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(3) Initials of the Referencer

MADRAS RECORD OFFICE.

Government of Madras.

Financial DEPARTMENT.

G.O. No. 18 Press / Mis.

20-21

Dated 14-1- 18 67.

20-21 4/5

Not to be folded or roughly handled

Proceedings of the Madras Government, Financial Department, 14*th January* 1867.

No. 20. Read the following letter from the Accountant General, Madras, to the Chief Secretary to Government, Fort Saint George ; dated Fort Saint George, 7th December 1866, No. 306.

Book Department.

Referring to my letters of the 31st August last, No. 189, and 3rd October, No. 227, and to the Order of Government passed thereon, relative to the investment in 4 per cent. Government Promissory Notes of Regimental Cart Funds, I have the honor to observe that the order of His Excellency the Commander-in-Chief, which has been issued on the subject, does not appear to have been correctly understood, for while some Officers claim to have the whole of their Cart Funds withdrawn from the Savings' Bank, and invested in 4 per cent. Non-transferable Notes, immediately the maximum limit of Rupees 2500 has been passed ; others, retaining Rupees 2500 in the Savings' Bank, require the Secretary to invest at once the surplus, however small, in Non-transferable Notes.

2. Both of the above views, I submit, are erroneous, as no investment in Non-transferable Notes should, in my opinion, be made until the Cart Funds reach Rupees 3000, and then only for the surplus above Rupees 2500. The Non-transferable Notes, it must be remembered, bear a higher* rate of interest than Savings' Bank deposits, and it is not expedient that they should be ever issued in less than even sums of Rupees 500 each.

* One quarter per cent.

3. If the Government concur in my opinion as above expressed, the necessary instructions will be issued to the Secretary of the Savings' Bank on the subject.

No. 21. ORDER THEREON, 14th January 1867, No. 18.

The Government concur in the views of the Accountant General, which will accordingly be acted upon.

(True Extract).

Chief Secretary.

To the Military Department.
,, Secretary and Treasurer, Madras Bank.
,, Accountant General.

Exd. J. Tulloch.

BOOK DEPARTMENT.

No. 306

Fort Saint George.
Accountant General's Office,
7th December 1866.

FROM THE ACCOUNTANT GENERAL
TO THE GOVERNMENT OF MADRAS.

To The Chief Secretary to Government.

Sir,

Referring to my letters of the 31st August last, No 89 and 3d October No. 227, and to the orders of Govt. passed thereon relative to the investment in 4 per Cent Government Promissory Notes of Regimental Cant Funds, I have the honor to observe that the orders of His Excellency the Commander-in-Chief which has been issued on the subject, does not appear to have been correctly understood, for while some officers claim to have the whole of their Cant Funds withdrawn from the Savings' Bank, and invested in 4 per Cent Non Transferable Notes immediately the maximum limit of Rs 2,500, has been passed. others, retaining Rs 2,500 in the Savings' Bank, require the Secretary to invest at once the surplus, however small in Non Transferable Notes.

2. Both of the above views, I submit, are erroneous, as no investments in Non Transferable Notes should, in my opinion, be made until the Cant Funds reach Rupees 3,000, and then only for the surplus above Rupees 2,500. The Non Transferable Notes it must be remembered, bear a

higher

higher rate of Interest than Savings' Bank deposits, and it is not expedient that they should be ever issued in less than even sums of Rupees 500 each.

+ one quarter per cent.

If the Government concur in my opinion as above expressed, the necessary instructions will be issued to the Secretary of the Savings Bank on the subject.

I have the honor &c

Sir

Your Obedient Servant

G. Cumming

Accountant General.

Compd. 1876

Copied

Rec: 3d October 1866. 37441

1866

Judicial Department.

From The Accts. General
Fort Saint George

To The Chief Secretary
to Govt.

Dated 7/12 Decr. 1866
Rec'd 10

No. 306

No. 498.

Observes that the orders of H.E. the Commander in Chief which has been issued on the subject of investing Regimental Cant. Funds @ 4% Govt. Pro: Notes. . . . seems not to have been rightly understood by Comdg Officers With an order

20-21.

14th Jany. 1867 No. 18.

The Government concur in the views of the Accountant General which will accordingly be acted upon.

To the Military Dept
— Secy and Treasurer Madras Bank
— Accountant General