M.R.O. 1—77,006—8-6-37.

(1) Number of pages 28

(2) Date of repair 5-7-39

(3) Initials of the Referencer

MADRAS RECORD OFFICE.

Government of Madras.

Financial DEPARTMENT.

G.O. No. 206-07 Press
81-84. ~~Mis.~~

Dated 25 3 1868.

81-84 15/16

Not to be folded or roughly handled

4/39

Proceedings of the Madras Government, Financial Department,
25th March 1863.

Read the following papers :—

No. 81. From JOHN McIVER, Esq., Secretary and Treasurer of the Bank of Madras ; to the Honorable A. J. ARBUTHNOT, Chief Secretary to Government, Fort Saint George, dated Madras, 23rd February 1863, No. 20-641.

Referring to the Proceedings of Government in the Financial Department of 14th January 1862, No. 42, and to my letter to the Accountant General of the 16th ultimo, of which a copy is sent herewith, I have the honor by desire of the Directors to request the sanction of the Government for the establishment of Branch Banks at Cocanada and Calicut.

The Directors have come to this resolution without waiting for a reply to their letter to the Accountant General above referred to, influenced in some measure by a statement laid before them by that Officer of the average monthly Cash Balances in the Mofussil Treasuries which has satisfied them that Government can without inconvenience place such sums at the disposal of the Bank at Cocanada and Calicut, as to remove the difficulty that hitherto existed in coming to a decision with regard to the establishment of branches at these places.

From JOHN McIVER, Esq., Secretary and Treasurer of the Bank of Madras ; to J. L. LUSHINGTON, Esq., Acting Accountant General, Fort Saint George, dated Madras, 23rd February 1863, No. 20-192.

Referring to my correspondence with your predecessor on the subject of the establishment of branches of this Bank in suitable localities, and especially to his letter of the 15th November last, naming the amount of Treasury Balances which would probably be placed at the disposal of branches established at Cocanada, Ootacamund, and Negapatam respectively, I am desired by the Directors to state that the sums there named were so small as to offer no inducement to them to establish Branch Banks at the places named, and the further consideration of the subject was therefore deferred.

The Directors however impressed with the importance of the subject in connection with the circulation of the Government Paper Currency, and the development of the material resources of the country and having been recently solicited by the community of Cocanada to establish a branch there, are desirous of again inviting the attention of Government to this question, and would therefore solicit that a reference be made to the Government of India with the object of eliciting their views respecting the utilizing of the Government Balances in Mofussil Treasuries, by making them available under such restrictions as may be deemed necessary for promoting the extension of Banking throughout the Presidency, but especially at the places noted in the margin.

Cocanada.
Ootacamund.
Negapatam.
Tuticorin.

No. 82. From J. L. LUSHINGTON, Esq., Acting Accountant General ; to the Chief Secretary to Government, Fort Saint George, dated 3rd March 1863, No. 414.

Book and Adjustment Department.

With reference to the Order of Government, No. 68, dated 31st January last, Financial Department, I have the honor to forward, in original, a letter* from the Secretary and Treasurer of the Bank of Madras, stating that, under the circumstances therein represented, there is no necessity for entering into an agreement with the Government for the Branch Bank established at Cochin, and observing, at the same time, that when arrangements for the establishment of a Branch Bank at Calicut (regarding which, it appears, a reference has been made to Government on the 23rd February) have been completed, the Directors will be prepared to enter into an agreement

* No. 20,667, dated 25th February 1863.

For my own part, I do not see how the Bank could enter into an agreement, as Government have granted to the Bank, little or no advantages ; the Cash Balance in the Taluq Treasury at Cochin, was transferred to the Branch Bank, " on the understanding that Government reserve to

24

"itself the right of withdrawing such sums, as from time to time may be required for remittance "for other Taluqs or Districts," vide paragraph 1 of the Order of Government, No. 395, dated 24th May 1862.

Adverting to paragraph 5 of the Order of Government of the 31st January last, above quoted, observing that no report has, as yet, been made upon the suggestion of the Directors of the Bank, that British Cochin and Malabar be added to the Madras Circle of Issue, as desired in the last paragraph of the Order of Government, No. 395, dated 24th May 1862, I beg to state that, to all intents and purposes, British Cochin and Malabar are already within the Madras Circle of Issue, inasmuch as Currency Notes are received and issued there, under the same rules as prevail in other Districts of this Presidency.

From JOHN McIVER, Esq., Secretary and Treasurer Bank of Madras; to J. L. LUSHINGTON, Esq., Acting Accountant General, Fort Saint George, dated Madras, 25th February 1863, No. 20-667.

I have the honor by desire of the Directors to acknowledge receipt of your letter of the 18th instant, in which you inquire if the Directors are prepared to enter into an agreement for the management by the Bank's Branch at Cochin of the Treasury business there, somewhat similar to that entered into by the Bank of Bengal for its branch at Patna, a copy of which you enclose.

In reply I am directed to state that Government having accorded no privileges to the branch at Cochin in the shape either of a fixed Cash Balance or an allowance for establishment, the necessity of entering into any agreement is not very apparent.

I am however instructed to refer you to the letter addressed by the Bank to the Chief Secretary to Government on the 23rd instant, requesting sanction for the establishment of a branch of the Bank at Calicut, and to state that when arrangements for the establishment of this branch have been completed the Directors will be prepared to enter into an agreement with the Government similar to that entered into by the Bank of Bengal in regard to its branch at Patna; the copy of which is herewith returned.

No. 83. ORDER THEREON, 25th March 1863, No. 206.

The application of the Directors of the Madras Bank for the transfer of the Cash Balances and of the business of the local Treasuries to the Banks which they propose to establish at Cocanada and Calicut, will be submitted for the orders of the Secretary of State; and at the same time authority will be requested to sanction a similar arrangement at Ootacamund and Tuticorin, in the event of the Directors proposing hereafter to establish Branch Banks at those places.

2. Copies of the Accountant General's letter of the 3rd instant, and of its enclosures will be furnished to the Government of India.

(Signed) A. J. ARBUTHNOT,
Chief Secretary.

No. 84.. To the Secretary to the Government of India, Financial Department, dated Fort Saint George, 25th March 1863, No. 207.

To Government of India, 21st October 1862, No. 746.
From do. 20th December " " 1,324.

Dated 3rd March 1863, No. 414.

With reference to the correspondence noted in the margin, I am directed by His Excellency the Governor in Council to transmit a copy of a letter from the Acting Accountant General, with its enclosure, explaining that there was no necessity for entering into an agreement with the Bank of Madras for the establishment of a Branch Bank at Cochin, as no privileges

Proceedings of the Madras Government, Financial Department,
25th March 1863.

were accorded in the shape either of a fixed Cash balance or an allowance for establishment. The cash balance in the Taluq Treasury at Cochin, I am to state, was transferred to the Branch Bank "on the understanding that Government reserve to itself the right of withdrawing such sums as from time to time may be required for remittance for other Taluqs or Districts."

Proceedings of Government, Financial Department, 24th May 1862, No. 395, p. 1.

(Signed) A. J. ARBUTHNOT,
Chief Secretary.

Exd. T. McMootry.

24

Book and Adjustment Department. No. 1116

Fort Saint George,
Accountant General's Office,
3 March, 1863.

From

J. L. Lushington Esquire,
Acting Accountant General.

To

The Chief Secretary to Government,
Fort Saint George.

Sir,

With reference to the order of Government, No. 68, dated 31st January last, Financial Department, I have the honor to forward, in original, a [x] letter from the Secretary and Treasurer of the Bank of Madras, stating that, under the circumstances therein represented, there is no necessity for entering into an agreement with the Government, for the Branch Bank established at Cochin, and observing, at the same time, that when arrangements for the Establishment of a branch Bank at Calicut (regarding which, it appears, a reference has been made to Government on the 23rd February) have been completed, the Directors will be prepared to enter into an agreement.

[x] No. 20/667, dated 25th February, 1863.

For my own part, I do not see how the Bank could enter into an agreement, as Government have granted to the Bank, little or no advantages; the Cash Balance in the Salicg Treasury at Cochin, was transferred to the Branch Bank, "on the understanding "that Government reserve to itself, the right of withdrawing such sums, "as from time to time, may be required for remittance for other Salicgs or Districts," vide para. 1 of the order of Government, No. 395, dated 24th

24th May 1862.

Adverting to para 5 of the order of Government of the 31st ult January last, above quoted, observing that no report has, as yet, been made upon the suggestion of the Directors of the Bank, that British Cochin and Malabar be added to the Madras Circle of Issue, as desired in the last para: of the order of Government, No 395, dated 24th May 1862, I beg to state that, to all intents and purposes, British Cochin and Malabar are already within the Madras Circle of Issue, in as much as Currency Notes are received and issued there, under the same rules as prevail in other Districts of this Presidency.

I have the honor to be,
Sir,
Your obedient Servant,
J Johnstone
Acting Accountant General

Comp.d J.J.

Copied M Sooboroy

LAA 25/2

No 20/667.

To

J. L. Lushington Esqr.
Acting Accountt General
Fort St George.

Sir,

I have the honor by desire of the Directors to acknowledge receipt of your letter of the 18th instant in which you enquire if the Directors are prepared to enter into an agreement for the management by the Bank's Branch at Cochin of the Treasury business there, somewhat similar to that entered into by the Bank of Bengal for its Branch at Patna, a copy of which you enclose.

In reply I am directed to state that Government having accorded no privileges to the Branch at Cochin in the shape either of a fixed Cash Balance or an allowance for Establishment, the necessity of entering into any Agreement is not very apparent.

I am however instructed to refer you to the letter addressed by the Bank to the Chief Secretary to.

Rec. 31st Jany 1863 — Answd

Financial Letter dated 23rd January 1863

To the Chief Secretary to Government
Fort St George

Sir

I have the honor to forward herewith a Letter from the Secretary and Treasurers of the Bank of Bengal stating that there is no necessity for entering into an agreement with the Government for the Branch of the Bank established at Cochin.

I have the honor to be
Sir
Your most obedient
humble Servant
J. L. Lushington
Acting Accountt General

Fort St George
The 31st January 1863

No. 444
No 177

Forwards an original Letter from the Secretary and Treasurers of the Bank of Bengal stating that there is no necessity for entering into an agreement with the Government for the Branch of the Bank established at Cochin.

Government on the 23d. Instant
requesting Sanction for the Estab-
lishment of a Branch of the Bank
at Calicut, and to state that when
arrangements for the Establishment
of this Branch have been completed
the Directors will be prepared to
enter into an Agreement with the
Government similar to that entered
into by the Bank of Bengal in
regard to its Branch at Patna,
the Copy of which is herewith
returned.

I Have the honor to be
Sir,
Your Obedient Servant.

John Mc. Lea
Secretary and Treasurer

Bank of Madras
Madras 25th. July 1863.

Bom
26/2

2m
26/2

No. 24/641.

To

The Honble A. J. Arbuthnot Esqr.
Chief Secretary to Government
Fort St. George.

Sir,

Referring to the proceedings of Government in the Financial Department of 14th January 1862 No. 42, and to my letter to the Accountant General of the 16th Ultimo, of which a Copy is sent herewith, I have the honor by desire of the Directors to request the sanction of the Government for the Establishment of Branch Banks at Cocanada and Calicut.

The Directors have come to this resolution without waiting for a reply to their letter to the Accountant General above referred to — influenced in some measure by a Statement laid before them by that Officer of the average Monthly Cash Balances in the Mofussil Treasuries which has satisfied them that Government can without inconvenience place such sums at the disposal of the Bank at Cocanada and Calicut, as to remove the difficulty that hitherto existed in coming to a decision with regard to the Establishment of

Rec'd 31st January 63 - Pol

Finl Dept to Mad 25th Ins
No 237 of 1863

Rec'd 238
The Bank of Madras

Replies to the Enquiries
regarding the Branches
for the Manufacturers
The Bank of Madras
Cocanada

Branches at these places.

I Have the honor to be
Sir,
Your most Obedient Servant

John [illegible]
Secretary and Treasurer

Bank of Madras.
Madras 23d February 1863

No 20/192.

To

S. L. Livingston Esqre
Acting Accountant General
Fort St George

Sir,

Referring to my correspondence with your Predecessor on the Subject of the Establishment of Branches of this Bank in suitable localities, and especially to his letter of the 15th Novem. last, reviewing the Amount of Treasury Balances which would probably be placed at the disposal of Branches established at Cocanada, Rotacamund, and Negapatam respectively, I am desired by the Directors to state that the Sums there named are so small as to offer no inducement to them to establish Branch Banks at the places named — and the further Consideration of the subject was therefore deferred.

The Directors however impressed with the importance of the subject in connection with the Circulation of the Government Paper Currency and the development of the Material resources of the Country and having been recently solicited by the Community of Cocanada to establish a Branch there, are

are desirous of again inviting the attention of Government to this question, and would therefore solicit that a reference be made to the Government of India with the object of eliciting their views respecting the utilizing of the Government Balances in Mofussil Treasuries, by making them available under such restrictions as may be deemed necessary for promoting the Extension of Banking throughout the Presidency, but especially at the places noted in the margin.

Cocanada
Ootacammund
Negapatam
Tanjore.

I Have the honor to be
Sir,
Your most Obedient Servant.
Signed John M.c Ivor
Secretary and Treasurer

Financial Department

Proceedings of the Madras Government.

Read the following papers:—

From the Secretary & Treasurer of the Bank of Madras — Here enter 23d February 1863 No 20/641

From the A.G. Accountant Genl — Here enter 31st March 1863 No 414

Dated thereon 25th March 1863. No. 206.

The application of the Directors of the Madras Bank for the transfer of the Cash balances and of the business of the local treasuries to the Bank which they propose to establish at Cocanada and Vizagapatam, will be submitted for the orders of the Secretary of State; and at the same time authority

Rs. 91 Stamps 94-95

To Mr. A.G. Accountt 23d Feby
Pay 5th March 1863.

Financial 1863 March

To
The Secretary to Government
Fort St. George

10.42 Nos 206 & 207.

Sir

I have the honor to forward herewith a Copy of a Letter from the Secretary & Treasurer of the Madras Bank, dated 23d instant, requesting that the Cash balances now in the Treasuries at Cocanada and Vizagapatam may be transferred to the Bank, which proposes to establish Agencies at those places, and that the business of the Treasuries may be transferred to the Bank.

2. I am directed to request that the Accountant General may be instructed to submit for the orders of Government the Copy of a Letter which he addressed, regarding the proposed transfer of the Cash balances, to the Secretary & Treasurer of the Bank of Madras, and the Answer received thereto.

I have the honor to be
Sir
Your most obedient Servant
Secretary to Government

Fort St. George
25th March 1863

Public Department

Read the following papers:—

From the Secretary & Treasurer of the Bank of Madras, dated 23d instant, requesting that the Cash balances now in the Treasuries at Cocanada and Vizagapatam may be transferred to the Bank, which proposes to establish Agencies at those places, and that the business of the Treasuries may be transferred to the Bank.

From the Accountant General, dated 31st instant, forwarding a Copy of a Letter which he addressed, regarding the proposed transfer of the Cash balances, to the Secretary & Treasurer of the Bank of Madras, and the Answer received thereto.

81

Authority will be requested to sanction a similar arrangement at Cottacamund and Tuticorin, in the event of the Directors proposing hereafter to establish Branch Banks at those places.

2. Copies of the Accountant General's letter of the 3d Instant and of its enclosures will be furnished to the Government of India.

To the Director of the Madras Bank
The Accountant General.

Financial Depart.t

No. 204.

To

The Secretary to the Govt. of India
Financial Department.

Sir,

With reference to the correspondence noted in the margin, I am directed by H. E. the Governor in Council to transmit a copy of a letter from the Acting Accountant General, with its enclosure, explaining that there was no necessity for entering into an agreement with the Bank of Madras for the establishment of a Branch Bank at Cochin, ~~in which~~ as no privileges were accorded in the shape either of a fixed cash balance or an allowance for establishment. The Cash balance in the Taluq Treasury at Cochin, I am to state, was transferred to the Branch Bank, on

To Govt of India 21st Oct. 1862 No. 716.
From do 20 Dec. " 1324

Dated 3rd March 1863. No. 414.

Soon

Council

Financial 1863 (Department)
No. 204

Proceedings of Govt
Fort St. George
No. 324 of 1864
dated 25th March 63

Replied to 15 Aug 63 No. 62

The question of establishing Banks at Cannanore, Calicut & Cochin

Subscription received for the order of the Secretary of State

which the Cash balances in the Cochin Treasury were transferred to the Branch Bank

Council

Rec'd 27 Aug 1863
No. 57 of 1863

87 @ 89

Rec. of Govt, Financial Dept.
24th May 1862 - No 395. p.1.

Lieut Gr George
25th March 1862

"on the understanding tha
Government reserve to it
self the right of withdraw
ing such sums as from
time to time may be re
quired for remittance for
other Talugs or Districts

Tn. L. Lt. to Engr. 25th. March
No. 5 of 1863.

207

Instant

84