

1924

KENYA

494

C.O.
20880

2 MAY 24

Date

1st May 1924.

CONTEDON.

TEL
138

TRANSPORT DEVELOPMENT. FINANCIAL PROVISION.

Advise utilization of £3,500,000 already paid to C.A. plus further £3,000,000 to be raised when required - Total £6,500,000, which is all that can be utilized over a period of few years. Suggests expenditure of this sum on works as stated.

Station Paper

MINUTES

I am afraid this will not do at all. When the Governor receives my despatch of 4th April (11/160/40), he will see from the Treasury letter of 15th April that the sum of £3,500,000, with any interest on that sum from the date being repaid, is to be devoted to the railway project in connection with the development of the port of Mombasa. The interest will be devoted to the "Scheme" of the Government if the Government are approved. I refer to the letter of 17th April 1923 which was issued by the Board of Directors in the middle of 1923, and which follows

*B. Stanley**L. O. ...
6/2/24**Copy sent to ...**(Sign)*

forward for them (1) & (2) -
of interest and on half the
amount loaned in items (1) & (2)
interest at 4% must be paid
by the Uganda Railway to
the 3 1/2 million loan, with the
amount loaned as repaid
at the later loan. Hence
at the Railway would have to
pay the 4% on the 1 1/2 million
to the bank as the 1 1/2 million
to the bank in debt of the railway.

~~Private~~

The difficulty of proposing
to take for the 3 1/2 million loan
is obvious. No participant (1) (2)
(1) (2) in the Uganda Railway
and to include them (1) (2)
amounts £5,200,000 and perhaps
the cost of 3 1/2 million might be
made up by £1,000,000 and
£1,000,000. We will need
an advance on their loan, but
perhaps it would be better to add
the first to the capital making the

4% interest on the 1 1/2 million
for the purpose of the loan
the Government's (1) (2).

1/2
1.5.14

We should send a sheet of
5 pence for the purpose of
the sheet.

We have taken the time
with the Treasury that will
be laid before the House
of the £3,000,000 or shall
on the way for the railway.
Therefore let us discuss
about the loan. To be
proposed - to include in the
loan, £1,000,000 or shall

(1) The special estimate for the
other railway, which
will look for those lines,
other lines, particularly those
of the railway which
will require it for the. That
should be the same as to
be included. (6)

(2) The railway which is the
main line of the railway
which is the main line of the railway.

Thomas Hill

do not know what are the
 expenses incurred by the
 £2,500,000 amount loan, ^{by}
 must fit with our
 commitments. I will call
 some how far £ (affairs)
 interests relating with, we
 cannot get except to be
 as representing the public part
 and expenses which will be put to
 the country & Parliament
 annually of 47 or 50
 to a total of all the £2,500,000
 can be done - & up, you should
 know this arrangement to be aimed

1855

also 2085

1855
 1855

197
from the Governor of Kenya to the Secretary of State for the Colonies. Dated 1st May.

(Received Colonial Office 4.17 p.m. 1st May, 1924).

20880

2 MAY 24

56
3305
13160
No. 136 of 1st May. Your telegrams of 19th January and 2nd April. General Manager advises and the Executive Council agree that £6,500,000 only can be utilized next few years for railways and port development. Council advise utilization of £5,500,000 already paid to the Crown Agents plus a further sum of £3,000,000 to be raised only when required and on application from this Government. It is not considered to be feasible at present to furnish separate allocation for these these two sums. The total sum of £6,500,000 it is proposed to allocate as follows.

Item 1. Construction of Nyeri Kitale and (Lake) Solai branch railway £1,000,000.

Item 2. Extension of Masin Gishu Branch railway to Uganda and North Kavirondo £2,600,000.

Item 3. Further Port development, purchase of Mbaraki Pier and estate, equipment of Kilindini Port and Mbaraki Pier. £800,000.

Item 4. General improvement and equipment of Uganda Railway £600,000.

Item 5. Completion of Masin Gishu Branch railway £450,000.

Item 6. Purchase of locomotive and rolling stock £800,000

Item 7. Purchase and conditioning of Voi Kaka railway £100,000.

Item 8. Costs of issue on loan of three million pounds £100,000. As considerable portion of the expenditure on Items Nos. 1 to 6 will be incurred in England request sanction to debit each of those items until approximately £3,000,000 is reached. Then I propose to furnish an allocation of the £3,000,000 which will be incorporated in the balance on Items Nos 1 to 6 and the whole of Items Nos 7 and 8 in the meantime expenditure is being incurred on account of Item No. 7 in anticipation of the loan.

£60,000

400,000 loan to Mombasa Municipality incurred by the
discharge of 5,000,000 loan contracted by Kenya Ordinance
of 1922 is being included in the proposed separate Colonial
loan regarding which I am addressing you separately. Please
see my telegram of 25th April No. 112 regarding Mbaraki.

20369
124
Mbaraki

54

DECODE

20880

2 MAY 21

499

of a telegraph from the Governor of

Kenya

12 May 1957

Received in the Colonial Office at

4 17

Am

12 May 57

No. 136 of 1st May. Your telegrams of 19th
Jan. and 2nd April. General
Managers advise and the Executive
Committee agree that £6,500,000 only
can be utilized next few years
for railways and port development.
Committee advise obligation of
£3,500,000 already paid to the
Crown Agent plus a further sum
of £3,000,000 to be raised only
when required and on application
from this Government. It is
not considered to be feasible
at present to furnish a separate
allocation for these two sums.
The total sum of £6,500,000 is
proposed to allocate as follows:

DECODE

of a telegram from the Governor of

three million pounds £100,000
 on ~~the~~ loan of ~~£1,000,000~~. As
 considerable portions of the expenditure on
 items Nos 1 to 6 will be incurred in
 England request sanction to debit
 each of those items until approximately
 £3,500,000 is reached. Then I
 propose to furnish an allocation
 of the £3,000,000 which will
 be incorporated ^{to} balance on
 items Nos 1 to 6 and the
 whole of items Nos 7 + 8

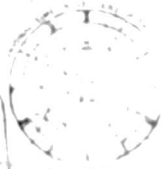
in the meantime
Expenditure is being
incurred on account
of Item No. 7 in
anticipation of the loan
£ 60,000 loan to
Nairobi Municipality
incurred by the Schedule of
3,000,000 loan sanctioned
by Kenya Ordinance of
1922 is being included in
the proposed separate Colonial
loan regarding which I am
addressing you separately. Please
see my tel of 28th April 1923
regarding Mbaraki.

Yours
Graham

RECEIVED TELEGRAM

PLEASE SEND ANY REPLY TO THIS

TELEGRAM *20880*



20880
2 M

A-3
301



GOVERNMENT
PRIORITY

DAZB A NAIROBI 130/157 1 MR BG

CHAPELBIES LN

115 KUDUYNHAL ANREPYNAMI, ISYTAJEGGU

ACTHARRIN	GRUJAILON	ONIODUNEI	KUTCOOPZOW
QVUNHIDOC	NLEDOOYVA	UETDORSET	QVNDKANRIF
SHLADOC	ISYTABALP	ACTHARRIN	ONIODUNEI
SHURDALLCO	QUNILEJEAR	OLYHAABADY	JULYCOANNE
QVUNHIDOC	TRUCUOVAK	QVUNHIDOC	ANRIPCKEAO
ISYTABALP	ISYTABALP	TRUCUOVAK	ATYNDYREEI
ANRIPCKEAO	ANRIPCKEAO	ANRIPCKEAO	ICMBETTYAO

Chapman L.

OSOVLSOY	VURFONHEK	ONLOOHUAIJ	ISVIAAVSEA
SENADGEXE	KOLLQVROND	TRELVVJTA	VVIESJUGJA
FOMZOPHRUT	PYHUMENHYE	FAYSITOTY	KOLLQVJBY
ARQINDHLOB			
KWUWJYTCB	KHEBOWECK	IGTATEWDE	IUVJUIQXEP
ANOMGAKHAJ	TENNFOHOC	IUVANHRFES	JUIBASICAP
OSOVHOLLO	VROMOTREZI	ENJSAARRIC	TEOVUKOLLO
VULNTARRIP	VUNDAJIBY	DEVOOLMOYA	JUOCHGCCAI
KOLLQVULHT	JEGEVLOSOU	IDYTAONICB	XEIRULOCFU
NALBANNHOF	JURDEPYANE	KUVANLOSCN	PYJAKUVVO
OSOVHOLLO	KUBYAJUCOE	OLPAPRISCV	BVMIFLOROU
OSOVHOLLO	ALLKAPFOC	USGABRSCN	OLPEIVRBU
VERDOOHEE	NOARANI	OVVND	O

28A

Capitulum

SOTHUONIC XUXEIXVTCO KOBBAAKCAK AVONKOLI
 VRONOFCLE NYERI KITALE AMRIPEVJLY
 SOLAL CHAYTIUNGI IOSTAKOLLO VRYLFFIMOU
 UASIN GIGNU CHAYTIHESI UBVAJANRIP NOMAD
 KAYIHOBO
 XUYBAIXTHE IOSTAKOLLO YURDIOGDU ONNANBOOC
 ONYCOYORR NBARAKI OKORIANRIP FICENDAZOC
 FURDUMTUJ ONNANANRIP NBARAKI OKORIXVTCO
 XUCFFIUSTA KOLLOVUSS IONON AMRIPENROR
 UBWEYJUTHE IOSTAKOLLO YUGLUCOOD UASIN
 GIGNU CHAYTIUNGT XUCFFIUSTA KOLLOVUJGA
 STOBELJEM AMRIPPAAT XUTWISOTIA KOLLOVULHT
 OTHAGANRIP CONDITIONING GARNI VOS KAKE
 CHAYTUNIJ IUSTA KOLLOVUNZA KHUDULIXA

For 20,000/14

501
C. D.
MAY
U.S.

9nd

DRAFT. July

For telegram, 1st May

(Amount for)

re objective of 20,000,000

be required for

an other source provided

it is understood that

interest at 6 percent

would be paid on all

amounts borrowed

as follows.

MINUTE.

Called 100 14
10th July 16 above

- 0 Cash
- 1 Drafts
- 2 Bank
- 3 American Bank
- 4 Draft
- 5 Other

Handwritten notes and signatures at the bottom left, including "Name 21053 to" and "L.H.M.".

Handwritten signature or scribble at the bottom center.

£3,000,000/24

9-24 55

19 May 1926

DRAFT.

King
No. 1184
for Congress

MINUTE.

Called 10.5.26
Presently 10.5.26

- 1. Mr. King
- 2. Mr. ...
- 3. Mr. ...
- 4. Mr. ...
- 5. Mr. ...
- 6. Mr. ...
- 7. Mr. ...
- 8. Mr. ...

By Mr. King, the
bill and helpful
10.5.26
presently 10.5.26
10.5.26

Copy to be sent to the

Will refer to your
 telegram of the 1st of May on
 the subject of loan application
 I have been to confirm my
 telegram of the 16th of May
 stating that there was no
 objection to money being
 borrowed from the loan of
 £3,500,000 to finance
 scheme not included in
 the 1st. I should propose,
 provided it is understood that
 interest at the rate of

to pay out what he paid to the
 bank for the credit of the £3,500,000
 Foreign Account loan account and all
 money so borrowed until they are
 repaid from the later loan which I
 write will now be for a sum of
 £3,000,000. In your telegram of
 the 1st of May we want, you will
 have received my despatch No. 3619 [2/13/10]
 the 1st of April showing the terms
 which are properly to be debited to the
 loan of £3,500,000 and offering the
 security for keeping a separate
 account for that loan.

2. If the terms mentioned in
 your telegram of the 1st of May are not
 and part of them are not properly
 chargeable to the loan of £3,500,000, and
 the expenditure is to be paid for

provision of the same until
 be debited to the later loan of
 506

£3,000,000, but the money may
 be borrowed from the £3,500,000
 at 4 per cent interest. The

26 interest will be paid by
 the Foreign Account and the
 Foreign Account only until
 the first and second
 DRAFT department is taken
 over by the railway.

regards the £1,000,000 of
 £1,000,000 or whatever balance
 remained over, it is to be

chargeable to the loan of
 £3,500,000 for improving and
 relaying the main line. I

propose that the reduction to
 £600,000 in your telegram of
 the 1st of May is to be explained by
 some new proposal to meet
 the expenditure from the
 reserve or betterment funds.
 I do not think much change

MINUTE.

- Chair
- Secretary
- Mr. [Name]
- Mr. [Name]
- Mr. [Name]
- Mr. [Name]
- Mr. [Name]

of progress is an...
 one of the definite...
 the loan of £3,500,000 was...
 by the Treasury and the...
 Parliament. It regards...
 telegram of...
 that provision for...
 altogether for the...
 workings was included in...
 original estimate for...
 workings, in which the...
 the loan of £3,500,000 was...

In view of the...
 explained in the...
 - by despatch No. 3619...
 April of next...
 estimate of...
 to the £3,500,000...
 as soon as...

available balance for...
 be added to...
 infusing and...
 same line. Steps...
 taken to...

was explained in...
 despatch No. 3611 of the 4th of...
 April. The loan...
 contain the...
 clause...
 as item in...
 to be used for...

In all...
 railway or...
 to the...
 to...

DEBTS

MINUTE

are either the same or properly
chargeable to the loan of \$3,500,000
or either the money to pay for
them is to be borrowed from that
loan at 4 per cent interest.

J. H.
J. H. THOMAS

are better the terms are properly
chargeable to the loan of \$3,500.00
is better the money to pay for
them is to be borrowed from that
loan at 4 per cent interest.

J. H. THOMAS