

MADRAS RECORD OFFICE.

Government of Madras.

of
Financial DEPARTMENT.

G.O. No.	103	Press Mis.
Dated	13. 3.	186 a.

B. no. 1-2

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Not to be folded or roughly handled*WJ*

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*Proceedings of the Madras Government, Financial Department,
for the month of March 1860.*

No. 1. Read the following letter from W. HUDLESTON, Esq., Secretary to the Civil Fund; to T. PYCROFT, Esq., Chief Secretary to Government, Fort Saint George, dated 8th March 1860, No. 66.

1. With reference to the Order of Government, No. 81, dated 21st February 1860, which accompanied copy of the Proceedings of the Government of India, in the Financial Department, under date 27th January 1860, No. 613, I am desired by the Trustees of the Civil Fund to forward, for the information of the Honorable the Governor in Council, copies of correspondence on the subject between them and the Accountant General.

2. Although the Trustees are aware that the matter has been submitted by the Accountant General for the consideration of the Government of India, they still deem it desirable to solicit that the Government will be pleased, on behalf of the Trustees, to advocate the admission of their claim to complete the investment.

From W. HUDLESTON, Esq., Secretary to the Civil Fund, to R. P. HARRISON, Esq., Accountant General, dated 29th February 1860, No. 58.

With reference to copy of your letter to the Financial Secretary to the Government of India dated 15th February 1860, forwarded by you to the Trustees of the Civil Fund with copy of Extract from the Proceedings of the Government of India in the Financial Department under date the 27th January 1860, I have the honor to inform you, that a copy of these Proceedings has also been furnished to this Department by the local Government, and to request, on behalf of the Trustees, that you will inform me whether, from the circumstance of the 5½ per cent loan being already closed to the general public, you still consider yourself debarred from authorizing the Sub Treasurer to receive the amount tendered by them for investment in that loan.

From R. P. HARRISON, Esq., Accountant General, to the Secretary to the Madras Civil Fund, dated 2nd March 1860, No. 2170.

General Department.

In reply to your letter, No. 58 of the 29th ultimo, I have the honor to state that as the 5½ per cent loan is closed, I consider that I am debarred from authorizing the Sub Treasurer to receive the amount tendered by the Trustees of the Civil Fund, for investment in that loan.

(True Copies.)

(Signed) W. HUDLESTON,

No. 2. To the Secretary to the Government of India, Financial Department, dated Fort Saint George, 13th March 1860, No. 103.

With reference to the Proceedings of the Government of India, Financial Department, dated 27th January 1860, No. 613, I am directed by the Honorable the Governor in Council to forward the accompanying letter, 8th instant, from the Secretary to the Madras Civil Fund, submitting copies of the correspondence which has passed between the Trustees and the Accountant General on the subject of the investment of the surplus capital of the Fund, 9½ lacs of Rupees, in the 5½ per cent loan.

2. From this it will be seen that the Accountant General considers himself debarred from carrying out the orders of the Government of India, 27th January last—which permitted, conditionally, the investment of these funds—because the 5½ per cent loan has closed.

3. From the summary of correspondence prefixed to the Proceedings of the Supreme Government, 27th January 1860, No. 613, it will be perceived, that the Trustees of the Madras Civil Fund first applied for permission to invest a portion of their surplus capital in the then open loan, so far back as March 1859. The issue of orders on this application was deferred by the Government of India, pending the receipt of further information which was called for.

*per cent loan has closed.
From*

*Proceedings of the Madras Government, Financial Department,
for the month of March 1860.*

4. The information was furnished by the Madras Accountant General," on the 12th December 1859, and he at the same time forwarded a letter from the Trustees of the Civil Fund repeating their claim to be allowed to invest the surplus cash of the fund in the loan then open.

5. On the 9th January this Government transmitted to the Government of India a copy of the correspondence that had passed between the Trustees and the Accountant General relative to the proposed investment, and gave it as their opinion that, the right to invest, which had already been admitted in the case of the Military Fund, should similarly be recognized in the case of the Civil Fund."

6. Under date 27th January last, the Government of India resolved that, pending the orders of the Home Authorities on the general question, the investment applied for by the Trustees of the Civil Fund should be allowed, on the understanding that the $5\frac{1}{2}$ per cent Notes would be cancelled in the event of the ultimate decision being in favor of non-transferrable Treasury Notes.

7. These orders were received at Madras by inland post on the 13th February, but meanwhile, under instructions conveyed by Telegraph, the $5\frac{1}{2}$ loan had been closed.

NOTE.—The Telegram directing the closing of the Loan at Madras as soon as the sum of 80 lacs had been paid up was received at Madras on Saturday the 11th February. The 6 lacs wanting to complete the 80 were paid up immediately on the Treasury opening on Monday morning the 13th.

and considering that the Supreme Government on a review of the whole subject passed, on the 27th January last, orders authorizing the desired investment, the Madras Government cannot suppose that the closing of the $5\frac{1}{2}$ per cent under instructions subsequently issued, will be allowed to prejudice the interests of the Fund, or to nullify the permission to invest, already given.

(Signed) T. PYCROFT,
Chief Secretary.

*Sept 13th
Int
Council
9-5-60*

No 103.

*To
The Secretary to the Govt of India,
Financial Department.*

Sir,

With reference to the Proceedings of the Govt of India, Financial Dept., dated 27th January 1860, No 103, I am directed by the Honorable the Governor in Council to forward the accompanying letter & inclosure from the Secretary to the Madras Civil Fund submitting copies of the correspondence which has passed between the Trustees and the Accountant General on the subject of the investment of the surplus capital of the Fund of $9\frac{1}{2}$ lacs of Rupees in the $5\frac{1}{2}$ per cent loan.

2. From this it will be seen that the Accountant General considers himself debarred from carrying out the orders of the Govt. of India, 27th Jan^y last, which permitted, conditionally, the investment of these funds, because the $5\frac{1}{2}$ per cent loan has closed.

From

3. From the summary of correspondence prefixed to the proceedings of the Supreme Court, 27 Jan^r 1860. No 613, it will be perceived that the Trustees of the Madras Civil Fund first applied for permission to invest a portion of their surplus Capital in the then open loan so far back as March 1859. The issue of orders on this application was deferred by the Government of India pending the receipt of further information which was called for

4. The information was furnished by the Madras Accountant General on the 12th Decr 1859, and he at the same time forwarded a letter from the Trustees of the Civil Fund repeating their claim to be allowed to invest the surplus cash in the loan then open.

5. On the 9th January this Govt. transmitted to the Govt. of India a copy of the Correspondence that had passed between the Trustees and the Accountant General relative to the proposed investment, and

and gave it as their opinion that the right to invest which had already been admitted in the case of the Military Fund, should similarly be recognized in the case of the Civil Fund."

6. Under date 27 Jan^r last the Govt. of India resolved that, pending the orders of the Home Authorities on the general question, the investment applied for by the Trustees of the Civil Fund ^{should} be allowed on the understanding that the 5 1/2 per Cent Notes would ~~not~~ be cancelled in the event of the ultimate decision being in favor of non-transferable Treasury Notes.

7. These orders were received at Madras ^{by inland post} on the 13th February - but meanwhile, under instructions conveyed by telegraph, the 5 1/2 loan had been closed on the 11th inst.

note. The Telegraph directing the closing of the loan at Madras as soon as the sum of 80 lacs had been paid up was received at Madras on Saturday 11th Feb - The balance wanting to complete the 80 lacs was paid at a meeting of the Trustees on Monday morning 11th 13th

8. Considering that the original application of the Trustees came before the Supreme Govt. in March of last year - and that the Supreme

Supreme Govt. had before them
in December last a second
application from the Trustees to
the same effect. with all the
information necessary for the
decision of the question; and
considering that the Supreme
Govt. on a review of the whole
subject passed on the 27th
January last orders authoriz-
ing the desired investment,
the Madras Govt. cannot dis-
pose that the closing of the
5½ per cent under instrue-
tions subsequently issued, will
be allowed to prejudice the
interests of the Fund. or to
nullify the permission to
invest, already given.

Fort St George
13 March 1860.

J.P.

Letter from

[Faint, mostly illegible handwritten notes and signatures in the right margin, including names like 'J. P.' and 'J. B. P.']

his return

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No of good 20 "thick -
of
Financial 1860. Department

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The Secretary is the Govt.
of India -

Financial Department

Date 13th March 1860.

Refd No 249th No 192

We are for once to
the Proceedings of Govt of
India of 27th May 60. I 613
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