

~~911~~

EAST AFR. PROT.
13954

1912
REC'D
7-MAY 12

Mazadi Soda
Co. Ltd

Date
1912
6 May

Last previous Paper.
40
11851

Mazadi Contract
Audit of Accounts

under Clause 34 of Contract.

Notes as to arrangements for audit. The books and papers will be available for audit at Co's head office

~~Mr~~ Stephenson
W. Read.

Clause 34 of the Contract contemplates the account being submitted to the Govt from time to time. This would probably be a more convenient course all round than waiting for the completion of the Railway, as any differences of opinion can be adjusted before the task of reshaping the account has become too formidable.

We might say something to this effect in reply.

The Company will evidently ^{direct} resist

This noted - 20 July 1912
Copies to Co. Conf. 20 Aug 1912

Next subsequent Paper
40
11851

But the account is to be submitted to the Government, subject to contract as to the Government, the line being of the Protectorate, and the audit machinery of that Govt. is in the PE - not in England.

I think we must explain this to the Co. & enquire what arrangement they can suggest for submitting the account for audit in the PE.

2/13
May 9.

I quite agree B.O.
2/13

at once
H. J. R.
10/11

Mr: Read,

You and I discussed this with representatives of the Magadi Soda Co: who explained how, in consequence of the system under which they are working, it would be practically impossible, as indicated in their letter, for the accounts to be audited in the Protectorate. I have since examined the system of working and have seen the books and papers at the Offices of the Company and I am satisfied that the system provides adequate safeguards and that the accounts are being kept in such form and detail as will admit of complete and

Approved
H. J. R.
5/12

ready verification. I recommend therefore that (? with the concurrence of the Govt: of the E.A. Protectorate) the accounts be audited in London and, if this is agreed upon, I shall be prepared in due course to make the necessary arrangements for undertaking the work on behalf of the Protectorate. As to the submission of accounts I have provisionally arranged with the Secretary and Accountant of the Company that they will render an account for the period (about 12 months) to 31st March last and that, subsequent to that date, they will submit an account at the end of each six-monthly period.

I write to the Company confirming this arrangement and informing them that steps will be taken in due course to carry out the audit of the accounts at the Head Office of the Company.

I propose to discuss with you the details of the cost of the audit.

B.O.
2/16

Dr. G. Fiddler

As proposed by Mr Stephenson?

H. J. R.
5/14

[Signature]

at once B.O.

45
THE MAGADI SODA COMPANY, LIMITED.

M. SAMUEL & CO. MANAGERS

TELEGRAMS: SODASAD, LONDON
TELEPHONE: LONDON WALL 1883

D/D

Shell House
25 St. Dunstons
London E.C. 4
6th May 1912

The Under Secretary of State,
Colonial Office,
London S.W.

Sir,

I have the honour to acknowledge receipt of your letter of the 4th inst: with regard to the auditing of the accounts of Capital Expenditure as provided by Clause 34 of the Contract referred to.

I am instructed to inform you that the accounts will be submitted to the Company's Auditors in the course of the next two months, and that it is proposed that such accounts be submitted for the audit under clause 34 after such other audit has been completed; on the other hand it has also been proposed that the audit under Clause 34 should take place only after the completion of the Company's railway.

I am further instructed to inform you that in either event, the books and papers of the Company relating to this matter will be available for audit at the Head Office of the Company in London (as above) where such books and papers are kept.

I have the honour to be,

Sir,

Your obedient Servant,

W. Samuel

Secretary.

13954

46

C. D.
R. 13
D. 13

Handwritten signature
St. Mary's 12

DRAFT.

Re: *St. Mary's*

The *St. Mary's* Code
 Company limited

I am at last in receipt of your letter of the 8th of May relating to the question of the auditing of the contributors' accounts of Capital Expenditure as provided for by clause 30 of the (insert) to the Constitution of the *St. Mary's* Railway

115 115
 13/3

With regard to the proposal in the latter part of para 2 of your letter

Copy to Mr. G. J. G. G. G.

2. I am to point out that the clause & para to contemplate the account of capital Expenditure being

submitted to the post.

from time to time.

The bills address to a more convenient course

of all parties than to that for the completion

of the building, as any

alterations of design

can be & adjusted

before the task of ^{altering} ~~rebuilding~~

the account had become

extremely complicated

I am further to

show ~~that~~ that under

the terms of the

clause am intended,

the account is to be 47

submitted to the Government,

which is defined in the

Contract as "the post

for the time being of the

Postoffice", and that

the order of business

of that post is in the

Post. and not in England.

In these words, I am

to require that

(Chickasaw Lake Co. Ltd.)

an agreement ~~shall~~ be

entered into for the building

the account for under

in the Postoffice

C.D.
1877

139

Let

53rd 20 July 1922

Mr. [Name]

With reference to
the letter from the Dept
of the 14th of May,

I am glad to confirm the
arrangement personally

agreed at the
~~meeting~~ at the
meeting which has taken

place at the residence of Mr. [Name]

and representatives of the
Massey Soda Company

limited, viz. that the

accounts of Capital & Reserves

to be constructed of

the Massey Railway

shall be audited & the

DRAFT.

Massey Soda Company
limited

MINUTE.

Mr. [Name] 15-7

Mr. [Name] 16

Mr. [Name] 16

Sir H. Just.

Sir J. Anderson.

Lord Emmott.

Mr. Harcourt.

[Handwritten signature]

[Handwritten note]

[Handwritten initials]

Copy for [Name] 20 Aug 22

that the last
of the year
of the year

to be paid up to the
of the last, and
has brought the
to account at
the end of each six monthly
period hereafter.

2. C. J. [unclear] [unclear]
has addressed to
the [unclear] [unclear] to
be taken to carry out
the duties of the
accounts at the [unclear]
of the [unclear]