

EAST AFR. PROT

C O
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MAY 20

WORTHY SIR E.

LOAN REQUIREMENTS

1920

28th MAY

next previous Paper.

Trans schedule showing minimum required for development

Creas

10342

Sir H. Head.

? Let Mr Beechil have this
to distribute copies at next
Thursday's meeting of the
Development Com (as Sir E.
Worthy will attend).

I do not quite understand the
£500,000 for interest in para.
3 of the letter - think it is the
same as the £600,000 in para
4 (item 6 of the table).

Clearly so I think he has tried
to say that the interest is £500,000
but that it is for the first 5 years
at 5%
29.5.20

at once

H. B. Hamilton
I have taken
copies

H. J. R

29/5/20

T.O.

Requirements

77 Carlton Terrace
Westminster S.W.1

25th May 1920

26417
REC'D
REC'D 29 MAY 20

I have the pleasure to submit the following schedule showing very roughly what loans are in my opinion required for development in the East Africa Protectorate. The figures given cannot be regarded as more than general approximations. Detailed investigations in the Protectorate are necessary before accurate estimates can be prepared.

2. <u>Schedule</u>	
<u>Immediately Productive Works.</u>	
1. Haam Gishu Plateau Railway.	£2,000,000
2. Kildindini Harbour Pier.	£1,000,000
<u>Later Productive Work</u>	
3. Thika Port Hill Railway	£500,000
<u>Unproductive Works (so-called)</u>	
4. Roads	£200,000
5. Housing and office	£700,000
<u>Interest.</u>	
6. Ealia for Interest.	£500,000

Minimum Total £5,000,000.

3. It has been decided by the Secretary of State that the interest on (1) above shall be paid out of Railway Revenue; the interest on (2) must be paid for by the Port being made self-supporting. We have therefore only to provide interest and sinking fund for (3), (4) and (5) out of General Revenue. £500,000 is added to the sum total of the loans towards payment of interest etc. during the first three years or period of construction.

4. Not nearly all of the £5,000,000 will be required at once, so that interest on the whole loan does not begin immediately £500,000 as provided in item 6 should therefore be sufficient to help us through the period of construction.

I have the honour to be
Yours obedient servant
Edward Northey
Governor of the East Africa Protectorate

Secretary of State
Colonial Office.