

EAST AFR. PROT

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Governor Tel  
Selfield 180

1914

4th November

Last previous Paper.

For  
Sa 276  
Secret

FINANCIAL POSITION

Estimates deficit of £155,000 will be shown on years accounts. States what could be done with regard to providing additional funds temporarily. In event of these not proving sufficient submits proposals as to borrowing. Hopes to produce budget for 1915-6 which will balance.

Sir G. Fiddes

For the honor to have an overdraft of £20,000 (at 5%) on the Bank in § 5 of the agreement

CA/6307/10.

The £250,000 loan (3 1/2% to 1% sinking fund beginning about 1916) has been used to the extent of

- £47,000 initially
- £58,000 this year against works expenditure already completed & incurred
- £32,000 since the outbreak of war, also against expenditure already incurred

£137,000 leaving £113,000

But the sum of the £113,000 raised at ...

To Treasury cons. 10 Nov. (43134 S.)

Last subsequent Paper

The money on the cheap terms...  
in 1911. If not, we must get the...  
business done - at 5% down I  
will do.

2 Feb 1914 - letter prepared  
on 30/1/14 30/1/14

57/1/14

H. S. R.

57/2/14

6/11/14

at once

6/11/14

PARAPHRASE:

TELEGRAM:

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The Governor of the East Africa Protectorate to the Secretary of State for the Colonies.

(Received Colonial Office 4.43 p.m. 4th November 1914)

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No. 180 November 4th your telegram of 2 October 1914 referring to financial position after carefully reviewing the whole situation I estimate that although most drastic economies will be exercised a deficit of £150,000 will be shown in the year's accounts. The greater part of our liquid assets will be thereby absorbed and only little will be left wherewith to defray the heavy expenditure entailed by the defence of the Protectorate. Additional funds could be temporarily provided as follows subject to your approval: (1) exercise power under clause 5 of agreement with National Bank of India to borrow £20,000 (2) use of the £110,000 surplus remaining from the loan of £200,000. I propose in the event of these amounts being insufficient that an agreement be entered into with the local authorities for an extension of powers to borrow from the bank and that we receive an advance of money from the Crown Lands from funds which are in their possession or to be raised by them. I hope to produce a budget for 1915 - 1916 which will balance, after allowance has been made for interest on the sums borrowed as above suggested.

ELFIELD.