M.R.O. 1—77,006—8-6-37.

(1) Number of pages_____

(2) Date of repair 12.8.38

(3) Initials of the Referencer

MADRAS RECORD OFFICE.

Government of Madras.

Finance DEPARTMENT.

G.O. No. 112	Press / Mis.
23-24.	
Dated 15-3- 1866.	

5/6

23-24

Not to be folded or roughly handled

Proceedings of the Madras Government, Financial Department, 15th March 1866.

No. 23. Read the following letter from the Secretary to the Government of India, to the Chief Secretary to the Government of Madras; dated Fort William, 28th February 1866, No. 1086.

In reply to your letter No. 46, dated 30th January 1866, reporting the modifications proposed by the Bank of Madras in the terms of the contemplated new agreement with the Bank, I am directed to state that it is concluded from the 2nd paragraph of the letter from the Secretary and Treasurer of the Bank, dated 20th November 1865, that if the Government will increase by ten lakhs the limits under the present agreement (viz., 15 lakhs maximum, and 10 lakhs minimum) for the Government balances at the General Treasury, Madras, the Bank will acquiesce in the condition which the Governor General in Council is not disposed to waive, that small silver and copper coin shall be reckoned in the balance to be maintained under the new agreement.

2. I am accordingly directed to state that the Governor General in Council consents to modify the third of the conditions proposed in my letter dated 29th September 1865, and to keep in the General Treasury at the Bank of Madras an average annual balance of twenty-five lakhs of Rupees, which shall be shewn in the Bank accounts as Government balance, and should the Government balance at any time fall below twenty lakhs, interest on the difference between the actual daily balance and twenty lakhs will be paid by Government at the lowest rate of interest paid by the public on loans during the month.

3. With regard to the proposed arrangement regarding the Coimbatore Treasury, I am desired to observe that the amount of cash that from time to time may be available for transfer by the Bank to their branch Bank at Ootacamund, must be regulated by the officer in charge of the Coimbatore Treasury under general instructions from the Accountant General of Madras.

4. Should the Bank consent to enter into a new agreement on the terms of my letter dated 29th September 1865 as now modified, the Solicitor to Government, Calcutta, will be directed to prepare a revised agreement, while the Accountant General at Madras should be requested to make the necessary arrangements for transferring the business of the Loan Department to the Bank at an early date after the receipt of the agreement, and to report the transfer to this Government.

Copy forwarded to the Accountant General, Madras, for information.

No. 24. ORDER THEREON, 15th March 1866, No. 112.

The Governor in Council requests that the Accountant General will ascertain and report whether the Directors of the Madras Bank consent to enter into a new agreement with Government in the terms of Mr. Lushington's letter of the 29th September 1865, modified in the letter above recorded, and that if their reply is in the affirmative he will make the necessary arrangements for transferring the business of the Loan Department to the Bank at an early date, after the receipt of the agreement.

(True Extract).

A. J. ARBUTHNOT,
Chief Secretary.

To the Accountant General.
" Directors of the Bank of Madras.

Exd. J. Tulloch.

No. 1086.

From E. H. LUSHINGTON, Esquire,

Secretary to the Government of India,

Financial Department;

To the Chief Secretary to the Government of Madras.

Fort William, the 28th February 1866.

Financial Department.

Sir,

In reply to your letter No. 46, dated 30th January 1866, reporting the modifications proposed by the Bank of Madras in the terms of the contemplated new agreement with the Bank, I am directed to state that it is concluded from the 2nd paragraph of the letter from the Secretary and Treasurer of the Bank, dated 20th November 1865, that if the Government will increase by ten lakhs the limits under the present agreement (viz., 15 lakhs maximum, and 10 lakhs minimum) for the Government balances at the General Treasury Madras, the Bank will acquiesce in the condition which the Governor General in Council is not disposed to waive, that small silver and copper coin shall be reckoned in the balance to be maintained under the new agreement.

2. I am accordingly directed to state that the Governor General in Council consents to modify the third of the conditions proposed in my letter dated 29th September 1865, and to keep in the General Treasury at the Bank of Madras an average annual balance of twenty-five lakhs of Rupees, which shall be shewn in the Bank accounts as Government balance, and should the Government balance at any time fall below twenty lakhs, interest on the difference between the actual daily balance and twenty lakhs will be paid by Government at the lowest rate of interest paid by the public on loans during the month.

3. With regard to the proposed arrangement regarding the Coimbatore Treasury, I am desired to observe that the amount of cash that from time to time may be available for transfer by the Bank to their branch Bank at Ootacamund, must be regulated by the officer in charge of the Coimbatore Treasury under general instructions from the Accountant General of Madras.

4. Should the Bank consent to enter into a new agreement on the terms of my letter dated 29th September 1865 as now modified, the Solicitor to Government Calcutta will be directed to prepare a revised agreement, while the Accountant General at Madras should be requested to make the necessary arrangements for transferring the business of the Loan Department to the Bank at an early date after the receipt of the agreement and to report the transfer to this Government.

I have the honor to be,

Sir,

Your most obedient servant,

Ed. N. Lushington

Secretary to the Government of India.

Copy forwarded to the Accountant General Madras for information.

[Exd. N. C. Coar.]
236. 1-3-66.

Financial Department.

PROCEEDINGS of the MADRAS GOVERNMENT.

Read the following letter from the Secretary to the Government of India, Fml Department

Rec'd enter 20th Feby 1866 No 606

Order thereon 15th March 1866 No 112.

The Governor in Council requests that the Accountant General will ascertain and report whether the Directors of the Madras Bank consent to enter into a new agreement with Government in the terms of Mr Cushington's

Rec'd 28th Feby 1866
Ent'd 14th March
Desp'd
No 1086.

To Govt of India Fml Dept
Fml Dept
No 95.

Comm'g further orders in respect to the Agreement proposed to be entered into between this Govt & the Madras Bank &c.

Fml 30 Lands 66 1/3 57-53

Accountant

23. 24

Washington's letter of the
29th September 1865,
modified in the letter
above recorded, and that
if their reply is in the
affirmative he will
make the necessary
arrangements for trans-
ferring the business of
the Loan Department
to the Bank at an
early date after the
receipt of the agreement.

To the Accountant General &
Director of the
Bank of Madras

Finl 1866. Department.

No. 112

PROCEEDINGS OF GOVERNMENT,

Dated 15th March 1866

F. No. 1114 284-

9026