

# OVERSEAS EXCHANGE TRANSACTIONS YEAR ENDED JUNE 1981

This article is a summary of the major trends and influences in New Zealand's overseas exchange transactions (O.E.T.) for the year to June 30 1981. The O.E.T. figures provide a record of New Zealand's cash transactions with the rest of the world by recording foreign currency transactions through the New Zealand banking system arising from imports and exports of goods and services and capital transactions with other countries.

It differs therefore from the balance of payments record maintained by the Department of Statistics which measures the value of goods and services exchanged between New Zealand and the rest of the world and movements in New Zealand's claims and liabilities with foreigners, regardless of whether a cash transaction is involved or not. There are also differences in the basis of valuation of transactions and in the timing of their recording.

Some caution should be exercised when comparing O.E.T. figures for different years, due to the fluctuation of exchange rates relative to the New Zealand dollar. The O.E.T. record uses exchange rates applying on the day each transaction occurs. In the year ended June 30 1980 a new system for setting exchange rates was introduced involving small but frequent exchange rate movements determined by our terms of trade with a 'basket' of currencies representing our major trading partners. During the year under review the New Zealand dollar was devalued by an average of 6.3 percent compared with 8.1 percent during the year ended June 30 1980. The movement of the New Zealand dollar both in relation to the basket and relative to significant individual currencies is shown in the regular table elsewhere in the *Bulletin*.

## CURRENT ACCOUNT BALANCE

A deficit on current account for the year to June 30 1981 of \$725 million was recorded compared with a deficit of \$532 million for the previous year i.e. a deterioration of \$193 million.

The major components were a surplus on trade transactions (export less imports) of \$877 million and a

deficit on visible transactions of \$1601 million. The corresponding figures for trade and invisibles balances in the previous June year were \$755 million (surplus) and \$1287 million (deficit) respectively. Price movements provided the greatest influence on the various flows during the year although export volumes are estimated to have increased by as much as 6 percent during the year. Unofficial estimates for trade price movements indicate that both export and import prices have risen substantially but with import prices (+21 percent) rising more rapidly than export prices (+11 percent). This has resulted in some further deterioration of the terms of trade during the course of the year. Provisionally, the terms of trade index stood at 75 (base 1957 = 100) at December, 1980 down from a peak of 91 in June 1979.

The year's transactions are reviewed below in greater detail.

**Table 2**  
**BALANCES ON CURRENT ACCOUNT**

(NZ\$ million)	1976-77	1977-78	1978-79	1979-80	1980-81
July-December ..	-430.4	-503.4	-406.8	-490.2	-507.6
January-June ..	-100.0	+14.4	-46.6	-41.8	-217.0
Year ended June ..	-530.5	-488.9	-453.3	-532.0	-724.5

## EXPORT RECEIPTS

Export receipts for the year ended June 1981 totalled \$6187 million, an increase of \$1041 million or 20 percent over the previous June year. Of the individual categories the most notable features were the marked increase in dairy and meat export receipts and the 6 percent decline in receipts from other animal products. Another interesting feature was the emergence of the Asia-Oceania country grouping as New Zealand's largest export market, the position previously held by the UK. Details of receipts are shown in table 3.

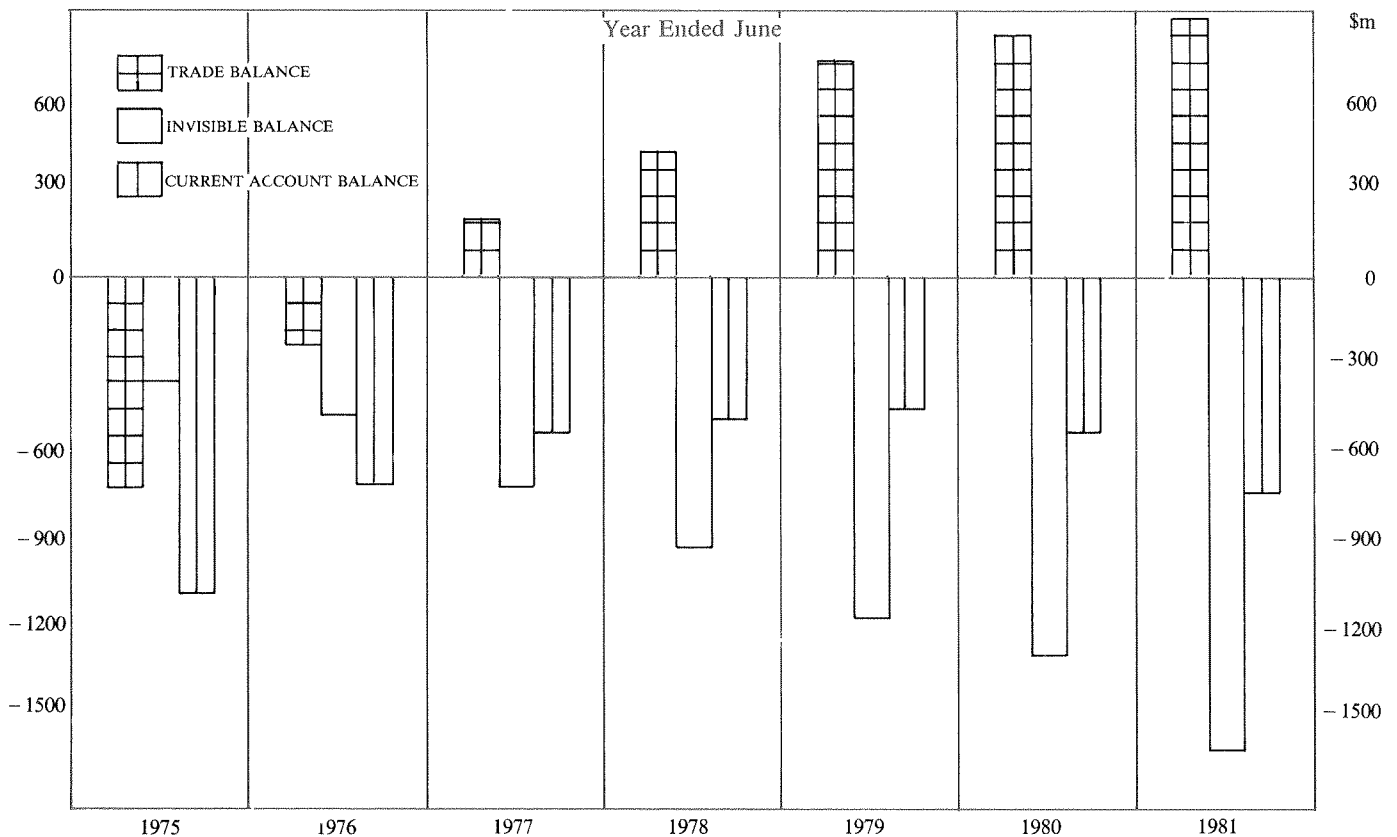
Meat receipts increased by 25 percent with lamb returns in particular growing strongly. Beef and veal exports showed only modest growth while mutton

**Table 1**  
**OVERSEAS EXCHANGE TRANSACTIONS**

(NZ\$ million)

Year ended June	Visible Trade	Invisible Transactions	Current Account	Official Capital Account Balance	Private Capital Account Balance	I.M.F. Transactions	Change in Official Overseas Reserves
1971	+168.3	-182.5	-14.3	+42.4	+61.8	+19.3	+114.3
1972	+314.5	-184.2	+130.3	+59.5	+81.2	+19.1	+298.4
1973	+524.4	-199.4	+325.0	-88.7	+95.4	—	+335.8
1974	-101.2	-232.8	-333.9	-60.2	-1.0	—	-499.9
1975	-716.7	-350.1	-1066.8	+552.9	+275.5	+100.5	-29.4
1976	-236.5	-468.0	-704.4	+165.7	+182.8	+250.2	+7.7
1977	+183.7	-714.2	-530.5	+268.1	+212.4	+59.7	+166.0
1978	+422.2	-911.1	-488.9	+422.8	+282.4	-14.6	+196.9
1979	+707.1	-1160.4	-453.3	+560.6	-147.6	-37.8	-2.6
1980	+755.1	-1287.1	-532.0	+145.3	+117.5	-127.7	-220.6
1981	+876.5	-1601.1	-724.5	+846.6	+100.5	-136.8	+10.9

**OVERSEAS EXCHANGE TRANSACTIONS  
CURRENT ACCOUNT BALANCES**



receipts were largely unchanged from the previous year. Export meat production for 1980/81 is estimated to be 9 percent higher than in the previous season with mutton production rising 30 percent; lamb 9 percent and beef and veal up 1 percent. Total export meat shipments during the June year 1980/81 rose by 20 percent with lamb exports rising nearly 25 percent. Mutton shipments increased 16 percent while beef and veal shipments rose 12 percent.

UK prices for New Zealand lamb, as in previous seasons, moved up sharply in the April-May period but declined with the arrival of domestic supplies in June. Overall the average Smithfield price of approximately 55p/lb was 7 percent up on the previous year to June. Substantial quantities of lamb were again diverted to the Middle-East with approximately 34 percent going to that area. However, the UK remained the largest market for lamb taking nearly 45 percent of total lamb exports.

The average of manufacturing grade beef prices quoted in New York actually fell 2 percent during the year but with the devaluation of the New Zealand dollar relative to the US dollar prices received by New Zealand exporters rose by nearly 2 percent. The fall in prices was mainly attributable to increased US production of beef and veal combined with a fall in consumption due to increased supplies of cheaper pork and chicken substitute meats. High interest rates in the US also depressed prices of beef by discouraging the holding of stocks of beef. Mutton prices rose from an average of 136 NZ c/kg in 1979/80 to 165 c/kg in 1980/81. The USSR was again an active buyer taking nearly 54 percent of New Zealand's mutton while Japanese buying was somewhat smaller at 21 percent of total shipments.

Wool production rose by an estimated 7 percent in 1980/81 to 381 million kilograms but because of the drop in the average price and the build-up in Wool Board intervention stocks, receipts increased by only 2 percent to \$985 million. Favourable weather conditions and substantially higher sheep numbers contributed to the rise in production but as a result of the Wool Board's market support activities the amount of wool available for export fell by 3 percent. Wool Board stocks grew from 118.4 thousand bales in June 1980 to 343.3 thousand bales in June 1981. The average price for greasy wool sold at auction during the 1981 season was 247.5 c/kg, nearly 7 percent down on the previous season. The decline in prices is attributed to the relatively weak economic climate in the industrial countries and depressed demand for textiles at the retail level. During the year China emerged as New Zealand's leading wool buyer, surpassed both the USSR and the UK. China took 26,652 tonnes compared with 24,817 and 21,871 tonnes for the UK and the USSR respectively.

Total dairy product receipts increased by 45 percent to a record \$1174 million although there was substantial variation in the pattern of receipts recorded for the various dairy sub-categories. Milkfat processed by dairy factories declined 3 percent on the previous season's record level of 291 million kilograms. Production in the first half of the season was higher than in the equivalent period of the previous season but the combined effects of dry weather and facial eczema in some areas resulted in a sharp decline at the end of the season to yield the overall decline. The number of dairy cows in milk rose about 1 percent over the previous year but production per cow on average was about 22 percent lower. Significant price increases for all the major products

were recorded during the past year despite continued over-production in both the EEC and the US. Milk powder prices on average rose by about 45 percent while casein and anhydrous milkfat (AMF) prices increased 42 and 44 percent respectively. Both cheese and butter prices rose by 20 percent during the year. The volume of casein exported declined sharply and butter recorded a small drop but AMF, cheese and whole-milk powder exports rose significantly.

Exports receipts for 'other animal products' declined by 6 percent on the previous June year reflecting the depressed prices for hides, skins, sheepskins and pelts. Trends in international fashions coupled with the generally weak international economic climate resulted in greatly reduced demand in the major European importing nations. The sharp fall in receipts for these

**Table 3**  
**RECEIPTS FROM EXPORTS**

(NZ\$ million)	Years ended June				
	1977	1978	1979	1980	1981
Meat .. .. .	874.1	896.8	1196.4	1326.0	1660.8
Wool .. .. .	687.8	619.2	729.5	967.6	984.5
<b>Milk Products</b>					
Butter .. .. .	211.8	233.0	208.1	299.0	431.1
Casein .. .. .	64.8	82.1	92.4	119.0	125.7
Cheese .. .. .	95.2	83.7	81.7	87.6	126.5
Milk Powders .. .. .	149.7	157.8	154.9	222.8	359.9
Other Milk Products .. .. .	61.5	63.2	62.4	82.2	130.6
<b>Sub-total .. .. .</b>	<b>582.9</b>	<b>619.7</b>	<b>599.6</b>	<b>810.6</b>	<b>1173.8</b>
<b>Other Animal Products:</b>					
Hides and Skins .. .. .	59.5	77.2	110.8	113.3	89.1
Meat By-products (Inedible)	26.5	25.5	32.4	34.0	36.3
Sausage Casings .. .. .	24.3	23.4	33.3	30.2	48.6
Sheepskins and Pelts	87.0	109.6	130.7	150.0	115.0
Tallow .. .. .	39.9	42.3	42.9	47.4	59.1
Livestock .. .. .	15.1	16.6	23.0	27.8	31.7
<b>Sub-total .. .. .</b>	<b>252.3</b>	<b>294.5</b>	<b>373.2</b>	<b>402.6</b>	<b>379.8</b>
<b>Forest Products:</b>					
Timber & Logs .. .. .	63.1	76.3	90.1	159.1	183.6
Wool Pulp & Chips .. .. .	95.5	101.9	97.7	160.0	174.4
Newsprint .. .. .	68.3	66.9	66.9	92.4	124.1
Paperboard .. .. .	26.8	25.7	36.7	42.2	40.8
Other Forest Products	13.5	17.3	29.3	47.6	64.8
<b>Sub-total .. .. .</b>	<b>267.1</b>	<b>288.2</b>	<b>320.6</b>	<b>501.2</b>	<b>587.7</b>
<b>Other Primary Products:</b>					
Fresh Fish .. .. .	46.7	54.0	65.1	112.4	126.1
Fresh Fruit, Vegetables and Honey .. .. .	61.7	69.0	96.1	106.6	130.2
Seeds .. .. .	46.1	37.0	39.6	50.8	62.8
<b>Sub-total .. .. .</b>	<b>154.4</b>	<b>160.0</b>	<b>200.9</b>	<b>269.8</b>	<b>319.0</b>
<b>Manufactured Goods:</b>					
Processed Foodstuffs	47.7	53.4	60.0	71.1	89.2
Machinery & Electrical Equipment .. .. .	69.6	82.1	104.3	130.4	177.0
Carpets and other Textiles .. .. .	56.9	58.2	72.3	100.0	112.2
Base Metals and Manu- factures of Metals .. .. .	151.4	154.5	226.5	278.5	279.6
Other Manufactured Goods .. .. .	165.2	163.4	189.7	244.2	366.0
<b>Sub-total .. .. .</b>	<b>491.0</b>	<b>511.6</b>	<b>652.8</b>	<b>824.2</b>	<b>1024.1</b>
<b>Miscellaneous:</b>					
Minerals .. .. .	14.3	22.9	23.0	28.1	40.6
Sundry (incl Gold) .. .. .	6.5	5.7	7.5	14.8	16.3
<b>Sub-total .. .. .</b>	<b>20.8</b>	<b>28.6</b>	<b>30.5</b>	<b>42.9</b>	<b>56.8</b>
<b>TOTAL .. .. .</b>	<b>3330.4</b>	<b>3418.7</b>	<b>4103.5</b>	<b>5144.8</b>	<b>6186.5</b>

two categories was somewhat off-set by significant increases in receipts for sausage casings and tallow.

The growth rate for forest product receipts slowed markedly in 1980/81 following the spectacular increase in the previous June year. Total receipts grew 17 percent to \$588 million with all categories except paperboard recording increases. Generally the slow-down in growth was attributable to depressed demand for most products in the major consuming nations and the diversion by other suppliers of significant quantities of some products to New Zealand's traditional markets. The most significant event during the year was the sharp reduction in Japanese log imports from New Zealand; the result of increased supplies of cheaper North American logs combined with depressed Japanese building activity. Overall the volume of logs exported from New Zealand fell 37 percent during the year but a 12 percent increase in the amount of sawn timber exported contributed to a 15 percent increase in combined timber and log receipts. A small increase in pulp export receipts was recorded while newsprint receipts rose 34 percent, reflecting the small increase in volume along with the generally more stable economic conditions in Australia, the largest market. Australia remained New Zealand's most important market for forest product exports with trade worth NZ\$246 million or nearly 42 percent of the total. Japan with \$159 million was second followed closely by the Asia-Oceania country grouping with \$156 million.

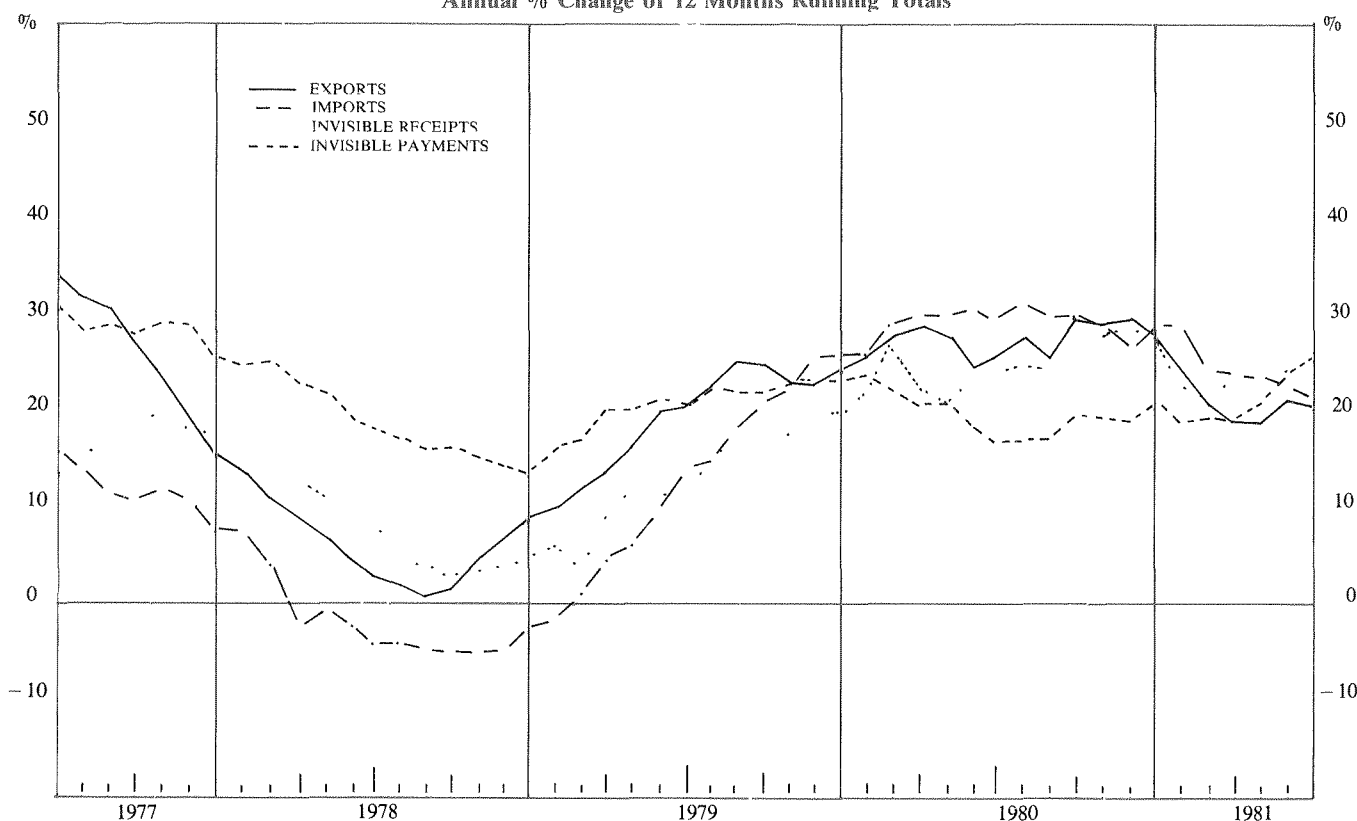
Receipts for 'other primary products' recorded a relatively modest 18 percent increase in the year ended June with the major contributions coming from increased vegetable and kiwifruit exports. Vegetable exports more than doubled, mainly the result of greatly expanded onion exports, while kiwifruit exports rose 29 percent to reach \$50 million. Apple and pear receipts, by contrast declined nearly 29 percent to \$29 million. Fish export receipts rose by only 12 percent despite an estimated 40 percent increase in export volume. Receipts were significantly below the fob export value, the difference accounted for by deductions to meet overseas costs of joint venture operations. Receipts for seeds and unmilled cereals increased 24 percent with the Asia-Oceania group emerging as the largest market taking 24 percent of the total.

Manufactured exports continued their steady rise during the year although there was an apparent slow-down in the rate of growth towards the end of the year.

**Table 4**  
**RECEIPTS FROM EXPORTS**

(NZ\$ million)	1976-	1977-	1978-	1979-	1980-
	77	78	79	80	81
July .. .. .	246.4	289.5	300.8	385.3	564.6
August .. .. .	248.1	295.7	302.6	399.2	429.0
September .. .. .	230.0	235.9	262.5	293.6	517.3
October .. .. .	246.5	237.2	335.3	388.1	440.5
November .. .. .	246.8	236.2	294.3	364.6	462.2
December .. .. .	255.2	228.1	279.6	391.3	483.7
<b>First half of June Year</b>	<b>1473.0</b>	<b>1522.6</b>	<b>1775.0</b>	<b>2222.3</b>	<b>2897.3</b>
January .. .. .	251.7	271.0	334.9	461.9	437.9
February .. .. .	293.9	288.8	342.8	491.8	501.5
March .. .. .	348.4	349.3	410.2	524.7	585.8
April .. .. .	289.3	287.1	374.5	446.2	515.9
May .. .. .	339.7	339.5	454.2	474.7	622.7
June .. .. .	334.4	360.3	411.8	523.3	625.6
<b>Second half of June Year</b>	<b>1857.5</b>	<b>1896.0</b>	<b>2328.5</b>	<b>2922.5</b>	<b>3289.4</b>
<b>TOTAL .. .. .</b>	<b>3330.4</b>	<b>3418.7</b>	<b>4103.5</b>	<b>5144.8</b>	<b>6186.5</b>

**OVERSEAS EXCHANGE TRANSACTIONS**  
Annual % Change of 12 Months Running Totals



Overall receipts increased 24 percent with the largest increases coming from processed foodstuffs (+25%), machinery (+36%) and transport equipment (+101%). Receipts under the transport equipment category were, however, artificially bolstered by the proceeds from the sale of surplus Air New Zealand aircraft. Receipts under the 'base metals and manufactures' category were unchanged from the previous year reflecting depressed primary aluminium and steel prices. The main market for manufactured exports remained Australia with 41 percent of the total followed by Asia-Oceania with 27 percent and Japan with 13 percent, eighty percent of which was aluminium.

### IMPORT PAYMENTS

Import payments grew by 21 percent in 1980/81 to \$5,310 million, a somewhat lower rate of increase than the 29 percent recorded the previous year, reflecting a slower increase in import prices and a fall in import volumes.

Import prices rose more slowly in 1980/81 for several reasons. Firstly, although the exchange rate depreciated at about the same rate during the year, there was no discrete devaluation affecting the rate as there had been in June 1979, shortly before the beginning of the 1979/80 year. Secondly, after more than doubling the

**Table 5**  
**PAYMENT FOR IMPORTS**

(NZ\$ million)	1976-77	1977-78	1978-79	1979-80	1980-81
July .. .. .	252.9	255.8	269.1	318.8	438.8
August .. .. .	263.1	277.4	270.9	351.1	411.1
September .. .. .	256.8	264.5	263.3	343.9	452.3
October .. .. .	226.1	252.2	272.8	353.8	429.1
November .. .. .	271.1	272.0	285.3	393.8	433.4
December .. .. .	285.5	245.8	274.5	318.0	460.3
<b>First half of June Year</b>	<b>1555.4</b>	<b>1567.7</b>	<b>1635.8</b>	<b>2079.5</b>	<b>2625.0</b>
January .. .. .	231.1	237.8	275.8	336.6	430.2
February .. .. .	256.3	222.9	265.5	404.7	369.9
March .. .. .	310.9	246.0	290.7	384.5	488.6
April .. .. .	225.2	228.4	289.6	371.8	467.7
May .. .. .	287.3	251.5	312.3	405.1	485.9
June .. .. .	280.5	242.2	326.8	407.5	442.6
<b>Second half of June Year</b>	<b>1591.2</b>	<b>1428.8</b>	<b>1760.7</b>	<b>2310.2</b>	<b>2684.9</b>
<b>TOTAL .. .. .</b>	<b>3146.7</b>	<b>2996.5</b>	<b>3396.5</b>	<b>4389.7</b>	<b>5310.0</b>

**Table 6**  
**IMPORT PAYMENTS BY COUNTRY OR REGION**

(NZ\$ million)	June Years			
	Country of Consignment 1980	Country of Consignment 1981	Country of Settlement 1980	Country of Settlement 1981
United Kingdom .. .. .	738.0	776.6	799.6	877.0
Australia .. .. .	907.6	1112.9	848.2	1033.8
United States of America .. .. .	636.4	918.3	1354.1	1866.5
Canada .. .. .	89.8	107.3	84.9	95.1
Japan .. .. .	562.6	764.8	479.9	659.6
West Germany .. .. .	143.4	126.9	136.2	121.8
Other E.E.C. Countries .. .. .	169.7	148.5	144.4	130.5
Other O.E.C.D. Countries .. .. .	96.7	90.1	98.7	91.6
Asia-Oceania .. .. .	659.2	743.7	392.7	384.9
Latin America-Caribbean .. .. .	22.8	29.7	18.9	21.1
Middle East .. .. .	325.4	459.5	6.9	2.7
Other Countries .. .. .	37.9	31.7	25.0	25.4
<b>TOTAL .. .. .</b>	<b>4389.7</b>	<b>5310.0</b>	<b>4389.7</b>	<b>5310.0</b>

1979/80, oil prices stabilised in US dollar terms in the second half of 1980. Mineral fuel payments were still substantially higher, however, as the full year's imports were at the newly established price level. Another factor slowing price increases was an average 2 - 3 percent fall in the rate of inflation in the economies of New Zealand's trading partners. The decline in import volumes was attributable to the recession in the domestic economy and a reduction in commercial stock levels.

### CURRENT ACCOUNT 'INVISIBLE' (NON-MERCHANDISE) TRANSACTIONS

Invisible transactions for the year ended June 30 1981 resulted in a deficit of \$1,601 million, a deterioration of \$314 million compared with the previous June year. The deficit on invisible transactions has increased in every year since 1971 when it was \$182 million, and this is a major factor contributing to New Zealand's balance of payments problems. Details of invisible receipts and payments for the June years 1977 to 1981 are given in tables 7 and 8.

Receipts from invisible transactions rose by 27 percent to \$1,311 million, which compares with a 24 percent increase for the previous year and 11 percent and 8 percent for 1979 and 1978 respectively. As can be seen from table 7 the most significant increases in dollar terms were in transport (+ \$108 million), travel (+ \$60 million) and personal receipts (+ \$41 million). Insurance receipts decreased by \$20 million due to the inclusion in the 1979/80 figures of Air New Zealand's claim for the loss of a DC10 aircraft.

Invisible payments rose by \$589 million to \$2912 million, giving a slightly lower percentage increase (25 percent) than invisible receipts. However, the growth in 1980/81 was somewhat higher than that for the previous year when a rise of 16 percent was recorded. Almost all categories recorded an increase. Overseas expenses of New Zealand firms were \$121 million higher than in 1979/80 (up 78 percent), reflecting higher expenditure on items such as promotion of exports and expenditure related to design and planning of major investment projects. Transport costs, excluding freight and fares, showed the second highest increase of \$100 million (up 70 percent). Other significant increases in the private

**Table 7**  
**CURRENT ACCOUNT INVISIBLE RECEIPTS**

(NZ\$ million)	Years ended June				
	1977	1978	1979	1980	1981
Transport .. .. .	209.3	227.4	275.1	293.0	401.2
Insurance .. .. .	21.9	22.3	26.3	59.4	39.5
Travel, Private and Business (excluding fares) ..	162.2	158.4	170.8	200.6	260.7
Interest and Investment Income .. .. .	55.3	58.4	58.0	68.0	70.6
Foreign Govt. Expenditure (n.e.i.) .. ..	18.1	25.1	18.0	23.0	25.0
New Zealand Govt. Receipts (n.e.i.) ..	14.9	12.8	30.0	24.2	36.9
Personal Receipts .. ..	95.8	120.5	116.7	173.0	214.0
Legacies .. .. .	14.9	15.6	16.7	22.1	28.1
Immigrants' Transfers ..	33.6	31.1	31.7	51.1	68.1
Commissions and Royalties .. .. .	24.1	24.2	25.6	32.7	40.1
Miscellaneous Receipts ..	48.5	56.5	67.3	89.2	127.0
<b>TOTAL .. .. .</b>	<b>698.5</b>	<b>752.3</b>	<b>836.2</b>	<b>1036.1</b>	<b>1311.2</b>

sector included interest and investment income (up \$74 million or 39 percent) and transfers by emigrants and temporary residents. Travel, the largest invisible payments item, rose by \$50 million or only 10 percent. Percentage increases in this category for 1979/80 and 1978/79 were 17 and 40 percent respectively.

The rate of growth for Government invisible payments slowed from 19 percent in 1979/80 to 7 percent in the year under review. Miscellaneous government payments (i.e. mainly expenses relating to official representation overseas and foreign aid) were at approximately the same level as 1979/80 although interest payments on official overseas debt rose by \$37 million (12 percent).

**Table 8**  
**CURRENT ACCOUNT INVISIBLE PAYMENTS**

(NZ\$ million)	Years ended June				
	1977	1978	1979	1980	1981
<b>Private:</b>					
Freight on Exports ..	165.2	188.3	203.3	278.0	333.2
Fares .. .. .	122.3	133.3	144.7	196.1	228.0
Other Transport .. ..	113.4	94.3	108.7	141.9	241.6
Insurance .. .. .	33.4	39.2	40.0	50.2	61.0
Travel .. .. .	268.5	312.0	438.2	514.0	564.0
Interest & Investment Income .. .. .	149.7	215.3	212.8	187.3	261.1
Personal Remittances and Donations .. ..	33.9	39.5	42.5	47.3	39.2
Film Hire & Entertainment .. .. .	4.3	6.2	8.6	8.9	7.8
Emigrants' Transfers ..	43.6	54.7	92.8	79.7	129.0
Transfers by Temporary Residents Leaving New Zealand .. .. .	19.6	11.3	7.8	7.5	9.4
Legacies .. .. .	12.6	14.3	15.0	19.2	24.4
Export Commissions and Royalties .. ..	20.5	19.7	21.4	23.8	26.9
Other Commissions .. ..	24.6	25.7	33.2	34.6	45.2
Overseas Expenses of New Zealand Firms ..	99.0	131.3	136.1	155.8	277.2
Miscellaneous .. .. .	24.6	38.6	51.9	55.2	103.6
<b>Total Private Invisible Payments .. .. .</b>	<b>1135.0</b>	<b>1323.6</b>	<b>1557.0</b>	<b>1799.4</b>	<b>2351.6</b>
<b>Government:</b>					
Debt Interest .. .. .	170.0	208.1	253.6	312.4	349.6
Miscellaneous Payments	107.7	131.8	186.0	211.4	211.0
<b>Total Government Invisible Payments .. .. .</b>	<b>277.7</b>	<b>339.9</b>	<b>439.6</b>	<b>523.8</b>	<b>560.6</b>
<b>TOTAL CURRENT INVISIBLE PAYMENTS</b>	<b>1412.7</b>	<b>1663.5</b>	<b>1996.6</b>	<b>2323.2</b>	<b>2912.2</b>

### CAPITAL ACCOUNT

Capital account transactions in 1980/81 resulted in a net capital inflow of \$810 million, compared with \$135 million the previous year. The official capital account together with IMF transactions contributed \$710 million to the net inflow in 1980/81.

A feature of government borrowing during the year was the substantial level of new drawings under the Lloyds revolving credit facility. This facility enables drawings to be made for a three, six or twelve month period at an agreed margin above the lending bank's cost of funds for the period. On expiry of a drawing it can be repaid, rolled over for a further period or redrawn in a different currency. During the year a new syndicated note facility was arranged with the Citicorp

group. Both this and the Lloyds facility each provide for drawings up to a total of US\$500 million.

A further rundown in IMF credit outstanding occurred during the year. Outstanding IMF debt was \$104 million at the end of June 1981, less than half the level of a year earlier. This has resulted from scheduled repurchases (repayments) of drawings made in the mid-1970's under the IMF's oil and compensatory financing facilities. The only new drawings since that time have been from New Zealand's reserve tranche, which does not carry any repurchase obligations. The net private capital inflow was as \$101 million in 1980/81, down from \$118 million the previous year.

**Table 9**  
**CAPITAL ACCOUNT TRANSACTIONS**  
Year ended June 1981

<i>(NZ\$ million)</i>	
<b>Official Overseas Borrowing:</b>	
Singapore Loans .. .. .	214.2
International Monetary Fund <sup>1</sup> .. .. .	69.5
U.S.A. Loans and Credits .. .. .	34.0
Deutschmark Loans .. .. .	141.6
Lloyds Revolving Credit .. .. .	391.8
Swiss Loans .. .. .	178.6
Middle East Loans .. .. .	99.5
Bank for International Settlements .. .. .	50.4
Canadian Credits .. .. .	2.3
Japanese Bonds .. .. .	99.7
<b>Other Official Receipts</b> .. .. .	<b>3.4</b>
<b>Total Official Receipts</b> .. .. .	<b>1,284.9</b>
<b>Repayments:</b>	
Canadian Credits .. .. .	11.8
London Loans and Credits .. .. .	18.0
I.B.R.D. .. .. .	8.4
U.S.A. Loans and Credits .. .. .	17.3
International Monetary Fund .. .. .	168.1
Euro Dollar Loans .. .. .	61.5
Deutschmark Loans .. .. .	18.6
Middle East Loans .. .. .	57.3
Bank for International Settlements .. .. .	146.4
Swiss Loans .. .. .	8.7
Japanese Bonds and Credits .. .. .	11.8
Other Repayments .. .. .	7.2
<b>Other Official Payments<sup>2</sup></b> .. .. .	<b>40.0</b>
<b>Total Official Payments</b> .. .. .	<b>575.1</b>
<b>Net Official Capital Inflow</b> .. .. .	<b>+ 709.8</b>
<b>Private Capital Receipts:</b>	
Disposal of New Zealand-owned Overseas Assets .. .. .	167.8
Overseas Investment in New Zealand <sup>3</sup> .. .. .	348.5
<b>Total Private Receipts</b> .. .. .	<b>516.2</b>
<b>Private Capital Payments:</b>	
New Zealand Investment Overseas .. .. .	24.0
Repayment of Overseas Investment in New Zealand <sup>3</sup> .. .. .	391.7
<b>Total Private Payments</b> .. .. .	<b>415.7</b>
<b>Net Private Capital Inflow</b> .. .. .	<b>+ 100.5</b>
<b>TOTAL NET CAPITAL INFLOW</b> .. .. .	<b>+ 810.3</b>

<sup>1</sup> Includes allocation of SDRs and increase in reserve tranche consequent to quota payment

<sup>2</sup> Includes IMF quota payment

<sup>3</sup> Largely Loan Transactions.

**Table 10**  
**RATIO OF NET OFFICIAL CAPITAL INFLOW TO G.D.P.**

<i>(NZ\$ million)</i>			
<i>Year Ended June</i>	<i>Net Official Capital Inflow</i>	<i>Gross Domestic Product (Year ended March)</i>	<i>Net Inflow<sup>1</sup> as Percentage of G.D.P.</i>
1971	+ 61.7	—	1.1
1972	+ 78.5	6,888	1.1
1973	- 88.7	7,892	(1.2)
1974	- 60.1	9,135	(0.7)
1975	+ 653.4	10,028	6.5
1976	+ 415.9	11,484	3.6
1977	+ 327.8	13,792	2.4
1978	+ 408.2	15,217	2.7
1979	+ 522.8	17,504	3.0
1980	+ 17.5	20,908	0.1
1981	+ 709.7	23,970 <sup>2</sup>	3.0

<sup>1</sup> Figures in brackets represent Net Outflow as Percentage of G D P

<sup>2</sup> N Z I E R estimate

**Table 11**  
**RATIO OF OFFICIAL DEBT INTEREST PAYMENTS TO EXPORT RECEIPTS**

<i>(NZ\$ million)</i>			
<i>Year Ended June</i>	<i>Official Debt Interest Payments</i>	<i>Debt Interest as Percentage of:</i>	
		<i>Export Receipts</i>	<i>Current Receipts</i>
1971	33.0	2.8	2.4
1972	33.4	2.4	2.0
1973	37.1	2.1	1.7
1974	33.9	1.9	1.6
1975	61.3	3.7	2.8
1976	119.4	4.8	3.8
1977	170.0	5.1	4.2
1978	208.1	6.1	5.0
1979	253.6	6.2	5.1
1980	312.4	6.1	5.1
1981	349.6	5.7	4.7

**Table 12**  
**BALANCE ON CURRENT ACCOUNT BY COUNTRY OR REGION<sup>1</sup>**  
Years ended June

<i>(NZ\$ million)</i>	<i>1978</i>	<i>1979</i>	<i>1980</i>	<i>1981</i>
United Kingdom	- 141.7	- 153.9	- 177.4	- 57.5
Australia	- 290.3	- 520.6	- 530.9	- 656.4
U.S.A.	- 160.0	- 88.4	- 164.8	- 517.5
Canada	+ 10.1	+ 6.4	+ 8.2	+ 32.5
Japan	+ 42.5	+ 118.3	+ 65.9	- 76.0
E.E.C. (excl. U.K.)	+ 23.5	+ 79.5	+ 51.2	+ 68.1
Other O.E.C.D.	- 58.8	- 40.3	- 75.8	- 87.6
Asia-Oceania	+ 100.3	+ 134.9	+ 37.1	+ 216.2
Latin America-				
Caribbean	+ 69.1	+ 32.7	+ 82.3	+ 125.3
Others	- 83.6	- 21.9	+ 172.3	+ 228.3
<b>All Countries</b>	<b>- 488.9</b>	<b>- 453.3</b>	<b>- 532.0</b>	<b>- 724.5</b>

<sup>1</sup> Payments data used in the calculation of current balances are recorded on a country of consignment basis

Note: Totals may not add due to rounding

**Table 13**  
**NEW ZEALAND'S OVERSEAS EXCHANGE TRANSACTIONS**  
**Receipts and Payments, Years Ended June**

<i>(NZ\$ millions)</i>	<i>1977</i>	<i>1978</i>	<i>1979</i>	<i>1980</i>	<i>1981</i>
<b>RECEIPTS:</b>					
<b>Exports:</b>					
Meat .. .. .	874.1	896.8	1,196.4	1,326.0	1,660.8
Wool .. .. .	687.8	619.2	729.5	967.6	984.5
Butter .. .. .	211.8	233.0	208.1	299.0	431.1
Cheese .. .. .	95.2	83.7	81.7	87.6	126.5
Milk Powders .. .. .	149.7	157.8	154.9	222.8	359.9
Other Dairy Products .. .. .	126.3	145.3	154.9	201.2	256.3
Other Animal Products .. .. .	252.3	294.5	373.2	402.6	379.8
Forest Products .. .. .	267.1	288.2	320.6	501.2	587.7
Other Primary Products .. .. .	154.4	160.0	200.9	269.8	319.0
Manufactured Exports .. .. .	491.0	511.6	652.8	824.2	1,024.1
Miscellaneous .. .. .	20.8	28.6	30.5	42.9	56.8
<b>Total Exports .. .. .</b>	<b>3,330.4</b>	<b>3,418.7</b>	<b>4,103.5</b>	<b>5,144.8</b>	<b>6,186.5</b>
<b>Other Current Receipts .. .. .</b>	<b>698.5</b>	<b>752.3</b>	<b>836.2</b>	<b>1,036.1</b>	<b>1,311.2</b>
<b>Total Current Receipts .. .. .</b>	<b>4,028.9</b>	<b>4,171.0</b>	<b>4,939.7</b>	<b>6,180.9</b>	<b>7,497.7</b>
<b>Capital Receipts:</b>					
Government Borrowing .. .. .	457.3	761.7	760.0	441.7	1,030.0
Other Official Receipts .. .. .	75.3	55.5	96.4	252.5	223.6
Private .. .. .	383.6	509.8	236.1	482.2	516.2
<b>Total Capital Receipts .. .. .</b>	<b>916.2</b>	<b>1,327.0</b>	<b>1,092.5</b>	<b>1,176.4</b>	<b>1,769.9</b>
<b>I.M.F.:</b>					
Drawings .. .. .	59.7	—	—	—	—
Allocation of SDRs .. .. .	—	—	29.4	32.4	31.2
<b>TOTAL RECEIPTS .. .. .</b>	<b>5,004.8</b>	<b>5,498.0</b>	<b>6,061.6</b>	<b>7,389.8</b>	<b>9,298.8</b>
<b>PAYMENTS:</b>					
<b>Imports:</b>					
Government .. .. .	158.2	172.9	193.0	199.6	211.0
Private .. .. .	2,988.4	2,823.6	3,203.5	4,190.1	5,099.0
<b>Total Imports .. .. .</b>	<b>3,146.7</b>	<b>2,996.5</b>	<b>3,396.5</b>	<b>4,389.7</b>	<b>5,310.0</b>
<b>Other Current Payments:</b>					
Government .. .. .	277.7	339.9	439.6	523.8	560.6
Private .. .. .	1,135.0	1,323.6	1,557.0	1,799.4	2,351.6
<b>Total Other Current Payments .. .. .</b>	<b>1,412.7</b>	<b>1,663.5</b>	<b>1,996.6</b>	<b>2,323.2</b>	<b>2,912.2</b>
<b>Total Current Payments .. .. .</b>	<b>4,559.4</b>	<b>4,660.0</b>	<b>5,393.0</b>	<b>6,712.9</b>	<b>8,222.2</b>
<b>Capital Payments:</b>					
Government Debt Repayments .. .. .	264.5	394.4	200.9	449.7	163.2
Other Official Payments .. .. .	—	—	94.9	99.3	243.8
Private .. .. .	171.1	227.3	383.7	364.6	415.7
<b>Total Capital Payments .. .. .</b>	<b>435.7</b>	<b>621.8</b>	<b>679.5</b>	<b>913.6</b>	<b>822.7</b>
<b>I.M.F. Repurchases .. .. .</b>	<b>—</b>	<b>14.6</b>	<b>67.2</b>	<b>160.1</b>	<b>168.1</b>
<b>TOTAL PAYMENTS .. .. .</b>	<b>4,995.0</b>	<b>5,296.4</b>	<b>6,139.7</b>	<b>7,786.7</b>	<b>9,213.0</b>
Balance on Trade Transactions .. .. .	+ 183.7	+ 422.2	+ 707.1	+ 755.1	+ 876.5
Balance on Invisible Transactions .. .. .	- 714.2	- 911.1	- 1,160.4	- 1,287.1	- 1,601.1
Current Account Balance .. .. .	- 530.5	- 488.9	- 453.3	- 532.0	- 724.5
Official Capital Account Balance .. .. .	+ 268.1	+ 422.8	+ 560.6	+ 145.3	+ 846.6
Private Capital Account Balance .. .. .	+ 212.5	+ 282.5	- 147.6	+ 117.5	+ 100.5
I.M.F. Transactions (including SDRs) .. .. .	+ 59.7	- 14.6	- 37.8	- 127.7	- 136.8
<b>Change in Official Overseas Reserves .. .. .</b>	<b>+ 166.0</b>	<b>+ 196.9</b>	<b>- 2.6</b>	<b>- 206.0</b>	<b>+ 10.9</b>
<b>Official Overseas Reserves at End of Period .. .. .</b>	<b>737.8</b>	<b>934.7</b>	<b>932.2</b>	<b>726.2</b>	<b>722.5</b>

**Table 14**  
**NEW ZEALAND'S OVERSEAS EXCHANGE TRANSACTIONS**  
**Receipts from Export — Monthly — Year Ended June 1981**

(NZ\$ thousands)	July	Aug	Sept	Oct	Nov	Dec.	Jan	Feb.	Mar	April	May	June	Total
<b>Meat</b>	159,981	114,579	159,773	102,520	105,039	103,259	84,305	128,399	151,280	141,779	189,141	220,707	1,660,762
<b>Wool</b> .. ..	82,547	49,602	65,862	66,997	86,129	76,174	85,457	88,058	126,460	89,439	91,230	76,543	984,500
<b>Dairy Products:</b>													
Butter . . . .	22,487	34,386	22,614	26,670	28,481	41,573	52,478	45,739	21,932	49,114	38,975	46,684	431,133
Casem .. .. .	6,082	7,569	8,594	2,453	3,911	13,851	13,201	11,692	20,524	6,688	18,857	12,267	125,686
Cheese .. . .	11,963	6,296	6,623	6,715	6,798	9,002	13,296	15,178	13,392	12,329	11,804	13,088	126,485
Milk Powders ..	28,489	21,016	22,150	24,119	35,638	44,402	32,344	14,643	31,393	23,719	42,603	39,370	359,885
Other Milk Products	11,657	9,050	10,998	14,696	7,158	9,958	9,303	10,767	18,475	8,587	11,592	8,385	130,624
<b>Total</b> . . . .	<b>80,678</b>	<b>78,317</b>	<b>70,979</b>	<b>74,653</b>	<b>81,986</b>	<b>118,786</b>	<b>120,622</b>	<b>98,019</b>	<b>105,716</b>	<b>100,437</b>	<b>123,831</b>	<b>119,794</b>	<b>1,173,814</b>
<b>Other Animal Products:</b>													
Hides & Skins ..	6,947	6,593	9,444	7,694	8,223	7,161	5,941	4,966	7,905	8,412	7,792	8,043	89,120
Meat By-products (Inedible) .	2,581	2,376	3,800	2,702	3,699	2,839	1,602	2,710	4,221	3,075	3,532	3,181	36,319
Sausage Casings ..	4,677	3,213	5,175	3,859	6,942	1,202	1,763	1,530	3,615	6,565	5,288	4,757	48,587
Sheepskins & Pelts	12,902	8,437	12,353	10,182	7,531	4,711	5,238	7,645	11,827	8,851	12,893	12,429	115,000
Tallow .. . . .	3,776	4,202	4,996	1,595	6,140	1,695	5,761	8,825	3,327	9,061	6,876	2,892	59,145
Livestock .. . .	2,733	1,300	1,564	2,638	1,077	2,637	2,090	3,649	5,181	2,026	2,806	3,963	31,665
<b>Total</b> .. . .	<b>33,617</b>	<b>26,120</b>	<b>37,332</b>	<b>28,671</b>	<b>33,613</b>	<b>20,245</b>	<b>22,394</b>	<b>29,324</b>	<b>36,076</b>	<b>37,991</b>	<b>39,186</b>	<b>35,266</b>	<b>379,836</b>
<b>Forest Products:</b>													
Timber & Logs	23,586	16,578	12,499	16,457	13,607	10,881	10,714	12,485	15,009	11,898	20,310	19,566	183,589
Wood Pulp & Chips	22,623	9,106	18,038	14,937	13,989	16,497	9,256	19,731	11,486	16,202	10,138	12,350	174,350
Newsprint .. . .	12,129	5,755	13,314	7,865	10,759	9,061	8,526	11,416	10,725	7,098	15,728	11,711	124,086
Paperboard . . .	4,768	4,262	4,201	5,512	6,172	4,850	1,876	1,801	1,528	1,995	1,108	2,737	40,810
Other Forest Prod. . .	5,090	6,043	4,685	4,462	5,441	5,167	4,332	4,362	7,464	5,633	6,608	5,553	64,839
<b>Total</b> .. . .	<b>68,196</b>	<b>41,743</b>	<b>52,739</b>	<b>49,233</b>	<b>49,968</b>	<b>46,456</b>	<b>34,704</b>	<b>49,794</b>	<b>46,211</b>	<b>42,824</b>	<b>53,893</b>	<b>51,915</b>	<b>587,675</b>
<b>Other Primary Products:</b>													
Fish (incl. Fish Oils)	8,234	7,669	10,618	11,338	12,303	11,138	9,284	12,765	13,539	12,031	5,966	11,203	126,086
Fresh Fruit, Honey & Vegetables	25,708	11,079	9,365	9,549	8,711	4,785	2,854	12,102	11,232	11,560	6,428	16,776	130,150
Seeds and Other Primary Products	7,195	5,778	7,345	3,369	3,550	6,229	3,423	2,039	7,159	3,499	5,621	7,581	62,790
<b>Total</b> .. . .	<b>41,137</b>	<b>24,525</b>	<b>27,328</b>	<b>24,257</b>	<b>24,563</b>	<b>22,152</b>	<b>15,561</b>	<b>26,905</b>	<b>31,930</b>	<b>27,091</b>	<b>18,015</b>	<b>35,560</b>	<b>319,026</b>
<b>Manufactured Goods:</b>													
Processed Foodstuffs (net)	7,709	7,753	7,259	7,696	9,674	8,006	4,913	6,517	7,940	7,191	8,350	6,183	89,193
Machinery and Electrical Equipment	17,282	15,134	16,937	14,325	11,687	13,726	11,940	12,508	15,062	17,731	15,838	14,849	177,020
Carpets and Other Textiles	11,545	6,376	11,898	10,498	10,522	5,660	8,925	7,923	8,168	9,271	10,795	10,614	112,196
Base Metals & Manufactures of Metals	29,440	26,697	35,198	28,438	17,750	33,319	22,986	25,833	24,883	10,286	14,213	10,578	279,620
Other Manufactured Goods	29,866	30,155	27,012	28,390	24,970	31,110	25,264	24,939	30,635	28,015	55,310	30,365	366,030
<b>Total</b> .. . .	<b>95,843</b>	<b>86,116</b>	<b>98,304</b>	<b>89,347</b>	<b>74,603</b>	<b>91,821</b>	<b>74,028</b>	<b>77,720</b>	<b>86,688</b>	<b>72,494</b>	<b>104,507</b>	<b>72,589</b>	<b>1,024,059</b>
<b>Miscellaneous:</b>													
Minerals .. . .	1,318	6,534	3,484	3,463	4,551	3,909	53	2,525	429	1,672	1,165	11,469	40,570
Sundry (including Gold)	1,325	1,435	1,449	1,380	1,713	898	757	722	978	2,185	1,707	1,709	16,257
<b>Total</b> .. . .	<b>2,642</b>	<b>7,969</b>	<b>4,932</b>	<b>4,843</b>	<b>6,263</b>	<b>4,806</b>	<b>810</b>	<b>3,247</b>	<b>1,408</b>	<b>3,856</b>	<b>2,872</b>	<b>13,177</b>	<b>56,826</b>
<b>TOTAL EXPORT RECEIPTS</b>	<b>564,640</b>	<b>428,970</b>	<b>517,250</b>	<b>440,520</b>	<b>462,166</b>	<b>483,699</b>	<b>437,882</b>	<b>501,466</b>	<b>585,769</b>	<b>515,910</b>	<b>622,676</b>	<b>625,550</b>	<b>6,186,498</b>

**Table 15**  
**NEW ZEALAND'S OVERSEAS EXCHANGE TRANSACTIONS**  
**Receipts from Exports, Year Ended June 1981**

(NZ\$ thousands)	United Kingdom	Australia	U.S.A.	Canada	Japan	E.E.C. (excl. U.K.)	Other OECD	Asia-Oceania	Latin America-Caribbean	Others	Total
<b>Meat</b> ..	427,870	11,028	425,449	106,613	100,102	57,932	28,659	95,892	22,948	384,270	1,660,762
<b>Wool</b> ..	106,262	35,110	46,164	7,118	76,951	269,490	49,129	161,471	1,211	231,594	984,500
<b>Dairy Products:</b>											
Butter ..	314,688	3,958	14,650	34	187	783	19	30,867	5,937	60,010	431,133
Casein ..	1,433	143	53,700	913	46,065	10,444	1,912	5,104	5,000	971	125,686
Cheese ..	20,401	9,768	14,796	1,043	37,028	13,947	767	6,913	12,160	9,661	126,485
Milk Powders ..	2,450	1,675	39,536	644	20,128	3,923	15	183,395	78,560	29,558	359,885
Other Milk Products ..	2,554	10,755	14,582	59	17,388	430	—	58,933	18,053	7,870	130,625
<b>Sub Total</b> ..	<b>341,526</b>	<b>26,299</b>	<b>137,265</b>	<b>2,694</b>	<b>120,797</b>	<b>29,526</b>	<b>2,713</b>	<b>285,212</b>	<b>119,711</b>	<b>108,071</b>	<b>1,173,814</b>
<b>Other Animal Products:</b>											
Hides & Skins	5,194	2,342	4,672	68	20,856	31,657	4,410	17,566	661	1,693	89,120
Meat By-products (Inedible)	10,746	2,147	627	5	13,413	253	529	8,541	118	60*	36,319
Sausage Casings	3,484	1,074	19,268	11,797	3,155	6,014	1,301	1,379	—	1,115	48,587
Sheepskins & Pelts	28,531	3,186	18,189	944	5,534	43,020	8,612	5,410	907	668	115,000
Tallow	525	198	122	—	221	1,550	665	50,036	—	5,829	59,145
Livestock	89	16,245	5,783	321	569	11	54	6,212	739	1,644	31,665
<b>Sub Total</b> ..	<b>48,570</b>	<b>25,192</b>	<b>48,660</b>	<b>13,134</b>	<b>43,748</b>	<b>82,505</b>	<b>15,572</b>	<b>89,142</b>	<b>2,424</b>	<b>10,888</b>	<b>379,836</b>
<b>Forest Products:</b>											
Timber & Logs ..	334	64,893	3,409	29	87,016	458	—	22,553	134	4,793	183,589
Wood Pulp & Chips ..	392	71,293	393	—	64,234	—	—	38,172	2	62	174,350
Newsprint ..	—	71,034	4	—	205	—	—	50,917	—	1,927	124,086
Paperboard ..	6*	14,575	1,225	1	842	249	—	17,686	831	5,406	40,810
Other Forest Products	1,676	24,436	2,280	65	6,914	661	66	27,006	621	1,114	64,839
<b>Sub Total</b> ..	<b>2,396</b>	<b>246,232</b>	<b>7,311</b>	<b>96</b>	<b>159,210</b>	<b>1,168</b>	<b>37</b>	<b>156,334</b>	<b>1,588</b>	<b>13,303</b>	<b>587,675</b>
<b>Other Primary Products:</b>											
Fresh Fish	1,148	33,504	28,825	800	34,547	6,553	762	14,039	142	5,765	126,086
Fresh Fruit, Vegetables and Honey	27,252	6,556	7,851	1,182	42,033	27,037	4,202	10,868	1,375	1,793	130,149
Seeds and other Primary Products	6,792	5,097	3,948	288	8,214	7,418	747	15,123	4,172	10,990	62,790
<b>Sub Total</b> ..	<b>35,192</b>	<b>45,157</b>	<b>40,625</b>	<b>2,270</b>	<b>84,794</b>	<b>41,009</b>	<b>5,711</b>	<b>40,031</b>	<b>5,690</b>	<b>18,548</b>	<b>319,026</b>
<b>Manufactured Exports:</b>											
Processed Foodstuffs	752	27,036	4,839	511	15,730	4,465	656	29,539	55	5,609	89,193
Machinery & Electrical Equipment	8,569	90,463	12,404	1,695	3,789	6,324	1,390	40,216	2,516	9,654	177,020
Carpets & Other Textiles	861	77,136	5,368	3,390	1,423	603	110	19,914	27	3,364	112,196
Base Metals & Manufactures of Metals	1,382	43,735	16,801	1,353	105,468	1,659	1,233	96,151	3,744	8,094	279,620
Other Manufactured Goods	13,750	176,945	58,085	3,460	4,397	6,617	3,692	92,181	1,981	4,922	366,030
<b>Sub Total</b> ..	<b>25,314</b>	<b>415,315</b>	<b>97,496</b>	<b>10,408</b>	<b>130,808</b>	<b>19,667</b>	<b>7,082</b>	<b>278,002</b>	<b>8,323</b>	<b>31,643</b>	<b>1,024,059</b>
<b>Miscellaneous:</b>											
Minerals ..	13	1,218	2,331	1	35,151	127	7	1,681	—	41	40,570
Sundry (including Gold)	1,741	7,978	2,182	89	3,502	233	5	500	2	25	16,256
<b>Sub Total</b> ..	<b>1,754</b>	<b>9,196</b>	<b>4,513</b>	<b>90</b>	<b>38,653</b>	<b>361</b>	<b>11</b>	<b>2,181</b>	<b>2</b>	<b>66</b>	<b>56,826</b>
<b>TOTAL EXPORT RECEIPTS</b>	<b>988,883</b>	<b>813,529</b>	<b>807,483</b>	<b>142,422</b>	<b>755,064</b>	<b>501,659</b>	<b>108,913</b>	<b>1,108,265</b>	<b>161,898</b>	<b>798,383</b>	<b>6,186,498</b>

\* Negative amount arises from adjustment to statistics from previous period

**Table 16**  
**NEW ZEALAND'S OVERSEAS EXCHANGE TRANSACTIONS**  
**Receipts, Year Ended June, 1981**

(NZ\$ thousands)	United Kingdom	Australia	U.S.A.	Canada	Japan	E.E.C. (excl. U.K.)	Other OECD	Asia-Oceania	Latin America-Caribbean	Others	Total
<b>CURRENT ITEMS:</b>											
<b>Export Receipts:</b>											
Meat .. .. .	427,870	11,028	425,449	106,613	100,102	57,932	28,659	95,892	22,948	384,270	1,660,762
Wool .. .. .	106,262	35,110	46,164	7,118	76,951	269,490	49,129	161,471	1,211	231,594	984,500
Butter .. .. .	314,688	3,958	14,650	34	187	783	19	30,867	5,937	60,010	431,133
Cheese .. .. .	20,401	9,768	14,796	1,043	37,028	13,947	767	6,913	12,160	9,661	126,485
Milk Powders .. .. .	2,450	1,675	39,536	644	20,128	3,923	15	183,395	78,560	29,558	359,885
Other Dairy Products .. .. .	3,987	10,898	68,282	973	63,453	10,873	1,912	64,037	23,054	8,842	256,311
Other Animal Products .. .. .	48,570	25,192	48,660	13,134	43,748	82,505	15,572	89,142	2,424	10,888	379,836
Forest Products .. .. .	2,396	246,232	7,311	96	159,210	1,168	37	156,334	1,588	13,303	587,675
Other Primary Products .. .. .	35,192	45,157	40,625	2,270	84,794	41,009	5,711	40,031	5,690	18,548	319,026
Manufactured Goods .. .. .	25,314	415,315	97,496	10,408	130,808	19,667	7,082	278,002	8,323	31,643	1,024,059
Miscellaneous .. .. .	1,754	9,196	4,513	90	38,653	361	11	2,181	2	66	56,826
<b>Total Exports</b> .. .. .	<b>988,883</b>	<b>813,529</b>	<b>807,483</b>	<b>142,422</b>	<b>755,064</b>	<b>501,659</b>	<b>108,913</b>	<b>1,108,265</b>	<b>161,898</b>	<b>798,383</b>	<b>6,186,498</b>
<b>Cook Islands Export Receipts</b> .. .. .											
.. .. .	142	87	275	9	15	38	3	9*	—	1	560
<b>Transport</b> .. .. .	207,411	63,878	75,964	9,395	15,143	12,479	2,516	11,165	90	3,197	401,238
<b>Insurance:</b>											
Premiums .. .. .	5,153	2,862	263	125	193	1,294	118	909	13	182	11,112
Claims .. .. .	7,856	1,305	4,747	79	382	182	107	348	388	2,744	18,138
Other Transfers .. .. .	3,466	1,430	3,858	338	14	645	14	391	23	89	10,269
<b>Travel (excluding Fares)</b>											
Private and Business Travel .. .. .	36,653	128,502	65,827	4,881	5,441	5,183	1,651	11,456	211	937	260,742
<b>International Investment Income:</b>											
Interest and Dividends .. .. .	15,132	6,996	4,532	268	3,056	1,769	6,089	7,285	1,023	687	46,836
Other Investment Income .. .. .	2,257	8,046	3,699	547	1,044	760	187	6,001	116	1,123	23,779
<b>Government Transactions:</b>											
Foreign Government Expenditure (n.e.i.) .. .. .	1,194	9,373	4,321	1,026	799	658	207	5,518	247	1,626	24,969
New Zealand Government Receipts (n.e.i.) .. .. .	12,977	2,486	8,975	306	7,785	1,985	36	1,116	—	1,231	36,898
<b>Miscellaneous Current Transactions:</b>											
Commission and Royalties .. .. .	5,944	8,455	7,605	542	7,435	2,753	1,346	5,522	202	255	40,060
New Zealand Expenses of Overseas Firms .. .. .	5,163	18,627	19,504	1,795	5,451	2,463	844	7,187	511	214	61,760
Personal Receipts .. .. .	84,680	53,648	26,748	5,010	1,377	15,500	3,824	19,906	412	2,882	213,988
Legacies .. .. .	14,762	7,710	1,063	582	31	1,464	687	1,541	—	256	28,095
Immigrants' Transfers .. .. .	34,105	14,176	3,894	1,943	153	8,600	1,735	2,802	137	557	68,103
Other Current Transactions .. .. .	11,416	22,875	16,769	821	2,094	2,570	823	6,164	38	1,056	64,626
<b>Total Current Invisible Receipts</b> .. .. .	<b>448,310</b>	<b>350,455</b>	<b>248,044</b>	<b>27,668</b>	<b>50,414</b>	<b>58,343</b>	<b>20,188</b>	<b>87,302</b>	<b>3,411</b>	<b>17,038</b>	<b>1,311,173</b>
<b>Total Current Receipts</b> .. .. .	<b>1,437,193</b>	<b>1,163,983</b>	<b>1,055,528</b>	<b>170,090</b>	<b>805,478</b>	<b>560,002</b>	<b>129,100</b>	<b>1,195,567</b>	<b>165,308</b>	<b>815,421</b>	<b>7,497,672</b>
<b>CAPITAL ITEMS:</b>											
<b>Private Capital Receipts:</b>											
Reducing Assets .. .. .	39,146	56,617	16,672	18,017	933	9,076	3,552	21,757	336	1,644	167,751
Increasing Liabilities .. .. .	43,050	50,909	156,915	14,884	9,526	4,278	12,358	55,423	1,075	34	348,453
<b>Official Capital Receipts:</b>											
Government Borrowing .. .. .	391,830	—	3,833	2,274	99,651	141,604	176,702	214,150	—	—	1,030,044
Other Official Receipts .. .. .	—	—	—	—	—	—	50,397	34,033	1,446	137,773	223,649
<b>Total Capital Receipts</b> .. .. .	<b>474,026</b>	<b>107,527</b>	<b>177,420</b>	<b>35,175</b>	<b>110,110</b>	<b>154,957</b>	<b>243,010</b>	<b>325,363</b>	<b>2,856</b>	<b>139,452</b>	<b>1,769,897</b>
<b>I.M.F. Transactions:</b>											
Drawings .. .. .	—	—	—	—	—	—	—	—	—	—	—
Allocation of SDRs .. .. .	—	—	—	—	—	—	—	—	—	31,227	31,227
<b>TOTAL RECEIPTS</b> .. .. .	<b>1,911,219</b>	<b>1,271,510</b>	<b>1,232,948</b>	<b>205,265</b>	<b>915,589</b>	<b>714,959</b>	<b>372,110</b>	<b>1,520,931</b>	<b>168,164</b>	<b>986,100</b>	<b>9,298,796</b>

\* Negative amount arises from adjustment to statistics for previous period

**Table 17**  
**NEW ZEALAND'S OVERSEAS EXCHANGE TRANSACTIONS**  
**Payments, Year Ended June 1981**

(NZ\$ thousands)	United Kingdom	Australia	U.S.A.	Canada	Japan	E.E.C. (excl. U.K.)	Other OECD	Asia-Oceania	Latin America-Caribbean	Others	Total
<b>CURRENT ITEMS:</b>											
<b>Import Payments:</b>											
Private	808,195	997,028	1,809,549	82,072	625,626	252,262	91,580	383,457	21,113	28,123	5,099,005
Government	68,846	36,773	56,906	13,013	34,002	—	—	1,412	—	—	210,953
<b>Total Import Payments<sup>1</sup></b>	<b>877,041</b>	<b>1,033,800</b>	<b>1,866,456</b>	<b>95,085</b>	<b>659,629</b>	<b>252,262</b>	<b>91,580</b>	<b>384,869</b>	<b>21,113</b>	<b>28,123</b>	<b>5,309,958</b>
<b>Cook Island Import Payments</b>											
Transport	348,452	81,211	189,005	1,044	39,697	81,581	15,050	44,303	230	2,411	802,984
<b>Insurance:</b>											
Premiums	26,841	3,481	3,512	54	28	24	136	107	1,378	56	35,617
Claims	1,214	2,117	451	144	51	212	36	529	11	34	4,800
Other Transfers	2,847	15,248	67	1,189	1	26	2	33	1,472	5	20,890
<b>Travel (excl. fares):</b>											
Private & Business Travel	77,907	283,911	107,936	6,396	5,074	12,730	6,723	60,007	1,275	3,869	565,827
<b>International Investment Income:</b>											
Private	39,683	50,670	128,235	4,455	5,966	8,105	19,072	4,376	60	470	261,092
Government Interest	39,823	2,464	45,874	3,530	34,521	77,252	66,431	10,886	91	68,706	349,577
Local Body Interest	—	4	—	—	—	—	—	—	—	—	4
<b>Government:</b>											
Government Expenditure Overseas (n.e.i.)	71,344	14,618	22,278	2,023	11,913	8,331	4,616	61,953	787	3,082	200,946
<b>Miscellaneous Current Transactions:</b>											
Commissions & Royalties	10,303	12,363	24,618	431	4,909	7,045	3,541	5,078	2,027	1,914	72,230
Rebates and Primagas	742	878	1,699	176	1,305	1,351	340	765	90	1,002	8,348
Overseas Expenses of N.Z. Firms	59,795	74,956	80,618	4,560	9,641	13,547	7,932	21,997	2,193	1,932	277,169
Personal Remittances	8,656	14,186	3,006	825	169	1,257	618	10,710	159	552	40,137
Film Hire and Entertainments	466	2,647	3,759	85	3	752	2	65	—	7	7,786
Religious & Charitable	1,555	1,840	1,908	48	251	235	338	4,306	240	9,315	20,036
Legacies	9,067	10,541	1,770	1,035	1	973	502	196	42	316	24,444
Emigrants' Transfers	11,473	105,140	4,838	3,156	109	1,529	511	1,587	48	604	128,994
Transfers by Temporary Residents Leaving N.Z.	1,688	3,480	1,564	525	50	526	318	1,050	27	142	9,371
Other Current Transactions	6,211	27,726	33,577	634	3,065	960	460	7,722	113	1,510	81,977
<b>Total Current Invisible Payments</b>	<b>718,066</b>	<b>707,480</b>	<b>654,715</b>	<b>30,313</b>	<b>116,753</b>	<b>216,437</b>	<b>126,626</b>	<b>235,671</b>	<b>10,241</b>	<b>95,926</b>	<b>2,912,228</b>
<b>Total Current Payments</b>	<b>85,920</b>	<b>114,467</b>	<b>250,162</b>	<b>15,737</b>	<b>24,805</b>	<b>30,382</b>	<b>169,594</b>	<b>26,548</b>	<b>115</b>	<b>105,001</b>	<b>822,731</b>
<b>CAPITAL ITEMS:</b>											
<b>Private Capital Remittances:</b>											
Increasing Assets	3,294	9,465	2,115	295	10	291	6	8,403	28	117	24,024
Reducing Liabilities	64,502	100,114	172,628	3,631	9,447	8,703	14,641	17,068	87	836	391,657
<b>Official Capital Remittances:</b>											
Government Debt Repayments	18,124	4,888	74,640	11,811	15,348	21,388	8,510	136	—	8,389	163,234
Other Official Repayments	—	—	779	—	—	—	146,437	942	—	95,658	243,816
Local Body Debt Repayments	—	—	—	—	—	—	—	—	—	—	—
<b>Total Capital Payments</b>	<b>85,920</b>	<b>114,467</b>	<b>250,162</b>	<b>15,737</b>	<b>24,805</b>	<b>30,382</b>	<b>169,594</b>	<b>26,548</b>	<b>115</b>	<b>105,001</b>	<b>822,731</b>
I.M.F. Repurchases	—	—	—	—	—	—	—	—	—	168,075	168,075
<b>Total I.M.F. Transactions</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>168,075</b>	<b>168,075</b>
<b>TOTAL PAYMENTS</b>	<b>1,681,027</b>	<b>1,855,748</b>	<b>2,771,332</b>	<b>141,135</b>	<b>801,187</b>	<b>499,082</b>	<b>387,800</b>	<b>647,088</b>	<b>31,468</b>	<b>397,125</b>	<b>9,212,992</b>

<sup>1</sup> Import payments are shown on a settlement basis — i.e., according to country to which payments are made

**Table 18**  
**NEW ZEALAND'S OVERSEAS EXCHANGE TRANSACTIONS**  
**Balances with Countries, Year Ended June 1981**

<i>(NZ\$ thousands)</i>						<i>(NZ\$ thousands)</i>					
	<i>Exports</i>	<i>Imports<sup>1</sup></i>	<i>Current Account Balance</i>	<i>Capital Account Balance</i>		<i>Exports</i>	<i>Imports<sup>1</sup></i>	<i>Current Account Balance</i>	<i>Capital Account Balance</i>		
<b>United Kingdom</b> .. ..	988,883	776,584	- 57,458	+ 388,106	<b>Asia-Oceania:</b>						
<b>Australia</b> . . . . .	813,529	1,112,941	- 656,437	- 6,940	India . . . . .	28,728	19,876	+ 4,042	- 156		
<b>United States of America</b>	807,483	918,305	- 517,492	- 72,742	Pakistan .. . . .	19,901	2,378	+ 17,188	-		
<b>Canada</b> . . . . .	142,422	107,259	+ 32,518	+ 19,438	Indonesia .. . . .	95,471	157,708	- 61,463	- 104		
<b>Japan</b> .. . . .	755,064	764,763	- 76,038	+ 85,305	Malaysia .. . . .	85,426	15,982	+ 70,507	+ 406		
<b>E.E.C. Countries</b>					Philippines .. . . .	76,640	2,894	+ 70,700	- 177		
<b>(excluding U.K.):</b>					Singapore .. . . .	100,912	275,004	- 227,567	+ 218,138		
Belgium (inc. EEC orgs) ..	47,319	15,806	+ 18,703	+ 67	Thailand . . . . .	39,257	4,631	+ 33,268	- 2		
Denmark . . . . .	5,354	17,455	- 13,449	+ 123	China .. . . .	181,996	28,609	+ 152,605	-		
Eire . . . . .	9,410	4,672	+ 4,177	+ 721	Hong Kong .. . . .	111,141	87,466	- 14,300	+ 76,106		
France .. . . .	104,086	31,700	+ 67,313	- 1,740	South Korea .. . . .	69,475	19,736	+ 41,822	+ 44		
West Germany .. . . .	147,057	126,909	- 53,511	+ 120,453	Taiwan .. . . .	61,235	31,202	+ 28,956	+ 3		
Italy .. . . .	95,804	39,944	+ 53,629	- 508	Other Asian Countries	8,478	10,549	- 2,706	+ 68		
Luxembourg . . . . .	37	398	- 674	- 63	Fiji .. . . .	81,117	33,094	+ 21,929	- 561		
Netherlands .. . . .	92,591	38,568	- 8,074	+ 5,521	Western Samoa .. . . .	16,766	4,141	+ 3,471	+ 136		
<b>Sub-Total</b> .. . . .	<b>501,659</b>	<b>275,452</b>	<b>+ 68,113</b>	<b>+ 124,575</b>	Papua New Guinea . . . . .	56,415	4,772	+ 50,908	+ 3,373		
<b>Other O.E.C.D. Countries:</b>					Other Pacific Islands	75,307	45,644	+ 26,850	+ 1,539		
Greece .. . . .	61,041	1,522	+ 54,887	- 73	<b>Sub-Total</b> .. . . .	<b>1,108,265</b>	<b>743,686</b>	<b>+ 216,210</b>	<b>+ 298,815</b>		
Spain .. . . .	16,330	10,183	+ 5,640	+ 28	<b>Latin America-Caribbean:</b>						
Sweden .. . . .	6,400	29,542	- 39,714	- 1,288	.. . . .	161,898	29,679	+ 125,388	+ 2,741		
Switzerland (inc B.I.S.) ..	10,914	33,577	- 99,931	+ 74,607	<b>Other Countries:</b>						
Other OECD Countries	14,227	15,234	- 8,463	+ 143	U.S.S.R. .. . . .	168,549	4,008	+ 168,485	-		
<b>Sub-Total</b> .. . . .	<b>108,912</b>	<b>90,058</b>	<b>- 87,581</b>	<b>+ 73,417</b>	Other Eastern Europe (n.e.i.)	59,058	12,022	+ 46,135	- 88		
<b>Sub-Total All O.E.C.D. Members</b> ..	<b>4,117,952</b>	<b>4,045,362</b>	<b>- 1,294,375</b>	<b>+ 611,159</b>	Iran .. . . .	309,954	63	+ 308,509	- 52		
					Kuwait .. . . .	7,419	38,720	- 31,421	- 4		
					Saudi Arabia .. . . .	56,998	318,138	- 295,664	+ 42,624		
					Other Middle East Countries . . . . .	128,736	102,602	+ 23,544	- 303		
					South Africa .. . . .	19,773	9,801	+ 10,321	+ 556		
					Other African Countries . . . . .	39,313	5,834	+ 32,475	+ 106		
					Other Countries (n.e.i.) . . . . .	8,583	43	+ 8,331	- 1		
					International Organisations . . . . .	-	-	- 42,451	- 145,235		
					<b>Sub-Total</b> .. . . .	<b>798,383</b>	<b>491,231</b>	<b>+ 228,264</b>	<b>- 102,397</b>		
					<b>Grand Total</b> . . . . .	<b>6,186,498</b>	<b>5,309,958</b>	<b>- 724,513</b>	<b>+ 810,318</b>		

<sup>1</sup> Import payments are shown on a consignment basis — i.e., according to country from which goods are purchased. Refer to table 6 for statistics by country of settlement.