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GENERAL LOAN AND INSCRIBED STOCK ORDINANCE

1921

NOXVII OF 1921

11TH MARCH

Encloses copies with usual legal reports. Trustee  
Investment in Kenya Govt Securities Ordca is being  
forwarded separately.

Last previous Paper.

Nov  
19686

2 papers

Recd 20 May 21  
Once remote Conf 7 Sept 21  
CO/43997/20

Last subsequent Paper.

19405

GOVERNMENT OF KENYA.

NO. 57.

CONFIDENTIAL

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GOVERNMENT HOUSE,  
NAIROBI,  
BRITISH EAST AFRICA.

11th March, 1921.

Sir,

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Ordinance.  
Statement.

With reference to Lord Milner's Confidential despatch dated the 12th of May, 1920, I have the honour to transmit herewith two authenticated and ten printed copies of the "General Loan and Inscribed Stock Ordinance, 1921" which was passed by the Legislative Council on the 2nd of February, 1921, together with a Statement of Objects and Reasons and a Comparative Table prepared by the Attorney General.

2. I have assented to the Ordinance in the name of His Majesty.

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3. The Trustee Investment in Kenya Government Securities Ordinance, 1921, is being forwarded under cover of a separate despatch.

I have the honour to be,

Sir,

Your humble, obedient servant,

*Edmund Mackey*

GOVERNOR.

RIGHT HONOURABLE

WINSTON CHURCHILL, P.C., M.P.,

SECRETARY OF STATE FOR THE COLONIES,

DOWNING STREET,

LONDON, S. W.

THE GENERAL LOAN AND INSCRIBED STOCK ORDINANCE, 1921.STATEMENT OF OBJECTS AND REASONS.

This Ordinance was passed in accordance with the instructions contained in the Secretary of State's telegram of 20th November last. The Nigerian Ordinance enclosed in the confidential despatch of 20th May last as a model has been followed. The Ordinance lays down the general terms and conditions applicable to Loans authorised to be raised in England by the Government of the Colony and makes provision for the creation of Inscribed Stock. Provision is further made to enable the Colony to take advantage of the terms of the Imperial Act "The Colonial Stock Act, 1877".

Nairobi,

Sd R. W. 1877-277

The 9th day of March, 1921.

ATTORNEY GENERAL.

THE GENERAL LOAN AND INScribed STOCK ORDINANCE, 1921.

COMPARATIVE TABLE.

Form.	Remarks.
1.	Short title.
2.	Interpretation.
3.	Loans to be raised by debentures or inscribed stock.
4.	Loans to be charged upon the general revenues of the Colony.
5.	When money to be raised by debentures such debentures shall be issued in London on behalf of Colonial Government.
6.	Debentures to be not less than £100 each.
7.	Debentures may be redeemed by annual drawings or by purchase in the market or on a date fixed.
8.	Coupons to be attached to every debenture.
9.	Form of debenture and coupons.
10.	Debentures and coupons transferable by delivery.
11.	Before being issued debentures to be registered at Crown Agents.
12.	Interest payable half yearly.
13.	Mode of providing for payment of interest on debentures. Sinking of outstanding debentures.

Item.	Remarks.
4.	Further sums to be resitted for the redemption of the debentures.
5.	Application of sinking fund.
6.	Creation of sinking fund for redemption of debentures payable on a fixed date.
7.	Disposal of sinking fund when debentures are redeemed by purchase or by annual drawings.
8.	Appointment of day for drawing of debentures.
9.	Notice of time and place appointed for drawing.
10.	Mode of drawing.
11.	Notice of debentures drawn for redemption.
12.	Payment of drawn debentures.
13.	Cession of interest from day appointed.      payment of principal.
14.	Redeemed debentures to be cancelled by Crown Agents.
15.	Raising money by issue of inscribed Stock in accordance with the provisions of the Colonial Stock Act, 1877.
16.	When the principal is to be repaid.
17.	Mode of providing for payment of interest on inscribed stock.

tion.	Remarks.
8.	Mode of providing for payment of principal of inscribed stock.
9.	Creation of sinking fund.
10.	If sinking funds insufficient for payment of moneys borrowed deficiency to be charged upon general revenue.
11.	Expenses to be paid out of sinking fund.
12.	<p>Powers of Governor.</p> <p>(a) Debentures convertible into inscribed stock on conditions prescribed by the Crown Agents at time of issue;</p> <p>(b) Conversion of loans generally.</p> <p>(c) Creation and issue of stock in exchange for other securities;</p> <p>(d) Creation and sale of inscribed stock or debentures to raise loans and for other purposes;</p> <p>(e) Arrangements for conversion.</p>
(a)	When securities exchanged for inscribed stock additional amount may be created to make up deficiency in value.
(b)	Amount of inscribed stock issued shall defray stamp duties and expenses of conversion.
	Converted securities to be cancelled by the Crown Agents.
	Trustees shall apportion the amount of sinking fund released by conversion.

tion.	Remarks.
6.	Sinking funds released to be transferred to trustees of inscribed stock sinking fund or as Governor with advice of Legislative Council directs.
7.	Creation, inscription, issue, conversion and transfer of inscribed stock.
8.	Ordinance applies only to raising of loans in England, and does not prevent the raising of loans in the Colony.

Nairobi,

The 9th day of March, 1931.

Sd. R. W. LYALL GRANT.

ATTORNEY GENERAL.