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MADRAS RECORD OFFICE.

Government of Madras.

Financial DEPARTMENT.

G.O. No. 837 Press Mis.

108-109

Dated 24-12- 1863.

108-109 18/19

Not to be folded or roughly handled

Proceedings of the Madras Government, Financial Department, 24th December 1863.

No. 108. Read the following letter from J. MACKEY, Esq., Auditor of the Madras Bank Accounts; to A. J. ARBUTHNOT, Esq., Chief Secretary to Government, Fort Saint George, dated 11th December 1863.

In obedience to the Order of Government, No. 707, dated 3rd November 1863, I have the honor to state that I have examined the accounts of the Bank of Madras, and the following observations will explain the nature of my examination.

2. I have carefully examined the Government Bonds deposited with the Bank as security for advances on Cash Credit accounts, and also for sums lent on Loan accounts, and find all in order, the assignment of said Bonds correct, and the margins ample, the amount advanced by the Bank I find to be on the 28th November 1863, on

Cash Credit accounts.....	Rs.	3,82,264	6 8
Loan accounts.	,,	36,81,852	6 1

3. I have examined the whole of the Government Securities held in deposit by the Bank on account of their constituents, or left with them for safe custody, and find that they correspond with the entries in the Register of these deposits; in those cases where Bonds have been sold or transferred since the date of the last Government Audit in February 1863, the authority from the owners (or their Agents) of such Bonds has been produced, and finding all correct and satisfactory, the entries in said Register have been cancelled. I also find the various packages and parcels including the celebrated Silver Racing Cup, Deeds, duplicate keys, Certificate of Bank Stock, Shares, Pyx Coins, Medals, &c., all correct as per Register, the bulky packages being kept in a lower room at the Bank. The total sum in deposit on these accounts, is Sicca and Government Rupees 54,81,302-6.

4 I have examined the Bonds in the custody of the Bank forming the Government Reserve, the Interest on which is enjoyed exclusively by the Bank, the total amount on 23rd November amounted as per margin to Rupees 17,92,300, but stand charged in the books of the Bank, including premium, at Rupees 20,69,119-6-3; all these Bonds are duly endorsed over to the Accountant General.

Loan of 1832-33	Sicca	Rupees..... ...	13,200
1835-36	Government	Rupees...	13,000
1842-43	,,	...	2,100
1854-55	,,	...	34,000
P. W. Loan	,,	...	9000
1856-57	,,	...	1,65,000
1859-60	,,	...	15,56,000
		Rupees...	17,92,300

Loan of 1832-33	Sicca	Rupees..... ..	9400
1835-36	Goverament	Rupees...	1500
1842-43	,,	...	56,800
1854-55	,,	...	36,100
P. W. Loan	,,	...	1000
1856-57	,,	...	26,100
1859-60	,,	...	82,400
		Rupees...	2,13,300
	With the Bank of	Bengal...	3,00,000
			5,13,300

5. The investments made by the Bank in the purchase of Bonds on its own account I find amount to as per margin, Rs. 2,13,300 0 0
and in deposit with the Bank
of Bengal..... ..... 3,00,000 0 0

Rs. 5,13,300 0 0

Costing with Premium .. Rs. 5,64,054 2 11

6. I have examined the Bonds deposited for safe custody by the Administrator General, and found all correct as per the Register, the total value of these Bonds is Rupees 6,63,200; when sales have been made, the instructions or authority of that Officer has been produced before me.

7. I have examined the Bonds deposited by M. Singara Charry, Cash-keeper in the Bank, as security for his fidelity, and find they amount to Rupees 50,100, which corresponds with the Register.

8. I have examined the Promissory Notes of the Government of India and other stock in the custody of the Bank on the following accounts, and declare the same to be all correct as per the Register, viz:

Police Funds—Metropolitan...	59,000	
Do. Mofussil...	2,19,600	
		2,78,600
Educational...	10,00,000	
St. Mary's Church and other bequest...	3,65,200	
Agency, including deposit of Zemindar of Ramnad....	12,900	
		13,78,100
		16,56,700

High Court.

Causes...	26,23,500			
Estates	23,800			
Official Assignee...	71,200			
		27,18,500	0	0

For Contracts and Appointments.

Accountant General's Department	76,900			
Commissariat...	81,900			
Do. outstations...	32,200			
Controller of Military Finance	35,000			
Executive Engineer...	9400			
Colonel Temple, Acting Assistant Inspector General, Madras Police... ...	5000			
Principal Inspector General, Medical Department...	4000			
Supervisor Government Printing Press.	2100			
Director of Telegraph...	1000			
Inspector General of Ordnance and Magazines..	7500			
		2,55,000	0	0
Court of Wards...		12,20,000	0	0

Service Funds.

Civil	57,41,000			
Military	78,48,400			
Medical...	55,05,700			
		1,90,95,100	0	0
		2,49,54,300	0	0

Add the Bonds noticed in paragraphs 3, 4, 5, 6 and 7, viz:—

Deposits by the Public..	54,81,302	6	0	
Government Reserve... 17,92,300				
Banks' property Bonds 5,13,300				
	23,05,600	0	0	
Administrator General...	6,63,200	0	0	
Cash-keeper's security...	50,100	0	0	
		85,00,202	6	0
Grand Total Sicca and Government Rupees...		3,34,54,502	6	0

9. On Monday the 30th of November I examined the Silver and Currency Notes as it stood on the previous Saturday evening the 28th November and found the total to be Rupees... ... ... 56,61,311 2 6

Add Cheques in hand to be realized by the Bank. 1367 8 10

Grand Total Rupees... ... ... 56,62,678 11 4

Of the above sum there was found in charge of the Cash-keeper in Silver, viz:—

Current single Rupees...	43,000			
Do. packed in a box addressed to Cocanada Branch said to contain... ...	2000			
Do. half Rupees...	5000			
Do. quarter do.	10,000			
Do. double Annas...	8000			
1 Bag uncurrent Silver coins... ...	1000			
		69,000	0	0
Copper Half Annas...	990			
Quarter do.	990			
Single Pie do.	20			
		2000	0	0
		71,000	0	0
1 Bag of sundry Coins...		1451	2	6
		72,451	2	6

and in Government Currency Notes as under—

311 Notes of 10 each =	3110			
307 " 20 =	6140			
271 " 50 =	13,550			
347 " 100 =	34,700			
190 " 500 =	95,000			
129 " 1000 =	1,29,000			
		2,81,500	0	0
Total with Cash-keeper ... ...Rupees...		3,53,951	2	6

The whole of the Silver with the Cash-keeper was both counted and weighed and a portion of the Copper, and all found correct. In the Secretary's charge I found Silver and Notes as under, viz:—

Single Rupees...	37,50,000			
Half do.	1,18,000			
Quarter do.	1,14,000			
Double Annas...	8000			
		39,90,000	0	0
Copper Half Annas...	1,46,310			
Quarter do.	3,73,890			
Single Pie do.	490			
	5,20,690			
Copper ready packed in 300 boxes for Bombay, each said to contain 5 bags of 30 Rupees (is 150 Rupees,) each.	45,000			
		5,65,690	0	0
		45,55,690	0	0

In Currency Notes—

5103 of 10 Rupees =	51,030			
3787 " 20 " =	75,740			
2684 " 50 " =	1,34,200			
1177 " 100 " =	1,17,700			
436 " 500 " =	2,18,000			
155 " 1000 " =	1,55,000			
		7,51,670	0	0
		53,07,360	0	0
Add the sum in charge of Cash-keeper...		3,53,951	2	6
		56,61,311	2	6
Add Cheques in hand...		1,367	8	10
Grand Total...		56,62,678	11	4

Silver, 2007 Bags containing	Rs. 39,90,000		
Copper, 17,389 " Rs. 5,20,690			
19,396 Bags.			
Do. 300 Boxes... ... " 45,000	5,65,690		
	Rs. 45,55,690		

Of the Specie in the care of the Secretary, I counted the whole number of bags and boxes, amounting as per margin to bags 19,396 containing Silver and Copper value... ...Rs. 45,10,690

Boxes 300 containing Copper..... " 45,000

Rs. 45,55,690

And out of this quantity I selected indiscriminately ninety-four bags of Silver and one bag of Copper, the contents of which I counted and weighed, and found correct.

10. The following Accounts have been examined and found correct:—

Reserved Surplus Funds.
Unclaimed Dividends.
Dividend account.
Interest.
Commission.
Exchange.
Profit and Loss.
Charge.
Dead Stock, this account includes the value of the Bank premises.
Other Banks.
Current Accounts.

11. I have examined the Bills discounted by the Bank, and find they correspond with the entries in the Bill book, the amount is Rupees 4,46,021-7-3.

12. I find outstanding sums due by other Banks, aggregate... ... Rs. 10,87,026 1 3

out of which amount there is due by the Cochin Branch... ... ... „ 3,30,462 13 10
Calicut do. ... ... „ 1,57,261 0 1

13. The Government account with the Bank exhibits a balance in its favor on the 28th November of Rupees 80,20,935-15-6; of this sum, deducting fractional parts of a Rupee, the account stands thus:—

Invested in Securities	Rs.	20,69,119
Bank maximum	„	15,00,000
	„	35,69,119
In Silver and Copper	„	44,51,817
	Rupees...	80,20,936

14. Government Contingent account exhibits a debtor balance of Rupees 18,377-6-1, this is composed chiefly of charges on account of packing Specie, expense of transmission of Currency Notes to the Mofussil.

15. The Bills on hand for collection amount to Rupees 1,22,965-10 9.

16. Branch Banks.—Under this head I have to notice the establishment, since the last audit of the accounts, of a Branch at Calicut, and another will shortly be opened at Cocanada. No agreement up to this date appears to have been made with Government as to the terms upon which their business will be done; the Treasuries in those localities have certainly been made over to the Bank, but as the sums so transferred are liable at present to be absorbed in whole or in part, according to the needs of Government, no advantage can be said to have accrued to the Bank from said transfer. I enclose weekly Statement to 28th November of transactions of the Branches at Cochin and Calicut, the balances therein shown, as due to the Bank of Madras, will of course not agree with figures in paragraph 12, as the Bank Statement *of* 28th November could not include the transactions with Branches *to* that date.

17. The issue and payment of Currency Notes call for no observations, being made in conformity with Clauses 6 at 14 of the Agreement with the Bank; I may, however, notice that under the Order of the Government of India, No. 5513, dated 11th November 1863, the Currency Commissioner has transferred to the Bank the sum of Rupees *35,00,000 from his Reserve of Rupees 73,00,000, without receiving any equivalent for the same, and as this is I believe the first instance in which the Currency Specie Reserve has been touched, I notice the fact.

* For transmission to Bombay.

18. The Minutes of Proceedings have been read, but call for no observation.

19. I enclose weekly general Statement of the affairs of the Bank to 28th November, from which it will be seen that this institution is in a very flourishing condition, the total liabilities payable on demand, including the Government balance of Rupees 80,20,935-15-6, are only Rupees 1,07,63,003-14-3. Under the head "Abstract of Investments bearing interest" it will be observed that the sum so outstanding is Rupees 71,43,311-13-2, against, in round figures, Rupees 40,40,588 at the corresponding period last year, (vide weekly Comparative Statement enclosed), this is a proof of the energy of the Bank management, and also a promise of corresponding advantage in the shape of dividend to the share-holders in due time. The only drawback at present to this prospect is, the enormous drain of Specie, now, or shortly to go to Bombay, which may for the moment cripple the resources of the Bank, by reducing the Government balance, more especially if at the present high rates of interest (11-12 per cent.) any portion of the Government Reserve should have to be forced upon the market at the Banks' risk, to supply the Government requirements at that Presidency.

20. In conclusion I beg to say that this examination has been made con-jointly with Mr. R. Franck, senior, the gentleman appointed by the Directors to Audit the Accounts, who concurs

in the foregoing observations; nor must I omit to record the courtesy received from the different Officers of the Bank, in the various Departments, and the accurate and careful method shown in keeping the books and accounts generally.

BANK OF MADRAS.

WEEKLY COMPARATIVE STATEMENT.

	30th Nov. 1861.	Rate of Interest.	29th Nov. 1862.	Rate of Interest.	28th Nov. 1863.	Rate of Interest.
Cash Credits. Granted ...	8,58,630		8,33,490		8,27,765	
Cash Credits. Drawn... ...	4,52,925	6 percent.	3,67,085	5 percent	3,82,264	11 percent
Loans...	16,49,458	6 „	8,60,084	5 „	7,59,000	11 „
Discount Loans... ...	12,11,174	5 „	10,68,862	4 „	29,22,852	10 „
Government Bills... ...	84,129	5 „	50	4 „	.....	10 „
Private Bills... ...	2,73,329	8 „	2,06,500	7 „	4,46,021	13 „
Govt. Securities, No. 1.....	.....	.....	14,42,500	.....	20,69,119	.....
Do. No. 2.....	2,49,996	.....	95,507	.....	5,64,054	.....
Total Investments...	39,21,011		40,40,588		71,43,310	
Deposits...	20,95,636		21,69,463		22,13,317	
Government maximum.....	.....		15,00,000		15,00,000	
Bank Notes and Post Bills.	23,11,382		2,13,480		83,250	
Cash Credits undrawn... ...	4,05,705		4,66,405		4,45,501	
Total Liabilities...	48,12,723		43,49,348		42,42,068	
Notes...	.....		12,13,300		10,33,170	
Specie.....	33,04,331		21,29,432		1,76,324	
Cheques...	2127		1336		1367	
Total Cash...	33,06,458		33,44,068		12,10,861	
Branch Balances... ...	.....		3,29,388		4,88,297	
Bankers' do.	.....		6,45,037		5,98,729	
Total...	.....		9,74,425		10,87,026	
Govt. Reserve,—Coin.....	.....		31,34,896		44,51,817	
Securities...	.....		14,42,500		20,69,119	
Total...	.....		45,77,396		65,20,936	

(Signed) T. E. FRANCK,
Chief Accountant.

28th November 1863.

BRANCH AND BANKERS' BALANCES.

	Rs.
Bank of Bengal, ...	2,79,088
Bank of Bombay, ...	1,15,344
Oriental Bank, Colombo, ...	20,818
Bank of England, ...	1,83,479
	5,98,729
Cochin Branch	3,30,463
Calicut do.	1,57,261
Cocanada do.	573
	4,88,297

B.

(Signed) JOHN ROYDEN,
Secretary and Treasurer.

Weekly General Statement of the Cochin Branch of the Bank of Madras, 28th November 1863.

Abstract of Notes in Circulation.

Denomination.... ..	10	20	50	100	500	1000	Total.
Balance of Account.....	19,000	18,000	33,000	42,000	28,000	20,000	1,60,000
Since Head Office...	.....	.....	.....	.....	.....	.....	.....
	19,000	18,000	33,000	42,000	28,000	20,000	1,60,000
On hand... ...	6530	10,520	13,350	12,800	4500	4000	51,700
In Circulation..	12,470	7480	19,650	29,200	23,500	16,000	1,08,300
Circulation in the previous week... ...	11,570	7460	19,350	31,600	28,000	20,000	1,17,980
Increase... ...	900	20	300	.....	.....	.....	.....
Decrease... ...	.....	.....	.....	2400	4500	4000	9680

Abstract of Investments bearing Interest.

Description.	Government Securities.	Government Bills.	Private Bills.	Loans.	Cash Credits.	Total.
Balance... ...	... ...	... ...	1,57,063 12 2	23,027 14 6	... ...	1,80,091 10 8
Since invested.....	.. ...	... ...	12,500 0 0	1045 0 0	... ...	13,545 0 0
Together...	... ...	... ...	1,69,563 12 2	24,072 14 6	.. ..	1,93,636 10 8
Since realized.....	... ..	.. ...	18,250 0 0	2370 0 0	... ...	20,620 0 0
Balance	... ...	... ...	1,51,313 12 2	21,702 14 6	... ...	1,73,016 10 8
Do. 29th Nov. 1862.	3657 8 8	2137 9 8	36,655 15 9	14,155 0 0	2982 13 11	59,589 0 0

Abstract of Deposit Accounts.

Description.	Current Accounts.	Public Balances.	Suspense Account.	Deposit Receipts.	Total.
Balance...	96,115 15 9	1,20,058 8 4	... ...	... ...	2,16,174 8 1
Since received... ...	57,793 4 0	28,360 2 10	4151 11 0	... ...	86,153 6 10
Together...	1,53,909 3 9	1,48,418 11 2	4151 11 0	... ...	3,02,327 14 11
Since paid... ...	92,551 6 8	1744 0 9	... ...	... ...	94,295 7 5
Balance...	61,357 13 1	1,46,674 10 5	4151 11 0	... ...	2,08,032 7 6
Do. 29th Nov. 1862...	71,189 0 10	73,300 11 10	77 4 0	... ...	1,44,567 0 8

Abstract General Account of Cash.		Draft since last Return.		Remittances since last Return.	
Specie... ...	2,68,152 11 0	On Bank of Madras... ...	5900 0 0	To Bank of Madras... ...	5993 0 0
Currency Notes.	51,700 0 0	On Bank of Bengal... ...	... ...	To Bank of Bengal.. ...	... ...
		On Bank of Bombay... ...	... ...	To Bank of Bombay... ...	8600 0 0
		On Oriental Bank, Colombo... ...	... ...	To Oriental Bank, Colombo... ...	3000 0 0
		On Calicut branch.	2000 0 0	To Calicut branch.	2660 0 0
Total Cash...	3,19,852 11 0	Total...	7900 0 0	Total...	20,053 0 0

(Signed) WILLIAM FITZGERALD,
Pro. Agent.

Balance of the General Ledger of the Cochin Branch of the Bank of Madras on 28th Nov. 1863.

Balance, Dr.	Title of Accounts.	Balance, Cr.
	Profit and Loss Account.	
	viz., Interest Account... ...	7250 11 5
	Commission...	763 14 7
	Exchange...	9765 10 3
	Profit and Loss... ...	55 2 7
4551 0 9	Charges.	17,835 6 10
4551 0 9	Adjusting Account of Interest.	
	Dead Stock.	
5500 0 0	Bank Premises.	
1292 1 0	Furnishings.	
328 5 6	Stamps.	
7120 6 6	Contract Account.	
	Investments.	
	Cash Credit Accounts (Dr.)	
21,702 14 6	Loan Accounts.	
... ...	Bills discounted, Government.	
1,51,313 12 2	Do. Private.	
1,73,016 10 8	Do. Post due.	
	Government Securities.	
	Bank of Madras... ...	2,84,262 3 6
	Lodgements.	
	Cash Credit Accounts (Cr.)	
	Current Accounts... ...	61,357 13 1
	Deposit Receipts... ...	... ...
	Public Deposits... ...	1,46,674 10 5
	Suspense Account... ...	4151 11 0
	Bills for Collection.	
	Do. Government.	
	Do. Private.	
5000 0 0	Do. Receivable	
2220 0 0	Foreign Notes.	
2520 15 11	Bullion.	
4740 15 11		
3,19,852 11 0	General Account of Cash.	
5,14,281 12 10		5,14,281 12 10

(Signed) WILLIAM FITZGERALD,
Pro. Agent.

(True Copy.)
(Signed) JOHN McIVER,
Secretary and Treasurer.

Weekly General Statement of the Calicut Branch of the Bank of Madras, 28th November 1863.

Abstract of Notes in Circulation.

Denomination.....	10	20	50	100	500	1000	Total.
Balance of Account... ... Since forwarded to Head Office...	15,000	20,000	30,000	35,000	5000	...	1,05,000
	...	8000	20,000	20,000	2000	...	50,000
	15,000	12,000	10,000	15,000	3000	...	55,000
On hand...	10,890	9720	4500	8800	1500	...	35,410
In Circulation..	4110	2280	5500	6200	1500	...	19,590
Circulation in the previous week...	4120	2120	5350	6300	1500	...	19,390
Increase...	...	160	150	...	...	...	200
Decrease...	10	...	...	100	...	...	...

Abstract of Investments bearing Interest.

Description.	Government Securities.			Government Bills.			Private Bills.			Loans.			Cash Credits.			Total.		
	RS.	A.	P.	RS.	A.	P.	RS.	A.	P.	RS.	A.	P.	RS.	A.	P.	RS.	A.	P.
Balance...	...	...	...	...	...	...	27,929	8	0	4020	0	0	...	...	...	31,949	8	0
Since invested...	...	...	...	...	...	...	8,500	0	0	300	0	0	...	...	...	8800	0	0
Together... ...	...	...	...	...	...	...	36,429	8	0	4320	0	0	...	...	...	40,749	8	0
Since realized...	...	...	...	...	...	...	136	8	0	800	0	0	...	...	...	936	8	0
Balance... ...	..	...	...	...	...	...	36,293	0	0	3520	0	0	...	.	...	39,813	0	0

Abstract of Deposit Accounts.

Description.	Current Accounts.			Public Balances.			Suspense Account.			Deposit Receipts.			Total.		
	Rs.	A.	P.	RS.	A.	P.	RL.	A.	P.	RS.	A	P.	RS.	A	P.
Balance...	15,796	8	1	...	...	...	6000	0	0	...	...	..	21,796	8	1
Since received...	26,299	1	2	..	..	...	...	...	...	...	...	...	26,299	1	2
Together	42,095	9	3	...	...	...									
Since paid...	28,462	5	2	...	...	...	6000	0	0	...	...	...	48,095	9	3
Balance...	13,633	4	1	...	...	...	4000	0	0	...	...	...	32,462	5	2
							2000	0	0	...	...	...	15,633	4	1

Abstract General Account of Cash.				Draft since last Return.				Remittances since last Return.			
Specie...	30,969	6	7	On Bank of Madras...	403	0	0	To Bank of Madras...	8592	2	8
Currency Notes.....	35,410	0	0	On Bank of Bengal...	208	0	0	To Bank of Bengal...	...	...	...
				On Bank of Bombay...	188	11	0	To Bank of Bombay...	17,100	0	0
				On Oriental Bank, Colombo... ...	..	...	...	To Oriental Bank, Colombo... ...	...	...	...
				On Cochin Branch.	...	...	...	To Cochin Branch.	5671	14	10
Total Cash...	66,379	6	7	Total....	799	11	0	Total.. .	31,364	1	6

(Signed) J. C. WINSCOM,
Agent.

Proceedings of the Madras Government, Financial Department,
24th December 1863.

Balance of the General Ledger of the Calicut Branch of the Bank of Madras on 28th Nov. 1863.

Balance, Dr.						Title of Accounts.	Balance, Cr.					
Rs.	A.	P.	RS.	A.	P.		RS.	A.	P.	RS.	A.	P.
						Profit and Loss Account.						
						viz. Interest Account...	775	11	1			
						Commission...	62	14	9			
						Exchange...	1558	13	10			
						Profit and Loss.						
			1040	2	10	Preliminary Charges.						
			529	0	3	Ordinary.						
						Adjusting Account of Interest.						
										2397	7	8
1569	3	1										
						Dead Stock.						
			..	...	...	Bank Premises.						
			780	0	8	Furnishings.						
			410	9	0	Stamps.						
			...	...	...	Contract Account.						
1190	9	8										
						Investments.						
			...	...	...	Cash Credit Accounts (Dr.)						
			...	...	...	Loan Accounts.						
			3520	0	0	Discount Loans.						
			...	...	...	Bills discounted, Government.						
			36,293	0	0	Do. Private.						
			...	...	...	Do. Post Due.						
			...	...	...	Government Securities.						
39,813	0	0										
						Bank of Madras.	.....	..	...	94,021	7	7
						Lodgements.						
						Cash Credit Accounts (Cr.)						
						Current Accounts.	13,633	4	1			
						Deposit Receipts.	...	...	...			
						Public Deposits.	...	...	...			
						Suspense Account.	2000	0	0			
										15,633	4	1
			...	...	...	Bills for Collection.						
			...	...	...	Do. Government.						
2500	0	0	2500	0	0	Do. Private.						
600	0	0	600	0	0	Foreign Notes.						
						Bullion.						
66,379	6	7	...	...	...	General Account of Cash.						
1,12,052	3	4								1,12,052	3	4

Weekly General Statement, 28th November 1863.

Abstract of Notes in Circulation.

Denomination...	10	15	20	25	50	100	500	1000	3000	Total.
Balance of Account...	2,87,600	.....	4,09,400	.....	7,50,000	11,73,000	15,60,000	25,20,000	.....	67,00,000
On hand	54,140	.....	81,880	.....	1,47,750	1,52,400	3,13,000	2,84,000	.....	10,33,170
In Circulation,... ..	2,33,460	.....	3,27,520	.....	6,02,250	10,20,600	12,47,000	22,36,000	.....	56,66,830
Circulation 21st...	2,36,150	.....	3,22,160	.....	6,09,800	10,22,700	12,51,500	21,08,000	.....	55,60,310
Increase. ...	.....	.....	5360	.....	.....	.....	.....	1,28,000	.....	1,06,520
Decrease ...	2690	.....	.....	.....	7550	2100	4500	.....	.....	.....

Abstract of General Account of Cash.

Particulars.	With Secretary.			With Cash-keeper.			Total.		
	RS.	A.	P.	RS.	A.	P.	RS.	A.	P.
Specie...	45,55,690	0	0	72,451	2	6	46,28,141	2	6
Cheques.	.....	...	...	.....	...	...	1367	8	10
Total Cash...	45,55,690	0	0	72,451	2	6	46,29,508	11	4
Own Notes Rs... 10	51,030	0	0	3110	0	0	54,140	0	0
,, ,, 15	.....	...	...	.....	...	...	.....	...	...
,, ,, 20	75,740	0	0	6140	0	0	81,880	0	0
,, ,, 25	.....	...	...	.....	...	...	.....	...	...
,, ,, 50	1,34,200	0	0	13,550	0	0	1,47,750	0	0
,, ,, 100	1,17,700	0	0	34,700	0	0	1,52,400	0	0
,, ,, 500	2,18,000	0	0	95,000	0	0	3,13,000	0	0
,, ,, 1000	1,55,000	0	0	1,29,000	0	0	2,84,000	0	0
,, ,, 3000									
Balance...	53,07,360	0	0	3,53,951	2	6	56,62,678	11	4

Liabilities payable on demand.

	RS.	A.	P.
Bank Post Bills... ...	9040	0	0
Circulation...	74,210	0	0
Deposit......	22,04,129	13	5
Dividends...	9187	8	0
Government Balance ...	80,20,935	15	6
C. C. undrawn... ...	4,45,500	9	4
Total...	1,07,63,003	14	3
One-fourth...	26,90,750	15	7

Drafts since last Return.

	RS.	A.	P.
On Bank of Bengal.....	250	0	0
Bank of Bombay. ...	25,000	0	0
Bank of England. ...	4003	10	9
Total...	29,253	10	9

Abstract of Investments bearing Interest.

Description.	Government Securities.			Government Bills.			Private Bills.			Loans.			Cash Credits.			Total.		
	RS.	A.	P.	RS.	A.	P.	RS.	A.	P.	RS.	A.	P.	RS.	A.	P.	RS.	A.	P.
Balance 21st... ...	26,33,173	9	2	.....	...	...	4,07,200	8	3	35,85,960	14	7	2,98,724	4	10	69,25,059	4	10
Since invested... ...	.....	...	...	.....	...	...	46,395	13	6	2,95,067	2	3	.....	...	...	.....	...	...
Together...	26,33,173	9	2	.....	...	...	4,53,596	5	9	38,81,028	0	10	.....	...	...	.....	...	...
Since realized... ...	.....	...	...	.....	...	...	7574	14	6	1,99,175	10	9	.....	...	...	.....	...	...
Balance...	26,33,173	9	2	.....	...	...	4,46,021	7	3	36,81,852	6	1	3,82,264	6	8	71,43,311	13	2

(Signed) T. E. FRANCK,
Chief Accountant.

(Signed) JOHN McIVER,
Secretary and Treasurer.

Balance of the General Ledger of the Bank of Madras, on 28th November 1863.

Balance, Dr.						Title of Accounts.	Balance, Cr.					
			RS.	A.	P.		RS.	A.	P.	RS.	A.	P.
						Proprietors' Accounts.						
						Capital Stock	.....	...	...	34,12,500	0	0
						Reserved Surplus Fund...	.....	...	...	1,74,625	0	0
						Unclaimed Dividends.....	6002	8	0			
						Dividend Account...	3185	0	0			
										9187	8	0
						Profit and Loss.						
						viz., Interest Account.	98,358	8	10			
						Commission....	25,491	10	8			
						Exchange...	23,651	11	5			
						Profit and Loss Account...	7186	0	0			
										1,54,687	14	11
			29,699	12	6	Charges.						
			32,685	14	0	Adjusting Account of Interest.						
						Dead Stock.						
			70,310	8	3	viz., Bank Premises.						
			6390	8	7	Furnishings.						
			6122	6	2	Stationery and Engraving.						
			2713	2	6	Stamp Account.						
			18,377	6	1	Government Contingent Account.						
			1,03,913	15	7							
						Investments.						
			3,82,264	6	8	Cash Credit Accounts, (Dr.)						
			36,81,852	6	1	Loan Accounts.						
						Bills Discounted—Government.						
						4,44,968 6 8 Do. Private.						
						1053 0 7 Do. Post due.						
			4,46,021	7	3							
			45,10,138	4	0	Government Securities, No. 1.						
			20,69,119	6	3	Do. ,, 2.						
			5,64,054	2	11	Bank of England.						
			1,83,478	11	2	Bank of Bombay, No. 2.						
			1,15,343	11	11	Cocanada Branch.						
			572	15	11	Bank of Bengal, No. 2.						
			2,79,088	10	0	Oriental Bank Corporation.						
			20,818	2	4	Cochin Branch.						
			3,30,462	13	10	Calicut Branch.						
			1,57,261	0	1							
			10,87,026	1	3	*Lodgements.*						
						Cash Credit Accounts, (Cr.)	3,40,818	5	7			
						Current Accounts...	16,49,971	7	6			
						Bank of Bengal, No. I.	1,69,270	13	3			
						Bank of Bombay, No. 1.	36,767	6	10			
						Unclaimed Balances...	6613	5	1			
						Suspense Account, (Cr.)	688	7	2			
										22,04,129	13	5
						Government of Fort Saint George.	.....	...	...	80,20,935	15	6
						Bills for Collection.	.....	...	...	1,22,965	10	9
						Do. Government.						
						Do. Private.						
			1,22,965	10	9							
						Bank Post Bills.....	.....	...	...	9040	0	0
						Bank of Madras Notes—						
						Rupees... 10	2590	0	0			
						,, ... 15	1625	0	0			
						,, ... 20	2420	0	0			
						,, ... 25	3975	0	0			
						,, ... 50	10,000	0	0			
						,, ... 100	27,600	0	0			
						,, ... 500	26,000	0	0			
						,, ... 1000	25,000	0	0			
						,, ... 3000						
							99,210	0	0			
			10,33,170	0	0	Notes. Written off....	25,000	0	0			
			46,28,141	2	6	Specie.						
										74,210	0	0
			56,62,678	11	4	1367 8 10 Cheques—General Account of Cash.						
										1,41,82,281	14	7
			1,41,82,281	14	7	.... Total.	.....	...	...			

(Signed) T. E. FRANCK,
Chief Accountant.

(Signed) JOHN McIVER,
Secretary and Treasurer.

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Proceedings of the Madras Government, Financial Department,
24th December 1863.

No. 109. ORDER THEREON, 24th December 1863, No. 837.

In the foregoing letter Mr. Mackey, the Auditor appointed by Government, submits a detailed report of his examination of the Accounts, Cash, Securities, &c., of the Bank of Madras to the 28th November last. This examination was conducted jointly with Mr. Franck, the Auditor appointed by the Directors of the Bank, who concurs in Mr. Mackey's observations as to the correctness of the whole and the accurate and careful method shown in keeping the Books and Accounts generally.

2. The Governor in Council considers the results of the examination to be very satisfactory, and is gratified to observe from the report and its enclosures that the Bank is in a very flourishing condition.

3. The Civil Paymaster is authorized to pass to Mr. Mackey a sum of Rupees four hundred as remuneration for his services in examining and auditing the Accounts, &c., of the Bank.

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

Exd T. O'Connor.

D

From

J. Mackey Esq

To

A. J. Arbuthnot Esq

Chief Secl to Govt

Sir,

In obedience to the Order of Govt
No 707 dated 3 Nov: 1863 I have the
honor to state that I have examined
the accounts of the Bank of Madras,
and the following observations will explain
the nature of my examination -

2 I have carefully examined the Govt
Bonds deposited with the Bank as
security for advances on Cash Credit
accounts, and also for sums lent on
Loan accounts, and find all in
order, the assignment of said Bonds
correct, and the margin ample,
the amount [illegible] the Bank

I find to be on the 28 Nov: 1863 on

Cash Credit account ——— Rs 382,264.6.8

Loan accounts ——— Rs 36,81,852.6.1

3 I have examined the whole of the Govt securities held in deposit by the Bank on account of their constituents, & left with them for safe custody, and find that they correspond with the entries in the Register of these deposits; in those cases where Bonds have been sold or transferred since the date of the last Govt Audit in Feby 1863, the authority from the owners (or their agents) of such Bonds has been produced, and finding all correct and satisfactory, the entries in said Register have been cancelled

I also find the various packages & parcels including the celebrated Silver Racing Cup, Deeds, duplicate keys, Certificates of Bank Stock, Shares, Pyx Coins, Medals &c all correct as per Reg

the bulky package being kept in a lower room at the Bank - The total sum in deposit on these accounts, is Sicca Rupees Rs 54,81,302.6

4 I have examined the Bonds in the custody of the Bank forming the Govt Reserve, the Interest on which is enjoyed exclusively by the Bank, the total amount on 23 Nov: amounted at a margin to Rs 17,92,300.— but stand charged in the books of the Bank at Premium at Rs 20,69,119.6.3 including all these Bonds are duly endorsed over to the Accountant Genl

Loans of	
32/33	Rs 9,400
35/36-Rs 2½	1,500
42/43	56,800
54/55	36,100
S.W.L.	1,000
56/57	26,100
59/60	82,400
	213,300

Rs 17,92,300

Rs 3,00,000

Rs 513,300

5 The investments made by the Bank in the purchase of Bonds on its own account I find amount to an of margin in

Rs 2,13,300

and in deposit with the Bank of Bengal ——— 3,00,000

Rs 5,13,300

costing with Premium ——— Rs 5,64,054.2.11

6. I have examined the Bonds deposited in safe custody, by the Administrator

General, and found all correct as
of the Register, the total value
of these Bonds is ——— Rs 6,63,200-
when rules have been made, the
instructions or authority of that
Officer has been produced before me -
I have examined the Bonds deposited
by M. Singara Chary, Curator Keeper
in the Bonds; as security for his fidelity,
and find they amount to Rs 50,100-
which corresponds with the Register -
& I have examined the Promissory Notes,
& other Stocks
of the Govt of India, in the custody of
the Bonds on the following accounts,
and declare the same to be all correct
as of the Register, viz,

Police Funds - Metropolitan	59,000-	
Do Mofussil	219,600-	2,78,600-
Educational		10,00,000-
St Marys Church & other bequests		3,65,200-
Agency, including deposits of Zemindar of Ramnad	12,900-	13,78,100
		16,56,700

Brought forward Rs 16,56,700-

High Court

Causes	26,23,500-	
Estates	23,800-	
Official Assignee	71,200-	27,18,500-
For Contracts & appointments		
Accountant General dept.	76,900-	
Commissariat	81,900-	
Do construction	32,200-	
Controller of Mil. Finance	35,000-	
Executive Engineer	9,400-	
Cl. Temple Ag. Asst Inspector General, Madras Police	5,000-	
Insp. Inspector Genl Medical dept	4,000-	
Superintg Govt Printing Press	2,100-	
Director of Telegraphs	1,000-	
Inspector Genl Ordnance & Magazines	7,500-	2,55,000-
Court of Wards		12,29,000-
Service Funds		
Civil	57,41,000-	
Military	78,45,400-	
Medical	55,05,700-	190,95,100-
		249,54,300-

Brought forward Rs 24,54,300-

add the Bonds noticed in

para 3, 4, 5, 6, & 7. viz,

Deposits by the Public 54,81,302,6-

Govt Reserve 1792300

Banks property } 513,300- 23,05,600
Bonds }

Administrator General 6,63,200-

Cash Keepers security 50,100- 85,00,202,6-

Grand total Silver & Govt rupees 3,34,54,502,6-

On Monday the 30th Nov: I examined the Silver & Currency Notes as it stood on the previous Saturday evening the 28th Nov: and found the total to be Rs 56,61 311,2,6

add cheques in hand to be realized by the Banks 1367,8,13

Grand total Rs 56,62,678,11,4

Of the above sum there was found in charge of the Cash Keepers

in Silver, viz,

Current coin Rs 43,100-

Do packed in a box addressed to Coconada Branch said to contain 2,000-

Do half rupees 5,000-

Do quarter Do 10,000-

Do dowthamans 8,000-

1 bag uncurrent Silver coins } 1,000- 69,000 " - "

Cash in

half annas 990-

quarter Do 990-

single pice Do 20- 2000 " -

71,100,-

1 bag of sundry Coins 1451,2,6

72451,2,6

and in Govt Currency Notes as under

311. Notes of	10. each =	3110-	
307.	20.	6140-	
271.	50.	13550-	
347.	100.	34,700-	
190.	500-	95,000-	
129.	1000-	129,000-	2,81,500 " - "

total with Cash Keepers Rs 3,53,951,2,6

The whole of the Silver with the Cash Keepers was both counted and weighed

and a portion of the Copper, and all found correct. In the Secretary's charge I found Silver & Notes as under, viz,

Single rupees	37,50,000-	
half "	1,18,000	
quarter "	14,000-	
double annas	8000-	39,90,000-
Copper - half annas	46,310-	
quarter "	373,890-	
single pice "	490-	
	520,690-	
Copper ready packed in 300 boxes for Bombay each said to contain 5 bags of 30/- in 150/- ea:	45,000-	565,690-
		45,55,690-

In Currency Notes

5103. of 10.-	= 51,030-	
3787. — 20. —	= 75,740-	
2684. — 50. —	= 1,34,200-	
1177. — 100. —	= 1,17,700-	
436. — 500 —	= 2,18,000-	
155. — 1000. —	= 155,000-	7,51,670-
		53,07,360-
add the sum in charge of Cashier		3,53,951.2.6
		56,61,311.2.6
add Cheques in hand		1,367.8.10
Grand total		56,62,678.11.4

Of the Specie in the care of the Secretary, I counted the whole number of bags and boxes, amounting as per margin to bags 19396 containing Silver & Copper

Silver 2007 Bags cont: @ 39,90,000-
Copper 17386 " @ 5,20,690-
19396 Bags
" 300 Boxes " 45000-
@ 5,65,690-
@ 45,55,690-

value ——— 45,10,690-
boxes 300 cont: Copper ——— 45,000-
@ 45,55,690-

and out of this quantity I selected indiscriminately 9 bags of Silver and 1 bag of Copper, the contents of which I counted and weighed, and found correct -

10 The following accounts have been examined & found correct,

Reserved Surplus Funds
Unclaimed Dividends
Dividend account
Interest
Commission
Exchange
Profit & Loss
Charges
Bank Stock, this account includes the

value of the Bank premises -

Other Banks

Current Accounts

11 I have examined the Bills discounted by the Bank, and find they correspond with the entries in the Bill book, the amount is Rs 446,021-7-3-

12 I find outstanding sums due by Other Banks, aggregate ——— Rs 10,87,026-14-3

out of which amount there is due by

the Cochin branch ——— Rs 330,462-13-10

Calicut Do ——— Rs 157,261-0-1

13 The Government account with the Bank exhibits a balance in its favor on the 28 Nov: of Rs 80,20,935-15-6, of this sum deducting fractional parts of a rupee, the account stands thus,

Invested in Securities ——— Rs 20,69,119-

Banks maximum ——— 15,00,000-

Rs 35,69,119-

In Silver & Copper ——— 44,51,817-

Rs 80,20,936-

14. Govt Contingent account, exhibits a debtor balance of Rs 18377-6-1, this is composed chiefly of charges on account of packing Specie, expenses of transmission of Currency Notes to the Mofussil -

15. The Bills on hand for collection amount to Rs 1,22,965-10-9-

16 Branch Banks, under this head I have to notice the establishment since the last audit of the accounts, of a Branch at Calicut, and another will shortly be opened at Cocanada - No agreement up to this date appears to have been made with Govt as to the terms upon which their business will be done; the Treasuries in those localities have certainly been made over to the Bank, but as the sums so transferred are liable at present to be absorbed in whole or in part, according to the needs of Govt, no advantage can be

said to have accrued to the Bank from said Transfer - I enclose weekly statement to 28 Nov: of transactions of the Branches at Cochin & Calicut; the balances therein shewn, as due to the Bank of Madras, will of course not agree with figures in para: 12, as the Bank's statement of 28 Nov: could not include the transactions with Branches to that date -

7 The issue and payment of Currency Notes call for no Observations, being made in conformity with clause 6 & 14 of the agreement with the Bank; I may however notice that under the Order of the Govt of India № 5513 dated 11 Nov: 1863, the Currency Commissioner has transferred to the Bank the sum of *Rs 35,00,000- from his reserve of Rs 73,00,000- without receiving any equivalent for the same, and as this is I believe the first instance in which the Currency

* for transmission to Bombay

Specie reserve has been touched Under the fact - V. 9

18 The Minutes of proceedings have been sent, but call for no Observations -

19 I enclose weekly general statement of the affairs of the Bank to 28 Nov: from which it will be seen that this Institution is in a very flourishing condition, the total liabilities payable on demand including the Govt balance of Rs 80,20,935-15-6 are only Rs 107,63,003-14-3 - Under the head "Abstract of investments bearing Interest" it will be observed that the sum so outstanding is Rs 71,43,311-13-2, against in round figures Rs 40,40,588- at the corresponding period last year, (vide weekly comparative statement enclosed), this is a proof of the energy of the Bank management, and also a promise of corresponding advantage

- in the shape of dividend to the
shareholders in due time - The only
drawback at present to this prospect
is, the enormous
drain of Specie, now, so shortly to go
to Bombay, which may for the
moment cripple the resource of
the Bank, by reducing the Govt
balance, more especially if at the
present high rate of Interest (11. 12%)
any portion of the Govt reserve should
have to be forced upon the market
at the Banks risk, to supply the
Govt requirements at that Presidency -
20 In conclusion I beg to say that
this examination has been made
conjointly with Mr R. Franck Senior,
the gentleman appointed by the Directors
to audit the accounts, who concurs
in the foregoing Observations; we must
I omit to ~~add~~ record the courtesy
rec'd from the different Officers of the

Bank, in the various departments,
and the accurate and careful method
shewn in keeping the books and
accounts generally -

I have the honor to be
Sir
Your Obedient Servant
J Innes

Acc[t] General Office
Fort St George
11 December 1863

BANK OF MADRAS.

WEEKLY COMPARATIVE STATEMENT.

	30th November 1863	Rate of Interest.	29th November 1862	Rate of Interest.	28th November 1863	Rate of Interest.
Cash Credits. Granted..	8 58 630		8 33 490		8 27 765	
Cash Credits. Drawn....	4 52 925	6 per Ct.	3 67 085	5 per Ct.	3 82 264	11 per Ct.
Loans	16 49 458	6 "	8 60 084	5 "	7 59 000	11 "
Discount Loans	12 11 174	5 "	10 68862	4 "	29 22 852	10 "
Government Bills	84 129	5 "	50	4 "	"	10 "
Private Bills	2 73 329	8 "	2 06 500	7 "	4 46 021	13 "
Govt. Securities No. 1		"	14 42 500	"	20 69 119	"
Do. No. 2	249 996	"	95 507	"	5 64 054	"
Total Investments.	39 21 011		40 40 588		71 43 310	
Deposits	20 95 636		21 69 463		22 13 317	
Government Maximum	"		15 00 000		15 00 000	
Bank Notes & Post Bills..	23 11 382		2 13 480		83 250	
Cash Credits undrawn	4 05 705		" 66 405		4 45 501	
Total Liabilities..	48 12 723		43 49 348		42 42 068	
Notes	"		12 13 300		10 33 170	
Specie	33 04 331		21 29 432		1 76 324	
Cheques	2 127		1 336		1 367	
Total Cash.	33 06 458		33 44 068		12 10 861	
Branch Balances	"		3 29 388		4 88 297	
Bankers' do.	"		6 45 637		5 98 729	
Total..	"		9 74 425		10 87 026	
Govt. Reserve,—Coin	"		31 34 896		44 51 817	
Securities.	"		14 42 500		20 69 119	
	"					
Total.			45 77 396		65 20 936	

28th November 1863

Chief Accountant.

Bank of Madras
Agency Office
Bombay 13th December 1863

To
The Secretary to the Board of Directors
Bank of Madras
Madras

Gentlemen,

I have the honor to forward herewith a Statement of the Affairs of the Bank of Madras at the close of business on the 11th instant, and to remain

Gentlemen,
Your most obedient Servant
A. J. Anderson
Chief Accountant

Dated 11th December 1863
Received 12th "

4 Enclosures—
No. 1 to 4

Duplicate of No. 3 to 1st Mail
Dated 13th December 1863
Received 15th "

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Financial &

roceedings of the [illegible]dras Govern

Read

Dated 11th Decr. 63.

Order 24th December 1863 No. 837

In the foregoing letter Mr. Mackay, the Auditor appointed by Government, submits a detailed report of his examination of the Accounts, Cash, Securities, &c., of the Bank of Madras to the 28th Nov. last. This examination was conducted jointly with Mr. Smeeth, the Auditor appointed by the Directors of the Bank, who concurred in all Mr. Mackay's observations as to the pernicious practices of the Head

g the accounts by careful
method shown in keeping
the books by Account
generally -

The Governor in Council considers the result of the examination to be very satisfactory, & is gratified to observe from the report & its enclosures that the Bank is in a very flourishing condition -

3 The Civil Paymaster is authorised to grant to Mr Mackay a sum of Rupees four hundred as remuneration for his services in examining & auditing the accounts &c of the Bank

So Sy. Sr. & Asst. General
" Civil Paymaster
" Secy & Treas. Madras Bank
" Mr. Mackay -

Financial 1863 Departt

No 837

Proceedings of Govt

Feby 3/64

24 December 1863.

A report on his Audit of the Bank accounts submitted by Mr John Muckey and Rs 400 granted him as remuneration for the same