

1955

Kenya

38011

SUBJECT

C0533/454

Agriculture Advances Scheme

Credit facilities for Agriculture

Previous

23047/54

Subsequent

1936

Ag. Agricultural Advances

1. Gov. Deputy Wade Com/8 (H. Mail) ——— 10th January 35
Trans. report of the Land Agricultural Bank as agents for the administration of the Agricultural Advances Scheme, furnishes details thereon & requests when further tel. communication the records of the Executive Council is received, decision on records in para 20 of report may be conveyed by tel

2. Gov. Deputy 1019 Com/ ——— 21st Jan 35
Ref. Nos. states Executive Council endorse records in para 20 of the report.

DESTROYED UNDER STATUTE

mis
Tells about
has not
A

It is fortuitously possible to feel far greater confidence in the administration of the Agricultural Advances scheme now that Mr. Usher has replaced Mr. Rushton as Chairman.

The figures in para. 20 reveal as satisfactory a position as could be hoped for, and a good case is made out for continuing the scheme, or ——— diminishing scale, during 1935

We clearly can't oppose the reduction of the interest-rate from 8% to 6½% — view of the recent move by the commercial banks

Tel. approval of para. 20

B. Houston
21/1

Para 22-27... the... I am not convinced
that "keeping the price stable" is really a sound policy
with view to not only that, but also in change in character that
it is the policy to which change is committed and this is
no one in regard. We must let them go on and hope for
the best.

Reduction to 2 1/2% is clearly right, but if the
Crawley come down to 2% the Board may want to reduce
down what... if not I don't see object. If they don't then
all the sound concerns will get advances from the Crawley
& the best will be left with the 'banks'. That is
inevitable in any case.

Draft 227 herewith

J. L. ...
22.1.35

~~Handwritten signature~~

to C.S.
22.1.35

To J. L. ... 22.1.35

10 ...
These ... of the ...
Bank ... for the best ...
for the ... during
6.2.35

The ... account shows that during
1934, the net of 77 dollars paid off
this ... and the ... account
... (principal + interest) was
reduced by £ 57,600 to £ 115,800. At

this rate it will be 31 years before
the scheme is wound up!

Put by
S. ...
28/3

Some (£ 2,000) has been ...
The principal is down but the interest goes on piling up.
My view is that the scheme will never be wound up unless it is
all ...

~~Handwritten signature~~

F. ...
Some ... of the ...
...

DESTROYED UNDER STATUTE

The principle was ...
and ... the right ...
the form

G.S.
Handwritten signature
19/9

Handwritten notes
...
...

To ... (income) 4/6

23 SEP 1938

7 Govt. Report - No 153. Conf - 24/12/35
 The Report of the House of Representatives on
 a report of the Administrator of the Agricultural
 Advances Scheme, for the year 1935 & 1936.
 Further observations thereon requested, when
 his Hon. Commissioner the recommendation of
 the Executive Council is received, that decision
 on recommendations in paras 22-23 of report
 may be conveyed by tel.

The financial position of the Central
 Agricultural Advances Board at the 30th of
 November, 1935, was:-

Advances to Farmers:

Capital	294,228	
Interest outstanding	11,754	105,982

Farm Property taken over:

Capital	22,529	
Interest	753	3,282

Sundry Debtor		1
Cash at Bank	4,707	
	<u>£114,085</u>	

Two accounts have been repaid in full,
 two accounts have been written off as bad debts
 and one account has been taken over as "farm
 property". That is to say, the amount owing
 in respect of advances has been reduced by
 £9,058 during 1935 and the number of debtors
 reduced from 67 to 62.

It is proposed in 1936 -

(a) to make advances in 24 selected cases amounting to	£20,000
(b) to meet necessary cost of administration not exceeding	1,000
(c) to write off bad debts amounting to	6,100

It is felt that these proposals will
 not necessitate any call on the Colonial
 Treasury.

It will be seen that of the cases in which
 it is proposed to make re-advances six were
 formerly those where arrangements had been made with
 merchant houses to finance future operations on
 terms satisfactory to the Board. In these six
 cases the merchant houses have decided to discontinue
 finance. Unless, therefore, arrangements can be
 made for the particular farmers to carry on, the
 Board will be faced with a considerable loss. The
 Board's recommendation in these cases is provisional
 and depends on the evidence of the participants'
 inability to obtain finance elsewhere and on
 satisfactory reports on the farms. This type of
 account has been placed in a new category A.VI.
 Five other doubtful accounts have been transferred
 to this new category. The total re-advances
 recommended for category A.VI is £5,105.

The other re-advances recommended are:-

To cover farmers who may be
 expected to pay advances in full
 if conditions are continued £2,740.10.0.

Four doubtful cases where
 results have been disappointing
 which, however, show prospects of
 recovery in time, but where the
 farmer will certainly go under if
 not assisted further £1,107.5.0.

The cases which are
 covered by special consider-
 ation and where the commitment
 to the Board is large and where
 results depend on production
 being satisfactory £3,650.10.0.

The liquidation of the Agricultural

Advances Scheme appears to be an impossibility at present, and I think that the Board are doing their utmost to deal with it in the best interests of Government.

When we hear that the Executive Council have approved the Board's recommendations? we may telegraph approval of the recommendations in paragraphs 22 and 23 of the report.

C. H. Rossmith
1/1/36

Yes: it's not bright but it might have been worse. The Scheme must go or till it dies a natural death either by having the advances repaid or what seems more likely, 1 year - all written off.

On the whole I see no reason why we should not telegraph as per draft herewith which will prevent any hold or delay, & leave them free to do what they like.

S. S. Flood
1/1

I agree. I regard the principal value of this scheme now as a guide to the prospects of farming in Kenya. The true purpose it will be more interesting if we knew that sorts of farming the various beneficiaries were engaged in. I suggest that you might consider later asking for a history of the scheme on these lines:-

X. A. D. had a farm of a parcel. In 1926 he produced (average of bags of maize 3 bags of coffee or whatever is right). He got advances as follows: ... as follows. The ...

as follows.
It would be most useful to know whether the failures have principally occurred among the mixed farmers, or coffee farmers or sisal farmers, or whether it may be.

G. S. A. P. ...

Handwritten signature and scribbles.

2.1.36

8

100 to be done ... 20 January 1936

9

20th August - 16.27 17.1.36
... the recommendations para 22 & 23 of the report ...

1 Oct. ...
Approval of the recommendations ...
12/1/36

32% ...
... (with ... for ...)

Handwritten signature and scribbles.

10 To Kemp. 210 (9 around) on 31 MAR 1951

~~10~~

C.O.

3801/15 Kenya.

31 MAR 1936

6
10

Mr. Patten 21/3.

Mr. Clauson 21/3

Mr. Frost 23/3

Sir C. Patten

Sir G. Thomson

Sir C. Bannister

Sir J. Shackleton

Pres. F.S. of S.

Pres. F.S. of S.

Secretary of State

(9)
Your
Executive
Committee
has endorsed

Sir

I have the honor to acknowledge the receipt of your despatch No 21 of the 13th of Jan.

stating that the recommendations in paras. 22 & 23 of the Interim Report of the Land & Agricultural Board on the administrative part of the Agricultural Advances Scheme for the period 1st Jan. to 30th Nov. 1935, & to

express the approval of the proposals which was conveyed to you in my Ld. No. 5 of the 2nd of Jan.

C.O.
A 244AF
B 21

DRAFT.

Govt
Kenya
No 210

Amended

1936 file

2(3) - 1936 file

2. The scheme has now been in operation for over 8 years. I am advised that a summary of the experience of the scheme was offered a reliable indication of the relative progress of the various parts of farming carried out in Kenya.

3. Accordingly I am advised that I may be furnished with a summary of the scheme.

FURTHER ACTION

60

- Mr. C. Perkins
- Mr. C. Tamm
- Mr. C. Bellamy
- Mr. J. Stoddard
- Pres. U.S. of S.
- Prof. U.S. of S.
- Secretary of State

(of which 2
individual
that there
has been
a 60% over
100)

DRAFT.

3. The Report on the volume
contains a quantity of interest-
ing info on the progress of the
volume & for example, in Vol. 1
C of the 1933 Report, statements
regarding individual accounts
where the advances have
proved irrecoverable, but
I feel that if a history
of all the accounts could
be compiled & compared, it
might be possible to draw
from the unaccountable info
of great value regarding the sites which
make particular kinds of
fairly profitable or unpro-
fitable in various parts of
Kinya.

As I should ^{request} compare, I suggest
if you ^{would} cause ~~some~~
these districts to be compiled
in a standard form. Each
~~district~~ ^{one} might conveniently
begin with a brief account
of the location, acreage, &
circumstances of the farm on
the lines of the ~~or~~ statements
in the Appendix to the 1933
Report referred to above, &
might then trace the history
of the farm from year to year,
the advances made, the crops
raised, the amounts realized
from the sale, & the payments
effected.

I appreciate that good
deal of labor might be in-
volved in the compilation of

FURTHER ACTION

KENYA.

No. 21



GOVERNMENT HOUSE,
NAIROBI,
KENYA.

18 JANUARY, 1936.

RECEIVED
- 6 FEB 1936
C. O. REGY

Sir,

(8)

with reference to your telegram No. 5 of the 2nd January, 1936, regarding the interim report of the Land and Agricultural Bank of Kenya acting as agents for government in the administration of the Agricultural Advances Scheme for the period 1st January to 30th November, 1935, I have the honour to inform you that the report was considered by my Executive Council on the 4th January, 1936, and the recommendations contained in paragraphs 22 and 23 thereof were endorsed by Council.

Reported (8)

I have the honour to be,

Sir,

Your most obedient, humble servant,

W. G. H. G. G. G.
GOVERNOR

THE ATTORNEY GENERAL,
J. G. H. G. G. G., M.P.,
MEMBER OF COUNCIL FOR THE GOVERNMENT,
LONDON, E. C. 1.

C. O.

Mr.
Mr.
Mr.

Mr C. Parkison
Mr G. Tomlinson
Mr C. Bostwick
Mr J. Stuchburgh
Foreign U.S. of S.
Foreign U.S. of S.
Secretary of State

(of which I understand that there have been a little over 100)

DRAFT.

FURTHER ACTION

Annual
 3. The Report on the scheme contain a quantity of interesting info on ^{its} progress of the advance & for example in 1933. C of the 1933 Report, statements in ^{two cases} regarding individual accounts where the advances have proved irrecoverable, but I feel that if brief histories of all the accounts could be compiled & compared, it might be possible to draw from them valuable info of great value regarding the sites which make particular kinds of farms profitable or unprofitable in various parts of Kingd.

4. I should, therefore, ^{request} be glad if you ^{would} cause ~~that~~ these histories to be compiled in a standard form. Each ~~document~~ might conveniently begin with a brief account of the location, acreage, & circumstances of the farm on the lines of the statements in the Appendix to the 1933 Report referred to above, & might then trace the history of the farm from year to year, the advances made, the crops raised, the amounts realized from them, & the repayments effected.

5. I appreciate that a good deal of labour might be involved in the compilation of

Some when the Govt has just
consulted itself to a new scheme
of short term advances to farmers
in Kenya, it is, in my view, equally desirable
essential that use should be
made of any experience which
can be gained from the history
of previous schemes of this
kind & of the circumstances
in which they have succeeded or
failed. I realize that the measure
of drought and locusts as well as the
general world-wide depression, may render
every thing difficult to appraise for a correct appreciation
of the whole in each case, but, nevertheless,
I think the attempt ought to be made,
and the experience of past schemes will
certainly have a very definite value

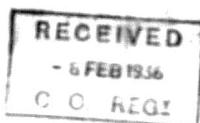
Wm. J. H. THOMAS

KENYA
NO 21



GOVERNMENT HOUSE,
NAIROBI,
KENYA

18 JANUARY, 1936.



sir,

with reference to our telegram no. 5 of the 2nd January, 1936, regarding the interim report of the Land and Agricultural Bank of Kenya acting as agents for Government in the administration of the Agricultural Advances Scheme for the period 1st January to 30th November, 1935. I have the honour to inform you that the report was considered by my Executive Council on the 4th January, 1936, and the recommendations contained in paragraphs 22 and 23 thereof were endorsed by Council.

I have the honour to be,

Yours,

Your most obedient, humble servant,

W. G. H. H. H. H. H.
SECRETARY

THE SECRETARY,
LAND AND AGRICULTURAL BANK,
NAIROBI.
AND
THE SECRETARY,
AGRICULTURAL ADVANCES SCHEME,
NAIROBI.

50

58011/55

87

Mr. Tolson

Mr. Clegg

Mr. Glavin

Mr. Ladd

Mr. Nichols

Mr. Rosen

Mr. Tracy

Mr. Egan

Mr. Gurnea

Mr. Harbo

Mr. Mohr

Mr. Pennington

Mr. Quinn

Mr. Nease

Miss Gandy

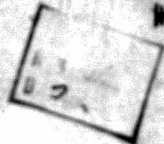
off 1/6

R297

Case 424

class 9

4/1/56



Sir C. Rutland 2-1-36 class

Sir J. Shackburgh

Pres. U.S. of S.

Party U.S. of S.

Secretary of State

Ms. You disp. 21 Dec. No 165 (in paper 26)

Confidential - ~~1944~~ appears proposed

regarding Agricultural Advances

of My as accepted by Executive Council

DRAFT

Governer

Handls

FURTHER ACTION.

AIR MAIL

KENYA

No. 106

CONFIDENTIAL



33014/36

GOVERNMENT HOUSE

NAIROBI

KENYA

NUMBER, 1935

RECEIVED
30 DEC 1935
C. O. REGY

10
7

Sir,

(3)

with reference to your telegram No. 16 of the 22nd January, 1935, I have the honour to forward a report of the Land and Agricultural Bank of Kenya, acting as Agents for government in the administration of the Agricultural Advances Scheme, for the period 1st January to 30th November, 1935.

2. The Treasurer, as Chairman of the Board, has submitted this interim report in advance of the usual Annual Report with a view to obtaining early approval of the recommendations made in paragraphs 22 and 23 thereof in order that continuity of farming operations may not be disturbed by delay in advising participants of the arrangements authorized for 1936.

Handwritten signature/initials

I am accordingly forwarding this report before it has been considered by my Executive Council in whom it will be submitted at the earliest opportunity, and I will communicate to you by telegram the advice then tendered to me in regard to the recommendations.

The present state of the Scheme is fully set forth in the report and it appears desirable to draw attention in this despatch to the following matters only.

3. It is satisfactory that the benefit derived from the appointment of the Land and Agricultural

taraf/...

THE RIGHT HONOURABLE,
J. S. THOMAS, F.C.S., M.P.,
SECRETARY OF STATE FOR THE COLONIES,
DOWNING STREET,
LONDON, S. W. 1.

Rural Bank as Agents for Government in the administration of the scheme still obtain in regard to simplification of procedure and in regard to actual economies.

4. I regret that it is necessary to seek your authority to write-off the sum of £6,159: 8: 92 on account of bad debts in two cases, but it will be observed from paragraph 10 of the report that during the period of eleven months the total amount owing to Government has been reduced by £9,647: 3: 06,

5. Re-advances to participants to the extent of £10,659: 15: 0 (plus £3,000 for unforeseen contingencies) are proposed as against last year's figure of £7,264: 20 (plus £3,000 for contingencies), but you will note from paragraphs 18 and 19 that £3,185 of the 1936 amount is recommended in connection with the new Class-A.VI.

6. I shall be glad if after the receipt of my telegram informing you of the result of the deliberations of Executive Council you will communicate your decision on the Board's recommendations in paragraphs 22 and 23 as early as possible by telegraph in view of the need for urgency indicated in the second paragraph of the report.

I have the honour to be,

Sir,

Your most obedient, humble servant,


BRIGADIER GENERAL
GOVERNOR

tural Bank as Agents for Government in the administration of the scheme still obtain in regard to simplification of procedure and in regard to actual economies.

4. I regret that it is necessary to seek your authority to write-off the sum of £6,159: 6: 92 on account of bad debts in two cases, but it will be observed from paragraph 10 of the report that during the period of eleven months the total amount owing to Government has been reduced by £9,647: 3: 06.

5. Re-advances to participants to the extent of £10,659: 15: 0 (plus £3,000 for unforeseen emergencies) are proposed as against last year's figure of £7,264: 30 (plus £3,000 for contingencies), but you will note from paragraphs 18 and 19 that £27,850 of the 1936 amount is recommended in connection with the new Class A, VI.

6. I shall be glad if after the receipt of my telegram informing you of the result of the deliberations of Executive Council you will favourably consider your decision on the board's recommendations in paragraphs 22 and 23 as early as possible by return in view of the need for urgency indicated in the second paragraph of the report.

I have the honour to be,

Sir,

Your most obedient, humble servant,


BRIGADIER GENERAL
GOVERNOR

CONFIDENTIAL.

REPORT OF THE LAND AND AGRICULTURAL BANK OF KENYA
ACTING AS AGENTS FOR GOVERNMENT
IN THE ADMINISTRATION OF THE AGRICULTURAL ADVANCES SCHEME
FOR THE PERIOD
1ST. JANUARY TO 30TH. NOVEMBER, 1935.

The Land and Agricultural Bank of Kenya
Nairobi

CONFIDENTIAL

REPORT OF THE LAND AND AGRICULTURAL BOARD OF KENYA
ACTING AS AGENTS FOR GOVERNMENT IN THE ADMINISTRATION
OF THE AGRICULTURAL ADVANCEMENT BOARD FOR THE PERIOD
1ST JANUARY TO 31ST DECEMBER 1955.

TO HER EXCELLENCY THE GOVERNOR

Your Excellency,

I have the honour to submit, on behalf of the Board, the following report for the period 1st January to 31st December, 1955, together with the reviews and recommendations of the Board in regard to the future operations of the Agricultural Advancement Scheme.

2. Complete statements of accounts for the year will be submitted as soon as completion of the Audit permits, after the closing of the books at December 31st, 1955. Meanwhile this Report is submitted now in the hope that an early decision regarding the Board's recommendations may be received by cable in order that continuity of financing operations may not be disturbed by delay in advising participants of the arrangements authorized for 1956.

ANNEXURE 1 3. The legislation entrusting the administration of the Agricultural Advancement Scheme to the Land Bank as Agents for Government was outlined in the Board's Report for 1954. The benefits derived from this simplification of administration and the actual economies in running expenses still obtain.

In accordance with the approval given by the Secretary of State to the recommendation made by the Board in the Report for 1954 necessary legislative enactment was given in Ordinance No. XXXI of 1955 to a reduction in the rate of interest on Agricultural Advances to six and one half per centum per annum.

8. The recommendations made by the Board in the report for 1935 were approved by the Secretary of State in a telegram dated Wed., January, 1935 as follows :-

Advances to 22 cases (Classes A, II, A, IV & A, V)	27,000. 1. 0
Administrative Expenses	1,500. - -
Against unknown companies	2,000. - -
	30,500. 1. 0

8. Of the amount collected by the Secretary of State for advances (27,000. 1. 0) 25,000. 10. 00 has been paid to participants up to 30th December, 1935 leaving a balance of 2,000. 0. 00 to the credit of participants' conditional accounts available to them for December.

9. Of the amount collected for unknown companies (2,000) 1,000. 0. 00 has been paid up to 30th December, 1935. These payments were collected by the Board in the following cases :-

1. [REDACTED]	100. 0. 00
2. [REDACTED]	100. 0. 00
3. [REDACTED]	100. 0. 00
4. [REDACTED]	100. 0. 00
5. [REDACTED]	100. 0. 00
6. [REDACTED]	100. 0. 00
7. [REDACTED]	100. 0. 00
8. [REDACTED]	100. 0. 00
9. [REDACTED]	100. 0. 00
10. [REDACTED]	100. 0. 00
11. [REDACTED]	100. 0. 00
12. [REDACTED]	100. 0. 00
13. [REDACTED]	100. 0. 00
14. [REDACTED]	100. 0. 00
15. [REDACTED]	100. 0. 00
16. [REDACTED]	100. 0. 00
17. [REDACTED]	100. 0. 00
18. [REDACTED]	100. 0. 00
19. [REDACTED]	100. 0. 00
20. [REDACTED]	100. 0. 00
21. [REDACTED]	100. 0. 00
22. [REDACTED]	100. 0. 00
23. [REDACTED]	100. 0. 00
24. [REDACTED]	100. 0. 00
25. [REDACTED]	100. 0. 00
26. [REDACTED]	100. 0. 00
27. [REDACTED]	100. 0. 00
28. [REDACTED]	100. 0. 00
29. [REDACTED]	100. 0. 00
30. [REDACTED]	100. 0. 00
31. [REDACTED]	100. 0. 00
32. [REDACTED]	100. 0. 00
33. [REDACTED]	100. 0. 00
34. [REDACTED]	100. 0. 00
35. [REDACTED]	100. 0. 00
36. [REDACTED]	100. 0. 00
37. [REDACTED]	100. 0. 00
38. [REDACTED]	100. 0. 00
39. [REDACTED]	100. 0. 00
40. [REDACTED]	100. 0. 00
41. [REDACTED]	100. 0. 00
42. [REDACTED]	100. 0. 00
43. [REDACTED]	100. 0. 00
44. [REDACTED]	100. 0. 00
45. [REDACTED]	100. 0. 00
46. [REDACTED]	100. 0. 00
47. [REDACTED]	100. 0. 00
48. [REDACTED]	100. 0. 00
49. [REDACTED]	100. 0. 00
50. [REDACTED]	100. 0. 00

The balance of 2,000. 0. 00 is made up of small payments in connection with re-organisation of Mills of Co., etc.

9. A definition of the "class" into which cases are for convenience placed is given below :

- CLASS A, II : [REDACTED]
- CLASS A, IV : [REDACTED]
- CLASS A, V : [REDACTED]

- CLASS B.I. Cases where payments will be made in full...
- CLASS B.II. Cases where arrangements have been or will be made...
- CLASS B.III. Cases where no further advances are required...
- CLASS B.IV. Cases where receipts have been distributed...
- CLASS B.V. Indemnity not given under the Bond...

MINUTE OF PROCEEDINGS 2-18 January 1945. MEMORANDUM OF
 DECISIONS OF THE ADVISORY BOARD CLASSIFIED AS UNDER:

CLASS	A.1.	A.2.	A.3.	B.1.	B.2.	B.3.	B.4.	B.5.
	0	0	0	0	11	12	20	0-07

of these 23 cases (Classes A.1, A.2 and A.3) received
 consideration from the Board in 1945. Eight January 1945 to
 1946. However, 1945 advances made to these 23 participants
 amounted to \$1,100,000. (Note - This figure does not
 include amounts paid from the annual voted for uniform
 categories).

REMARKS . A. During the same period payments by all
 classes amounted to :-

REMARKS **REMARKS**

This amount was collected from the following classes :

STATE OF INDIA, 1ST JANUARY TO 31ST DECEMBER, 1923

Amount Advanced	Principal	Interest	Total
22,215.11.21 CLASS A.II.	22,215. 5.00	425.12.00	22,641. 5.00
1,224. 6.25 CLASS A.IV.	622.14.00	410. --.00	1,032.14.00
2,422.12.25 CLASS A.V.	522. 2.00	270. 5.10	1,792.14.10
CLASS B.I.	1,222.12.27	222. 6.21	4,222. 1.22
CLASS B.II		00. --. --	00. --. --
CLASS B.III	1,222. 2.00	622.12.00	2,122.12.00
CLASS B.IV	27. --.00	222.12.21	222.12.22
CLASS B.V.		0. --. --	0. --. --
GRAND TOTAL	25,111.19.23	1,540.17.31	26,652.37.54

10. The following table affords a comparison of the position as at January 1st., 1923 :

1st Jan. 1923	31st Dec. 1923	Change
25,111.19.23	26,652.37.54	1,540.17.31

The reduction in the number of accounts is accounted for as under :

Accounts written off as bad debts	1,222.12.27
Accounts written off as "dead property"	222. 6.21
Accounts closed	222. 6.21
Total	1,667.15.09

11. For the twelve months ending December 31st., 1923 administration expenses were 270. 5.10. For the eleven months ending 30th. November, 1923 the unaudited figure is 222.12.00.

12. For the first three quarters ending 30th. September, 1923 interest collections from participants amounted to 222.12.00; an amount of 22.1.00 was recovered from a debt previously written off as bad and 22. 0 was earned on interest on the No. 3 (Agency) Account with the National Bank of India, Ltd. The total of these sums (222.2.00) less administration

STATE OF INDIANA, INC. JANUARY 1932. FISCAL YEAR 1932

Account	Principal	Interest	Total
22,215.11-01 CLASS A.II.	22,215.11	425.10-09	22,640.21
1,224. 0-25 CLASS A.IV.	1,224. 0-25	410. --00	1,634.25-25
2,420.12-25 CLASS A.V.	2,420.12-25	570. 5-10	2,990.67-35
CLASS B.I.	3,225.12-27	525. 0-21	3,750.33-48
CLASS B.II		00. -- --	00. -- --
CLASS B.III	1,222. 5-00	225.12-20	1,447.12-20
CLASS B.IV	227. --27	225.12-21	452.39-48
CLASS B.V.		1. -- --	1. -- --
CLASS		1.12 --	1.12 --

10. The following table affords a comparison of the position as of January 1st., 1932 :

Item	Principal	Interest	Total
Jan. 1st., 1932	22,215.11	425.10-09	22,640.21
Jan. 1st., 1932	1,224. 0-25	410. --00	1,634.25-25

The reduction in the number of accounts is accounted for as under :

Accounts written off as bad debt	1,224. 0-25
Accounts written off as "own property"	1,224. 0-25
Accounts repaid	1,224. 0-25

11. For the twelve months ending December 31st., 1931 administration expenses were \$270.12-21. For the eleven months ending 30th. November, 1932 the unadjusted figure is \$225.12-20.

12. For the first three quarters ending 30th. September, 1932 interest collections from participants amounted to \$225.12-20; an amount of \$1.1-00 was recovered from a debt previously written off as bad and \$20. 5. 0 was earned as interest on the Ind. (Agency) Account with the National Bank of India, Ltd. The total of these sums (\$226.6-20) less administration

expenses up to 30th. September, 1925 (2025. 7.25) has been paid to the Treasury, the net payment being £1,007.12.01.

It is estimated that a further sum of approximately £200 will be paid to the Treasury in respect of December quarter.

FINANCIAL STATEMENTS 18. The balance standing to the credit of No. 2 (Agency) Account at 30th. November, 1925 was £107,4.00.

19. If the retention of the principal sum by the Agents is authorized and provided condition is received to re-issue same received during the next 12 months, which it is estimated will not be less than £5,000, it does not appear there need be any call on the Treasury to meet commitments against advances recommended in para. 21.

20. From 1st. January, 1926 the following participants have received advances and interest in full:

NAME	AMOUNT	INTEREST	TOTAL
Mr. [REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]

One account, [REDACTED] [REDACTED], has been transferred to "Own Property" Account, the same having been surrendered to the local bank upon participant's departure from the Colony on a Government assisted passage.

FINANCIAL STATEMENTS 21. As from 1st. January, 1926 interest has been charged to participants at 6% per annum in accordance with the recommendations made by the Board in the 1925 Report and approved by the Secretary of State, and to which the necessary legislative sanction was given in Ordinance No. 1000 of 1925.

FINANCIAL STATEMENTS 22. Government guarantees, as approved by the Secretary of State in a telegram received on 22nd. April,

expenses up to 30th. September, 1935 (1934. 7.25) has been paid to the Treasury, the net payment being £1,007.12.11.

It is estimated that a further sum of approximately £200 will be paid to the Treasury in respect of December quarter.

FINANCIAL STATEMENT 13. The balance standing to the credit of No. 2 (Agency) Account at 30th. November, 1935 was £207.4.11.

14. If the retention of the principal sum by the Agents is authorized and provided mention is received to re-issue same received during the next 12 months, which it is estimated will not be less than £1,000, it does not appear there need be any call on the Treasury to meet commitments against advances recommended in para. 12.

15. Since 1st. January, 1935 the following participants have repaid advances and interest in full:

NAME	AMOUNT	DATE
Mr. [REDACTED]	£100.0.0	12.12.35
Mr. [REDACTED]	£100.0.0	12.12.35
Mr. [REDACTED]	£100.0.0	12.12.35

On account, Highway Board, Class A.V. has been transferred to "Own Property" Account, the sum having been surrendered to the local bank upon participant's departure from the Colony on a Government assisted passage.

FINANCIAL STATEMENT 16. As from 1st. January, 1935 interest has been charged to participants at 6% per annum in accordance with the recommendations made by the Board in the 1934 Report and approved by the Secretary of State, and to which the necessary legislative sanction was given in Ordinance No. 1000 of 1934.

FINANCIAL STATEMENT 17. Government guarantee, as approved by the Secretary of State in a telegram received on 6th. April,

1934 have been given in connection with loans by the Land Bank :

Frank, J. H. \$2,000
 Norton, S. H. 500

In the former case the Land Bank paid to Advances Board \$22,125.00, the Advances Board holding a series of promissory notes in respect of the balance of the debt outstanding. In the second case the Land Bank paid the Advances Board a sum of \$775.00.

RE-CLASSIFICATION 10. A re-classification of accounts on the basis of the Land Board's recommendation is detailed on the schedules attached to this Report and is summarized in the following table :

Class	Number of Accounts	Re-classification	Class	Number of Accounts	Amount
A.II	0	1 transferred to Class B.III.	V	2	\$2,500.00
A.IV.	0	1 transferred to Class A.V.	6	1	1,000.00
A.V.	0	1 transferred to Class A.VI.	2	1	1,000.00
A.VI.	11	1 transferred from Class I.V.	II	0	0.00
		1 transferred from Class A.I.			
		6 transferred from Class A.II.			
		1 transferred from Class A.III.			
		2 transferred from Class A.IV.			
	11		II	0	0.00
B.I.	0	1 transferred from Class I.V.	0	0	0.00
		1 transferred from Class A.I.			
		1 transferred from Class A.II.			
B.II	11	6 transferred to Class A.VI.	0	0	0.00
B.III.	10	1 transferred from Class I.V.	11	1	1,000.00
		2 transferred from Class A.I.			
		1 transferred from Class A.II.			
		1 transferred from Class A.IV.			
Total	0		0	0	\$2,500.00

CLASS	No. of cases in 1934	Re-classification	No. of cases in 1935	Further advances recommended
B.IV	48		48	\$10,000.15. -
B.IV	18	<ul style="list-style-type: none"> 1 void in full 1 transferred from Class B.I 2 transferred to Class A.VI 2 transferred to Class B.V. 	14	
B.V.	8	<ul style="list-style-type: none"> 2 written off as Bad 2 transferred from Class B.IV 1 transferred to "Farm Property" a/c 	3	
Total	67	<ul style="list-style-type: none"> 2 void in full 1 written off 1 transferred to "Farm Property" a/c 	68	\$10,000.15. -

CLASS B.II (1934) 18. The decision of merchant houses to discontinue finance to certain cases included in Class B.II in the 1934 Report, made it necessary for the Board to review the position of these participants. For some years these cases have been financed by merchants and unless arrangements can be made for their continued operations the Board is faced with considerable loss. For the purposes of consideration and classification these cases have been included in a new Class A.VI, an estimate having been made of the requirements for finance in 1935. The attitude of Messrs. Daltry & Co. to such cases is outlined in a letter dated 15th. November and attached hereto.

The recommendations by the Board to cases in this new classification are provisional and depend on evidence of the participants' inability to obtain finance elsewhere and on satisfactory reports on the farms.

CLASS B.III 20. During the year two debts have become bad, one through foreclosure and one through abandonment of the farm.

A. B. & W. : Principal Secy

Mr. de Witt died in 1923. The farm was financed by Messrs. Belgate & Co. until 1924, a considerable shortfall resulting. The farm was mortgaged to Graham Bell for \$1,000 and when advances were discontinued the mortgage foreclosed. The position was reported to the Board in January, 1925.

The reserve for bad debts in this case was assessed by the Board at \$5,000.

S. C. Evans : **Principal** \$5,000
Interest

Major Evans abandoned the farm early in 1925. The implements and loose assets have been realized. Major Evans is believed to be in Europe. The reserve for bad debts in this case was assessed by the Board at \$2,015.

These two cases have been transferred to Class B.V. pending the authority of the Secretary of State to write off the accounts.

RECOMMENDATION : All statements of accounts (unaudited) as of 30th. November, 1925 are attached hereto.

RECOMMENDATION : That the Board with authority :

- (a) To make advances in 1926 to 22 cases in Classes A.II, A.IV., A.V. and A.VI to the extent of \$20,000.15. 0.
- (b) To incur necessary cost of administration not exceeding \$1,000 in 1926 (the money required to meet the advances and administration expenses now recommended will be drawn first from the present bank balance).
- (c) To write off bad debts in the following two cases (Class B.V.) :

	Principal	Interest	Total
A. S. de Witt	\$5,000.00	\$200.00	\$5,200.00
S. C. Evans	\$2,015.00	\$135.00	\$2,150.00
	\$7,015.00	\$335.00	\$7,350.00

22. The Board further recommends that a sum of \$5,000 be placed to their order against whatever compensation.

23. If the contents of this report are approved, it is suggested that copies be forwarded immediately by air mail to the Secretary of State with a request that his attention be called to the various recommendations contained in par. 22 above to be immediately considered to treatment in order that the office may continue to operate without interruption.

R. M. ...

RECOMMENDATIONS OF THE BOARD

MILNIT AND COMPANY LIMITED.

MILNIT.

10th December, 1922.

The Directors
The Anglo-Siam Bank of Hong Kong

Dear Sirs,

GENERAL INFORMATION

With reference to the above-mentioned subject, I have the honor to acknowledge the receipt of your letter of the 27th inst. in relation to the proposed issue of shares in the Anglo-Siam Bank of Hong Kong, and in reply to inform you that the same has been referred to the Board of Directors for their consideration.

The Board of Directors has considered the matter and has decided to issue the shares proposed, subject to the approval of the shareholders at the next general meeting of the Bank.

The terms of the issue of shares are as follows:—

1. The issue of shares shall be made in cash.

2. The shares shall be issued in full.

3. The shares shall be issued in the name of the Bank.

4. The shares shall be issued in the name of the Bank.

5. The shares shall be issued in the name of the Bank.

Yours faithfully,
 For the Board of Directors,
 M. S. L. HONG,
 Acting Chairman.

CLASS A II

FARMERS WHO MAY BE EXPECTED TO PAY ADVANCES
IN FULL IF ASSISTANCE NOT GIVEN

NAME	POSITION OF A/c. 51.12.54			POSITION OF A/c. 50/11/55			ADVANCES 1955		RECEIPTS 1955		AMT. PAID RECEIVED FOR 1955	AMT. REPAY- MENTS FOR 1955
	Princ.	Int.	Total	Princ.	Int.	Total	Sanctioned	Actual	Estimated	Actual		
A. FINCH	981	8	989	1068	8	1081	288	225	518	285	222. 8	2450
CH. D.M.	713	8	719	675	2	675	404	285	690	688	602. 15	670
A.L.	1092	9	1101	954	8	997	588	585	715	521	582. 10	680
A.V.	1077	9	1086	1095	8	1098	500	475	625	519	567. 15	680
S.M.H.	780	6	795	790	2	792	514	282	770	615	690. 15	780
PARTNERS	1256	19	1275	1484	57	1541	281	285	625	44	502.	500
H.H.G.	1058	8	1046	1060	8	1055	288	481	780	282	521.	705
7 CABS	2646	65	7011	7124	75	7127	285	224	287	288	272. 15	285

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KENYA
No. 33



GOVERNMENT HOUSE
NAIROBI
KENYA

RECEIVED
21 MAR 1935
C. O. REGI

CONFIDENTIAL

26. FACHUKANI, 1935.

No 1

Sir,
In continuation of Mr. Wade's Confidential
despatch no. 6 of the 10th January, 1935 I have
the honour to transmit a Supplementary report of
the Land and Agricultural Bank of Kenya acting as
Agent for the Government in the Administration
of the Agricultural Advances scheme for the period
January 1st to December 31st, 1934.

I have the honour to be,

Sir,

Your most obedient humble servant,

[Handwritten Signature]
CONFIDENTIAL - ORIGINAL
GOVERNOR

THE RIGHT HONOURABLE
MAJOR SIR PHILIP GUILFORD-ALSTON, F.C., C.S.I., C.M.G., C.B.E.,
SECRETARY OF STATE FOR THE COLONIES,
DOWNING STREET,
LONDON, S.W.1.

SUPPLEMENTARY REPORT

OF
THE STATE AND ADMINISTRATIVE BUDGET OF 1934
 AS A BASIS FOR THE DETERMINATION OF THE BUDGETARY POLICY OF
 THE GOVERNMENT FOR THE YEAR
JANUARY 1934 TO DECEMBER 31ST, 1934.

To His Excellency the Governor.

Your Excellency,

The information contained in the Report submitted last month and transmitted by Your Excellency to the Secretary of State covered the eleven months January to November, 1934. The books of account have now been closed and certified statements are attached hereto dealing with the whole year. The further information now submitted as a supplementary report, read with the Preliminary Report, completes a review of the transactions for the year.

1. The amount standing to the credit of Contingent Accounts at December 31st, was \$1,227, 6.25 (vide No. 3 of Preliminary Report).

2. From January 1st. to December 31st, advances were made to 24 participants amounting to \$22,224.14.25 (vide No. 10 of Preliminary Report).

3. The following tables show the net result as at December 31st. of the accounts of this \$22,224.14.25 :

BALANCE		BALANCE	
Dr.	Cr.	Dr.	Cr.
Bank, B.I.	1,227.67	By A. Frank	1,227.67
Bygon, B.I.	1,227.67	By B. & P. Frank	1,227.67
Smith & Gilman	1,112.25		
Wells, B.I.	4,227.67		
Wells, No. B.I.	7,227.67		
Wells, C.F.I.	1,227.67		
Wells, A.V.	1,227.67		
Wells, No.	11,227.67		
Wells & Gilman	1,227.67		
Wells, B.I.	1,227.67		
Total	22,224.14.25	Total	22,224.14.25

CLASS A. IV.

Repaid more than advanced

Newton, J.W.	Shs. 1,768.50
Randall, A.G.	1,588.98
Murphy, J.	15.28
<hr/>	
3 cases	Shs. 5,381.85
	= <u>5188.10</u>

Repaid less than advanced

Hallowes, P.C.	Shs. 228.18
Ovies, A.H.	3,306.85
Frank, J.H.	1,161.75
Morton, M.	1,707.70
Risley, C.G.	4,472.92
Boedeker, J.F.V.	<u>5,008.80</u>
6 cases	Shs. 15,885.78
	<u>577.67</u>

CLASS A. V.

Ernyan, L.	5,588.40
Barnett, P.V.	<u>8,428.20</u>
2 cases	Shs. 14,707.60
	= <u>887.17.00</u>

Brochner, Mrs. O.	12,588.80
1 case	Shs. 12,588.80
	<u>887.18.00</u>

15 cases totalling 25,244.17.15 9 cases totalling 21,873.14.00
 (vide Par. 4 of Preliminary Report).

5. During the twelve months under review total repayments by all classes amounted to 518,422.0.07
 Principal 211,800.18.71
 Interest 3,001.6.96

This amount was collected from the

following classes:-

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Class B.1.	10,888.18	887.78	11,148.84
Class B.2.	88,884.88	10,888.84	70,818.80
Class B.3.	88,880.81	2,127.88	88,048.80
Class B.4.	6,888.74	14,888.84	21,471.58
Class B.5.	1,818.88	5,888.88	4,888.48
Class A.2.	100,478.78	28,778.80	127,888.88
Class A.4.	18,818.78	87,108.88	88,888.40
Class A.5.	<u>5,448.88</u>	<u>88,887.87</u>	<u>88,888.48</u>
	<u>Shs. 217,818.71</u>	<u>128,888.88</u>	<u>346,888.87</u>

(vide Par. 12 of Preliminary Report).

CLASS A. IV.Repaid more than advanced

Newton, J.W. Shs. 1,766.89
 Randall, A.G. 1,509.98
 Murphy, J. 15.26

5 cases Shs. 5,381.65
 - 5109.165

Repaid less than advanced

Hallowes, P.C. Shs. 228.18
 Oules, A.H. 3,306.85
 Frank, J.H. 1,161.75
 Merton, M. 1,767.70
 Risley, C.G. 4,472.92
 Boedeker, J.F.W. 5,000.50

6 cases Shs. 15,546.78
177.6.78

CLASS A. V.

Ernyan, L. 5,532.40
 Barnett, P.V. 6,425.29

2 cases Shs 12,787.69
 - 627.17.69

Brochner, Mrs. O. 12,569.50

1 case Shs. 12,569.50
627.18.50

15 cases totalling 23,244.17.15 & cases totalling 21,878.14
 (vide Par. 4 of Preliminary Report).

5. During the twelve months under review total repayments by all classes amounted to 218,425.0.57

Principal £11,000.13.71

Interest 6,801.8.86

This amount was collected from the

following classes :-

	Principal	Interest	Total
Class B.1.	10,200.18	827.75	11,128.94
Class B.2.	20,224.05	10,028.54	30,252.59
Class B.3.	20,220.21	2,127.25	22,347.46
Class B.4.	6,228.74	14,222.84	20,451.58
Class B.5.	1,515.59	5,528.00	4,043.59
Class A.2.	100,475.75	26,725.50	127,201.25
Class A.4.	12,215.75	27,102.05	39,317.80
Class A.5.	<u>5,425.05</u>	<u>22,227.27</u>	<u>27,652.32</u>
	<u>Shs. 277,215.71</u>	<u>122,222.22</u>	<u>399,437.93</u>

(vide Par. 12 of Preliminary Report).

6. The following table forms a comparison of the position as at January 1st. and December 31st. :

	No. of Accounts	Principal Balance	Interest Balance	Total Balance
January 1st., 1934	77	£110,944.1.21	£9,139.15.00	£120,083.27.21
December 31st. 1934	67	£104,739.5.07	£11,070. 2.08	£115,809. 7.15

(vide pag. 13 of Preliminary Report).

7. For the twelve months ending December 31st., 1934 the administration expenses amounted to £978.15.21 (vide pag. 14 of Preliminary Report).

8. For the same period interest collections from participants (including £2.11.73 had been recovered) amounted to £2,029.15.00 and this sum, less £978.15.21, cost of administration, has been paid to the Treasury, £1,050.99.79 being £2,029.15.00 in repayment of £127. 2.00 to the Treasury will be deducted from payments due to the Treasury in 1935 (vide pag. 13 of Preliminary Report).

9. The cash balance standing to the credit of No. 1 (Agency) Account at December 31st., 1934 was £1,155. 5.00 the estimate of possible receipts for the month of December not being fulfilled. It is hoped however that the position contemplated in pag. 13 of the Preliminary Report will not be adversely affected.

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OFFICE OF THE COMMISSIONER

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24th. February, 1935.

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THE LAND AND AGRICULTURAL BANK OF HONG KONG
No. 2, ARCADE - GENERAL HEADQUARTERS BUILDING, ROSS
BALANCE SHEET AS AT 31ST DECEMBER 1924.

LIABILITIES

Treasury Balance at 31.12.23	216,844. 1.25
Reserve - Bad Debts written off	4,000. 7.00
	<u>212,844. 14.25</u>
Ready Creditors - Kiliangki Harbour Wharfs & Estate Co.	100. 0. -
Interest unpaid	17,071. 9.70
Loans - Received	6,000. 0.00
Reserve for Depreciation & Amortisation of the year to 31st Dec 1924	11,070. 2.00
	<u>2,587. 12.00</u>
	<u>217,522. 0.15</u>

ASSETS

Ready Debtors:	
Principal	2104,700. 0.00
Interest	11,070. 2.00
	<u>2115,770. 0.00</u>
Treasury - Balance due	107. 0.00
Cash at Bank	1,100. 0.00
	<u>2117,077. 0.00</u>

REVENUE AND EXPENDITURE ACCOUNT FOR YEAR TO 31ST DECEMBER 1924.

EXPENDITURE

Administration Expenses	578. 12.01
Balance - being excess of Revenue over Expenses for 6 months to 31.12.23	2,587. 12.00
	<u>3,165. 24.01</u>
Bad Debt Recoveries	6,000. 0.00
Repayments of Principal	11,000. 12.71
Repayments of Interest	6,000. 0.00
L. Expenses - for Kiliangki Harbour Wharfs & Est. Co.	100. 0. 00
	<u>23,660. 14.71</u>

REVENUE

Bad Debt Recoveries	6,11.70
Interest Received	6,000. 0.00
	<u>12,111. 70</u>

CASH ACCOUNT FOR YEAR TO 31ST DECEMBER 1924

Spent advances authorized - 212,844. 0. 0	
Interest on Advances	11,070. 14.00
Respecting Fees - Charged to Debtors	5. 10.00
Paid to Treasury	2,000. 0.00
" " Land Bank	578. 12.01
" " Kiliangki Harbour Wharfs & Estate Co.	100. 0. 00
Cash at Bank	1,100. 0.00
	<u>212,844. 14.00</u>

EXAMINED

(Sgd.) W.H. SMITH
Auditor

(Sgd.) S. THOMPSON
Secretary

(Sgd.) S. WALKER
Chairman
(Sgd.) E. H. HILL

Members
of the
Board

C. O.

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Mr. ~~Hood~~ 22-1

Mr.

Mr. J. Campbell

Mr. Parkinson.

Mr. Tomlinson.

X Sir C. Bottomley

Sir J. Shuckburgh.

Permt. U.S. of S.

Parly. U.S. of S.

Secretary of State.
(Kam)

DRAFT.

Governor
Nairobi

code slogan

Coded letter
7:30 pm 2/2
22/1/35

Jan 4 1935

770 16

Your confidential copy NO 8

Your telegram NO 9 - separate
purpose - para 16 of document
reference report

FURTHER ACTION.

-2-

to seek your authority to write-off an amount for bad debts, on this occasion to the sum of £5062.1.41, it is satisfactory to observe that the general position of the Scheme shows a slight improvement during the year. Paragraph 13 shows that during the eleven months covered by the Report the total amount owing to Government has been reduced by £4,991.7.21, and this improvement is also supplemented by the improved budgetary position of participants for 1930, as reflected in the re-allocation of classes. Under this re-allocation re-advances to participants, aggregating to £7,264.1.0 (plus £3,000 for contingencies) are proposed, as compared with last year's figure of £12,934 (plus £3,000, subsequently reduced to £2,922 for contingencies).

9. It will be observed also that although no return of principal to Government has as far been effected the contribution to general revenue, representing interest collected less administration expenses, will be £3,000 during 1930 as compared with £3,525.15.00 in 1929.

10. We would recommend that the interest charged to participants should be reduced from 5% to 4% per annum as from the 1st January, and consider that the grounds advanced in paragraphs 10-12 in support of this recommendation are reasonable and adequate.

11. I shall be glad if after the receipt of my delegate's interesting report the result of the deliberations of Executive Council you will communicate your opinion on the Board's recommendations in paragraph 14 as early as possible by telegram, in view of the need for urgency indicated in the second paragraph of the report.

I have the honor to be,

Sir,

Your most obedient, humble servant,

Admiral

ADMIRAL'S SERVICE.

CONFIDENTIAL.

REPORT OF THE LAND AND AGRICULTURAL BANK OF KENYA
ACTING AS AGENTS FOR GOVERNMENT IN THE ADMINISTRATION
OF THE AGRICULTURAL ADVANCES SCHEME FOR THE PERIOD
1ST. JANUARY TO 30TH. NOVEMBER, 1964.

CONFIDENTIAL.

REPORT OF THE LAND AND AGRICULTURAL BANK OF KENYA
ACTING AS AGENTS FOR GOVERNMENT IN THE ADMINISTRATION
OF THE AGRICULTURAL ADVANCES SCHEME FOR THE PERIOD
1ST. JANUARY TO 30TH NOVEMBER, 1954.

TO HIS EXCELLENCY THE GOVERNOR

Your Excellency,

I have the honour to submit, on behalf of the Board, the following report for the period 1st. January to 30th. November, 1954, together with the reviews and recommendations of the Board in regard to the future operations of the Agricultural Advances Scheme.

2. Complete statements of accounts for the year will be submitted as soon as completion of the Audit permits, after the closing of the Books at December 31st. Meanwhile this Report is submitted now in the hope that an early decision regarding the Board's recommendations may be received by cable in order that continuity of farming operations may not be disturbed by delay in advising participants of the arrangements authorised for 1955.

3. In their last report, the Central Board surveyed the operations of the Agricultural Advances Scheme since its inception and referred in detail to the exceptional difficulties which had beset agricultural enterprises during that period. It is not thought necessary to refer again to those difficulties except to record that the past year brought little, and in some cases, no amelioration to the farmer. A few words are required, however, to bring the history of the administration up to date.

LEGISLATION 4. By virtue of legislation detailed below the personnel of the Central Board has been altered and the administration of the scheme entrusted to The Land and Agricultural Bank of Kenya :

Ordinance No. IV of 1935 (with amending Ordinance No. XXXIII of 1936) provides that the Land Bank may act as Agents for the Government in the administration of advances to farmers which do not fall within the scope of the Land Bank Ordinance.

Ordinance No. V of 1935 provides that the Board of the Land Bank shall be the Central Agricultural Advances Board with power given to Your Excellency to add to its membership.

Ordinance No. XXXIV of 1934 provides that the powers, duties and obligations of the Secretary of the Central Board are transferred to the Land Bank, that the priority of charges held by the Central Advances Board may be waived in favour of the Land Bank, and that the Land Bank as Agents may extend proceeds of crops to improve soil fertility and make post-harvest arrangements with merchant houses who may be prepared to offer financial facilities to the participants in the Agricultural Extension Scheme.

5. By agreement with the Government (letter from Secretariat Ja. R. 202. 22/1/35, December 29th, 1934) the Land Bank assumed the agency as from January 1st, 1934 a formal agreement being concluded at a later date.

6. The main results achieved by the appointment of the Land Bank as Agents for the Government in the administration and winding up of the scheme are, actual economies effected in running expenses, the simplifying of the machinery by the establishment of central control, and the advantages which attach to the Land Bank Board having first hand knowledge of the work when transfer of the debt from the Agricultural Advances to the Land Bank is being considered. District Officers, Treasury and Audit Dept. all have relieved of a very appreciable amount of work which, added to the saving in cost, it is held, fully justifies the change in administration.

7. The recommendations made by the Board in the report for 1934 were approved by the Secretary of State in his Confidential Dispatch dated April 2nd, 1935 as follows:-

Agencies to be participants (Classes A, B & C) in the Administration of the scheme
Against withdrawal of advances

Special provision for loans by Government

The total administrative expenditure therefore was

8. Subsequent examination of the position of prospective participants resulted in their "Commitment Accounts" being credited, finally, with an aggregate sum of £15,978.1.5N to be issued in monthly instalments. The amount standing to the credit of these Commitment Accounts at November 30th. (i.e. the sum withdrawn but liable to be called for during December) was £5,978.13.08. In other words, of the amount authorized by the Secretary of State for advances (£15,059 less expenses £1080, - £14,000) the Board placed £15,978.1.5N to the credit of participants' Commitment Accounts of which £5,978.13.08 is available to them for December.

9. A definition of the "classes" into which accounts are for convenience placed is given below :

Class A II : Farmers who may be expected to pay advances in full if assistance continues.

Class A IV : Doubtful cases where results have been disappointing, which, however, show prospects of recovery in time, but where the farmer will certainly go under if not assisted further.

Class A V : Classes governed by special considerations, where the commitment to the Board is large, and where recovery depends on production being maintained.

Class B.I : Cases where repayment will be made in full during 1954 without further advances.

Class B.II : Cases where arrangements have been or will be made with creditors towards to finance future operations on terms satisfactory to the Board.

Class B.III : Cases where no further advances are required or recommended but in which time should be given for repayment with a reasonable hope of eventual recovery.

Class B.IV : Cases where results have been disappointing and where no further advances would be justified, but where time should be given for the farmer to make other arrangements if he can, in the hope that the Board may recover more than if they took immediate action.

Class B.V : Definitely bad cases where the Board recommend realization when a favourable opportunity occurs.

10. At January 1st, 1954 there were 77 names on the books of the Advances Dept. Of these, 21 (Classes A.B, A-C, & A.D, plus P.W. Bamett) received assistance from the Board in 1954. From January 1st. to November 30th., 1954, advances

12. During the same period total repayments by all classes amounted to

Principal 222,220.41
 Interest 128,220.76
 350,441.17 = \$30,000.11.12

This amount was collected from the following classes :-

Class No.	Principal	Interest	Total
Class A.1.	10,100.71	710.22	10,810.93
" A.2	24,400.41	10,200.27	34,600.68
" A.3	25,000.21	2,120.25	27,120.46
" A.4	4,000.74	14,070.27	18,071.01
" A.5	1,210.22	1,200.00	2,410.22
" A.6	120,400.00	20,700.00	141,100.00
" A.7	12,000.70	21,000.07	33,000.77
" A.8	4,000.00	27,000.12	31,000.12
Total	222,220.41	128,220.76	350,441.17

13. The following table affords a comparison of the position as at January 1st, and November 30th, 1904 :

	No. of Accounts	Principal Total	Interest Total	Total Total
Jan. 1st.	77	120,000.1.21	8,120.12.20	128,120.23.41
Nov. 30th.	67	128,700.12.21	10,200.12.20	138,900.24.41

The reduction in the number of accounts is accounted for as under :-

- 4 accounts written off as bad debts 22,000. 7. 20
- 1 " repaid from Land Bank loans 20,000. 12. 27
- 1 " repaid 1,000. 1. 22
- Total** 43,000. 1. 11

14. For the 12 months ending November 30th, 1904 the administrative expenses amounted to \$1,071.27.27. From January 1st. to November 30th, 1904 the uncollected figure is \$270.12.41.

15. For the period January 1st. to June 30th, 1904 interest collections from participants amounted to \$2,000. 0. 00 and this sum, less \$225. 0. 41. cost of administration for the same period, has been paid to the Treasury. The net pay-

12. During the same period total repayments by all classes amounted to

Principal 222,220.41
 Interest 128,220.75
 350,441.16 = \$30,000.11.12

This amount was collected from the following classes :-

	Principal	Interest	Total
Class A.I.	10,100.71	710.22	10,810.93
" A.2	24,400.41	10,000.00	34,400.41
" A.3	24,000.41	2,127.50	26,127.91
" A.4	4,000.74	14,070.00	18,070.74
" A.5	1,210.00	1,000.00	2,210.00
" A.6	100,000.00	22,724.25	122,724.25
" A.7	12,220.70	21,000.00	33,220.70
" A.8	4,000.00	27,000.12	31,000.12
Total	222,220.41	128,220.75	350,441.16

13. The following table affords a comparison of the position as at January 1st, and November 30th, 1904 :

	No. of Accounts	Principal	Interest	Total
Jan. 1st.	77	122,220.41	2,127.50	124,347.91
Nov. 30th.	87	222,220.41	10,000.00	232,220.41

The reduction in the number of accounts is accounted for as under :-

- 4 accounts written off as bad debts 26,220.41
- 1 account paid from land bank loans 22,220.12
- 1 account paid 22,220.12

14. For the 12 months ending November 30th, 1904 the administrative expenses amounted to \$1,000.00. From January 1st. to November 30th, 1904 the uncollected figure is \$200.00.

15. For the period January 1st. to June 30th, 1904 interest collections from participants amounted to \$2,000.00 and this sum, less \$200.00 cost of administration for the same period, has been paid to the Treasury. The net per-

payment being Rs. 515,000, which it is estimated will be

16. For the period July 1st. to November 30th. interest payments made by participants amounted to Rs. 27,288 and it is estimated that by the end of the year this figure may be increased to Rs. 24,000. Estimating administration expenses at the same rate as for the first six months of the year, there will be an amount of approximately Rs. 500 payable to General Revenue, making a total for the year of approximately Rs. 27,788, which, together with the Rs. 27,288 paid in respect of the period 1st. June, 1953 to 31st. December 1953, makes a total of Rs. 55,076 contributed to General Revenue as the result of the administration of the Advance Scheme during the 4 1/2 years it has been in operation. The Board feel that this substantial contribution to revenue should not be lost sight of when the general result of the Advance Scheme is being considered.

17. A sum of Rs. 200 advanced by the Treasury in the early part of the year for the purpose of opening the No. 1 (Agency) account at the National Bank of India, was repaid the Treasury on October 5th., 1954.

18. The balance standing to the credit of No. 1 (Agency) account at November 30th., 1954 was Rs. 728. 2. 00. Assuming that advances during the month of December are balanced by repayments of principal, these will be available for further advances to participants in 1955, without further call on the Treasury and if retention of the principal sum by the Agents is authorized, a sum of approximately Rs. 225 as under :-

Oth. bal	Cr. balance 30.11. 1954	Rs. 728. 2. 00
Total	Payable to Treasury A/c interest	(Rs. 500. 0. 00)

19. It does not appear that there will be any difficulty in paying the Treasury the interest collected provided sanction is obtained to re-issue sums received

payment being ~~RS. 515,000.~~ which is estimated at

16. For the period July 1st. to November 30th. interest payments made by participants amounted to ~~RS. 27,382.~~ and it is estimated that by the end of the year this figure may be increased to ~~RS. 28,000.~~ Estimating administration expenses at the same rate as for the first six months of the year, there will be an amount of approximately ~~RS. 500~~ payable to General Revenue, making a total for the year of approximately ~~RS. 890.~~ which, together with the ~~RS. 27,382~~ as paid in respect of the period 1st. June, 1950 to 31st. December 1955, makes a total of ~~RS. 28,272~~ contributed to General Revenue as the result of the administration of the Advances Scheme during the 4 1/2 years it has been in operation. The Board feel that this substantial contribution to revenue should not be lost sight of when the general result of the Advances Scheme is being considered

17. A sum of ~~RS. 2500~~ advanced by the Treasury in the early part of the year for the purpose of opening the No. 2 (Agency) account at the National Bank of India, was repaid the Treasury on October 3rd., 1954.

18. The balance standing to the credit of No. 2 (Agency) account at November 30th., 1954 was ~~RS. 728. 2. 00.~~ Assuming that advances during the month of December are balanced by repayments of principal, there will be available for further advances to participants in 1955, without further call on the Treasury and if retention of the principal sum by the Agents is authorized, a sum of approximately ~~RS. 225~~ as under :-

Oth. bal. Cr. balance 30.11. 1954	RS. 728. 2. 00
Less: Payable to Treasury A/c interest	RS. 500. 0. 00

19. It does not appear that there will be any difficulty in paying the Treasury the interest collected provided sanction is obtained to re-issue sums received

during the next 12 months, which it is estimated will be not less than £2,000. In the event of undue delay in collecting this sum it might be necessary to obtain a temporary advance from the Treasury to meet commitments, as was done last year when £500 was issued to meet initial calls.

Since January 1st, 1934 the following participants have repaid advances and interest in full:-

Class	Name	Principal	Interest	Total
I.1	Hancock W.E.L.	402.10.02	25.12.45	427.22.47
"	Morgan D.E.	96. 7.78	5. 2.75	101.10.53
II.11	Monkton Mrs.A.G.	376. 2.35	15.12.15	391. 4.50
"	Turton F.G.	1545. 5.20	232.14.00	1777. 04.20
III	Hughes, W.H.F.	422.17.52	16.12.52	438.30.04
Total		2872. 1.02	289. 10.71	3161. 11.73

Ms. Moore Peckitt Bros. (Class B.III) have repaid £1,204.15.52 representing the principal amount outstanding. Authority for the waiving of accrued interest, amounting to £120.17.25 was given by Government on May 14th, 1934 (Ref. C. 102. 1/2/35). This was a condition demanded by the Land Bank before the Board were able to consent to make an advance which rendered this payment possible.

Of the 106 cases to whom advances were made in 1930, 25 have repaid advances and interest in full, and one case has repaid advances, interest having been waived with the authority of Government.

The audited statement of accounts will, it is anticipated be available early in the New Year. From the unaudited figures of a Trial Balance taken out at November 1934, the position in regard to the main items was shown at that date as under:-

This position was presented to Government with the suggestion that if Government would guarantee the Land Bank against loss in respect of any amount advanced to

ANY OF
SPECIAL
TYPER.

The amount due to the Treasury, after the deduction of £4,894. 7. 25 for bad debts was £108,949. 14. 25 which is balanced by Sundry Debtors for Principal £108,796. 16. 25

Unissued advances 2,222. 18. 05

£108,949. 14. 25

The amount by which Revenue (Interest and Bad Debt Recoveries) exceeded expenditure (costs of administration) was £8,453. 14. 91, of which £2,514. 0. 88, the balance at June 30th. was paid in to General Revenue on 3rd. October, 1934. Final payment on this account will be made to the Treasury on December 31st.

Advances made between January 1st. and November 30th. amounted to £9,865. 11. 55 while repayments of principal totalled £11,756. 4. 58 and payments of interest £6,525. 1. 59.

The majority of participants in Agricultural Advances are mortgaged to a third party, and foreclosure by the Mortgagee is an ever present threat to such security as the advances Board holds. Continuation of farming operations by the participant is the essence of the Board's security. The Board have been faced with cases where foreclosure is imminent and where possible a Land Bank advance has been made primarily to preserve the security of the Central Agricultural Advances Board.

There are cases, however, where an application to the Land Bank for an advance to meet the mortgage debt must fail as the business risk is considered to exceed that permitted by the terms of the Land Bank Ordinance. The position then is that the Advances Board have to contemplate writing off practically the whole debt as bad, although were it possible to secure the continuation of farming operations the debt would not be bad.

This position was presented to Government with the suggestion that if Government would guarantee the Land Bank against loss in respect of any amount advanced beyond

what would ordinarily be approved by the Board, the situation in such cases might be saved by Land Bank advances with a partial guarantee as collateral security.

27. The approval of the Secretary of State to the principle of guarantees was asked for in Despatch No. 62 of 2/2/1904 and his assent was notified in a telegram received on April 4th., 1904. Authority for such guarantees was limited in the first instance to an aggregate sum of £10,000. At this date Government guarantees have been received in connection with the following cases:-

Felhill Esq. Guarantee	£2,000
Frank J.M.	£2,500
Newton E.M.	£ 500

Only the first of these has been completed. In return for the guarantee the Land Bank paid the Advances Board £1504. 12. 6d and holds a first mortgage over the property to secure an advance of £2,500.

28. After consideration of reviews of individual cases and the recommendations made by the Local Boards the Board have re-classified the accounts. This re-classification is detailed on the Schedules attached and is summarised as follows:-

Class	No. of cases in 1904 Report	Re-classification	No. of cases in 1904 Report	Further advances recommended
A.II	12	2 transferred to class A.I 1 transferred to class A.III	8	£2,000. 12. 0
A.IV	9	1 transferred to Class A.I. 2 transferred to Class A.III 1 transferred to Class A.IV	6	1,704. 8. 0
A.V	2	1 (Barnett) transferred from A.II	1	1,000. 0. 0
B.I	7	2 cases repaid in full 2 transferred from A.II 1 transferred from A.IV	0	
Carried forward	30	12	25	£7,704. 12. 0

Class.	No. of cases in 1955 Report	Re-classification	No. of cases in 1954 Report	Further advances recommended
B brought forward	20		25	27,254. L. 0
B.II	14	2 cases repaid in full 1 transferred to Class A.V.		
B.III	8	2 cases repaid in full 1 transferred from Class A.II 2 transferred from Class A.IV	9	
B.IV	20	1 transferred from Class A.IV 2 transferred to Class A.V	19	
B.V	5	4 cases written off Bad Debt 2 transferred from Class A.IV	5	
Total	77	6 cases repaid 2 written off	67	27,254. L. 0

20. Detailed statement of administration is attached from which it will be seen that nothing has been set down under the heading of Board Members' Fees. The position is that Advances Board matters have been dealt with by the Board at meetings held on the same day as Land Bank Board meetings and papers circulated amongst them for consideration prior to meetings. In this connection the Ordinance provides as under:-

"2 (d) The Board when engaged in such agency work shall not be deemed to be engaged on the business of the Bank and the Members of the Board shall in respect of such agency work be remunerated at such rate as the Governor-in-Council may approve".

This matter was discussed at a meeting of the Board held on 22nd. December, 1954 but Members did not feel disposed to make any claim or recommendation for remuneration.

20. Interest is charged to participants at the rate of 6% as laid down in the Ordinance. At the time the Ordinance was framed it was the general opinion that it was a temporary measure to deal with a situation which would be met by a scheme of Short Term Advances. Had this opinion been borne out by the facts, the question of interest would not have arisen. But it is plain now that because of the continued

Class.	No. of cases in 1955 Report	Re-classification	No. of cases in 1954 Report	Further advances recommended
B	brought forward		50	27,254. 1. 0
B.II	14	2 cases repaid in full 1 transferred to Class A.V.		
B.III	8	2 cases repaid in full 1 transferred from Class A.II 2 transferred from Class A.IV	9	
B.IV	20	1 transferred from Class A.IV 2 transferred to Class A.V	19	
B.V	6	4 cases written off Bad Debt 2 transferred from Class B.IV	3	
Total	77	6 cases repaid 4 written off	67	27,254. 1. 0

BY
SECRET
EXPENSES.

22. Detailed statement of administration is attached from which it will be seen that nothing has been set down under the heading of Board Members' Fees. The position is that Advances Board matters have been dealt with by the Board at meetings held on the same day as Land Bank Board meetings and papers circulated amongst them for consideration prior to meetings. In this connection the Ordinance provides as under:-

"2 (5) The Board when engaged in such agency work shall not be deemed to be engaged on the business of the Bank and the Members of the Board shall in respect of such agency work be remunerated at such rate as the Governor-in-Council may approve".

This matter was discussed at a meeting of the Board held on 22nd December, 1954 but Members did not feel disposed to make any claim or recommendation for remuneration.

23. Interest is charged to participants at the rate of 5% as laid down in the Ordinance. At the time the Ordinance was framed it was the general opinion that it was a temporary measure to deal with a situation which would be met by a scheme of Short Term Advances. Had this opinion been borne out by the facts, the question of interest would not have arisen. But it is plain now that because of the continued

BY
SECRET

postponement of better conditions, the short term has inevitably been translated into a long term.

51. As payments by participants are applied first to interest and secondly to reduction of the capital debt, the effect of the tardy return of prosperity has been to convert what in a Short Term Loan would have been regarded as a reasonable charge to an onerous burden. The participant whose efforts have resulted in his being able to make small contributory payments towards the liquidation of his liability finds in most cases that these payments have been swallowed up in interest and no progress has been made in the reduction of the debt.

52. To ameliorate this position and to assist those participants who are endeavouring to meet their commitments, the Board urge that the Secretary of State be asked to approve of the reduction of the rate of interest payable on Agricultural Advances from 8% to 6%, such reduction to take effect from 1st January 1955 and that the Agricultural Advances Ordinance be amended accordingly.

RECOMMENDATIONS. 53. In framing their recommendations to Government the Board have acted on the general principles outlined in Para. 26 (a) and (b) of their report for 1955 namely :-

- (a) That no step should be recommended which would have the effect of dispossessing a working farmer or which might, of itself, place a participant in a position of bankruptcy or destitution.
- (b) That in cases selected from the cases where advances were approved for 1954 sanction should be sought to make advances during 1955 but that these should, if practicable, be related in amount to the sums anticipated by way of recoveries from the proceeds of crops now maturing.

54. The Board now seek authority to make advances during 1966 to the 16 cases in Classes A.II, A.IV and A.V to the extent of K7,264. 1. 00.

(b) The Board seek authority to incur necessary costs of administration estimated at K1,100 in 1966.

(c) The Board seek authority to write off bad debts in the following two cases (Class A.V), details of these cases being appended to Class A.V schedule

	Prin.	Int.	Total
Mrs. A. F. W. ...	20007. 12. 83	66. 1. 78	20073. 15. 61
Mrs. ...	10000. 12. 83	100. 12. 83	10100. 12. 83
	30007. 12. 83	166. 1. 61	30273. 15. 61

(d) The Board further recommend that a sum of K5000 be placed to their order to meet further advances to any of the 16 cases to whom advances were approved in 1964 in the event of adverse circumstances or a miscalculation by the Board of the present position of such participants rendering further assistance by way of advances urgently necessary.

(e) Finally the Board recommend that the interest charged to participants be reduced as from 1st January, 1966 from 10 per annum to 6 1/2 per annum.

55. If the contents of this report are approved, it is suggested that copies be forwarded immediately by Air Mail to the Secretary of State with a request that his decision on the various recommendations contained in para. 54 above be telegraphically communicated to the Government in order that the scheme may continue to operate without interruption.


THE TREASURER
CHAIRMAN OF THE BOARD
THE LAND AND AGRICULTURAL BANK OF KENYA

CLASS A - II

**FARMERS WHO MAY BE EXPECTED TO REPAY ADVANCES
IN FULL IF ASSISTANCE CONTINUED.**

NAME	Position of a/s. 12.31.34			Position of a/s. 11.31.34			Advances 1934		Repayments 1934		REMARKS	
	Principal	Interest	Total	Principal	Interest	Total	Sanctioned	Repaid	Sanctioned	Received		
							31.11.34		30.11.34			
BY & FINCH	2207	210	2417	2240		2240	2200	2200	2200	2200	220.5	Repayments 1935 estimated
EGGON, D.	770	8	778	688		688	611	600	600	600	404.5	Repayments 1935 estimated
FRD, M.L.	1,800	28	1,828	1,687		1,687	611	600	1,017	700	220.10	Repayments 1935 estimated
GH, A.V.	1,100	18	1,118	1,018		1,018	521	500	500	400	200.5	Repayments 1935 estimated
HEP, Mrs. M.V.	1,575	80	1,655	745		745	575	500	500	1,015	224.15	Repayments 1935 estimated
WILLIAMS & ROBINSON	400	5	405	414		414	100	110	117	174	70.10	Repayments 1935 estimated
WYMAN & WATKINS	1,015	40	1,055	1,125	5	1,130	414	307	400	300	220.5	Repayments 1935 estimated
WYNTON, H.C.	1,100	37	1,137	907		907	510	400	700	600	220	Repayments 1935 estimated
Total 8 0 per	28,000	1175	29,175	28,870	25	28,895	12,204	12,401	14,004	14,300	27,220.15	Against repayments estimated

CLASS A-Y.

CASES COVERED BY SPECIAL CONSIDERATION WHERE THE CONTRIBUTION TO THE BOARD IS LARGE
AND WHERE RECOVERY DEPENDS ON PRODUCTION BEING MAINTAINED

NAME	Position of a/s 31.12.55			Position of a/s 30.11.54			Admission 1954		Admission 1953		Admission Recommended by Local Medical Officer
	Prime.	Int.	Total	Prime.	Int.	Total	Sanctioned	Drawn 30.11.54	Sanctioned	Drawn 30.11.54	
MAN, L.	20880	2318	27977	27280	255	27535	2886	2708	28072	28072	2100, A-G
NEVER MRS.	7077	69	7146	8516	55	8571	1540	1408	2200	705	1200.
	213056	2807	216863	215805	200	216005	23456	23000	23000	23000	23000, A-G
NETT P.W.	Repaid from Land Bank loan			2781	25	2706	2000	2000	-	200	200
TOTAL 5 CASES				216516	205	216411	23286	23000	23000	23000	23000, A-G

CLASS B-II

CASES WHERE ARRANGEMENTS HAVE BEEN OR WILL BE MADE WITH RESPECT TO THE FINANCIAL OPERATIONS ON TERMS SATISFACTORY TO THE BOARD.

NAME	Due to Board 31.12.32			Due to Board 30.11.34		
	Paid	Int.	Total	Paid	Int.	Total
SMITH A.S.	1202	100	1302	1202	245	1447
STUBBS W.D.	1205	10	1215	1222	50	1272
TITCH T.S.	2200	70	2270	2200	207	2407
R. R.	1190	20	1210	1200	170	1370
MONAY C.G.	700	100	800	700	100	800
WINE C.D.A.	2000	500	2500	2000	545	2545
WYLLIE A. WYLLIE	1051	12	1063	800	30	830
WALKER L.	977	22	999	977	20	997
WILLIAMS P.	370	54	424	370	20	390
WYLLIE BRIDGE WYLLIE	1700	307	2007	1700	400	2100
WYLLIE MRS A.	1000	200	1200	1000	100	1100
	£12000	£1207	£13207	£12000	£2420	£14420

11 CASES

NOTE: The arrangement with Merchant Bankers for financing the cases in Class B-II, is as follows:-
 1. Advances are made on a basis approved by the Board.
 2. Such advances form a first charge on the assets.
 3. Any surplus after meeting (2) to be paid to the Bank.

CLASS A-X

STATE OF NEW YORK
OFFICE OF THE COMPTROLLER OF THE CURRENCY
STATE OF NEW YORK

NAME	Pay to Order \$1, 10, 20			Pay to Order \$5, 10, 11, 25			TOTAL
	100	50	20	100	50	20	
BENLEY, C.A.	6110	500	6000	6111	500	7000	21,000
DE WIL A.S.	5110	100	2000	5110	500	3000	21,000
WILLIAMS, C.A.	200	50	500	200	50	500	-
MILBY, D.S.	200	01	511	200	70	500	200
JACK, H.S.	50	11	01	50	15	05	50
HUGHES, L.V.	200	50	200	200	05	500	-
HEPNER, J.J.	007	110	700	007	100	700	2000
HENRY, C.O.	1100	175	1075	1075	51	1100	-
H. HULL H.S.	501	100	1010	501	200	1075	200
HUNT & GRAYSON	2000	000	1075	2000	011	2000	21,000
HUTCH, C.A.	1000	100	2000	1000	000	2000	21,000
H. W. H.S.	2010	000	2000	2010	000	2000	21,000
H. I. H.S., C.V.	1507	100	1000	1507	107	1000	21,000
H. H. H.S. H.S.	1100	200	1000	1100	000	1000	2000
H. H. H.S.	000	200	1000	000	200	1100	200
H. H. H.S., C.V.	1001	50	1000	1001	107	1000	21,000
H. H. H.S., L.V.	2000	000	2000	2000	700	2000	21,000
H. H. H.S.	1071	70	1000	1071	200	1000	2000
H. H. H.S.	1100	0	1100	1000	00	1000	-
TOTAL 10 CLASS	20000	2000	20000	20000	2000	20000	

Transferred from Class A XV 1000

TABLE I
 INDIVIDUALS WHO OWNED OR OPERATED THE BUSINESS AT THE TIME OF THE INVESTIGATION OR IN A PREVIOUSLY ATTACHED CASE

NAME	DATE TO WHICH ASSESSED			AMOUNT PAID
	1934	1935	1936	
WILLY-ROGGE	25,000	700	1,000	26,700
RICH, HENRY A.	1,000	0	1,000	2,000
WOOD, HENRY A.	1,000	100	1,000	2,100
TOTAL	27,000	800	3,000	30,800

TOTAL

MEMORANDUM FOR THE DIRECTOR

RE: [Illegible]

DATE:

BY:

TO:

FROM:

SUBJECT:

[Illegible]

[Illegible]

[Illegible]

The loss in this case is due to a combination of bad weather -
due to heavy winds and low water for sailing, and to the
distance of the ship (25 miles) from the nearest railway
station.

Copy of letter from Mr. [Illegible] attached.

53
P. O. Box 22,

EDDIE.

10th December, 1924.

The Secretary,
The Agricultural Bank of Kenya,
Nairobi.

Sir,

In reply to your letter of the 1st. instant enclosing statement showing the amount due by me, as already advised you, owing to last year's drought and consequent substantial crop, as well as small prices, I am quite unable to carry on the farm. I have handed the same back to the Mortgagees, who are putting the same up for auction this month, and you have already sold all the movable assets on the farm to Mr. A. L. Brown. Therefore I am afraid as far as I am concerned, I am quite helpless in the matter of the debt due to your bank. I am working in an office and keeping both of our children, and my husband is in a temporary job, keeping himself. I regret exceedingly the unfortunate happenings of affairs, but can only blame the continued years of drought, insects, bad prices, etc.

Will you please convey to the bank my sincere regret at the contents of this letter and assure them if I am ever in a position to do so I will repay them.

I have the honour to be,

Sir,

Your obedient servant,

(Sigs.) A. L. BROWN.

1924-25

Statement of Assets

Balance
Feb. 28, 1924. 00
Interest 1,000.00
Total 1,000.00

Balance
Feb. 28, 1924. 00
Interest 1,000.00
Total 1,000.00

The mortgage institutional foreclosure proceedings and the property was sold at public auction by Order of the Court on September 12th, 1924, being bought in by the mortgagee.

The implements, tools, etc. were sold on behalf of the Board realizing \$200. During the year sales of coffee have realized \$100. A few accounts have still to be accounted for but the value of these is negligible and the Board recommend that the principal now outstanding be written off as a bad debt. It is understood that Mrs. Smith had left the country.

The loss in this case is due to extravagant expenditures in the past and to a succession of bad years and to the effects of Coffee Berry Disease.

The farm could have been saved for the owner only by an expenditure of money which, in consideration of the already heavy commitment and the poor prospects of consecutive crops in the future, the Board felt would not be justified.

CENTRAL AGRICULTURAL AWARDS BOARD
ADMINISTRATIVE EXPENSES
FOR THE PERIOD TO 30TH SEPTEMBER, 1954.

Salaries	£
Agents	200.
Travelling	100.
Printing & Stationery	65. 10. 00
Rent	10. 7. 00
Posts & Telegraphs	14. 10. 00
Inspections	7. 10. 00
Legal Expenses	11.
	<hr/>
	£ 518. 2. 00
Add Ammortisation 10%	51. 10. 00
	<hr/>
	£ 569. 12. 00

To summarise the chief points arising from this Report, it appears :

66
END

1. That material saving in administration costs and time have resulted from the appointment of the Land Bank as agents for the Government ;
2. That although no return of principal to the Government has so far been effected the amount paid to General Revenue (representing interest collected less administration expenses) was £5,800 in 1964, as compared with £5,525.18.60 in 1963.
3. The general improvement shown in the financial statement (Para. 17) is supplemented by the improved budgetary position of participants for 1965, as reflected in the re-allocation of classes. Under this re-allocation re-advances to participants are asked for, aggregating £7,264 (plus £3000 for contingencies) as compared with last year's figure £12,954 (plus £5,000 subsequently reduced to £2,925 for contingencies).