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MADRAS RECORD OFFICE.

Government of Madras.

Financial DEPARTMENT.

G.O. No. 430 Press / Mis.

37-38.

Dated 13-9- 18 65.

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37-38

Not to be folded or roughly handled

Proceedings of the Madras Government, Financial Department,
13th September 1865.

No. 37. Read the following letter from E. H. LUSHINGTON, Esq., Secretary to the Government of India, to the Head Commissioner of Paper Currency ; dated Simla, 8th August 1865, No. 1792.

I am directed to acknowledge the receipt of your letter, No. 234, dated 27th July, submitting, for the orders of Government, an application from Lahore for four lakhs of Notes of Rupees 500 and 1000, for the Treasuries in the Punjab, and inquiring whether they should be supplied.

2. In reply, I am desired to refer you to a copy of my letter, No. 1743, dated 4th instant, addressed to the Accountant General, North-Western Provinces, from which you will perceive that it is not the intention of the Government of India to supply Notes to Local Treasuries, which are obviously intended to serve as remittances for mercantile transactions in connection with Calcutta, and not for use in the subordinate Circle to which they belong. Every facility should be afforded to promote the latter object, and of course there is no objection to an exchange of small Notes for Silver at local Treasuries, when required by private individuals for remittances on account of their own private affairs; but the Government must decline affording any such assistance when required for the purpose of trade or commerce. One of the chief objects of the Paper Currency is to promote a free circulation of Notes in the Circles to which they belong, and not to undertake the remittance business of the country, which could only be carried out to the great derangement of the Government funds, and with great loss to the merchants and shroffs who are in the habit of carrying on exchange operations as a regular business.

ORDERED that a copy of the above be sent to the Governments of Bombay, Madras, Bengal, North-Western Provinces, and the Punjab, and the Chief Commissioners, Central Provinces and Oudh.

Ordered, also, that a copy of the above be sent to the Accountants General to the Government of India, Bombay, Madras, Bengal, North-Western Provinces, and of the Punjab, and to the Deputy Accountant General, Central Provinces.

(Signed) J. E. COOKE,
Asst. Secy. to the Govt. of India.

No. 38. ORDER THEREON, 13th September 1865, No. 430.
Communicated to the Commissioner for the Issue of Paper Currency.
(True Extract).

Chief Secretary.

To the Commissioner for the Issue of Paper Currency.

Exd. J. H. Burne.

No. 1792.

FROM E. H. LUSHINGTON, ESQ.,
Secretary to the Government of India.

TO THE HEAD COMMISSIONER OF PAPER CURRENCY.

Financial Department.

Simla, the 8th August 1865.

SIR,

I AM directed to acknowledge the receipt of your letter No. 234, dated 27th July, submitting for the orders of Government, an application from Lahore for four lakhs of Notes of Rs. 500 and 1,000 for the Treasuries in the Punjab, and enquiring whether they should be supplied.

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I have the honor to be,
SIR,
Your most obedient Servant,

E. H. Lushington

Secy. to the Govt. of India.

ORDERED, that a copy of the above be sent to the Governments of Bombay, Madras, Bengal, North-Western Provinces, and the Punjab, and the Chief Commissioners, Central Provinces and Oudh.

Ordered, also, that a copy of the above be sent to the Accountants General to the Government of India, Bombay, Madras, Bengal, North-Western Provinces, and of the Punjab, and to the Deputy Accountant General, Central Provinces.

Rec'd 26th Sept. 65

Financial 1865 - Sept.

From Pres of September

The Secretary to Govern.t

of India - Financ.l Dep.t

No 1792

Dated 8.th

Rec.d 22.d } August 65 -

2 Separate Copies

No 407

Prohibiting the supply

of Currency Notes to Local

Treasuries to serve as

remittances for Mercan-

-tile transactions -

Ent

Will an Order

No 430 dated 13th Sept. 1865.

Communicated to the

Commissioner for the

issue of Paper Currency.

L to - 13 -

So Comm.r for the issue

of Paper Currency Dep.d 15/9/65

Ent 438