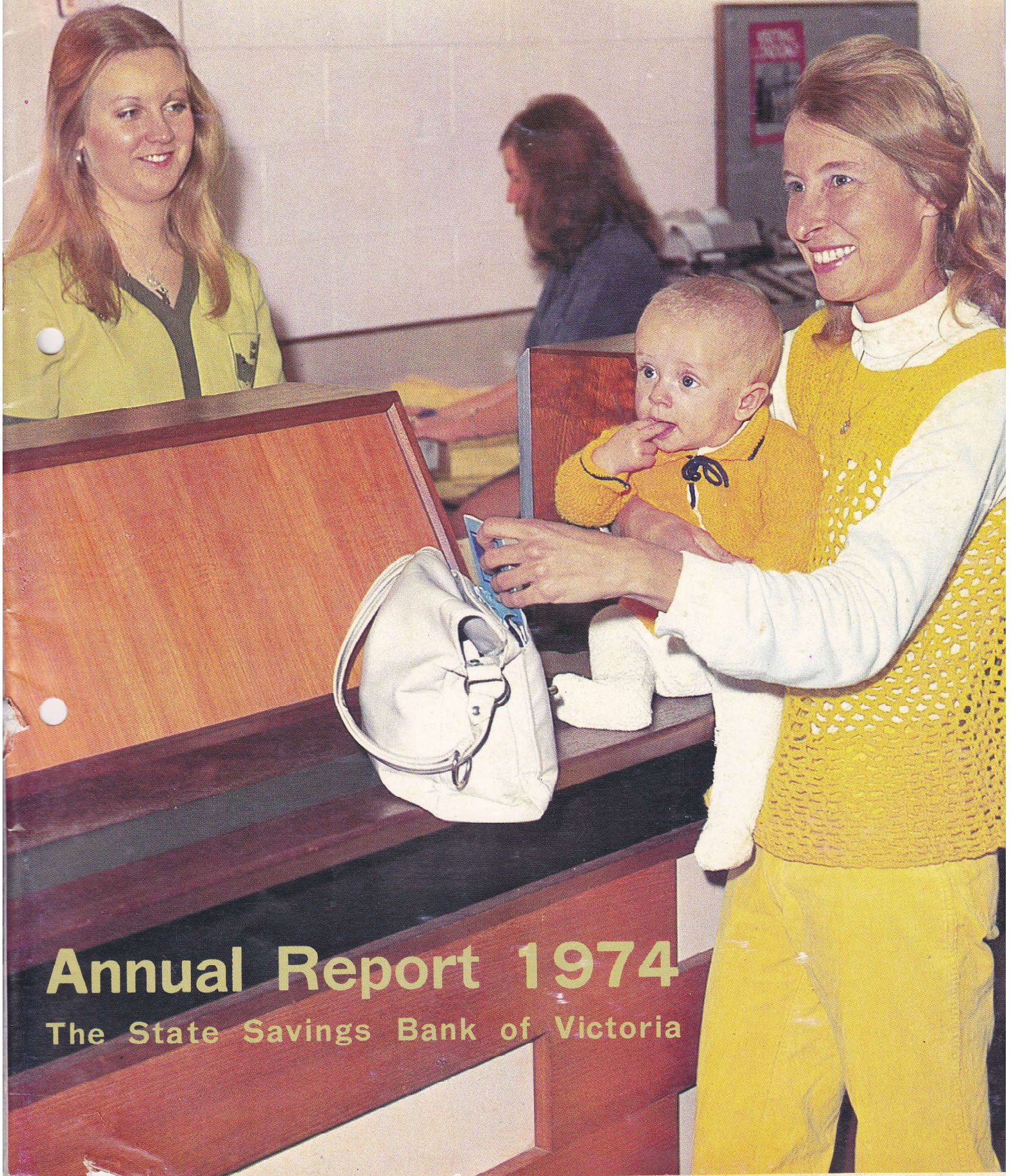


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# Annual Report 1974

The State Savings Bank of Victoria

# the one hundred and thirty third annual report

of the State Savings Bank of Victoria — presented to  
both Houses of Parliament pursuant to section 109 of Act No. 6379

## Commissioners

Chairman: Professor Donald Cochrane, Ph.D., B.Com.  
Deputy Chairman: R. G. Hoban, LL.B.

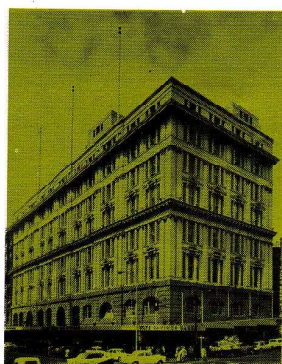
Sir Ernest Coates, C.M.G., B.Com.  
Sir John Anderson, C.M.G.  
W. Kirkhope, O.B.E., F.C.A.  
I. K. Morton, B.Com.  
Neil Walford, B.Com., F.C.A.

## Administration

General Manager: D. Ross  
Deputy General Manager (Administration): D. N. P. Kelly  
Deputy General Manager (Finance): H. E. Torrens

Chief Inspector: T. E. A. Paige  
Chief Accountant: A. P. Atkinson  
Staff Superintendent: R. W. Wade  
Solicitor: A. J. Ellwood  
Chief Manager, Marketing: T. S. Craddock  
Chief Architect: G. F. O'D. Danne  
Assistant Chief Inspector: W. A. Jones  
Assistant Chief Accountant: J. F. Ryan  
Assistant Staff Superintendent: L. Cooper  
Secretary: M. Souter  
Chief Valuer: H. Whitehead  
Manager, Mortgage Loans: W. A. Anderson  
Manager, E.D.P. Planning: R. R. Strang  
Manager, Overseas: S. J. Mason  
Manager, Personal Loans: N. H. Warr  
Manager, Premises: J. A. Pretty  
Manager, Bankcard: J. M. Crofts  
Senior Inspector: W. M. S. McKernan  
Project Manager: J. L. Horsley

Manager, Branch Mechanization: W. M. Bolton  
Manager, E.D.P. Operations: A. M. McNaught  
Manager, Insurance: R. H. Brooks  
Manager, Internal Audit: R. M. Carr  
Manager, Current Loans: R. G. Lancashire  
Manager, Securities: A. W. Adams  
Manager, Printing and Stationery: R. Thomas  
Manager, Custody: J. S. Woolford  
Manager, Research: J. D. Ewart



Head Office:  
Corner Elizabeth and Bourke Streets, Melbourne  
Manager, Elizabeth Street Branch: J. P. Rush

London Office:  
Bush House, Strand, London WC2B 4RA  
Manager: S. L. Turnbull

Front Cover: The passbook savings depositor — typified by this young married woman recently photographed in a suburban branch — remains the mainstay of the SSB's business.

# general review

Monetary conditions in Australia at the beginning of the 1973/74 financial year were at buoyant levels. The money supply and lending by banks and other financial institutions both had risen strongly during the previous twelve months. Economic activity continued at a high level during the first half of the financial year. Export receipts were high and rising, capital inflow was strong, consumer demand was expanding, while housing expenditure was at record levels. With increases in expenditure arising from the 1973 budget, inflationary pressures became difficult to contain, and measures such as reducing tariffs, revaluing the Australian dollar and restricting bank credit were introduced to ease these pressures.

The effect of tightening credit was soon felt on interest rates. The long term rate on Commonwealth bonds was increased in September 1973 by  $1\frac{1}{2}$  per cent. to  $8\frac{1}{2}$  per cent. per annum. Other interest rates rose and continued to rise as the shortage of funds became more acute during the second half of the financial year. The rate of interest in short term markets reached very high levels in the June quarter 1974.

Despite monetary and other measures, the rate of inflation continued to rise. Price rises in 1973 were dwarfed by wage increases in the first half of 1974, thus setting the stage at the end of 1973/74 for an alarming rate of inflation. Consumer prices in the Melbourne area, as measured by the consumer price index, rose by 14.8 per cent. over the year 1973/74 while average weekly earnings increased by 18.4 per cent. over the same period.

Considering the course of monetary activities during 1973/74, the Bank's performance was satisfactory. Depositors' balances increased by almost \$247 million — a year's growth exceeded only in the buoyant conditions of 1972/73. As a result the Bank was able to expand its comprehensive investment programme. New housing advances rose to \$169 million in 1973/74 — an increase of \$54 million over 1972/73.

When substantial increases in a range of interest rates were announced in September 1973, it was requested that savings banks should limit increases in housing loan rates to 1 per cent. per annum. While realizing that such action would adversely affect the profitability of a large segment of its investments, the Bank reacted immediately to the social implications of the request and continued to lend strongly for housing at the interest rates suggested. In fact, despite the effect of the general tightening in liquidity, the Bank lent more for housing in 1973/74 than in any previous year.

Tighter liquidity resulting in increased competition for the community's savings is making it more difficult for savings banks to increase deposits. High interest rates offered by public and private sector financial organizations are providing attractive alternative outlets. However, the Bank is carefully and continuously assessing the situation in regard to the mobilization of savings, and is competing in order to maintain its long-standing role as a provider of credit in Victoria.

# highlights of the bank year

## housing loans

Last year, the Bank advanced \$114.8 million for purchase, erection and improvement of homes and, for the first time, advances for these purposes exceeded \$100 million. This year, approvals amounted to \$186 million and advances totalled \$169 million, an increase of 47% compared with 1972/73.

Loan approvals and advances were distributed evenly throughout the year in keeping with a planned investment budget. The Bank's ability to undertake a steady rate of loan approvals and advances in spite of reduced new deposits in the second half of the year contrasted with other housing lenders which curtailed new loans when their inflow of new funds was reduced.

## bills of exchange

Under additional powers conferred by an amendment to the State Savings Bank Act 1958 proclaimed in May 1973, the Bank commenced investing in short-term bills of exchange accepted or endorsed by banks and providing bill acceptance and endorsement facilities.

## personal loans

Another record was achieved in meeting the increased demand from depositors for personal loans for property improvement, purchase of land and motor vehicles and essential personal expenses. Loans totalling almost \$76 million were made during the year compared with \$49 million in the previous year.

## growth of deposits

Notwithstanding the competitive interest rates available in other areas and the monetary restrictions which affected the banking system, depositors' balances increased by 15.3% to \$1,862 million at 30th June. Following the normal seasonal pattern, most of the increase was derived in the first half of the financial year; a lesser growth rate was maintained after January 1974 when nationally effective credit restrictions showed their effects.

# key statistics

	1974	1973
Depositors' Balances at 30th June	\$1,862,302,383	\$1,615,431,059
Accounts at 30th June	3,209,355	3,089,617
Assets at 30th June	\$2,035,700,062	\$1,756,266,166
Reserves at 30th June	\$63,773,454	\$60,571,564
New Loans for the year	\$327,028,237	\$324,278,948
including Housing Loans	\$169,060,577	\$114,896,540
Loans to Public Authorities	\$57,865,700	\$42,435,552
and Personal Loans	\$75,982,025	\$49,013,675
Gross Income for the year	\$124,801,879	\$99,034,415
Interest paid to Depositors	\$68,904,490	\$53,696,867
Profit for the year	\$3,457,920	\$6,136,721

# sources and application of funds for the year 1973-74

## FUNDS WERE RECEIVED AS:

### 1. Income from —

Mortgage Loans	\$	\$
Semi-Government, Municipal and Other Public Authorities Loans	42,000,385	
Commonwealth Government Inscribed Stock	31,635,542	
Personal and Other Loans	19,355,644	
Rents, Fees, etc.	24,667,191	
	2,809,444	120,468,206

### 2. Repayments of Principal from —

Mortgage Loans	81,279,719	
Semi-Government, Municipal and Other Public Authorities Loans	11,112,732	
Sales of Commonwealth Government Inscribed Stock	11,555,840	
Personal and Other Loans	43,579,763	147,528,054

### 3. Increases in Liabilities —

Depositors' Balances (after deducting interest credited accounts)	181,042,427	
Other Liabilities	19,324,096	200,366,523
		<u>\$468,362,783</u>

THESE FUNDS WERE APPLIED TO:

1. New Investments in —

	\$	\$
Mortgage Loans	180,357,613	
Semi-Government, Municipal and Other Public Authorities Loans	57,865,700	
Commonwealth Government Inscribed Stock	10,654,523	
Personal and Other Loans	<u>78,150,401</u>	327,028,237

2. Expenses of Management and Other Payments

44,233,355

3. Net Capital Expenditure on Premises

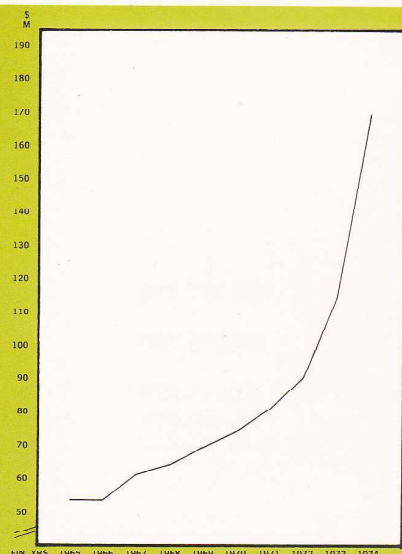
7,476,032

4. Increase in Liquid Assets and Bills of Exchange

89,625,159

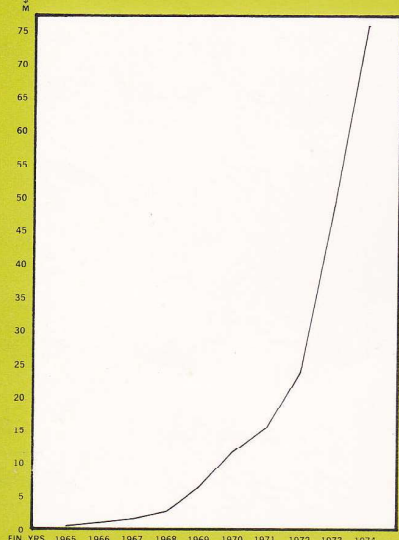
\$468,362,783

# 10 years in retrospect



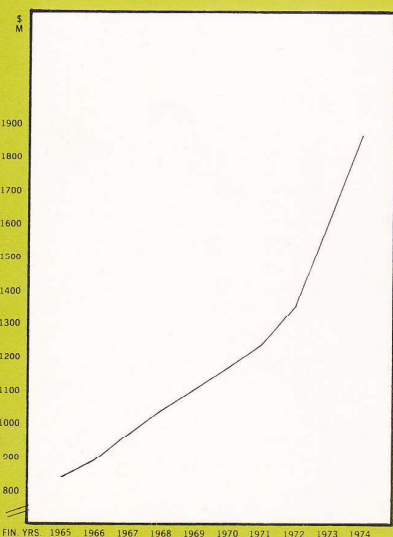
## housing loans advanced

	\$
1965	53,584,928
1966	53,943,975
1967	60,169,431
1968	64,026,264
1969	69,949,968
1970	74,364,133
1971	80,724,377
1972	90,067,643
1973	114,915,562
1974	169,049,049



## personal loans

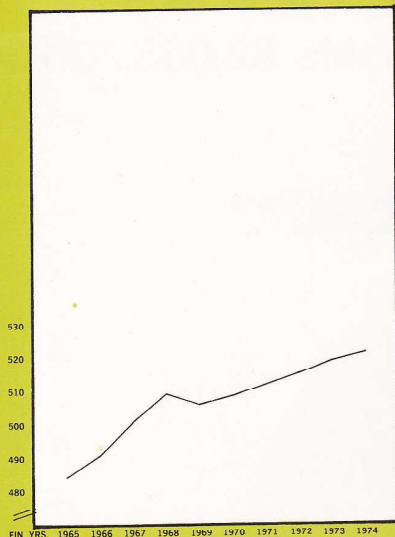
	\$
1965	590,857
1966	1,213,823
1967	1,521,431
1968	2,830,003
1969	6,500,688
1970	11,745,710
1971	15,637,626
1972	23,321,555
1973	49,013,244
1974	75,978,663



## depositors' balances

	\$
1965	839,575,034
1966	893,601,954
1967	966,306,998
1968	1,033,823,146
1969	1,104,253,263
1970	1,163,596,025
1971	1,235,614,020
1972	1,344,716,017
1973	1,615,431,059
1974	1,862,302,383

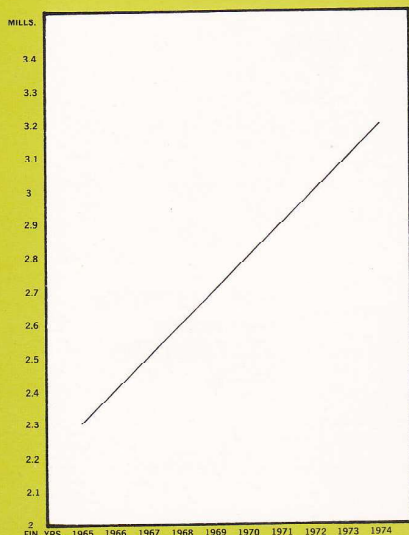
# in graphs and figures



## number of branches

including sub-branches

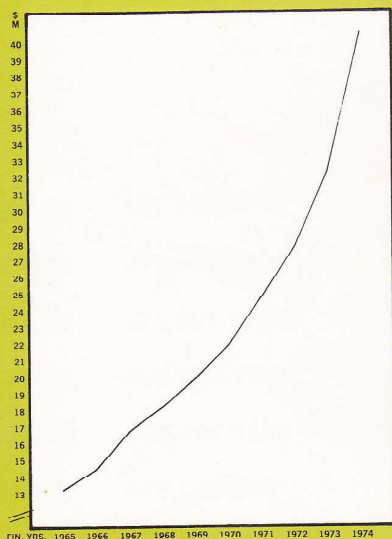
1965	484
1966	491
1967	501
1968	508
1969	506
1970	507
1971	511
1972	515
1973	519
1974	521



## number of accounts

excluding small inoperative accounts

1965	2,326,561
1966	2,396,624
1967	2,506,689
1968	2,601,104
1969	2,694,684
1970	2,788,110
1971	2,865,797
1972	2,961,078
1973	3,089,617
1974	3,209,355

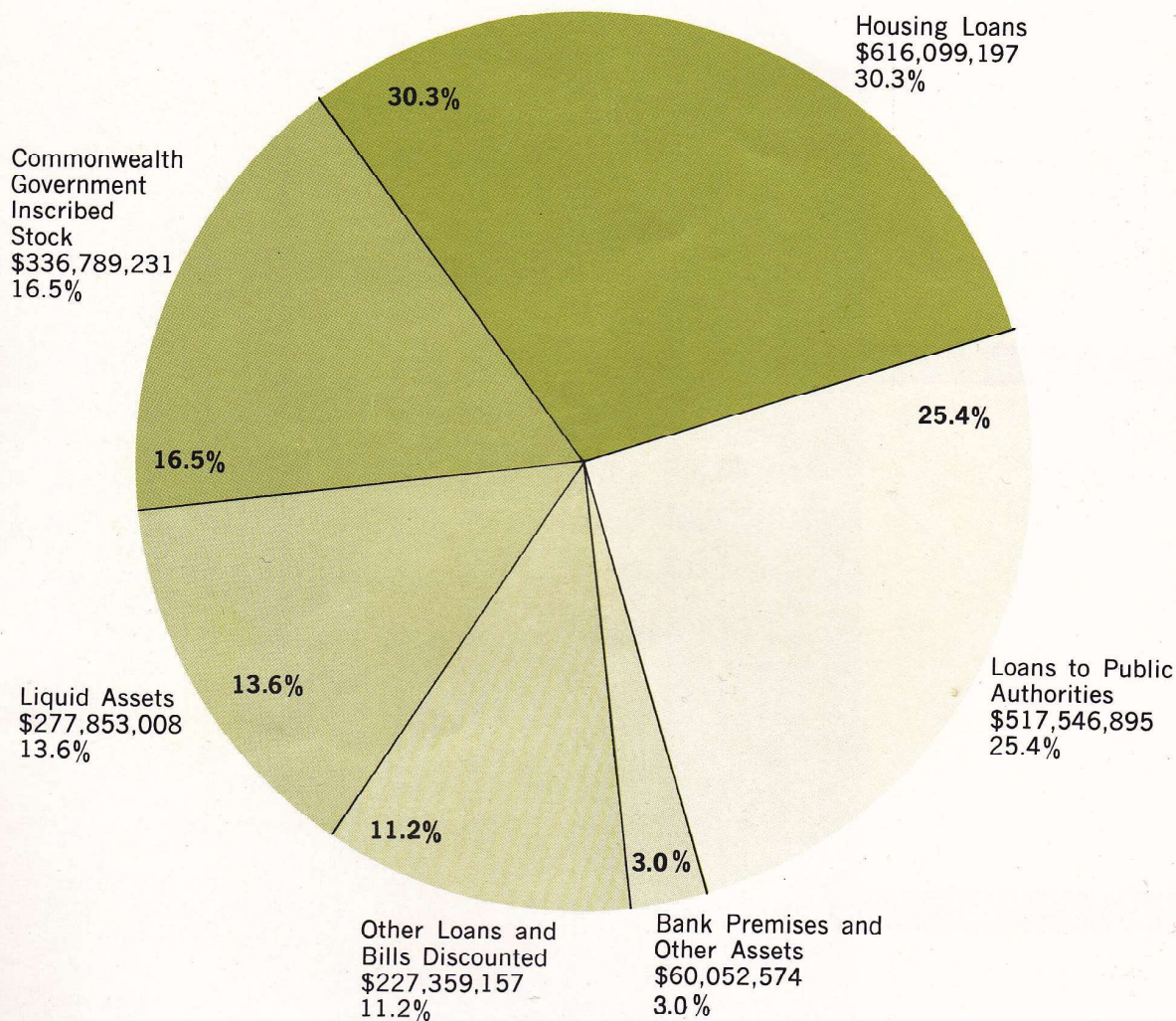


## expenses of management

1965	\$ 13,349,270
1966	14,492,726
1967	16,717,992
1968	18,161,101
1969	19,783,030
1970	21,848,710
1971	24,593,717
1972	27,869,818
1973	32,307,297
1974	40,369,647

# distribution of assets

- as at 30th june 1974  
total assets \$2,035,700,062

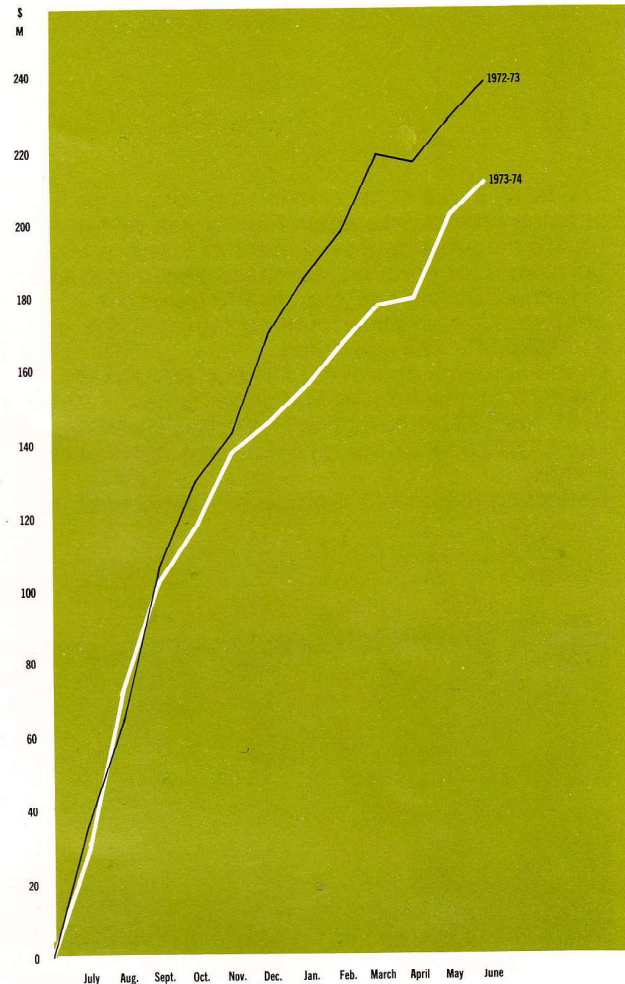


Housing Loans .....	\$616,099,197	30.3%
Loans to Public Authorities .....	\$517,546,895	25.4%
Commonwealth Government Inscribed Stock .....	\$336,789,231	16.5%
Liquid Assets .....	\$277,853,008	13.6%
Other Loans and Bills Discounted .....	\$227,359,157	11.2%
Bank Premises and Other Assets .....	\$60,052,574	3.0%
<b>Total Assets .....</b>	<b>\$2,035,700,062</b>	

# depositors' accounts and balances

Increase in Ordinary Accounts,  
Deposit Stock and Term Deposits (excluding Interest credited)

In the year under review, the balances of depositors' accounts increased by \$246,871,324 to \$1,862,302,383. Following the normal seasonal pattern and the strong trend from the previous year, balances in ordinary accounts rose at a buoyant rate until the end of September 1973. With increases in the rate of interest payable by the Bank on fixed deposit stock and term deposits from 1st October, the strong rate of growth was maintained until early 1974, after which the rate of increase slackened under the influence of official monetary restraints and the higher interest rates offered by competitors for small savings. These movements are illustrated in the accompanying graph which charts the month by month growth in balances for 1973/74 compared with the record year 1972/73 when the increase exceeded \$270 million including interest credited accounts. An increase of 119,738 in the number of accounts to 3,209,355 indicates the continued community support for the Bank's services, and the popularity of savings schemes introduced with Christmas and Calendar Clubs was maintained with payments of \$24,680,110 to 220,029 club members.



## branches and agencies

### bank premises and equipment

During the year, new branches were opened at Keysborough and Corio Village, and the sub-branch operating at Young Street, Frankston was converted to full branch status. Banking facilities are now provided in Victoria through 492 branches, 29 sub-branches and 648 agencies. In addition, the London Office serves the needs of an increasing number of travellers from Victoria and assists intending migrants to Victoria.

In conjunction with the programme for re-equipping branches for on-line processing of savings account transactions, alterations and improvements to branch premises were continued throughout the year and the installation of security devices, for the protection of customers and staff against bandits, was extended. Net capital expenditure on premises and equipment amounted to \$7,476,032 including further outlays for the State Bank Centre project and the Bank's new building at 45 Swanston Street which was nearing completion at the end of the year.

## housing loans

The Bank's role in the provision of long-term housing finance was again highlighted by the record amounts approved and advanced to borrowers for erection, purchase and improvement of homes. During the year, 13,978 loans were approved for amounts totalling \$186,038,905 and \$169,060,577 was advanced.

Of the amounts approved, \$81,064,145 was for erection of new houses and strata units, \$101,146,190 for purchase of existing dwellings and \$3,828,570 for improvement or extension of homes.

Reflecting the further increases in the cost of land

and buildings and the relaxed lending conditions introduced during the previous year, the average amount of loans approved to purchase or erect dwellings increased from \$11,478 in 1972/73 to \$14,214 this financial year.

At 30th June 1974, loans outstanding to 85,672 individual borrowers amounted to \$616,099,197 and it is estimated that, as the major lender for housing in Victoria, the Bank has now assisted over 260,000 people to purchase their own homes. This contribution to the welfare objectives of a developing State is unsurpassed by any other lending institution.



• a typical SSB-financed home in the suburban area. In 1973-74 the majority of the Bank's mortgage loan borrowers purchased established homes.

## farm loans

Applications from farmers for loans to assist in purchase of properties, machinery and livestock, and to effect property improvements, declined from the level of the previous year. New loans totalling \$5,786,945 were approved to 250 borrowers and \$6,582,535 was advanced. Loans aggregating \$26,057,946 to 1,735 borrowers remained outstanding at 30th June 1974.

In keeping with past practices, the viability of the applicants' farming operation was the major factor considered, together with an assessment of the support the applicants have given the Bank in the past and can continue to give in the future.

Strong overseas demand for primary produce early in the financial year was not maintained and prices had fallen considerably by the end of the year. However, seasonal conditions were favourable for most farming activities.

## personal loans

Since the introduction of personal loan business in 1963 to help in meeting essential personal expenses of depositors, activities in this sphere of lending have become a substantial and valued part of the Bank's lending programme. The loans are normally repayable by monthly instalments over periods up to five years for such purposes as property improvement, purchase of land, purchase of motor vehicles, buying and carrying on small businesses and meeting personal expenses.

Secured loans are granted almost without restriction as to purpose and loans without security, to a maximum of \$3,000, are available for a limited range of purposes. Continued availability of funds made it possible to continue the provision of bridging loans for property purchase, normally repayable in one lump sum within twelve months after settlement.

Loans totalling \$75,982,025 were advanced during the year to 34,650 borrowers compared with \$49,013,675 the previous year. The net balances of outstanding loans at 30th June 1974 totalled \$85,384,471.

## loans to public authorities

The Bank again gave strong support to the loan programmes of semi-governmental, municipal and other local authorities which provide the State with water, power, sewerage, freeways, roads, footpaths and important communal services.

In addition to converting maturing loans amounting to \$18,769,000, new loans totalling \$54,047,800 were advanced to these authorities. Major borrowers were the Melbourne and Metropolitan Board of Works \$22,862,800, State Electricity Commission of Victoria \$12,310,000, Melbourne Underground Rail Loop Authority \$5,500,000, Gas and Fuel Corporation of Victoria and Lower Yarra Crossing Authority, each \$3,500,000.

New advances to municipalities and other local authorities amounted to \$3,817,900 and advances to churches, schools and community welfare organizations totalled \$729,600.

## commonwealth government inscribed stock

During the year, Commonwealth Government Inscribed Stock with a face value of \$7,060,000 was purchased, \$4,000,000 was subscribed to a new loan, a holding of \$11,764,000 was converted at maturity and stock having a face value of \$11,411,000 was sold. The Bank's holdings of Commonwealth Government Inscribed Stock are normally held to or close to their maturity dates when they would be redeemable or convertible at face values. Large holdings in the Bank's portfolio mature in every financial year up to October 1993 with the exception of the years 1987/88 and 1989/90.

## liquid assets

At 30th June 1974, the liquid assets of the Savings Bank Department, comprising cash on hand, at bankers and in transit, cheques in course of collection, fixed deposits with the Reserve Bank of Australia and other banks, short term money market deposits and Commonwealth Treasury Notes, amounted to \$277,853,008 and represented 14.92 per cent. of depositors' balances.

## bankcard preparations

During October 1973 the Bank announced that it would join with major Australian banks in sponsoring charge card facilities similar to the schemes operating in the United States of America, Canada and United Kingdom.

The scheme, named Bankcard, will be introduced initially to Victoria in the Melbourne and Geelong areas with progressive extensions to other provincial and country areas. Since the announcement, detailed preparations have progressed to enable the Bank to offer the facility to the public.

Cardholders will be able to obtain a wide range of goods and services without the use of cash and will have the option of repaying the ensuing account, billed by the Bank on a monthly basis, either in full within 25 days free of service charge or by monthly instalments using the credit facility within the scheme. Limited cash advances will also be facilitated.



- a new head office department was set up during the year to handle preparations for the Bankcard scheme.

## on-line progress

The training of staff, delivery of terminals, connection of communication lines and other detailed work in extending the network of branches connected to the on-line system was continued throughout the year and, at 30th June, 133 branches and 10 sub-branches using 485 teller terminals were operating with this method of savings account processing. Progressive conversion of branches into the system will continue until the on-line network encompasses most branches in the Melbourne metropolitan area.

## insurance trust account

The Bank may insure against fire and other prescribed risks any property which it owns or holds as security. Following a succession of severe storms between December 1973 and May 1974 and floods in April and May 1974, claims were higher than usual and administrative costs continued to increase.

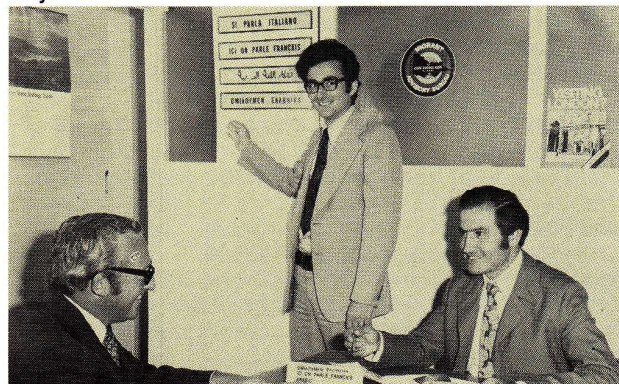
An amount of \$200,000 was transferred to the General Reserve of the Savings Bank Department and the balance at credit of the Insurance Trust Account at 30th June 1974 was \$1,275,179.

## marketing to ethnic groups

For many years, the Bank has recognised a need to provide special services for newcomers to Victoria who are unaware of banking facilities available to them. This need is compounded where migrants have limited ability to read or speak English.

To assist such people, and at the same time extend the Bank's influence and activities, multi-lingual staff officers well informed about the Bank's facilities make contact with new and recent arrivals. The newcomers are given expert advice on all aspects of money services, and are helped with purchases of land, homes, businesses and cars.

In April, a new migrant advisory bureau was opened next door to the Oakleigh branch of the Bank. Migrant liaison officers also operate from branches at Yarraville, Brunswick, Moreland, Northcote and Prahran Market, and from the Business Promotions section at head office, in the city.



- a new migrant advisory bureau was opened in premises adjoining the Bank's branch in Eaton Street, Oakleigh. It is manned by skilled linguists.

# profit

## savings bank department

Although there was a large increase in gross income, it was not sufficient to offset increases in interest paid to depositors at higher rates on larger balances and in expenses of management. Profit for the year amounted to \$3,312,059 after making provisions for depreciation of buildings and the increase in accrued liability for long service leave. Both of these items were formerly treated in annual accounts as appropriations of profit. On a comparable accounting basis, the profit for the previous year was \$5,859,586. Pursuant to Section 49A of the State Savings Bank Act, No. 6379, an amount of \$1,656,030, being one-half of the net profit of the Savings Bank Department, was paid to the Consolidated Fund of the State of Victoria.

## credit foncier department

Profit in the Credit Foncier Department was \$145,861 compared with \$277,135 for the previous year. As required by the State Savings Bank Act the profit was transferred to the General Reserve of the Department.

# reserves and provisions

## savings bank department

The General Reserve was increased from \$45,700,000 at 30th June 1973 to \$48,727,580 at 30th June 1974 by transfers of \$1,656,029 being one-half of the current year's profit, \$1,171,551 being unappropriated profits carried forward from the previous year and \$200,000 from the Insurance Trust Account. The Provision for Long Service Leave amounted to \$7,900,000 after providing \$1,200,000 from Administrative Expenses and transferring \$900,000 from the Credit Foncier Department Provision for Long Service Leave.

## credit foncier department

At 30th June 1974 the General Reserve was \$7,145,874. As indicated above, the Provision for Long Service Leave, amounting to \$900,000 at 30th June 1973, was transferred to the Savings Bank Department Provision for Long Service Leave.

## staff and agents



• part of the first group of 1974 newcomers to attend induction courses at Staff Training Centre.

At the end of the financial year, 3,415 men and 1,915 women were employed in salaried clerical, professional and technical capacities. Over 900 new officers were recruited to replace those who resigned or retired and to fill additional staffing needs in processing an increased volume of transactions at branches and head office. The net increase in staff since 1st July 1973 was 242. As officers aged under 25 years now comprise approximately two-thirds of staff and are advancing to responsible duties at comparatively younger ages, emphasis was placed throughout the year on their training in branches and at the Staff

Training Centre. The goodwill generated by a staff, well equipped to render a full range of banking services with speed and effectiveness, is a major factor in maintaining the Bank's foremost position among Victorian financial institutions. The Commissioners acknowledge with appreciation the courtesy and efficiency displayed by officers in maintaining their high standard of service to depositors and borrowers. We also record our thanks to Agents, many of whom promote the Bank's interests in remote districts of Victoria.

# commissioners

On 18th December 1973 the Governor-in-Council appointed Professor Donald Cochrane, Ph.D., B.Com., as Chairman of Commissioners for the period from 1st January 1974 to 24th February 1975 inclusive.

Mr. R. G. Hoban, LL.B., was elected Deputy Chairman for the year 1974.

Signed at Melbourne, 12th September, 1974

Commissioners of the  
State Savings Bank  
of Victoria

D. Cochrane  
R. G. Hoban  
E. W. Coates  
J. M. Anderson  
W. Kirkhope  
I. K. Morton  
N. Walford



D. Ross, General Manager

# The State Savings Bank of Victoria

## LIABILITIES

## Balance Sheet as

	1974 \$	1973 \$
Depositors' Balances and Accrued Interest	1,879,467,682	1,625,334,657
Amounts due to Other Banks	24,066,867	16,791,898
Bills Payable	27,489,497	17,440,371
Officers' Provident and Trust Funds	36,071,826	32,310,215
Other Liabilities	4,807,628	4,559,127
Provision for Long Service Leave (NOTE 1)	7,900,000	5,800,000
General Reserve	48,727,580	45,700,000
Profit and Loss Account	—	1,171,551
	<u>\$2,028,531,080</u>	<u>\$1,749,107,819</u>
Contingent Liabilities on Bills Endorsed	\$2,555,000	—

## Statement of Profit and Loss

	1974 \$	1973 \$
Interest on Depositors' Accounts Credited or Provided	76,166,191	56,271,041
Administrative Expenses (NOTE 2)	44,858,971	36,312,449
Net Profit for year carried down (NOTE 2)	3,312,059	5,859,586
	<u>\$124,337,221</u>	<u>\$98,443,076</u>

## Appropriation

	1974 \$	1973 \$
Payment of one half of Net Profit for the year to Consolidated Fund, State of Victoria pursuant to Section 49A of Act No. 6379	1,656,030	—
Transfer to General Reserve	2,827,580	6,000,000
Balance carried forward	—	1,171,551
	<u>\$4,483,610</u>	<u>\$7,171,551</u>

**(1) Provision For Long Service Leave**

The Provision for Long Service Leave in the Credit Foncier Department, amounting to \$900,000 at 30th June 1973, has been transferred to the Savings Bank Department Provision For Long Service Leave as the salaries of all officers have been debited to the Savings Bank Department prior to apportionment. Formerly the salaries of some officers were initially debited to the Credit Foncier Department. The apportionment of salaries between Departments is not affected.

We, the undersigned Auditors, appointed under Section 20(1) of Act No. 6379, report that we have examined the Head Office accounts of the Commissioners of the State Savings Bank of Victoria, incorporating Balance Sheets from the Branches of the Bank which we have accepted on the signatures of the respective Managers.

In our opinion the above Balance Sheet and Statement of Profit and Loss are properly drawn up so as to give a true and fair view of the state of the affairs of the Bank, according to the best of our information, and the explanations given to us.

R. A. Seymour  
D. Fisher

Chartered Accountants  
Auditors

Melbourne, 28th August, 1974

D. Ross, General Manager.

Melbourne, 29th August, 1974

# Savings Bank Department

at 30th June, 1974

## ASSETS

	1974	1973
	\$	\$
Cash on hand, at Bankers and in Transit	17,164,391	11,615,481
Cheques in course of collection	31,723,632	21,165,887
Commonwealth Treasury Notes	9,462,318	6,728,600
Bank Fixed and Short Term Money Market Deposits	219,502,667	224,214,220
Commonwealth Government Inscribed Stock and Bonds	336,789,231	338,259,367
Credit Foncier Debentures	99,000,000	119,000,000
Municipal and Other Public Authorities' Securities	517,546,895	470,799,343
Loans Advances and Bills Discounted	736,483,116	507,608,634
Bank Premises and Equipment (at cost less amounts written off)	34,172,000	28,200,000
Other Assets	26,686,830	21,516,287
	<u>\$2,028,531,080</u>	<u>\$1,749,107,819</u>
Contingent Assets, being Liabilities to the Bank in respect of Bills Endorsed	\$2,555,000	—

for Year Ended 30th June, 1974

	1974	1973
	\$	\$
Gross Income for Year	124,337,221	98,443,076
	<u>\$124,337,221</u>	<u>\$98,443,076</u>

## of Profit

	1974	1973
	\$	\$
Balance of Profit and Loss Account forward from last year	1,171,551	1,311,965
Net Profit for year brought down	3,312,059	5,859,586
	<u>\$4,483,610</u>	<u>\$7,171,551</u>

(2) *Administrative Expenses and Net Profit For Year Carried Down*  
The Administrative Expenses of the Savings Bank Department for the year ended 30th June 1974 include amounts for depreciation of buildings, and the increase during the year in the accrued liability for long service leave — both of which were formerly treated in the accounts as appropriations of profit. The accounts for the year ended 30th June 1973 have been adjusted accordingly to preserve comparability.

We, the undersigned Auditors, appointed by the Governor in Council under Section 110 (2) of Act No. 6379, report that, in respect of the Savings Bank Department, we have obtained all the information and explanations we have required in the course of our examination of the books of account of the Commissioners of the State Savings Bank of Victoria. In our opinion the foregoing Balance Sheet exhibits a true and fair view of the state of the affairs of the Savings Bank Department as at 30th June 1974, after incorporating the net results of the Bank's operations for the year ended on that date, as reported on by the Auditors appointed by the Commissioners of the Bank.

C. L. Thompson  
G. T. Quinn

Public Accountant  
Chartered Accountant  
Auditors

Melbourne, 30th August, 1974

D. Cochrane  
R. G. Hoban  
E. W. Coates  
J. M. Anderson  
W. Kirkhope  
I. K. Morton  
N. Walford

Commissioners of  
The State Savings Bank  
of Victoria

# The State Savings Bank of Victoria

## Balance Sheet as

### LIABILITIES

	1974 \$	1973 \$
Debentures	99,000,000	119,000,000
Other Liabilities	1,438,105	1,229,118
Provision for Long Service Leave (NOTE 1)	—	900,000
General Reserve	7,145,874	7,000,013
	<u>\$107,583,979</u>	<u>\$128,129,131</u>

## Statement of Profit and Loss

	1974 \$	1973 \$
Interest on Debentures	5,712,291	6,657,083
Expenses of Management	318,797	314,204
Profit for year — Transferred to General Reserve	145,861	277,135
	<u>\$6,176,949</u>	<u>\$7,248,422</u>

*(1) Provision For Long Service Leave*

The Provision for Long Service Leave in the Credit Foncier Department, amounting to \$900,000 at 30th June 1973, has been transferred to the Savings Bank Department Provision For Long Service Leave as the salaries of all officers have been debited to the Savings Bank Department prior to apportionment. Formerly the salaries of some officers were initially debited to the Credit Foncier Department. The apportionment of salaries between Departments is not affected.

We, the undersigned Auditors, appointed under Section 20 (1) of Act No. 6379, report that we have examined the accounts of the Credit Foncier Department of the State Savings Bank of Victoria.

In our opinion, the above Balance Sheet and Statement of Profit and Loss are properly drawn up so as to give a true and fair view of the state of the affairs of the Department, according to the best of our information and the explanations given to us.

R. A. Seymour  
D. Fisher  
Melbourne, 28th August, 1974

Chartered Accountants  
Auditors

D. Ross, General Manager.  
Melbourne, 29th August, 1974

# Credit Foncier Department

at 30th June, 1974

## ASSETS

	1974 \$	1973 \$
Loans and Advances	106,975,238	126,709,179
Other Assets	608,741	1,419,952
	<u>\$107,583,979</u>	<u>\$128,129,131</u>

for Year Ended 30th June, 1974

	1974 \$	1973 \$
Gross Income	6,176,949	7,248,422
	<u>\$6,176,949</u>	<u>\$7,248,422</u>

We, the undersigned Auditors, appointed by the Governor in Council under Section 110 (2) of Act No. 6379, report that, in respect of the Credit Foncier Department, we have obtained all the information and explanations we have required in the course of our examination of the books of account of the Commissioners of the State Savings Bank of Victoria. In our opinion, the foregoing Balance Sheet exhibits a true and fair view of the state of the affairs of the Credit Foncier Department as at 30th June 1974, after incorporating the net results of the Bank's operations for the year ended on that date, as reported on by the Auditors appointed by the Commissioners of the Bank.

C. L. Thompson  
G. T. Quinn

Melbourne, 30th August, 1974

D. Cochrane  
R. G. Hoban  
E. W. Coates  
J. M. Anderson  
W. Kirkhope  
I. K. Morton  
N. Walford

Public Accountant  
Chartered Accountant  
Auditors

Commissioners of  
The State Savings Bank  
of Victoria

# The State Savings Bank of Victoria

## Consolidated Assets and Liabilities

as at 30th June, 1974

### LIABILITIES

	1974	1973
	\$	\$
Depositors' Balances and Accrued Interest	1,879,467,682	1,625,334,657
Amounts due to Other Banks	24,066,867	16,791,898
Bills Payable	27,489,497	17,440,371
Officers' Provident and Trust Funds	36,071,826	32,310,215
Other Liabilities	4,830,736	3,817,461
Provision for Long Service Leave	7,900,000	6,700,000
General Reserve	55,873,454	52,700,013
Profit and Loss Account	—	1,171,551
	<hr/>	<hr/>
	\$2,035,700,062	\$1,756,266,166
Contingent Liabilities on Bills Endorsed	\$2,555,000	—

### ASSETS

	\$	\$
Cash on hand at Bankers and in Transit	17,164,391	11,615,481
Cheques in Course of Collection	31,723,632	21,165,887
Commonwealth Treasury Notes	9,462,318	6,728,600
Bank Fixed and Short Term Money Market Deposits	219,502,667	224,214,220
Commonwealth Government Inscribed Stock and Bonds	336,789,231	338,259,367
Municipal and Other Public Authorities Securities	517,546,895	470,799,343
Loans Advances and Bills Discounted	843,458,354	634,317,813
Bank Premises and Equipment	34,172,000	28,200,000
Other Assets	25,880,574	20,965,455
	<hr/>	<hr/>
	\$2,035,700,062	\$1,756,266,166
Contingent Assets being Liabilities to the Bank in respect of Bills Endorsed	\$2,555,000	—

# THE STATE SAVINGS BANK OF VICTORIA

## STATEMENTS, RETURNS, ETC. SAVINGS BANK DEPARTMENT.

### SUMMARY STATEMENTS OF ASSETS, LIABILITIES, AND SURPLUS FUNDS FOR SIX YEARS FROM 1969 to 1974.

	30th June, 1969	30th June, 1970	30th June, 1971	30th June, 1972	30th June, 1973	30th June, 1974
<b>ASSETS</b>	\$	\$	\$	\$	\$	\$
Cash on hand, at Bankers and in Transit .....	18,098,730	9,486,344	9,241,552	10,540,982	11,615,481	17,164,391
Cheques in Course of Collection .....	—	6,932,554	10,015,665	15,535,066	21,165,887	31,723,632
Commonwealth Treasury Notes .....	5,209,272	—	—	4,974,402	6,728,600	9,462,318
Bank Fixed and Short Term Money						
Market Deposits .....	114,064,566	105,589,400	116,949,287	147,467,675	224,214,220	219,502,667
Commonwealth Government Inscribed Stock and Bonds .....	239,870,294	247,761,909	241,270,913	243,609,626	338,259,367	336,789,231
Credit Foncier Debentures .....	169,500,000	163,000,000	154,000,000	139,000,000	119,000,000	99,000,000
Municipal and Other Public Authorities' Securities .....	373,615,860	398,563,891	420,119,517	439,333,624	470,799,343	517,546,895
Loans, Advances and Bills Discounted .....	241,324,037	291,293,797	345,973,974	411,910,233	507,608,634	736,483,117
Bank Premises and Equipment .....	16,500,000	17,400,000	19,500,000	24,500,000	28,200,000	34,172,000
Other Assets .....	14,957,772	15,178,365	16,148,719	17,674,111	21,516,287	26,686,829
<b>Total Funds .....</b>	<b>1,193,140,531</b>	<b>1,255,206,260</b>	<b>1,333,219,627</b>	<b>1,454,545,719</b>	<b>1,749,107,819</b>	<b>2,028,531,080</b>
<b>LIABILITIES</b>						
Contingent Asset being Liabilities to Customers and others for Bills Endorsed .....	—	—	—	—	—	2,555,000
<b>Increase of Total Funds for year .....</b>	<b>75,488,593</b>	<b>62,065,729</b>	<b>78,013,367</b>	<b>121,326,092</b>	<b>294,562,100</b>	<b>279,423,261</b>
<b>Depositors' Balances and Accrued Interest .....</b>	<b>1,109,998,219</b>	<b>1,169,717,379</b>	<b>1,241,888,774</b>	<b>1,352,046,162</b>	<b>1,625,334,657</b>	<b>1,879,467,682</b>
Amounts due to Other Banks .....	7,373,266	8,270,694	8,769,176	10,687,354	16,791,898	24,066,867
Bills Payable .....	9,359,065	9,250,608	9,511,748	12,075,220	17,440,371	27,489,498
Officers' Provident and Trust Funds .....	26,967,408	25,634,709	27,332,120	29,197,575	32,310,215	36,071,825
Other Liabilities .....	3,893,790	4,515,238	4,646,194	4,627,443	4,559,127	4,807,628
<b>SURPLUS FUNDS</b>						
Provision for Interest Fluctuation and Long Service Leave .....	6,000,000	6,300,000	6,700,000	5,200,000	5,800,000	7,900,000
General Reserve .....	28,300,000	30,200,000	33,000,000	39,400,000	45,700,000	48,727,580
Balance of Profit and Loss Account Carried Forward .....	1,248,783	1,317,632	1,371,615	1,311,965	1,171,551	—
<b>Total Liabilities and Surplus Funds .....</b>	<b>1,193,140,531</b>	<b>1,255,206,260</b>	<b>1,333,219,627</b>	<b>1,454,545,719</b>	<b>1,749,107,819</b>	<b>2,028,531,080</b>
<b>Contingent Liabilities re Bills Endorsed .....</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>2,555,000</b>

THE STATE SAVINGS BANK OF VICTORIA

SAVINGS BANK DEPARTMENT

ACCOUNTS MADE UP TO 30TH JUNE 1974 IN ACCORDANCE WITH SECTION 109 OF ACT No. 6379

For information required by Sub-section 1(b), (c) and (d), see Balance Sheets.

Sub-section 1(a)—The Commissioners of the State Savings Bank of Victoria in account current with the various Branches for the year ended 30th day of June, 1974

Dr.			Cr.
To Balance at credit of Branches at 1st July, 1973	\$ 1,210,223,734	By Drafts on Commissioners, Transfers to Branches (incl. London revaluation)	\$ 5,116,186,860
" Sums remitted or transferred from Branches	5,101,105,660		
" Charges	2,478,332		
" Interest allowed to Depositors	43,089,316		
		" Balance at credit of Branches at 30th June, 1974	1,240,710,182
	<u>\$6,356,897,042</u>		<u>\$6,356,897,042</u>

INVESTMENTS UNDER THE PRINCIPAL ACT

Sub-section 1 (e and f)—Amount invested in current mortgages (excluding personal loan securities)—

Upon metropolitan, city and town properties	\$ 509,798,553
Rate of interest thereon (average) 7.78 per cent.	
Amount of interest received thereon	30,743,585
Amount of interest received on loans paid off in full during the year	1,142,120
Upon pastoral and agricultural lands	25,388,147
Rate of interest thereon (average) 8.86 per cent.	
Amount of interest received thereon	1,849,141
Amount of interest received on loans paid off in full during the year	85,103
	<u>\$535,186,700</u>

Amount invested in properties in possession but not foreclosed—

Upon metropolitan, city and town properties (excluding \$6,661 for property accepted as security for personal loan)	\$10,426
Upon pastoral and agricultural lands	Nil

Amount invested in freeholds acquired by foreclosure

THE NUMBER OF MORTGAGES, showing the total amount of those under \$4,000, and those at and over that sum up to \$8,000 and thence to \$12,000, and thus increasing by \$4,000 to the highest sum advanced:—

No. of Mortgages	Classification	Total Amount	Amount invested during year	Paid off
		\$	\$	\$
9,428	Under \$4,000 .....	17,759,005	2,521,740	2,315,678
	\$ .....			
18,597	4,000 and under 8,000 .....	119,372,216	10,869,437	10,022,311
23,544	8,000 " " 12,000 .....	229,746,424	31,101,949	13,385,216
6,792	12,000 " " 16,000 .....	95,512,318	59,389,626	1,637,784
1,841	16,000 " " 20,000 .....	33,006,982	23,274,725	1,311,769
771	20,000 " " 24,000 .....	16,617,381	12,992,413	
339	24,000 " " 28,000 .....	8,676,417	5,985,349	
167	28,000 " " 32,000 .....	4,956,873	3,166,868	
71	32,000 " " 36,000 .....	2,418,223	1,321,307	
54	36,000 " " 40,000 .....	2,062,305	1,180,240	
22	40,000 " " 44,000 .....	909,142	494,144	
25	44,000 " " 48,000 .....	1,142,689	870,222	
54	Over \$48,000 .....	3,357,652	2,005,980	
		535,537,627		
	Less interest due but not paid .....	350,927		
			155,174,000	28,672,758
	Amounts increasing existing Mortgages .....		19,135,775	
	Various amounts in reduction of existing Mortgages and Other Loans .....			41,036,337
61,705	Co-operative Housing Society Mortgages	535,186,700	174,309,775	69,709,095
102	Other Loans under Section 50, Sub-section (g) .....	5,747,261	—	—
1,346	Personal Loans Secured under Section 50, Sub-section (g) (48,265 loans) .....	34,651,258	18,383,725	14,440,286
	Personal Loans Unsecured under Section 50 Sub-section (h) (7,831 loans) .....	82,293,119	72,387,479	39,431,936
	* Properties in Possession	3,091,290	3,591,184	2,817,832
		17,087	—	80
		<u>\$660,986,715</u>	<u>268,672,163</u>	<u>126,399,229</u>
	Six hundred and forty six properties for Bank Premises .....	\$31,013,186		

The number of borrowers in arrears with payment of interest, and gross amount of such arrears:—

Number of borrowers, 1,685; Amount of arrears, \$359,236.

## AMOUNT INVESTED IN STOCK, DEBENTURES, BONDS, ETC.

	Book Value	Face Value	Rate of Interest per cent.	Year when Repayable	Market Value per cent. at 30th June, 1974	Amount Invested during year excluding re-investments (Nominal Value)
Commonwealth Government Inscribed Stock and Special Bonds	1,240,140	1,155,621	4.5	1986	68.25	
	300,000	279,116	4.5	1987	66.95	
	900,000	884,562	5.0	1984	73.60	
	4,000,000	4,000,000	5.0	1984	73.35	
	10,930,000	10,743,516	5.0	1985	72.40	
	8,360,000	8,360,000	5.25	1978	83.78	
	6,000,000	6,004,376	5.25	1985	73.80	
	5,000,000	5,005,569	5.3	1975	96.02	
	4,910,000	4,889,564	5.3	1980	80.30	
	9,010,000	8,866,456	5.4	1983	77.65	
	14,550,000	14,527,549	5.4	1987	70.60	
	5,840,000	5,787,803	5.4	1990	67.50	
	8,000,000	8,000,000	5.6	1975	96.44	
	4,918,000	4,930,097	5.7	1974	102.34	
	2,000,000	2,000,000	5.7	1982	81.55	
	10,667,000	10,674,022	5.75	1982	79.70	
	18,954,000	19,034,142	5.8	1981	80.75	
	5,000,000	5,091,509	5.9	1977	90.80	
	11,292,000	11,461,468	6.0	1976	93.76	
	25,516,000	25,301,811	6.0	1991	71.95	2,060,000
	42,105,000	42,105,000	6.0	1992	71.10	
	450,000	468,287	6.4	1982	83.50	
	4,871,000	4,982,992	6.5	1976	95.80	
	14,430,000	14,771,549	6.6	1976	94.30	
	8,770,000	9,165,110	6.7	1991	79.80	
	8,670,000	9,098,119	6.8	1978	92.00	
	10,495,000	11,070,242	6.8	1979	90.20	
	6,350,000	6,731,474	6.8	1980	87.50	
	1,147,300	1,243,096	7.0	1986	85.50	
	32,603,400	34,724,475	7.0	1989	81.30	
	28,520,000	29,805,357	7.0	1991	82.30	5,000,000
	15,764,000	15,764,000	8.5	1993	92.95	4,000,000
	2,110	2,052	6.3	1974	Not quoted	
Credit Foncier Debentures	21,000,000	21,000,000	5.5	1974		21,000,000
	33,000,000	33,000,000	6.25	1975		33,000,000
	22,000,000	22,000,000	5.5	1975	Not quoted	22,000,000
	23,000,000	23,000,000	5.5	1975		23,000,000
	2,090	2,090	4.875	1974		
Municipal and Other Public Authorities Securities	4,652,994	4,652,994	5.0	1974-1978		
	990,673	990,673	5.125	1974-1975		
	1,003,000	1,003,000	5.25	1974-1976		
	620	620	5.3125	1974		
	476,900	476,900	5.375	1974-1975		
	30,093,124	30,093,124	5.5	1974-1985		
	151,554	151,554	5.5625	1974-1977		
	9,690,329	9,690,329	5.625	1974-1980		
	46,658	46,658	5.7	1974-1979		16,000
	52,536,192	52,536,192	5.75	1974-1983		
	90,895,393	90,895,393	5.875	1974-2012		
	1,476,960	1,476,960	6.0	1974-1982		20,000
	36,460	36,460	6.1	1974-1976		
	164,828	164,828	6.15	1974-1979		
	3,556,327	3,556,327	6.2	1974-1987	Not quoted	200,000
	2,380,344	2,380,344	6.25	1974-1981		
	5,682,874	5,682,874	6.3	1974-1992		75,000
	119,020,647	119,020,647	6.4	1974-2003		200,000
	1,440,634	1,440,634	6.5	1974-1991		
	576,486	576,486	6.6	1974-1987		550,000
	11,564	11,564	6.7	1974-1981		
	818,300	818,300	6.8	1974-1980		818,300
	4,810,545	4,810,545	6.9	1974-1993		4,424,700
	1,374,249	1,374,249	7.0	1974-1992		
	9,298,105	9,298,105	7.1	1974-1992		29,100
	98,753	98,753	7.15	1974-1980		
	5,047,500	5,047,500	7.2	1974-1981		
	855,105	855,105	7.3	1974-1993		310,000
	134,805,395	134,805,395	7.4	1974-2002		38,505,300
	874,000	874,000	7.75	1974-1984		874,000
	22,000	22,000	8.6	1974-1983		22,000
	1,380,400	1,380,400	8.7	1974-1984		1,380,400
	817,138	817,138	8.8	1974-1994		817,700
	31,635,532	31,635,532	8.9	1974-2004		31,637,600
	1,000,000	1,000,000	10.35	1974-1994		1,000,000

## Sub-section 1(g)

## MODE AND AMOUNTS IN WHICH THE BALANCE OF FUNDS IS INVESTED OR HELD.

	\$
Cash Available at Call	17,164,391
Cheques in Course of Collection	31,723,632
Commonwealth Treasury Notes and Inscribed Stock	9,462,318
Short Term Money Market Deposits	34,300,000
Bank Fixed Deposits	180,463,813
Other Banks' Certificates of Deposit	4,738,854
Interest due or accrued at 30th June, 1974:-	
On Commonwealth Treasury Notes and Inscribed Stock	82,679
On Short Term Money Market Deposits	65,300
On Bank Fixed Deposits	1,936,202
On Commonwealth Government Inscribed Stock	5,277,244
On Other Banks' Certificates of Deposit	61,573
On Credit Foncier Debentures	1,253,542
On Municipal and Other Public Authorities' Securities	10,013,730
On Loans, Advances and Bills Discounted	7,568,127
On Sundry Tenants	7
Commonwealth Government Inscribed Stock Discount Amortization Account	26,258,404
Sundry Debtors	139,702
	127,268
	<u>\$304,378,382</u>

# SUMMARY STATEMENTS FROM 30TH JUNE, 1955 TO 30TH JUNE, 1974

## DEPOSITORS' BALANCES.

Year ended 30th June	Ordinary Accounts	Deposit Stock and Term Deposit Accounts †	Total	Increase	Average Balance per Depositor*
	\$	\$	\$	\$	\$
1955	518,716,838	1,583,920	520,300,758	29,086,940	338.81
1956	526,323,410	2,311,040	528,634,450	8,333,692	342.08
1957	529,893,792	2,658,360	532,552,152	3,917,702	343.28
1958	541,594,948	4,019,760	545,614,708	13,062,556	342.93
1959	554,262,272	8,330,200	562,592,472	16,977,764	341.07
1960	577,951,972	18,319,520	596,271,492	33,679,020	349.58
1961	586,706,210	29,905,690	616,611,900	20,340,408	350.36
1962	620,754,880	42,914,920	663,669,800	47,057,900	358.23
1963	656,262,808	57,421,930	713,684,738	50,014,938	378.21
1964	711,225,786	68,643,370	779,869,356	66,184,618	403.61
1965	750,068,674	89,506,360	839,575,034	59,705,678	418.52
1966	783,865,484	109,736,470	893,601,954	54,026,920	432.38
1967	833,120,288	133,186,710	966,306,998	72,705,044	447.10
1968	878,042,226	155,780,920	1,033,823,146	67,516,148	458.91
1969	927,824,713	176,428,550	1,104,253,263	70,430,117	474.74
1970	980,779,185	182,816,840	1,163,596,025	59,342,762	484.39
1971	1,051,485,320	184,155,700	1,235,641,020	72,044,995	502.40
1972	1,121,065,117	223,650,900	1,344,716,017	109,074,997	521.25
1973	1,275,315,799	340,115,260	1,615,431,059	270,715,042	572.39
1974	1,327,879,058	534,423,325	1,862,302,383	246,871,324	563.99

\*Prior to 1962: Omitting small inoperative accounts and School Bank Accounts, but including Deposit Stock.  
From 1962: Pass Book Accounts only, but omitting small inoperative accounts.

†Term Deposits accepted from 7.7.1969.

## OFFICES AND DEPOSITORS' ACCOUNTS.

Year ended 30th June	NUMBER OF OFFICES		DEPOSITORS			
	*Branches and Sub branches	Agencies	New Accounts Opened	Accounts Closed	Increase	Total Number of Accounts open at 30th June
1955	240	510	180,275	152,276	27,999	2,126,216
1956	267	513	205,732	182,744	22,988	2,149,204
1957	281	554	187,925	170,795	17,130	2,166,334
1958	315	579	235,466	185,253	50,211	2,216,545
1959	353	597	260,784	191,867	68,917	2,285,462
1960	371	622	264,060	199,516	64,544	2,350,006
1961	401	619	273,085	214,183	58,902	2,408,908
1962	439	631	265,278	224,512	40,766	2,449,674
1963	452	651	262,423	236,505	25,918	2,475,592
1964	462	664	264,889	224,352	40,537	2,516,129
1965	485	694	325,657	232,594	93,063	2,609,192
1966	492	700	359,066	279,981	79,085	2,688,277
1967	502	705	405,032	317,231	87,801	2,776,078
1968	509	687	440,573	361,786	78,787	2,854,865
1969	507	677	475,598	400,112	75,486	2,930,351
1970	508	668	541,451	437,040	104,411	3,034,762
1971	512	667	575,514	461,901	113,613	3,148,375
1972	516	657	586,873	499,460	87,413	3,235,788
1973	520	654	622,781	519,608	103,173	3,338,961
1974	522	648	612,291	542,005	70,286	3,409,247

\*Including London Office.

## DEPOSITS AND REPAYMENTS (Excluding Deposit Stock and Term Deposit Transactions.)

Year ended 30th June	Received from Depositors	Paid to Depositors
	\$	\$
1955	418,640,386	399,435,346
1956	447,517,098	450,896,460
1957	447,499,082	456,960,016
1958	515,129,602	516,535,900
1959	634,967,424	636,667,346
1960	764,591,754	756,462,296
1961	816,217,440	824,087,588
1962	740,923,872*	726,208,054*
1963	844,291,330	828,958,558
1964	957,530,336	921,264,262
1965	1,123,394,494	1,106,559,818
1966	1,304,495,378	1,295,085,385
1967	1,327,690,482	1,304,068,983
1968	1,510,194,307	1,492,680,209
1969	1,728,765,303	1,709,462,310
1970	1,971,250,561	1,950,837,431
1971	2,294,068,974	2,258,243,504
1972	2,624,509,703	2,589,745,641
1973	3,357,838,564	3,242,115,026
1974	4,574,734,714	4,565,635,847

\*From 1962, excludes transfers between branches.

SUMMARY STATEMENTS – continued  
INTEREST.

Year ended 30th June	Current Accounts		Deposit Stock and Term Deposit Accounts		Total
	Rates per cent	* Amount	Deposit Stock Rates per cent. (Term Deposit Interest) rates see below)	Amount (including Accrued Interest)	
		\$		\$	\$
1964	3 to \$6,000 to 31.5.64; thence 3½ to \$6,000	18,954,102	3½ to 31.5.64; thence 3½	2,224,428	21,178,530
1965	3½ to \$6,000 to 31.3.65; thence 3½ to \$6,000	22,241,418	3½ to 9.3.65; thence 4½	3,096,788	25,338,206
1966	3½ to \$6,000	24,475,359	4½	4,313,351	28,788,710
1967	3½ to \$6,000 to 28.2.67; thence 3½ to \$10,000	25,786,725	4½	5,233,360	31,020,085
1968	3½ to \$10,000	27,529,389	4½	6,233,639	33,763,028
1969	3½ to \$10,000 to 31.7.68; thence 3½ to \$10,000	30,776,223	4½ to 31.10.68 thence 4½	7,423,960	38,200,183
1970	3½ to \$10,000 to 31.3.70; thence 3½ to \$4,000; 4½ \$4,001 to \$20,000	32,723,631	4½	8,315,428	41,039,059
1971	3½ to \$4,000; thence 4½ \$4,001 – \$20,000	35,081,591	4½ to 2.6.71 thence 5	8,560,150	43,641,741
1972	3½ to \$4,000; thence 4½ \$4,001 – \$20,000	37,491,968	5	10,611,466	48,103,434
1973	3½ to \$4,000; thence 4½ \$4,001 – \$20,000	40,894,910	5	15,376,131	56,271,041
1974	3½ to \$4,000; thence 4½ \$4,001 – \$20,000 to 30.9.73 3½ to \$4,000; thence 6 \$4,001 – \$20,000 to 31.3.74 3½ to \$4,000; thence 6 without limit.		5 to 30.9.73 thence 7	30,055,219	76,166,191

\*Includes provision for accrued interest.

**TERM DEPOSIT INTEREST RATES**

Under \$50,000

	3 months to less than 12 months	3 months to less than 18 months	12 months to less than 18 months	18 months to 24 months	Over 24 months to less than 36 months	24 months to less than 48 months	36 months to less than 48 months	48 months
	%	%	%	%	%	%	%	%
From 7. 7.69				4.75				
From 7. 8.69			4.7	5.0				
From 9. 3.70	4.8		5.0	5.3				
From 9.11.70	4.8		5.0	5.3	5.6		6.0	6.5
From 11.12.70		5.0		5.3	5.6		6.0	6.5
From 21. 2.72						5.0		5.5
From 3. 8.73						5.5		6.0
From 21. 9.73	6.75					7.25		7.5
			12 months to 48 months					
From 11. 1.74	6.75					7.5		

Exceeding \$50,000

	3 months to 24 months	30 days to 24 months	Over 24 months to less than 36 months	Over 24 months to less than 48 months	Over 36 months to less than 48 months	48 months
	%	%	%	%	%	%
From 7. 8.69	5.0					
From 9. 3.70	5.5					
From 13. 3.70		5.5				
From 9.11.70		5.5	5.6	6.0		6.5
From 11.12.70		5.5			6.0	6.5
From 21. 2.72	Terms and rates on application.					

**CREDIT FONCIER DEPARTMENT**

**ACCOUNTS MADE UP TO 30TH JUNE, 1974, IN ACCORDANCE WITH SECTION 109 OF ACT No. 6379**

For information required by Sub-section 1(b), (c) and (d), see Balance Sheets.

Sub-section 1(h).

**GROSS ASSETS AND LIABILITIES** of the Commissioners under Part III of Act No. 6379, and their  
Receipts and Payments under such Part during the Year.

Gross Assets	Gross Liabilities	Gross Receipts	Gross Payments
\$107,583,980	\$100,438,106	\$127,627,337	\$128,593,327

Sub section 1(i).

**MORTGAGE BONDS, DEBENTURES, AND INSCRIBED STOCK**

	Issued				Amount received from Sale	
	For year ended 30th June, 1974		Total		For year ended 30th June 1974	Total
	No.	Amount	No.	Amount		
Mortgage Bonds	..	\$ ..	43,344	\$ 2,167,200	..	\$ 2,167,300
Debentures	4	●99,000,000	52,270	*2,752,475,800	●99,000,000	2,787,549,554
Inscribed Stock	..	..	..	†35,695,510		
	..	\$99,000,000	..	\$2,790,338,510	\$99,000,000	\$2,789,716,854

● Inclusive of Debentures converted during the year, \$99,000,000.

\* Exclusive of Debentures issued in exchange for Mortgage Bonds, \$243,100.

† Exclusive of Stock inscribed in exchange for Debentures, \$5,274,600.

Sub-section 1(j)

**MORTGAGE BONDS, DEBENTURES, AND INSCRIBED STOCK**

	Redeemed	
	During year ended 30th June, 1974	Total
Mortgage Bonds	..	1,924,100
Mortgage Bonds cancelled by issue of Debentures	..	243,100
Debentures	119,000,000	2,648,444,300
Debentures cancelled by inscription of Stock	..	5,274,600
Stock Redeemed	..	40,970,110
	\$119,000,000	\$2,696,856,210

**GROSS AMOUNT ADVANCED TO BORROWERS**

Sub-section 1(k)

(including advances under Housing Conditions.)

	Freehold Securities including Dwelling and Shop Properties, and Housing Loans	Leasehold Securities	Mixed Securities Freehold and Leasehold	Total	† Instalments in Arrear		
					No. of Borrowers	Interest	Principal
For year ended 30th June 1974	\$ 1,497,656	\$ ..	\$ ..	\$ 1,497,656		\$	\$
Total	*\$508,713,791	\$4,059,970	\$656,428	\$513,430,189	306	\$12,604	\$25,134

\* Exclusive of \$390,968 advanced to assist Country Industries.

† Full provision has been made for these.

Sub-section 1(l).

	\$
The nominal value of mortgage bonds sold . . . . .	2,167,200
The price obtained therefor (premium \$100.38 . . . . .	2,167,300
The nominal value of bonds outstanding . . . . .	Nil
The nominal value of debentures issued in exchange for bonds . . . . .	243,100
The nominal value of debentures and stock sold . . . . .	2,788,171,310
The price obtained for debentures and stock . . . . .	2,787,549,554
The nominal value of debentures outstanding . . . . .	99,000,000
Balance at credit of stock holders . . . . .	Nil
Total amount of principal money advanced to farmers and unpaid . . . . .	669,799
Total amount of principal money advanced to farmers and unpaid (Soldiers' Loans) . . . . .	Nil
Total amount of principal money advanced on dwellings and shops and unpaid . . . . .	106,297,122
Total amount of principal money advanced on dwellings and shops and unpaid (Soldiers' Loans) . . . . .	Nil
Total amount of principal money advanced under Housing conditions and unpaid . . . . .	3,522
Total amount of principal money advanced to Country Industries and unpaid . . . . .	Nil
Amount received in advance from mortgagors and purchasers on account of principal . . . . .	116

Sub-section 1(m).

Amount paid to the Commissioners by the Treasurer (under Part III of Act) . . . . . Nil

Sub-section 1(n).

Amount payable by the Government of Victoria to the Commissioners (under Part III of Act) . . . . . Nil

Sub-section 1(o).

	\$
The amount of Profits . . . . .	145,861
Net amount transferred to General Reserve from Reserve for Depreciation . . . . .	1,130,290
The total amount of such Profits (under Part III of Act) . . . . .	6,018,508

How such Profits have been disposed of—

	\$
Written off against the balance of preliminary expenses . . . . .	2,924
Carried to General Reserve . . . . .	7,145,874

7,148,798

Sub-section 1(p).

The amount of the credit of General Reserve . . . . .	7,145,874
Advanced on mortgage or available therefor . . . . .	7,145,874
The amount placed to the credit of General Reserve during year (under Part III of Act) . . . . .	145,861

# CREDIT FONCIER DEPARTMENT – COMPARATIVE STATEMENTS

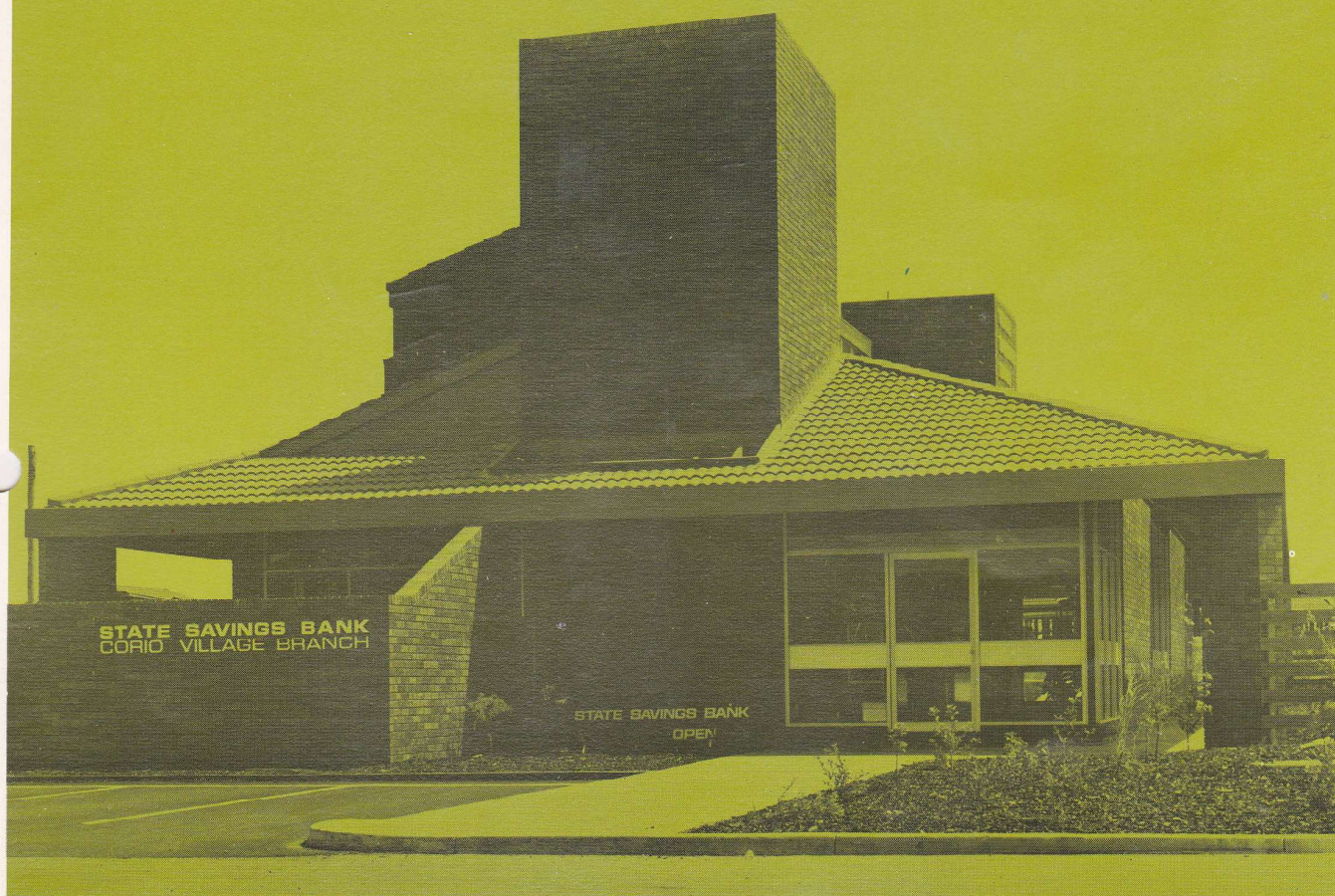
Year ended 30th June	Interest Rate on New Loans		Advances made during year	Repayments of Principal during year	Balance of Loans Current at end of Year	
	Rate	From	Amount	Amount	Number	Amount
	%		\$	\$		\$
		LOANS ON FARMS				
1955	4.5		32,310	227,766	731	1,129,190
1956	5.25	11th April, 1956	60,690	237,822	645	952,058
1957	5.25		101,488	139,626	589	913,920
1958	5.25		156,050	135,496	560	934,474
1959	5.25		119,130	128,830	515	924,774
1960	5.25		157,240	138,170	481	943,844
1961	5.25		98,620	115,684	447	926,780
1962	5.25		123,560	129,714	413	920,626
1963	4.75	1st May, 1963	345,730	116,466	432	1,149,890
1964	4.75		466,970	172,490	451	1,444,370
1965	5	30th March, 1965	301,666	170,902	457	1,575,134
1966	5		336,770	206,359	460	1,705,545
1967	5		294,886	230,341	459	1,770,090
1968	5		258,667	265,727	366	1,763,030
1969	5.5	6th August, 1968	91,733	223,610	402	1,631,153
1970	6.25	8th April, 1970	1,929	188,449	369	1,444,633
1971	6.25		855	184,080	333	1,261,408
1972	6.25		—	176,652	300	1,084,756
1973	6.25		—	234,515	248	850,241
1974	—		—	180,442	208	669,799

## LOANS ON DWELLINGS AND SHOPS.

1955	4.5		18,732,400	4,246,166	19,345	51,718,568
1956	5.25	11th April, 1956	25,731,358	7,082,178	24,484	70,367,748
1957	5.25		11,909,148	6,609,614	26,294	75,667,282
1958	5.25		14,169,102	7,527,124	27,863	82,309,260
1959	5.25		22,911,802	8,552,276	30,632	96,668,786
1960	5.25		30,559,450	9,729,992	34,258	117,498,244
1961	5.25		23,453,012	9,701,776	36,740	131,249,480
1962	5.25		14,602,372	9,684,910	37,683	136,166,942
1963	4.75	1st May, 1963	25,953,182	11,162,514	40,021	150,957,610
1964	4.75		31,838,494	14,877,154	42,005	167,918,950
1965	5	30th March, 1965	30,750,812	16,582,884	44,139	182,086,878
1966	5		26,122,087	17,184,568	45,225	191,024,397
1967	5		19,287,178	18,749,437	45,084	191,562,138
1968	5		11,645,908	20,087,272	43,186	183,120,774
1969	5.5	6th August, 1968	12,900,098	21,233,906	42,209	174,786,966
1970	6.25	8th April, 1970	14,790,558	21,228,598	40,840	168,348,926
1971	6.25		11,772,362	20,884,734	39,077	159,236,554
1972	6.25		7,964,876	21,856,568	36,686	145,344,862
1973	6.25		3,668,195	23,164,727	32,759	125,848,330
1974	7.25	2nd October, 1973	1,497,656	21,048,784	28,903	106,297,122

## HOUSING LOANS

1955	4.5		..	327,106	1,693	1,121,236
1956	5.25	11th April, 1956	318	254,638	1,382	866,916
1957	5.25		36	176,688	1,143	690,264
1958	5.25		22	138,424	934	551,862
1959	5.25		..	117,612	781	434,250
1960	5.25		..	96,480	643	337,770
1961	5.25		170	73,750	538	264,190
1962	5.25		..	61,472	429	202,718
1963	4.75	1st May, 1963	..	54,398	315	148,320
1964	4.75		..	41,696	233	106,624
1965	5	1st April, 1965	..	26,828	154	79,796
1966	5		..	21,875	117	57,921
1967	5		..	14,086	76	43,835
1968	5		..	12,049	50	31,786
1969	5.5	6th August, 1968	..	6,110	33	25,676
1970	6.25	8th April, 1970	..	5,583	31	20,093
1971	6.25		..	6,066	26	14,027
1972	6.25		..	4,372	20	9,655
1973	6.25		..	5,023	10	4,633
1974	—		..	1,111	7	3,522



- new branches opened during the year included premises at Corio Village shopping centre, Geelong.



# Annual Report 1974

The State Savings Bank of Victoria