Scortary of State.

1908.

No. Confidential. C. Ha DEF/NCA/1#1

Scortary of State.

(SUBJECT.)

1908

1 July

Coal and other haral Stores
al: Pref. Stanley

Previous Papers.

(MINUTES.)

C.S,

The best way to give effect to the wishes of the Lords of the Admiralty with regard to the deficiency in the stock of coal would I think be to appoint a Commission of enquiry consisting of yourself and Mr Hurst, and I therefore appoint you accordingly for the purpose of making a report upon the questions raised.

Should a formal Commission be requisite please have same prepared.

You will ofcourse require to visit the Naval Depot, measure the coal now in stock, and ascertain whether it all necessary steps have been taken to prevent its any being removed without authority.

The last Admiralty auction realized such very poor prices, many of the more valuable articles being simply given away, that it seems to me that it is worthy of consideration whether it would not be better for the offer to Admiralty's interests if the Govrt were to take over the whole of the articles marked in red for a lump sum.

This could be looked into later.

__

15/8/08

WZ 4

Spoking

Subsequent Papers.

277/09

It. The Governor.

We had hoped to be in a position to present our report in time for transmission by the incoming mail, but regret that we are matter to do so, as there are various matters in regard to which we have not yet been able to satisfy ourselves, and are surking further information.

1.7. W.T.

In Engineer of his Service are and all sufficient waron for some what.

7.8.00

1.1. The Governord.

Report hounts:

1.1. U.S.

2.10.08

Departmental No.

/ am much obliged brigan
and N. Hurst for rom com.

hechen Live and valuable

report.

Please betwee have

three lyted colies for S.S.

(I attack some lifte

withing taken)

Conf. clespatch

with drenwe).

Hon. G. Hurst.

7 or your information.

2.10.08

Hon. Col: Secretary

Many Manks

L. Hword

2.10.08 Afteraurer

1. The Grovener . Three typed office of the Keyfort havewith. 2. Mr. Hurst of ware glad to be of service in this matters.

3.10.08

C.S Typed colies ofthe with drawn with Report Cumiles . Wha

7.10.08

Minute from 15. the governor, dated 8.4.1909

to action

IT. the yours. I have taken a copy of the admirally laster to be filed with the papers, so that the Coul despatch can be with the work. 17.1.11 16.4.09

Sheet No. 3

Departmental No.

C.S.

The Officer on Charge of the Naval Depot (Atkins) shd now hand over to Govrt the articles marked X on the attached list in Conf. despatch of 27 Febry, and matrice strike same off the Naval Depot stock list.

Vrs shd then be passed in favour of the Admiralty for £35 and credited to Navy Funds in the usual way. The amount shd be charged to a new item 'Purchase of Stores from Admiralty'.

The atticles so purchased shd be taken into stock and issued in the usual way to the different Departs as required.

The stores unticked on the Admiralty statement attached constitutes the balance of stores at the Naval Depot in charge of the Colonial Govrt.

Later, when effect has been given to the above, wh please return me the Conf. despatch.

Minute la Officer in Charge. In. P. 277/1909.

knem o from Governor of 24.9.09.

H. F the Governor

Willedware. 29.

Departmental No.



Sheet No.

a. c. s Some time a/o

Cheek was an entiny

held into a Chortage

1 Alexe coel at an

Naval Debot.

Mer. S; Conf. derfelch

1 2) Tielling in commection

Cuerenith dre unt.

appear to herve been

Amned trone.

Mare chim.

24.9.04

Maral Coaling Despot Falkland Islands. Aug 9th 1905.

Mª Dading

Will you please let me have a Receipt in Auplicate for the 5 % ton S. also y ton S. af Cool. I sawed on the 21st fully 05. From the admirally stock of Coal, now Stored in the 7. I. C. Auck Yarland. Also I that he flad if you will let me know the Charge for day for storage of any Coal in the stulk Carland. The admiralty have requested that the forwarded.

Sam Sir. Jours Sincerely & Herring. naral Coaling Dejoit. Stanley. 5 april 05.

M. Warding

Weil you folian an ange to let me have another Nucle, anchored mear the Camber at the Maral Couling Depoit.

On we have rearly Completed the discharge of the Vicar of 197ay.

I shall be flad if you could an angle to be me have the thalk along side first thing tomorrow morning.

Yours Sincerely Externiz. naval Coalina Depot Stanley. 26th april 05.

Mr. Franding Dear Sir

Will you please make an au gements to remove the Itulk auchored near the haral works, as we shall complete her discharge this afternoon.

I shall he glad if you will bet me have she Capricom Duck. anchored in the same Place tomorrow Morning, she 27th april.

Trusting the above will meet with your approval.

Sau Fours Sincerely Externing.

Maral Coaluis Depoil Stanley.

6 . mar. or.

mr Violing

Dear Si

Will you please an ange to les of Clipson have obe rucessary sear for aircharging ohe lighter, which is an chored man obe hard wants.

1 Winch . I Blocks. Perpe. Shuse. also some 10 askets.

Orunderstood ohe lighten men supopolied with lepting fear unich TC. for disch arging Cargo.

Trusting you will attend do whi, as ofe work as present, is as a Standstill.

Yours Sincerely Externice 245.0. Maral Coaling Depot Stanley. 4. J. 14. 44. 05.

My Harding Sir

I received your letter dated, the 14th 4th. and beg to acquaint you shat the Sofala is at the present moment under demurrage at the rate of \$36. Ber day.

If this is to continue for a week it will be a very serious matter for the admiralty of thenefore earnestly trust that you will see your way clear to make some an an general. for receiving the Coal from the Ship.

And Sare this heavy expense

Yours Sincerely Externice.

nang Pourl

m. Harden a

I understand you propose To keep a certain amount of coal in one of ohe hulks for a time. I should like to Suspeal That the deck be purperly Cleaned of all coal. I shal she hatcheray be properly secured of Sealer Please State no of tons placed in Doubt which you ruhend to remain at anchor.

Jour Truly Solferring naval Coaling Depot Falkland Islands 19.4 april ol.

Mr Girling Dear Sir

at your request I enclose the amount of Coal Isbued to the F. S. Company from the amount allowed by the admiralty Vin 200 lons.

Lons
Lons
Lons
99.

S.S. Admiralen - 100.

Yours Sincerely Externing

200 1/2.

Naval Works 29t jan 04.

M! Harding

I Rec! The admirally forms

and wish to Thank you for same.

The no. of tons issued on the 27th face on

to H.M.S. Dwarf is 100 tons.

& Flerring n.s.o.

The Harbour Master,

The Commander of H.M.S. Beagle has requisitioned for the deli very alongside his ship of 95 tons coal belonging to the Admiralty at present stored in the hulk Vicar of Bray. We propose to move this hulk this afternoon and I should be glad to be informed if the fee for moving will be demanded in this case.

Stanley, December 1st, 1903.

The manager of I co.

No fer is required for money thank to thips of war

Maral Works 18th July 04.

My Harding I Should like to point out that the amount of Coal in the Vicar of 13 ray according to your fally mans report John Popper, should be 5 tons. not 8 as stated in your role of The 15th July. also the Sissie had permission to use our coal during the discharge of SIHu!est To save time. I prefer that no Coal be taken from the hult Garland, as I wish as much as possible to remain. as it is likely That a Service Ships will be here Shortly. The amount dew from Vicar of Bray, can be taken from navat Coal Shed.

Trusting this well mus with four approval yours Sincerely :: E Herring n.s.o.

amount taken from Hulk

H.M.S 13 eagle. 10th mar. 04. Terra Wora. 23: June Discovery. 15. July

Lous 70. 161 180 3400 dilla

2. 1 hom

Mi decorrence;

Maral Couluiq Depôt Falkland Islands.

Mr Girling Dear Sur

Will you please let me have a Receipt in duplicate for the 26 tons of Coke. Durch ased by the F. J. Co from the adu. I should also be glad if you would let me know the arrangements made by the Commodore with M. T. Dranding. about payments, as I am not quite sure about the matter, and wish to sent some statement with regard to the same of nesch homeward mail.

Saus Yours Sincerely Externing

THE PALKLAND ISLANDS COMPANY LIMITED STANLEY, FALSUAND ISLANDS, 6th February 1906.

Sim,

I have to acknowledge the receipt of your second letter ho: 361 of today's date.

I have taken due note of the first paragraph of your letter.

The charge already hade for the use of these terming the the

Lighters is confuned to her services for towages to and from the

ships "Sefalt" to the Raval dejet, but I quite concur in your

proposal to refer the matter to the Admiralay.

As regards the modurement of coal or "Safala", I regret that I am unable to offer any definite explanation as to the shortage referred to. Yallying the coal, I believe that it was customary to weigh an economical braket and to strike an average. It is obvious that this average would depend in a great measure as to whether the coal actually weighed happened to consist of lumps or alack, and a large allowance for error should therefore be made in a mattered. When making our even private importations it was our practice to allow a large percentage for waste on account of the high mages which prevailed here, and our experience has been that this should be not less than six per cent. The receipt hold by Hr. Herring, namely 25 tons, is quite correct.

I am, Sir,

Your obedient servant,

Commedore Sir A.W.Paget, K.C.M.C. R.H

H.M.S. "Sylla".

(Signer) H. a. Harding

"Soylla", at Port Standey, 6th February 1906.

No:261. Sir,

> In really to your letter of today's date I desire to inform you that I accept your offer of 18/- per ton for the 14 tons of cohe recaining in the halk "Garland". As the "Sayala" is about to sail, payment should be used through your Honden representative to the Admiralay.

The question of the payment of the tug, etc., during the Squadron's stay here I at referring to the Admiralty, as I see by former correspondence the proposed charge for the use of the "Gardand" included towage, etc.

Another yoing has arisen in regard to the "Garland". tons of coal were tallied into her ex the "Sofala". The following anousis have been laken out:-

> "Scylla" 435 "Hatona" 301 Falkland Is. Company. 761

This leaves a shortage of 300 tons and I shall be glad if you can throw any light on the subject. Mr. Herring as far as I can discover holds only one receipt of coal taken by you from the "Gardand", namely 25 tons.

I have the honour to be, Sir,

By orde

Your obedient servant,

W.A. Harding, Esc.

FalkLand Islands Co.

Alhreas Connodore.

naval Works Sal 6" tel 04. My Harding I have no desplicate of Bill of Lading. St Stutent according to But of Lading Tomage. Coal - 2024 tons inches stone. Cotton Waste - 100. cut 200 Bales. (23x 12 x 14)

6il 6 lene 6000. Galls. \ 462 Drums (28 x 201/2)

- Min 6000 Galls. \ 462 Drums (28 x 201/2) The Coal landed from Vicar of Bray to Ward Works, Coal Shed 128 kons, 14 cul. The Coal Issued to S.S. Scoke on 3. Fet ots.

The Coal Secund to S.S. Scoke on 3. Fet othe from 4. I. Comp Halk. 381/2 ton. In Coal Shed from St. Drutent of Vicar of

Bray total 1137. tons

Charle 200 x 2'3" = 450 c/s & Herring 3311 " X.S.O.

94 Tons

Confidential.

Chief Constable.

Slease latine have and.

Slovers, in so far as you may be able
to give them, to the following surstions with regard to the issue of
admirably coal during the time
that the Depot has been in your
charge:

(a) What steps were taken to snow that the quartities issued did not exceed those haid for?

(b) Were the corner made under your direct importantements?

(c) Who provided the actual labour from the irrue of coal from store to lighter, and what mentered of taligning was adopted?

(d) What were the amount paid

for this labores, and at
What rate per Ton?

2. Please let me have
Your answers on a separate
That of paper.

21. 8.06

The Dean She cal Decree

was
26.8.08

Chief Constable.

I understand that 20 tons of coal is still due to the S.S. "Lovart" from the Naval Depot?

13. W. Grant

Colonial Secretary.

His Den

The Calonial Levely Les Li).

le Oetlins chy Constable. 1.10.08

Has Non Hos bolomas Seculary Sit hith regard to your letter of 21. 12.08 reference to excuse of Coal from Naval station I have the following replies to make: Har Sleps talien to enouse that the grantaties of love esserce did not Exceed those pain for were: That when the Coal was escreed to J. J. loo: Ilol Good. I was personally present one on the ocassions of Coal being issued to S. S. Alexandro the look was lallfed out to sheemen men by M f. Shalling (Sen) and in the occours of look being warele to S: S. Leval the Cool was tallyles out to Steeming men by Mr Monnon and I Pan safely say Hoat the week was as faithfully dere by there two men as if I had been present but in the ocassion of Cook being esseed to Am S Sapple I was not present and the Cook was not tallyed out by anyone representingme. as Stated in previous answer I was present at reforesentie by and followy + 2 by M he hannan in lack of whom I have furful Confidence on on ocassion I was not present at issue of Coal and I was not represented the ocassion of ince of Coal W. At Chr. S Safifico. on lack dearoion the Girm receiving the insues of Coal provided the Labour for taking Coal from Sheds to Lighten and the method tog lathering the Coal was measure to Recurring the tepping truets belonging to

Seplies Continues Noval Station and Said to Contain 21 culs which made that tallying Derry lang There was on no one occasion any money point for Labour dene with regard to tating come Jour the honar

li be Si)

Jour Obredients Servants

LU atthis

He Won. He balonial Secretary.

Si In repense to the shortege of love regulite to be at the Maral Worth I have the honor to make Hot Yollowing report and while I am not prespecce Lower spallen & Nort Harding in Connection. with the above Coal as he bighy manager of the Frat Blance Solands Company & God. and & this Solmerally Cour parsed through this bompanys Abellio rees I have bleeters from Sains the following informations All the time of the transhepment of the Coal Jon the two Versels. The Steeme of Dubut and How Sailing brook Sofala" allhough that arrival of the Steamer and Deiling Wrosel ded not Deen at the same time still our lack occasion Very box weether accompension by high winds previled and as the Coal land to go Morough Lorge Vessels into Atullis. out of the Apriles into Leghlers and out of Soffler into the Coal whees at noval Station there much lower been a Considerable Loss in this manner which would account you Some of the Shortege I also understone from (M Harding that as Her Con was transhiple to the Company Dell's it was never measured which was a freak middle which leaves the fact to remies at this. Had there is no certainly as to withen this Correl masserement a wight of love was delivered Hove were also five fire places. The water Steam penner

(2) and Dredge to be Niept-going with Cool.

Mo doubt the Coal of the Sweet depostments
had been were with a free hand. His again
in my openion would hely to show what
had Caused the shortage of Coal at the heart Come mecanica form historing change of le afflinis offen in charge hand the

S.S. Conf. 1.7.1908

Sway of Coal at haval depot

Coal in West side of shed said to be 44 " stfala".

Tourd stacked in the form of

approximate invasorements:

Krugth of base 95 H. Breadth of do. 44

Lugte of top 65

Bradto of do. 16

Hright- 12

6 x 44 x 12 (65 + 2 x 95) = 22440

 $\frac{1}{6} \times 16 \times 12 \left(95 + 2 \times 65^{\circ} \right) = \frac{7200}{29640}$

Coal in East side of shad -? Ex

Sofala: - 46 fl. x 37/2 x 7 = 15,075~ dess 25 x 13 x 7 = 3275

98001

st.

Recapitulation

Stfala 29,640

Do. 9,800

St. Hubert 12,432

Sthidity 51,872 Ht.

Contractor's Pocket - Book, 1862

(Lockwood To., Stationers' Hall Court)

page 297 —

The space recupied by 1 Tou

in cubic feet (2 conomic weight)

of Nixon's Mentage coal is

43.32—

51,872 ÷ 43.32 = 1197 / tous

51,872 ÷ 43.32 = 1197 / tons Admiralty survey 1188 Difference 9 .1

naval Coaling Depot. Falkland Islands. 14. July 1906.

Penaining quantity of Steam Coal to be transferred to the Colonial Yout.

Description.	Dan under Peceived	tons. Cut. grs
Miscons Marigation Steam Coal.	3.4Sep103	998-10-0
Ibarrisons Deep parigation S.C.	2047el 05.	2235-0-0
	_ 1-	
	7	
*-		
J 1967		3.233 =

Sale of Stores from Naval Works. at Port Stanley

So. S. S. 'Alejandro'

Dale	Quantik	Descrip of Stores	Price	£	S	d.
May 15-07.	61 Jons	boal	35 per ton	106	15	О.
30-	45 "	-71	,			
June 11 =		11	,	96	5	0.
" 29-	35 .	11				
aug. 3.	240 .	4	,	420	0	0.
Sep. 11=	385,			673		
71	100	half cut bales of waste	20-percut		1	
٠,		mineral oil	8 bugel	- 1		4.
		emptif drums	2. per drum			
		, J	4	1583		

Issued to Set. S. "Sappho"

Date 2	, 12	Descrip of Stores			
Feb. 310 12-1908 87 70	g Jons. 8 Galls 20 ".	boal. Olive Gil. Mineral Gil. Waste.			

Sale of Stores continued

So che bolonial Government.

Date:	Quantilíz.	Descrip. of Stores.	Frice	L		, d.
luga ob	½ Yon	boal	35/- per ton		14	6, 6.
Nov. 30		"	7,		17	6.
Feb, 260,		ń	"		17	Ь. Ь
July 13.	2	"	4		17	6.
Sep. 23		"		i	8	9
<i>h</i> "	. 4 "	4)			8	9.
Nov, 26.07	6n accoun	nt of Deposit from	n Naval	. 1	2	0
	Kent of Du	arrantine Stat Fo Dec. 31. 07 in	ion Z	9.9		
	1,0000000.14		(move)	32	18	6

Sale of Stores continued.

So che Salkland S. bompany. Itd.

Date	. Quantity.	Descrip of Stores.	Price	F	S	
Sep. 15 bet. 10 kov. 8. Dec. 14.	44 · · · · · · · · · · · · · · · · · ·	boal				
Jac. 8. 07	2 25 gallons 25 3 Jons	Clive Gil Kineral Vil Coal	02/6purgal @ 8 "	3	2 16	6 8

(4.)

Sale of Stores continued

Doche S. S. Lovart

Date.	Quantity	Descrip. of Stores.	Price	£	\$	d.
1908 Jar.15,	50 Jons	boal	35/-por ton	87	10	0

Total Sum received for Stores sold etc:

£ " s .. d So S. S. "Alejandro!" bol. Government 1583, 8.4 32.18.6 J. S. Bompany Ltd. S. S. Lovart". 3, 19, 2

87, 10, 0 1,704 .. 16 .. 0

M.P. 239/06.

Chief Constable.

His Excellency the Governor authorizes the issue to the Falkland Islands Company of five tons of steam coal from the Naval Depot.

2. Payment will be adjusted hereafter.

Colonial Secretary.

N. W. Grant

4/9/06.

M.P.356/1906.

CHIEF CONSTABLE (In Charge of Naval Depôt).

With reference to the instructions given to you to issue to the Falkland Islands Company one hundred tons of coal from the stock at the Naval Depôt, please note that the supply is to be made from the cargo ex "Sofala."

2. The method of delivery is to be the same as that adopted for former supplies.

Colonial Secretary.

N.C. W. Grant

26th OCTOBER, 1906.

5.5. Conting

Falkland Islands.

In the matter of the estimated deficiency in the stock of coal on ledger charge at the Naval Depot.

His Excellency the Governor.

In compliance with your Excellency's directions, we have enquired into
the matter of the estimated deficiency in
the stock of coal on leager charge at the
Naval Depot, referred to in paragraph 2 of
the letter N.S. coal I362/95I3 of the 25th
June, I908, from the Admiralty to the Colonial Office, and have the honour to report
as follows.

2. On Friday, the 21st ultimo, we visited the Depot in the company of the Officer in Charge, Mr W. Atkins, the Chief Constable, and inspected the coal in stock. It was under lock and key in the coal shed and was stacked in three lots, one on the West side of the shed and two on the East. The coal on the West side of the shed was believed to be ex "Sofala", and was by far the greatest in bulk of the three lots. Of the two lots on the East, one was supposed to be ex "Sofala" and the other ex "St. Hubert". The Officer in charge could

not be certain on these points.

3. No coal had been issued since the 319 tons charged to H.M.S. "Sappho" in February, 1908.

The stack of coal on the West side of the shed ex "Sofala" was more in the form of a prismoid than in that of any other solid, but its dimensions were in such irregular outline as to make it exceedingly difficult, if not practically impossible, for anyone like ourselves, unfamiliar with the methods of surveying coal, to obtain accurate measurement for the purpose of ascertaining its content.

5. Treating this stack as a rectangular prismoid of the following approximate dimensions-

Length of base = 95 ft.

Breadth of do = 44 "

Length of top = 65 "

Breadth of do = 16 "

Height = 12 "

we found the content,, by the prismoidal formula, to be 29,640 ft.

6. Taking the following as the approximate measurements of the remaining two stacks of coal, namely-

Ex "Sofala", 46 X 37½ X 7ft., Less 25 X I3 X 7 ft.,

Ex "St. Hubert", 37 X 48 X 7ft., the total content was found to be as follows:- Ex "Sofala" 29,640 ft.
Do. 9,800

Ex "St. Hubert" 12,432

Total 51,872

- 7. The description of coal transferred to the Col.Government on the 14th July, 1906, was stated to be as follows:-
 - (a) Nixon's Navigation Steam Coal, 998 tons, IO cwt.;
 - (b) Harrison's Deep Navigation Steam Coal, 2235 tons.
- information as to the economic weight of (b), but, according to the Engineer's, Architect's, and Contractor's Pocket Book, I862, Lockwood & Co (the only authority available) the space occupied by I ton in cubic feet (economic weight) of "Nixon's Merthyr" coal is 43.32.
- 9. Taking this as a term applicable to all the coal in stock, our survey yields the following result:-

Coal in stock, Tons.

2I Aug.,1908 II97

H.M.S. "Sappho"

Survey II88

Difference 9

proximately accurate— and it practically confirms that of the Admiralty— no deficiency in the stock of coal has arisen since the issue to H.M.S. "Sappho" in February last, which would seem to indicate that, if deficiencies have occurred during the time that the Depôt has been in the charge of the Colonial Government, their origin must be sought in the direction of issues in excess of those authorised in the cases of the S.S. "Alejandro", the Colonial Government, the Falkland Islands Company, the S.S. "Lovart" and H.M.S. Sappho". We have been mable however,

to discover any reason for suggesting that weeres might have occurred in respect of those issues.

II. The issues of 4½ tons to the Colonial Government and IOO tons to the Falkland Islands Company were superintended by the Chief Constable. The issue of 82I tons to the S.S. "Alejandro" was tallied by Mr. J. Skilling, a Customs Officer, and the issue of 50 tons to the S.S. "Lovart" was tallied by Mr. W. Mannan, also a Customs Officer, the Chief Constable being present on neither occasion. He expresses his conviction, however, that the tallying was done faithfully by those officers, and we have no reason to think otherwise.

12. On the occasion of the issue of the coal to H.M.S. "Sappho" in February last, the Chief Constable was not present, nor did anyone represent him.

5

We we mable to state the amount paid for this labour

of coal by the Chief Constable or his representatives was provided in every case by those to whom the coal was issued.

It in the tipping truck belong to the Naval Depot, compated to hold 2I cwt.
We have verified the holding capacity of the truck and find it to be correct.

of coal have occurred during the time that the Depôt has been in the charge of the Colonial Government, and so far we have been unable to discover any evidence in support of the conclusion that deficiencies have so occurred, it follows that the amount taken on charge by the Chief Constable must have been erroneous as suggested by the Surveying Officers of the "Sappho".

miralty surveys are held but if, in holding such surveys, it is considered that a cargo of coal imported for the Depôt and deposited there should equal in quantity to that disclosed by the Bill of Lading relating to such cargo, we think that material error must have crept in.

- The Manager of the Falkland Islands Company, Ltd., has kindly placed at our disposal correspondence between the naval authorities and his Company on the subject of transactions in coal imported for the Depot. A copy of a letter from Mr E. Herring, the Officer in charge of Naval (Appendix A) Stores, dated 6th February, 1904, is attached. It appears from that letter that, according to the Bill of lading, the coal imported by the "St. Hubert" amounted to 202% tons. In the Statement of Receipts and Issues of Coal, enclosed in Admiralty letter of the 25th June, 1908, to the Colonail Office, that quantity is entered as having been received. Having regard to local conditions, we do not think it possible that any coal in bulk can be landed from a vessel in the harbour without material loss in transit.
- in transit from a vessel to store, we invite attention to a letter from Commodore Sir A.W. Paget to Mr. W.A. Harding, the Manager of the Falkland Islands Company, Ltd., dated the 6th of February, 1906, and to Mr Harding's raply of the same date, copies of which are annexed hereto. (Appendices 18, and 1).
- 19. It will be observed that Commodore Sir A.W. Paget drew attention to the fact that 861 tons of coal were tallied into the

the hulk "Garland" ex the "Sofala" which yielded only 76I tons on removal, showing a deficiency of IOO tons, and that Mr Harding, in accounting for this deficiency expressed the opinion that owing to the high winds prevailing in the Falklands, the allowance in respect of waste arising from a transhipment of coal should not be less than six per cent. This, Mr Harding stated, had been the experience of his Company when making their own importations.

- 20. Assuming six per cent to be a correct estimate of the waste occurring in respect of one transhipment of coal, it will be seen that a large allowance for error must be made when coal has been received into lighters, conveyed across the harbour, unloaded from the lighters, and deposited in the Depot.
- of this Report we have dealt with the points (a),(b),(c), and (d) referred to in paragraph 2 of the letter from the Admiralty to the colonial Office, dated the 25th June, 1908. On the points (e),(f) and (g) we have to report as follows:
- (e). Is there any likelihood of coal having been removed from the store during the absence of the Chief Constable or his reoresentative?

As already stated in paragraph 12, the Chief Constable was not present, nor did anyone represent him, when coal was issued to the "Sappho".

8.

An examination by us of the coal shed with the view of ascertaining whether it was secure against illicit dealings with the coal, showed it to be satisfactory in this respect. The doors were throughly bolted and it did not seem possible that an unauthorised entry could be effected.

In any circumstances, we think the possibility of any large quantity of coal being removed from the Depot, during the absence of the Chief constable or his representative, without the fact becoming known, to be so remote, that, in accounting for any serious deficiency, it might be neglected. We have certainly been able to obtain no information leading to suspect that coal has been so removed.

(f). Are the issues recorded on statement B correct, and do they represent all the transactions so far as can be ascertained?

as recorded, are correct, and represent

all his transactions with the coal, except

that 20 tons are still due to S.S. "Lovart".

are unable to verify the

issues

issues made prior to the departure of Mr
Herring as he left no redords at the Depot
on the subject. It would seem, however,
from the annexed copy of a letter from Mr
Herring to Mr Girling of the Falkland Islands Company, Ltd., dated 9th April, 1906
(Appendix D) that 26 tons of coke should
have been recorded as having been issued
to the Falkland Islands Company in April and
May, 1906, instead of 16 tons.

(g) Is there any sound and actionable reason for suspecting the bona fides of any person or persons in connection with these shortages?

We have been unable to discover

any.

colonial Secretary.

It. S. Wyraut

Acting Colonial Treasurer.

4. Hunt

Stanley, Falkland Islands, 2nd October, 1908.

appendix A.

Mr. E. Herring, Mayal Store Officer, to Mr. W.A. Harding.

Naval Torks

Saturday 6th Pobruary, 1904.

Mr. Harding.

I have no duplicate of Bill of Lading. St Hubert according to Fill c. Lading

Tonnage. Coal - 2024 tens. inches.

5 tens. Cotton waste IOO owt. 200 Bales (25 X I2 X I4) Oil Olive 6000 Galls. • Min. 6000 Galls.) 462 Drums (28 x 20)

The coal landed from Vicar of Bray to Naval Works Coal shed I28 tons I4 cwt.

The coal issued to S.S. "Scotia" on 3rd February, 1904, from F.I. Company's Halk, 382 tons.

In coal shed from St Hubert and Vicer of Bray total II37 tons.

> (Signed) E. Herring M.S. O.

(Steel L.L. Burner,

Appendix 13.

Commodore Sir A.W. Paget to Mr. W.A. Harding.

Nc.261.

"Seylla", at Port Stanley, 6th rebrary, 1906.

Sir.

In raply to your latter of today's date I desire to inform you that I accept your offer of Is/-per ton for the IL tons of coke remaining in the hulk "Garland". As the "Scylla" is about to sail, payment should be made through your London representative to the Admiralty.

The question of the payment of the tag, etc., during the Squadron's stay here I am referring to the Admiralty, as I see by foremy correspondence the proposed charge for the way of the "Garland" included toward, etc.

Another point has arison in regard to the "Garland". Sol tons of soak were tallied into her ox the "Sofala". The following amounts have been taken out:-

"Scylla" 435
"Latona" 301
Falkland Is. 25
Company. 761

This leaves a shortage of I00 tons and I shall be glad if you can throw any light on the subject. If can discover holds only one receipt of coal taken by you from the "Garland", namely 25 tons.

I have, &c.,
By Order,
(Signed H.S. Meashem.
Commodore.

arding, Esq.

appendix C.

Mr. W.A. Harding to Commodore Sir A.W. Pagot.

THE FALKLAND ISLANDS COMPANY LIMITED STANLEY, FALKLAND ISLANDS, 6th February, 1906.

812.

I have to acknowledge the receipt of your second letter No.261 of today's date.

I have taken due note of the first persuraph of your letter.

The charge already made for the use of tugs towing the lighters is confined to her services for towers to and from the ship "Sofala " to the Hevel depot, but I quite concur in your proposal to refer the matter to the Admiralty.

I regret that I am unable to offer any definite oxplanation as to the shortage referred to. In tellying the coal, I believe that it was customery to weigh an occasional basket and to strike an average. It is obvious that this average would depend in a great measure as to whether the scal actually weighed happened to consist of lumps or slack, and a large allowance for error should therefore be made in consequence. When making our own private importations it was our practice to allow a large percentage for waste on account of the high winds which prevailed here, and our experience has been that this should be not less than six per cent. The receipt held by Mr. Herring, namely 25 tons, is quite correct.

I am, &c.,

(Signed) W.A. Harding.

More Sir A.W. Paget, K.C.M.G. R.W. H.M.S. "Scylla". appender A.

Mr. E. Herring to Mr. W.C. Girling.

Havel Coaling Depot Faltland Islands 9th April, 1906.

Mr. Birling

Pear Sir,

duplicate for the 25 tens of coke purchased by the Falkland Islands Company from the Admiralty. I should also be gled if you would let me know the arrangements made by the Commodore with Mr Harding about payments, as I am not quite sure about the matter, and wish to send some statements with regard to the same next homeward mail.

I an, &c.,

(Signed) E. Herring.

1. C. Coul.

C. of love land destable of 27 Pictor of Atm Commission of Encurry. Will you blease have the 744 10 lan level written of 1th accounts amended accordingly. " un whole Cot." Wester ware ticked # . Willebelle Coil year et el the con the well 8/4/09

Co Try.

CONFIDENTIAL.

(COPY).

ADMIRALTY, S.W.

19th February, 1909.

N.S.COAL 3119/1908.2728

N.S.

Sir,

With reference to your confidential letter of the 9th November, No.39882/1908, forwarding a copy of a Confidential despatch from the Covernor of the Falkland Islands, on the subject of the coal and other Haval Stores at Port Stanley, I am commanded by My Londs Commissioners of the Admiralty to acquaint you, for the information of the Secretary of State, that in view of the circumstances therein reported, they have decided that a quantity of $744\frac{6}{20}$ tons of coal may be written off charge as a deficiency due to errors on receipt and issue and loss in handling and wastago, According to Admiralty in formation this leaves a belance of IISS tons in the Governor's charge as from Fobrusky 1908 immediately subsoquent to the issue of 319 tons to H.M.S. "SAPPHO" and My Lords would be glad if you would acquaint the Governor in this sense and request him to cours the local accounts to be grounded accordingly.

2. With regard to the devenor's offer of \$35

For the stores to be put up for auction, My Lords as—
sume that the stores referred to are those ticked # on
the attached statement. I am to state that on this
assumption the offer is accepted, and to request that
the Governor may be asked to consider the stores un—
ticked on the statement as constituting the balance
of stores on the Governor's charge. Any of these re—
maining stores which are considered unfit for use may
be disposed of to the best advantage at the discretion
of the Governor, the proceeds being credited to Navy
funds

funds in the usual way, and a report forwarded to the Admiralty at the time of disposal.

3. In conclusion I am to request that you will be so good as to cause the thanks of Their Lordships to be conveyed to the Governor and the Officers representing him for the care and thorough was with which the work of the Board of Enquiry appointed by the Governor appears to have been carried out.

I 21, 23.,

(Signed) W. GRAHAM GREEHE.

THE UNDER SECRETARY OF STATE,
COLONIAL OFFICE.

Copy

CONFIDENTIAL.

(COPY).

ADMIRALTY, S.W.

19th February, 1909.

N.S.COAL 3119/1908.2728

N.S.

sir,

With reference to your confidential letter of the 9th November, No.39882/1908, forwarding a copy of a Confidential despatch from the Governor of the Falkland Islands, on the subject of the coal and other Naval Stores at Port Stanley, I am commanded by My Lords commissioners of the Admiralty to acquaint you, for the information of the Secretary of State, that in view of the circumstances therein reported, they have decided that a quantity of $744\frac{6}{20}$ tons of coal may be written off charge as a deficiency due to errors on receipt and issue and loss in handling and wastage, According to Admiralty in formation this leaves a balance of II88 tons in the Governor's charge as from February 1908 immediately subsequent to the issue of 319 tons to H.M.S. "SAPPHO" and My Lords would be glad if you would acquaint the Governor in this sense and request him to cause the local accounts to be mmended accordingly.

2. With regard to the Governor's offer of £35 for the stores to be put up for auction, My Lords assume that the stores referred to are those ticked # on the attached statement. I am to state that on this assumption the offer is accepted, and to request that the Governor may be asked to consider the stores unticked on the statement as constituting the balance of stores on the Governor's charge. Any of these remaining stores which are considered unfit for use may be disposed of to the best advantage at the discretion of the Governor, the proceeds being credited to Navy funds

funds in the usual way, and a report forwarded to the Admiralty at the time of disposal.

3. In conclusion I am to request that you will be so good as to cause the thanks of Their Lordships to be conveyed to the Governor and the Officers representing him for the care and thoroughkess with which the work of the Board of Enquiry appointed by the Governor appears to have been carried out.

I am, &c.,

(Signed) W.GRAHAM GREENE.

THE UNDER SECRETARY OF STATE,

COLONIAL OFFICE.

S.S.Conf. / 1.7.1908.

Stores at Naval Depot.

Officer in Charge, Navel Depot.

His Excellency the Governor directs that you will be so good as to hand over to Government the articles marked on the attached list and strike them off the Naval Depôt Stock List.

- 2. These exticles have been purchased from the Admiralty. They should be taken into stock and issued in the usual way to the different Departments as required.
- 3. The stores unticked on the Admiralty Statement constitute the balance of stores at the Naval Depot in charge of the Colonial Covernment.
- 4. When you have completed this transaction, please return the Statement.

Colonial Secretary.

24th April, 1909.