Fin.

Go. 396 dl 28.8.1867

19 6/81 13068/R#/81

Re-Am 7/6/82

M.R.O. 1—77,006—8-6-37.

(1) Number of pages 6.

(2) Date of repair 5-9-38.

(3) Initials of the Referencer

MADRAS RECORD OFFICE.

Government of Madras.

Financial **DEPARTMENT.**

G.O. No. 396 Press / Mis.

53-54

Dated 28-8- 18 67.

53-54 4/5

Not to be folded or roughly handled

Proceedings of the Madras Government, Financial Department, 28th August 1867.

No. 53. Read the following letter from the Secretary to the Government of India, to the Chief Secretary to Government, Fort Saint George ; dated Simla, 7th August 1867, No. 1943.

In reply to your letter, No. 276, dated 25th June 1867, I am directed to forward to you copy of a letter addressed to the Bank of Bengal, No. 1334, dated 8th July 1867, and to observe that, for the reasons therein set forth, the Governor General in Council is unable to entertain the request of the Bank of Madras for opening a Branch Bank at Bombay.

2. With reference to the 2nd paragraph of your letter, I am to add that it is questionable whether the 35th Section of the Madras Act, No. VI of 1866, gives His Excellency the Governor in Council at Madras the power of sanctioning the establishment of a Branch Bank beyond the jurisdiction of His Excellency's Government.

From the Secretary to the Government of India, Financial Department, to the Secretary and Treasurer, Bank of Bengal; dated 8th July 1867, No. 1334.

In reply to your letter of the 25th ultimo, proposing to open a Branch Bank at Bombay, I am directed to state that the Government cannot consent to a measure which would have the effect of anticipating the decision of the shareholders of the Bank of Bombay at the special General Meeting of that body to be holden on the 12th of next month, for the purpose of considering the proposal for amalgamation of the Bank of Bombay with the Bank of Bengal.

2. I am to add that independently of the foregoing objection the Government of India cannot sanction your request, pending the decision of the Secretary of State on the question of the amalgamation of the two Banks.

(True Copy.)

(Signed) R. H. HOLLINGBERY,
Asst. Secy. to the Govt. of India.

No. 54. ORDER THEREON, 28th August 1867, No. 396.

Ordered that the foregoing letter, with the letter therein referred to, be communicated to the Directors of the Bank of Madras, in reference to their Secretary's letter, dated the 12th June last, No. $\frac{48}{1086}$.

(True Extract)

Acting Chief Secretary.

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

Exd. J. Tulloch.

No. 1334, dated 8th July, 1867

From

E. A. Lushington Esqre
Secy: to the Govt. of India
Financial Department

To,

The Secretary & Treasurer
Bank of Bengal

In reply to your letter of the 25th ultimo, proposing to open a Branch Bank at Bombay, I am directed to state that the Govt. cannot consent to a measure which would have the effect of anticipating the decision of the Shareholders of the Bank of Bombay at the Special General Meeting of that body to be holden on the 12th of next month for the purpose of considering the proposal for amalgamation of the Bank of Bombay with the Bank of Bengal.-

2. I am to add that independently of the foregoing objection the Government of India cannot sanction your request pending the decision of the Secretary of State on the question of the amalgamation of the two Banks.-

(A true copy)

Asstt Secy: to the Govt. of India

28 7/15

Read 28th July 1867
Ans. 7th Aug. 1867

No. 1943.

FROM

E. H. LUSHINGTON, Esq.,
Secretary to the Government of India,

To

The Chief Secretary to the
Govt. of Fort St. George

Financial Dept.

SIMLA, *the* 7th August 1867.

SIR,

In reply to your letter No. 276 dated 25th June 1867, I am directed to forward to you Copy of a Letter addressed to the Bank of Bengal No. 1334 dated 8th July 1867, and to observe that for the reasons therein set forth the Governor General in Council is unable to entertain the request of the Bank of Madras for opening a Branch Bank at Bombay.

2 With reference to the 2d para: of your letter I am to add that it is questionable whether the 35th Section of the Madras Act No. 6 of 1866, gives his Excellency the Governor in Council at Madras the power of sanctioning the establishment of a Branch Bank beyond the jurisdiction of His Excellency's Govt.

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

H. L. Lushington
Secy: to the Govt. of India

25 June

Rec'd
Secy to Govt of India
Finl Dept
No 194

28 August 1867 No 394

Ordered that the foregoing Letter with the Letter [illegible] communicated to [illegible] to be laid before the Directors of the Bank [illegible] Directors in reference to the Madras [illegible] Secretary's Letter dated Fort St George 12th June last, No 10

Rec'd
20 Aug
Recd

No. 394

States that the Govt of India cannot sanction the opening of a Branch of the London Bankers Bank in the manner stated