

10110

KENYA

10110

1927

*Paul*

1927

CO 533/366

MAGADY SODA CO.

X F 4255/26

**CONTINUATION FILE**

DESTRUCTED UNDER STATUTE

Magadi Soda Co — 1 Feb, 1926

Inquire whether now in a position to make further progress with the draft leases.

Say that the S.P.S. has not yet received from the Govt. of Mysore a list of <sup>standart dues</sup> observations on the various questions which was indicated in the letter of 20<sup>th</sup> Sept. have been referred to him, but that his reply will be sent by an early mail & that a further letter will be sent to them as soon as possible after its arrival. And add that it will no doubt facilitate matters if at the same time S.P.S. can a position to consider the Govt's ~~standart~~ views on those points on which their observations were invited in the letter of 20<sup>th</sup> Sep<sup>t</sup>.

(C.5) Whether they wish to press for the retention of the <sup>proviso</sup> ~~sub-clause~~ to the original sub-clause 2 (m) of the ~~short~~ lease & if so, what alternative form of words they propose for their purpose.

(C.7) Whether the negotiations will

the Oil Company referred to in para

(7) their letter of Aug. 18<sup>th</sup> are  
complete.

No 27 or  
XF4255.

(c.) Whether the Roy. wish to suggest  
that the fixtures etc referred to in  
Clause 6 (m) & f of the draft Port  
Lease are to be excepted only from the  
obligation to deliver up in good repair  
& condition, or whether also from the  
preceding obligation to maintain in  
good repair - condition.

Op. Fleet

2 10/10

11/10/26.

2/

Op. Fleet

made it available)

B.O. 14/R6 : fav  
des. after Enr.

Comments on C.C. despatches  
of 30.5.26 and 7.6.26

Comments on the negotiations between  
the Magna Soda Co and Henry respecting the  
maintenance of water fittings for the Macau

A.O. 14/10/26

transferred to

X-10/10/26

Mr Buske  
Mr Allen

3. This clearing up, leaving the points  
left outstanding by the letter to the Company  
of 28 Sept. 1926. (No. 31 in XF4255/26). Although  
the despatch is very long, there are in  
reality few points which have still to be  
considered - principally those marked X, Y,  
and A - F. in the note which I have  
prepared paragraph by paragraph upon it.  
I enclose here to.

I have also indicated in pencil  
on the most up-to-date copy of the draft  
leases (now attached to this paper) the  
result of the decisions taken in No 31 on  
XF4255/26 and those suggested on this despatch.

In addition there are 3 points  
on which (see No 2 on this file) the Company's  
obligations are outstanding, but of these 3 the  
first. (retention of the proviso to Clause  
2 (iii) of the Port Lease) is disposed of  
automatically if the provision given in  
para 2 (f) of this despatch (that Clause  
2 (e), (f) are not necessary) is adopted.

I submit to you now of the points  
referred to in the enclosure attached Note

X 10110  
77

now draft a letter to the Coy. (for conson).

telling them as in para 7(c) of the  
letter, & also of the P above, & say  
that subject to the receipt of their Resons.  
and on the other 2 points mentioned  
in letter of 4 Feb<sup>y</sup>, the points outstanding (No 2 on pts)  
in connection with the draft leases  
would appear to be disposed of.

draft a list of the amendments necessary  
to the printed draft leases, which  
on receipt of their reply can  
be sent to the solicitors for the  
<sup>(final)</sup> preparation of ~~final~~ <sup>final</sup> drafts.

1 copy of the letter to the Coy. to be  
sent to the "var" for his information  
obviously, as suggested at X & Y as  
regards paras 2(d) & 2(B) 2 of his des.

? write also to C.A as suggested  
in para 7(A) (B) of des.

To proposed subject to  
we agreed with you, G.M. et  
written after discussion 16.2.17  
with Mr. Bush. At regard's division  
of the lease between Aly & co<sup>1</sup> and  
of 18<sup>th</sup> Dec 18<sup>th</sup> between Aly & co<sup>1</sup> and  
as at 1<sup>st</sup> in view of Mr. Miller  
27/2/17

X 10110  
77

S. T. & G.

To Magadi Co. Ltd 10 MAR 1927  
(including memo & Revised clause)  
To C.A. 11<sup>th</sup> MAR 1927  
To Gov. 222 (by copy 5) 11 MAR 1927

W.H. — Magadi Sols. P. — 5 March 1927.

Submit comments on points raised fit  
their own.

Mr. Bush  
Mr. Allen.

C(G). As sub clauses 2(v) and 2(vi)

of the draft Port Lease have disappeared  
in view of C.O. letter of 10 March as follows.  
as we have already pointed out to the  
Company, that the provision to the original  
Clause 2(vi) should go. B) There is no clause  
reserving a right of way, reference to "the  
said way or road" would be absurd.

? reply on this point referring  
to para 7 of our letter in which it was  
pointed out that in view of the deletion of  
sub clauses 2(v) & 2(vi) the retention of this  
margin was unnecessary. That is  
proposed to be left blank before back to the  
(It might however be a good idea  
meets to offer to agree to a revision to Clause

that in the event of the Govt. desiring  
at any time to construct a road between  
the foreshore & the desired premises, such  
road shall not interfere with the efficient  
working of the Conveyor Plant & Pier  
& the ~~lessor~~ shall have full right of  
access to the Conveyor Plant and Pier  
for the purpose of effecting any strengthening  
of the said plant which they may deem  
necessary, provided that such strengthening  
does not interfere with the effective working  
of the road.

But we can in any case wait  
(see if they ask for such a thing)

C7. The arrangements described  
in the Bys. letter as embodied in the  
Draft Agreement with the Shell Oil  
Coy. of East Africa, (a new Company,  
not the one we have previously heard  
of in this connection the British Imperial  
Oil Coy. (South Africa) Ltd.) do not  
appear to transgress the concession  
made by the Govt. that the  
existing arrangements & would  
be all over'd to continue until the  
new Govt. pier is ready. See as to this

10/10/26

the extract from the Otago report on 55273/25,  
the letter (57) Agadi Soda Coy 8.9.26 on  
X.F. 5285. (para 3), Section C of the Annex.  
of Agreement with Brunner Mondi. (25752/4).  
- also para C.7. of our letter of 20.9.26,  
No 31 on X.F. 4255/26. It will be seen that  
the agreement provides for determination  
forth with on completion of the Govt. Oil Pier  
on the coasts, we need not consult the Otago  
first, though we should explain briefly  
to him (as sender) out the corner.

On this point, tell the Coy. that  
any arrangement indicated in their letter  
which they have made with the Oil Coy.  
appear to be satisfactory, but that before  
giving the undertaking for which they  
ask it would appear desirable that  
S.Y.S. should have an opportunity of seeing the  
text of the draft agreement, rank to see <sup>and</sup>  
accept.

With regard to the further question as  
to the Oil Coy's desire to construct another  
pipe, say that S.Y.S. would prefer a certain  
width of the pier, on this point, as  
it does not appear that a decision on  
this point is necessary for the settlement.

of the leases. Of the draft Nagadi leases, he  
wishes to send a copy of the cover<sup>c</sup> to the O.G.  
& will forward his opinion on this point.

C.8.

As to the (first) Amendment

in view of Clause 6(m) of the  
port lease (underlined in the clause  
as now reproduced in the Coy's letter)

See para C.8. of the Coy's letter of 18.9.26,  
i.e. our letter in reply of 20.9.26. The  
object of this amendment was originally  
stated to be to bring ~~into~~ the clause  
into line with clause 5(m) of the Lake  
Lease. I think that, if Mr Bushe  
agrees, we might now accept this  
amendment, & the arrangement  
of the words as ~~suggested~~ suggested by the Coy.

(Ms 27131  
on XFL 255/2c)

<sup>(2r)</sup>  
Reply on the above (ms. 1. Coy  
in the copy of their reply to our letter 8.10.27  
it is now proposed to indicate the sol. on

to prepare final d/p based on the  
terms enclosed with our letter of  
10.3.27, with the alteration of  
Clause 6(m)(a) of the d/p port lease  
now agreed to.

Copy to Mr Bushe

Revised ~~copy~~ prepared by letter to Suttles

giving them only sections up to no. 20 defining  
the leases.

On receipt of Coy's reply, copy of cover<sup>c</sup>  
shd. go to O.G. with an explanation  
as suggested above as regards C.7. (The p/p/are)

S. Steel  
15.3.27.

As regards A, I do not see why we should  
bother about the agreement. The Company have  
elected to give us the purport of it and I think  
that all we need do is to say that the agreement,  
as set out in Clause 7 of their letter, will not  
be regarded as a breach of the Covenants, etc.  
Ought we not to add, provided that no dues are  
evaded, as was set out in the proviso which is  
now to be deleted. If the agreement has not been  
set out accurately in Clause 7 our letter will not  
avail the Company. So far as I can see, if Clause  
7 sets the agreement out accurately it does not go  
beyond what the Kenya Government have agreed to.  
As to the rest, I agree.

H.B.  
15.3

It appears that the  
difference is a mere consequence  
that it's not worth while to call it  
in view of the fact after the 6th March 6

18/3/27  
to be able to have the Bank's given back  
all rights reserved to do away  
the most to do so in a convenient way  
there's no analogy between the  
present step & a cancellation for  
sliving from the Govt.

Mr. Bushe agrees, unless  
accept the proposal. off course

J.W. Allen

18/3/27

at once

To Magadi Soda Co. (no 8 and)

To Macdonogh w/ blueprint) } 22 MAR 1927 H.A.

H River Agents — 22 March

Propose to apply for the sum of £137.0 from  
the Magadi Soda Co. and seek their address.

immediately

18/3/27

18/3/27 To C & A (no 11 and) 24 MAR 1927 H.A.

Mr. Allen,

I submit draft letter to the Solicitors  
which should enable them to make preparations for the  
necessary revision of the draft Leases.

No reply has yet been received from Kenya  
to the telegram of the 23rd February (No. 4.) In view  
however, of para. 2 of the despatch to the Governor  
of 11th March (No. 7), I do not think a reminder is  
necessary, and if no telegram is received within a  
reasonable

reasonable time on this point, I think it may be  
assumed that the Acting Governor does not wish to press  
for the revision of the special proviso to Clause 6(i).  
(D) of the Port Lease which he proposed in para. 7(g) of  
~~para. 8. No 5.~~

A draft to the Acting Governor sending copies  
of 9 is awaiting the Govt's. reply.

18/3/27

J.W. Allen

yet

at once

13 To Sutton, Ormeau & Oliver  
(w/ copies 2, 5, 8, 9) 23 APR 1927

Recd by Mr. Steel

18/3/27 Sutton, Ormeau & Oliver  
DESTROYED UNDER STATUTE

23 APR 1927

8 April, 1927

Will at once take steps with a view to complete  
the revision as soon as possible when a final settlement  
has been reached with the Magadi Soda Co.

Recd by  
Sutton, Ormeau & Oliver  
18/3/27  
at once.

Recd by  
Sutton, Ormeau & Oliver  
18/3/27  
at once.

J.E.K. M. S.

18/3/27  
B.M. as directed

Ask the C.P. of the time  
Ready to go to 10/4/27  
10/4/27

10/4/27

DESTROYED UNDER STATUTE

10 Magadi Soda Co. 10/4/27  
(ex. reply to p. letter) 26 APR 1927

X 10/10

10 April (4)

about that day or the 5 and 7 and  
I had opportunity of examining the final draft of  
the leases before the engagements were taken  
in execution.

This letter leaves nothing open with the  
exception of the point mentioned in para.7 vii: the  
question of an amendment to Clause 6 (ii)D of the  
draft Port Lease.

As regards particular points it may be  
observed -

(a) (para.3) There will presumably be no difficulty  
as regards the understanding on which the Company  
accept the revised description of their Port  
premises etc., and all we need do is to say in  
replying that the Governor's attention will be  
invited to this understanding.

(b) (para.5) See para 3(B) of C.O. letter of  
24th April on X.2997/26, which follows para.22 of  
the Governor's despatch on X.334/26. The terms of  
the Governor's despatch and of our letter were  
quite definite enough to warrant the Company in  
taking as an "assurance" the statement that the  
Government would exercise its right to purchase the  
section of the branch line which forms part of  
the line to the new harbour works.

(c) (para.7) As regards Clause 6(ii)D please see  
my minute of the 1st April on this paper. It  
seems pretty clear that the Acting Governor does  
not wish to press for the special proviso which

he suggested in para.2 of his despatch of  
10th January (No.2 on this paper). I think, however,  
it would be as well to send a telegram referring to  
para.2 of No.7 <sup>copy to</sup> saying that the Secretary of State  
assumes that the Acting Governor does not wish to  
press for the special proviso suggested in his  
despatch of 10th January.

(d) (para.3) See the letter sent to the Company on  
22nd March (No.9) paras.3 and 4.

The action necessary appears to be -  
~~Carry to an early stage~~  
(1) to send a telegram to the O.A.G. as proposed above  
(2) when the Acting Governor's reply is received, (a) to  
acknowledge this letter, observing as suggested above  
as to para.3, informing them of the decision as to  
para.7 and noting with satisfaction that the outstanding  
points in connection with the draft leases are now  
settled, and saying that the Solicitors are now being  
instructed to prepare revised proofs of the draft  
leases which will be referred to them for examination  
before the engrossments are prepared for execution.

(b) to write to the Solicitors in continuation of  
No.13 on this file, instructing them to prepare revised  
proofs in accordance with the instructions in para.2  
of that letter, saying that the memorandum enclosed  
therewith has now been accepted by the Company, and  
(c) to send to the Acting Governor with reference to  
No.7 on this file copies of Nos.8,9,13,16 and reply.  
With regard to Nos.8 and 9, the Acting Governor should  
be informed that as the proposed agreement between

the Magadi Company and the Shell Oil Company of East Africa, Limited, provides for its termination forthwith on completion of the Government Oil Pier, and does not appear to go outside the arrangement agreed to by the Governor in his <sup>despatch</sup> telegram of the 29<sup>th</sup> May 1916. (2 XPS 285/2c) the Secretary of State did not consider it necessary to incur further delay in referring this point for his prior concurrence. As regards the proposal to construct a four ~~ext~~<sup>out</sup> pipe line for the Magadi Company's fuel oil tanks <sup>to</sup> ~~with~~ a new tank to be built on the Oil Company's land, as the right has already been conceded to the Oil Company to utilise oil from the Magadi Company's tanks, the erection of this new pipe is merely a matter of convenience not involving any further concessions. We shall invite attention to para.3 of the Company's new letter & also to the remarks in para.5, and say that with the settlement of the point as regards Clause 6(11)D of the Port lease (para.7 of the Company's letter) the Solicitors are now being instructed to prepare revised draft lease. ~~Attention~~ based on the memorandum enclosed with the letter to the Company of March 10, with the further amendment indicated in para.5 of the letter to the Company of March 20, and that the revised drafts will be submitted to the Acting Governor and also to the Magadi Oil Company for examination before the expressments are prepared for execution.

perhaps when the telegram proposed has gone off  
the paper will be circulated to me to prepare the  
other article.

(f) Deed  
4:2) 17/10/2002  
2272

Yes ~~had~~<sup>was</sup> <sup>in</sup> <sup>W.B.</sup> 1  
12:30 <sup>noon</sup> <sup>in</sup> <sup>W.B.</sup> 1

DESTRUCTED UNDER PTA 17th July 2014

Flag w.

"We do not wish to press special favor"

~~Mr. Bushe,  
Mr. Bottomley~~

I now submit drafts to Magadi Coy., the solicitors and the O.A.G. I should be glad if you would ~~particularize~~ <sup>particularly at</sup> ~~particularise~~ par. 5 of the letter to the Coy. regarding the omission of Clause 6(iv) of the draft Port Lease. This point had not occurred to me before, but it seems obvious that with the deletion of Clauses 2(v) and 2(vi), Clause 6(iv) is left in the air and is no longer needed.

I hope this is the last occasion on which we shall have to bother with the details of these Leases.

G. F. Seel  
(7.5<sup>17</sup>)

(When we get the last proofs it will be as well to let C.A. have one with a warning that they will shortly be asked to sign them.)

- 14 To Magadi Co. (no band) 13.16  
 25 To Sutton, Chumarray & Oliver Cons. } 18 MAY 1927  
 21 To Gov 4008 / except 8-9, 13, 16 & 19 } 19 MAY 1927  
 22 \_\_\_\_\_ Sutton (Chumarray) 23 May 1927

Ask whether amendments in green will be accepted by the Co. in Cl. 2 (ii) and (iv) are agreed.

This ought to have been clear—  
They have had corner B signed & submit

1010  
X 1010  
draft - there is no doubt on the point,

as para. 5 & 6 & 8 to 16 show.

(There is a lot of work  
in Allen in away & it seems  
hardly worth while troubling  
the Battenberg).

S. Reel

26.5.27

To Sutton Ornament (no 22nd) 30 MAY 1927  
2 o'clock

A4

Mugadi estate

told that their office will be transferred to

Notte House

Buckingham Gate

J.W.

as from 1st June

Patty  
Sutton Ornament  
2/6/27

but as much of each of the new  
sites leases

R. Bushell  
R. Allen

I attach a note on some very small  
~~but~~ points in which the prints  
require amendment.

The section is now, however, acceptable  
[handwritten] by the M.C.A.  
and copied to the Mugadi Co. [unclear]

for information, any obvious, explanatory

1010  
X 1010  
Hand copies to be forwarded to the M.C.A.  
Kingsway for review

Hand copies to be forwarded to the M.C.A.  
send 2 copies (to M.C.A. Kingsway, Secretary  
for exec. & copy others. 2nd copy  
are also being sent to ~~the~~ the Company  
for exec.). That subject to ~~any~~  
final agreement now being given  
Co.A. will be asked to take the necessary  
steps to execute the leases, which will  
then be referred to the M.C.A. for  
the negotiation of the grants. Say that  
the deed follows enclosed with his draft.

20686125

No 1. on file.

(All 3 are now in the envelope above 15  
on their file).

? send one copy of each lease & copy of the  
note to C.A. ref. No 6 on the file, with  
copy of the indenture attached to them to the M.C.A.  
also replace that file with 15  
in the header date when all cases have  
been completed.

X. 1010

17

will be seen the negotiations have approached completion, & that subject to the agreement of the Govt. & the Govt of Kenya a to the leases in their present form, it is proposed that they should take the necessary steps to have the leases executed. Provide further conc'nt when return from the Govt & the Govt agreed. in due course for a copy letter to the S.O.M. forwarded below.

2nd 25. Day (spirit of leases sent to Govt & O.M. for consideration. (For further copy when necessary) In the event of the Govt agreeing to the leases, & in turn all the arrangements for attachment to the Scheme, and say that on the part of the Govt applies for the Govt & the Govt to agree to ask C.A. to communicate with them with a view to the enforcement & execution of the leases, (not) coincident.

Copy of

25/6/01

M. Allen

20/6/01  
M. Allen  
20/6/01

1/6/01 Box 569 (copy held & 1 copy of each Draft Deed) 4/6/01  
To Magadi Co. 10 acres (one acre) each Draft Deed 4/6/01

To Sutton Mineralogy & Co. Ltd (25 acres) 1/25 acre Deed same 4/6/01

To A. J. (no copy back Df. Deed 2 1/2 25/6/01)

30. Magadi Soda Co. ----- 18th July, 1927.

State It has become necessary for a pipe line to be erected between the property of the Shell Co. and their property at Shimanzzi. Would be glad of an information to the effect that this does not constitute a breach of the Covenants in the Port lease.

On Allen

Pl. see para 4. of the letter to Magadi Soda Co. 7/22 Mar (No 9 flagged green), and para 3 of 25/5/01 May: (No 11 flagged red).

As we regarded the construction of a oil pipe as involving no further concession of principle. That the covenants do not affect the laying of a pipe to conduct steam to the Magadi Company's tanks.

act. May copy of their letter being sent to O.M., & 1 book of their books it may be presumed that O.M. shall not require anything to the erection of a pipe to conduct steam from the Shell Co's property to their property on the understanding that this case of this

4 JULY 1927

4 JULY 1927

Additional pipe will be  
discontinued, with the  
existing steamer flooded in the  
place next to the Shell Bay,  
when the Govt. Oil pier at Kilindini  
is brought into use.

Copy 3c reply to O.T.C.  
(if inf. rep. para 3) 21

Oxfoot

10.1.27

re alter. The sans, no reason to  
less depict in this case than in the case  
the oil pipe

M. Allen (Mr Badde's  
away)

20/7/27

As Mr. Allen prefers. I think the  
oil pipe excluded S.E. Engg's  
and the same in the land exculded  
ours.

Oxfoot

20.7.27

as above

To Magadi Co. (no 30 and) 26 JUL 1927  
31-5 In 616 (copy 3c + 3d) 26 JUL 1927

33 MAGADI SODA CO. 1010/ix 21  
Have no observations to offer on proposed proofs.  
Return copy of note with minor corrections, which, 12  
in their opinion should be made.

These corrections must be  
communicated in due course to the S.P.M.  
(via C.A., I think)

Await reply to 826

Oxfoot

5.8.27  
at once.

~~3~~ Magadi Soda — 9 Sept. 1927  
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ask if they can be supplied with the  
engrossments of the leases, for execution  
during the course of next week.

In letter.

I think we may help the Govt. by  
asking for a let reply to No 26, & in  
the meantime pass on to Suttons (via that)  
the corrections in the enclosure to 33.

With herewith

Oxfoot

12.9.27

M. Allen

12.9.27

S.M. 12.9.27

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33 Magadi Soda (closed) 12 SEP 1927  
33 Magadi Soda

8.10.10/27

38 — Dsp. (Mr. Newham) — 21 Sept., 1917  
(Ld. 247)

Submits observations on revised title base,  
and enquires whether deed of Surrender should  
not be executed prior to completion of  
new lease. Adds that all existing title deeds  
will be required for cancellation.

Answer

If the Secretary to you have  
arrived at a point now known  
as the, and raised in the  
various Telegrams a few of the  
powers held by the Company, and  
also (so far) the right being given  
to it to settle the same  
as it so ~~will~~ be, and actually do  
one not equal to the time of  
the lease, he goes if and so  
that one executed in the time  
already named the subject of  
negotiations and need hardly  
be placed in the present  
emergency.

Suggest (and believe you agree)  
that it be agreed it will be  
sufficient to make to the Company  
a sum of £1,000, and £1, in the  
and others at the time the  
does not seem necessary at this

X 10/10/17  
stage to refer to 1st, and if 13/13  
agreement, can be reached on  
(a. & b. 10/10/17 and 12), the actual time  
of the leases should be greatly  
cleared up / attach date for return  
to same time. C. A. Cliff

24/10/27

But I am afraid the arrangements

cannot possibly be thought Sept 20th:  
In my case this is the ~~suspending~~ ~~preceded~~ with  
(I think) absence of best then best  
deals with the man to understand with the  
details the necessary for understanding them)

J. H. Miller

24/10/27

I have passed the draft. If the  
Secretary to you will allow this it is  
ready for despatch. I should like him  
to sign but it seems plain sailing.

There would now exactly how far  
things are ready for the remainder.

C. A. Cliff

24.9.17

39. — J. Maynard (Sect. Gen.) — 28 SEP 1927

10/10/27

and

28 SEP 1927

Path Sodas — 29 Sept. 1927  
in objection to the representations  
made by the Improvement

X. 10110  
2

X 1011

- 1 The amendments in 1039 can  
now be communicated to the solicitors  
for incorporation in the take lease.

- 2 With regard to Mr. B. Stomley's  
memorandum of 24 & 27 about the Beads  
I am very glad

(i) There is a deed of surrender  
of the Luton and Railway Properties.

See 24427<sub>49</sub>, and also 24687<sub>49</sub>, which it was  
~~not~~ originally entered by the SPTP. At the  
time of original input, it was flagged as being  
out of grade 2 due to compaction.

I have not seen any further ones<sup>4</sup>  
but the breed that I see Bushy  
tailed, we can presume that there  
will be a number. There are in  
fact due to appear the described  
as well as

(ii) There is no deed for the Surrender of the Shrewsbury property. I regret this is an oversight on my part (of a kind of which I have been afraid all through this complicated business). In section para. 4(b) of your letter to Sutton 3/June 1925 on 30686 you asked them to account further as follows: before taking this

Dear Mr. Miller,  
I am enclosing a few  
samples of our new  
material in the hope  
that you will be interested.

(See (f) of Gov't  
let. No 38.)

upon the idea being that it would await  
copy of the actual documents I leave before  
the deed was prepared. But when we  
got the copy (24/4/25) their point was  
overlooked, & Mr Oliver confirms that they  
have not yet drafted a deed. However,  
this should be a simple matter & best right  
all that is necessary is for the Smt<sup>m</sup> how to  
prepare a deed & settle the terms with  
the Nagadi Corp.

(iii) On 334/16. (See para 6 ; docs. 1397 & 1398.)  
page 5) and Annexure II) the Govt sent  
home a draft deed of surrender of certain  
subsidiary interests (L.O.s 1833/1 and 2) in  
the Colony; but these interests are not to  
be devised by the three lessors whilst the  
Brown agent will execute and by a new  
local lease, take and there is therefore no  
need for the particular deed of surrender  
because should therefore be executed  
locally. Dr Burke will perhaps confirm

3. As regards the number of the Beach Plan  
the annexed to the Port Plan is incorrect.  
add any light as to their the Map would  
Send to the S.P.M. with No 28, and can only  
support engineering of these as in the so left him.

X.10110  
17

I submit draft to Suttons

To C.A. & the Govt. for your

to be so off about the place there

After seen I have the necessary

and in last 1st hand of the

Bushes and S. Oliver's so there

is back

4 Oct 27

There are added the draft to Suttons  
and will be copying with the Bushes  
as you see. The other off do not require  
amendment.

General  
has added to the 1st off  
not for his signature therefore fifth  
copy is not required

as an addendum

Loss 5/10/27

To Magadi Co. (no 40 and)

To Oliver S.O. cons.

To Sutton Ormancey & Oliver (ppages 39, 40, 41, 42)

14 To C.A. (ppages 39, 40, 41, 42) —

(Deed Plain & lease)

6 OCT 1927

X.10110  
17

RECORDED UNDER STATUTE OF PRIMACY

7 Oct. 1927

Will advise with regard to amendment to the new leases  
and will prepare the engrossments of the necessary  
documents.

46 — T.C. Oliver

stalls plan on the Part Lease bears correct number.

45 Part G

46. This is curious, but evidently  
an action is necessary beyond a formal  
a due course

Draft act beneath

Staves

6/10/27

To Oliver (no 46 and)  
(Plan number)

13 OCT 1927

Magnat Solde

Refer to question of surrender of the interests of  
the old company and suggest that, as the discharge  
of the liquidator is imminent, execution of the  
leases be delayed until the old Co. has been  
finally dissolved. If that execution of the  
surrender may be avoided. Add as to stamp duty.

Th. Bush

Replies August  
1927 or 27 or 428

At the end of No 1 on this page (or  
10 Jan 1927) the Govt expressed the hope  
that representations givings an explanation  
with these leases might be brought to a full

X 1010

Settlement, but as far as I do it aware  
there is no real reason why the Govt of Kenya  
should object to a slight further delay.  
(we are not told the probable extent) It is  
the Company who have hitherto been  
pressing for early settlement.

I presume however that we should  
simply call a writer to form give the Govt  
a chance to agree say if they agree

But there are 2 points on which  
we must fix an opinion.

1. When the liquidator is discharged  
will there as the company assume be no  
need for a surrender?

2. The stamp duty question  
at date 11/5/1927 regulation  
law. (1st Oct 1942 Law)  
a. stamp duty & ref. in regulations  
b. in due course

The stamp duty on a surrender  
(pp 615 Vol 1 Law) under the Stamp  
Act is the same as that on the Company  
(where there is a consideration). The duty  
on conveyances is shown at 60/- there  
is a sliding scale based on 2% ad val.  
With 10/- being the Company's understanding  
it is correct.

Right we have your views on

X 1010

The Company's request? Please  
copyed

14.8.27

When the Company is wound up and the  
liquidator discharged, there will not be anyone who  
could execute a surrender. Whether it is desirable  
that before that happens a surrender should be  
executed is really I think a question for Kenya  
since it must depend upon their law. The stamp  
duty would appear to be ad valorem.

HFB  
18/8/27

I took this back to Mr Bushell to  
consider whether we should say  
anything to the Ministers who have been  
instructed to draft a surrender. The  
paper returned today without a  
further minute, but I have now agreed  
of the to Mr Bushell & he thinks  
that besides putting this point by tel  
& Kenya as above we should also  
encourage him to send the cons & the  
sol to us & ask them if they have any  
views to express on the subject.

49 Tel cons to Gov. 26<sup>th</sup> Oct 1927  
14/8/27

X 1010/27/61/48 Anno  
50 So Magadi Soda Co 48 Anno  
5 b to Litter, Mr. Nance & Oliver, Esqrs } 26 Oct.  
1877  
1200 ft. above 48 & 49  
1877

52 Sutton (Birmingham) — 266 ft, 92 P.  
1877

In draft of two Deeds of Surrender  
of the Co's property in Kenya Enquiries  
will whether they should first be  
presented to the Co for approval.

P. S. Mr.  
P. Lee

not in contact with  
any agent or  
att or counsellor particular  
to my business  
but I expect  
you will find them, by  
writing to our  
agent, and then & D. the  
moment.

As you might suppose  
I am confirming it to you  
in full.

I am to you  
in full and let the law of  
Kenya be your guide

But as to legal advice for  
and as I expect  
~~the best of the best~~  
successive has plainly that in

X 1010

327

view to the Co's agent, that the question  
whether surrenders were dispensable with  
should be re-considered, it will not be feasible  
to present a surrender to the Co for  
the moment, but that there is no  
Elbow bending, the draft surrendered  
to Post House that if they  
will accept a bill of exchange  
on a bank in our name so  
as to meet our demands.

P. Lee

27 Oct.

P. Lee

27 Oct.

P. Lee

27 Oct.

I have spoken to Mr. Oliver in the  
sense of the above. He says to let the Co  
see the draft surrendered to the Post House  
understand that if they accept it  
it can be exposed.

P. Lee

27 Oct.

P. Lee

Sutton (Birmingham) — 27 Oct., 1877  
expresses the opinion that the  
surrender of surrenders might be dispensed with  
should not be considered.

Bush  
P.M. 100

X 1000  
suppose we must await  
its reply to us but Mr. Bush  
may take his side in the meantime.

4 X

Reference to the position of the Govt  
in view of the local news about  
the Amendment to clause 10(b)

28/6

— 14 Aug — 28/6/1917

C. M. asks that if possible, amendment  
stated may be made in railway  
lease clause 10(b). Reply 18/6/1917 follows.

P.M. says that there is nothing  
in the amendment at present,  
which would affect railway lease  
and so far as I can see  
it is proposed to have been  
intended to put in the way  
which is right and

The title or quantum of rent  
is left to the discretion of the  
Company to determine in accordance  
with the circumstances.

Very truly yours

28/6/1917

I suppose we must be satisfied

X 1010

14/6  
To Magadi Co. Co. 29/6/1917  
(Amendment to clause)

When a Company is wound up it becomes dissolved, in the case of a winding up under the Court upon an Order of the Court, or in the case of a voluntary winding up, three months after the final presentation of accounts and meeting. I do not see how, after its dissolution, the liquidator can dispose of its assets and, as a matter of fact, the assets of a Company not disposed of before dissolution ~~are~~ vest, in the case of personal property, in the Crown and, in the case of real property, revert to the lessor or grantor. I do not, therefore, myself attach very much importance to the execution of these surrenders, though I agree that if they are executed it will provide a neater job.

HB  
10

— 14 Aug — 1 October, 1917

Is advised no ad. maximum duty payable on deeds of Surrender or maximum duty on deeds of Surrender is 2/- each. Title deeds must be stamped and registered in the Colony. Deeds of surrender must be registered and executed before new lease issued. Are not two deeds of Surrender necessary?

This telegram ought to settle  
the question as to the maximum duty on the  
surrenders is the only 2/- the Company

X.10/10

1936

and scarcely object further. But I  
cannot entirely be satisfied either.  
The stamp duty bill or the Registration  
duty bill.

At the end there seems no need  
to wait for the stamp duty bill or the  
Registration duty bill.

I would like you to let me know what  
the stamp duty bill or the  
Registration duty bill will do in this respect.

It is my opinion that all  
existing registered agreements &  
all properties in the following  
names will be duly stamped  
and registered in the Money before  
they are surrendered. Then the registration  
of the new money must  
be done. The surrender should be  
executed and registered before  
the new leases can be registered  
and grants issued. No additional  
duty will be payable on the deeds  
surrendered, and the maximum  
duty payable thereon will be  
10 shillings each. In the case

Sgt's request that it will not be possible  
to accept their suggestion that the deeds of  
Surrender should not be executed & he  
<sup>in any case</sup> presumes that <sup>in view of the Gov's statement</sup> the  
duties payable [they will be]  
~~are not due~~ <sup>due</sup> ~~their object~~  
prepared to agree to execution of these  
documents as soon as the deed of Surrender  
of the Shuang property, referred to int 28 -  
which has been settled between themselves  
and the solicitors <sup>the question about</sup> and the amendment  
of the Railway lease Enforced in No 55 has  
been decided.

(The Coy. have not answered int 28  
& so, in the mean time for their now).

Copy to Suttons, with copy 55 also,  
say - it will be seen that it has been decided  
that the deeds of Surrender must be executed  
promptly further reply to the Coy. answer 55

No need to write to CA yet

Great  
2.xi.27.

H.B.  
of the  
atmosphere.

atmosphere.

To Macmillan Co. } 3/11/27  
58 To Suttons, O.O. (with copies 55, 57) } - 8 NOV 1927  
no 53 and

Mr. Steel.

Mr. Wilson.

Mr.

Mr. E. J. Harding.

Sir C. Strachey.

Sir J. Shuckburgh.

Sir G. Grindie.

Sir C. Diceli.

Sir S. Wilson.

Mr. Gomby-Clare.

Lord ...

Mr. ...

**DRAFT.**

Gentlemen,

MESSRS SUTTON OMILNEY & OLIVER,

*London* Street,

8 November, 1927.

To Magadi Soda Co.  
29th October.

To Magadi Soda Co.  
8 November.  
(B.M. herewith).

I am directed to acknowledge receipt of your letter of the 27th of

October, and to transmit to you, for your information, the encg. copy of a letter which has been addressed to the Magadi Soda Company regarding the

Company's suggestion that the execution of Deeds of Surrender in respect of the old leases of the ~~Company~~ property in Kenya, should be dispensed with.

**2. Drafts**

2. It will be observed from the enclosed letter that the Secretary of State has decided that the surrenders

in respect of this property must be  
executed.

3. I am also to enclose a  
copy of a letter addressed to the Magadi  
Soda Company on the 29th of October,

regarding certain further amendments

of Kenya has suggested should  
which the Governor considers should be

made in the terms of the railway lease.

A further letter will be sent to you

when the reply of the Company ~~is received~~

~~the Governor's proposal~~ is received.

I am, etc.,

(Signed) R. A. WISEMAN

Mr. Seal

Mr. Allen

Mr.

Mr. E. J. Hardinge

Sir G. Strachey

Sir J. Shuckburgh

Sir G. Grindale

Sir O. Davis

Sir S. Wilson

Mr. Ormsby-Gore

Lord Lovat

Mr. ...

### DRAFT

#### THE MAGADI SODA COMPANY

1. I am directed to inform you that the  
Governor of the Colony has now reported that  
he is advised that it is necessary that  
Deeds of Surrender by the existing lessors  
of your property in the Colony should be  
reduced and re-stamped before new leases  
can be registered and grants issued and  
that all the existing title deeds in  
respect of all the properties concerned  
must be duly stamped and registered in  
the Colony before Deeds of Surrender  
can be registered. No legal or other duty  
will

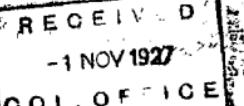
Copy this letter  
Enclosure to Companies  
S.P. - Lake Copie P.D.H.  
In General to Govt. Colonies  
2 drafts

however,) will be payable on the Deeds of Surrender, and the maximum duty payable upon each such Deed will be Twenty shillings.

C. In the circumstances, the Secretary of State regrets that it will not be possible to accept your suggestion that the Deeds of Surrender should not be executed. He presumes, however, that in any case, the Governor's statement regarding the duties payable upon the Deeds would remove your objection to their being executed. It is accordingly proposed that these instruments shall be executed ~~as~~ soon as the terms of the Deeds of Surrender of the railway property, which was referred to in paragraph 1 of a letter from this Department of State in a letter, have been settled between your area and the Solicitors, (41) and the question as to the amendment of the railway lease, in the manner suggested in the letter from this Department dated the 29th of October, has been solved decided.

I am, etc.,

(Signed) R. A. WISEMAN



TELEGRAM from the Governor of Kenya to the Secretary of State for the Colonies.

(Dated 1st November Received Colonial Office 11.28 a.m.  
1st November, 1927.)

-----  
339 1st November.

*Meng*  
Your telegram of 26th October.

I am advised that the legal position is as follows:- no ad valorem duty payable on deeds of surrender. Maximum duty payable thereon 20 shillings each. All existing title deeds in respect of all the properties concerned must be duly stamped and registered in this Colony before deeds of surrender can be registered. Deeds of surrender must be executed and registered before new lease can be registered and issued. Are not two deeds of surrender necessary?

In this connection see 'draft deed of surrender enclosed

*M.5517* in your despatch No. 1231 dated 3rd December, 1924, and  
*N.2066* paragraph 1 of my despatch No. 410 dated 9th April, 1925.

to Seel 28/11/27  
Mr Allen 29/10/27  
Macmain 28/11/27

Mr E. J. Hartley

Sir G. Strachey

Sir J. Shuckburgh

Sir G. Grindall

Sir G. Davis

Sir S. Wilson

Mr Ormsby-Gore

Lord Lovat

Mr Amory

### DRAFT for action

The Nagada Soda Co. Ltd.

M 3 DEC 1927

On 1st Dec 1927

Dec 1

Dec 2

Dec 3

Dec 4

Dec 5

Dec 6

Dec 7

Dec 8

Dec 9

\* (10/10) Kew

(17)

10/10/27

22 OCTOBER 1927

Newhaven

9 pm at 10/10/27

You had 2 telegrammes

Rec'd received from the

Governor & Mayor of

Calcutta dated 10/10/27

in Indian may be a

new Indian may be a

to be added.

"in lots of not less than ten tons,  
it being agreed that where lots of  
less than ten tons are carried the  
rate shall be the ordinary rate  
in force for the time being on the  
Kenya and Uganda Railway."

2. The Governor states that

the Local Manager of your Company  
was advised of these terms in  
July, 1926.

3. The S. & S. would be glad to  
know whether you are prepared  
to accept this amendment to the  
terms of the Railway lease. If so,

the S. & S. & the Govt will be  
willing to make the necessary  
arrangements to lease when  
suitably revised for execution.

(Signed) R. A. WISEMAN

RECEIVED  
28 OCT 1927  
COL. OFFICE

5424

Telegram from the Governor of Kenya to the Secretary of State for the Colonies.

Dated 28th October, 1927.

Received Colonial Office 1.3 p.m. 28th October, 1927.

1.0.3.1. 28th October.

My telegram of 21st September Jagadi

Lease(s),

General Manager of the Railway asks that if possible the following amendment may be made in railway lease clause 10. (b) after the words "rate per ton for every ton carried" add the following words "in lots not less than 10 tons (it being agreed that where lots less than 10 tons are carried rate shall be the ordinary rate in force for the time being on the Kenya Uganda Railway). Local manager of Soda Company was advised of these terms in July, 1926.

Reply to your telegram of 26th October follows.

53

SUTTON, OMMANNEY & OLIVER.

E. G. OLIVER,  
H. M. OMMANNEY

TELEGRAPHIC ADDRESS—OMMANNEY, LONDON

TELEPHONE NO 1259 } LONDON WALL

17 GREAT WINCHESTER STREET,

LONDON, E.C.2.

RECEIVED

28 OCT 1927

C.E.

10.10.27.

Mr.

Hagadi Patta Company Limited.

We beg to acknowledge receipt of your letter of  
yesterday's date enclosing a copy of a letter dated 13th  
October 1927 from the Hagadi Patta Company Limited.

In our opinion, the suggestion of the Company should  
not be considered.

The property in the old house is vested in the old  
Company, and not in the Liquidator. The Liquidator's  
position, in a case like the present, is simply that he exercises  
administrative functions on behalf of the Company, taking the  
place of the Directors for this purpose.

Moreover the discharge of the Liquidator does not mean  
that the old Company has ended. It is possible to revive a  
company which has gone into liquidation, even where the  
liquidation has been completed and the Liquidator discharged.

Even if the Liquidator has been discharged at the

Copy to Dr 10.12 13 Dec 1927  
Ariad - 8 Nov 1927

230

date when his execution of the Surrendars is required, we do not think there is likely to be any difficulty. In effect, he is only asked to perform a purely formal act.

We have the honour to be,

Sir,

Your obedient Servants,

Lto. Langf. [Signature]

The Under Secretary of State  
Colonial Office.

S.W.L.

SUTTON, OLMARNEY & OLIVER.

A. C. OLIVER.

H. M. OLMARNEY.

TELEGRAPHIC ADDRESS: "OLMARNEY, LONDON".

TELEGRAMS: NO. 5012. LONDON WALL.

3 & 4, GREAT WINCHESTER STREET,

LONDON, E.C.2.

RECEIVED

27 OCT 1927

C.O. OFFICE

26th October 1927.

10110/27

Sir,

Mugadi Soda Company Limited.

With further reference to your letter of 6th October

1927, we beg to hand you herewith the drafts of two Deeds of  
surrender of the Company's property in Kenya, being the  
original Fort Lease and the property known as E.O. 1833/1 and

The latter of these documents follows a draft which  
accompanied your letter of 3rd June 1925, and it appears that  
this draft was submitted to the Mugadi Company with your letter  
to them of 24th April 1926.

We have made a few amendments in this draft,  
following amendments which had already been agreed in the  
Draft Surrender of the Lake and Railway Leases.

The Surrender of the Lake and Railway Leases has  
already been approved by the Mugadi Company and has been  
engrossed for signature. We shall be glad to hear whether you  
desire us to follow the same course with regard to the two

13 DEC 1927

13 DEC 1927

13 DEC 1927

13 DEC 1927

-2-

Deeds of Surrender referred to at the beginning of this  
letter, or whether you think it necessary that they should be  
first submitted to the Company for approval.

We have the honour to be,

Sir,

Your obedient Servants,

The Under Secretary of State,

Colonial Office,

S.W.1.

KENYA COLONY AND PROTECTORATE.

THIS SURRENDER made the day of  
1921 BETWEEN THE BRITISH TRUSTS  
ASSOCIATION LIMITED whose registered office is situate at  
No. 32, Bishopsgate in the City of London (hereinafter  
called "the Association") of the first part THE MAGADI  
SODA COMPANY LIMITED in liquidation whose registered  
office is situate at Nos. 25 & 27, Bishopsgate aforesaid  
(hereinafter called "the Company") acting by HERBERT  
EDWARD BURGESS of No. 33, Carey Street, W.C.2. in the  
County of London Senior Official Receiver in Companies  
Winding-up the Provisional Liquidator of the Company  
(hereinafter called "the Liquidator") of the second part  
and HIS MOST GRACIOUS MAJESTY KING GEORGE THE FIFTH  
(hereinafter referred to as "His Majesty" which  
expression shall where the context so admits include His  
Heirs and Successors) of the third part.

WHEREAS:-

- (1). This Surrender is supplemental to the following

Indentures that is to say:-

- (a) An Indenture (hereinafter called "the Trust Deed") dated the 16th day of May 1919 and made between the Company of the one part and the Association of the other part being a trust deed to secure debentures to the aggregate nominal amount of £500,000 then about to be and since in part issued by the Company whereby the Company charged in favour of the Association as and by way of a floating security the whole of its undertaking and property for the time being whatsoever and wheresoever exclusive of any uncalled capital with the payment of all moneys intended to be thereby secured.
- (b) An Indenture of Lease (hereinafter referred to as "the Lease") dated the 22nd day of October 1919 and made between His Majesty of the one part and the Company of the other part being a lease of ALL THAT piece or parcel of land situate at or near Kilindini on the Island of Mombasa in the Mombasa District of the Seyidie Province of the East Africa

Protectorate containing 13.65 acres or thereabouts  
be the same more or less which said piece or parcel  
of land is more particularly delineated and  
described on the plan annexed to the lease and  
thereon bordered with red for a term of 99 years  
from the 12th day of April 1911 at the yearly rent  
of one peppercorn if demanded

(2) The security constituted by the Trust Deed some time  
since became enforceable and thereupon the floating charge  
contained in the Trust Deed crystallized and became a  
specific charge upon (inter alia) the property hereby  
surrendered and assigned.

(3) By an Order of the High Court of Justice (Companies  
Winding-up) made on the 8th day of April 1924 it was  
ordered that the Company should be wound up by the Court  
under the provisions of the Companies Consolidation  
Act 1908 and by the same Order the Liquidator was  
appointed Provisional Liquidator of the Company.

(4) The Association and the Company acting by the  
Liquidator have agreed to execute such surrender and

assignment as is hereinafter contained.

N O W THIS DEED WITNESSETH that in pursuance of the  
said Agreement and in consideration of the premises the  
Association as Mortgagor, and according to its estate and  
interest in exercise of the power in this behalf  
conferred by Clause 16 of the Trust Deed and of all other  
powers it heretounto enabling and at the request of the  
Company hereby surrenders and assigns and the Company  
acting by the Liquidator hereby surrenders and assigns  
unto His Majesty ALL AND SINGULAR the hereditaments and  
premises comprised in and devised by the Lease TO HOLD the  
same unto and to the use of His Majesty His Heirs and  
Successors from the date hereof for all the residue now  
unexpired of the term of 99 years created by the lease  
to the intent that the said term may merge and be  
extinguished in the freehold and inheritance of the said  
hereditaments and premises.

IN WITNESS etc.

34

KENYA COLONY AND PROTECTORATE

THE MAGADI SODA COMPANY Limited and  
Another

to

HIS MOST GRACIOUS MAJESTY KING GEORGE  
THE FIFTH.

Draft

S U R R E N D E R.

DATED 192

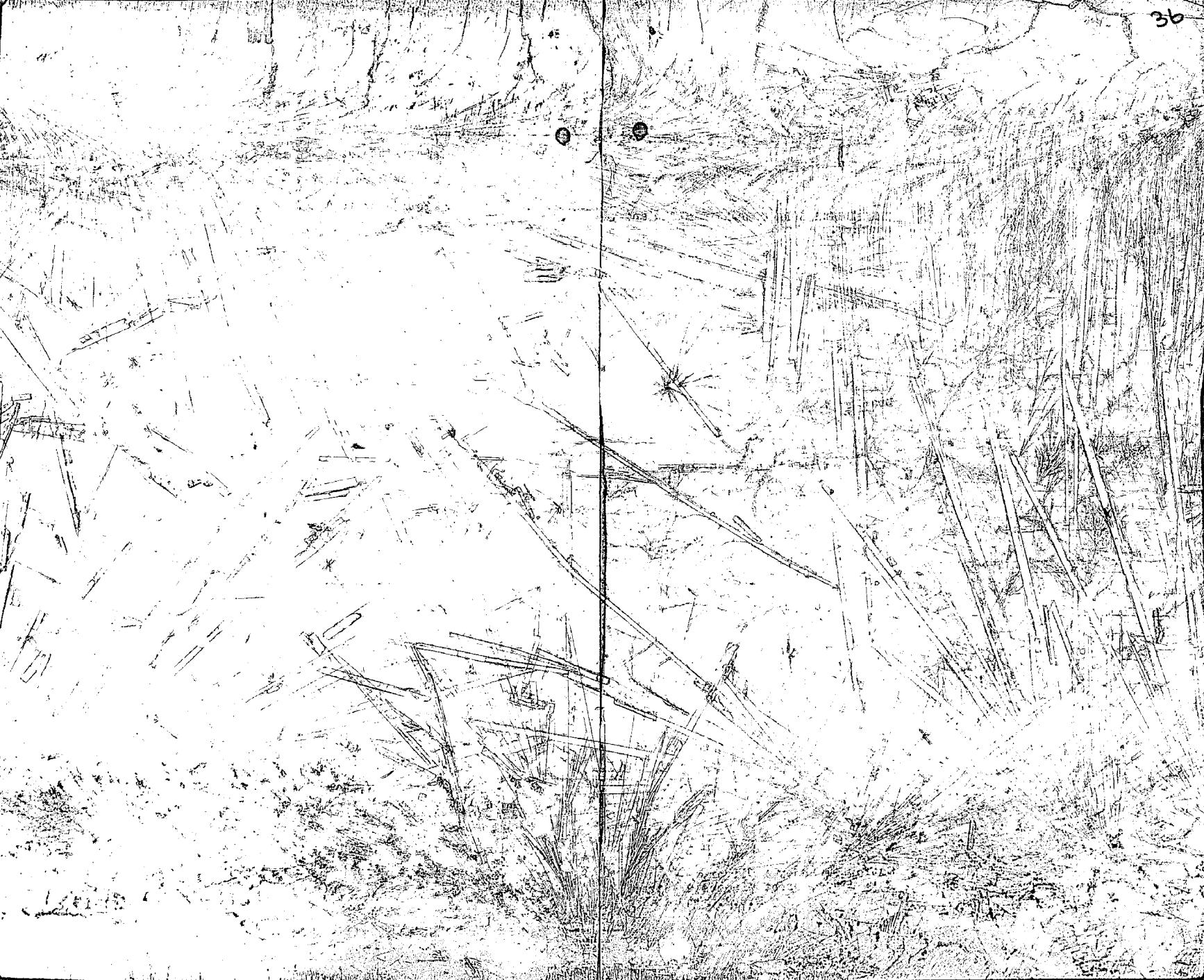
Sutton Ommannay & Oliver  
3 & 4, Great Winchester Street  
London, E.C. 2.

ANNEXURE II

THIS INDENTURE made the  
day of 192 BE TWENTY THE BRITISH TRUSTS  
ASSOCIATION LIMITED whose registered office is situate at  
32 Bishopsgate in the City of London (hereinafter called the  
Association) of the first part THE MAGADI SODA COMPANY  
LIMITED in liquidation whose registered office is situate  
at 21 and 27 Bishopsgate aforesaid (hereinafter called the  
Company) acting by Herbert Edward Burgess of 35 Carey  
Street W.C.2 in the County of London Senior Official  
Receiver in Companies Winding Up the Provisional Liquidator  
of the Company (hereinafter called the Liquidator) of the  
second part and the within mentioned HIS MOST GRACIOUS  
MAJESTY KING GEORGE THE FIFTH (therein and hereinafter  
referred to as His Majesty) of the third part WHEREAS  
by an Indenture (hereinafter called the Trust Deed) dated  
the 16th day of May 1919 and made between the Company of  
the one part and the Association of the other part being a  
trust deed to secure debentures to the aggregate nominal  
amount of 2500,000 then and about to be and since in part  
issued by the Company whereby the Company charged (inter  
alia) in favour of the Association as and by way of a float  
ing security the whole of its undertaking and property for  
the time being whatsoever and wheresoever exclusive of any  
uncalled capital with the payment of all moneys intended to  
be thereby secured AND WHEREAS the security constituted by  
the Trust Deed some time since became enforceable and  
thereupon the floating charge contained in the Trust Deed  
crystallised and became a specific charge upon (inter alia)  
the hereditaments and premises comprised in and demised by  
the within written Indenture of lease AND WHEREAS by an  
Order of the High Court of Justice (Companies Winding Up)

made on the 8th day of April 1924 it was ordered that the Company should be wound up by the Court under the provisions of the Companies (Consolidation) Act 1908 and by the same order the Liquidator was appointed Provisional Liquidator to the Company AND WHEREAS the Association and the Company acting by the Liquidator have agreed to execute such surrender and assignment as is hereinbelow contained to the intent that His Majesty may grant to the Company or its successors and assigns a new lease of a portion of the piece or parcels of land within described and demised N O W THIS INDENTURE WITNESSETH that in pursuance of the said agreement and in consideration of the premises the Association as Mortgagor and according to its estate and interest in exercise of the power in this behalf conferred by Clause 16 of the Trust Deed and of all other powers it hereunto enabling and at the request of the Company hereby surrenders and assigns and the Company acting by the Liquidator hereby surrenders and assigns unto His Majesty ALL AND SINGULAR the hereditaments and premises comprised in and demised by the within written Indenture of Lease TO HOLD the same unto and to the use of His Majesty his heirs and successors from the date hereof for all the residue now unexpired of the term of 99 years created by the said Lease To the intent that the said term may merge and be extinguished in the freehold and inheritance of the said hereditaments and premises And to the further intent that His Majesty may forthwith grant such new leases as aforesaid.

IN WITNESS etc.



DATED

192

KENYA COLONIAL AND PROTECTORATE.

THE MAGADI SOLV COMPANY LIMITED and  
another.

to

THE MOST GRACIOUS MAJESTY KING GEORGE  
THE FIFTH.

Draft

SURRENDER

(to be endorsed on Lease dated

11

0.

Sutton Ommannay & Oliver  
3 & 4, Great Winchester Street,  
E.C.2.

Mr. Seely 25.7.27  
Mr. Burke 25  
Mr. Wincham 26/8

Mr. E. J. Harding.

Sir C. Strachey.

Sir J. Shuckburgh.

Sir G. Grindle.

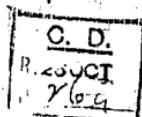
Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Lord Lovat.

Mr. Amory.



Ans D  
No. 63

X 107107 Kenya

### DRAFT.

Messrs. Sutton, Downe and Oliver,  
and Oliver.

Gentlemen

With reference to

The letter from their Dept'

of the 6<sup>th</sup> October 7

are directed to Sir. to you

The accompanying copies

a letter which has

been received from

The Nagadi Soda Company,

regarding a suggestion

in which the suggestion is

not made that in view

of the approaching discharge

of the liquidation of the

From Nagadi (by. Bok.) (6d)  
70 Govt. Kenya (1d)

(4<sup>3</sup>)  
13 DEC 1927

Copy to Dr. 1022

30/10

Rec'd quickly

former Pagoda Soda

Company. The execution of

The leases of the Company's

property in Kenya should

be delayed in order to

avoid the necessity of

executing deeds of surrender

by the former Company.

2. The Company's

suggestion has been referred

to the Govt. of

Kenya, in a tel. of which

a copy is enclosed, for his

views on the question

whether the execution

of deeds of surrender

by the former Company should

be insisted on. (Pending)

The receipt of the Governor's

reply the S. J.S. would

be glad to be furnished.

Mr.

Mr.

Mr. E. J. Harding

Sir G. Stradling

Sir J. Shuckburgh

Sir G. Grindale

Sir C. Davis

Sir S. Wilson

Mr. Ormsby Gore

T. L. Lovett

Mr. Amery

with any form which you

may have better on the

subject's behalf.

Dear Mr.

Essex County

DRAFT.

9/21

3950

Mr. Seely 25/10/19  
Mr. Burke M.  
Mr. Wrenman 2/6/-

(1) Mr. E. J. Harding

Sir O. Stratford

Sir J. Shuckburgh

Sir G. Grindall

Sir C. Davis

Sir S. Wilson

Mr. Ormsby-Gore

Lord Lovat

Mr. Amery

DRAFT.

The Nagaudi Soda Co. Ltd.

30/10/19 - Return for consideration

X 10/10/19 Kenya

26 October

Gentlemen

I am directed to acknowledge the receipt by you letter of the 13th October, to inform you that he is in communication by telegram with Mr. Gooch regarding his proposal to sell his interest in the Nagaudi Soda Company. It is suggested that the conclusion of the lease of your compound property in Kenya would be delayed until the former Nagaudi Soda Company has been dissolved so as to avoid the necessity for deeds of surrender of

document O In the circumstances

they suggest that execution

of new leases be delayed

slightly until old Company

dissolved so as to avoid

executing  
necessity of ~~forfeiture~~

Surrenders. They

have in mind question

of consideration ad alorem

Stamp duties which would

be payable on the surrenders

and which they submit would

be an undue burden on

the new company.

Telegraph as soon as

possible whether

Shall be advised if you

will after consulting your

legal advisers telegraph as

soon as possible whether

execution of deeds of

surrender before liquidation.

(old)

Mr.  
Mr.  
Mr.  
Mr. S. J. Henshaw  
Sir C. Strachey  
Sir L. St. John Hope  
Sir G. Grindall  
Sir C. Davis  
Sir S. Wilson  
Mr. Ormsby-Gore  
Lord Lovat  
Mr. Amery.

DRAFT

Surrender

Secr.

TELEGRAMS: MAGADI, NORTHWICH.  
TELEPHONE: NORTHWICH 1.

WORKS: MAGADI, KENYA COLONY  
KILINDINI

# The Magadi Soda Company Limited

DIRECTORS:  
J. JOHN BRUNNER, BART. C.B.E.  
A. J. GREGORY,

J. H. HOUSTON.

H. F. MARRIOTT.

J. G. NICHOLSON. OUR REFERENCE

SIR EIK ALLEN, C.B.E.

D. MARSH.

YOUR REFERENCE 10110/27.

L. T. COOL G. P. POLLITY, D.S.O.

Warrington

25

Northwich

ENGLAND

13th October, 1927.

The Under Secretary of State,  
Colonial Office,  
Downing Street, S.W.1

RECEIVED

14 OCT 1927

COL. OFFICE

Dear Sir,

We thank you for your letter of the 6th October, and note what you say. With reference to paragraph 2, however, we would call your attention to paragraph 7 of your letter to us of the 20th September 1926, in which you give as your reason for requiring a surrender of the interests of the old Company, the fact that the liquidation is not completed, and the Company is still in existence. Since the date of the letter referred to, the work of liquidation has proceeded, and at this moment the winding up is virtually complete and the discharge of the liquidator imminent. Under these circumstances we suggest that the execution of the new Leases be delayed a little longer, until the old Company has finally been dissolved, so that the necessity of preparing and executing the Surrenders may be avoided. In making this suggestion we have the question of Stamp Duty in mind. If the Authorities in Kenya would be content with a 10/- stamp upon the

26 OCT 1927

Copy to Under Secretary of State

10/3 1927

10/3 1927

10/3 1927

Copy to Under Secretary of State

10/3 1927

FROM THE MAGADI SODA CO. LIMITED CONTINUATION SHEET NO. 61

4B

Surrender, we are willing to proceed at once with the necessary document, but if, as we understand will be the case, the full ad valorem duty of 2% will be claimed, it will throw a considerable burden upon the new Company, which, we submit, is not justified.

Yours faithfully,  
for The Magadi Soda Company Limited,

*queSate*

Mr. S. 107/5 P

47

Mr. E. J. Harding

Sir C. Ritchie

Sir J. Bluckburgh

Sir G. Grindle

Sir C. Dalton

Sir S. Wilson

Mr. Ormsby-Gore

Lord Lovat.

Mr. Amery

for my signature

Draft 1.

E. G. Oliver Esq

X (Oct 1917) Keypa

IS Oct 1917

O. D.
R. (1917)
D. 17

Dear Mr. Oliver

Many thanks for your

letter of the 7<sup>th</sup> Oct 1917.

Informed me that the

plan on the 13<sup>th</sup> October last

Leave already bears the

number 24328. On the other

(alteration)

no further at all seems

~~other~~

necessary, before the leaves

are completed.

Yours sincerely

(Signed) S. S. Seed

*45*  
SUTTON, OMARSHAY & OLIVER.

H. G. OLIVER

H. M. OMARSHAY

TELEGRAPHIC ADDRESS: S.O. & O., LONDON.

TELEPHONE: NO. 12288 } LONDON WALL.  
NO. 8516 }

324 GREAT WINCHESTER STREET,

LONDON, E.C.2.

XCR  
10110/27.

RECEIVED

7th October, 1927

10 OCT 1927

COL. OFFICE

Dear Mr. Seel,

re Magadi Soda Company Limited.

Ans. 1 OCT 1927

Ans.

In reply to your letter of 6th instant I have referred to the papers and find that the plan on the Port Lease, which accompanied the official letter of 4th July 1927, bears the number 24328 and not 23888. The matter seems, therefore, to be in order.

I cannot find any reference to No. 23888 either on this place or any other documents in our possession.

I hope this correctly answers your question.

Believe me to be,

Yours sincerely,

*E. H. G. O.*

G. V. Seel, Esq.,  
Colonial Office,  
Downing Street, S.W.1.

44

1. Seal 4/10/27  
 2. Bushell  
 3. Wiseman 5/10/27  
 4. Mr. Bottomley  
 5. Mr. E. J. Hurley

Sir C. Strachey.

Sir J. Shuckburgh.

Sir G. Grindie.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Lord Lovat.

Mr. Amery.

(FOR CONSON.)

**4 DRAFT.s**

(37)

THE CROWN AGENTS  
FOR THE COLONIES.

Copy to Sutton, Ommanney &amp; Oliver - 6 OCT 1927

Copy to

To Magadi Soda Co. 28 Sept.  
 From - do - 29  
 To - do - (draft h/wth)  
 To Sutton, Ommanney & Oliver 6 OCT 1927  
 (draft h/wth)

6 OCT 1927  
 6 OCT 1927

Downing Street.

6 October, 1927.

Gentlemen,

With reference to the letter

from this Department of the 12th of

September, I am directed to transmit to you the accompanying copy of correspondence with the Magadi Soda Company, together with a letter which has been addressed to Messrs. Sutton, Ommanney and Oliver, on the subject of the Leases of the Magadi Soda Company's property in Kenya.

2. It will be observed from the

enclosed correspondence that certain further amendments are to be made to the Lake Lease on the suggestion of the

Governor of Kenya, and that subject to the incorporation of these amendments to the leasehold property of the Magadi Soda Company, the Solicitors have been authorised to

prepare



referred to the necessity for the Deeds of  
Surrender of the main interests of the former

Masai Soda Company to be completed before the  
execution of the new leases. In this connection

I am to refer to the draft Deed of Surrender of  
the premises demised to the former Company by the  
original Lease and Railway Contract of April, 1911.

~~Required first.~~ <sup>was</sup>  
~~Copies of this Deed were forwarded to this Department~~

with your letter of the 23 of January, 1925.

~~as~~ <sup>the Deed is now ready for</sup>  
~~it is presumed that you are in a position to~~

~~proceed with the engrossment of this Deed of~~  
~~Surrender, but it would appear that, owing to~~

~~however,~~  
~~an oversight, no instructions have yet been~~  
~~communicated to you with regard to the preparation~~

~~of a Deed of Surrender in respect of the lease of~~

~~land for the Kimanzi Pier and Depot Works at~~

~~Kilindini in pursuance of paragraph 4(b) of the~~

~~letter from this Department No. 20086/25 of the~~

~~1st of June, 1925. The property in question is~~

~~that demised in the Lease granted locally to the~~

~~former Masai Soda Company on the 22nd of October,~~

~~1919, a copy of which was sent to you in the letter~~

~~from this Department No. 24421/25 of the 3rd of~~

3587  
25.

See clearly, it is <sup>as</sup> required  
that the deed of surrender  
of the Company's property  
in Kimanzi Kuanu <sup>and L.O. 1833/1 and L. 2</sup>  
also be prepared for  
execution. This deed of  
surrender is referred  
to para. 3(c) of the  
Letter to the Masai  
Soda Company of the  
24th April, 1926,  
a copy of which was  
sent to you on the  
3<sup>rd</sup> of June, 1926.

Mr. H. J. Harding  
Sir C. Strachey  
Sir J. Shandburgh  
Sir G. Grindle  
Sir C. Davis.  
Sir S. Wilson.  
Mr. Lansby-Gore  
Lord Lovat.  
Mr. Amery.

### DRAFT.

July 1925 and I am  
to request that you will  
have this draft and settle  
with the Masai Soda Co.  
as soon as possible  
a Deed of Surrender of their  
property

3. In the meantime  
there would appear to be ~~no~~  
reason for further delay in  
preparing the engrossments  
of the Deeds of Surrender of the  
Lake and Railway property,  
and of the property L.O. 1833/1 and 2,  
and of the leases of the  
also  
and the engrossments of the new  
Lake, Railway and Port  
leases and I am to request  
that you can consider ~~and~~ in this  
view you will proceed accordingly  
with the engrossment of these

asstruments. As soon as the  
terms of the Deed of Surrender  
of the Shakingi property have  
been settled with ~~from~~ the Nagadi  
Soda Company, that the  
engrossment of that Deed may  
also be prepared, and upon  
learning from you that all  
the necessary preparations for  
the execution of the leases have  
been completed (the S.P.  
authorise the C.A. to  
execute them, and to  
forward the Compt. to  
to the Govt. of Kenya in view  
in the form  
to the issue of grants / printed  
on pages 1 and 2 of the present  
drafts of the leases. In this  
connection, it should be borne  
in mind that all the existing

Mrs.  
Mr.  
Mr. W. J. Harding.  
Sir G. Stradley.  
Sir J. Shuckburgh.  
Sir G. Gindle.  
Sir C. Davis.  
Sir S. Wilson.  
Mr. Ormsby-Gore.  
Lord Lovat.  
Mr. Jones.

D A T.

Title Deeds of the Company's  
property in Kenya will  
be required in the Colony  
for cancellation before  
any new grants are issued.

4. Printed copies of

the leases  
from which to  
make a copy  
and forward  
to the  
Govt.

C.O. Govt.

5. A copy of this letter

is being sent to the C.A.  
for the C.R. for their info  
- a letter of which a copy

is enclosed. I am also to  
enclose a copy of the letter

which is being sent to the

(Signed) P. J. WISEMAN Nagadi Soda Company Ltd.

42

Mr. Seel 10/10/27

Mr. Bushell T.W.

D. W. C. G. S. / D.

Mr. Collyer / D.

Mr. E. J. Harding.

Sir G. Strachey.

Sir J. Shuckburgh.

Sir G. Grindall.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Lord Lovat.

Mr. Amery.

for reason  
4 DRAFTS

E.G.OLIVER, ESQ.

S.o.for Mr. Seel's signature.

Downing Street,

6 October, 1927.

Dear Mr. Oliver,

In a telegram addressed to the

S.o.f S. regarding the Magadi Soda

Company's Leases, the Governor of Kenya

remarks that the Deed Plan to be

attached to the Port Lease should be

numbered 24328, and not 23888. The

Deed Plan in question was sent to you

in an official letter dated the 4th of

July, 1927, and no copy is on record

in the C.O. In the absence of a copy

we have not been able to discover the

precise significance of the Governor's

remark in this connection, but it is

possible that the Deed Plan which is now

in your possession bears the number

23888, which should be altered to

24328. I should be grateful if you

4 MR

would

would kindly have the Plan examined and see

if this is the case, and if so, make the

necessary alteration. I ought to add that the

coded

passage in the ~~last~~ telegram representing the

number 23888 is slightly corrupt, and one of the digits in that number may have been incorrectly transmitted.

If you cannot trace the number 23888, or anything approaching it, on the Deed Plan, it would appear that there is no need to take any further action at this end on the Governor's suggestion, as the Deed Plan is not referred to by number in Clause 2 of the Port Lease. It may be that the No. 24328 should be inserted in the space at the top of page in the form of local grant printed on pages 1 and 2 of the draft Port Lease, but this is a matter which can be dealt with locally before the grant is issued by the Governor, and we could explain this to the Governor in sending out the completed leases.

Perhaps you would let me know whether you will be able to identify the number 23888 on the Deed Plan in your custody.

Yours sincerely,

(Signed) G. F. Seel

Mr. Peel 14/10/27  
 Mr. Busbie  
 Mr. Wiseman 5/10  
 Mr. Bottomley  
 Mr. E. J. Harding  
 Sir C. Strachey  
 Sir J. Shandburgh  
 Sir G. Grindon  
 Sir C. Davis  
 Sir S. Wilson  
 Mr. Ormeby-Gore  
 Lord Lovat  
 Mr. Amery  
 (FOR CONSON.)

#### 4 DRAFTS

THE SECRETARY,  
 THE MAGADI SODA CO. LTD.

Downing Street,

6 October 1927.

Sir,

I am directed to acknowledge the receipt of your letter of the 28th of

Sept., from which it is noted that you have no objection to the incorporation

in the Lake Lease of the amendments indicated in the letter from this

Department of the 21st of Sept., and to inform you that the Solicitors to the

Government are now being authorised to proceed with the engrossment of the

various instruments which require to be executed in connection with the grant of 1½ million of pounds property in Kenya

2. It has, however, been brought

to the notice of the Govt. S. that no steps have yet been taken for the preparation of the Deed of Surrender of

the property demised to the former

Magadi

Magedi Soda Company in the Lease granted  
that Company locally on the 22nd of Oct. 1919.

A copy of the lease in question was sent to you in  
the letter from this department No. 24481/25 of the  
3rd of July, 1925. As it will be necessary for  
the surrender of the main interests of the former  
Company to be completed before the new Leases of your

property can be executed, Messrs. Sutton, Ormanney  
and Oliver are being requested to prepare immediately  
~~draft and settle with~~  
~~you as soon as possible a~~  
~~a draft Deed of Surrender of the Shimanzi property.~~

~~on the lines of the existing Deed of Surrender of the  
property demised by the original Lease and Railway  
Contract of April, 1911. The Solicitors are being  
requested to furnish a copy of this new Deed of  
Surrender to you as soon as possible for your  
approval, and as soon as the terms of this Deed  
have been settled, the Crown Agents will be authorised  
to proceed with the execution of all the necessary  
instruments. The new leases will then be  
communicated to the Governor of Kenya with a view  
to the issue of grants in the forms printed on pages  
1 and 2 of the present draft leases.~~

(Signed) R. A. WISEMAN

I am, etc.

Mr. Coffey 26/ix/25

Mr. Allen 26/9/25

Mr. Broad 26/9/25

Mr. D. H. Murray

W. H. Colley 26/9/25 (Secretary)

Sir G. Strachey

Sir J. Shuckburgh

Sir G. Grindle

Sir G. Davis

Sir S. Wilson

Mr. Ormsby-Gore

Lord Lovat

Mr. Amery

Mr. Clegg 26/ix/25



*any time*

(Signed) W. C. BOTTOMLEY.

To the Governor of Zanzibar  
No. 38 on X 10/10/27

The different points are listed on  
the telegram in red ink:

-a.

- (a) } These are purely forest points, and  
(b) } only require putting to the Company.  
  
(d) The original draft lease on 334/26 gave  
this area as 18 square miles. The  
area detailed from 11,678 acres, first  
appeared in Enclosure "B" to Govt.  
despatch on 20/8/25, and was adopted  
in the revised draft on 29/9/26 (top  
of page 5). The alteration was proposed  
to be of great importance, in view  
of the qualifying phrase "more or  
less," and of the opinion, referred to  
by the Governor, in Clause 5 (xxiv) (A)  
for more accurate delimitation.  
  
*He left here Friday  
and is back  
Reference 10/10*  
(e) This is so far revised for the first time,  
so its views rather late to put forward  
this comparatively important alteration.  
However I suppose we must put it  
to the Company, though we can  
only sequence of the types to  
accept it.

(b) The said plan, which was enclosed  
with MSS. deposit slip dated

No. 27 (No. 3 on 10/07/26) was furnished

to the Company in our letter of

March 10<sup>th</sup> (No. 5) and apparently

returned by them with their letter

of 21<sup>st</sup> April (No. 4) at ~~present~~

in Mr. Saks absence, we cannot be

sured here. The re-numbering, however,

was immaterial as, where the

plan is referred to in clause 2 of

the Schedule to the Port Lease, there

is no reference to any number.

In regards remainder, the Company

in para 6 (Copy of page 5) of his

despatch of 17<sup>th</sup> December 1925, MSS. (334.4) said

that the signature to the new deeds

should be of even date with the

signature of the old leases, and

we, wrote this on to the Company

in para 3 (C) (Copy of page 4) of our

letter of 24<sup>th</sup> April or 29/7/26. In

reply (F of their letter of 10<sup>th</sup> of

August No. 27 on 28/5/26) the Company

said "whether final signatures

will be dispensed with, but

this proposal was turned down

in para 7 of our reply (No. 31)

255/26)

(b) The Company were informed in this  
matter in (C) (Copy of page 4) of our letter  
of 24<sup>th</sup> April 1926 (29/7/26)

TELEGRAMS: MAGADI, NORTHWICH  
TELEPHONE: 6100 (NORTHWICH)

WORKS: MAGADI, KENYA COLONY.  
KILINDINI "

# The Magadi Soda Company Limited

SIR JOHN BRUNNER, Bt  
THE HON. SIR ALFRED MOND, M.P. (CHAIRMAN)

MR. P. COLEGATE.

B.B. HOUSTON.

H.F. MARRIOTT.

J.G. NICHOLSON. OUR REFERENCE

SIR E.K. ALLEN, C.B.E.

D. MARSH. YOUR REFERENCE

LT-COL G.P. POLLITT, D.S.O.

A. R. Gregory.

Winnington.

Northwich.

ENGLAND.

Dear Mr Bottomley,

I am obliged for your letter of September 12th addressed to the Secretary of this Company, and thank you for telegraphing the Governor of Kenya with regard to the final revised drafts of the Leases.

My reason for asking the Secretary to worry you was that at our last Board Meeting I was optimistic enough to predict that the engrossments would be ready for sealing at our next Board Meeting. This Meeting takes place on September 29th, and naturally I am somewhat anxious to justify my optimism.

Our General Manager, Mr Gill, is now in London on leave from the Lake, and if there is any point of local interest which you would care to discuss with him, he and I will be pleased to call and see you.

Yours very truly,

W.C. Bottomley, Esq., C.M.G.,  
Colonial Office,  
London, S.W.1.

Director.

Mr. See 12.7

37

Mr. Allen

Mr.

Mr. E. J. Harding.

Sir C. Strachey.

Sir Shuckburgh.

Sir G. Grindle.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Lord Lovat.

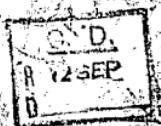
Mr. Amery.

DRAFT.

C.A.

30pm

for concurrence



X10110 (2) Kenya

12 Sept. 1927

Gentlemen

With reference to the

(29)

letter from this Dep'

No 10110 (2) of the 4<sup>th</sup> of

July, I am etc to inform  
you that the Nagadi Soda  
Co. have now enquired

whether the improvements  
of the leases of their property  
in Kenya a ~~under construction~~

(Can)

can be sent to them in  
the course of the present  
week with a view to their  
being placed before the  
Directors of the Company, for  
sealing, at the end of  
this month.

2. The reply of the  
Gov<sup>r</sup> of Kenya to the  
despatch, of which a copy  
was enclosed with the  
letter under reference,  
has not yet been received,  
and the S. & S. has accordingly

Mr.

Mr.

Mr.

Mr. E. J. Harding.

Sir G. Strachey.

Shuckburgh.

Sir G. Grindle.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Lord Lovat.

Mr. Amery.

DRAFT.

enquired of the Gov<sup>r</sup> by  
telegraph whether he has  
anywhere to offer on the  
terms of the draft leases.

In the event of ~~the Gov<sup>r</sup>'s~~  
being in the negative,  
the S. & S. proposes to ask  
you to instruct the  
Solicitor Gen<sup>r</sup> - Sutton,  
Bramley and Oliver  
to arrange for the enforcement  
and execution of the  
leases without delay. (3)

3. In the meantime I

am to request you to

communicate to Mr. Sutton,

Breweray and Oliver

the following minor corrections

which should be made in

the leases:-

#### Large Lease

Page 4. In the marginal note to Clause 1(E),  
insert inverted commas before  
the words Soda Goods.

In Clause 1.(E)(iii) "Cryptae" should  
read "Crystals".

#### All Leases

On pages 1 and 3, the address  
of the Registered Office of the

Mr.

Mr. E. J. Harding

Mr. G. Grindley

Sir G. Grindley

Sir D.

Mr.

Mr. Lovell

Mr. Lovell

**DRAFT**

Parc's Soda Company

10, Broadgate

50/64 Broadway

New York City

(Signed)

36

Mr. Steel 12/7  
Mr. Allen 12/7

Mr.

Mr. E. J. Harding,

Sir O. Strachey,

Sir Shuckburgh,

Sir G. Grindall,

Sir G. Davis,

Sir S. Wilson,

Mr. Ormsby-Gore,

Lord Lovat,

Mr. Amery.

DRAFT for answer

The Secretary

Magadhi Soda Co.

Kemaloty - Keenya

S.M.

12 September (1927)

I am etc etc

the receipt of your letter

of the 9<sup>th</sup> September

and to inform you that

the Governor of Keenya

has not yet reported

whether after examination

of the final revised draft

S.M.

of the leases of your Company's  
property in Kenya, he wishes  
to offer any further discussions upon  
terms of the  
the drafts.

2. A telegram has, however,  
now been sent to him asking  
~~for a reply~~ him to state by  
telegram whether he has any  
objection to offer, on the draft,  
and in the event of his reply  
being in the negative, <sup>(Instructions will be communicated)</sup> the  
Solicitors to the Govt. to take  
steps for the immediate enforcement  
of and execution of the leases.

Mr.

Mr.

Mr.

Mr. E. J. Harding.

Sir O. Strachey.

Sir G. Shuckburgh.

Sir G. Grindie.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Lord Lovat.

Mr. Amherst.

DRAFT.

133

Enclosed with this letter

minor corrections indicated

in red ink in the

margin

in closure to the letter

of the 4<sup>th</sup> of August

Tanck

(Signed) W. C. BOTTOMLEY.

NOTE ON THE LATEST DRAFT MAGADI LEASES.

(15.6.27.)

Lake Lease.

Page 4

~~in marginal note to Clause 18 "soone" and word omitted  
before word Soda Sons."~~

Railway Lease.

Page 18.

In the marginal note to Clause 18 "soone" should be "sooner".

Port Lease.

Page 2.

On line 3, "Lands Surveys Office" should be "Land Surveys Office" (as in the other two leases).

Page 8.

Clause 6 (ii) (D). The proviso has "wharf pier, jetty or quay" on the 3rd line and "wharf, jetty or quay" on the 5th line. In the memorandum ~~enclosed~~ in by the Magadi Soda Company the word "pier" is included both times, and the lease should be amended accordingly.

On Pages 1 and 3 of each of the draft leases the address of the registered office of the Magadi Soda Company Limited should be altered to read "Broadway Building, 50/64 Broadway in the City of Westminster".

Shell Oil Co. of East Africa

(oil installation  
co. same company) ~~of Kenya~~

and remaining on the

understanding that the

same is now available.

(it is now available)

and that the same is available

(Signed) W. C. BONNOMLEY.

WOLCO  
TELEPHONE: VICTORIA 9650.  
TELEGRAMS: SODAGADI, SOWEST, LONDON.  
CABLES: SODAGADI, LONDON.

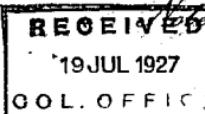
WORKS—MAGADI, KENYA COLONY.  
KILINDINI

15

# The Magadi Soda Company Limited.

DIRECTORS.—  
SIR JOHN BRUNNER, B.T. (CHAIRMAN)  
SIR ERNST TITN, C.B.E.  
A. H. GIBSON,  
B. B. HODSTON,  
H. F. MARRIOTT,  
D. MARSH,  
J. G. NICHOLSON,  
LT.-COL G. P. POLLITT, D.S.O.

OUR REFERENCE  
YOUR REFERENCE



House,  
Buckingham Gate,  
London, S.W.1.  
ENGLAND.

18th July 1927.

The Under Secretary of State,  
Colonial Office.  
London, S.W.1.

Sir,

With further reference to paragraph 4 of your letter to Northwich of the 22nd March last, we write to advise you that it has now become necessary for an additional pipe line to be erected between the property of the Shell Co. of East Africa Ltd., and our property at Shimanzi to conduct steam from the Shell Company's plant to our installation, for the purpose of treating the oil in our settling tank. In these circumstances we trust that, as in the case of the 4" oil pipe line, the erection of this steam pipe will not be regarded as a breach of the Covenants in the Port Lease, and we should be glad to have an intimation from you to this effect.

Yours faithfully,  
For THE MAGADI SODA COMPANY, LTD.

(A. E. Gawler.)

SECRETARY

TELEPHONE: VICTORIA 8504  
TELEGRAMS: SODAGADI, SOUTHWEST LONDON  
CABLES: SODAGADI: LONDON

RECEIVED

9 JUL 1927

WORKS—MAGADI KENYA COLONY  
KILINDINI

16b

COL OFFICE

# The Magadi Soda Company Limited.

DIRECTORS—  
SIR JAMES BRUNNER, Bt., CHAIRMAN  
SIR E. R. ALLEN, C.B.E.  
A. R. GREGORY.  
B. D. HOUSTON.  
H. F. MARRIOTT.  
D. MARSH.  
J. G. NICHOLSON.  
LT-COL G. P. POLLITT, D.S.O.

OUR REFERENCE

YOUR REFERENCE

10110/27

Nobel House,

Buckingham Gate,

London, S.W.1,  
ENGLAND.

8th July 1927.

The Under Secretary of State,  
Colonial Office,  
London. S.W.1.

Sir,

We have to acknowledge with thanks receipt of your letter of the 4th instant, enclosing 2 copies of each of the Revised proofs of the Draft Leases of our property in Kenya.

These have our attention and we shall be communicating with you further in due course.

Yours faithfully,

FOR THE MAGADI SODA COMPANY, LTD.

SECRETARY.

JK  
9.7.27

(A. E. G. W.)

at once

1-10110/1927 Kenya

Mr. Seal

Mr. Allen

36

Downing Street

June, 1927

Mr. E. J. Handley.

Sir G. Rutherford.

Sir T. Shuckburgh.

Sir G. Grindall.

Sir G. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Earl of Clarendon.

Mr. Amery.

Gentlemen,

1 JUL 1927

With reference to the letter

from this Dept. of the 10th of March

1927, I am etc. to transmit to you, for

your information, the accompanying accom-

of a despatch which has been sent to

the Acting Governor of Kenya or the

subject of the leases to be granted to

the Magadi Soda Co. in respect of

their property in Kenya.

the final revised proofs of the

leases are also enclosed, together with

a copy of the note showing certain

further amendments to be made to the

leases.

2. I am to explain that the

negotiations with the Magadi Soda Coy.

regarding the preparation of these

draft leases have been conducted by

this Dept., and as will be seen from the

enclosed

DRAFT.

The C.A.s. for the  
Colonies.

3 Draft Leases (one copy each)  
with notes

Note (Cancelled with)

To A. Gov.

(dft. hth.)

1 JUL 1927

To Messrs. S.O. & O.

(dft. hth.)

1 JUL 1927

Further amendments to be made to the

leases.

(4 drafts)

1011071927 Kenya

enclosed despatch, however, the negotiations are now approaching completion, and

Subject to the agreement of the Coy. and

of the Govt. of Kenya to the leases in

their present form, Mr. Amery proposes to

request you to take the necessary steps

for the execution of the leases, and a

copy of the letter will be addressed to

the Colonial Office for the signature of

the Colonial Govt. have been received.

3. A copy of a letter which I shall

present to Messrs. Ormanney and

Oliver in connection with these leases is

also enclosed for your information.

etc.

(Signed) H. T. ALLEN.

Mr. Seel 27  
Mr. Allen 30

Mr. E. F. Harding

Sir G. Strachey

Sir J. Shuckburgh

Sir G. Grindall

Sir G. Davis

Mrs. Wilson

Mr. Ormsby-Gore

Earl of Clarendon

Mr. Amery

Downing Street,

London, 1927.

4 JUL 1927

Gentlemen.

I am etc. to acknowledge  
the receipt of your letter of the  
17th of June transmitting six prints  
each of the final revised proofs of  
the leases of the Magadi Soda Coy's  
property in Kenya.

DRAFT.

Messrs. Sutton, Ormanney &  
Oliver

4 JUL 1927

1. Copies of these proofs  
have now been sent to the Magadi  
Soda Coy. and to the Govt. office  
executively, together with a

copy of the enclosed note showing certain  
corrections proposed in  
minor amendments which should be  
made in the leases.

2. I am also to enclose  
three deed plans marked A, B, and C.

respectively to be attached to the  
Lake Lease, the Railway Lease and  
the Port Lease when the latter are  
prepared for completion.

(4 drafts)

On

3 Draft Leases  
(1 by each side)

Note  
(2. h'th.) Merged red with

3 Deed Plans (in orig.)  
an envelope above No. 15 on file.

4. On the receipt of the observations of the Magadi Soda Coy. and of the Govt. of Kenya on the ~~fixed~~<sup>advised</sup> proofs of the leases, Mr. Amery proposes to request the C.A.s to communicate with you, with a view to the necessary steps being taken for the completion of the leases between the Coy. and the C.A.s.

I am, etc.,

(Signed) H. T. ALLEN

XII 10 10 / 1947  
Mr. Seel  
Mr. Allen 30/10  
Mr. E. J. Harding  
Sir G. Macmillan  
Sir J. Shuckburgh  
Sir G. Grindale  
Sir O. Davis  
Sir R. Wilson  
Mr. Ormsby-Gore  
Lord Lovat  
Mr. Amery

DRAFT.

The Secretary

Magadi Soda Coy. Ltd.

B. Drury (Arthur Beach)  
B. Drury (Arthur Beach)

Mile on the leases (Kilometres)  
and within 10 miles

(4 Drafts)

3 DEC 1947

Downing Street,

14 June 1947

Sir

With reference to the

letter from this Dept. of the 16th

of May, I am etc. to transmit to

you two copies each of the final

revised proofs of the draft leases

of your Company's property in Kenya

which have been prepared by the

solicitors to the Govt. of Kenya  
and indicating certain modifications  
to be made in the leases which will be

Mr. Amery will be glad to

be furnished with any observations

which you may have to offer after

examination of the enclosed drafts

Yours,

Amery

X/10110/1927 Kenya

on these final Draft Leases. Copies  
of the proof are also being sent to the Acting

Governor of Kenya for examination.

I am, etc.

(Signed) H. T. ALLEN.

Mr. See

Mr. Allen

Mr. E. J. Harding

Sir O. Strachey

Sir J. Shuckburgh

Sir G. Grindall

Sir C. Davis

Sir S. Wilson

Mr. Ormsby Gore

Earl of Clarendon

Mr. Amery

DRAFT.

KENYA

No. 569

O.A.G.

Sir,

- 4 JUL 1927

With reference to my des-

patch No. 408 of the 19th May, I have

etc. to transmit to you, for your

examination and for any observations

which you may have to offer, two copies

each of the final revised proofs of the

draft leases of the Magadi Soda Coy's pro-

perty in Kenya. A note on certain

concessions

further documents to be made in the

revised form of the

leases is also enclosed.

2. Copies of these proof

are also being sent to the Magadi Soda

Coy. for final examination, and subject

to the Leases being now accepted by the

Government for the

Coy. and by your coy, the O.A.G. will be

requested to take the necessary steps

for the execution of the leases which

will then be transmitted to you in order

that the grants may be registered in

Kenya

Kenya Colony.

3. The deed plans enclosed with  
Circular Despatch No. 410 of the 9th of April,  
1926, will be annexed to the copies of the  
Lake Lease and the Railway Lease respectively  
which are prepared for execution, and the  
Plans enclosed with Sir Ed. Grigg's despatch  
No. 8 of the 10th of January will be embodied  
in the Port Lease.

I have, etc.,

(Signed) L. S. AMERY

Note on the latest draft Nagade Leases.  
(15.6.27)

Cattle Lease.

Railway Lease

Draft  
part II

Page 3. The 'i' in "immediately" is  
not dotted. on the last line

4 JUL 1927

Page 18. In the marginal note B clause  
18. "isome" should be "some".

Port Lease

Copy to Mr. 569  
Copy 15 (Hagedic Co.)  
Sutter Channel  
C. A.

Page 2. In line 3, "Lands Survey Office"  
should be "Land Survey Office"  
(as in the other two leases).

Page 8. Clause 6(n)(i). It will be seen  
that the proprietor has "wharf  
ber, jetty or quay" on the  
3rd line & "wharf, jetty or quay"  
on the 5th line. In the memorandum  
concerned in by ~~William Geddes~~  
the Nagade Society Corp. any  
of the word "offices" is all that is

(below 16)

both times the leave should be annealed  
accordingly

Recd 26/5/27 (P)

Mr.

①

Mr. E. J. Hunting.

Sir G. Strickley.

Sir J. Shuckburgh.

Sir G. Grindle.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Earl of Clarendon.

Mr. Amery.



X10110127 Kenya

30 May 1927

Gentlemen

I am di. back, the  
receipt from your letter of the  
23<sup>rd</sup> of May, on the subject  
of the draft leases of the  
Nagadi Soda Company's  
property in Kenya. —

2. In order to avoid misunderstanding  
I am to set out the  
amendments [proposed  
by the Nagadi Soda Company  
to clauses 2(iii) and 2(iv)  
of the draft Port Lease,  
of which it is assumed  
that para 2 of your  
letter refers to, as follows:

(on the right hand page 6  
of the 8th page)

(a) In clause 2(iv),  
After the words, "Branch"

"Railway" inserted  
between the points  
marked C and D on  
the said plan.

(b). In Clause 2(iv).

Delete the full stop  
at the end of the para.  
and add "and that the  
present measures of access  
to the remainder of the  
demised premises  
shall not be materially  
prejudiced."

g. These clauses  
were not accepted by the  
Govt. of Kenya and should  
therefore not be included  
in drawing up the final  
draft of the Port Law.

22/73

SUTTON, OMMANNEY &amp; OLIVER

E.G. OLIVER,

H.M. OMMANNEY.

TELEGRAPHIC ADDRESS: OMMANNEY, LONDON

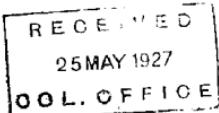
TELEPHONE: NO 1259 } LONDON WALL  
NO 9310 }

3 &amp; 4, GREAT WINCHESTER STREET,

LONDON, E.C.2.

23rd May 1927.

10110/27.



Sir,

Magadi Soda Company Limited.

M. 1.5

With further reference to your letters of 7th April and 18th May, 1927, we have now taken an opportunity of considering the further correspondence which has passed and we find your instructions in regard to the completion of the revised drafts of the Leases perfectly clear, with the exception of one point on the Port Lease.

Would you be good enough to let us know whether the amendments in green ink inserted by the Company in Clause 2 (iii) and (iv) are agreed or not. We find no reference to these amendments in the memorandum which accompanied your letter of 7th April; but we rather gather from the correspondence that the amendments have not been agreed and should not be inserted. Perhaps you will be good enough to let us hear from you in regard to this point, when we will immediately proceed with the new drafts.

The Under Secretary of State, We have the honour to be, Sir,

Colonial Office,

S.W. 1

Your obedient Servants,

X.10110/1927 Kenya

21/4

Mr. See 12/6/27

Mr. Bushe 13

Mr. Bottomley 13/6/27

Mr. E. J. Harding.

Sir G. Studdert.

Sir J. Shuckburgh.

Sir G. Grindle.

Sir C. Davis.

Sir S. Wilson.

Mr. Aby-Gore.

Earl of Clarendon.

Mr. Amory.

**DRAFT.** for conson.

KENYA

408

O.A.G.

Fr. M. S. Coy. 5th Mch. (No. 8)

To do. 22nd Mch. (No. 9)

To Messrs. S. O. & O. 7th Apr. (No. 13)

Fr. M. S. Coy. 29th Mch. (No. 16)

To do. 18 May (1)

(dft.h.)

(X.F.5285/26)

6th m. bundle



Downing Street,

19 May, 1927.

Sir,

With reference to my

despatch No. 222 of the 11th of March,

I have etc. to transmit to you the

enclosed copies of further corres-

pondence, as noted in the margin, with

the Magadi Soda Coy. regarding the

draft Leases of the Company's pro-

perty in Kenya. With reference to

par. 3 of the letter sent to the

(No. 9)

Magadi Soda Coy. on the 22nd of March

I would observe that, as the proposed

agreement between that Company and

the Shell Oil Coy. Ltd. contains

provision for determination forthwith

on the completion of the Govt. oil

pier, and as it does not appear to

go outside the arrangement which was

agreed to by Sir Edward Grigg in his

despatch No. 563 of the 29th of May,

1926.

(3 drafts)

1926, I did not consider it necessary

to incur further delay in referring

this point to you for your prior

concurrence.

3. With regard to par.4 of the letter of the 22nd of March, the proposal to construct a four inch pipe line from the Magadi Company's fuel oil tanks to a new tank to be built on the Oil Company's land appeared to be merely a matter of convenience not involving any further concession of principle, since the right has already been conceded to the Oil Co. to utilise oil for the present from the Magadi Company's tanks.

(No 9)

4. I have to invite your attention to par.3 of the letter from the Govt. dated the 29th of April, and also to the remarks in par.5 of that letter, regarding the revised description of the property at Shimanzi, and the Govt.'s right

(No 16)

of passage over the branch railway up  
to the boundary of the Coy's. property,  
respectively.

5. I have now received your

(No 18)

telegram of the 9th of May, in which  
you intimate that you do not wish to  
press for a special proviso to Clause 6  
(ii)(D) of the draft Port Lease, with a  
view to making ~~special~~ provision for en-  
suring the payment of tug charges etc.  
by ships using the Shimanzi pier.

Measrs. Sutton, Ommannay and Oliver are  
accordingly now being instructed to  
prepare final revised proofs of the  
Leases, based on the memorandum enclosed  
with the letter sent to the Company on

the 10th of March, with <sup>the</sup> ~~a~~ further amend-

(No 5)

ment indicated in par.5 of the letter  
sent to them on the 22nd of March, and  
also omitting Clause 6(iv) of the draft

(No 7)

Port Lease in accordance with para. 5  
of the letter to the Coy. of the 1<sup>st</sup>

Dr. Lonsdale

v. A.P. (The Agent by  
heresay)

of May. The revised proofs will be submitted to you and to the Company for examination before the engrossments are prepared for execution.

I have, etc.,

See 12/5/27

Mr. Busk

Mr. Bonar Law

Mr. E. J. Hartley.

Sir C. Strachey.

Sir J. Shuckburgh.

Sir G. Grindie.

Sir G. Davis.

Sir S. Wilson.

Mr. Digby-Gore.

Earl of Clarendon.

Mr. Amery.

Downing Street,

18 May, 1927.

Gentlemen,

In continuation of the

letter from this Dept. No. 10110/27

(No 13) of the 7th of April last, I am etc.

to inform you that the Magadi Soda

Coy. have now intimated their

approval of the memorandum, indicating

the amendments to be made to the

draft Leases of their property in

Kenya, a copy of which was enclosed

with the letter sent to them on the

10th of March, ~~and~~<sup>and 8</sup> subject to the amend-

ment of Clause 6(iii)(A) of the draft

Port Lease indicated in par. 5 in the

letter to the Coy. of the 22nd of

(No 9) March, 1927.

2. Final revised proofs of

the leases should accordingly now be

(3 drafts) prepared in accordance with the

instructions provisionally communicated to you in para 2 of the letter

from

from this Dept, of the 7th of April,  
and I am to request that you will  
accordingly furnish this Dept. in due  
course with six copies of the final  
proofs, in order that they may be re-  
ferred to the Magadi Coy. and to the  
Govt. of Kenya for examination before  
engrossments are prepared for execu-  
tion.

3. With reference to that part  
of the memorandum mentioned above which  
refers to Clause 6(ii)(b) of the draft  
Port Lease, it has now been decided  
that no further amendment of this sub-  
clause should be made beyond those al-  
ready indicated in the memorandum.

4. Mr. Amery's attention has  
been drawn to a printing error on line  
6 of Clause 2(iii) of the draft Lake  
Lease, where the word "similar" is in-  
correctly spelt.

5. In

to build the public road contemplated.

The attention of the Acting Governor  
you remarks on this point -  
will be drawn to this understanding.

3. With regard to par.7 of your letter, I am to state that after further communication with the Acting Governor, it is not desired to make any further ~~changes~~ to the beginning (Part I) of the draft Port leases, except those indicated in the memorandum enclosed with the letter from this Dept. of the 10th of March.

(No 3)

4. Mr. Amery notes with satisfaction that agreement has now been reached on all the outstanding points in connection with these draft leases, and instructions are now being given to the Solicitors to the Govt. to prepare final revised proofs of the draft leases. Copies of the final proofs will be referred to your Coy., and to the Govt. of Kenya for examination before the engrossments are prepared for execution.

5. I am to add that in view of

the decision to omit Clause 2(v) and

Clause

2(vi) of the draft Port Lease, it

would appear that Clause 6(iv) would

also appear to be unnecessary, and

that the Solicitors are being instructed

this sub-clause

to omit ~~it~~ in the final draft of the

Lease.

I am, etc.,

(Signed) H. T. ALLEN.

- for Under Secretary of State.

Jr censor

Recd 6/8/27 Africa

M.

Mr. E. J. Harding,

① Sir J. Gluckley.

Sir J. Shuckburgh.

Sir G. Grindall.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Earl of Clarendon

Mr. Amery.

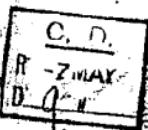
DRAFT. Code Tel.

Governor

Kenya

Recirculate

6 May.



X 10/10/27 Kenya

7 May A.M. 18  
M.D. 18

Orderpatch 11 March 222

Nagadi paragraph 2

Shall be glad to be informed

by Telegraph at an early date whether you wish to

press for special proviso

Secs

# The Magadi Soda Company Limited.

DIRECTORS:

THE RT. HON. SIR ALFRED MUNDY, BT. M.P. (CHAIRMAN.)

ARTHUR COLEGATE.

B. B. HOUSTON.

H. F. MARSHALL.

J. O. NICHOLSON.

SIR E. K. AILEEN C.B.E.

OUR REFERENCE.

YOUR REFERENCE 1011/27.

D. Marsh.  
Lt.-Col G.P. Pollitt.D.S.O.

WINNINGTON,

NORTHWICH,

ENGLAND.

29th April, 1927.

Under Secretary of State,  
Colonial Office,  
Downing Street,  
London. S.W.1

RECEIVED

2-MAY 1927

G.O.L.O.

Sir,

We have received your letters of the 10th and 21st March respectively and have the following observations to make on them:-

2. With reference to paragraphs 2 and 3 of your letter of 10th March, we are pleased to note that the Governor has no objection to the addition of a proviso to Clause 5 (with) of the draft Lake Lease in the form suggested in paragraph A 4 of our letter of the 18th August 1926, and that he is in agreement with the proposed addition to Clause 11 of the draft Railway Lease and Clause 10 of the draft Port Lease.

3. It is observed that the redraft of the opening paragraph of Clause 2 of the Port Lease enclosed with your letter of the 10th March contains a description of the property revised in accordance with discussions with our Legal Man. We are pleased to accept this revised description on the understanding that sympathetic consideration will be given to any schemes we may formulate for increasing the capacity of the Pier and Conveyor Plant, and that there will be no interference with the working of this plant should it be decided to build the public road already contemplated. Arrangements are being made for the sum of £13. 7. 6 to be paid to the account of the Governor of Kenya and Crown Agents of the Colonies in accordance with

62

your request.

4. With regard to paragraph 7 of your letter of the 10th March, we agree that in view of the revised description of the property the inclusion of Clauses 2 (v) and 2 (vi) and of the proviso to the original Clause 2 (iii) of the draft Port Lease becomes unnecessary and we agree to their deletion. We also accept the addition of the words "but not including the land upon which the said pier and conveyor plant are constructed" to the ~~first~~ grant on page 2 of the printed draft Lease. The new deed plan is returned herewith..

5. With reference to paragraph 5 of your letter we will not press for the suggested amendment to Clause 2 (iii) of the draft Port Lease and accordingly the Government will have a right of passage over the branch railway as far as the boundary of the property. Our decision has been arrived at ~~having regard to~~ <sup>Signed</sup> the assurance contained in your letter of 29th April 1926 that on completion of the line the Government will proceed to publish the section of line in question. In making our decision we have also been influenced by the fact that the Uganda Railway has agreed to our levying a charge in respect of the user of the siding by the Railway Company, and we are instructing our local manager to settle a scale of charges with the Railway Officials on the spot.

6. With regard to paragraph 6 of your letter of 10th March we note that the Governor is not prepared to accept the suggested amendment to Clause 2 (iv) of the draft Port Lease as he considers that our interests are already sufficiently protected by the proviso to the sub-clause under consideration. In our opinion, a wider protection is desirable, but in order to avoid the necessity of further reference to the Governor we are willing to waive the point.

7. We observe from paragraph 8 of your letter that a further communication will be sent us regarding the Port dues payable by ships using the Shimanzu pier.

8. With reference to paragraph 11 of your letter, the memorandum indicating the amendments to be made to the printed draft leases is approved, subject to the amendment of Clause 6 (iii) (A) of the draft Port Lease referred to in paragraph 5 of your letter of 22nd March and to the further consideration of Clause 6 ii (D). We return this document herewith.

9. With reference to paragraph 3 and 4 of your letter of the 22nd March your views regarding our proposed arrangements with the Shell Oil Company of East Africa Limited are noted. It is understood that no harbour or other dues are to be evaded and that the arrangements referred to will be discontinued when the Government Oil Pier is brought into use.

10. In accordance with paragraph 11 of your letter of 10th March we shall be pleased to have an opportunity of examining the final drafts of the Leases before the engrossments are prepared for signature.

Yours faithfully,  
for The Magadi Soda Company Limited,

  
Director.

80

(B) RAILWAY LEASE

- ✓ Page 1 (line 6) "1.11.2023" should be "31.10.2023".  
(Line 3 from bottom): Insert "being" between "there through and", and "thereon".
- ✓ Page 7 (Clause 2 last paragraph). For "first of such payments for the first year" substitute "payments for the first two years".
- ✓ Page 8 (Clause 4 (iv)(A)): Delete this Clause and substitute the following

The Lessees will in each of the years ending on the 31st day of October 1927, 1928, 1929, 1930 and 1931 despatch by railway not less than 50,000 tons of Soda Goods and in the year ending on the 31st day of October 1932 and every subsequent year ending on the 31st day of October during the term hereby granted the Lessees will despatch by railway not less than 100,000 tons of Soda Goods.

Provided that subject to Clause 29 hereof whether the minimum weights set out above are despatched by the Lessees or not the Lessees shall be liable for and shall pay to the High Commissioner for Transport the amount of freight appropriate to and due in respect thereof".

- ✓ Page 9 (Clause 5 (iv)(C)): On the second line of the proviso insert after "contained", the following "except the provisions of Clause 29 hereof".
- ✓ Page 18 (Clause 18). Add the following:

"If such notice be not given the Lessees shall be entitled within 12 months from the determination of the

lease

lease to remove the Railway material and the assets and property of the Lessees used for the purposes of or in connection with the Railway.

Page 19. (Clause 20 Line 19). For "eighty-six cents" substitute "seventy-two cents".

(Line 25) For "£3" substitute "£4".

(C) PORT LEASE

Page 1 (Line 5) For "Shs.5,602 cts.66" substitute "One Peppercorn"

(Line 6) For "1.11.2023" substitute "31.10.2023"

Page 2 (Line 5) After "Depot Works" insert  
"together also with"

(Line 5) After "Shimanzi Pier" insert  
"including the conveyor plant and apparatus used in connection therewith"

(Line 8) After "appurtenances" insert  
"but not including the land upon which the said pier and conveyor plant is constructed".

(Line 12) Delete all words between "Subject to the payment" and "to the provisions and conditions" and insert the following:

"of a premium of Shillings Six thousand four hundred and fifty five cents forty two on the execution of these presents and to the payment for the said term of an annual rent of one peppercorn payable in advance on the first day of January in each year".

Page 5 (Clause 20) Delete all the first paragraph and substitute the following:

Line 10. Add the following proviso:

"Provided always that it shall not be deemed a breach of this clause if the Lessees for the purposes and in the ordinary course of their business demolish or make any alterations to or substitutions for buildings erections works and fixtures on the demised premises".

Page 12. Clause 6 should be re-numbered "7".

Page 13. Clause 10. Add the following:

"If such notice be not given or if such notice be given in regard to part only of the property and assets of the Lessees as aforesaid, the Lessees shall be entitled within twelve months from the determination of the Lease to remove the Magadi Pier and Depot Works and the assets and property of the Lessees as aforesaid or such parts thereof as are not included in any such notice."

Page 14. (Clause 11 (ii)(f)) Delete "Shimanzi Pier and Works for" and substitute "the rest of the demised premises for controlling station".

Delete the first rider. (Proviso to Clause 11(ii)(C)).

Clause 12 (A). For £45,145 substitute £71,477.13.6".

Page 14. (Second rider (Clause 15 (i)). On line 1 after "instrument" insert "hereafter issued".

The ~~old~~ plan which is being communicated to the Magadi Soda Company for their examination and return, in the letter covering this memorandum, is to be incorporated in the final copy of the Port Lease when prepared for signature.

Mr. Seel 14/2/27

Mr. Allen 24/2/27

Mr.

Mr. E. J. Harding.

Sir C. Strachey.

Sir J. Shuckburgh.

Sir G. Grindall.

Sir C. Davis.

Sir S. Wilson.

Mr. Drifsbys-Gore.

Earl of Clarendon.

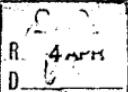
Mr. Dinerby.

DRAFT for consent. ✓ minute

Messrs. Sutton, Omannay and Oliver.

Downing Street.

April, 1927.



Gentlemen,

With reference to the

letter from this Dept. L.F. 4255/26 of  
 the 7th of October, I am etc. to trans-  
 mit to you, for your information, the

accompanying copies of further corre-  
 spondence, as noted in the margin with  
 the Magadi Soda Coy. Ltd. regarding

the draft Leases of the Company's pro-  
 perty in Kenya.

## 2. I am to invite your atten-

(No. 5  
initials)  
 tion to para. 11 of the letter sent to  
 the Magadi Soda Coy. on the 10th of  
 March and to the memorandum enclosed  
 with that letter showing the amendments  
 which it is proposed to make in the terms &  
 to be made to the draft Leases. This

memorandum supersedes the note of  
 amendments which was referred to in  
 para. 2 of the letter sent to you on  
 the 7th of October, and it is proposed  
 that

To M.S.Coy. 4th Feby.  
 To do. 10th Mch. and encl.  
 (memo.)  
 Fr. do. 5th Mch.  
 To do. 22nd Mch.

Recd. 10/2/27  
 (No. 5)  
 (4/111)

that the final revision of the draft  
leases should be based upon this memorandum  
and with the further amendment indicated  
in para. 5 of the letter to the Magadi

(No 10 on file)

Soda Coy. of the 22nd of March. Pending  
the receipt, however, of a reply from the  
Coy. to that letter, it is not desired

that you should take definite steps to ~~make the draft leases~~ <sup>proof</sup> prepare a further revised edition of the draft leases. It may be carry out the revision, but you will not be able to take preliminary steps until you have taken preparatory steps as may

be possible with a view to the revision being carried out with the least possible delay when a final settlement has been

reached with the Magadi Soda Coy.

I am, etc.,

(Signed) H T ALLEN.

Date,

Seal 21/3

Mr.

Mr. E. J. Harding

Mrs. Strachey

Sir J. Shuckburgh

Sir G. Grindall

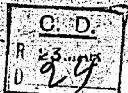
Sir O. Davis

Sir S. Wilson

Mr. Ormsby-Gore

Earl of Clarendon

Mr. Amery



24 March 1927.

Yours sincerely O. Wilson MIA

9 March 21<sup>st</sup>

There is no need for you

to apply for the sum £

113.76 from the Magadi

Soda Coy. at present, as  
we are still in correspondence  
with them. We will let  
you know have further  
instructions when we  
hear from the Coy. Their  
address is

Wimington  
Northwich  
Cheshire.

(Sgd) H T Seal 21/3

Mr. Seal 19/3/27

Mr. Bushe 21/3/27

Mr. Allen 21/3/27

Mr. E. J. Harding.

Sir C. Strachey.

Sir J. Shuckburgh.

Sir G. Grindle.

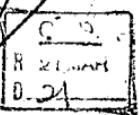
Sir G. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Ea. [unclear].

M. [unclear].



Downing Street

22 March, 1927.

Sir,

Ansd  
no. 16

I am etc. to acknowledge the

receipt of your letter of the 5th of March, regarding certain points still awaiting settlement in connection with the draft leases of the Magadi Soda Company's property in Kenya.

2. (Para. C 5 of your letter).

With regard to the proviso to the original Clause 2(iii) of the Draft Port Lease, I am to refer to para. 7 of the letter from this Dept. of the 10th of March, in which you were informed that the Governor of Kenya had stated that the question of Clauses 2(v) and 2(vi) of the Port Lease had been discussed with your local Manager, who had expressed himself as satisfied if

your rights in the Conveyor Plant remain unimpaired, and that accordingly

(2 drafts).

the

Copy to Sutton, Ormiston & Oliver  
Copy to Mr. H. P. G.

the land beneath the Conveyor Plant would  
not form part of the land demised, ( Clauses  
2(v) and 2(vi) of the draft lease will be  
omitted. Mr. Amery presumes that in the  
light of these facts, you will now agree  
that it is unnecessary to retain the  
proviso to Clause 2(iii) of the Port Lease  
in any form.

3. (Para.C 7 of your letter). Mr.  
Amery notes that you have under considera-  
tion a draft Agreement with the Shell Oil  
Coy. of E.Africa Ltd. embodying the pre-  
sent arrangements under which a part of any  
cargo discharged into your Company's tanks  
primarily for your own purposes may be  
taken over by the Oil Coy. Mr. Amery  
notes that the Agreement provides for <sup>the</sup>  
determination forthwith upon completion of  
the construction by the Govt. of Kenya of  
its own oil pier, and while he has not had  
an opportunity of seeing the precise terms  
of the Agreement, I am to say that the  
provisions

Oil Company when the Govt. oil pier.

brought into use.

5. (Para.C 8 of your letter). Mr.

ry now agrees to the insertion in Clause

ii)(a) of the Draft Port Lease after

words "entitled to remove", of the words "is

as shall have been

done by reason that they have become

easy for the further or prop

ng of the Magadi Soda Deposit", and

agreement of this sub-Clause set out

letter will be adopted in the

al revision of the Draft Leases.

6. Instructions to the solicitors

the Govt. as to the preparation of final

ts of the Leases will be sent on the

sight of your Govt's. reply to the letter

this Dept. of the 10th of March.

I am, etc.,

(Signed) H. T. ALLEN.

Mr. Allen,

Lieut.-Genl. Sir G Macdonald called yesterday on behalf of the "Oil Company" to enquire as to their Agreement with the Magadi Company and their proposal to construct a 4 inch pipe line from Magadi Company's tank ship a C. The Oil Company's letter of 1st March - 1900, it is left the annexed plan showing the proposed position of the 4 inch pipe line. I am glad to him that these proposed pipe lines are not dedicated to us by the Magadi or in any way. A decision had been taken upon them by the Surveyor of State, it is said that the matter would be forwarded to the Government, and I understand that you understand that I know who reply to the Magadi Company letter was sent. I will make it clear that I would be forced to ascertain from the Magadi Company what were the terms of the S. of S's (conditions). I submit a short letter which can issue in connection with the draft. Magadi Soda Co. No. 1

TELEGRAMS MAGADY NORTHWICH,  
TELEPHONE NORTHWICH 1-1

WORKS - MAGADI, KENYA COLONY.  
KILINDINI

# The Magadi Soda Company Limited.

**THE RT. HON. SIR ALFRED MOND, Bt., M.P. (CHAIRMAN)**

ARTHUR COLEGATE.

H. H. HOUSTON.

H. E. MARSHALL

— 5 —

J.S. MICHAEL

S. A. R. ALLEN, G.M.E.

D. MARSH.

478-994-02

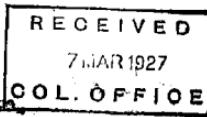
YOUR REFERENCE July 27.

Winnington

Northwich

ENGLAND.

5th March 1927



**The Under Secretary of State**

**Colonial Office**

Dear Sir

We thank you for your letter of 4th February, and are now in a position to put before you our views on the points mentioned, you as outstanding for our consideration.

Q. 5. It is our desire to retain the effect of the provision to the NC, in Clause 2(iii) of the Port Lease, and we suggest for your approval the following alternative form:

"Provided always that the said way or road shall not  
"interfere with any structure built and/or used by the  
"Lessees between the said Dapot Works and the Shimanszi  
"Pier or with the efficient working of any such structure  
"nor shall this reservation prevent the Lessees from  
"effecting any strengthening of the said structure which  
"they may deem necessary provided such strengthening does

"not interfere with the effective use of the said way or road".

*(A.1)* *(P.455)* *70*  
G. V: The negotiations with the Oil Company referred to in our letter of the 18th August last have progressed to the extent that we have before us for consideration a draft agreement embodying and elaborating the present arrangements. This draft provides in substance that the Shell Company of East Africa Limited shall have the right to use our Oil Tanks and Pipe Lines at Mombasa for the purposes of storing Fuel Oil, and of enabling the Oil Company to effect sales of such Fuel Oil for delivery direct from the said Tanks to any of their customers. In exchange for this concession the Oil Company agree to bear a part of the cost of maintenance, depreciation, insurance and fire like proportionate to the amount of Fuel Oil delivered from the Tanks to their order. The agreement is for a term of 2 years from the 1st November, 1925, and thereafter from year to year determinable by either party on 12 months' notice, but there is a provision for determination forthwith upon completion of the construction by the Government of Kenya Colony of its own Oil Pier.

In exchange for a letter from you undertaking that this agreement will not be regarded as a breach of the covenants in the Port Lease, and may continue in force until such time as the Government Oil Pier is ready for use we are willing to consent to the deletion of the two provisos to Clause 6(i) of the draft Lease.

Recently we have been asked by the Oil Company to give our consent to the construction by them of a 4" pipe line crossing

a portion of the land comprised in the Lease, and connecting our Fuel Oil Tanks with a new Settling Tank to be built by them on their Land. We shall be glad to hear from you with your views on the question whether such a consent, if given, would fall within the scope of the "present arrangements", to the continuance of which your sanction has been obtained, and if not whether you have any objection to the works proposed.

Q. 8. It is intended that the fixtures referred to in Clause 6(iii) A of the draft Port Lease should be excepted from the obligation to maintain in good condition as well as from the obligation to deliver up in good repair and condition. In order that there should be no ambiguity on this point we suggest that the words "and the same" should be removed from their present position, and inserted after the brackets which contain the definition of the fixtures excepted.

The clause will then read as follows:-

"(iii) (A) - The Lessees shall at all times keep the demised premises and all buildings erections works and fixtures for the time being and from time to time thereon including (by way of description and not of restriction) the Branch Railway "in good and substantial repair and condition and working order "except such fixtures and things as the Lessees are by law entitled to remove and such of the same as shall have been abandoned by reason that they have become unnecessary for "the further or proper working of the Magadi Soda Deposit) "and the same in good and substantial repair and condition

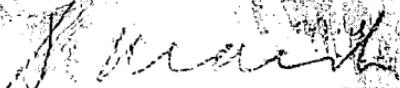
"and working order deliver up to the Government at the expiration or subject to the provisions of January 10, 1927, from the date of the taking over of these properties, annuity, waterization of the town hereby mentioned.

It will be understood that it shall not be deemed a breach of this lease if the lessees for the purpose and in the ordinary course of their business demolish or make any alterations to or excavations for buildings erection works and fixtures on the demised premises."

We shall be grateful if consideration can now be given to all the matters outstanding with a view to completing the leases at an early date, and are at your disposal for an interview should you deem this to be necessary.

Yours faithfully,

for The Saudi Soda Company, Limited.

  
J. M. Reddy  
Director,

Mr. Seel 2, 3/27

Mr. Bustle 2/3  
Allen 4/3

Mr. E. J. Harding.

Sir O. Strachey.

Sir J. Shuckburgh.

Sir G. Grindell.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Earl of Stamford.

Mr. Amery.

DRAF

KENYA

No. 222

O.A.G.

To M. Soda Coy. 10 Moh.  
draft hth.  
enclosure (news 5/1)

7  
P.S.  
Downing Street,

March, 1927.

Sir,

I have etc. to acknowledge

the receipt of Sir Edward Grigg's despatch No. 8 of the 10th of January, 1927, and to transmit to you, for your in-

formation, a copy of the letter which has been sent to the Magadi Soda Coy.

regarding the outstanding points in connection with the draft Leases of their property in Kenya.

2. In my telegram of the 23rd

February, I have asked for your further observations regarding the amendment of

Clause 6(ii)(D) of the draft Port Lease, which was suggested in para K9 of Sir E. Grigg's despatch with a view to making special provision ensuring for the payment of tug charges etc. by

vessels using the Shimanzai pier; and a further letter will be sent to the Coy.

on this point when I have received your reply.

(3 drafts)

3. With

3. With regard to para. 2(d) of  
Sir Edward Guggis)  
the despatch under reply, I note that  
subject to the ~~safeguards~~ mentioned, you  
have approved the ~~allowance~~ alienation to the  
British Imperial (South African) Oil  
Coy. of a further portion of the original  
"lien area" at Shimanzi. I presume that  
the Magadi Soda Coy. have been informed  
of the grant of this land to the Oil Coy.

4. With regard to para. 2(e) of the  
despatch, to the payments made by the  
Magadi Soda Coy. in respect of the period  
subsequent to the 31st of October, 1924, I  
understand the position to be that <sup>The whole of</sup> these  
payments <sup>thus</sup> have been received by the Kenya  
and Uganda Railway, and that the General  
Manager of the Railway considers that no  
part of the payments should be handed over  
by the Railway to the Colonial Govt. in  
respect of that portion of the combined  
rate payable by the Magadi Coy. which is  
presumed to represent royalty as opposed to  
railway

combined rate payable by the Coy. appears to have been discussed at an earlier date.

In a memorandum transmitted ~~14/11/23~~ with Sir Robert Coryndon's despatch No. 1481, of the 25th of September, 1923, the General Manager suggested that the revision of the rates payable <sup>di</sup> on the following scale.

Comms		Railway freight	Leaving the Rly.
	Royalty		
Up to 50,000 tons	1/6		16/6
" 150,000 "	1/-	2/-	15/-
" 200,000 "	16/6	3/-	13/6

Sir Robert Coryndon in his telegram of the 7th of December, 1923, drew particular attention to this arrangement, and he was informed by the Duke of Devonshire, in a telegram dated the 7th of December, that it was for him to settle how much of the ~~ex~~ exclusive ratee should be regarded as freight, and how much as royalty.

While the matter was thus left to Sir Robert Coryndon's discretion, I <sup>am prepared to accept</sup> originally ~~that~~ the division suggested by the General Manager in the memorandum referred to above as represents

(50933/23)

(59864)  
/23

represents an equitable arrangement; and *January* that the sums received from the Coy.

in respect of combined railway freight and royalty during the first five years of the new leases i.e. from the 1st of November, 1924, to the 31st of October, 1929, should be divided between the Colonial Govt. and the Railway on that basis.

You will observe from para. 10 of the enclosed letter to the Magadi Soda Coy. that subject to the settlement (which I hope will not now be long delayed) of the few points still outstanding in connection with the draft Leases, I propose to arrange for the preparation of final drafts of the Leases, which will be communicated to you and to the Coy. for examination before the C. Agents are requested to execute them with the Coy.

I have, etc.,  
(Signed) L. S. AMERY

X. 60160/124  
10/1

Magadi Soda Company's Leases.

Memorandum showing the amendments to be made to the draft Leases up to and including ...March, 1927.

Draft.

for conversion

17 Feb 2.3.27 (For the purpose of this Memorandum the text of the Leases is taken as that in the printed drafts dated March 17th, 1926, furnished by Messrs. Sutton Commandry and Oliver. In the case of the draft Port Lease the alterations in red ink and the riders typed in red are regarded as part of the printed text).

(A) Inka Lease. LAKE LEASE

Page 5 (Clause 5 (xvi) (Index)) "Survey" should read "survey". Capital letter "S" removed and "s" substituted.

Page 1 (Line 6) "1.11.2023" should read "31.10.2023".

Page 5 (Clause 2). On line 5 "Land Survey Office" should read "Land Surveys Office".

Page 6 (Clause 3). For "the first of such payments for the first year" substitute "payments for the first two years".

Page 8 (Clause 5 (v) (A)). Delete this Clause and substitute the following: "Without prejudice to or in any way limiting the covenant by the Lessees lastly hereinbefore contained the Lessees will in each of the years ending on the 31st day of October 1927, 1928, 1929, 1930 and 1931 get and despatch by railway not less than 50,000 tons of Soda Goods, and in the year ending on the 31st day of October, 1932 and every subsequent year ending on the 31st day of October during the term hereby granted the Lessees will get and despatch by

railway.

(Offered in not  
known by Dec 31 1927)  
a further application  
will be necessary).

(No 36

on T.F. 4255/26)

105

(Ans)  
railway not less than 100,000/- of Soda Goods.

Provided that subject to Clause 13 hereof whether the minimum weights set out above are despatched by the Lessees or not the Lessees shall be liable for and shall pay to the Government the amount of royalty appropriate to and due in respect thereof".

Page 9 (Clause 5. (v) (C)). The proviso to this Clause should read as follows: "Provided further and it is hereby agreed that nothing in this Lease contained except the provisions of Clause 13 hereof shall prevent the Government at its option from electing to sue the Lessees for any unpaid royalty and to obtain satisfaction of any judgment by attachment of any of the Lessees' property.

(XF 4255/16  
Paras 5 & 6 (No 2)  
a Para 2 (A3) b (No 2))

Page 9 (Clause 5 (viii)). The following proviso is to be added: "Provided always that this Clause shall not entitle the Crown Agents or the Government or any person or persons authorized by them or either of them to inspect or receive any information in regard to any new plant hereafter installed for the purpose of improving the degree of purity of the product of the Magadi Soda Deposit."

(Para A4  
g No 31 a-1 XF 4255/16)

RAILWAY LEASE  
(B) Railway Lease.

Page 1 (Line 6). '1.11.2023' should be '31.10.2023'.

Page 1 (Line 3 from bottom). Insert "being" between "therethrough and" and "thereon".

Page 7 (Clause 2. Last paragraph). For the first of such payments for the first year" substitute "the payments for the first two years".

(of six months  
amended to  
Lake Lease)

Page 8

## PORT LEASE

(C) Port Lease.

Page 1 (Line 8.) For "Shs.5,602 cts.66" substitute

"One Peppercorn" and

~~dated~~ (Line 8). For "1.11.2021" Date "31.10.2023"

Page 3 (Line 5) After "Depot Works" insert together  
therewith.

~~dated~~ (Line 5) After "Shimanzi Pier" insert including  
the conveyor plant and apparatus used in connection  
therewith.

Line 8) After "appurtenances" insert "but not  
inclosed in land upon which the said pier and  
conveyor plant are constructed.

Page 12 Delete all words between "Subject to the  
payment of the provisions and conditions" and  
insert the following: "of a premium of Shillings  
Six thousand four hundred and fifty five cents forty  
two on the execution of these presents and to the  
payment of the sum term of an annual rent of one  
Peppercorn payable in advance on the first day of  
January in each year".

Page 5 (Clause 2) Delete all the first paragraph and  
substitute the following: "The Crown Agents for and  
on behalf of the Government hereby grant and demise to  
the Lessees FIRSTLY ALL THAT Depot Works at Simanzi  
near Kilindini known as the Magadi Depot and the  
Branch Railway Line leading from the Kenya and Uganda  
Railway at Kilindini to the said Depot Works  
together with all appurtenances and all the land held  
therewith and the dwelling houses and buildings  
thereon the boundaries of all of which are and the  
site

site thereof is delineated on the plan annexed hereto and is thereon bordered red and **SECONDLY ALL THAT** the Conveyor Plant and apparatus used in connection therewith and the Pier adjacent thereto known as the Shimanzi Pier which said Conveyor Plant and pier are bordered green on the said plan but excluding the land beneath the said Conveyor Plant and Pier Reserving unto the Company full and free right to carry its Conveyor Plant over the land bordered green together with the right of access at all times to the supports of the Conveyor Plant for the purpose of maintenance".

Page 6. Delete Clauses 2 (v) and 2(vi) of the typed rider and also the proviso to the original Clause 2 (iii) in the printed text.

Page 7. Clause 2. Last Paragraph. Delete and substitute the following: "To hold unto the lessees for the term of 99 years from the 1st day of November 1924 upon payment of the premium and rent hereinafter reserved and subject to determination as hereinafter provided".

Page 7. Add new Clause 4 as follows: "The Lessees shall upon the execution of these presents pay to the Crown Agents the sum of Shillings Six thousand four hundred and fifty five cents forty two as premium and shall during the said term pay the yearly rent of one peppercorn yearly in advance on the First day of January in every year; such premium and the payment of rent for the first two years of the said term having been made on the execution of these presents as the Crown Agents hereby acknowledge".

Page 7. Clause 4 should be re-numbered "5".

Page 8. Clause 5 should be re-numbered "6".

X Page 8. (Rider), Clause 6 (ii) (D). On line 3 after "harbour dues" add: "Port dues charges for tugs or pilotage". After "evaded" add the following: "Provided always that the Port dues payable by vessels using the Shimanzi Pier and not going alongside any Government wharf, <sup>pier</sup> jetty or quay shall be on the basis fixed for other ships calling at Mombasa Harbour and not going alongside any Government wharf, <sup>pier</sup> jetty or quay".

Inset

—> Clause 6 (ii). Delete the remainder of this <sup>and is already cancelled in red ink)</sup>

Sub-Clause as printed [i.e. from "Provided always that it would not be deemed a breach" down to the end of the Sub-Clause] <sup>on line 28 Page 9.</sup> The remainder of this Sub-Clause as printed is already cancelled in red ink).

Page 9. (Rider), Clause 6 (iii) (A) Line 9.

After "expiration" insert the following: "(subject to the provisions of Clause 10 of these presents)".

Line 10  
X Clause 10. Add the following proviso: "Provided always <sup>shall</sup> that it ~~would~~ not be deemed a breach of this clause if the Lessees for the purposes and in the ordinary course of their business demolish or make any alterations to or substitutions for buildings erections works and fixtures on the demised premises".

Page 12. Clause 6 should be re-numbered "7".

Page 13. Clause 10. Add the following: "If such notice be not given or if such notice be

(Preamble)

7c of No 30

+ 10 00/27)

given

X The amendment to Clause 6 (ii) (D) is subject to further consonance in the light of the ~~new~~ <sup>new</sup> context, now proceeding with the 4th "Rider".

Mr. See 2/3/27

X 10110/27 R.

Mr.

Allen 4/27

Mr.

Mr. E. J. Harding.

C.

Mr. Straatman.

Sir J. Shuckburgh.

Sir G. Grindle.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Earl of Orkney.

Mr. dn

## DRAFT

The Crown Agents

for the Colonies.

Downing Street,

C

R 5 min

10 March, 1927.

Gentlemen,

10.30 submt

I am, etc., to inform you  
~~in connection with the preparation of the draft  
leases of their property in Kenya~~  
that the Nagadi Soda Coy. Ltd. have

been requested to pay to you, for the  
credit of the Govt. of Kenya, the sum

amounting to of Shgs. 267.50 (£13 7s. 6d.) in respect

of the amount due for survey fees in

respect of an additional area of land  
which is being  
granted to the Coy. at Mombasa.

I am, etc. Request you

to place this money, when received,

to the credit of the Govt. of Kenya,

and enclose this Dept' and

the (A. Govt. accordingly  
*(Signed) H. T. ALLEN.*  
for Under Secretary of State.

(3 drafts)

Draft memo.

Mr. Seel 2. 3/27.

Mr. Bushe 2 3/27

Mr. Allen 11/ 3/27

Mr. E. J. Harding.

Sir G. Strachey.

Sir J. Shuckburgh.

Sir G. Grindie.

Sir G. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Clarendon.

Mr. Amery.

Downing Street,

10 March, 1927.

Sir.

With reference to the letter

from this Dept. of the 4th of February,

I am etc. to communicate to you the

following further observations arising

out of the despatch from the Governor of

Kenya referred to in that letter on the

subject of the draft Leases of the

property in Kenya of the Mombasa-Sudan

DRAFT. for consen.The Secretary  
Magadi Soda Co., Ltd.

No. 3 on T.F. 6255/26.

Dec 1 plan (w/ 10/10/26 & 10/110/26)  
 This is all for return  
 Resource due. (d/f)  
 Revise Clause 2.8 Port Leas  
 (revised to No. 3 on 10/110/26)

(3 drafts)

Draft memo

2. With reference to para. 4(C.4)

of the letter from this Dept. of the

20th Septr., '26, the Governor of Kenya

is not prepared to accept the amendment

suggested in your letter of the 18th of

August to Clause 2 (iv) of the draft

Port Lease, as he considers that your

interests are sufficiently protected by

the proviso already attached to this

sub-clause

Section that the use and enjoyment of

the branch railway by the lessees shall

not be permanently prejudiced by any action taken  
by the Govt. under this said sub-clause.

2. The Governor confirms that

there is no objection to the insertion of a

<sup>(5)</sup> proviso~~to~~ Clause 5(viii) of the draft  
suggested in para. A 4 from letter of the 18<sup>th</sup> August, 1926,  
Lake Lease/excepting from the right of

entry etc. reserved to the Government any  
new plant which may be installed after the  
execution of the Lease for the purpose of  
<sup>(Plasodi)</sup> improving the purity of the Soda product.

(27)  
M.R. 6255

3. With reference to para. 3(B.3) and  
(para. 4 (C.9) of the letter from this Dept.  
of the 20th of Sept., the Governor of Kenya  
has no objection to the amendment of Clauses  
18 of the draft Railway Lease and 10 of the  
draft Port Lease giving power to the lessees  
to remove the railway material and their  
assets in the event of the Lease being de-  
termined otherwise than by <sup>effusion</sup> a fluction  
of time, without the Govt. exercising its  
option to purchase.

4. With reference to para. 4 (C.2) of  
<sup>(the 20<sup>th</sup> of September)</sup>  
the letter from this Dept., I am now to enclose

a redraft of the opening paragraph of Clause 2 of the Port Lease, containing a revised description of the property to be demised in the Lease. It is understood from the Governor that this revised draft represents the result of a discussion with ~~the~~ <sup>Your</sup> local manager, in the Colony, and subject to any observations which you may have to offer, he proposes to say that it shall now be incorporated in the draft Port Lease. The Governor states that the sum due for survey fees in respect of the additional area is Shillings 267.50 (£13 7s. 6d.), and I am to request that you will arrange ~~for~~ <sup>for</sup> ~~ment~~ this sum to be paid to the account of the Govt. of Kenya with the C.As. for the Cols., 4, Millbank, S.W.1.

9. With reference to para.4(0.3) of the letter from this Dept. of the 20th of Sept. regarding the Government's right of passage over the branch railway demised in the Port Lease, the General Manager of

114

the Kenya and Uganda Railway considers that provision is necessary for the use by the Govt. of this line, not merely as far as the junction for the Govt. piers, but up to the boundary of your Company's property.

The General Manager states that the branch railway which constant use by traffic to and from the and vicinity of the Imperial Oil Coy. beyond the point (v) mentioned in para 2.C.3 of your letter of the 18th of August,

In the circumstances, Mr. Amery hopes that your Coy. will not consider it necessary to press for the retention of the suggested amendment to this Clause which would necessitate further reference to the draft Port Lease.

With regard to Clauses 2(v) and 2(vi) of the draft Port Lease, the Governor states that the question of these sub-Clauses has been discussed with the local manager of your Coy., who has expressed himself as satisfied if.

if the Company's rights in the Conveyed plant remain unimpaired, and if the description of the demised premises includes all buildings and plants thereon. Accordingly, the land beneath the Conveyed plant and your Coy's pier will not form part of the land demised, and the necessary Clauses 2(v) and 2(vi) of the Port Lease do not exist. It would also appear, that in view of the omission of these two sub-Clauses, the proviso to Clause 2(iii) of the Port Lease, as originally printed, is also no longer necessary and can be deleted. In this connection, I am to invite attention to para. 2(C.5) of the letter from this Dept. of the 4th of Feby., 1927.

The description of the demised premises referred to in para. 4 above has been drawn up in the light of this arrangement, and it is also necessary to amend the form of grant on page 2 of the printed

para 2 clause 6  
from 1<sup>st</sup> page

printed draft Lease by the insertion in

line 8, after the word "appurtenances"

of the following: [ "but not including

the land upon which the said pier and  
Convey or plant are constructed". ] A new

deed plan is also necessary, and this is  
enclosed for your perusal. As no spare

copies of this plan have been sent home

by the Governor, it is requested that the

plan may be returned to this Dept. with a

view to its being incorporated by Messrs.

Sutton, Ommarmey and Oliver in the draft

Lease when prepared for signature.

8. A further communication will be  
sent to you regarding the ~~present~~ suggestion  
made in para C (6) of our letter of the  
18th August (a.m.) as to the amendment  
of Clause 6 (ii) (D) of the draft Port  
Lease as regards the Port dues payable  
by ships using the Sheia ang Pier

written ~~addressed~~ to you on this point.

9. With reference to para.6 of the

letter

letter from this Dept. of the 20th of  
Sept., the Governor has now intimated  
that the half-acre plot of land at  
Kajiado which was desired by the Imperial  
War Graves Commission is now stated by  
the Commission's Deputy Director of  
Works in East Africa not be required.

10. Mr. Amery presumes that he  
will shortly be furnished with your ob-  
servations on the points mentioned in  
para.2 of the letter from this Dept. of  
the 4th of February which are still out-  
standing. In this connection I am to  
~~have~~  
observe that as pointed out above the  
question of the proviso to the original  
sub-Clause 2(iii) of the Port Lease  
would appear to be disposed of.

11. I am now to transmit to you a  
memorandum indicating the amendments to  
be incorporated in the draft Leases as  
the result of ~~the~~ correspondence ~~from~~  
the letter from this Dept. of the 24th of  
April, 1926. On the receipt of your

No 27  
or XF 4255/26

Memo.

reply to this letter and subject to the  
settlement of the points mentioned above,

in para. 9<sup>th</sup>, Mr. Amery proposes to  
communicate this memorandum to the Solici-

tors to the Govt. with a view to the

preparation of final revised drafts of

The final drafts  
the Leases, which will be submitted to  
you yourself and to the Govt. of Kenya for

final examination before execution the C.A.  
for the Colonies are requested to make the  
I am, etc., necessary arrangements  
for their signature.

(Signed) H. T. ALLEN  
for Under Secretary of State.

P. S. Your letter of the 5th instant,  
and was recd. at the above date  
was written in receiving case.

reply to this letter and subject to the  
refined to para. 8 and 9 (1),  
settlement of the points mentioned above,

in para. of Mr. Amery proposes to  
communicate this memorandum to the Solici-

tors to the Govt. with a view to the

preparation of final revised drafts of

The final drafts  
the Leases, which will be submitted to  
you

yourself and to the Govt. of Kenya for

final examination before execution the C.A.

for the Colonies are requested to make the

I am, etc., necessary arrangements

for their signature.

(Signed) H. T. ALLEN,  
for Under Secretary of State.

I. S. Your letter of the 5th March,  
which was recd. at the above date  
was written, in keeping course.

Mr. Peel 22/1/27

Mr. Burke 23/1/27

Mr. Allen 23/1/27

Mr. E. J. Harding.

Sir C. Strachey.

Sir J. Shuckburgh.

Sir G. Grindle.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Earl of Clarendon.

Mr. Amery.

DRAFT: Code Tel.



Governor

Nameless

Rec'd. quickly  
for further  
action.

1/16  
No. 18

16

23 February.

Your despatch 10 January

↓ Nagadi (No 8) El.

Paragraph 7(g) Necessary

Addition to Clause

6 (ii) (1) Port Lease

of special proviso

as to, tugs charges etc

appears to be unnecessary

as clause already

orders that there

charges shall not be

eased. Promissio

already agreed only

applies to port dues. O

If you wish to press for

Special

special forms please

telegraph reasons and

precision form of words

suggested . . .

Secer

W.H.

## Notes on Governor's despatch 8 of 10.1.27

### Paragraph.

2. (a)  
(b)  
(c).

No further action necessary.

- X 2. (d).

As to the question of a "lien area" at  
Chenangpi, see para 8 of 334/26,  
and para 3(f) of the letter to the  
Coy. of 24 April on 12997/26.

The British Imperial (S. Africa) Oil  
Company already holds part of the  
land originally included in the  
lien area, but the part they  
already hold was relinquished by  
the Nagadi Coy in order that a lease  
of it might be granted to the village.

334/26  
para 8

This procedure does not seem to have  
been followed in the case of the extension  
now reported. The Nagadi Coy have  
not been asked to relinquish the  
area of the extension. They were  
informed on 12997/26 that if they  
wished any further part of the  
lien area it would have to be a  
matter for separate application  
to the Colonial Govt.

See 7(b) & 7(c) myself whether the  
'tin' is actually extinguished. I had  
the impression that it would be finally settled  
when the Nasadi Coy., ~~was able to~~ following  
on para 7 of the letter to them on 12/2/26,  
<sup>(S)</sup> indicated whether they would  
require any further part of the 'tin' area.  
The Govt. evidently holds the view that  
the 'tin' no longer exists, but he has  
suspended the portion of the Nasadi  
Coy. by the representation on 18/2/27  
that "we need only say to him  
that it is presumed that the Nasadi  
Coy. have been informed of the grant  
to the Old Coy. (thus giving them the  
chance to protest, if they want)  
I do not know if we need say anything  
to the Coy.

2(e)

See 7(b).

2(f)

(g)

No further action.

(h)

(i)

(j)

(k)

## Para 2.(b)

1. we are not interested in this
2. This is a horrid dogfight between  
the Colonial Govt. & the Railway.

Prior to the date of the new  
leases (1 Nov 1924) the former Nasadi  
Soda Coy. was liable to pay on  
every ton of soda :-

Railway - 3/-  
Railway freight 17.86/-

~~arrangements~~  
The new ~~leases~~ proposed leases

In first 5 years, royalty and  
railway freight shall be waived  
the combined rate being (so that  
as total production is less than  
not more than 50,000 tons.)

18/- a ton

The Railway's claim, however,  
went on submitting accounts to  
the Coy. at the former rates?  
3/- & 17.86/- asserting that these  
should be charged until the new  
leases were actually signed? It  
was only on representations by the  
S.S. that they agreed that  
the Coy. should not be charged

X 1289/26

enforced the 1<sup>st</sup> Nov 69/24, more than  
the rates provided in the new leases.

The squabble is not very clearly  
stated in the Govt's despatch, but the facts  
seem to be that the Railway has now  
collected the whole of the combined  
18/- rate for the period since 1/11/24,  
and chooses to regard it as all  
rental & freight, refusing to hand  
over anything to the Colonial Govt  
in respect of royalty. Each claims  
that the "retrospective adjustment"  
was made against their will & in  
defiance of the wishes of S.S.S., & that  
they will not be compensated.

Now

- (a) It is clear from the Memorandum  
agreement with Mr. Brewster  
(word: (a) (23) 52/24) - para A(4)  
and B(7)(b) - that there is no  
right in "retrospective adjustment".  
The Company were only liable  
to pay, as far as the date of reconstitution,  
at the rates indicated in B(7)(b)  
of the memo: whether the Govt  
nor the railway could have  
enforced more.
- (b) The precise division of the

combined rate was discussed by the  
General Manager in a memo enclosed  
with Govt's despatch 1481 of 28/9/23. (50933/23)

The G.M.'s suggestion was that the rate  
should be divided between the Railway  
& the Govt. in the proportion of 16/6 + 1/6.  
(assuming the rate to be 18/-). In  
his tel. of 7/12/23 (59864/23) the  
Govt. again laid emphasis on their  
suggested division, but he was told  
that in reply (12 Dec) that the rate  
proposed by the Company was an  
inclusive rate, & that it was for them  
to settle how much he regarded as  
freight & how much as royalty.  
The Govt. accepted this in his tel. of  
21/Dec 1923. (61999/23).

The difference of opinion now  
referred to S.S.S. ought therefore never  
to have arisen, and it should be  
sufficient for him now to point out  
what (a) & (b) above, & say that  
although the division of the combined  
rate was in 59864/23 left to Govt to  
decide, S.S.S. considers that the  
division originally suggested by the G.M.

On 50933/23 represents an equitable arrangement. It suggests that the sum received from the Govt. in respect of contractors' and railway freight and royalty during the first five years under the terms of the new leases - i.e. from 1.11.24 to 31.10.29, should be divided between the Rly & the Col. Govt. on that basis.

Paragraph 2 (m). No action necessary on the dispatch of ~~two separate minute on 20/10/26~~

Paragraph 3.  
(a) & (b). See under para 7.

Paragraph 4. No action necessary.

Paragraph 5. No action necessary.

Paragraph 6. (a) & (b). See para 7.

(1) See minute on No 41 X  
8 XF 4255/26.

It will now be necessary to inform the Govt. if not prepared to accept the addition proposed in Clause 2 (iv) of their letter of 18/10/26.

(2) Clause 2 (iv) of the Post Lease add that the Govt. considers that

(If there had been no previous cover?)  
should have suggested a decision in the proportion 50/50, i.e. the proportions of the old railway rate & the old royalty.

That the Govt. have indicated their desire to be limited by the proposed decision & before final award, to receive a copy of the award as far as possible as far as possible.

27 on  
18/10/26

Their interests are sufficiently protected by the Proviso above attaching to the subsection.

Paragraph 7(a). ~~No exact~~ action necessary  
(b) It seems

Saf Co memo  
JAN  
do? memo  
VTP  
done

(c). No action necessary. This is very gratifying, as it would have been difficult to oppose the Govt. (See Note above 30 8 XF 4255/26, para 2(a) of the letter to Settlers on 20/10/26 for an explanation of this point).

(d). Presumably the Company have been furnished by their Management with a copy of their "description" of para 6(a) above.

I have send a copy of the description of 4/10/26 Letter to them 8/10/26 to the Govt., saying it is understood to be the result of discussion with their local Manager & subject to any observations they may have will be incorporated in the Post Lease. Clause 2

Say that Govt. reports that the amount due for survey fees is represented by the additional amount of Sh 2G/140/- (13/10/26) and then to arrange for payment to

To follow  
M.P.

Done & Kept  
G.M. & Co.

be made by C.A. for the Coys. on behalf  
of Kewra. C.A. to be informed & confirmed  
short draft.

### Paragraph 7(c).

See C(3) of the Cascade Company's  
letter of 18 August 26. (27) or 1F 4255/26.

Also No. 71. in that file & minister  
thereon.

Clearly, as the railway line  
is required for traffic to & from the Coy's plot. ("67" on plan with  
the despatch) the Govt. must  
pros for the use of the line right  
up to the Company's boundary,  
not merely up to the junction  
with the line going to the Govt. plots.

Give the Coy. the substance  
of the Govt's remarks on this  
question, ref. C.3. of their letter  
of Aug 18. - [including the  
two para as to feasibility  
possibility of acquisition  
under Clause 16(i) of the lease  
at no distant date]. Day  
that in the even. S.Y.S. happens  
they will not consider if we can any  
open the question of their  
adherence to their clause  
as would involve further ref. to the Govt.

\* Gates are  
of a strength  
which is not  
in view of the  
land in the plot  
but it is not  
of gate type, & does  
not look as if we  
can convert it to  
the Coy's plot.

\* below the  
B' in "Branch"  
on plan.

Omit [ ]  
J.M.

### x Paragraph 7(f)

Clauses 2(v) & 2(vi) of the Port Lease  
reserve to the Govt. (a) right of way and  
(b) right to construct a road respectively,  
along the foreshore where coextensive with  
the demised premises.

I understand this paragraph of the  
Govt's despatch to indicate that as  
the land underneath the Conveyor Plant  
is not demised (this has been agreed  
with the Coy's local manager), the  
Company's land leased to the Company  
is nowhere adjacent to the foreshore.  
Therefore there is no need to reserve  
strips for a Govt. right of way. (Presumably  
there will be no difficulty as to manage  
under the conveyor belt; the plan  
the wording of Clause 2 bear this out.)

D  
Approved  
J.M.

N.B. The original  
refers to Cl. 2(iv), as  
printed, can also  
be struck out (cf.  
C.5. of 31. m 1F 4255)

To J.M!

? Inform the Coy. accordingly,  
pointing out that the amended  
description now furnished by the Govt.  
for insertion of Clause 2 includes  
the Conveyor plant area, with  
access to the supports of right of way  
in drawing up the right of  
way as appears to that done.

also necessary to amend the form of  
Grant (page 2 of the lease) as indicated  
by the Government & enclose duplicate  
of the new deed plan for future return,  
replacing that it is the only one that has been  
received from the Govt.

Paragraph

7. (d) Inform the Company ref<sup>o</sup>

C. (6) of C. O letter of 20 Sept. (X.F. 4255726)

that the Govt agree to the proposal  
a division in C. (6) of a process unregistered  
in the last sentence of that letter  
subject to the final proposal now

combined with payment for timber etc.  
seen at the meeting at the works  
of C. (6) & the same to be returned to the Govt  
belonging to the Govt

7. (h). The disagreement with the

Govt. & the Mayadev Corp. is one  
of the points on which we are awaiting

a reply from the latter Corp. (See

No. 2 on back)

7. (i) & (j). No further action

& (k).

8. Inform the Corp. ref<sup>o</sup> hand b. f

on letter of 20 Sept. (X.F. 4255726)

as to the half acre plot at Mayadev  
not now being required.

9. ~~Order a special date~~ (Mayadev have  
been no quicker than the rest of us over  
this business.)

KENYA

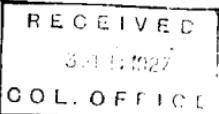


122  
GOVERNMENT HOUSE

NAIROBI,

KENYA

No. 8



January 1927.

Sir,

With reference to your despatches Nos. 467 and 944 of the 20th May and the 7th October, 1926, and to correspondence terminating with my telegram of the 10th December, regarding the draft leases to be executed in respect of the property in Kenya of the Magadi Soda Company, I have the honour to comment as follows upon the relative paragraphs of the first despatch. My comments on the second despatch will be found in paragraphs 7 and 8.

2. Your paragraph 2 (a)

(a) I note that you have advised the Company that no undertaking is given by the Government or the Railway Administration that soda traffic will be conveyed either to Kilindini or Mombasa, in the event of the Company being deprived by any circumstances whatever of the use of its port at Kilindini.

(b) Your paragraph 2 (b)

I note the allocation of the amounts of capital outlay on the Railway and Port respectively stated by the Solicitors.

(c) Your paragraph 2 (c).

I agree that the arrangements for subsidiary grants should be carried out locally between this Government and the Company's representatives.

(d)

THE RIGHT HONOURABLE

LIEUTENANT COLONEL L.C.M.S. ALMERY, P.C., M.P.,  
SECRETARY OF STATE FOR THE COLONIES,  
DOWNING STREET,  
LONDON, S.W.

(d) Your paragraph 2 (d).

I note that should the Company apply for any further portion of the lien area the alternative offer mentioned in paragraph 8 of my despatch No. 1539 of the 17th December may be made at my discretion.

I have, however, to inform you that the British Imperial (South Africa) Oil Company have applied for an extension of their plot into this area and that with the advice of my Executive Council I have approved the alienation subject to:-

1. That such alienation does not perpetuate the user of the pipe line constructed by Messrs Smith MacKenzie and Co. on behalf of the Oil Company which crosses the foreshore and traverses the Magadi Soda Company's pier.
2. That it is certain that no rights of the Magadi Soda Company over the plot in question are involved.

(e) Your paragraph 2 (e).

With regard to the pipe-line constructed at the Magadi Company's pier by the British Imperial (South Africa) Oil Company, Limited, I would refer you to my despatch No. 563 of the 29th May and to your despatch No. 764 of the 9th August in reply. Vide also in this connection the remarks in paragraph 7(b) below.

(f) Your paragraph 2 (f).

The figure of £518 for premium to be charged for the occupied land at Shimanzi was due to an error in computation made by the Commissioner of Lands. I agree that the figure should be £322.15.5.

(g) Your paragraph 2 (g).

I observe that you agree with the contention of the Company that a Clause reserving the right to Government to distrain in certain circumstances should not be included in the Lake lease, recourse, if necessary, being had to the law.

(h)

(h) Your paragraph 2 (h).

I note that the matter of the rate of interest on the difference between the old and new rates as applied to the reduction of the purchase price of the Magadi Railway is closed and that the rate of 4% stands.

(i) Your paragraph 2 (i).

As regards the date from which the new rates of royalty and freights provided for the Railway Lease should be brought into application, I would invite attention to Mr. Northcote's despatch No.691 of the 12th July.

(j) Your paragraph 2 (j).

I observe that amendment to Clause 6 of the Railway Lease will be made by the use of the words "additions and betterments" and that provision will be made for arbitration in the Lease.

(k) Your paragraph 2 (k).

The amendments to Clauses 10 and 11 of the Port Lease providing for the purchase of a portion of the Pier and Depot Works is noted and also the statement that Government will proceed to exercise the right to purchase the section of the branch line at Shimanzzi as soon as the Port Lease has been executed.

(l) Your paragraph 2 (l).

1. With regard to the amounts of the difference in freight between the old and new rates as from the 1st November 1924 the sum of Shs.8,058/- was paid by the Company to the Kenya-Uganda Railway on the 6th September 1926.

2. In regard to soda royalties, the Acting Treasurer contends that the amount of Sha.76,890/89 is due to the Colony from the Railway Administration on account of these royalties calculated at the rate of Shs.1/50 in the terms of the new Agreement up to and including the 31st December 1925 as follows:-

125

	S.	Cts.
From 1.11.1924 to 31.12.1924	5,086.	59.
" 1. 1.1925 " 30. 6.1925	30,355.	59.
" 1. 7.1925 " 31.12.1925	41,448.	71.

Shs. 76,890. 89.

The General Manager of the Railway disagrees with the contention and states the question to be whether a retrospective adjustment against the advice of the Railway should amount simply to a loss to the Railway and a payment by the Railway of the Government royalty.

A reference to paragraph 16 of my despatch No. 1539 of the 17th December, 1925, and to paragraph 2 of your despatch No. 285 of the 27th February establishes the fact that I also advised against the retrospective adjustment which was made in deference to your view.

In point of fact the Colony has waived more than the Railway and, at the General Manager's request, I submit the difference of opinion for your adjudication.

(m) Your paragraph 2 (m).

Correspondence on the subject of water supplies and water rights is now proceeding between the local authorities concerned.

### 3. Your paragraph 3.

(a) The question of the description of the Kilindini area and the deed plans is dealt with in paragraph 7 (d) and (f) below.

(b) The matter of the use of the Magadi Soda Company's pier at Shimanzzi for the importation of fuel oil in bulk is dealt with in 7(h) below.

### 4. Your paragraph 4.

The draft amendments of Messrs. Sutton Ommanney and Oliver to the three Leases are noted.

5. In my telegram No. 273 of the 17th August I have informed you that I agree to the modification of the Railway Lease, Clause 4(IV)A and the Lake Lease Clause 5(V)A so as to omit the stage of liability producing 75,000 tons of Soda, that is that liability to produce 60,000 tons would continue until October 1931 and be followed by a liability to produce 100,000 tons.

6. (a) In my telegram No. 346 of the 14th October, I informed you that the precise description of the property in Clause 2 of the Port Lease would be discussed with the local Manager of the Company. The result is shown in paragraph 7(d) below.

(b) With reference to your telegram of the 20th October my comments necessarily awaited the receipt and consideration of your despatch No. 944 of the 7th October in the matter of the Port Lease Clause 2(iii), relative to Government user of the branch railway at Shimanzo, and they will be found below in paragraph 7 (e).

(c) I have informed you in my telegram No. 346 of the 14th October that I consider Clause 2 (IV) of the Port Lease should, in my opinion, be retained as drafted.

7. I now proceed to deal with the considerations arising out of your despatch No. 944 of the 7th October:-  
Lake Lease.

(a) Clauses 5(V)(A) I note the amendments which have been accepted.

(b) Clause 5(VIII). I have no objection to the proposal to exempt from inspection by Government any new plant which may be installed after the completion of the lease for the purpose of improving the soda product.

Railway Lease.

(c) Clause 18. I have no objection to the acceptance

of the amendment now proposed by the Company made with the object of avoiding any possible difficulty in the event of the determination of the Lease otherwise than by effluxion of time, without the Government exercising its option of purchase.

Port Lease.

(d) Clause 2. A description of the property for inclusion in Clause 2 is enclosed. The amount due for Survey fees in respect of the additional area is Shs. 267/50 and I should be glad if payment could be arranged.

(e) Clause 2 (iii). The General Manager of the Kenya Uganda Railway considers that provision is required for the use by Government of the Branch Railway not merely as far as the junction for the Government piers but up to the Company's boundary. The Branch Railway is in constant use by traffic to and from the godown and sidings of the Imperial Oil Company beyond the point "D" to which reference is made in paragraph 3 of the Magadi Soda Company's letter of the 18th August.

In this connection I have to observe that the General Manager may have to ask, at no distant date, for the acquisition of this part of the Branch Railway under the provisions of Clause 11(i).

(f) Clause 2(V) and (VI).

The question has been discussed with the local Manager of the Company who has expressed himself as satisfied if the Company's rights in the Conveyor Plant remain unimpaired and if the description of the demised premises includes all buildings and plant thereon. Consequently there is no necessity to make the reservations set out in Clauses 2(V) and (VI).

As the land beneath the Conveyor Plant and the Pier does not

28

not form part of the land demised the descriptions of the parcels in the grant and in Clause 2 of the schedule require amendment in order to make the position absolutely clear. A new deed plan will be required and this is enclosed. The description in the grant requires amendment by the addition after the word "appurtenances" in line 6 of page 2 of the words:-

"but not including the land upon which the said pier and conveyor plant are constructed."

(g) Clause 6 (iii) (D). I agree that as the general question of the future of the Port is not settled it is not desirable that the present lease should fix a definite proportion between the Port dues at Shimanzi and at the Government pier and I agree with the suggestion made in paragraph 4.6 of Colonial Office letter No.XF.4255/25 of the 20th September last, i.e. that the port dues to be levied on ships using the Company's pier only should be on the basis fixed for other ships calling at Mombasa Harbour and not going along side Government wharves or piers. There should however be a separate arrangement of charges for tugs etc. when their services are required by ships using the Company's pier.

(h) Clause 6 (ii). I note the amendments relative to the British Imperial (South Africa) Oil Company and the importation of oil intended primarily for the use of the Magadi Company.

(i) Clause 11 (ii) (c). The comparative amendment with Clause 19 (ii) C of the Railway Lease is noted.

(j) Clause 11. Proviso. I note the amendments deleting the proviso which gives the Government the prior right to the enjoyment of the Port Works in the event of purchase.

(k)

(k) Clause 12A. I observe that the figure of £71,477.13.6. certified by the Government Director, Mr. Marriot, has been accepted.

8. The half acre plot desired by the Imperial War Graves Commission is now stated by the Deputy Director of Works in East Africa not to be required.

9. In conclusion I venture to express the hope that the outstanding questions can be brought to a speedy settlement.

I have the honour to be,

Sir,

Your most obedient, humble servant,



G O V E R N O R.

Clause 2.

The Crown Agents for and on behalf of the Government hereby grant and demise to the Lessees FIRSTLY ALL THAT Depot Works at Shimanzi near Kilindini known as the Magadi Depot and the Branch Railway Line leading from the Kenya and Uganda Railway at Kilindini to the said Depot Works together with all appurtenances and all the land held therewith and the dwelling houses and buildings thereon the boundaries of all of which are and the site thereof is delineated on the plan annexed hereto and is thereon bordered red and SECONDLY ALL THAT the Conveyor Plant and apparatus used in connection therewith and the Pier adjacent thereto known as the Shimanzi Pier which said Conveyor Plant and pier are bordered green on the said plan but excluding the land beneath the said Conveyor Plant and Pier Reserving unto the Company full and free right to carry its Conveyor Plant over the land bordered green together with the right of access at all times to the supports of the Conveyor Plant for the purpose of maintenance.

Mr. Whiteman 3/3/27.

Mr. Seel. 3. 2.

X10110

2

Mr. E. J. Harding.

Sir O. Strachey.

Sir J. Shuckburgh.

Sir G. Grindlo.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Earl of Clarendon.

Mr. Amery.

DRAFT.

The Secretary,

Imagadi Soda  
Co., Ltd.

27 APR 1927

to Sutton, Ormiston,  
Copy

Please enclose  
with new dep't.

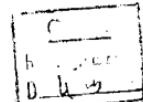
31

on

YF 4255.

Nov 8.  
No. 8.

Sir,



I am etc. to acknowledge

the rest. of your letter of the  
1st. of February regarding  
the draft leases of the  
of the property in Kenya  
of the Imagadi Soda Co.,  
and to inform you that

he has not yet received  
the reply (as now been received from)  
from the Govt. of Kenya his  
observations on the  
various questions  
still outstanding which  
as indicated in the letter  
from this Dept. of the 20th  
of Sept. last, were  
referred to him. It was

understood, however, that

his reply may be expected  
by an early mail, and

if his letter will be  
received you as soon after  
midday as possible.

(c.4) ~~I now to add that~~  
In this connection I am to  
~~desire~~ and desire, ~~desire~~ to  
observe that it would be convenient  
for us to have a copy of  
the S. P. S. were in a position  
to receive same, one d. of S. S.

will be pleased to consider at the same time

the Company's pleasure

in the hands in which  
were left for their use  
when the vessel was  
delivered up  
the return of the same 20 hr.

Yours, etc.

(c.5) Whether they wish to  
have for the revision of the  
proviso to the original sub-  
clause 2(iii) of the Port Lease,

Mr. ~~Amery~~ will receive  
Mr. Amery's  
early version, and  
a further letter will  
be sent to you  
as soon as possible

Mr.

Mr.

Mr.

Mr. E. J. Harding.

Sir C. Strachey.

Sir J. Shuckburgh.

Sir G. Grindall.

Sir C. Davis.

Sir S. Wilson.

Mr. Ormsby-Gore.

Earl of Clarendon.

Mr. Smith.

DRAFT.

15-7-355

and if so, what alternative  
form of words they would  
propose for this purpose.

(c.7) Whether the  
negotiations with the  
oil company referred to

in para (c) of your

letter of the 2nd  
instant, suggest any complete

(c.8) whether they

wish to negotiate the

provisions referred

to in clause 6(a) of the  
Draft Port Lease are to  
be accepted only upon  
the obligation to

deliver up in good  
repair and condition,  
or also from the  
preceding obligation

To maintain an good  
order is a war condition.

(END)

Given this

T. ALLEN,

Secretary of State,