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1920

RELATIONS OF CIVIL AIRCRAFT TO RATE OF EXCHANGE

Suppose... value... add to... fifty per... ten... called a... level... or... also.

Handwritten notes in left margin: "City... of... 10180..."

Handwritten body text: "The... with... and..."

Subsequent Paper
10181

Oct. 26. 2. 10.

10183

Sir

Enc

Palace of Commerce

Approved at least in the form of...

The Civil Servant, must be paid a salary and...

2. The Commission...

3. The Commission...

4. These things are...

5. The Civil Servant...

6. If in the future...

in the form of a bonus or allowance, the fifth per cent
of salary when expressed in terms of the value of the
which could be justly regarded as local payment. I suggest
that a allowance be called a 'local' or 'service' allowance.

In the future the purchasing power of the ropes

is not really a ~~problem~~ that the 'local' or 'service'

SECRETARY,
Governor of the East African
Protectorate.

SECRET

James Sirois,
27 February, 1920.

DRAFT.

Secretary to
THE TREASURY.
(12310)

SIR,

With ref. to the final paras. of the letter from this Dept. of the 30th of December, I am directed to transmit to you, to be laid before the L.C. of the Treas., the accompanying copy of a letter from Major General Sir Edward Northey, the Govr of the E.A.F., regarding the effect on the salaries of European civil servants of the new currency arrangements, which, with T.L. concurrence, have been approved for the Protectorates in E.A.

2. A separate letter is being sent to you regarding the proposals for increased salaries which are necessary in Eastern Africa, but, as Sir E. Northey points out, these arrangements have been made without regard to the change in the currency system and must be considered as the rates required to attract candidates and to meet the conditions of life as they would have been if it had been possible to restore the rupee to its par value of 1/4 sterling.

3. It is obvious to Sir E. Northey that the European official

- Mr. Adie.
- Mr. Lambert.
- Mr. Hill.
- Mr. Fisher.
- Mr. Viner.
- Mr. Miles.

General Sir E. Northey
His Secretary

must receive in respect of payments of salary made locally, as many rupees as he would have received with the rupee at 1/4, and for this purpose it is essential that in some way the difference should be made good to him. It will be obvious that the Govts. of the Prots. will receive as many rupees in local revenue under the new conditions as under the old, and that they will therefore be in a position to meet the extra charge, which Sir E. Northey's proposal for local allowance will entail.

4. The arrangements proposed for the E.A.P. will necessarily have to be adopted in Uganda and the Tanganyika Territory also, and I am to request that T.L. approval may be obtained for the adoption of the scheme proposed by Sir E. Northey. The matter is of great urgency as it is understood that certain gentlemen selected for appointments are disinclined to proceed to Eastern Africa unless they have an assurance that they will receive the equivalent of conversion of ^{sterling} salaries at the rate of Rs. 15 to the pound sterling.

5. As, pending the introduction of the general scheme for Eastern African currency and exchange, the value of the rupee will be in the neighbourhood of $2\frac{1}{4}$, it will be necessary for the local allowances to be fixed at 75% of salary, the amount being reduced to 62½% when the transitional period begins and to 50% when the rupee has been standardized at 2/- sterling.

I am, etc.,

(Signed) H. J. READ.