

EAST AFR. PROT.

5009

1 FEB 15

5009

1915

Jan 30th

Last previous Paper.

3445

Financial Position

In addition to the £150,000 lent to Gov of the Bank of England, their account with the S.A.P. is now overdrawn to the extent of £140,000. They estimate that by the end of February the Post. Govt will be indebted to them to the extent of about £250,000 in addition to the £150,000 loan from the Bank. It is to be noted that the Govt's overdraft should be met.

To Right Hon. G. Fiddes

at this rate the overdraft at 31 March to be	£ 360,000.
Add £150,000 loan from Bank	150,000
" local balances apparently absorbed (inc 48,990)	155,000
<u>Total</u>	<u>£ 665,000</u>

Excluding a possible overdraft on the bank at Nairobi.

Of this I have out on 2528 that we should get back from India funds at least £168,000

that local funds + deficiency of revenue from expenditure of any kind up to £497,000 of which at least £300,000 will be actual debt.

Possibly the situation is not quite as bad as this indicates, because a considerable part of the Post's balances must have been locked up in suspense accounts - Railway & P.P.S. and other stores and (b) about £15,000 will be temporarily kept to the Post's account when the loan advanced is made.

Copy to Treasury Coms 5 Feb 6

subsequent Paper

5573 S

As regards the question of immediate financing,  
this letter does not help us very much, as although  
we have to find £360,000 or thereabouts by 31st  
March it seems very unlikely that the  
military refund will be as small as £160,000,  
judging by the rate at which the overdraft is  
increasing. But even if the Treasury agree to  
our proposals on 3256 it seems unlikely that  
we can do with as little as the £82,000 which  
we mentioned in that letter.

? Copy to Treasury with ref. to letter on  
3256, & say that if they agree to our proposals  
we will try to find out more exactly what  
sum we shall have to borrow but that this  
letter would appear to indicate that more  
than £82,000 may be required.

And tel. to Gov: when we get their reply  
asking for views as to the amount necessary  
on the basis of the proposals.

[The Treasury saw our letter and corner -  
to Kennedy called me this morning if I saw  
me the Gov. I did not know much about the  
way. I could only give the evidence in favour  
of them - see on 3528.]

Wed. 22.15

H. J. R.

3/17/15

Fr. 3.2.15

at home

3256

We had better  
clear this up  
by the 1st.  
H. J. R.

H. J. R.  
E.H.

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[The Treasury saw our letter under cover -  
Mr. Keynes called me this morning & I saw  
also the Gov. I did not know much about the  
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of my view on 2528.]

Feb. 22. 15

H. J. R.

3/11/15

Mr. 3.2.15

at once

to 3256

We had  
clear this  
by the 1st  
for = ?  
H. J. R.  
24

207

143

ALL COMMUNICATIONS  
TO BE ADDRESSED TO THE  
CROWN AGENTS FOR THE COLONIES,  
THE ABOVE REFERENCE AND THE  
DATE OF THIS LETTER BEING QUOTED.

TELEGRAMS, "CROWN, LONDON."  
TELEPHONE 7750 VICTORIA (S. LINE).

WHITEHALL GARDENS,  
LONDON, S. W.

30th January 1915.

Sir,

Referring to your confidential letter of the 9th December, No. 47990/S, I have the honour to report, for the information of the Secretary of State, that, in addition to the sum of £150,000 lent to us by the Bank of England on account of the East Africa Protectorate, our account with the Protectorate is now overdrawn to the extent of £140,000.

2. The following bills amounting to £160,000 have been drawn upon us by the Treasurer of East Africa, of which £80,000 are included in the above overdraft, and the balance will be payable during the month of February:-

£40,000	dated	1st	December	1914	paid	7th	January
20,000	"	12th	"	"	"	13th	January
20,000	"	15th	"	"	"	13th	January
20,000	"	22nd	"	"	"		
20,000	"	31st	"	"	"		
20,000	"	13th	January				
20,000	"	27th	January				

3. We estimate, therefore, that by the end of February the Protectorate Government will be indebted

Under Secretary of State,  
&c., &c., &c.,

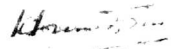
to

Colonial Office.

to us to the extent of about £250,000, in addition to the loan of £150,000 from the Bank of England, and we are glad to hear how it is proposed that this over-ran should be met, as it would appear from the report Governor's telegram to the Colonial Office of the 13th inst. No. 362, a copy of which was enclosed in your confidential letter of the 9th December No. 47990 S, that the local resources mentioned in our letter of the 21st inst. are in your reply of the 22nd of August No. 47990 S. We are gratified.

I have the honour to be,

Your most obedient servant,



Crown Agents

CA  
50095

ΣΑΡ

117

part sent  
12. 50pm  
per [unclear]

Cypher tal.

January  
February 4

Your tal. of Jan 3 15<sup>th</sup>

DRAFT.

Son. Nairobi

207 is May 31<sup>st</sup> correct

MINUTE.

Mr. Bostonley 3/2/15

Mr. Read 3

Mr.

Mr.

Sir G. Fiddes.

Sir H. Just.

Sir J. Anderson.

Lord Islington.

Mr. Harcourt.

or should it be March 31<sup>st</sup>

Kanout

CA  
5009 S

E.N.P.

5 February 1915

Sir,

In reference to the letter from this Dept of the 22<sup>nd</sup> of January I am directed by Mr. Secy. Harcourt to transmit to you, to be laid before the Lords Comrs of the Treasury, the accompanying copy of a letter which has been received from the CA. for the (the) the subject of the provisions of the

2. If these provisions are to be proposed, certain

DRAFT.

The Secretary to the Treasury

MINUTE.

- Mr. ~~Butcher~~ 3/4/15
- Mr. Read 3
- Mr.
- Mr.
- Sir G. Fiddes.
- Sir H. Just.
- Sir J. Anderson.
- Lord Islington.
- Mr. Harcourt.

CA. 30 Jan. (5009)

Read.

To Secy. Treasury  
and by post to the  
CA. letter of 22.1.15  
G.F.S.

2066

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W. H. H. will endeavor  
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than the info: now at his  
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what sums it will be  
necessary for the Protectorate  
to borrow, but the Crown  
Agents' letter, would  
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2

R



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8  
R