

Initials of
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CONCERNS BOTH BRITISH INDIA
AND INDIAN STATES.

RAILWAY BRANCH.

DATED 5th Aug 1899

[Despatch Abstract.]

Travancore Branch of the S. Ry.

Directing the Resident in Travancore
+ Cochin to report as early as possible in
regard to the two points raised by the Govt of
India, ^{viz.} (1) Whether the Durbar consents to
underwrite the Secy of State's guarantee at
such higher rate than $2\frac{1}{2}$ per cent as may
be found necessary for raising debentures
for the —; and (2) Whether the Durbar
is prepared to join the Govt in paying
interest out of revenue during con-
struction.

Y

of Madras.
WORKS.

Enclosures

Spare copies

5th August 1899.

AUGUST.

Directing the Resident in Travancore and Cochin to report as early as possible in regard to the two points raised by the Government of India, viz., (1) whether the Durbar consents to underwrite the Secretary of State's guarantee at such higher rate than $2\frac{1}{2}$ per cent. as may be found necessary for raising debentures for the —; and (2) whether the Durbar is prepared to join the Government of India in paying interest out of revenue during construction.

G.O.

No.

Department.

Date.

RAILWAY.

Government {1899} of Madras.
PUBLIC WORKS.

Press
Museum proof
early *R.*
23/11/92

Proof for approval
Print

Recd.

Regd.

} 1899.

Enclosures

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G.O., No. 860 Ry., 5th August 1899.

AUGUST.

FURTHER PAPERS.

G.O.

No.

Department.

Date.

G.O.

No.

Department.

Date.

Travancore Branch of the South Indian Railway

Directing the Resident in Travancore and Cochin to report as early as possible in regard to the two points raised by the Government of India, viz., (1) whether the Durbar consents to underwrite the Secretary of State's guarantee at such higher rate than $2\frac{1}{2}$ per cent. as may be found necessary for raising debentures for the —; and (2) whether the Durbar is prepared to join the Government of India in paying interest out of revenue during construction.

GOVERNMENT OF MADRAS.

PUBLIC WORKS DEPARTMENT.

Railway.

S/- Read again the following paper:-

G.O., No. 781 Ry., dated 6th June 1898.

Read also the following papers:-

G.O., No. 580 Ry., dated 15th May 1899.

Order—No. 687 Ry., dated 22nd June 1899.

The Government of India will be addressed.

From—The Joint Secretary to the Government of Madras, P.W. Dept., Ry. Branch.
To—The Secretary to the Government of India, Public Works Department.
Dated—22nd June 1899, No. 688 Ry.

Referring to your letter No. 96 A.R., dated the 3rd May 1899, allotting a grant of seven lakhs for expenditure on the Travancore branch of the South Indian Railway for the current year, and referring also to paragraph 5 of my letter No. 549 Ry., dated the 9th May 1899, I am instructed to enquire whether or not it is intended that the South Indian Railway Company should endeavour, this season, to raise debentures for the construction of the Travancore section.

2. In the absence of any instructions from the Government of India as to what it is intended should be done in this matter, it is not easy to effectively supervise the arrangements in regard to staff, &c., which the South Indian Railway Company propose to make. If, moreover, there is a reasonable hope of more money becoming available, through the raising of debentures, it will be advisable to send home indents for rails, girders, &c., which necessarily take a considerable time to be made and despatched.

Telegram from—The Joint Secy. to the Govt. of Madras, P. W. Dept., Ry. Branch.
To—The Secretary to the Government of India, Public Works Department.
Dated—29th June 1899, No. 14 A.

Travancore Durbar advancing seven lakhs for work on Travancore branch within its territory, pending repayment when South Indian Railway has raised debentures. The advance is being accepted and programme for its expenditure being arranged. But Durbar wants to know when likely to be repaid. Can you learn from India Office and inform this Government?

From—The Secretary to the Government of India, Public Works Department.
To—The Joint Secretary to the Government of Madras, P.W. Dept., Ry. Branch.
Dated—10th July 1899, No. 1313 R.C.

I am directed to acknowledge the receipt of your communications noted in the margin, in the former of which you enquire whether or not it is intended that the South Indian Railway Company should endeavour, this season, to raise debentures for the construction of the Tinnevelly-Quilon Railway, and in the latter of which you intimate that an advance of Rs. 7,00,000 is being accepted from the Travancore Durbar for commencement of work on the Native State section of that railway, pending repayment when the debentures have been raised.

2. In reply, I am to say that it was originally intended that the necessary funds for the construction of the Tinnevelly-Quilon Railway should be raised by the South Indian Railway Company under the sterling guarantee of the Secretary of State at the rate of $2\frac{1}{2}$ per cent. per annum, but that intimation has been received from the Secretary of State that as the Directors of the South Indian Railway Company are unable at present to raise debentures at that rate of interest at par, His Lordship proposes to authorise the Company to raise the entire capital required, subject to such alteration of the rate of interest as may be found necessary to secure the capital at or near par.

3. As this alteration in the rate of interest will require the concurrence of the Travancore Durbar under their guarantee to underwrite the interest on the capital required for the Native State section of the railway, I am to request that it may be ascertained whether the Durbar agree to a higher rate of interest if the Secretary of State decides that it is necessary to give it. At the same time it should be ascertained whether the Durbar are prepared to pay their proportionate share of interest during construction.

4. As regards the advance of Rs. 7,00,000 by the Travancore Durbar for the commencement of work on their portion of the line, I am to say that the Government of Madras should not enter into any financial arrangement with the Durbar for the supply of funds without previous reference to the Government of India.

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Telegram from—The Secretary to the Govt. of India, Public Works Department.
To—The Joint Secretary to the Government of Madras, P.W. Dept., Ry. Branch.
Dated—4th August 1899, No. 1482 R.C.

Your telegram of twenty-first ultimo regarding Tinnevelly-Quilon Railway. Interest during construction will not be paid out of Capital. Government will bear their share out of general revenues and Travancore Durbar has to find its share.

ORDER—No. 860 Ry., dated 5th August 1899.

The Resident in Travancore and Cochin will report as early as possible in regard to the two points raised by the Government of India, viz., 1st, whether the Travancore Durbar consents to underwrite the Secretary of State's guarantee at such higher rate than $2\frac{1}{2}$ per cent. as may be found necessary for raising debentures for the Travancore branch; and 2nd, whether the Travancore Durbar is prepared to join the Government of India in paying interest out of revenues during construction.

(True Extract.)

FRANCIS J. E. SPRING,
Joint Secretary.

To the Consulting Engineer for Railways.
" Examiner, Guaranteed Railway Accounts.
" Agent, South Indian Railway.
" Political Department.
" Resident in Travancore & Cochin.

Exd. A. Rungaswamy Aiyangar.

Government {1899} of Madras.

PUBLIC WORKS.

Recd.

Regd.

} 1899.

Enclosures

Spare copies

G.O., Nos. 1021, 1022 Ry., 12th September 1899.

SEPTEMBER.

Travancore Branch of the South Indian Railway

Directing that the Government of India be informed that the Travancore Durbar agrees to underwrite the Secretary of State's guarantee for the Native State section of the — at such rate as may be found necessary for raising debentures; also that the Durbar consents to pay its share of interest during construction out of the revenues of the State.

GOVERNMENT OF MADRAS.

PUBLIC WORKS DEPARTMENT.

Railway.

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Dated—22nd June 1899, No. 688 Ry.

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2. In the absence of any instructions from the Government of India as to what it is intended should be done in this matter, it is not easy to effectively supervise the arrangements, in regard to staff, &c., which the South Indian Railway Company propose to make. If, moreover, there is a reasonable hope of more money becoming available, through the raising of debentures, it will be advisable to send home indents for rails, girders, &c., which necessarily take a considerable time to be made and despatched.

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To—The Joint Secretary to the Government of Madras, P.W. Dept., Ry. Branch.
Dated—10th July 1899, No. 1313 R.C.

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2. In reply, I am to say that it was originally intended that the necessary funds for the construction of the Tinnevely-Quilon Railway should be raised by the South Indian Railway Company under the sterling guarantee of the Secretary of State at the rate of $2\frac{1}{2}$ per cent. per annum, but that intimation has been received from the Secretary of State that as the Directors of the South Indian Railway Company are unable at present to raise debentures at that rate of interest at par, His Lordship proposes to authorise the Company to raise the entire capital required, subject to such alteration of the rate of interest as may be found necessary to secure the capital at or near par.

3. As this alteration in the rate of interest will require the concurrence of the Travancore Durbar under their guarantee to underwrite the interest on the capital required for the Native State section of the railway, I am to request that it may be ascertained whether the Durbar agree to a higher rate of interest if the Secretary of State decides that it is necessary to give it. At the same time it should be ascertained whether the Durbar are prepared to pay their proportionate share of interest during construction.

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Telegram from—The Joint Secy. to the Govt. of Madras, P.W. Dept., Ry. Branch.
To—The Secretary to the Government of India, Public Works Department.
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Telegram from—The Secretary to the Govt. of India, Public Works Department.
To—The Joint Secretary to the Government of Madras, P.W. Dept., Ry. Branch.
Dated—4th August 1899, No. 1482 R.C.

Your telegram of twenty-first ultimo regarding Tinnevely-Quilon Railway. Interest during construction will not be paid out of Capital. Government will bear their share out of general revenues and Travancore Durbar has to find its share.

Order—No. 860 Ry., dated 5th August 1899.

The Resident in Travancore and Cochin will report as early as possible in regard to the two points raised by the Government of India, viz., 1st, whether the Travancore Durbar consents to underwrite the Secretary of State's guarantee at such higher rate than $2\frac{1}{2}$ per cent. as may be found necessary for raising debentures for the Travancore branch; and 2nd, whether the Travancore Durbar is prepared to join the Government of India in paying interest out of revenues during construction.

From—The Resident in Travancore and Cochin.
To—The Chief Secretary to Government.
Dated—28th August 1899, Ref. on C. No. 2619.

In reply to G.O., No. 860 Ry., dated 5th August 1899, communicated with G.O., No. 519, Political, dated 8th idem, I have the honour to state that His Highness the Maharajah of Travancore agrees to underwrite the Secretary of State's guarantee at such higher rate than $2\frac{1}{2}$ per cent. as may be found absolutely necessary for raising debentures for the Travancore branch of the South Indian Railway and is also prepared to join the Government of India in paying interest out of revenue during construction.

Order—No. 581, Political, dated 2nd September 1899.

Communicated to the Public Works Department, Railway Branch, with reference to Proceedings, No. 860 Ry., dated 5th August 1899.

ORDER—No. 1021 Ry., dated 12th September 1899.

The Government of India will be informed accordingly.

[Here enter No. 1022 Ry., dated 12th September 1899.]

(True Extract.)

FRANCIS J. E. SPRING,
Secretary.

To the Consulting Engineer for Railways.
„ Political Department.
„ Resident in Travancore and Cochin.
„ Agent, South Indian Railway.
„ Examiner of Railway Accounts, Madras.

From—The Secretary to the Government of Madras, P.W. Dept., Ry. Branch.
To—The Secretary to the Government of India, Public Works Department.
Dated—Ootacamund, 12th September 1899, No. 1022 Ry.

In reply to your No. 1313 R.C., dated the 10th July 1899, I am instructed to inform you that His Highness the Maharajah of Travancore agrees to underwrite the Secretary of State's guarantee at such higher rate than $2\frac{1}{2}$ per cent. as may be found absolutely necessary for raising debentures for the Travancore branch of the South Indian Railway.

2. The Maharajah is also prepared to join the Government of India in paying interest during construction out of the revenues of Travancore State.

Exd. Shaik Karim.

AR. 800R present
Please send a
proof of this report.

23-8-99

The communication to Resident in Travancore
& Cochin is omitted.

Use.
25/9/99

a, Public Works Department, No.

A. R., dated the 3rd May 1899,

expenditure on the Travancore branch

current year, and referring also

dated the 9th May 1899, I am instructed

whether or not it is intended that the South Indian Railway Company should endeavour, this season, to raise debentures for the

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2. In the absence of any instructions from the Government of India as to what it is intended should be done in this matter, it is not easy to effectively supervise the arrangements in regard to staff ^{etc.} which what the South Indian Railway Company propose to make. If, moreover,

there is a reasonable hope of more money becoming available, through the

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Order—No

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Exd. Shaik Karim.

Letter to the Government of India, Public Works Department, No. 688 Ry., dated the 22nd June 1899.

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Print
PUBLIC WORKS DEPARTMENT.

Railway Branch.

C
Press
Please send proof in P. form
25/8/24
PROCEEDINGS OF THE MADRAS GOVERNMENT.

UNDER date the

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2. In reply, I am to say that it was originally intended that the necessary funds for the construction of the Tinnevely-Quilon Railway should be raised by the South Indian Railway Company under the sterling guarantee of the Secretary of State at the rate of 2½ per cent per annum, but that intimation has been received from the Secretary of State

28

that as the Directors of the South Indian Railway Company are unable at present to raise debentures at that rate of interest at par, His Lordship proposes to authorise the Company to raise the entire capital required, subject to such alteration of the rate of interest as may be found necessary to secure the capital at or near par.

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4. As regards the advance of Rs. 7,00,000 by the Travancore Durbar for the commencement of work on their portion of the line, I am to say that the Government of Madras should not enter into any financial arrangement with the Durbar for the supply of funds without previous reference to the Government of India.

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Order thereon:—No. 860 Ry., dated 5th August 1899.

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38

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(True Extract)

(Signed) Francis J.E. Spring,

Joint Secretary.

To,

The Consulting Engineer for Railways.

" Examiner, Guaranteed Railway Accounts.

" Agent, South Indian Railway.

Resident Travancore & Cochin
Political Dept.

No. 860 Ry., 5TH AUGUST 1899.

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PUBLIC WORKS DEPARTMENT.

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Proof for approval

31/8/99

Read also
G.O. No. 580 Ry dated 15.5.99

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Press
The G.O. (580 Ry)
of 15.5.99 read in
G.O. 687 Ry of 22.6.99
she have been quoted.

Please send fresh
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minutes to the
Director
for approval

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