M.R.O. 1—77,006—8-6-37.

(1) Number of pages 16

(2) Date of repair 11-8-37

(3) Initials of the Referencer

MADRAS RECORD OFFICE.

Government of Madras.

Finance DEPARTMENT.

G.O. No. 46 Press / Mis.

51-53

Dated 30. 1 18 66.

51-53. 10/11

Not to be folded or roughly handled

Proceednigs of the Madras Government, Financial Department, 30th January 1866.

Read the following papers:—

No. 51. From the Secretary and Treasurer, Bank of Madras, to the Chief Secretary to Government, Fort Saint George; dated Madras, 20th November 1865, No. 45-1001.

I have the honor, by desire of the Directors of the Bank of Madras, to acknowledge receipt of the Proceedings of Government, Financial Department, with Order thereon of 4th November 1865, No. 519.

2. With reference to paragraph 3 of these Proceedings, I am directed to refer the Government to the alternative suggested by the Secretary of State, and to say that, as the average amount of small silver and copper coin for the past two years, as exhibited by the accompanying Memorandum, has been 10 lakhs of Rupees, unless the minimum balance be augmented to this extent, the Directors would request that, in the proposed arrangement, the minimum balance be entirely exclusive of small silver coin and copper.

3. The Directors observe with regret that, notwithstanding the recommendation of this Government, the Secretary of State for India declines to increase the allowance for establishment, or accede to a higher rate of payment than Rupees 4,000 per crore for the management of the public debt, and they also observe that no remark has been made with reference to the Treasury of the Mysore Government being handed over to the Branch of the Bank at Bangalore.

4. I am instructed particularly to request consideration by Government of the proposal made by the Bank to allow the surplus balance of the Coimbatore Treasury to be transferred to a Branch of the Bank at Ootacamund. Should this proposal be acceded to, and should it be determined that the minimum balance shall be entirely exclusive of small silver coin and copper, the Directors of the Bank will be prepared to enter into a new agreement, as proposed by the Supreme Government.

Statement showing the weekly balance of Silver small, and Copper, Coins, on hand from 1st January 1864 to 11th November 1865.

Week ending.	Weekly balance.	Week ending.	Weekly balance.	Week ending.	Weekly balance.	Week ending.	Weekly balance.
1864.		1864.		1865.		1865.	
		Bt. Forward	257,42,029			Bt. Forward	249,09,630
Jan. 9th	9,28,598	July 16th	8,75,728	January 7th	13,32,555	July 15th	8,17,732
Do. 16th	9,97,114	Do. 23rd	8,84,352	Do. 14th	13,36,330	Do. 22nd	8,76,513
Do. 23rd	10,35,683	Do. 30th	9,09,210	Do. 21st	13,08,906	Do. 29th	9,05,537
Do. 30th	10,70,467	Aug. 6th	10,05,252	Do. 28th	13,31,614	Aug. 5th	9,32,725
Feb. 6th	9,91,597	Do. 13th	10,57,640	Feby. 4th	13,55,641	Do. 12th	9,63,012
Do. 13th	9,49,817	Do. 20th	11,99,916	Do. 11th	13,79,981	Do. 19th	9,79,757
Do. 20th	9,74,194	Do. 27th	13,06,655	Do. 18th	11,51,221	Do. 26th	10,05,915
Do. 27th	4,66,599	Sept. 3rd	13,69,941	Do. 25th	7,58,197	Sept. 2nd	10,31,390
Mar. 5th	9,13,162	Do. 10th	13,88,815	March 4th	7,53,525	Do. 9th	10,37,993
Do. 12th	9,75,702	Do. 17th	14,63,586	Do. 11th	7,87,157	Do. 16th	10,37,352
Do. 19th	9,42,048	Do. 24th	15,33,246	Do. 18th	8,22,161	Do. 23rd	10,37,579
Do. 26th	9,50,213	Oct. 1st	12,86,115	Do. 25th	8,58,940	Do. 30th	10,37,414
April 2nd	9,93,317	Do. 8th	13,23,983	April 1st	8,92,591	Oct. 7th	10,36,139
Do. 9th	10,23,566	Do. 15th	12,36,794	Do. 8th	10,25,844	Do. 14th	10,36,223
Do. 16th	10,45,665	Do. 22nd	13,84,688	Do. 15th	10,02,088	Do. 21st	10,35,851
Do. 23rd	10,56,093	Do. 29th	11,81,432	Do. 22nd	6,43,135	Do. 28th	10,30,936
Do. 30th	11,15,751	Nov. 5th	13,03,004	Do. 29th	6,76,169	Nov, 4th	10,31,047
May 7th	10,97,921	Do. 12th	14,24,082	May 6th	7,08,991	Do. 11th	10,31,047
Do. 14th	11,25,705	Do. 19th	12,02,109	Do. 13th	7,51,669		
Do. 21st	11,61,292	Do. 26th	12,96,810	Do. 20th	7,51,721	Weeks 45 ÷	427,73,792
Do. 28th	9,90,954	Dec. 3rd	12,76,361	Do. 27th	7,43,109		
June 4th	8,82,665	Do. 10th	12,99,984	June 3rd	7,41,702		
Do. 11th	7,50,093	Do. 17th	12,95,456	Do. 10th	7,75,549	Average cash balance at	
Do. 18th	7,82,632	Do. 24th	13,19,512	Do. 17th	7,49,132	the end of every week	
Do. 25th	8,05,262			Do. 24th	7,28,081	in 1864—Rs.10,68,590.	
July 2nd	8,30,509	Weeks 52 ÷	555,66,700	July 1st	7,56,720	Do. 1865—Rs. 9,50,529	
Do. 9th	8,55,410			Do. 8th	7,86,899		
	257,42,029	Average per week.....	10,68,590		249,09,630	(Signed) A. R.	

Proceedings of the Madras Government, Financial Department, 30th January 1866.

No. 52. From the Secretary and Treasurer of the Bank of Madras, to the Chief Secretary to Government, Fort Saint George; dated Madras, 12th January 1866, No. 46-74.

Your Memorandum, dated 27th December, was taken into consideration at the Meeting of the Board of Directors held on the 9th instant, and, in reply, I am directed to state that, on reconsideration of the subject, the Directors are prepared to open a Branch of the Bank at Ootacamund, provided the surplus balance of the Coimbatore Treasury is transferred thereto, the Bank undertaking to pay the expense of the same, Government however refunding the Bank for the expense of conveying that portion required for the Civil, Military, and other services. The Bank besides undertakes to transfer such portion of the balance as Government may at any time require to Madras free of expense.

No 53. To the Secretary to the Government of India, Financial Department, dated Fort Saint George, 30th January 1866, No. 46.

In acknowledging the receipt of your letter of the 29th September last, No. 2637, inquiring whether the Directors of the Bank of Madras are now willing to enter into a new agreement with the Government on the terms therein specified, I am directed to submit, for the consideration of His Excellency the Viceroy and Governor General in Council, the annexed copies of letters from the Secretary, stating that the Directors are prepared to enter into a new agreement with the Government, on the terms specified in your letter now under acknowledgment, subject to the following modification and addition, viz.:—

20th November 1865, No. 45-1001.
12th January 1866, No. 46-74.

(1).—That the minimum Government cash balance shall be exclusive of small silver coin and copper; and,

(2).—That the surplus balances of the Coimbatore Treasury shall be transferred to a branch of the Bank which it is proposed to establish at Ootacamund.

2. The Governor in Council would recommend that both these stipulations should be acceded to. It will be seen, on reference to the letter from the Secretary to the Bank, under date the 12th instant, that, in the event of the surplus balance of the Coimbatore Treasury being made available for the Branch Bank which the Directors propose to establish at Ootacamund, they undertake to pay the expense of transferring such balance to Ootacamund, on condition that the Government shall refund the Bank for the expense of conveying that portion required for the Civil, Military, and other services, and that they also undertake to transfer such portion of the balance as Government may at any time require to Madras free of expense.

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

Financial, 1866 Sept.
No 10
To the Secretary to the Govt
of India
Dated 30th Jany 66
Fl 95 / 66

Ed. J. H. Burns.

Duplicate.

No 46/74. Bank of Madras.
12th Jany. 1866.

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

Sir, Your Memo. of 27th December was taken into consideration at the meeting of the Board of Directors held on the 9th Instt.; and in reply I am directed to state that on re-consideration of the subject, the Directors are prepared to open a Branch of the Bank at Ootacamund, provided the surplus Balance of the Coimbatore Treasury is transferred thereto, the Bank undertaking to pay the Expense of the same, Government however refunding the Bank for the Expense of conveying that portion required for the Civil, Military and other Services. The Bank besides undertakes to transfer such portion of the Balance, as Government may at any time require, to Madras free of Expense.

I have the honor to be,
Sir,
Your most obdt. Servt.

J M° Lay
Secy. & Treasurer

Financial 8th Dec 1865

From
Secy to Treasurer-Govt Bank
Bank No 46/1864

No 1246

Fort St George
The 12th January 1866

Recd 55th

Ans

Submitted for orders
under reference to the Dirs
& letter addressed to
Treasurer Madras Bank
Dr Thearmand —

25

Fort St George
Oct 46
1866
Jany

Accountant General's Office,
Madras, 20th Dec. 1865

7

My dear Arbuthnot

From having been present when the discussion took place, I know that the Bank intend to accept the terms offered by Govt — though one would scarcely suppose such to be the case from the tenor of the Secretary's letter. I have no remarks to offer on the sub letter further than that the

Statement of the Secy regarding the large amount of small Silver & Copper in Circn.

F. Linthwaite Asst

Statement shewing the weekly balance of Silver Small & Copper Coins on hand from 1st January 1864 to 11th November 1865

Week ending	Weekly Balance	Week ending	Weekly Balance	Week ending	Weekly Balance	Week ending	Weekly Balance
1864				1865			
January 9	9.28.598	July	25742029	Jany 7	1332555	Forwd	24909630
16	997114	" 16	875728	14	1336330	July 15	817732
23	1035693	" 23	884852	21	1308906	22	876573
30	1070467	" 30	909210	28	1331614	29	905537
February 6	991597	August 6	1005252	Feby 4	1355644	August 5	932725
13	949817	" 13	1057640	11	1379981	12	963012
20	974194	" 20	1199916	18	1151221	19	979757
27	466599	27	1306655	25	758197	26	1005915
March 5	943162	April 3	1369941	March 4	753525	Sept 2	1031390
12	975702	10	1388815	11	787157	9	1037993
19	942048	17	1463586	18	822164	16	1037352
26	950213	24	1533246	25	858940	23	1037579
April 2	993317	October 1	1286115	April 1	892591	30	1037414
9	1023566	8	1323983	8	1025844	Oct 7	1036139
16	1045665	15	1236794	15	1002088	14	1036223
23	1056093	22	1384688	22	643135	21	1035857
30	1115751	29	1181432	29	676169	28	1030936
May 7	1097921	Nov 5	1303004	May 6	708991	Nov 4	1031047
14	1125705	" 12	1424082	13	757669	11	1031047
21	1161292	19	1202109	20	757721	weeks.	
28	990967	26	1296810	27	743109	45	42773792
June 4	882665	Decr 3	1276361	June 3	741702		
11	750093	10	1299984	10	775449		
18	782632	17	1295456	17	749132		
25	805262	24	1319512	24	728081		
July 2	830509			July 1	756726		
9	856410	Weeks 52	55566700	8	786899		
	25742029				24909630		

Bank of Madras
Madras 20 nov 865
N° 45/1001

The Hon'ble A. J. Arbuthnot
Chief Secy. to Govt
Fort St George

Sir

1 I have the honor by desire of the Directors of the Bank of Madras to acknowledge receipt of the Proceedings of Government, Financial Depart. with Order thereon of 4th nov 865 N° 579.

2 With reference to para 3 of those Proceedings, I am directed to refer the Government to the alternative suggested by the Secretary of State, and to say, that as the average amount of small Silver and Copper Coin for the past two years, as exhibited by the accompanying memo, has been to lacs of Rupees, unless the minimum Balance be augmented to this extent, the Directors would regret that in the proposed arrangement, the minimum Balance be entirely exclusive of small Silver Coin and Copper.

3. The Directors observe with regret that notwithstanding the recommendation of this Government, the Secretary of State

for India declines to increase the allowance for Establishment, or accede to a higher rate of payment than Rs 4000 per Crore for the management of the Public Debt; and they also observe, that no remark has been made with reference to the Treasury of the Mysore Government being handed over to the Branch of the Bank at Bangalore.

4. I am instructed particularly to request consideration by Government of the proposal made by the Bank to allow the surplus Balance of the Coimbatore Treasury to be transferred to a Branch of the Bank at Ootacamund. Should this proposal be acceded to, and should it be determined that the minimum Balance shall be entirely exclusive of small Silver Coin and Copper, the Directors of the Bank will be prepared to enter into a new agreement as proposed by the Supreme Government

I have the honor to be
Sir
Your most obed Servt

J Mc Ivor
Secretary and Treasurer

Desp 1/2

15

Financial Department.
No. 46.

To

The Secretary to the Government
of India.

Financial Department.

Sir,

I am acknowledging the receipt of your letter of the 29th September last (No 1053) enquiring whether the Directors of the Bank of Madras are now willing to enter into a new agreement with the Government on the terms therein specified, I am directed to submit for the consideration of His Excellency the Viceroy and Governor General in Council the annexed copy of a letter from the Secretary, stating that the Directors are prepared to enter into a new agreement with the Government on the terms specified in your letter

now

20 Nov/65 - N° 45/1011

Rec. 4 Nov/65 - Re 15/16 -

From
Secretary & Treasurer
Bank of Madras
No 55/1011
Dated 20 Nov 1865
Rec'd 24 Nov
No 5773
Read

Financial Dep't

Consg the orders
of the Directors with
reference to some of
the terms proposed
for entering into a
new agreement with
them -

284

No 95 of 66.

52
57-53

now under acknowledg-
-ment subject to the
following modification
and addition viz:—

(1) that the minimum
Government cash balance
shall be exclusive of
small silver coin and
copper.

and (2) that the surplus
balances of the Coim-
-batore Treasury shall
be transferred to a
Branch of the Bank
which it is proposed
to establish at
Cotacammund.

The Governor in Comcil
would recommend that
both these stipulations
should be acceded to.
It will be seen on re-
-ference to the letter from
the Secretary to the
Bank under date the
12 instant that in the
event of the surplus balance
of

of the Coimbatore Treasury
being made available
for the Branch Bank
which the Directors propose
to establish at Cotacamund,
they undertake to pay
the expense of transferring
such balance to Cotaca-
-mund, on condition that
the Govt. shall refund
the Bank for the expense
of conveying that portion
required for the Civil,
Military and other Services;
and that they also
undertake to transfer
such portion of the
Balance as Govt. may
at any time require
to Madras free of
expense.

Fort St. George.
30 January 1866

46

Financial 1866. Departt.

№ 46.

To

The Secy. to the Govt.
of India

Dated 30 January 1866.

Rec'd 2 Feby

F 1866 5 66

New Agreement with Bank of Bengal

57 of 53.

9398/RH