

1925

KENYA

C.O.

53412

10 DEC 25

DATE

5th November 1925.

395

OR GRIGG.

CONF  
205

RECOLATION:

Bottlesley

U.S. of S.

W. Shattock

U.S. of S.

U.S. of S.

Secretary of State.

£3,500,000 LOAN AND PROPOSED £3,000,000 LOAN.

Has approved reallocations of Schedules as shown, to provide for further rolling stock under the former, and to cover cost of Mbaraki and completion of Uasin Gishu Rly under the latter.

Previous Paper

MINUTES

See also 32425; as ? & can wait  
till the 2<sup>d</sup> disposed of.

Minutes taken

M. Miller 1925

Telegraph addressed to the

£3,000,000 loan, &amp; enclose a.

With others

Cc. Bottlesley

On the £3,500,000 loan.

(1). Harbour Works are not in fact mentioned in the Home of Commons  
so cut them out in my avoid a  
clashup.

Cc. Rolling Stock loans section

large at £800,000, considerably more

Subsequent Paper

N 55475

the life of a wagon is not long. But  
we must assume that people receive  
provisions which have to be removed.]

(3) On the other hand, however, such an  
assumption cost 125% which seems like  
a very little 80% or 90%. Then  
an honest view of manufacture and  
transport, the charge is still increased.

(4). At the discretion of £850,000 in the  
provision for Post development is to  
be depreciated. In short we need not  
count for the factory, and we only  
borrowed indefinitely. But in respect of  
one of the £60,000,000 loan for the post office  
and in long time we can count the  
£. We know that the head of "will provide  
for long time".

It is also assumed a form of leasing.

Late Sat

As compared with the latest approved schedule, i.e. that in paragraph 4 of 20809, the changes now proposed are in Item 2, Additional Rolling Stock, increased from £500,000 to £800,000, Item 3, Capital Improvements, increased from £400,000 to £500,000, while Item 4 in the earlier Schedule, i.e. Additional Port Development, £400,000 disappears. When the last re-allocation was made, the Treasury was consulted, and it may be thought necessary to go to them about this further change. The necessary power of virement is, however, authorised by Section 4 of the Ordinance No. 29 of 1924 in 8158/25, which had not actually been sanctioned when the Treasury were previously consulted. It has, however, now been sanctioned with their consent. The changes now proposed do not seem to involve any violation of the conditions laid down in the Memorandum in 32253/24 - copy within. The action required, therefore, seems to be either

- a) consult the Treasury, saying that subject to the concurrence of the Lords Commissioners the Secretary of State proposes to approve the proposed re-allocation, or
- b) convey such approval to the Governor, in reply to this despatch, and inform the Treasury that this has been done.

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£3,000,000 (now £2,900,000) Loan.

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Whatever decision is taken in regard to the £3,500,000 Loan, it should not be allowed to hold up action in regard to this loan, in which as

the re-allocation, and saying that the Schedule to the Bill will presumably be amended accordingly subject, of course, to the omission of the Item £100,000 Costs of Issue, referred to in the final paragraph of the Secretary of State's telegram of the 7th December on 54559.

JHM

11/12/25

KENYA



GOVERNMENT HOUSE  
NAIROBI.

KENYA

No. 205.

CONFIDENTIAL

5th November, 1925.

338

Sir,

With reference to your Confidential despatch of the 7th August, paragraph 1, approving the reallocations of the Schedules of the £3,500,000 loan and of the proposed loan of £3,000,000, I have the honour to state that the necessity has arisen for further provision for locomotives, carriages and other rolling stock on the Uganda Railway under the former loan together with the need for additional funds to cover the cost of the Mbaraki purchase and the completion of the Uasin Gishu Branch Railway under the latter.

2. In concurrence with the advice of my Executive Council I have approved the following reallocations of the Schedules of the loans:-

£3,500,000 Loan

Item 1. Extension of the Uganda Railway into Uganda and construction of branches in Kavirondo & Uganda . . . . .	2,300,000
" 2. Additional Rolling Stock . . . . .	300,000
" 3. Capital Improvements . . . . .	500,000
	<u>£3,500,000.</u>

THE RIGHT HONOURABLE

LIEUTENANT COLONEL L.C.W.S. AMERY, P.C., M.P.,

SECRETARY OF STATE FOR THE COLONIES,

DOWNING STREET,

LONDON, S. W.

333

£3,000,000 Loan.

E.

Item 1. Construction of Nyeri, Kitale and Lake Solai Railways .....	850,000.
" 2. Further Port Development .....	550,000.
" 3. General Improvements .....	500,000.
" 4. Completion of Uasin Gishu Branch Railway .....	550,000.
" 5. Locomotives and Rolling Stock .	500,000.
" 6. Purchase and Reconditioning of the Kahe Branch Railway .....	100,000.
" 7. Costs of Issue .....	100,000.
" 8. Interest out of Capital .....	50,000.
	<hr/>
	£3,000,000.

revising those reported in Mr. Denham's  
Confidential despatch No. 46 of the 6th April last  
and I trust that you will accord your sanction to  
the arrangement.

I have the honour to be,

Sir

Your most obedient humble servant,

Edward Gigg

G O V E R N O R .

15 Mile 07/12 M.R.E.  
stance

Gov  
532612<sup>2</sup> Regd 403  
35-  
C.O.D  
11500  
14

Wachey.

J. Shuckburgh.

Davis.

G. Grindie.

Masterton Smith.

Trusby-Gore.

Imery.

RAFT. Vol

afforce proposed

Fawcett,

Allocation to

Nicoll

£ 3000 000 loan and

future schedule to

Bill will be amended

accordingly subject to

orders of claim

sets of issue

P.P.

Govt 554/12 /25

KENYA

401

Caffe 21 x 16.25

Actn off 21/12

Bottawley n stamp

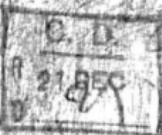
J. Harding.

Strickland.

J. Sleathen.

[? A further tel  
is not required]  
in off

No 100



Sir

23 December 1925

AFT.

Caffe R)

Grainer Grigg

in action  
55265/25

I have the honor to acknowledge  
the receipt of your  
Caffe Despatch No. 105

of the 5<sup>th</sup> of November,  
and to inform you  
that I enclose a  
summons of an  
allowance of an  
amount of £ 3,500.000  
and

£ 3,000.000  
lump sum

2 Dft.

KENYA

21. xii. 25

W.M. 21/12

Shilling 21/-

Sud

402

1/2nd

store.

adon.

FT.

store

re Treasury

Sir

2. am to report to  
you  
as  
you  
are  
of  
July last  
20/12/25  
for regarding the  
above

last £ 3 000 000  
to a Uganda via P  
£ 500 000  
£ 10 000 000 in 1924, and  
to my self you

inform the Comptroller

20/12

of the Treasury that  
the ~~Bank~~ has approved  
the re-allocation of this  
~~the Schedule of the~~  
loan off, as ~~expressed~~ <sup>indicates</sup>  
in Sir Edward Grigg's  
Conf. despatch No. 205  
of the 5th of November,  
copy of which is enclosed.

~~RECORDED~~  
(Signed) W.C. BOTTOMLEY.