) 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 in accordance therewith.

- Premiums represent the full amount receivable in respect of policies issued and 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. When business is increasing, as in recent years, premiums receivable (as shown in the statistics) are greater than 'earned premium income' appropriate to the year. The converse applies when business is declining.
- Claims or losses include provision for outstanding claims and represent claims or losses incurred in the year. Salvage and other amounts recoverable have been deducted.
- Contributions to fire brigades, commission and agents' charges, and expenses of management represent mainly charges paid during the year.
- Taxation represents 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'.

In cases where the business is underwritten in one State and the risk is situated in another, the business is included in the State in which the policy was issued.

During 1965-66 revenue from premiums amounted to \$609.6 million, and that from net interest on investments, etc. to \$34.9 million, a total of \$644.6 million. Expenditure on claims amounted to \$384.9 million, contributions to fire brigades \$14.7 million, commission and agents' charges \$53.6 million, expenses of management \$96.9 million, and taxation \$17.1 million, a total of \$567.2 million.

Premiums and claims

The following tables show the aggregate premium income less returns, rebates and bonuses, and claims or losses less amounts recoverable, for each State and for all classes of insurance other than life for the years 1961-62 to 1965-66.

**FIRE, MARINE AND GENERAL INSURANCE: PREMIUMS AND CLAIMS, STATES
1961-62 TO 1965-66**

(\$'000)

State	1961-62	1962-63	1963-64	1964-65	1965-66
GROSS PREMIUMS, LESS RETURNS, REBATES AND BONUSES					
New South Wales(a)	168,262	185,492	202,817	230,787	249,616
Victoria	129,701	135,487	145,832	163,408	186,402
Queensland	51,891	54,580	60,962	65,768	71,917
South Australia	33,342	36,951	41,201	44,772	49,433
Western Australia	25,023	27,319	30,025	33,079	37,570
Tasmania	10,211	11,427	12,248	13,567	14,703
Total	418,431	451,256	493,086	551,380	609,641
GROSS CLAIMS OR LOSSES, LESS AMOUNTS RECOVERABLE					
New South Wales(a)	114,899	119,254	141,481	159,152	163,976
Victoria	78,190	82,251	88,977	102,444	117,228
Queensland	32,100	35,208	44,189	40,210	43,911
South Australia	16,826	19,324	20,988	24,745	27,843
Western Australia	14,585	17,828	19,301	20,529	22,812
Tasmania	5,493	5,949	6,664	7,854	9,153
Total	262,094	279,814	321,599	354,933	384,924

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

**FIRE, MARINE AND GENERAL INSURANCE: PREMIUMS AND CLAIMS, BY
PRINCIPAL CLASS OF RISK, AUSTRALIA, 1961-62 TO 1965-66**

(\$'000)

Class of risk	1961-62	1962-63	1963-64	1964-65	1965-66
GROSS PREMIUMS, LESS RETURNS, REBATES AND BONUSES					
Fire	71,073	73,846	78,881	81,664	85,167
Householders' comprehensive	23,848	26,761	29,827	33,357	37,233
Employers' liability and workers' compensation(a)	87,258	88,014	95,783	114,506	138,412
Motor vehicle—					
Compulsory third party	51,800	61,398	68,388	74,974	81,324
Other	112,961	120,436	134,241	151,478	166,106
Marine	17,157	19,153	21,203	23,373	24,317
Personal accident	14,340	15,900	15,736	18,071	19,576
All other	39,993	45,747	49,027	53,958	57,509
Total	418,431	451,256	493,086	551,380	609,641
GROSS CLAIMS OR LOSSES, LESS AMOUNTS RECOVERABLE					
Fire	24,932	26,405	32,973	30,563	32,650
Householders' comprehensive	6,271	6,724	7,302	8,332	10,286
Employers' liability and workers' compensation(a)	67,850	70,009	76,006	83,203	90,544
Motor vehicle—					
Compulsory third party	50,436	54,649	64,879	71,013	77,153
Other	75,521	82,630	97,752	113,356	118,292
Marine	8,198	8,904	10,509	12,604	14,775
Personal accident	7,124	7,475	7,225	8,158	9,445
All other	21,762	23,016	24,954	27,706	31,781
Total	262,094	279,814	321,599	354,933	384,924

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

The 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. *See also* the chapter Overseas Transactions, page 376.

EXPORT PAYMENTS INSURANCE CORPORATION: BUSINESS, 1961-62 TO 1965-66

	1961-62	1962-63	1963-64	1964-65	1965-66
Commercial business—					
Number of policy holders	298	373	436	509	558
	\$'000	\$'000	\$'000	\$'000	\$'000
Face value of policies current	65,904	88,956	127,492	160,424	180,700
Maximum contingent liability	35,122	46,192	66,672	83,164	93,801
Premium income	186	238	330	387	463
Operating costs	158	166	200	233	259
Claims paid (gross)	44	76	90	321	325
Recoveries	10	26	24	72	83
Underwriting reserve	410	560	152	785	955
National interest business—					
Number of policy holders . . . . .	..	..	1	1	1
	\$'000	\$'000	\$'000	\$'000	\$'000
Face value of policies current . . . . .	..	..	2,594	2,594	2,594
Maximum contingent liability . . . . .	..	..	2,142	2,142	2,142
Trade Promotion—Overseas stocks (warehousing)—					
Number of policy holders . . . . .	..	..	..	..	3
	\$'000	\$'000	\$'000	\$'000	\$'000
Face value of policies current . . . . .	..	..	..	..	66
Maximum contingent liability . . . . .	..	..	..	..	63
Unconditional guarantees to banks—					
Number of guarantees . . . . .	..	..	..	..	1
	\$'000	\$'000	\$'000	\$'000	\$'000
Face values of guarantees . . . . .	..	..	..	..	269
Maximum contingent liability . . . . .	..	..	..	..	269

INSTALMENT CREDIT FOR RETAIL SALES

Information relating to instalment credit for retail sales in Australia is given in the following tables. Information in more detail 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.

Further explanatory detail on these series may be found in the bulletin and statements referred to on page 734.

Total instalment credit, by type of business

The following table gives separate particulars of the instalment credit transactions of retail businesses and non-retail finance businesses for the years 1961-62 to 1965-66.

INSTALMENT CREDIT FOR RETAIL SALES, BY TYPE OF BUSINESS: AMOUNT FINANCED, BY COMMODITY GROUP, COLLECTIONS, AND BALANCES OUTSTANDING, AUSTRALIA, 1961-62 TO 1965-66 (\$ million)

Year	Amount financed during year					Collec- tions during year	Balances out- standing at end of year
	Motor vehicles, etc.		Plant and ma- chinery	House- hold and personal goods	Total		
	New	Used					
Retail businesses—							
1961-62	9.4	11.0	2.7	267.5	290.6	322.2	413.1
1962-63	9.5	11.5	3.6	281.7	306.4	355.3	425.3
1963-64	10.9	11.7	3.1	297.9	323.7	380.0	416.7
1964-65	11.1	10.9	2.6	287.0	311.6	379.7	395.6
1965-66	10.2	9.5	3.0	259.7	282.3	359.2	359.6
Non-retail finance busi- nesses—							
1961-62	176.6	169.7	41.6	84.9	472.8	648.3	756.3
1962-63	214.2	229.1	47.1	85.9	576.3	654.9	832.5
1963-64	252.7	254.3	52.9	84.0	644.0	703.1	939.2
1964-65	288.7	272.1	65.4	85.7	711.8	765.7	1,054.1
1965-66	271.5	252.5	69.5	77.8	671.2	818.0	1,070.3
All businesses—							
1961-62	186.0	180.7	44.3	352.4	763.4	970.5	1,169.4
1962-63	223.6	240.7	50.7	367.6	882.6	1,010.2	1,257.7
1963-64	263.6	266.0	56.1	382.0	967.6	1,083.1	1,355.9
1964-65	299.8	283.0	68.0	372.7	1,023.5	1,145.4	1,449.7
1965-66	281.6	262.0	72.5	337.4	953.5	1,177.2	1,429.9

Total instalment credit, by type of credit

In the following table particulars are given for retail businesses and non-retail finance businesses combined, classified by type of instalment credit, for the years 1961-62 to 1965-66.

**INSTALMENT CREDIT FOR RETAIL SALES, BY TYPE OF CREDIT: AMOUNT
FINANCED, BY COMMODITY GROUP, AND BALANCES OUTSTANDING
AUSTRALIA, 1961-62 TO 1965-66
(\$ million)**

Year	Amount financed during year				Balances outstanding at end of year
	Motor vehicles, etc.	Plant and machinery	Household and personal goods	Total	
Hire purchase—					
1961-62 . . .	346.1	43.4	173.6	563.1	952.7
1962-63 . . .	429.2	50.0	177.0	656.2	1,004.4
1963-64 . . .	461.0	55.0	173.0	689.0	1,061.6
1964-65 . . .	459.6	64.6	163.5	687.7	1,064.8
1965-66 . . .	411.1	67.2	134.6	612.9	1,019.0
Other instalment credit—					
1961-62 . . .	20.5	0.9	178.8	200.3	216.7
1962-63 . . .	35.1	0.7	190.6	226.4	253.4
1963-64 . . .	68.6	1.1	208.9	278.6	294.3
1964-65 . . .	123.2	3.4	209.2	335.8	384.9
1965-66 . . .	132.5	5.3	202.9	340.6	410.9
Total instalment credit—					
1961-62 . . .	366.6	44.3	352.4	763.4	1,169.4
1962-63 . . .	464.3	50.7	367.6	882.6	1,257.7
1963-64 . . .	529.6	56.1	382.0	967.6	1,355.9
1964-65 . . .	582.8	68.0	372.7	1,023.5	1,449.7
1965-66 . . .	543.6	72.5	337.4	953.5	1,429.9

Amount financed, by type of credit

Classifications of amount financed on new retail agreements, by type of instalment credit and by State, are given in the following tables.

**INSTALMENT CREDIT FOR RETAIL SALES: AMOUNT FINANCED
BY TYPE OF CREDIT, STATES, 1961-62 TO 1965-66
(\$ million)**

Year	N.S.W. (a)	Vic.	Qld	S.A. (b)	W.A.	Tas.	Aust.
Hire purchase—							
1961-62 . . .	224.0	148.5	79.1	43.6	49.2	18.6	563.1
1962-63 . . .	260.0	164.3	98.8	52.1	58.6	22.4	656.2
1963-64 . . .	282.5	151.3	115.1	56.0	60.8	23.3	689.0
1964-65 . . .	298.7	136.6	110.7	57.4	60.2	24.2	687.7
1965-66 . . .	264.7	113.3	94.9	48.1	67.1	24.9	612.9
Other instalment credit—							
1961-62 . . .	91.1	46.0	21.5	21.4	14.9	5.4	200.3
1962-63 . . .	99.6	58.3	25.6	23.1	14.0	5.8	226.4
1963-64 . . .	117.5	82.6	33.5	25.8	14.1	5.1	278.6
1964-65 . . .	109.1	118.7	51.5	36.2	15.0	5.2	335.8
1965-66 . . .	109.3	121.5	54.2	35.2	15.7	4.8	340.6
Total instalment credit—							
1961-62 . . .	315.2	194.5	100.6	65.0	64.1	24.0	763.4
1962-63 . . .	359.6	222.6	124.3	75.2	72.7	28.2	882.6
1963-64 . . .	400.0	233.9	148.6	81.8	74.9	28.4	967.6
1964-65 . . .	407.8	255.3	162.2	93.6	75.2	29.3	1,023.5
1965-66 . . .	374.0	234.8	149.1	83.3	82.8	29.6	953.5

(a) Includes Australian Capital Territory.

(b) Includes Northern Territory.

Amount financed, by type of credit and commodity group

The details shown for 1965-66 in the preceding table are classified by commodity groups below.

**INSTALMENT CREDIT FOR RETAIL SALES: AMOUNT FINANCED
BY TYPE OF CREDIT AND COMMODITY GROUP, STATES, 1965-66
(\$ million)**

Commodity group	N.S.W. (a)	Vic.	Qld	S.A. (b)	W.A.	Tas.	Aust.
Hire purchase—							
Motor vehicles, tractors, etc.	197.5	60.0	56.5	32.9	46.2	18.1	411.1
Plant and machinery	23.9	14.7	10.8	4.6	10.5	2.6	67.2
Household and personal goods	43.2	38.6	27.6	10.6	10.4	4.2	134.6
<i>Total hire purchase</i>	<i>264.7</i>	<i>113.3</i>	<i>94.9</i>	<i>48.1</i>	<i>67.1</i>	<i>24.9</i>	<i>612.9</i>
Other instalment credit—							
Motor vehicles, tractors, etc.	3.9	75.5	30.3	16.7	5.6	0.4	132.5
Plant and machinery	1.4	1.4	1.4	0.3	0.8	0.1	5.3
Household and personal goods	104.0	44.6	22.6	18.2	9.3	4.2	202.9
<i>Total other instalment credit</i>	<i>109.3</i>	<i>121.5</i>	<i>54.2</i>	<i>35.2</i>	<i>15.7</i>	<i>4.8</i>	<i>340.6</i>
Total instalment credit—							
Motor vehicles, tractors, etc.	201.5	135.5	86.7	49.6	51.8	18.5	543.6
Plant and machinery	25.3	16.1	12.2	4.9	11.3	2.7	72.5
Household and personal goods	147.2	83.2	50.1	28.8	19.7	8.4	337.4
<i>Total instalment credit</i>	<i>374.0</i>	<i>234.8</i>	<i>149.1</i>	<i>83.3</i>	<i>82.8</i>	<i>29.6</i>	<i>953.5</i>

(a) Includes Australian Capital Territory.

(b) Includes Northern Territory.

New hire purchase agreements—averages

The following are some additional particulars relating to new hire purchase agreements made during 1965-66.

**NEW HIRE PURCHASE AGREEMENTS: AVERAGE VALUE AND
AMOUNT AND PROPORTION FINANCED, BY COMMODITY
GROUP, AUSTRALIA, 1965-66**

Commodity group	Average value of goods purchased per agreement	Average amount financed per agreement	Average proportion financed
	\$	\$	Per cent
Motor vehicles, tractors, etc.	1,613	1,058	66
Plant and machinery	2,278	1,493	66
Household and personal goods	176	145	82
All groups	656	450	69

Balances outstanding, by type of credit

Details of the balances outstanding on retail agreements at 30 June 1962 to 1966 are given in the following table.

**INSTALMENT CREDIT FOR RETAIL SALES: BALANCES OUTSTANDING
BY TYPE OF CREDIT, STATES, 30 JUNE 1962 TO 1966
(\$ million)**

30 June—	N.S.W. (a)	Vic.	Qld	S.A. (b)	W.A.	Tas.	Aust.
Hire purchase—							
1962	387.7	245.8	128.9	85.9	76.9	27.5	952.7
1963	410.2	248.8	142.1	84.6	86.8	31.8	1,004.4
1964	440.9	240.6	166.7	87.4	91.5	34.4	1,061.6
1965	468.8	211.6	164.2	90.7	92.9	36.6	1,064.8
1966	451.9	188.0	159.8	83.9	97.3	38.1	1,019.0
Other instalment credit—							
1962	89.0	56.9	21.5	24.9	16.3	8.2	216.7
1963	100.5	69.5	26.3	30.8	17.6	8.7	253.4
1964	106.2	94.0	34.6	34.4	17.3	7.9	294.3
1965	103.6	143.3	66.6	47.0	16.8	7.7	384.9
1966	107.2	156.7	72.5	49.4	17.9	7.2	410.9
Total instalment credit—							
1962	476.7	302.7	150.4	110.8	93.2	35.7	1,169.4
1963	510.7	318.3	168.5	115.3	104.4	40.5	1,257.7
1964	547.1	334.6	201.3	121.7	108.9	42.3	1,355.9
1965	572.3	354.9	230.8	137.7	109.7	44.3	1,449.7
1966	559.1	344.7	232.3	133.3	115.3	45.3	1,429.9

(a) Includes Australian Capital Territory.

(b) Includes Northern Territory.

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.

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 a net transfer of funds from the investing public'.

Amounts not involving new money. These amounts include 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.)

Companies listed on stock exchanges

Details of new capital raised through issues of shares, debentures, or registered notes, or through accepting deposits are given in the following table for each of the years 1961-62 to 1965-66.

LISTED AUSTRALIAN COMPANIES(a): NEW CAPITAL RAISED THROUGH ISSUES OF SHARES, DEBENTURES, OR REGISTERED NOTES, ETC.(b), OR ACCEPTING DEPOSITS(c), 1961-62 TO 1965-66

(\$ 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)	Amounts not involving new money	New money	Total amount raised (f)	Amounts not involving new money (f)	New money
1961-62 . . .	383.0	145.8	237.2	189.8	37.4	152.4	762.4	563.2	199.2
1962-63 . . .	276.5	144.2	132.2	150.2	45.5	104.7	839.2	609.3	229.9
1963-64 . . .	260.8	119.3	141.4	169.2	42.8	126.4	907.7	745.5	162.2
1964-65 . . .	394.4	136.6	257.9	209.2	62.3	146.9	1,075.1	905.9	169.0
1965-66 . . .	292.1	85.6	206.3	232.6	61.5	171.3	981.0	834.7	146.4

(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.

Companies not listed on stock exchanges

Details of new capital raised by unlisted companies through issues of shares and loans secured by charges over the companies' entire assets are given in the following table for each of the years 1961-62 to 1965-66.

UNLISTED COMPANIES(a): NEW CAPITAL RAISED THROUGH ISSUES OF SHARES AND LOANS SECURED BY CHARGES OVER THE COMPANIES' ENTIRE ASSETS, 1961-62 TO 1965-66

(\$ 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)	Amounts not involving new money	New money	Total amount raised (d)	Amounts not involving new money (d)	New money
1961-62 . . .	503.6	268.6	235.0	216.6	161.8	54.8	48.0	34.2	13.8
1962-63 . . .	412.6	218.7	193.9	204.8	159.1	45.7	58.8	45.4	13.3
1963-64 . . .	432.3	222.5	209.9	211.6	163.2	48.4	68.7	46.1	22.6
1964-65 . . .	563.5	303.1	260.5	233.9	182.2	51.7	65.3	40.1	25.2
1965-66 . . .	455.3	260.1	195.4	216.3	165.5	50.8	63.8	40.7	23.1

(a) Excludes companies incorporated in the Northern Territory and Australian External Territories for 1962-63 and previous years, but includes Northern Territory incorporations for 1963-64 and subsequent years. (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, classified by industry group

A summary of new money raised by listed and unlisted companies during each of the years 1961-62 to 1965-66, as shown in the preceding tables, is given below, together with a classification by industry groups of the amounts raised.

LISTED AND UNLISTED COMPANIES: NEW MONEY RAISED, BY INDUSTRY GROUP, 1961-62 TO 1965-66

(\$ 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—							
1961-62	84.2	58.8	143.0	11.0	3.0	14.0	157.0
1962-63	40.4	28.0	68.4	10.5	3.5	14.0	82.4
1963-64	31.9	12.9	44.8	10.0	18.3	28.3	73.1
1964-65	78.2	27.8	106.0	12.4	19.8	32.2	138.2
1965-66	94.5	81.9	176.4	13.6	12.8	26.4	202.8
Finance and property(b)—							
1961-62	12.0	90.2	102.2	16.2	5.4	21.6	123.8
1962-63	11.9	153.0	164.9	12.8	3.8	16.6	181.5
1963-64	21.8	89.9	111.7	15.5	2.7	18.2	129.9
1964-65	12.8	119.8	132.6	11.4	1.8	13.2	145.8
1965-66	25.3	62.0	87.3	9.4	4.6	14.0	101.3
Commerce—							
1961-62	27.4	27.2	54.6	10.2	1.4	11.6	66.2
1962-63	23.0	34.2	57.2	8.2	2.3	10.5	67.7
1963-64	44.3	49.0	93.3	7.8	0.6	8.4	101.7
1964-65	23.0	5.0	28.0	9.6	0.6	10.2	38.2
1965-66	25.0	(d) - 8.4	16.6	10.1	1.6	11.7	28.3
Other industries—							
1961-62	28.8	23.0	51.8	14.4	4.0	18.4	70.2
1962-63	29.5	14.9	44.4	11.4	3.9	15.3	59.7
1963-64	28.3	10.1	38.4	11.6	1.3	12.9	51.3
1964-65	32.8	16.5	49.3	15.1	3.1	18.2	67.5
1965-66	26.5	11.0	37.5	14.5	4.1	18.6	56.1
All industries—				(e)		(e)	(e)
1961-62	152.4	199.2	351.6	54.8	13.8	68.6	420.2
1962-63	104.7	229.9	334.6	45.7	13.3	59.0	393.6
1963-64	126.4	162.2	288.6	48.4	22.6	71.0	359.6
1964-65	146.9	169.0	315.9	51.7	25.2	76.9	392.8
1965-66	171.3	146.4	317.7	50.8	23.1	73.9	391.6

(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.

UNIT TRUSTS, LAND TRUSTS AND MUTUAL FUNDS

Statistics relating to operations in Australia of unit trusts, land trusts and mutual funds have been collected quarterly since March 1961 and are shown in the following tables. The figures do not include details of superannuation funds conducted by unit trusts management companies.

Transactions of trusts and funds

Particulars of cash transactions in trust units and fund shares and of purchases and sales of investments by trusts and funds are given in the following table.

**TRUSTS AND FUNDS: TRANSACTIONS, YEARS 1961-62 TO 1965-66
AND QUARTERS SEPTEMBER 1965 TO DECEMBER 1966**

(\$ million)

Period	Cash transactions— trust units and fund shares		Purchases and sales of investments(a)	
	Total amount received (b)	Total amount paid (c)	Purchases (d)	Sales (e)
Year—				
1961-62	34.9	13.9	23.3	7.0
1962-63	31.7	14.0	27.4	9.7
1963-64	44.9	20.4	35.2	10.6
1964-65	36.0	22.6	31.3	18.8
1965-66	25.2	19.7	23.9	20.0
Quarter—				
September 1965 .	6.1	3.1	7.0	4.8
December 1965 .	6.8	5.1	5.1	4.3
March 1966 . . .	4.8	5.0	5.7	5.5
June 1966	7.6	6.4	6.1	5.3
September 1966 .	5.6	5.4	5.6	4.0
December 1966 .	5.5	5.4	5.5	4.8

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

Analysis of purchases and sales of investments

Details of purchases and sales of investments by trusts and funds for the years 1961-62 to 1965-66 are given in the following table.

**TRUSTS AND FUNDS: ANALYSIS OF PURCHASES AND SALES OF
INVESTMENTS, 1961-62 TO 1965-66**

(\$ million)

Year	Shares (incl. preference shares)	Debentures, unsecured notes, deposits (a)	Cwlth Govt, local and semi-govt authority securities	Other (b)	Total
Purchases—					
1961-62	18.3	2.8	0.1	2.2	23.3
1962-63	19.1	5.2	0.1	3.0	27.4
1963-64	25.0	6.8	0.1	3.2	35.2
1964-65	19.3	6.1	0.1	6.0	31.3
1965-66	12.7	3.8	..	7.4	23.9
Sales—					
1961-62	5.4	0.4	0.4	0.8	7.0
1962-63	6.4	0.7	0.7	1.9	9.7
1963-64	7.7	1.9	0.1	0.9	10.6
1964-65	13.7	2.7	0.1	2.3	18.8
1965-66	14.1	2.7	0.1	3.1	20.0

(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.

Market value of trusts and funds, and cash and short-term deposits of trusts and funds

The total market value of trusts and funds and the cash and short-term deposits of trusts and funds are shown in the following table.

**TRUSTS AND FUNDS: TOTAL MARKET VALUE AND CASH
AND SHORT-TERM DEPOSITS, JUNE 1961 TO DECEMBER 1966**
(\$ million)

At—	Total market value of trusts and funds(a)	Cash and short-term deposits		
		Cash(b)	Short-term deposits(c)	Total
30 June 1961 . . .	168.0	1.2	6.4	7.6
„ „ 1962 . . .	183.6	1.1	7.2	8.3
„ „ 1963 . . .	207.7	2.1	5.7	7.8
„ „ 1964 . . .	249.8	1.6	6.4	8.0
„ „ 1965 . . .	222.2	2.0	5.6	7.6
30 September 1965 . . .	225.1	2.2	5.8	8.0
31 December 1965 . . .	229.3	2.4	5.7	8.0
31 March 1966 . . .	223.3	3.0	5.2	8.3
30 June 1966 . . .	225.2	1.9	5.5	7.4
30 September 1966 . . .	219.0	1.7	4.3	6.0
31 December 1966 . . .	226.5	1.6	3.8	5.4

(a) Includes value of land trusts at valuation. (b) Includes cash on hand and at bank. (c) Includes loans to authorised dealers in the short-term money market and other deposits under three months term or notice.

PASTORAL FINANCE COMPANIES**Rural advances**

The following table is derived from returns supplied to the Reserve Bank by major pastoral finance companies and shows the total rural advances outstanding at the end of June 1961 to 1965 and of subsequent quarters to December 1966.

**PASTORAL FINANCE COMPANIES: RURAL ADVANCES(a), STATES
JUNE 1961 TO DECEMBER 1966**

(Source: Reserve Bank of Australia)

(\$ million)

End of—	New South Wales	Victoria	Queensland	South Australia	Western Australia and Tasmania	Total
June 1961 . . .	59.7	39.9	46.8	34.8	31.8	212.9
„ 1962 . . .	58.8	32.9	48.6	34.8	33.0	208.0
„ 1963 . . .	61.4	35.6	49.9	33.1	33.8	213.7
„ 1964 . . .	64.1	39.0	51.9	36.3	37.1	228.3
„ 1965 . . .	66.6	43.9	58.5	42.8	47.1	258.9
September 1965 . . .	73.0	48.7	60.9	45.4	46.6	274.6
December 1965 . . .	71.4	50.3	58.8	46.6	44.3	271.5
March 1966 . . .	68.9	46.3	60.3	42.8	44.4	262.6
June 1966 . . .	62.4	40.9	55.6	44.3	46.6	249.9
September 1966 . . .	63.6	46.4	55.0	43.3	49.9	258.2
December 1966 . . .	67.3	51.8	56.6	46.3	51.3	273.2

(a) Compiled from returns supplied 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. The statistics refer to the total advances outstanding at the end of the month shown.

Liabilities and assets

The following table gives details of the liabilities and assets of pastoral finance companies at the end of June 1962 and subsequent quarters to December 1966.

PASTORAL FINANCE COMPANIES: LIABILITIES AND ASSETS(a)
JUNE 1962 TO DECEMBER 1966

(Source: Reserve Bank of Australia)

(\$ million)

LIABILITIES

End of—	Balances due to banks	Clients' credit balances	Debentures, notes and deposits		Other outside liabilities	Shareholders' funds	Overseas liabilities	Total liabilities/assets
			Maturing within twelve months	Other				
June 1962	50.9	38.8	26.9	13.0	77.6	107.1	108.7	423.0
" 1963	48.1	46.3	18.9	15.7	88.5	112.1	104.9	434.6
" 1964	49.6	51.6	18.9	20.0	98.1	130.3	107.2	475.8
" 1965	74.5	42.9	19.9	22.5	86.6	138.0	114.1	498.6
September 1965	72.9	40.5	21.9	24.7	106.4	139.7	124.7	530.9
December 1965	75.1	42.2	29.9	25.8	99.3	143.0	126.8	542.0
March 1966	67.6	42.4	31.7	25.3	115.1	145.1	126.1	553.2
June 1966	57.3	39.1	27.3	24.1	95.6	145.7	128.4	517.5
September 1966	67.5	42.7	33.4	26.3	101.6	145.7	129.4	546.6
December 1966	73.4	43.0	42.4	26.5	95.7	151.0	131.4	563.4

ASSETS

End of—	Cash and deposits with banks	Loans to authorised money market dealers	Other short-term assets (b)	Cwlt Govt securities	Advances and sundry debtors		Stocks	Fixed assets	Other assets
					Rural	Other			
June 1962	5.3	0.1	8.6	13.9	208.0	20.5	28.1	116.0	22.6
" 1963	5.6	2.1	10.2	14.6	213.7	22.7	29.2	117.3	19.1
" 1964	10.7	1.9	8.8	20.0	228.3	23.6	32.1	124.5	25.8
" 1965	5.4	1.1	1.0	14.0	258.9	24.3	35.2	133.5	25.3
September 1965	9.5	1.4	5.8	9.6	274.6	31.7	34.7	138.6	25.1
December 1965	8.7	2.2	8.6	19.7	271.5	31.5	34.1	140.9	24.8
March 1966	12.2	4.5	6.5	36.0	262.6	33.1	33.2	140.2	24.9
June 1966	6.3	0.9	4.5	29.0	249.9	28.0	34.9	140.2	23.8
September 1966	8.7	1.3	3.4	40.4	257.2	34.1	35.7	144.9	19.9
December 1966	8.8	0.6	3.0	45.0	273.2	31.4	36.3	145.4	19.7

(a) Compiled from returns supplied 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 1962 TO 1966**

(Source: Reserve Bank of Australia)

(\$ million)

Lender	30 June—				
	1962	1963	1964	1965	1966
Major trading banks	479	495	514	584	649
Ex-service settlement	118	113	108	104	98
Other government, incl. State banks and State savings banks	159	169	191	216	249
Pastoral finance companies	208	214	228	258	250
Commonwealth Development Bank	34	45	55	72	92
Life insurance companies	51	52	56	66	75
Total	1,049	1,088	1,152	1,300	1,413

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.

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 Commonwealth Government securities with currencies not exceeding three years and, since March 1965, in commercial bills that had been accepted or endorsed by a trading bank; and
- (ii) to engage as traders in the buying and selling of these specific classes of securities.

Dealers are required to have a minimum paid-up capital of \$400,000 and a level of shareholders' funds sufficient to permit the lodgment of 'margins' with the Reserve Bank, in the form of Commonwealth Government securities, as general backing for their operations. These securities lodged as margins are required to be, on market values, equivalent to at least:

- (a) one-half per cent of the dealer's holding of Treasury Notes;
- (b) one per cent of the dealer's holding of Commonwealth Government securities and commercial bills maturing within one year;
- (c) two per cent of the dealer's holding of Commonwealth Government securities maturing within one to two years; and
- (d) four per cent of the dealer's holding of Commonwealth Government securities maturing within two to three years.

The total amount of loans a dealer may accept is determined by the Reserve Bank in relation to the level of the dealer's shareholders' funds. Under the lender of last resort arrangements the dealer may borrow from the Reserve Bank against the lodgment of securities.

Selected assets and liabilities of authorised dealers and rates of interest on loans accepted

In the following table details of selected assets and liabilities of authorised dealers and the interest rates on loans accepted by dealers are given for June 1961 to 1965 and for each month January to December 1966.

SHORT-TERM MONEY MARKET: SELECTED LIABILITIES AND ASSETS AND INTEREST RATES OF AUTHORISED DEALERS, JUNE 1961 TO DECEMBER 1966

(Source: Reserve Bank of Australia)

Month	Liabilities to clients			Holdings of Commonwealth Government securities (at face value)	Commercial bills	Interest rates on loans accepted during month				Weighted average interest rate on loans outstanding (a) per cent per annum
	All cheque-paying banks	Other clients	Total			At call		For fixed periods		
						Minimum per cent per annum	Maximum per cent per annum	Minimum per cent per annum	Maximum per cent per annum	
Average of weekly figures—\$ million										
June 1961	68.8	125.5	194.3	200.8	..	2.50	4.88	3.50	4.83	4.17
" 1962	55.8	177.1	232.9	242.3	..	2.03	4.03	3.03	3.88	3.45
" 1963	58.0	209.1	267.1	285.8	..	2.03	4.25	3.13	4.25	3.75
" 1964	67.3	253.6	320.8	341.2	..	1.50	4.50	3.38	4.50	3.71
" 1965	93.7	219.0	312.7	343.4	7.6	1.50	6.00	2.00	5.53	4.16
1966—										
Jan.	117.5	253.3	370.8	382.9	8.9	1.00	6.00	2.50	5.75	3.97
Feb.(b)	108.1	274.1	382.2	391.2	7.4	1.00	5.75	2.50	5.50	3.97
Mar.	72.9	293.9	366.8	377.0	14.2	2.25	6.25	4.25	6.00	4.49
April.	92.4	266.8	359.2	369.0	17.8	1.00	6.50	1.00	6.00	4.26
May.	92.5	267.8	360.3	371.0	19.6	1.00	6.00	1.00	5.75	4.14
June.	74.8	275.4	350.2	373.3	25.2	3.00	6.10	4.25	5.80	4.73
July.	105.4	282.9	388.3	395.5	23.0	1.00	6.25	4.00	6.00	4.48
Aug.	109.6	290.3	399.9	409.0	15.5	2.00	6.25	3.00	5.75	4.27
Sept.	96.1	316.9	413.0	421.3	13.6	2.00	6.00	4.00	5.75	4.44
Oct.	99.0	318.8	417.8	430.6	11.1	2.00	6.50	4.00	5.75	4.32
Nov.	92.1	318.1	410.2	441.6	12.6	1.00	6.25	3.50	5.80	4.14
Dec.(b)	87.4	346.6	434.0	448.2	12.6	2.75	6.25	3.75	6.00	4.53

(a) Average of weekly figures commencing October 1963; previously as at last Wednesday. (b) Excludes one Wednesday.

Authorised dealers' liabilities classified by type of client

The following table shows a classification of authorised dealers' liabilities by type of client as at 30 June 1965 and 1966 and December 1966.

SHORT-TERM MONEY MARKET: AUTHORISED DEALERS' LIABILITIES BY TYPE OF CLIENT(a), 30 JUNE 1965 AND 1966 AND DECEMBER 1966

(Source: Reserve Bank of Australia)

(\$ million)

Client	30 June 1965	30 June 1966	31 December 1966
All cheque-paying banks	93.9	91.1	128.4
Savings banks	32.1	35.6	26.4
Insurance offices	6.7	12.5	15.3
Superannuation, pension and provident funds	6.7	6.2	7.4
Hire purchase and other instalment credit companies	4.7	6.3	7.0
Companies, n.e.i.	56.5	95.1	152.2
Commonwealth and State Governments	33.6	30.4	35.2
Local government and semi-governmental authorities, n.e.i.	52.3	51.0	39.5
All other lenders(b)	15.7	18.4	35.1
Total	302.2	346.5	446.5

(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.

FRIENDLY SOCIETIES, REGISTERED BUILDING SOCIETIES AND CO-OPERATIVE SOCIETIES

Friendly societies

The total membership of friendly societies in Australia is about 430,000, 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 allowance is 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 are published in most of the States dealing with the returns received.

Societies, members and revenue

The following table sets out the number of societies, members, etc., revenue and expenditure, and funds of registered societies for the year. More detailed information is available in the bulletin *Insurance and Other Private Finance*, and issue No. 4, 1965-66, contains particulars for the year 1964-65.

FRIENDLY SOCIETIES(a): SUMMARY, STATES, 1964-65

	New South Wales (b)	Victoria (c)	Queensland	South Australia	Western Australia	Tasmania (c)	Total
Registered societies	44	129	20	14	11	8	226
Branches	1,723	1,152	428	561	253	113	4,230
Benefit members at end of year	138,928	154,613	60,012	51,258	16,744	5,481	427,036
Average benefit members during year	143,024	154,809	58,592	51,102	16,932	n.a.	n.a.
Members who received sick pay	n.a.	27,468	7,316	8,501	2,703	1,090	n.a.
Total weeks sick pay granted	n.a.	436,304	122,537	165,708	56,364	22,396	n.a.
Average weeks per member sick	n.a.	15.9	16.7	19.5	20.9	20.5	n.a.
Deaths of benefit members	n.a.	2,632	1,188	1,045	350	255	n.a.
Proportion of deaths per 1,000 members (average)	n.a.	17.0	20.3	20.4	20.7	n.a.	n.a.
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue—							
Entrance fees, levies and members' contributions	11,138	8,196	2,196	4,687	1,552	37	27,805
Interest, dividends and rents	1,045	1,539	408	672	129	76	3,869
All other revenue	597	146	98	476	155	14	1,487
Total revenue	12,779	9,882	2,702	5,835	1,835	127	33,161
Expenditure—							
Sick pay	423	558	157	188	46	18	1,390
Medical attendance and medicine	8,198	5,129	1,569	3,638	1,304	4	19,842
Sums payable at death	572	228	173	125	46	46	1,190
Administration	2,087	1,673	551	837	137	29	5,314
All other expenditure	1,334	839	..	340	116	27	2,656
Total expenditure	12,613	8,426	2,450	5,128	1,649	125	30,391
Funds—Total	23,192	29,294	8,736	13,696	4,036	1,374	80,328

(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 1965.

Registered building societies

Summary

During 1963-64 and 1964-65 returns were received from 3,162 and 3,444 societies respectively, but the information was not exhaustive, as particulars regarding a number of organisations were not included. In the following table general information is given relating to the societies in each State for the year 1964-65 and to the combined States for 1963-64. More detailed information is available in the mimeographed bulletin *Registered Building Societies*, Issue No. 4 contains information for the year 1965-66.

REGISTERED BUILDING SOCIETIES: SUMMARY, STATES, 1964-65 AND TOTAL 1963-64

	1964-65(a)							1963-64 (a)
	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	Total	Total
Societies making returns—								
Permanent	53	33	13	5	11	7	122	116
Starr-Bowkett	95	2	2	21	1	..	121	123
Terminating(b)	1,920	861	279	..	88	52	3,200	2,923
Total	2,068	896	294	26	100	59	3,443	3,162
Shareholders	184,999	58,615	15,370	26,188	34,366	12,933	332,471	311,420
Borrowers	n.a.	58,994	23,434	6,460	11,667	5,595	n.a.	n.a.
Working expenses . . \$'000	5,476	3,798	2,089	721	1,298	152	13,534	11,681
Loans granted . . . \$'000	82,329	37,007	16,550	3,819	13,190	6,728	159,623	137,148

(a) At various balance dates within the financial year shown. (b) Co-operative housing and other terminating societies.

Liabilities and assets

Particulars of liabilities and assets in 1964-65 of the societies mentioned in the previous paragraph are shown below, with totals for 1963-64.

REGISTERED BUILDING SOCIETIES: LIABILITIES
STATES, 1964-65 AND TOTAL, 1963-64
(\$'000)

State	1964-65(a)						1963-64(a)
	Investing members' funds	Borrow- ing members' funds	Deposits	Loans due to govern- ment	Bank overdrafts and other liabilities	Total liabilities	Total liabilities
New South Wales . . .	118,826	98,720	5,728	73,071	216,164	512,510	458,410
Victoria	14,279	46,802	18,807	56,319	130,559	266,764	247,288
Queensland	27,645	5,207	1,154	17,000	21,465	72,470	62,780
South Australia . . .	8,929	..	1,804	5,857	212	16,801	15,004
Western Australia . .	17,856	918	10,005	15,162	7,517	51,457	41,700
Tasmania	7,439	440	9,398	3,204	2,793	23,274	19,840
Total	194,973	152,087	46,896	170,613	378,710	943,277	845,025

(a) At various balance dates within the financial year shown.

REGISTERED BUILDING SOCIETIES: ASSETS
STATES, 1964-65 AND TOTAL, 1963-64
(\$'000)

State	1964-65(a)			1963-64(a)
	Advances on mortgage (b)	Other assets	Total assets	Total assets
New South Wales . .	492,064	20,446	512,510	458,410
Victoria	261,090	5,674	266,764	247,288
Queensland	69,657	2,814	72,470	62,780
South Australia . . .	15,790	1,011	16,801	15,004
Western Australia . .	48,606	2,851	51,457	41,700
Tasmania	21,853	1,421	23,274	19,840
Total	909,060	34,217	943,277	845,025

(a) See footnote (a) to table above. (b) Includes advances on mortgage of terminating societies which are on a gross basis. Net advances may be derived by subtracting borrowing members' funds. See table above.

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, 1923-1954. A summary of the business of all co-operative societies for the year 1964-65 for all States except Western Australia is given in the following tables. 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. 4, 1965-66 contains details for 1964-65. Particulars are not collected in Western Australia.

CO-OPERATIVE SOCIETIES, STATES, 1964-65

	N.S.W.	Vic.	Qld	S.A.	Tas.
SUMMARY					
Societies	350	154	251	73	13
Branches	n.a.	n.a.	126	n.a.	13
Members	293,383	104,857	144,747	115,828	4,269
	\$'000	\$'000	\$'000	\$'000	\$'000
Gross turnover (sales)	290,183	110,798	152,762	45,422	3,269
Other income	2,023	4,766	8,384	3,707	453
<i>Total income</i>	<i>292,206</i>	<i>115,563</i>	<i>161,146</i>	<i>49,130</i>	<i>3,722</i>
Total purchases	230,556	90,116	117,787	36,692	2,794
Other expenditure	53,248	22,169	34,560	11,491	853
<i>Total expenditure</i>	<i>283,804</i>	<i>112,286</i>	<i>152,347</i>	<i>48,183</i>	<i>3,647</i>
Rebates and bonuses	6,292	765	3,185	2,340	21
Dividends on share capital	1,565	768	746	370	23
LIABILITIES (\$'000)					
Paid-up capital	32,469	14,442	19,903	6,455	554
Loan capital		4,925	14,972	10,965	473
Bank overdrafts	24,536	7,678	18,623	3,424	317
Accumulated profits	21,924	2,229	6,019	1,650	157
Reserve funds		13,011	23,435	5,430	83
Sundry creditors		12,321	23,289	3,664	553
Other liabilities	40,451	3,002	3,721	6,051	52
<i>Total</i>	<i>119,379</i>	<i>57,609</i>	<i>109,963</i>	<i>37,639</i>	<i>2,190</i>
ASSETS (\$'000)					
Land and buildings	53,014	22,060	20,222	8,874	511
Machinery, plant and other fixed assets		5,945	34,358	5,011	194
Stocks	33,813	8,181	10,219	9,944	387
Sundry debtors	24,387	14,563	35,578	4,476	877
Cash in hand and on deposit		2,012	2,755	742	33
Profit and loss account	8,165	1,090	127	31	4
Other assets		3,757	6,704	8,563	184
<i>Total</i>	<i>119,379</i>	<i>57,609</i>	<i>109,963</i>	<i>37,639</i>	<i>2,190</i>

LOTTERIES AND BETTING

Lotteries

State Governments operate lotteries in New South Wales, Queensland and Western Australia. Tattersall Lotteries 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 of 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.

Details of ticket sales, prizes allotted, and taxes paid and other net contributions to State Government revenues, relating to lotteries drawn during each of the years 1961-62 to 1965-66, are given in the following table.

LOTTERIES: VALUE OF TICKET SALES, PRIZES ALLOTTED, TAXES PAID
AND OTHER NET CONTRIBUTIONS TO STATE GOVERNMENT REVENUES

1961-62 TO 1965-66

(\$'000)

Year	New South Wales	Victoria	Queensland	Western Australia	Total
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TICKET SALES

1961-62 . .	38,596	19,976	13,380	3,250	75,202
1962-63 . .	44,430	20,684	13,600	3,900	82,614
1963-64 . .	47,126	21,340	14,180	3,924	86,570
1964-65 . .	48,830	21,675	14,460	3,725	88,690
1965-66 . .	48,095	20,396	14,360	4,025	86,876

PRIZES ALLOTTED

1961-62 . .	24,698	11,864	8,524	1,840	46,926
1962-63 . .	28,434	12,410	8,666	2,236	51,746
1963-64 . .	30,252	12,804	9,040	2,258	54,354
1964-65 . .	31,280	13,005	9,218	2,150	55,653
1965-66 . .	30,815	12,238	9,163	2,339	54,555

TAXES PAID AND OTHER NET CONTRIBUTIONS TO
STATE GOVERNMENT REVENUES(a)

1961-62 . .	12,614	6,350	3,626	968	23,558
1962-63 . .	14,734	6,404	3,680	1,146	25,964
1963-64 . .	15,550	6,608	3,818	1,138	27,114
1964-65 . .	15,079	6,719	3,854	1,151	26,803
1965-66 . .	11,217	6,294	3,588	1,146	22,245

(a) Includes grants to Tasmanian and New Zealand governments by Tattersall Lotteries in Victoria.

Betting

Estimates of totalizator investments and investments with licensed bookmakers for the years 1961-62 to 1965-66 are given in the following table.

**TOTALIZATOR INVESTMENTS AND INVESTMENTS WITH LICENSED
BOOKMAKERS: STATES AND AUSTRALIAN CAPITAL TERRITORY
1961-62 TO 1965-66**

(\$'000)

Year	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Australian Capital Territory (a)	Total
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TOTALIZATOR INVESTMENTS

1961-62	.	.	27,760	54,258	5,702	5,012	18,592	1,422	n.a.	112,746
1962-63	.	.	28,144	80,258	14,042	4,582	27,054	1,282	n.a.	155,362
1963-64	.	.	28,600	109,244	24,584	4,748	32,070	1,260	n.a.	200,506
1964-65	.	.	42,155	142,381	33,707	4,899	38,951	1,274	1,152	264,519
1965-66	.	.	94,317	163,006	39,978	4,702	42,568	1,149	1,974	347,695

INVESTMENTS WITH LICENSED BOOKMAKERS(b)

1961-62	.	.	227,086	151,648	n.a.	56,884	28,334	25,950	n.a.	n.a.
1962-63	.	.	237,338	151,084	106,338	56,012	22,668	26,604	n.a.	600,044
1963-64	.	.	238,938	154,446	107,970	57,442	20,988	28,440	n.a.	608,224
1964-65	.	.	279,389	159,723	116,797	61,045	20,434	32,612	n.a.	670,000
1965-66	.	.	267,987	160,453	118,560	55,022	20,691	32,137	n.a.	654,850

(a) Off-course investments only. Totalisator Agency Board commenced operating from 1 September 1964.

(b) Estimated from taxes on betting with licensed bookmakers.

PENSION AND SUPERANNUATION SCHEMES

**Government, local government and semi-governmental 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-governmental 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-GOVERNMENTAL PENSION
AND SUPERANNUATION SCHEMES OPERATED THROUGH SEPARATELY
CONSTITUTED FUNDS, 1964-65

	Cwth	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	Total
Income—	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Contributions—								
Employees	35,883	16,601	12,203	3,310	3,144	2,436	1,418	74,996
Employing authorities	27,227	37,195	16,402	3,603	3,438	2,816	1,474	92,155
Interest, dividends and rent	16,371	17,025	11,002	2,140	2,345	1,278	958	51,119
Other income	118	565	445	12	17	100	54	1,312
<i>Total income</i>	<i>79,600</i>	<i>71,387</i>	<i>40,051</i>	<i>9,065</i>	<i>8,944</i>	<i>6,631</i>	<i>3,904</i>	<i>219,582</i>
Expenditure—								
Pensions	30,215	27,779	16,548	2,212	4,430	3,133	1,611	85,927
Lump sum payments—								
On retirement	2,220	430	2,526	195	224	432	81	22,068
On resignation(a)	4,504	6,826	3,387	491	453		299	
Gratuities	1,915	550	45					2,510
Other expenditure	1	1,362	3,477	26	232	34	13	5,145
<i>Total expenditure</i>	<i>38,856</i>	<i>36,946</i>	<i>25,984</i>	<i>2,924</i>	<i>5,337</i>	<i>3,599</i>	<i>2,004</i>	<i>115,650</i>
Assets at end of year—								
Cash—								
Deposits with Treasury	127	256	658	27,549	635	300		29,525
Other deposits and cash	112	2,593	335	161	834	227	212	4,474
Commonwealth Govt securities	83,507	4,206	15,501		10,789	148	4,151	118,303
Local and semi-govt securities	215,617	226,390	155,037	19,729	16,247	24,922	9,163	667,105
Mortgages—								
Housing			276		19,727		4,710	24,712
Other	26,720	7,774	327			116	102	35,040
Loans to building societies	293	16,464	1,684	563		114	20	19,137
Company shares, debentures and notes	299	72,735	4,711		9	49	35	77,837
Other assets	6,106	6,411	40,901	18	456	701	286	54,880
<i>Total assets</i>	<i>332,781</i>	<i>336,830</i>	<i>219,429</i>	<i>48,019</i>	<i>48,696</i>	<i>26,579</i>	<i>18,680</i>	<i>1,031,013</i>
Less Sundry creditors, etc.	1,198	11,080	535	109	21	69	206	13,218
<i>Accumulated funds</i>	<i>331,583</i>	<i>325,750</i>	<i>218,894</i>	<i>47,910</i>	<i>48,675</i>	<i>26,509</i>	<i>18,474</i>	<i>1,017,795</i>
Contributors at end of year—	No.	No.	No.	No.	No.	No.	No.	No.
Males	179,443	133,204	86,014	17,750	19,907	16,096	8,511	472,055
Females				5,964	2,474		2,692	
Pensions at end of year—								
Ex-employees—								
Males	15,226	23,751	10,452	1,572	3,167	2,830	1,087	62,734
Females	1,238		1,608	511	660	358	274	
Widows	8,878	3,860	7,816	560	2,625	2,040	817	26,596
Children	2,360	523	1,091	154	241	207	131	4,707

(a) Includes refunds of contributions to continuing members and to members withdrawing from the scheme.

Schemes operated through life insurance offices

LOCAL GOVERNMENT AND SEMI-GOVERNMENTAL PENSIONS AND SUPER-
ANNUATION SCHEMES OPERATED THROUGH LIFE INSURANCE OFFICES
1961-62 TO 1964-65

	1961-62	1962-63	1963-64	1964-65
Income—	\$'000	\$'000	\$'000	\$'000
Contributions—				
Employees	3,576	4,164	4,892	5,275
Employing authorities	4,260	4,952	5,856	6,462
	No.	No.	No.	No.
Contributors at end of year	49,754	51,119	56,619	58,708

Parliamentary pension and superannuation schemes

Pensions 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, 1964-65

	Cwlth	N.S.W.	Vic.	Qld	S.A.	W.A.	Tas.	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income—								
Contributions—								
Members	138	76	57	36	23	42	34	407
Government	120	59	108	36	54	42	3	421
Interest	67	26	13	50	21	18	4	199
<i>Total income</i>	<i>325</i>	<i>161</i>	<i>178</i>	<i>122</i>	<i>98</i>	<i>101</i>	<i>41</i>	<i>1,027</i>
Expenditure—								
Pension payments(a)	185	85	139	36	36	42	44	566
Other	31	22	4	4	3	2	..	67
<i>Total expenditure</i>	<i>216</i>	<i>107</i>	<i>144</i>	<i>39</i>	<i>39</i>	<i>45</i>	<i>44</i>	<i>634</i>
Assets at end of year—								
Cash—								
Deposits with Treasury	26	20	33	1	12	4	..	96
Other deposits and cash . . . . .	..	..	36	..	..	..	4	40
Commonwealth Government securities	428	92	70	..	163	45	61	860
Local government and semi-governmental securities	775	421	200	975	253	313	4	2,941
Other assets . . . . .	..	65	..	10	6	4	1	86
<i>Total assets</i>	<i>1,229</i>	<i>598</i>	<i>339</i>	<i>986</i>	<i>434</i>	<i>367</i>	<i>69</i>	<i>4,022</i>
<i>Less Sundry creditors, etc.</i>	<i>..</i>	<i>40</i>	<i>..</i>	<i>1</i>	<i>..</i>	<i>..</i>	<i>3</i>	<i>43</i>
<i>Accumulated funds</i>	<i>1,229</i>	<i>559</i>	<i>339</i>	<i>985</i>	<i>434</i>	<i>367</i>	<i>66</i>	<i>3,978</i>
Contributors at end of year—	No.	No.	No.	No.	No.	No.	No.	No.
Males	179	94	100	77	56	81	53	640
Females	5	..	..	..	3	1	1	10
Pensioners at end of year—								
Ex-members	67	43	40	19	14	19	15	217
Widows	32	26	34	16	15	24	5	152

(a) Includes lump sum payments.

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)
1961-62 TO 1964-65

	1961-62	1962-63	1963-64	1964-65
	\$'000	\$'000	\$'000	\$'000
Income—				
Contributions—				
Mine workers	746	766	777	864
Mine owners	3,216	3,364	3,412	3,780
State Governments	358	356	344	330
Interest, dividends, rent	822	874	920	976
<i>Total income</i>	<i>5,142</i>	<i>5,360</i>	<i>5,453</i>	<i>5,950</i>
Expenditure—				
Pension payments	4,262	4,432	4,633	5,213
Lump sum payments	66	6	23	8
Refunds of contributions	2	6	..	9
Administration	114	114	118	122
<i>Total expenditure</i>	<i>4,444</i>	<i>4,558</i>	<i>4,773</i>	<i>5,352</i>
Assets at end of year—				
Deposits with Treasury	160	208	272	357
Other deposits and cash	1,044	108	37	14
Commonwealth Government securities	128	118	118	118
Local government and semi-governmental securities	15,216	16,890	17,602	18,146
Other assets	352	380	485	499
<i>Total assets</i>	<i>16,900</i>	<i>17,704</i>	<i>18,514</i>	<i>19,133</i>
<i>Less Sundry creditors, statutory reserve funds, etc.</i>	<i>n.a.</i>	<i>n.a.</i>	<i>6,850</i>	<i>164</i>
<i>Accumulated funds</i>	<i>n.a.</i>	<i>n.a.</i>	<i>11,664</i>	<i>18,969</i>
Contributors at end of year—	No.	No.	No.	No.
Males	16,182	15,700	15,325	15,329
Females	15	15	19	15
Pensioners at end of year—				
Former employees—				
Males	6,598	6,693	6,643	6,677
Females	2	2	2	2
Widows	4,186	4,216	4,375	4,424
Children	34	34	56	53

(a) Operating in all States except South Australia.

Private superannuation, pension and retiring allowance schemes

Details of the results of a survey of private superannuation, pension and retiring allowance schemes conducted by private businesses for the benefit of their employees during the year ended June 1963 or the accounting period nearest that year and of similar surveys conducted in 1960-61 and 1961-62 are published in Year Book No. 51 (pages 898-900).

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). Details of the operations of government and semi-governmental superannuation schemes were published in *Insurance and Other Private Finance*, Bulletins No. 1 and No. 2 for 1961-62 and 1962-63 respectively, and in Parts I of the *Finance Bulletin* for years prior to 1961-62. The results of the 1963-64 survey of government and semi-governmental superannuation schemes were published in March 1966 in a mimeographed bulletin. The monthly bulletin *Life Insurance Statistics* contains some information on the superannuation business of life insurance offices.

In the years 1956-57 to 1958-59, 1963-64 and 1964-65 information was collected from a small number of selected larger funds, and for the years 1955-56 and 1960-61 to 1962-63 the returns for the selected pension schemes were extracted from the sample surveys and tabulated in respect only of the business of their separately constituted funds. Results of the survey for 1964-65, together with comparative figures for previous years, were published in April 1966 in a mimeographed bulletin. Although only a small number of funds were included in these surveys, they accounted for about 34 per cent of total assets of the funds covered by the more comprehensive sample survey in 1962-63.

In order to improve the coverage of the surveys of selected pension funds, a larger number of funds was surveyed in 1964-65 than in previous surveys of selected funds. The separately constituted private pension funds included in the 1964-65 survey, the results of which are shown below, accounted for about 72 per cent of total contributions, 71 per cent of the income, 68 per cent of the expenditure, and 77 per cent of the assets of the funds included in the 1962-63 sample survey.

Since the *Survey of Selected Private Pension Funds* for 1964-65 was 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.

SELECTED SEPARATELY CONSTITUTED PRIVATE PENSION FUNDS: INCOME AND EXPENDITURE, 1964-65(a)

(\$ million)

INCOME

Employees' contributions	Employers' contributions	Interest on Commonwealth, local and semi-governmental securities	Other interest, dividends and rent	Profit from sale or revaluation of assets	Other income(b)	Total income
21.8	40.7	15.1	21.6	2.8	2.4	104.4

EXPENDITURE

Pensions paid			Lump sum payments				Loss on sale or revaluation of assets	Other expenditure (c)	Total expenditure
Former employees	Widows or children	Total	To former employees		To widows or children	Total			
			On retirement	On resignation or dismissal					
10.6	2.0	12.6	7.6	8.4	2.3	18.3	4.2	2.3	37.5

(a) Year ended 30 June 1965 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 1964-65(a)
(\$ million)

Cash in hand or in bank	Common-wealth Government securities	Local and semi-governmental securities	Loans on mortgage		Company debentures, notes and other loans to companies	Shares in companies	Land and buildings	All other assets (b)	Total assets	Less sundry creditors, etc.	Amount of funds in Australia
			To companies	Other							
AMOUNT											
16.7	116.2	176.5	24.3	19.5	167.4	177.5	4.4	9.3	711.8	4.3	707.5
PERCENTAGE DISTRIBUTION											
2.3	16.3	24.8	3.4	2.7	23.5	24.9	0.6	1.3	100.0	0.6	99.4

(a) Book values at balance dates in 1964-65.
market and loans to building societies.

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

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

	New South Wales 1965-66 (a)	Victoria 1965	Queensland 1964-65	South Australia 1965	Western Australia 1965-66	Tasmania 1965 (b)
Estates no.	27,014	19,494	8,411	4,415	3,139	1,685
Gross value \$'000	n.a.	305,121	95,668	68,470	42,240	26,414
Net value \$'000	392,030	275,060	86,422	62,624	38,788	24,214

(a) Total estates of deceased persons assessed for death duty.
Department.

(b) Estates dealt with by the Taxation

