

The schedule being included in the Order in its present form, subject to possible amendment later after fuller consideration.

A further communication will be addressed to you as to the road policy before any application for advances for this purpose is made.

R

READ

E. AFRICA
700

700
Recd
Date: 5 JAN 15

Treasury

1915

5 Jan.

Last previous Paper
Trans
699

Advance under E.A.P. (Loans) Act

(1) Agree that lowest rate of interest current for local loans, 12 1/2%, will be applicable to present advance of £20000. (2) Make terms of proposed increase of advance to £40000. (3) Consent to inclusion in the loan account of the purchase of Nakupa brickfield.

Mr. G. J. Anderson

(1) Satisfactory
(2) It is quite possible that they would have taken this view if we had asked for the £10,000 extra originally. Our demand is for necessities, & for the present at all events the interest is not a necessary because the interest on the other provision.

(3) We had assumed that we should have other opportunities of talking Govt. about the rate of interest in the future.

Fully
 10/10/15
 10/10/15
 10/10/15

Subsequent Paper

Trans
4440

Also 501/609.14 + 700/699

W. J. R.

1/27/15

10/10/15

W. J. R.
7/1/15

TREASURY CHAMBERS

700
Rec^d
Res^d 5 JAN 15

5 January 1915. 192

29530

14

Sir,

I have laid before the Lords Commissioners of His Majesty's Treasury Mr. Read's letter of the 28th ultimo (50615/1914) further relative to the advance to be made under the provisions of the East African Protectorate (Loans) Act.

In reply I am to request you to inform Mr. Secretary Harcourt that My Lords agree that the lowest rate of interest current for Local Loans, viz: 4%, will be applicable to the present advance of £80,000, but They must not be taken as necessarily committed to the lowest current rate for all future advances.

With regard to an increase in the amount of the advance to £90,000 to allow for the payment of the first 3 years interest, My Lords are not prepared to sanction the advance of more than £80,000 before the 31st March 1915, but if, as interest becomes due during the first three years, the balance standing to the credit of the capital account is insufficient to meet such payment, They will be prepared to sanction further advances for the purpose.

In view of the further explanation now furnished They assent to the inclusion in the loan services of the purchase of the Mabupa Brick field.

A separate communication is being addressed to you with regard to the draft schedules of the Local Ordinances.

I am, Sir,
Your obedient Servant,

J. H. Heath