

1911

E. AFRICA

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5143

17 Feb.

Union Castle Co. Service.

Date.

1911

15 Feb.

previous Paper.

C
105
506

leads con., with Co. regarding offer of subsidy
of £15000 per a mail service four weekly & to
arrange so to provide with the I.C. Co's service a
fortnightly British service to & from E. Africa. Co and
not accept offer, I.P.O. are proceeding with contract with C. & C.

W^r Fidder.

I understand that this is
only to record.

Put by?

A. J. R.

22/II

R.R. 24

at
H. J.
18/IV

(Answer)

G.O.
5143

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February 15th 11

My dear Sirs

You will see from the enclosed correspondence how the question of a subsidy for an East African service referred to in your note of the 8th stands so far as we are concerned.

We offered the Company £4500 a year on condition that

The service was four weekly, & so arranged as to provide with the British India Company's Contract Passes a fortnightly service in each direction. They declined to make any arrangement themselves and suggested that the B. I. C. should alter their time-table in such a way as to make a fortnightly interval with the Union Castle Lines. In a personal interview I had with Sir James Mackay on the subject he pointed out that the suggestion

illustration, which involved putting back their departures one week would upset certain connected services. I was advised that it could be done by giving notice to the company for the time required to make the adjustment, but the latter to decline to do so. In these circumstances we have pursued the matter with the ~~B. I. C.~~ company and we are proceeding into the contract with the B. I. C. which is been held over while there stands no prospect of securing a fortnightly service to the East Coast under this contract at £900 p.a. all be paid for a monthly service

This sum is as you know now
larger than the amount payable at
Postal Union rates for all ~~the~~
~~matter~~ that goes from this Country
to British East Africa and it
would be impossible to justify
from the Post Office point of view
the payment in addition of a
part of the £12,500 which
Frerichs suggests would be
a not unreasonable subsidy.
The question of enabling the British
company to compete ^{succesfully} with the Germans
in the East African carrying
is of course a matter quite distinct
from paying ~~them~~ for postal services
Yours sincerely
Matthew H.

C O
5143

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C O P Y.

17 FEB 11

GENERAL POST OFFICE, LONDON

Gentlemen,

The Postmaster General has been furnished with a copy of the Agreement dated the 12th instant between the Crown Agents for the Colonies and the Union-Castle Mail Steamship Company Limited in respect of the service which it is proposed to institute next month between the United Kingdom and the East Coast of Africa via Suez.

He has carefully considered the question of the conveyance of Mails, which is referred to in clause 5 of the Agreement, and has formed the subject of discussion with your Directors at the recent Conference at the Colonial Office and on other occasions; and he is disposed to offer a payment of £1,500 per annum to cover

the
Donald Currie & Co.,
Managers,

The Union-Castle Mail Steamship Co., Ltd.

the conveyance of all Mails, whether "letter" or "Bags" mails and without regard to origin or destination, which may be tendered for conveyance either in the contract or in the hold of the ship, by any of your Company's vessels employed in the new service between the United Kingdom and East Africa via Diaz. It is understood that Port Natal will be the terminal port.

This offer is, however, subject to the condition that the service shall be once every four weeks regularly in each direction, and that the Time Table be fixed so that the arrivals and departures from Mombasa shall as nearly as possible be one fortnight after the arrivals and departures of the steamers of the British India Steam Navigation Company performing the four weekly service between Aden and Zanzibar under contract with this Department, the intention being that there shall be a fortnightly British service in both directions. It will also be necessary that arrangements should be made for transferring Mails between the packets of the

Peninsular and Oriental Company and those of your Company, both on the off-loading on the one hand and on the loading on the other. I think the best way would be to have the Postmaster General issue a general circular to the post offices publishing notices of the new service that the first sailing will be taken by the steamer "Glenelg" which is scheduled to leave Southampton on Wednesday the 14th of September and to reach Mombasa on the 10th of October; and it is understood that it is the intention of your Company that subsequent sailings will be made on every fourth Wednesday counting from the 11th of September. I am to point out to you that under existing arrangements the mails for British East Africa leaving England on Friday the 23rd of September will be conveyed from Britain by Peninsular and Oriental Packet and will be transhipped at Aden to the British India Steam Navigation Company's packet which is due at Mombasa on the 10th October in the same way as the "Glenelg". The arrivals at Zanzibar will pass similarly, an arrangement under which your Company's service will be practically

natically without value to this Department. In the
circumstances it will be necessary, as already indicated,
if an arrangement is arrived at, that there shall be an
adjustment of Time Tables before the new Service can be used
or the conveyance of Vails.

I am to request that you will take these proposals into
consideration. If they are accepted in principle the
Postmaster General will cause a draft Contract to be
prepared for your approval. It would be convenient to the
Postmaster General if you would at once furnish him with
detailed time table showing all ports of call outward
and homeward with the times of arrival and departure in
each case and also the connexions with the minor ports
which your Company advertises an intention of serving by
transhipment.

I am, Gentlemen,

Your obedient Servant,

(Signed) A. F. King.

N.Y.
THE UNION-CASTLE MAIL STEAMSHIP COMPANY, LIMITED.

Donald Currie & Co., Managers.

London, W.C. 2nd September 1910.

The Secretary,

General Post Office,

LONDON, E.C.

Sir,

We beg to thank you for your communication, No. 3860111,
dated 29th ultim., and to appreciate the attention which is
being accorded to the matter of the undertaking given in
connection with our new East African Steamship Service.
We trust that His Majesty's Government will do their best
to arrange for the carriage of mails outward and homeward
by the steamers of the Union-Castle Co. with the payment of
a suitable subsidy.

We regret, however, that we are unable to regard as at
all acceptable the proposed payment of £1,500 per annum
offered by the Postmaster General provided we can arrange a

Service

C O P Y .

Service to alternate with the British India Co's.

present four-weekly service between Aden and Zanzibar,

whom a fortnightly Service would be afforded.

With respect to the latter point, our East African

Service being scheduled to connect and alternate with

other Services, any material change from the dates at

present intended would involve a question of serious

re-organisation and expense, and we could venture to

suggest that possibly the desired alternation might

be more readily secured if the British India Co., were

able to arrange to adjust their itinerary between Aden

and Zanzibar to our Service, as per the accompanying

Timetable.

We are,

Sir,

Your obedient servants,

THE UNION CASTLE MAIL STEAMSHIP COMPANY, LIMITED.

(s) Donald Currie & Co.,

for Managers.

336011.

Gentlemen,

I am directed by the Postmaster General to acknowledge the receipt of your letter of the 2nd instant, in which you state that you do not regard as at all adequate the proposed payment of £1,500 per annum for the carriage of Mails by your new East African Service provided that you can arrange a four weekly service to alternate with the four weekly service of the British India Steam Navigation Company.

The Postmaster General regrets that he is not in a position to vary his offer.

The Postmaster General observes that, as already pointed out in the letter addressed to you on the 29th ultimo, the steamship "Joseph" which left Southampton on the 14th instant is timed for arrival at Mombasa on the 10th of October, thus clashing with the arrival of the

British India Company's Packet.

In the Time-table which accompanied your letter under
Reply the second and subsequent sailings are five days earlier

than those under the previous Time-table, so that the second
boat is tired to arrive at Mombasa on the 2nd of November,

five days before the next British India boat, which is due
on the 7th of that month.

I am to remind you that throughout the negotiations it
has been stated to be essential to the proposed arrangement
that there should be approximately equal intervals between
the five-weekly arrivals and departures of your own Packets
and those of the British India Company.

The present Time-table of the British India Company is
framed not only to secure connection at Aden with the out-
going and homecoming steamers of that Company's fortnightly
service between the United Kingdom and India but also the
closest possible connection with the Peninsula and Oriental
Packets by which the MAIS are conveyed between the United
Kingdom and Aden.

In the circumstances the Postmaster General suggests
that your Company should endeavour to arrange with the
British India Steam Navigation Company for such Time Tables

for both Companies as will ensure a fortnightly mail
service to and from Mombasa and Zanzibar, with connection

at Aden with the packets of the British India Company and
Steam Navigation Company both outward and inward.

I am,

Gentlemen,

Your obedient Servant,

(Sd.) MATTHEW FAWCETT.

British India Company's Packet.

In the Time-table which accompanied your letter under reply the second and subsequent sailings are five days earlier than those under the previous Time-table, so that the second boat is timed to arrive at Mombasa on the 8th of November, five days before the next British India boat, which is due on the 7th of that month.

I am to remind you that throughout the negotiations it has been stated to be essential to the proposed arrangements that there should be approximately equal intervals between the four-weekly arrivals and departures of your own Packet's and those of the British India Company.

The present Time-table of the British India Company is framed not only to secure connection at Aden with the outgoing and homecoming steamers of that Company's fortnightly service between the United Kingdom and India but also the closest possible connection with the Peninsular and Oriental Packet by which the Mails are conveyed between the United Kingdom and Aden.

In the circumstances the Postmaster General suggests that your Company should endeavour to arrange with the British India Steam Navigation Company for such Time Tables

for both Companies as will ensure a fortnightly mail service to and from Mombasa and Zanzibar, with connection at Aden with the packets of the British India Company.

Cream Navigation Company both outward and homeward.

I am,

Gentlemen,

Your obedient Servant,

(Sd.) MATTHEW PARKER.

THE UNION CASTLE MAIL STEAMSHIP COMPANY, LIMITED.

3 & 4 Fenchurch Street,

Secretary;

GENERAL POST OFFICE, E.C.

Sir,

We beg to acknowledge the receipt of your communication No. 558421 of 29th ulto., and, in view of the conversation which Sir Frederick Mervielles had with Sir Matthew Nathan on the 2nd ulto., we were not until the day before yesterday, 29th ulto., still awaiting an answer to your previous communications referred to. As stated in our letter of 2nd September, we regard the proposed subsidy of £4,500 per annum as quite inadequate.

In your communication of 2nd September you indicated that it would be necessary to establish a time-table such as would ensure, in alternation with the British India Company, a fortnightly service to and from Mombasa and Zanzibar, with connections at Aden with the packets of the Peninsular and Oriental Steam Navigation Company both outward and homeward.

In respect of this adjustment of our service to that of

THE UNION CASTLE MAIL STEAMSHIP COMPANY, LIMITED.

3 & 4 Fenchurch Street,

The Secretary,

GENERAL POST OFFICE, E.C.

Sir,

We beg to acknowledge the receipt of your communication No. 558421 of 29th ultmo, and, in view of the conversation which Sir Frederick Mervilees had with Sir Matthew Nathan on the 2nd ultmo, we were at undoubted pains to make our answer still awaiting an answer to your previous communications referred to. As stated in our letter of 2nd September, we regard the proposed subsidy of £4,500 per annum as quite inadequate.

In your communication of 2nd September you indicated

that it would be necessary to establish a time-table such as would ensure, in alternation with the British India Company, a fortnightly service to and from Mombasa and Zanzibar, with connections at Aden with the Packets of the Peninsular and Oriental Steam Navigation Company both outward and homeward.

In respect of this adjustment of our services to that of

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In the British India Company, we are met at once with serious difficulties, as our East African service is coincident with our services via the Cape, with which a suitable alternation, for instance, as concerns the sailing to and from Beira, is important, so that any material departure from the present dates of our East African service, which have been chosen with a view to the adaptation referred to, would mean a serious dislocation, such as the small subsidy offered would not in any degree compensate for. In our opinion it would be much easier for the British India Company's local service between Aden and Zanzibar to adapt itself to the proposed alternation.

It would seem that an alteration of a week on the part of the British India Company would go far toward meeting the purpose, that is to say, if the British India Company's service were made a week later there would be established, in connection with our service, a fairly close approximation to fortnightly service both outward and homeward, and we enclose herewith a copy of our present time-table, on which we have shown the British India Company's dates made a week later, and how these dates would fit in with ours.

The commencement of calls at Port Sudan and Aden renders our

our service no less valuable to the Government, and we trust accordingly that the British India Company will consider the question of arranging with us to maintain the British India Company's services to our dates, if this should be practicable, and the payment to this Company of a suitable subsidy, the present offer of £4,500 per annum being, as already stated, quite insufficient to make it possible for us, even presuming that the desired alternation with the British India Company could be secured without serious interference with our arrangements, to come under the obligation of maintaining regular mail services. Not only would our service afford direct regular communication between the United Kingdom and Egypt, the Sudan, British East Africa and Zanzibar, but, as it is desired to stipulate that the service is to go down to Mombasa, we would be providing regular and direct means of communication between South Africa and British Central Africa, Zanzibar, British East Africa, the Sudan, Egypt, etc.

We are, Sir,
Your obedient servants,

THE UNION-CASTLE MAIL STEAMSHIP COMPANY LIMITED.

Donald Currie & Co.

Managers.

the British India Company, we are met at once with serious difficulties, as our East African service is connected with our services via the Cape, with which a suitable alteration, for instance, as regards the service to and from Beira, is important, so that any material departure from the present dates of our East African service, which have been chosen with a view to the adaptation referred to, would mean a serious dislocation, such as the small subsidy offered would not in any degree compensate for. In our opinion it would be much easier for the British India Company's local service between Aden and Zanzibar to adapt itself to the proposed alteration.

It would seem that an alteration of a week on the part of the British India Company would go far towards meeting the purpose, that is to say, if the British India Company's service were made a week later there would be established, in connection with our service, a fairly close approximation to fortnightly service both outward and homeward, and we enclose herewith a copy of our present time-table, on which we have shown the British India Company's dates made a week later, and how these dates would fit in with ours.

The commencement of calls at Port Sudan and Aden renders

our

own service no less valuable to the Government, and it is our opinion that the Postmaster General may take into consideration the question of a running subsidy to assist the British India Company's services to South Africa, if this should be practicable, and the payment to this Company of a suitable subsidy, the present offer of £4,500 per annum being, as already stated, quite insufficient to make it possible for us, even presuming that the desired alteration with the British India Company could be secured without serious interference with our arrangements, to come under the obligation of maintaining regular mail services. Not only would our service afford direct regular communication between the United Kingdom and Egypt, the Suez, British East Africa and Zanzibar, but, as it is desired to stipulate that the service is to go down to Aden, we would be providing regular and direct means of communication between South Africa and British Central Africa, Zanzibar, British East Africa, Aden, Oman, Egypt, etc.

We are, Sir,

Your obedient servants,

THE UNION-CASTLE MAIL STEAMSHIP COMPANY LIMITED.

Donald Currie & Co.

Managers.

C O P Y

22 December 1910.

Gentlemen,

With reference to your letters of the 2nd and 3rd instant, marked G., respecting the steamship service with East Africa via the Suez Canal recently established by your Company, I am directed to inform you that steps have been taken to advertise in the Daily List published by this Department the inclusion of Marseilles and Naples as ports of call in the itinerary of the service in question.

In regard to the suggestion contained in your letter of the 2nd instant that the British India Steam Navigation Company might find it possible to alter their Aden-Zanzibar sailings by one week in order to provide a suitable interval between the departures from Aden, I am directed to inform you that the Postmaster General, who has been in communication with that Company on the subject, is assured that the suggested alteration would cause so much

s. Donald Currie & Co.,

Managers,

The Union Castle Mail Steamship Co., Ltd.

inconvenience

inconvenience and so dislocate the working of the
Company's service in connection with other lines of
steamers and to prove virtually impractical.

In these circumstances, I am to express the Postmaster
General's regret that he is unable to avail himself of the
use of your steamers at any rate for the present for the
despatch of any but Ship Letter Mails to East Africa.

I am, Gentlemen,

Your obedient Servant,

(signed) E. W. Farnall.