C.O 46827

Jit Le Kt, 1903

OR CIRCULATION :-

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Asst. U.S. of S.

Ferm' U.S. of S. Part U.S. of S.

Secretary of State.

SUBJECT

minimum.

Dater power for their filere factory.

Explain difficult praction in which they are placed owing to grant of night to fa. Pomer (o, a -) proposal.

MINUTES

das where why LF & neine. Cot the E. A. Power (& habing

(set 25.5, 23 ac.

The papers had not returned to me, Mr. E.W. Cowell called yesterday on behalf of Mr. Craven and explained the position-practically in the terms of Mr. Craven's letter. He said, if I remember, that if these people obtain the use of small Fall which they have in view, they will be able to provide themselves with 100 h.p. at the rate of about £350 a year. Mr. Cowell anticipated that the East African Power Company would not be able to supply them at less than $\pounds700$ a year and this would be impossible in present circumstances as it is necessary. to cut down working-expenses to an absolu

Previous Paper

The problem is in the alleged time limit by which the E.A.P.C. have intil March next to decide whether to take over the Falls which are on this setute or not. The Sisal Planters cannot wait till then or they will lose the whole season before getting to work. See drafts.

60 10 23 a tome

MANILA

WIRE OR COLLIERY

..... THE AVENUE E UP BEE

CONTRACTORS TO THE LORDS OF THE ADMIRALTY, WAR OFFICE, AIR BOARD. BOARD OF TRACE SHIPPING RAILWAY & COLLIERY COMPANIES. MARCONI INTERNATIONAL MODE TELEGRAMS ROPES SUNDER AND TELEPHONE 1471 (8 LINES)

CRAYEN & SPEEDING BROS

ALL KINDS OF HEMP & WIRE ROPES COLLIERIES SHIPPING & EXPORT

BINDER TWINE & MANILA HAY BAND

46827

MANILA

WIRE PURPOSES

21st. September .98 . T.

Le Secretary of State for the Colonies, Downing S. reet, LONDON . S.W. . .

b.,

Probably the name of our firm may se nown to you as we stended some Meetings in connection with the question of the value the rupee during the War.

It is now some years since we made a rather unfortunate eparture and attempted to grow fibre in srivish bast lifting for use la our factor, here.

For that purpose .e purchased lan. at Ac. River : miles from Nairobi.

Unfortunately the War broke cut, delays seguirea, sests acreased and we found the proposition an impossible one.

There were certain drawbacks on the Sotace which perhaps hight we been overcome, but we lare not risk further ex-enditure on a reject that might or might not be a success.

We therefore abandoned our Estate at Athi River and purchased ... Kakuri Estate which is close to Chanin Bringe Station, and I for purchased a further Estate adjoining Kakuzi waich we have called ituamba.

When negotiating the purchase of the Kakuzi satate, the vendor ofcrmed us that rights for the use of the Water Power along its

To The Secretary of State for that 21/9/23. No. 2.

south irontage had been granted to him and his successors. Later, we found that sufficient evidence was not forthcoming of the validity of these rights.

It seems that recently a new Company has been formed called the S.A. Power So..

This Company has applied to the Government of Mairobi for concessions for the exclusive use of the power that on be generated from the water in order to supply electric power, and light, over a certain district.

Close to our Estate we have a Water rall which is just sufficient to give us the necessary power that we require for driving the machinery and the pumps on our two Estates of Kakuzi and Kituanba.

The Bast African Power 30., we are told, have not the slightest expectation of being able to utilize the water that runs over this Fall for a period of 25 years or more, even if then.

ould develop should be held up for a period of 20 years or longer, and that we should be prevented from uping a power provided by nature, owing to a concession, the working of which appears to be quite problematical, as regards our fall.

We have through our Agents in British East Africa made proposals to the Government and stated:-

lst... We are willing at our own cost to put down the necessary machinery and dams, water pipe line, and all necessary for developing the power that can be derived from these falls.

2nd... That we will in 25 years or earlier hand over the machinery, the dams and the water pipe line and all the necessities for developing the power to the Bast African Power Co., at the price that it costs us to put this machinery down.

rou will see, therefore, that we have offered to take the risk in this case, but we gather that the Government Officials at Mairobi consider that the Electric Power obtainable from the whole length of this river should be concentrated and in the hands of the East African Power Co.,

To The Secretary of State for Date 21/9/23.

No. 4 .

It might be suggested that the solution of our difficulties would be found by our contracting with the East African Power Co., to supply us with Electric Fower from the Power nouse, we understand they propose to erect on the Falls that are above the Falls that are on our Estate.

There are, however, many reasons why that plan is not practicable. In the first place the charges of the Bast African Power Co., are so high as to make the proposal impossible so far as regards Si sel. The conditions of their undertaking are such that in our opinion it will be impossible for them to realise profits unless their charges are very much higher than Estates such as ours who can generate their own power at a tithe of the cost.

rurther, a License to supply Electric Power to the area in which the Karuzi and Kitusmba Estates are situated has been granted to another Company.

Even if we were disposed to contract with a Public Supply Company, the uncertainties as to when supply will be obtainable are such that we could not afford to risk loss of crop on account of the probable delay.

We must make our plans for instalment of power at once. In fact, it is simply on account of the extreme urgency and necessity of our completing our plans without further delay the compels us to write to you in the hopes that some pressure will be brought from your office to bear upon the position at Mairobi, so that a decision one way or the other may be arrived at without further delay.

we therefore trust that this matter will receive prompt attention, and that a decision may be promptly arrived at.

We beg to remain,

Your obedient Servants,

Thisam brown

262-

Downing Street,

9 October, 1923.

Gentlemen,

With further reference to you letter of the 21st September I am atd. to inform you that a despatch has now been sent to the Governor of Kenya enclosing a copy of your letter and en quiring as to the exact position of th East African Fewer Co. Ltd. in regard to the fall which you desire to reutilize and further as to the attitude of the Government in regard to your using the Water fall if it is not required by the Company. further reply will be sent to you on receipt of the Governor's views which he has been requested to summarize and telegraph in the first instance.

I am etc.

(Signed) H. J. READ

DRAFT.

MINUTE.

Mr.Bottomley, 5 10.23.

ALT.

Sir C. Davis.

Sir G. Grindle.

Sir H. Read.

Sir J. Masterion Smith

Mr. Ormsby-Gore.

Duke of Devonshire.

Measure. Craven & Speeding Bros. desire to work
for their own presides. I should also be glad
to be advised what attitude the Government
would be inclined to adopt towards the utilization
of this full by the firm in the event of its not
being required by the E.A. Power Gompany.

While it is eminently desirable that

the production and distribution of energy-should be centralised in the hands of large concerns wherever this course tends to economy and the full-utilization of the water power available, it would appear from what Comment has said that the Company would not be Covan able to supply the estate with power at less than twice the cost at which they hope to develop it for themselves. It also seems to be clear that if the decision is left over till March 1924, the firm would not be able to provide themselves with power, either from the full or by steam engines as the case may be before their sisal is ready for outting in the Spring of 1925. If, therefore, it is impossible for a decision to be reached before next March it would appear that the firm will be compelled, as indicated

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Sucill

in their letter, to make arrangements for the supply of steam power.

able to reply definitely to their letter at the earliest possible date, and for that reason I shall be glad if you will telegraph briefly the summary of your reply to this despatch.

I have etc.

(Signed) DEVOYSHIRE