

200

ORAVIA

4th.March

02.

Sir,

I wrote you last per H.H.G. "Bengale" on 23rd.February, acknowledging your despatches per Corvettas and Orellana.

2. 941-3. The labourers from China are fairly successful, but will not be much cheaper than the ordinary labour at Rs. 1.00 hour. I wrote to the P.S.C.O. Manager at Valparaiso as to passage and received from him an assurance that they would meet us in this respect, though up to the present he has not informed me what charge will be made. If they intend to make us a present of the passage, I think the labour will turn out to be cheap. By having a large gang of men we have been able to make up arrears of work, and to tackle the cargo boats more or less successfully, but I think that in view of the near completion of the Naval Work we shall not require to engage men from China again.

3. Par.6. The Landing of bricks at the tariff rate paid us all right.

4. Par.7. The Captain of the Siree wired for a credit of 50,000 francs, and it was noted on the cards that a credit for this amount only had been provided. In order to be on the safe side, I cables for an extension beyond this amount and took two drafts. In view of your instructions a year or two ago, this seemed to me the more prudent course to take.

5. Par.10, and 942-4. Atherton asked me to send the Sisbie's safety valve to be overhauled with the Boiler, which was done at once, as the spring was weak and the valve required presenting; Captain Rees was asked to look out for it specially and told Mr. Morton that he would do so. The gauge cocks were left

P.M. 1000 361.

Managing Director,

London.

left in the boiler, as Atterton found he would have great difficulty in taking them out, and thought they might break in the operation. He said that the boilermakers at home would be able to do it easily with their appliances, more especially when the old tubes had been removed, so we left them. In reply to your question as to what became of the Wasp's safety valve and gauge cocks, the Wasp's safety valve was fitted to the Sis-
sie in 1896, and is the actual one sent home for repair. The Wasp's gauge cocks were broken in trying to take them out of the boiler, and it was owing to that mishap that the Sisie's were left in. I am sorry to report that the water gauge fittings sent by Bellamy are altogether unsuitable. They are too elaborate for a small marine boiler, and the size of the plug is 1" gas thread, that is $1\frac{1}{4}$ " actual measurement, whereas we asked for $\frac{1}{2}$ " (gas thread), the actual size of which would be 1". The fittings sent are heavy enough for a boiler twice the size of Samson, in fact on the largest mail steamers you would scarcely find heavier. Had Bellamy's considered the question for one moment they must have realised that they were not sending the right thing. They had had the boiler itself, and had fitted in stop plugs for testing, which were only 1" in diameter. There is nothing for it but to return what they have sent and obtain the right article from Monte Video.

6. Par. II. I hope the P.S.N. will on the whole be satisfied with the despatch of the Corcovado. I hope to be able to explain personally to Mr. Ward that owing to the Orellana being due I had to hold up two lighters for her - then again, had she been up to time instead of three days late, these lighters could have been used for her cargo, discharged, and still used for the Corcovado. As it was, the Rosa Baker and Fairy were held in reserve whilst we were waiting for the Orellana, otherwise I feel certain we could have got the Corcovado away at daybreak on Sunday instead of Tuesday. It is decidedly awkward that the cargo boats should be due here at the same time as

S.

as the outward mail. Shipments by cargo boats in preference to sailing ships are undoubtedly preferable in some ways, although they have their disadvantages. I quite see that it does not entail the laying out of so large an amount at a time, and that the arrival of the cargo on an exact date is practically certain; on the other hand there must be a certain amount of damage to cargo, especially timber, which does not occur in a sailing ship, and we have the large expense of handling cargo twice, namely into and out of lighters and hulls, whereas the sailing vessel discharges straight on to the jetty. We have now on hand enough gunpowder to last a couple of years, so that this question will not arise for a long time.

7. Par. 8. I much regret to hear of the death of Mr. Higher-Hughes, who I believe was particularly kind to myself some years ago in inducing the Board to present me with a passage for my sister. Before leaving for the Islands I had an interview with him, and can thoroughly appreciate your remarks as to his courtesy and charm of manner.

8. Par. 8. I received a letter from Messrs. Uzielli & Co. to which I replied per H.M.S. "Nymphe", explaining that Mr. Stickney made out the list of the number of his bales on the "Diotie" which I checked from the number left in the hulk. He headed the list "B. & S. Wool", meaning as stated in your letter Baillon & Stickney's Wool, and I imagine that the assurance given that it bore the Heart mark will satisfy them. I said that if any further proof were required, we could send them the Bill of Lading per "Inca" by which the balance was shipped.

9. Par. 8. The P.S.M.C. have not behaved well over the commission on freight on Nickel Ore, as we should have earned a much larger amount for bulk hire if we had allowed the owners to wait until they could charter a sailing vessel to take it on. I assume that we can claim £15 for commission in accordance with their letter to you of 23rd December.

10. Par. 8. I had already written to Valparaiso asking them

(4)

them to reserve me an inside three-berth cabin in a position somewhat more favourable than the cabins allotted the Falklands which are only two-berthed.

11. Par.7. I have communicated to Mr Felton your remarks as to the undesirability of sending tallow home in iron drums. He says he had no casks at the time and tried drums by way of an experiment.

12. I have taken a preferable lien for £2000 on Pitaluga's wool.

13. In continuation of my letter of February 5th as to the wool left behind by the Orissa I received a letter from Messrs. Wilson Sons & Co dated February 14th. (copy enclosed) communicating a message from the Manager at Valparaiso to the effect that a space would be reserved in the Gravia for 800 bales and that the Orellana might load 500 to be taken via Valparaiso provided that the shippers would take the extra risk. This of course could not be done, and I have urged the West Coast Manager to make some arrangement for getting this balance forward. Captain Oakley of the Corcovado informed me that he thought that in a month's time they would have plenty of room in the cargo boats for produce, and I therefore anticipate that one will be sent here.

14. I enclose a copy of further correspondence on the subject of the acquisition of the land for which the Government have made a formal offer of £1000. At a meeting of the Legislative Council on the 1st inst. the Governor informed the members what had taken place, remarking that a full account had been sent to the Colonial Office and that it now rested with the Falkland Islands Company to apply for arbitration under Section 17 of the Ordinance.

I am,

Sir,

Your obedient servant,

ENCLOSURE -

APPLICATION OF DR. JAMES P. R. M. S. "BAPTIST" PARISH FOR 22/12. 1906.)

General Ledger

BALANCE SHEET

PROFIT AND LOSS STATEMENT

London Office Cash Account Balance

Statement of Assets and Deposit Account

Stock of Stores at Hand Total Stores

 " Total Stores

GENERAL SUMMARY OF STOCK OF STORES

Consumption Stores at Hand

Stocks of Materials on Hand

Surplus " "

Statement of Requirements Savings not credited

COPY OF STOCK BOOK FOR DECEMBER

 " GENERAL "

LIST OF STORE INVENTORY

 " PROPERTY "

Cost of Materials to Plant

 " Furniture

Account of Purchases No. 2137 for £ 20.15. 5

 " 2198 415. E. 0

 " 2169 400. 0. 0

BALANCE "SIGNER" ACCOUNTS

STATEMENT OF ACCOUNTS

RECOMMENDATION -

D. P. Rep. 892-610

W. C. 825-488

EXPLANATION

Store Inwards No. 508

Remarks on Stores and Replies to Remarks

Report of Balances Received on South African Missionary Soc. - £17.12. 9

Remarks on Store Reletters December 31st.

Minister's Certificate for 1901

Copy of South African Missionary Society's Account

ENCLOSURES, CONTINUED.

No. 14446 report of March 1st, and enclosures.

Information on Products pages No. 22

Costing Estimates for February

COPY OF CONTRACTS IN CONNECTION OF LAND

COPY OF LETTER FROM WILSON CORN & CO.

Classification of Rubber Butters for Testing

TESTING REPORT

STATEMENT OF ACCOUNTS

STATEMENT OF ACCOUNTS

7 A.M. 80 SKINS.

201.

U. S. V. PARISIAN.

21st March 1863. XIX

Sir,

Mr. Hardinge wrote you last pm Cravat by which steamer he and his family left New England, and as the time is due to-morrow I write without waiting for the outward mail.

Mrs. M. F. Raymond has informed that the Glasgow had been floated, and by last mail from Sandy Point a letter was received from him saying that in the absence of definite instructions from his brother he was unable to take any steps in the matter. Captain Thorne tells us that the reincast is so badly burnt that he would not be at all surprised to see it break off during a heavy blow. It is to be hoped that arrangements will be made for her disposal before anything like that occurs. The hull is quite right and she has made no claim against being floated. It is a question what will be done with the coal and coke in her. The latter is, I believe, practically useless and will probably have to be jettisoned, but for the former there are constant marketes at a price. You will remember that the "W. H." went alongside and took 150 tons at 4/- and a few days later sold 1000/- at 6/-, but so large a quantity will hardly be disposed of readily. I imagine that if the Glasgow is held to go over to Sandy Point she would take something like 1,000 tons of ballast, and it is possible her passenger might like to take more as a speculation.

Mrs. Raymond is very anxious that something should be done to assist the bottom of the Fortune. He says she is now so dried that she will not float at all. When Braine & Flanchamps returned two days ago they said to me that there is £1,000 ready.

Managing Director,

London.

(5)

is fully at ready point suitable for such a vessel on the Port
Hans. I am writing by cable with my details and instructions,
and will submit them to you when they arrive.

5. The two large steam trawlers sailing tomorrow "Baptiste L. Cormier"
and "Howard Roy" have remained here, after their return, with
about 1400 tons between them. These will be shipped, as before
to Santos, Liverpool & Co., and The British Nat. Co. Captain Bell-
court of the former steamer, has given up Post Office orders to
the value of twelve thousand dollars for the immediate expenses of
the collectors, but is anticipating that they will require a con-
siderable quantity of stores, for which he will give a credit.

6. "Kathleen" has taken 140 tons of coal, for which I
hope to be able to send you a draft herewith. Mr Harding in
his letter to me dated Fe 17th, reported that after the "Nymphe" had
taken 240 tons of coal out there was still a balance of
300 tons to go at the old rate. The "Nymphe" took another 114
tons on February 11th, thus leaving 106 tons, or one-half of
the 240 tons now taken by the "Kathleen", or at the new rate
of 27/8. Our present stock of store coal is about 1150 tons.
The departure of "Kathleen" will not be until the
10th instant, and we expect the "Kathleen" will remain
in port until then. It seems probable, therefore, that the
plant will not take the risk of the 1400 tons this season,
and that we shall be left with a considerable quantity on hand.

7. I am sorry to have to report that some of the cases ex-
ported last month are in very bad condition. I enclose a copy
of the bill, and enclose Johnson's report from which you
will see that the case is not responsible for leakage etc and the
captain claims no responsibility, but you will know the persons
liable for bad storage. You will notice that beyond the last
two which are open to be taxed there are less than 68 more
which may turn out to be similarly affected. Most of the
barrels

8.

Bags have generally arrived with coal certainly enough to prevent the cargo deterioration. Any of the coal of recent arrivals or have burnt, nearly all the wooden kegs being broken, and most of the cement has dropped out. There are other things, of which I have as yet received no particulars, for which a claim will doubtless be made, as for instance two bags of oilers, belonging to Glenshane, etc., apparently their original condition in loading and put on the ship in a wet condition, and which have now become watered and hard.

9. Johnson reports that much of the wood is concealed in an inferior quality, more especially the 8 x 6 $\frac{1}{2}$ sections and the 8 x 10 $\frac{1}{2}$, which are full of rats, being evidently cut from the outside and top of the logs. The lining and floorings boards have arrived in very good condition, and are of a better quality than those sent last year. I will get Johnson to give me a full report later as to the condition of the whole wood cargo.

10. I have sold the Government about 100 tons of lower coal at \$1.00 per ton from over the ship's side, and the same at the forward Jerry discharging time. This will be finished this week and I hope to do up the accounts and get the money in the course of a few days. You will see by the enclosed survey reports that she sustained some damage on the upper deck. There have been bad roads here, and the Captain will make the accounts in due form. I tried to persuade Captain Rossland to take some of the Glengowen coal as ballast, but he was afraid it might cause damage to the wool, and as your instructions were to supply "stone" ballast, I did not press the point. In order to prevent delay as far as possible, I decided not to give him contract for supplying ballast in case you had you will notice that some of it is supplied at \$1.00 per ton and the rest at 75c. I have arranged with Captain to supply 100 tons on the understanding that the money so paid will be credited to his account.

9.

9. Press copies of all clients' account current for the year 1901 are sent herewith.

10. I enclose a draft on Mr. F. S. Aldren for the half yearly wages of Port Howard Station.

I am,

Sir,

Your obedient servant,

PURCHASE.

SPECIMEN (PRINCIPAL OF GRAVIA).

REPORTS NO. 200

STORE INVENTS., NO. 150,

REPORTS ON STORES, AND SUPPLIES.

REPORT OF PURCHASE, NO. 2000, 22/3/1910

REPORTS ON STORE PURCHASE.

PURCHASE REPORT, JUNE 1st, AND ENCLOSURES.

REPORTS ON PURCHASE, NO. 201.

CONTING. EXPENSES, PREVIOUS.

STATEMENT OF RECEIPTS.

REPORTS ON PURCHASE.

SPECIFICATION NO. 2000, value £100/-.

LETTER TO P.M. DODD, MANCH. ETC.

BILL OF LADING & SPECIFICATION, SHIPPED BY GRAVIA.

PURCHASE.

COPY OF PURCHASE BOOK FOR JANUARY.

CASH ACCOUNTS, NO. 1. WEST STORE.

STORE INVENTS., NO. 150.

REPORTS ON STORES, AND SUPPLIES.

REPORT OF PURCHASE NO. 2100, 24/3/1910

CASH ACCOUNTS, NO. 2205, £15.

COPY OF PURCHASE, FAMOUS "ANNIE".

COPY OF TOTAL SURVEY TO DO.

COPY OF PURCHASE OF DOG, viz. "ANNIE".

COPY OF MRS. T. H. WILLIAMS' ACCOUNT CURRENT.

STATEMENT OF RECEIPTS.

PURCHASE ORDERS OF CLIENTS ACCOUNTS CURRENT.

SPECIFICATIONS:-

S.I. 62 weel. 7 skins.

C.H.D. 45 "

S.O.S.

Cape Town, 1868.

1st April

G.W.

S.A.P.

Mr. Gandy despatched last per H.M.S. "Bulwark" on the 2nd March, 1868, under orders I have received on the same date your Nos. 346 and 347.

2. I desire to say that I have received a letter from Mr. Willoughby stating that during the very heavy S.E. gale on the 18th and 19th March, upon the Fair Passage dropped both anchors, and went ashore at Port Stephens. I enclose a copy of the letter referred to. Collier is at once proceeding with the making of another anchor which will be sent out to him as soon as possible so as to enable him to bring the schooner in, when she must be hove down for repairs. I take it that the cost of these repairs will be borne by the underwriters, and I will accordingly have the amount kept separately. Mr. Harding will tell you how frequently Willis gets into trouble of one sort or another, and the Board will perhaps consider that he is unfit to command their craft. I believe that his nerve as well as his strength has deteriorated of late years.

3. The "Fallow Girderer" was wrecked on Cape Townsmillie on the 13th March, and 41 miles of the West Point road was lost in her. I have written to Mr. A.C. Walton requesting him to forward me the Captain's report which, when I receive it, shall be forwarded to you with the necessary certificate from myself as Acting Lloyd's Agent. I am told there is to be an official enquiry as to the cause of the loss, as to which there are two reports. The Fortune was going into Salvador at the same time, and was able to take on board the passengers, &c., &c., &c., etc., and bring them safely to Stanley and her return here.

P.B. Gandy.

A.

Managing Director,
London.

4. The British Ship "Cypromone" 68 days out, bound from Antwerp to Astoria, with a cargo of iron, cement, coke etc., was towed in here on the 25th. March, with loss of sail & a lot of her upper gear gone. I enclose a copy of the Surveyor's report, from which you will see it is likely to be a pretty big job. As far as I can gather, it is a very similar case to that of the "Kate Thomas", and the account will run up to something like the same amount. Much of the ironwork to be renewed was evidently in a bad state when the voyage commenced, and with the heavy weather encountered it has given way. The gale she met with was the same that drove the Fair Rosamond ashore. The Cypromone caught it when about 200 miles North of the Islands. The towage was £150, which may, I suppose, be considered a fair amount.

5. The "Antarctic" arrived back here on the 26th. March, after having experienced very bad weather in the South Atlantic. There is a certain amount of ironwork to be repaired, and this we have in hand. She will also, I believe, have to take some coal, as their stock has almost run out.

6. After completing the discharge of her cargo and taking in 150 tons of ballast, the Annie left for Port Howard on the 26th. March. I enclose the two accounts for her discharging expenses and for repairing her damages, together with the Captain's draft on Messrs Henry Langridge & Co. which will, I trust, be found in order. Capt. Roseland said that as Messrs Langridge were practically the vessel's agents in London, they had doubtless honour his draft for the damage account. I also enclose statement of account owing for ballast supplied which I understand from correspondence will be paid to you by Langridge. I have further enclosed statements showing claims admitted by Captain Roseland for loss on bear etc., with which you will know how to deal.

7. 943-6. I am glad to say that the hose sent out for the dragon is satisfactory. They were not quite the right sizes and some considerable difficulty was experienced in seizing on the

3.

the connections as the hose was too small. However, we have now three lengths in good order, viz:- one 12 feet long, one 9 feet and one 5 feet, which is really all that is necessary to enable the Gascon undertake pumping. When an opportunity presents itself, I will give these hoses a practical test and report the result to you. Meanwhile, we have eight more connections and only 18 feet of hose. Capt. Thomas wants two more lengths of 8 feet, two of 7 feet and two of 5 feet, to have in case of emergency. He suggests that the unions should be sent home, as we have no appliances for seizing on. It must be done by main force, and in fixing the present ones some 3 feet of hose was lost through splitting. I shall be glad if you will either send out more hose of a somewhat larger size or allow me to send home the connections. While on the subject of the Gascon, I might say that we ought to have a force pump with hoses complete, so that water can be delivered freely. The only one we have is in constant use for watering ships and is practically worn out.

8. Par. 15. I note that the Bills of Lading for the Port Stephens Produce are to be sent to Mrs. A. S. Dean, but as I have heard from Mr. Hardinge that at Monte Video he received a letter from you saying that this produce was to be consigned to the Company, I am doubtful whether I have properly understood your instructions.

9. 944-2. I have heard nothing further with reference to the re-purchase of the Company's land, and as it will be impossible to conclude any negotiations at this end in time for the amount to be charged in the current year I trust that you have either arrived at a settlement with the Admiralty or have obtained an extension of time in which to come to terms.

10. The non-arrival of the Inca has increased our difficulties in dealing with the shipment of wool. We have now on hand nearly 1700 bales and unless put down in the lower hold it is impossible to find room in the Great Britain for the Portuguese load. If there were any likelihood of the Lake Megantic

Megantic" being up to time I would keep this schooner load to be discharged direct into her, but under the existing circumstances we cannot afford to keep the Fortuna a single day as she will have to do part of the Fair Rosamond's work. I am therefore having her discharged into the lower hold of the Great Britain. When the steamers take only part of the produce offering, we are always compelled to break through the rule that the wool which comes in first should be shipped before that which arrives later, and this causes unpleasantness. If the Lake Megantic is some days late, the Hornet will probably be in with another load, and some 400 or 500 bales will be left behind for another month. If you could represent this to the P.S.M.C., they might, perhaps, devise a better means of keeping the bulk & fairly clear.

11. Now that the new code of signals has become compulsory, it is very necessary that we should have at least one complete set for the Samson, and I suppose for each of the schooners, or at all events that they as well as we in the office should have copies of the Code Book. I believe Mr. Hardinge will speak to you on this matter.

12. The two sealing schooners, Beatrice L. Corkum and Edward Roy, are leaving for another cruise to-morrow. I enclose a draft on their owners for the balance of their expenses here. As this draft is drawn on a firm outside England I have charged 7½% commission, notwithstanding that it is payable at sight.

13. Since my last despatch, 15 tons of steam coal has been put in the Samson and 3 tons in the Smithy, so that our available supply to date is about 1130 tons.

14. There seems every prospect of the Lake Megantic being some days late, so I will close this despatch and write again later if necessary.

I am,

Sir,

Your obedient servant,

ENCLOSURE.

676

SUPPLIES:- (Originals per Grevia, March 8th.)

Copy of Stanley Cash Book for January

" " Journal "

Store Indents No.229

Remarks on Stores and Replies to Remarks

Second of Exchange No.8121 for £1469.3.10

Copy of Survey Barque "Annie"

" " final " " "

Statement on Accounts

Originals:-

Mr. Mathews' Incent for Machinery Accessories

Store Indents No.300

Remarks on Stores and Replies to Remarks

First of Exchange No.8206 for £1576. 1.11

" " " 2207 " 30. 1.10

" " " 2208 " 53. 3. 6

" " " 2209 " 87.18. 7

Sundry Cheques (4) total value £26

Booking Insurances for March

Barque "Annie's" Accounts

" " Damage Accounts

Account for Ballast supplied to "Annie"

Particulars of Claim re Beer ex "Annie" (two copies)

" " " Sundries " "

Schooner "Beatrice L. Corkum" Accounts

Particulars of draft No.8206 on Acct.Gen., H.M.Navy

Copy Survey Report Ship "Cyprienne"

Extract from Capt.Williams' Letter re Fair Rosamond

Hr. Mathews' report, March 28th.

Copy Account Current Holmested & Blake

" " " Mrs.C.H.Williams

Shipping Report

Statement on Accounts

Specifications - H.E. 53 Wool F 54 Wool & 1 Skins
H.G.C. 103 Wool & 7 Skins

202.

H.M.S. "Invincible"

21st April.

02.

202.

My last despatch, 20/4/02 left you have lagged behind me.
I did not receive it until the 17th inst. Your
despatch 20/4/02.

S. The "Invincible" left home on the 14th inst. for South
Georgia, after receiving supply requisites. Capt. Larsen and Dr.
Anderson kept the account which I made up, amounting to 100
tons coal, but they did not give me a draft for the same, pro-
posing to leave it over until their return, when they are like-
ly to want a good many things. In making up this account, I
did not add anything for coal requisition, as I was not aware whether
the Board would wish this to be done, as Dr. Nordenkjold had a
letter of credit for more than the amount of the account.
Since the vessel left I have received an official letter from
the Committee's Secretary saying that the Antarctic is to be
supplied with my coal except out of the amount paid for the
requisition, at the contract price of 57/8. Before leaving, Dr.
Anderson asked me (as Acting Norwegian Consul) to make some
arrangements to send a vessel down to look for him at South
Georgia in the event of their not returning before 1st. August.
He has given me full written directions as to what is to be
done, and hopes that arrangements will be made for a vessel to
go down either from here or from Buenos Ayres. I told him
that I thought our neighbors were quite out of the question,
but that I would mention it to you, and that perhaps I could
get one of the Brazilian schooners to undertake it.

S. Since last writing I have had 100 tons of the Norwegian
charcoal sent,
- Varnesberg charcoals,
- Rosendal.

coals sold by auction, and it fetched rather over 10/- per ton. Further enquiries have been made for it, and I do not doubt that a considerable quantity can be disposed of locally for something like 12/- per ton. I take it that the Board will be satisfied with this.

4. A certain amount of talk has taken place in the Colony lately as to the fact that the Masters of local schooners hold no certificate, and there is an idea that in future this will have to be remedied by a local certificate being granted after examination. The question arose, in the first instance, when the *Natrella* was recently surveyed by the Navigating Lieutenant of R.N.S. "Cambrian", before giving her a British Register. I understand that in his report to the Board of Trade this Officer added a strong marginal note to the effect that the Master held no certificate, and the loss of the *Allen Gardner* through faulty navigation has brought things to a head, so much so that application has been made for authority to issue local certificates.

5. In view of the state of his account with the Company, I interviewed J. McKay of Bluff Cove the other day and told him that we could not be responsible for paying his rent when it becomes due at the end of this month, and suggested that he should obtain the money elsewhere. This he protested himself unable to do, and suggested my writing to the Governor as to the reduction of the rent, which has been partly promised. I accordingly did so unofficially, and was told that the Governor had recommended to the Secretary of State that some reduction should be made, but that until this was settled he would have to pay the ordinary rent. I have therefore told J. McKay that I shall not pay the £100 on the 27th. inst., but will await developments. The same thing applies, I suppose, to J. Robson, whose rent last year was paid by his father-in-law, Mr. Smith of Johnson's Harbour.

6. Since my last report as to coal, the *Cambrian* has taken 453 tons, in payment for which I enclose a draft on the Admiralty for £1302. v. 6. This leaves us with a present stock of

About 875 tons.

7. The bulk of the Coast Green Tallow will be in Stanley by the end of May, and I am writing to the P.S.M.C. to suggest that a cargo steamer should come in about the beginning of June and take it all in one lot.

8. I have heard nothing further as to the acquisition of the Company's land, and as the Governor goes home by the Liguria I imagine the whole thing will be left in abeyance until after his arrival.

9. I am still awaiting particulars as to his wool, lost in the Allen Gardner, together with receipt for the same, from Mr. Walton of West Point Island.

10. A not named Nelders left for Andy Point by the Orme for the purpose of purchasing a schooner to take the place of the Allen Gardner. Peale, the late Captain, was also going, but without his passage.

11. As the six months' contract with the Chilota Labourers expires at the end of this month, I have made arrangements for sending them back to Valparaiso by the next steamer, and have asked the P.S.M.C. at Valparaiso to advance the money for the balance of their wages, which has to be paid in Chilean money.

I am,

R.C.P.,

Your obedient servant,

Originals.

Draftsman's Originals w.r.t. Indent No. 301
despatched Feb. 20th.

Store Indents No. 300

Remarks on Stores

Receipt of Exchange No. 2100 for £1378. 7. 11

"	2207	"	30. 1. 20
"	2208	"	63. 4. 6
"	2209	"	87. 18. 7

Coasting Insurance for March

Barge and Damage account

Account of ballast supplied

W.M.Cobb's Report March 28th.

Statement on Accounts

Specification & Bills of Lading of shipment w.r.t. Indent No. 301

Letter to P.G. Cobb Esq., March 8th.

Replies to Remarks on AccountsOriginals.

Stanley Cash Book for February

" Journal " "

Cash Vouchers East and West Stores

Store Indents No. 301

Receipt of Exchange No. 2111 for £1308. 7. 6

"	2213	"	85. 6. 10
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Press Copy of S.A.M.Society's account

Reply to Remarks on Accounts

Statement on Accounts

specifications:-

T

7001

J. H. B.

92 Fales

86

Letter to A.P. Cobb Esq.

200.

MEMO

28th April 1

08,

200.

My last despatch No. 203 left per H.M.S. "Sunderland" on the 25th instant. The steamer leaves for Port Moresby to-day, but as she will not reach our earliest mail than the Augusta does late to-morrow I have not thought it wise to send originals and duplicates by the post steamer.

4. Since my last report, the British has taken 100 tons of coal, for which I send you a draft. Beyond this, a further lot of 6 tons has been delivered to the British, so that our available balance is now about 570 tons. H.M.Ships this season have only taken 265 tons, but there is some idea that the Captain may come down for the Coronation, in which case he would, I suppose, take some more coal. In addition to this, the Administrator, I reported last mail, will take some at the Admiralty stores.

5. In anticipation of my 203-I, I have not received notice from the Colonial Secretary that Murray's rent day stands over until an answer has been received from the Secretary of State. I have seen Murray and told him that he must not look to the Consular to pay his rent due on May 8th.

6. The repairs to the steamer are proceeding satisfactorily, and I hope that the vessel will be ready for sea in about a fortnight. Upon further examination it has been found that the engine was rather more serious than was at first anticipated, and I desire that the amount will not be less than £300.

7. Enclose herewith a blank copy as follows:- We will be most obliged and consider it a kindness, if when our next P.M. Despatch comes,

you will kindly
affix your signature
thereto.

S.

"is put up for sale the Falkland Islands Company will give Messrs.
John Horre & Co., the selling of it as they are an old firm which
have always given us full satisfaction in all business transactions
and we should be sorry to leave them". I forward this quotation
without comment.

6. I have received a letter from Capt. Millis dated the 23rd.
inst. saying that the Hornet had arrived at Port Stephens with the
udder for the Fair Rosamond, and that he hoped soon to be able to
proceed to Fox Bay to get a load of wool to bring into Stanley. He
added that the schooner was not leaking much, only needing pumping
for 15 minutes every 24 hours.

7. Owing to the changes necessitated by the Governor going
home on leave, I understand that Mr. Felton has been induced to un-
dertake the duties of Colonial Treasurer. You are probably aware
that he was some time ago appointed a member of the Executive Coun-
cil.

8. I enclose a draft on the Admiralty for the amount of pro-
visions etc. supplied to H.M. Ships since the 31st. March.

I am,

Sir,

Your obedient servant,

AMERICAN.

Balances, Originals per A.M.S. "Cochin", April 2nd, 1871.)
Dollars, No. 24.

Copy of Statement Book for January

1871.

Open Balance Rs. 200.

Drawn on Bank \$ 281.00 for £150.00, 7. 6

" " 201.00 " £10.00

Deposited to account on account

Interest on account

Interest on account on account on account on account

Interest on

Total balance Rs. 200.

Transferred to account

Interest on

Drawn on Bank Rs. 200.00 for £100.00, 0

" " 200.00 " £10.00, 0

Interest drawn before to March 1st,

Open Balance £100.00 " "

Contra to Bank for £100.00

Interest on

Interest on account for West Point Gold

for interest, same, April 2nd,

Publication of Draft Receipts

Interest on

Interest on account

Interest on	Books	Chine.	Dollar.	Hundred.
-------------	-------	--------	---------	----------

Interest on	£100			
Interest on	£100	4	1	2

SOS

"OYCEOSA"

May 26th

02.

Sir,

My last despatch left per Liguria on April 20th, and I have since received your No 946 on the 19th inst.

2. SOS-S. You will have learnt that the Antisana, though expected, did not come in here. Following this disappointment both the Lake Magantic and the Antisana took a much smaller quantity than we had ready for shipment, and I accordingly wrote to the West Coast Manager noting that a cargo boat might be sent in to take our fallow and relieve the pressure all round. I am glad to say that I have received advice from Santa Viede that the Antisana will call here about the middle of June. If, as we hope, the Orcadas take some 100 boxes the Antisana will probably sweep everything that is left, and afterwards the mail boats will doubtless keep us clear.

3. Same Day. Captain Roberts of the "Supremo" is undecided as to whether he will await the arrival of the mail, and the question of commission must remain open until the last moment. The vessel is practically ready for sea and if the Captain elects to sail before the mail arrives I shall charge the 5% commission in the ordinary way, and leave the matter to be rectified at home.

4. The British ship "Khuddian Castle", 37 days out from Iquique bound for Antwerp, got in here on the 1st May with loss of sails and damage to deck fittings. I enclose a copy of the Surveyors' report. The vessel was sighted on the afternoon of April 30th when the Liguria was here and the Samson was engaged to assist in getting her out. The next morning the the was sent out early but having a dead fair wind the ship sailed up Port William and anchored abreast of the narrow. The Surveyors recommended the Captain to bring the vessel into the inner harbour and I agreed with Captain Roberts that the Samson should do this, and assist

P.M. 10th May.

him

Managing Director, London.

(2)

Run out when ready for sea for £90.

6. The two Canadian sealing schooners returned here on the 1st inst. after a very successful cruise, and I am shipping the skins either by the Oropesa or the Anticosti. They left for Halifax on the 2nd to refit, and it is proposed to bring three vessels down here for next season. I enclose a copy of their accounts together with a draft on the owners for £1971:17. You will see that I charged 7% commission again, but Captain Wilson told me that he hoped to make arrangements for future disbursements to be met by cash payment on demand.

7. I am glad to be able to report that the "Sister" is running again. Arthurton has fitted her up very well and she now works very satisfactorily. At the present time I have let her to Mr. Hayes who has the "Centaur" launch is being overhauled. Our own men are running her, and as she has only to take the men back and forward to their work there is no great risk attached to doing this work. I have agreed that Mr. Hayes can have her for about a fortnight at £91:10 per day, reserving the right to have her when our mail is in the harbour.

8. With reference to the wood per Berecvedo upon which, in my last, I promised to send a full report, I regret to say that up to the present Johnson has been too busy with shipwork to attend to this, but he tells me that with the exception of what I mentioned at the time the quality of the wood is good, and distinctly better than some other shipments.

9. I enclose a statement showing the working of the new bakery for the first season from which you will see that after making allowance for the entire cost of erecting and for wages we show a profit of £1951:00, to which may be added the profit to the store on the flour &c supplied seeing that the bakery has been treated as a client and the full store profit charged. Beyond this we have had the satisfaction of pleasing the ships by the

better

(3)

baleage quality or the freight supplied, and have not been called upon to put up with any incivility from Wilkins, who last year at least, imported a great deal of the flour himself. I think the Board will agree that this has been a wise cutlet, seeing that if we lost the contract tomorrow we have considerably more than recouped our present expenses.

2. I regret that owing to the mistake when despatching the Liguria I made an error in adding the number of bales shipped by her. You will probably have noticed that I mentioned the total weight on board instead of the number consigned to the Company. I regret the error exceedingly and trust it has not caused you inconvenience to you. Whilst on this subject I would like to say that in my opinion Captain Lindesay Hay of the Liguria treated me in a very discourteous manner, and it was only by very much work on the part of the first officer and our men that so many as 807 bales were shipped. The vessel arrived here with a complete load of timber for the Colonial Government and as this was secured on the port side she was not able to go alongside the Great Western until a lighter had been obtained and the timber discharged into it. It was noon before the Liguria was made fast to the bulk and as Captain Hay declared that he would not start after four o'clock the only wonder is that so much was got on board. I was told that I should be reported to Liverpool, but for this time both Mr Harding and myself are accustomed to this system and it does not greatly disturb us, but at the same time £10 P.C.L. might give us credit for a certain amount of compensation and realize that we are at least as anxious to get good sailings as any as some of their Captains are to take them.

3. I enclose a copy of a letter I have received from Messrs John Foster & Co of Sydney, together with a copy of my reply to it. It may be that you will have enquiries direct or through their Agents, but I suppose that even with our present stock of

coal

(4)

coal we should be justified in selling 300 or 400 tons seeing that it can be so quickly replaced by a cargo boat.

12. Our present stock of steam coal consists of about 500 tons.

13. I regret to say that a case containing fourteen bolts of calico was shipped you Maitland without being entered on a bill of lading. This case was laid up in the store and sent direct to the steamer in consequence it was overlooked. As it was marked F.I.O. I hope you have been able to recover it.

14. I enclose an extract from a letter received from Messrs Stickney Brothers with reference to the interest and commission charged in their account current for 1901, and which they request should be forwarded to you. If it is a fact that the reduction suggested be charged the difference can be credited this year, but I sincerely feel the fact of the 1902 wool being consigned to the Company affects the 1901 account. The Spring Point wool is now in Stanley and will be shipped by bearer if possible, or if not, by the Antigens.

15. The "Yankee Buccaneer" arrived here on the 11th inst after having the her rudder fixed at Port Stephens. Owing to the work on the two ships I have not been able to get her down for repairs yet, but I have had the ballast taken out of her and have down temporarily for Johnson to see the extent of the damages, and I enclose a copy of his report. Meanwhile I have had the crew paid off, and as soon as possible I will have her repaired. Captain Willis is in very indifferent health and I am very much of the opinion that some other captain should be found for the vessel. Willis is never on good terms with his crew, and they apparently take a delight in seeing him into trouble. Certainly he is a very aged man compared with even two years ago.

16. Dr. Foley and his family arrived from Darwin on the 17th inst. and Dr. Jameson goes out in the cutter to-day if the wind is anything like fair. In settling up with Doctor Foley I have paid him for one month's salary, up to May 15th when he left Darwin.

I am, Sir,
Your obedient servant,

ENCLOSURES.

GENERAL, CORNILLS per luguria April 30th)

Despatch No 44.

Store Incent No 309.

Remarks on Stores.

Copy of Exchange No 3816.

do. 3816.

GENERAL INSTRUCTIONS FOR APRIL.

INSTRUCTION ON PRODUCE, RETURN NO 33.

BY SURVEYOR'S REPORT OF APRIL 30TH,

APPLICATIONS & C/L TO OWNERS.

GENERAL.

Copy of Stanley Cash Book for March.

do. JOURNAL do.

Stanley Warden, East & West Stores.

Stanley Labour Payment Account Book.

Store Incent No 309.

Remarks on Stores, and Trade to Farnsike.

WITNESS OF EXCHANGES NO 2217 £ 261 0 0

do. 2218 400 0 0

do. 2219 187 1 7

Five Chances, total value. 41 26 3

INSTRUCTION ON PRODUCE, RETURN NO 33.

GENERAL "INSTRUCTIONS FOR APRIL, & C/L TO OWNERS.

Copy of Surveyor's Report, Map "Rhuddlan Castle".

Copy of correspondence with John Weston & Co.

Extract of letter from Stickney Brothers.

Copy of Johnson's estimate for repairs of "The Rossmore".

Statement showing result of working B.D.A.T.

By Surveyor's Report of May 3rd and enclosures.

GENERAL REPORT.

Report on accounts, and tenders to Projects.

Statement on Accounts.

SPECIFICATIONS 17 Tons Wool.

W.F.D.

34

51

52

160

10 bales of silk.

206

W.H.C.P.E.S.A.

28th May

02.

SIR,

The Croesus arrived in Port William last night, but too late to come in until daylight this morning. She will take some 600 to 700 bales of wool. I have received no telegram from you.

2. I am glad to say that I have been able to close up the Captain's accounts, and I enclose a draft on Messrs H. Pernis & Sons for £1,200. 9. You will see I have charged the full commission, and this has been done on the understanding that it is subject to rectification at your end. The vessel has been towed through the Narrows to-day, and I am happy to say that the Captain leaves with the pleasant feeling that he has received good treatment at our hands. He not unnaturally complains a good deal of the heavy wages paid here, but is satisfied that as far as we are able he has been dealt with in a fair and reasonable manner. I have charged him the nominal sum of £15 for towing out of the Harbour, but this was really a very small affair as he only wanted to be taken just through the Narrows, and having spent so much with us I did not think it was policy to add more on to this item.

3. Mr. Matthews has written to me enquiring what our stock of German beech is, and asking me to inform you by this mail. We have only about 30 feet of $2\frac{1}{2}$ inch planking on hand, and apparently none has been imported for a long time. Johnson says he does not think this class of wood is superior to English oak.

4. When the Gravia was here on her outward trip, a representative
W.H. Cobb Esq.,

Managing Director,
LONDON.

of Messrs. Sturdt & Co., of Buenos Ayres, called on me for the purpose of ascertaining whether it would be possible to buy wool here next season. He said his firm would be prepared to make an offer for the whole lot as it arrived in Stanley, and seemed to think it might be worth our while. Beyond giving him facilities for seeing a sample of the wool now on the Great Britain, I did not give any encouragement, but told him simply that all offers of this sort must be made direct to you. I might, however, mention that his mission became known to Mr. Feltch and Mr. Packe, who expressed the opinion that it seemed worth a trial. I am aware that the Board would probably not wish to sell their wool except in the ordinary way, but think it only right to mention the matter.

C. I am cabling you this mail to request instructions about a Captain for the Fair Rosamond. Willie seems to be a broken man, and I do not think it right that he should continue as Master. He is in very bad health, and his eyesight is certainly most defective. I see that his three years' agreement expired last February, and perhaps it was a pity that it was not terminated then; but certainly I hold very strongly that this opportunity should not be lost of getting him out of the schooner. Dr. Foley tells me confidentially that two great characteristics of diabetes are defective eyesight and drowsiness, and I think that there can be no question that Willie has this disease in a very advanced stage. If you give your consent, I feel sure I could get J. Jones to take on the work, and everyone agrees that he is a most capable man, or Henricksen might perhaps take the Hornet again, and Ennenga the Fair Rosamond. As an alternative there is Capt. Malcolm of Punta Arenas, who was on the Rippling Wave, and who wrote to Mr. Hardinge last year on the subject. I have just received a further application from him and could get him over from Punta Arenas at short notice. I see that Willie under his agreement is (or was) entitled to six months' notice, but even so I hold it will be cheaper to let him go at once. Probably the total cost of the

3.

present repairs to the schooner will not be less than \$250,
and had he been a smart man the accident would never have oc-
curred. *I am enclosing you as follows & calculate*

Yours very truly

I am,

Sir,

Your obedient servant,

ENCLOSURES

Bills of Exchange No. 3225 drawn on H. Ferrier & Sons £1879.0.6
Draught on North and South Wales Bank Ltd. for £50.

Ship "Cyprano" Account

Copy of Final Survey "Cyprano"

Transcripts on Produce Return No. 14

Proprietary Statement on Accounts

Harvest Report No. 14

Letter to F. S. Cole Esq. re

Specification and Price of Malt

Copy of my P.M. Account.

209

ANTISANA.

June 17th

02.

210.

The Antisana arrived yesterday morning and will take all the salines besides about 300 bales of wool, leaving at daylight tomorrow morning.

a. Pending the arrival of the Liberia, which is now almost a week late, I have nothing from you to acknowledge and as I received no cable from you via Coronal I suppose that she does not bring much news.

b. The repairs to the "Baudouin Castle" were completed on the 12th inst, and although I had not received telegraphic advise from you that the Captain would accept the Master's draft I did not think I should be justified in retaining the vessel after she was ready for sea. I accordingly gave up the account and took the Captain's draft rec'd 22nd inst which I enclose. With such a man as Robert Hopper it is probably there is not much risk that the draft will be dishonoured, but it was distinctly unfortunate that although the ship was here for six weeks we were not able to receive any message from you on the matter. She arrived the day after the Liguria left, and the fact that the Gravia was late made it impossible to wire it time for you to advise the credit via Coronal, and now the Baudouin is much behind time. However she sailed on the 13th inst, and I can only hope that everything will be in order.

c. Since my last report as to coal I have sold 30 tons to the Naval Works, nine tons have been delivered to the Sissie and eight to the British so that our present stock consists of about 515 tons.

d. As reported in my No. 201-a there is a considerable quantity of damaged coke in the kilnoven which must be got out before we can do much

Managing Director,

London.

(3)

do much with the coal. We had thought that it would be necessary to take this out to Port William to jettison but I have arranged to send the Government fifty tons for mending the roads at 6/- per ton alongside the jetty.

6. I am pleased to be able to report that David Dick worked very well in the Smithy whilst we had the two ships in here, and he stated that though he may not be a particularly robust man he is capable and willing to undertake any work that may be required.

7. As I think you will wish to know that the tallow is being taken I am cabling to you as follows:- ANTISANA SPITZHACKE ROBERTSON.

I am,

Sir,

Your obedient servant,

ENCLOSURES.

Duplicates. (Originals rec'd Liverpool May 29th. 1902.)

Despatches No. 805 and 806

Copy Stanley Cash Book for March

" " Journal " "

Stanley Ledger Balance March 31st.

Store Inwards No. 803

Remarks on Tickets.

Second of Exchange No. 2217 for £25

"	"	2218	" 400
"	"	2219	" 187. 1. 7
"	"	2220	" 1250. 10. 8

Inspection of Produce No. 33

" " " 24

Extract of Letters from Attorney Bros.

Copy of Johnson's Estimate for repairs of Fair Rosamond

Statement showing result of working Bakery

Shearing Return

Remarks on Accounts and Replies to Remarks

Statement on Accounts

Copy of Paid "Improving" Accounts

Specification and P/I's per Copeesa.

ORIGINALS.

First of Exchange No. 2227 on R. Thomas & Co.

Balft on Thos & Cameron, £200.

Counting Insurance, May.

Insurance on Provisions, Return No. 35.

Ship Rhuddlan Castle Accounts, & L/A to owners.

Copy of Final Survey Report "Rhuddlan Castle"

Cattle & Horse Returns, May 1902.

Statement on Accounts.

Specifications:- Wool. Skins. Tallow.

P.H.	13	5	
P.	65	27	
J.H.I.	45		
S.	134	17	
P.H.	111		
G.G.		3.00	
P.L.C.			516
J.P.			73.
J.G.			53.

34 Runners.

200.

ORWELL.

JUNE 24TH.

100.

I wrote you last by the arrival of the "MAGISTER",
since when I have received your letter from the 1st, &

2. Per.S. I enclose to you extracts from your letters, both
of which you will see, from which you will see that the
sum of £100 was paid for hauling up and launching the Fortune,
I also had a letter from Messrs. Stubenrauch & Co., saying that
they had received a bill for the same work at £250, but as
they thought this was exorbitant they had not forwarded the
bill. Johnson says that he feels quite sure that the work
must be done over at half the cost, the only thing being that
there is a certain danger of straining the vessel in leaving
her alone.

3. It was found that two of the clathrates or ice on board
were alright, and therefore only the one was sold. I regret
that this fact was not mentioned. I quite understand that a
common seaman is not as a rule the best man to survey such
an old Johnson's experience in these matters is no much more
extensive than that of Captain Thomas that his opinion is the
more valuable, and it must not be forgotten that Johnson signs
himself "Surveyor to Board". of the steamer.

4. Per.S. Whatever was the cause to the loss bags of Cof-
fee, it is quite certain that it could not have been owing to
anything but immersion in sea water, as the coffee was quite
eaten and dried. Dr. Peto was the authority for saying that
they had dropped it overboard while hoisting.

5. Per.S. The delay in forwarding the drafts on Mr. W.P.
Waldron
P. & G. CO. Ltd.,

Managing Director,

London.

Walliron does not occur in this office, and when I send Mr. Walliron the draft for the current half year I will ask him to return it at once.

6. Par. 3. I am glad to report that upon heaving the Fair Rosamond down, it has been found that the damage sustained was less serious than appeared likely upon first examination. Johnson estimates that the cost will be something like a hundred pounds less than his original estimate. He is proceeding with the repairs at the present time, and I have every hope that in the course of a week she will be ready once more for sea. I was disappointed at not receiving per Iberia a reply to my cable asking for instructions as to the appointment of a Captain for her, but so strong is my conviction that it would not be right to let Willis go in her again that I have asked George Osborne whether he would take the mastership if it were offered him, and he has agreed to do so if I do not receive any instructions from you via Coronel. I feel confident that Mr. Harding will confirm my opinion that there is no man in the Islands who will do better work in her and that he is a thoroughly reliable steady man. I very much hope that the Board will approve of this appointment. Certainly the cost of the repairs will be kept down as low as possible, and as there is still so much wool to be brought in she will be put in commission without delay.

7. Par. 3. I was not aware that the Company had any part of the insurance of the West Point wool lost in the Allen Gardner. As a matter of fact, I was never told officially of her loss, and I doubt very much whether the Master extended his protection. Poole is in every way an unsatisfactory man, and as he has now left the Colony under circumstance which make his return more than doubtful I question whether anything further will be heard of him here. The schooner was said by him (and this was confirmed by Bowlands) to have sunk in deep water, owing to the fact that she was set off after striking, only to fill and sink. I take it therefore there was no question of saving

3.

Salving the wool.

8. Par.10. As promised in my 302-7, I have had a practical test given to the hoses for the Semeck, and am pleased to report that they worked in an excellent manner. There was rather over 5 feet of water in the Egeria, and the Semeck pumped this out in about three hours and a half without anything like a hitch, so that we may now congratulate ourselves that should a ship arrive requiring her services the tug could do her work well. I enclose a report from Captain Thomas upon these hoses and the couplings that we have on hand. Probably you will agree that a spare set should be kept for use in case of emergencies. The leather hoses are undoubtedly in a very bad state and should certainly be renewed.

9. Par.13. I regret that the extract from the Lake Merchantile's Log was not sent to you. It was promised to me, but at the last minute the letter that I forwarded was given me, and I thought you would have no difficulty in obtaining whatever was needed upon the arrival of the vessel. As the bale of wool was lost at night, it would have been difficult in any case to recover it, but this was rendered quite impossible by the fact that it was lost owing to the fact of the steamer shearing off from the Great Britain, and then closing up again.

10. Par.14. I did not actually refuse to pay Baillon & Stickney's cheque, but told Messrs. Raixx Braun & Blanchard that as some question had arisen about it, I must defer payment until I had been able to communicate with the drawer. This I did, and upon Mr. Stickney telling me that it was in payment of horses purchased I at once remitted the money to Sandy Point. At the same time, I gather that I should have been justified in refusing to pay her & I found that the cheque was for the purchase of stores which we were able to supply.

11. Par.15. I have told Johnson to have the cushions taken off the Billiard Table, and they go home by this mail packed as you desire.

12. Par.16. I have heard nothing from Mr. Reginald E Cobb as

4.

as to when the Speedwell Island wool will be ready for shipment, but will make a point of getting it forward as soon as possible. If it is brought in by an outside schooner, I will not omit to charge freight as from a distant port.

14. Par. 17. During the gale when the Fair Rosamond was driven ashore, both the Hornet and Estrella were anchored in Port Pleasant and the latter dragged her anchor and got ashore. As far as I gathered at the time she was in no great danger, but could not get off unless lightened. The Hornet took 33 bales of the Port Stephens wool on board, and the Estrella then floated and took back the wool. Amenga told me that he was very pleased to be able to help, because a few years ago the Oregon stood by the Hornet for three days, and was of material assistance to him, and this was supposed to have put the balance right again; Mr. George Cobb, who was on the Hornet at the time, tells me that the wool in the Estrella was never in danger, and it was only a question of saving time, as the wool could have been boated ashore and back again.

15. Par. 18. We are all glad to hear that the wool market is better again, and that Tallow is fetching such a good price. I hope the Antisano cargo will fetch a good market. I signified by cable, without instructions, the number of casks of tallow shipped. Besides the shipment of 13 bales of wool by this steamer, there are only about half a dozen bales at North Arm to complete the Company's wool shipment for this season.

16. Not having received a cable from you with reference to Nolle's passages I have decided, after consulting with Mr. Mathews, to issue them, and they leave by this steamer.

17. Mr. Mathews is now in Stanley for the purpose of seeing Mr. Lawson on his way to England. He tells me that he proposes to leave for England by the mail of July 22nd., and from your letter to him I see that he is to have passages provided. If he goes by the next mail, I will include his name in the cable from here.

I am,

Sir, Your obedient servant,

ENCLOSURES.

Duplicates. - (Originals from Antisana, 1851, June 1902.)

Despatch No. 807

Second of Exchange No. 2827 on Robert Thorne & Co.

Counting Instruments - May

Insurance on Produce Return No. 35

Ship "Rhuddlan Castle" Accounts

Final Survey Report "Rhuddlan Castle"

Cattle & Horse Returns May 1902

Statement on Accounts

Tallow Weights

Specifications-

M.I.D. 24 Cooke Runners

G.C. 100 Bales Sheepskins

D.M. 17 Bales Wool 5 Skins

Specification of Hides of Lading per Antisana

Originals.

Copy of Stanley Cash Book for April

Journal

Cash Vouchers East and West Store

Store Incent No. 304

Remarks on Stores and Replies to Remarks

Estimate for Lading up Portlina

Capt. Tomm's report on Sonson's Horse

Postage Stamps for M.R. Hudson Hughes Esq.,

Letter from Mr. Metcalf of June 3rd, 1851, enclosures

Shipping Report

Remarks on Accounts and Replies to Remarks

Statement on Accounts

Specification	Wool	Skins	Tallow	Hides
J.B.	61	3	3	28

200.

FALKLANDS.

Send, July 6.

M.R.

By last despatch I rec'd by the steamer on the 20th, 1200
vines which I have received on the 22d, insert your despatch
to me per Liguria.

Refined. By despatch you have, "Cunard" was posted in
the usual way and should have reached you in due course; but I
hear that the Postmaster or his subordinate of the "Cunard"
overlooked part of the mail, and none of the bags were set for-
warded from Montevideo until some days later. The Consul here
proposed that he should suffer for it, but that does not rest
entirely with him.

Refined. The "Pinguicula" returned from South Georgia on
the 21st instant, after a very successful trip. This does away
with the idea of any vessel being sent down to search for them.
Captain Lassen tells me that the Argentine Government have of-
fered him all the coal they may want paid for, and they will
therefore go back late to Tierra del Fuego and take in what is
necessary. Before leaving, however, a bill is to be given to
the "Pinguicula" for the removal of the mail from FALK-
LANDS, Mr. Anderson paid in the sum of £18. 0. 0 to the credit
of the Expedition, against which they propose drawing as they
need money, and he believes a further sum will be paid in before
they leave.

Refined. I have sold some of the "Glengowan" coal since
by last report this time it was delivered in our lighter alongside the jetty at 20/- per ton, at which price 40 tons
were sold.

FALKLAND ISLANDS

Managing Director,

London.

B.

5. Par. 6 & 8. When the ships were here, no claim was made with regard to the Admiralty being entitled to more than the 1200 tons of coal contracted for, and at the Commodore's desire I supplied a table showing the 833 tons still on hand, after which he told me that the "uncontracted" right be supplied from that with what they wanted. Since my last report in No 7-4, some 6 tons of coal have been supplied to the Siccis and schooners, and our present stock is therefore about 510 tons. The 30 tons sold to Mr. Hayes, as reported, was at the rate of 6/-, unless the Admiralty wish it to rank as un-supplied to R.M. Ships, in which case it is to be charged at the contract price.

6. Par. 7. With regard to the fact that the Captain of the Alvin Gardner did not extend his protest, it should, I think, be remembered that Poole did not consult me at all, and I was unaware that the Company was interested in the insurance. I did not think it was necessary that Lloyd's Agent should run after the Captain, but rather to give advice when asked for it; in that capacity it would seem to me that the Underwriters' interests are best served when the Captain neglects to take such steps as will insure his and the shippers' interests being safeguarded. I agree with you that a receipt written in pencil on a piece of cardboard is absolutely unbusinesslike, but I fail to see that we are called upon to see that shippers who employ these outside schooners accept only proper receipts, and it is probable that the combination of A.H. Pelton and Poole is the only one in the Islands where affairs would be carried out in this manner. At least the Captains of our own vessels are more alive to the fitness of things.

7. Par. 10. I regret that in my cable with regard to the Shudder Castle the word "FEDERAL" was out of place. As to my cable about a Captain for the Fair Rosamond, I certainly thought it would be understood in view of what I had said in No 2-7 - supplemented as it would be by what Mr. Harding would tell you about Willis. At any rate, you would have received my despatch No. 206 in time to cable via Monte Video, but in the absence of

3.

ON MY BACK INSTRUCTIONS, AS SOON AS THE VESSEL WAS READY FOR SEA, I APPOINTED GEORGE OSBORNE AS WINTER AT £10 PER MONTH SUBJECT TO YOUR APPROVAL.

8. I enclose an account showing the cost of the repairs to the PAIR Rudder, amounting to £282. 0. 6., WHICH THOUGH HEAVY IS NOT MORE THAN WAS ESTIMATED BY JOHNSON, WHEN ALLOWANCE IS MADE FOR THE COST OF THE RUDDER SENT OUT TO PORT STEPHENS TOGETHER WITH CARPENTERS' WAGES DURING THE TIME THEY WERE AWAY FROM STANLEY FIXING IT. THIS ITEM WOULD NOT BE LESS THAN £70. THE EXTRA EXPENSE HAS BEEN INCURRED IN REPLACING THE LOST BOAT, WITH LABOUR ON THE ONE SUBSTITUTED, BY SUPPLYING AND FIXING A NEW PUMP, AND BY THE NECESSITY OF HAVING A NIGHT WATCHMAN DURING THE TIME THE VESSEL WAS HOVE DOWN. I HAVE NOT CHARGED ANYTHING FOR FREIGHT ON THE RUDDER OR FOR PASSAGES OF TWO CARPENTERS BY HORNET TO PORT STEPHENS.

9. FEB. 12. I note that you want a complaint made when the steamers I leave wool behind, having room in their holds. I will bear this in mind, but it must not be forgotten that they generally have space reserved for CARGO FROM MONTE Video OR RIO. When the steamers come in here several days late, the Captain's argument has always been that it would not pay the P.S.M.C. to lose another day for the sake of taking in a few more bales. I have on more than one occasion pointed out that however cogent an argument this may be from their point of view, it does not in any degree exonerate the shipper whose produce is left behind, simply through the fact that the Pacific are so irregular in their arrival. I have mentioned to you in SOS-10 AND SOS-12 THAT A CONSIDERABLY SMALLER SHIPMENT WAS MADE THAN WE LOOKED AND HOPED FOR.

10. I enclose a copy of an account which I have received from the P.S.M.C., Valparaiso, showing expenses in connection with the Chileta Labourers, amounting in all to £371. 1. 6., AND ALSO A PRESS COPY OF THE ACCOUNT AS RENDERED TO MR. CHRISTIE. AS YOU HAVE ALREADY PAID THE PASSAGE MONEY ONE WAY, I SUPPOSE YOU WILL DISCHARGE THE BALANCE, AND HAVE SO INFORMED THE MANAGERS AT VALPARAISO; BUT I DO NOT THINK IT QUITE FAIR THAT THEY SHOULD CHARGE 5% COMMISSION, MORE ESPECIALLY AS IT WAS POINTED OUT AT THE TIME THAT THESE MEN WERE ENGAGED WITH A VIEW TO FACILITATE THE DESPATCH OF THE STEAMERS, AND IT WAS PROMISED THAT EVERY ASSISTANCE SHOULD BE GIVEN US IN CARRYING OUT WHAT WAS UNDERSTOOD TO BE AN EXPERIMENT.

11. The schooner "Richard Williams" is now hove down and being re-

re-occupied at the request of Mr.J.H.Bear. I am told that she has not been so treated for eighteen years.

12. I learn that by the last mail Mr.Hayes received instructions from the Admiralty to considerably extend the scope of the Naval Depot beyond what has been understood to be their intentions hitherto. It is now intended to build some houses at the back of the works on the other side of the hill, and it is further proposed to construct a small slip for hauling up lighters. Mr.Hayes tells me that he does not think he will be able to supply coal to the ships this year, but that a ~~store~~ ship will be coming out here in November with building material and a certain amount of coal. He has asked me to quote him a price for the use of two lighters to help in the discharge of this vessel, and I enclose a copy of my reply. It is expected that a steel lighter will come out almost at once and another later, and Mr.Hayes has been asked to report whether these will be sufficient, if supplemented by whatever can be hired here when a coal ship comes once or twice a year. I believe that the extra work now sanctioned will take at least two years to complete, and by last mail Mr.Hayes wrote to Sandy Point for about 30 additional labourers.

13. I enclose copies of accounts current for Port Stephens, Pebble Island and Weddell Island to June 30th. I am not sure whether you want the last under the altered circumstances, but I have sent it to be on the safe side.

14. Mr.Mathews, having ceased to act as Camp Manager for the Company, leaves for England by this present steamer.

I am,

Sir,

Your obedient servant,

ENCLOSURES.

LIBRARY. (Enclosed in envelope, 30th June 1892.)

Copy of Stanley Cash Book for May

 * * * JOURNAL * * *

Copy of Cash Book

Remarks on Stores and Provisions

Letter from Mr. Tolson of Dept. of War, and enclosures

Letter on Stores and Provisions to Remarks

Statement of Acccounts

Specification & Basis of Rating per Month,

Letter to President Gen. John Scott,

EXTRAORDINARY EXPENSES.GENERAL.

Copy of Stanley Cash Book for May

 * * * JOURNAL * * *

Cash, Vouchers Paid and Outstanding

Copy of Cash Book

Remarks on Stores and Provisions

Letter to Mr. Tolson of Dept. of War, and enclosures, 30

 * * * Basis of Extra American Missionary Society

£ 75, 0, 11

 * * * 1900 * Lect. Gen., H. M. Navy

£ 400, 0, 0

Acc't on Messrs. Clark & Sonitors

£ 200, 0, 0

Acc't on London & Westminster Bank Ltd.

£ 107, 11, 8

 * * * London & John Stork Bank Ltd.

£ 156, 0, 0

Carrying Expenses for June

Stanley Cash Book to June 20th.

Copy of Cash Book

Explanatory report of Extra American Missionary Society

General Account

Copy of Extra American Missionary Society

Report of Committee re British Embassy

Copy of Letter to Mr. Hayes re Title of Righteous

General Report

Statement of Acccounts

Bonner's or Arctic Fox Skins to Name

Specimens欲求 for Mrs. Williams

Specification	Feet.	Skins.
Full	100	1
6	7	
5	10	2
4	15	7
3	30	5

220.

LIMITED.

RAZELL,

120, NEW BOND ST.,

L.

Sir,

My last despatch sent you "news" on the petitionation
and on the 7th I received your ~~late~~ ^{dated} report, and intimation of
the Queen's assent.

Mr. Webb, I have to assure you again that the letters
have been given to the Purser or our Agent without
being marked "via London", and will take care that in future
this shall always be done. Likewise, it has never been considered
necessary as the Purser has always informed us that all let-
ters would be posted at London, and I take it that the present
is an isolated case since it has been overlooked.

Mr. Pocock, It is a great pity that there should be grum-
bling from officers of vessels regarding wages, but precisely as
it will be impossible to do away with this altogether, as the
men will, without the law from the Admiralty Parliament Intended
at work must acknowledge that we does open a gap and if
certain could be arranged whereby it was possible to enter into
a contract it would be beneficial to all parties. One such
would be against the quality of the work done, if so
that the law is taken into account the Captain is held out
of London. In the case of the Captain, the wages were
increased owing to the fact that Captain Roberts had more work
done after London had practically left the vessel. This was
a series of small jobs which all took time, and several times
the Captain had work done which was sent off to fetch something
which the ship's men might have brought ashore. Captain

F. J. COOKE,

Superior Inspector,

London.

ROBERTS was every fair wooden man, but like a good many wooden men was given to saying more behind one's back than to one's face, and I am not astonished to hear that he has told the Chinese that the prices are excessive.

4. Part. I understood that Mr. Matthews was writing to you on the subject of German Beach. All he wished you to do was to let you know what stock we had on hand. As he is now in England you will be able to find out what sizes are needed. I have asked Mr. Allen if he could tell me, and he tells me that he has been in correspondence with you on the subject.

5. Part. I quite see your point about selling wool here, and though there are a few of the shipowners in the lateen ^{as} who consider themselves smart men of business as any mere wool buyer, I think there are only one or two who would seriously entertain the idea that they could get better prices here than in the London wool market.

6. Part. 5. From what I said in my No. 7, you will see that G. J. Deacon has been master of the Fair Rosamond since the re-pairs were finished. I am glad to say he has made a successful trip to the Charleses and is now away for the Fox Bay wool. I gave Willie a month's notice at the end of June, so that for the month of July we were actually paying double wages, but I thought this was the right course to take.

7. I enclose a statement showing the amount of the wool that has been shipped this season, together with the account for which space was asked, with the approximate number of bales left on hand after each steamer's call. We have a large shipment on hand now, owing to the fact that the Faraway took nothing; it is to be hoped that the Magellan will clear us out again.

8. Part. 8. The cost of running the Faraway for McLeary was, as nearly as can be ascertained, about 30/- per day, leaving us a clear 4/- per day to which must be added the fact that we are getting a dollar on the coal used. Beyond this we were able to get a certain amount of work done for ourselves as we was not

running continually, and as it was stipulated that we should have the use of her while the sailboat was in the Harbour we were not called on to keep banded fires for two or three days waiting for the mail. Mr. Hayes has asked for her again this week for a few days, and as the working hours are now longer he has agreed to pay £2.15.0 per day.

6. P.M. The "Antarctic" will take about 80 tons of coal this time, and 60 or 70 tons when they return in February, so that we will have no difficulty in keeping at the disposal of the Admiralty the balance of the 200 tons.

10. P.M. I note what you say as to the interest to be charged to Messrs. Stickney Bros., and I will wait until your decision. We can deal at the end of the year with the extra 2½ and 3½ commission, which we charged them in last year's account current.

11. P.M. The error in the remittance from Kitter was owing to a mistake in this office, upon his bills being rectified and the balance so advised to him. We have always made a rule that until those debts are set the goods are not to be delivered, and Kitter has always paid, although he has been sometimes apparently required to submit to "the bill".

12. Letter of July 8th. I have had carried out the necessary changes in the style of the Company, and will take care that all documents from now bear the word "United" in addition to the usual form.

13. Letter of July 11th. I enclose a voucher for Mr. H. A. Key's fee as desired. I believe this is the first time during the time I have been here that such a document has been demanded, and we understood that the Commissioners accepted this without demur. With regard to the fact of Johnson being on the final summary, I thought that as his name does not appear in the accounts no one outside the Islands was aware that there was any connection between the Company's Permanent Carpenter and Mr. Johnson, Master Shipwright and Surveyor for "Record". Old Sirree has the reputation of not being too straight, and so it

knowing, he has said things to Satterthwaite which would tend to throw discredit on Johnson's work. The course I took was not due to an oversight or for the want of knowing the proper thing to do, but at the same time if necessity should arise again during Mr. Hardinge's absence I will put signs on the final survey.

14. As reported in my letter of July 24th, the Estrella was totally lost on the night of the 16th. July. Happily, no lives were lost, but the vessel itself is so smashed up that I believe that there will be little or nothing saved. As far as we are concerned, it might have been worse as there were only a few timbered on board for the day of the total value of either under £15, and none of them were covered by insurance.

15. On the evening of the 26th. July the Chance, in coming from Port Louis, went ashore in Port Tillion during a blinding snow squall, and was unable to get off. Next morning, Parrin came to me for assistance, and I agreed to send Captain Thomas down with the Sisic and get her off for £50 on the "no cure no pay" system, on the understanding that as the services rendered would be in the nature of salvage and to prevent a total loss the claim should not fall on the estate, but should be recovered from the insurers. I enclose the Agreement entered into by Parrin and Captain Thomas for the Company, and hope you will have no difficulty in recovering.

16. Owing to the fact that the Estrella was not insured, I understand that Tillion wants to lose some £300, and he now claims that by a registered agreement with Parrin that he should have the insurance policy of the Chance in his keeping and has applied to me for it. This I have of course refused to listen to for the very good reason that you hold the Policy in Boston. I do not know what the result will be, but I think if he has a registered agreement, as he says, he may endeavour to enforce it. The insurance premium due on the 17th. instant has been paid.

17. Another outcome of the loss of the Estrella is that we

5.

have been invited to tender for the carrying of the mail between here and the West Falkland Island. I have not seen my way to doing so, however, as we shall soon have the wool season upon us; and, pending Mr. Hardinge's return, I have not caused the schooners to do outside work. Should it be thought well to do so later, I do not doubt but that we shall have another opportunity as the Charles is the only vessel now available, and the accommodation that she possesses for passengers is not up to what is thought proper.

18. The Pacific Steam Navigation Company have sent me a general statement for the damage caused by the fire which occurred on the Iberia on February 18th, 1901. According to this statement the Company is liable for £24. 3 s in their contribution for cargo on board. I have not yet collected all the claims, and shall not therefore credit the P.S.N.C. until the next mail, when I will credit the Company's share. I suppose you will take the necessary steps to recover this amount from the Underwriters.

19. Owing to the wreck of the Estrella, and the consequent lateness in the delivery of the mail at Fox Bay, there will be an unavoidable delay in forwarding Mr. Valdron's half yearly draft.

20. Further enquiries about the Clergeman coal have been made, and I have supplied a ton to Mr. Cameron for trial in his heating down furnace; if it burns all right, he will take 80 tons. Mr. Stockworth is also enquiring about it, and possibly may be able to sell a quantity on the West if the report on it is good. I have also sold a small quantity of the coke, which, though broken and covered with rust, is said to burn well. I have caused it to be known that this can be bought at 10/- per ton, and already nearly 80 tons have been disposed of at that price.

21. Having received the notation of the Admiralty, Mr. K. Hayes is now, at the request of the Colonial Government, engaged

6.

repairsing the Dockyard Jetty. The cost will be considerable, but I understand it is likely that the Admiralty will make a contribution towards it. It is proposed to proceed with some repairs to the Stone, or Town, Jetty, later on.

22. The Magellan has arrived this afternoon, and although she brings me a letter from Valparaiso acknowledging my request for space for 1000 Bales of Wool besides Fallow and saying that arrangements had been made to lift this, she has only room for 500 bales at most. This leaves us with 700 bales and 130 barrels of fallow on hand, and I cannot but think it is in every way shabby treatment of us.

23. The Antarctic Expedition had about 120 Casks of Kuk-
bur Oil which they wished to ship per Magellan, but this also
has been shut out. This was to have been consigned to Christ-
tensen & Co., of London, against whom drafts may be drawn for
balance of disbursements here.

24. Since my last report we have loaded the Samson, putting
nearly 85 tons into her. The officers have all had some, as
well as the Admiralty Launch, out available stock, therefore, it
now about 475 tons.

I am,

Sir,

Your obedient servant,

*John Hardinge.
Captain.
Admiral.*

ARTICLES:-

DUPPLICATES. - (Originals per Varnam, July 24th, 1902.)

Copy of Stanley Cash Book for May
" " JOURNAL "

Store Insects No. 305

Remarks on Stores and Replies to Remarks

Second of Exchange No. 3634 on South American Missionary Society
for £73. 6.11

" " 2236 " Acct. Gen., H.M. Navy for £400

Coasting Insurance for June

Stanley Wages Return to June 30th.

Mr. Allen's report of July 15th, and enclosure.

Copy of "Fair Poseidon's" Repair Account

Copy of letter to Mr. Hayes re Lighters.

Statement on Accounts

Remarks on Accounts and Replies to Remarks

Accounts Current Port Stephens, Pebble Island, and Mr. C.H. Willdene.

ORIGINALS. -

Copy of Stanley Cash Book for June
" JOURNAL "

Cash Vouchers East and West Store

Store Insects No. 306

Remarks on Stores and Replies to Remarks

Store Ledger Balances to June 30th.

Ledger Balances to June 30th.

First of Exchange No. 3237 on Sh. of Tarapaca & Argentina Ld. for £3.0

Insurance on Produce No. 36

Coasting Insurance for July

Agreement for salvage services to Chance

Ship "Cypriene" - statement of Lloyd's Agency fees

Table of shipments of wool

Mr. Allen's letter and report, August 15

Shipping Receipts

Remarks on Accounts and Replies to Remarks

Statement on Accounts

Letters for Mr. & Mrs. Mathews and Dr. Polley

SPECIFICATIONS.	WOOL.	SKINS.	TALLOW
-----------------	-------	--------	--------

D M	156	5	
J H G	58	5	
W H D	167		
G I	22		
Z	42		8
P	39	13	13
W F			44

2II

LIMITED.

ORAVIA

16th.September

02.

Sir,

I wrote you last by the MAGELLAN on the 19th.ultimo,
since when I have received your despatches Nos. 950 and 951 per
MAGELLAN on the 5th.instant.

2. 950-1. I was aware of the standing rule that no tele-
gram is sent when there is less than 100 bales of wool shipped
for the Company, but as explained in my letter of the 24th.July
I thought it better to let you know that nothing had been ship-
ped as you were aware that we should have produce on hand, and
might have thought that the cable had miscarried.

3. Par.4. As it was found that the damaged coke would
burn fairly well, I put up a notice in the stores that we would
sell it at 12/- per ton at the head of the jetty. At this rate
I have disposed of 60 tons. With regard to the coal, I have
sold 50 tons to Messrs Puckle Bros & Co. at 32/6 per ton deliv-
ered at Fox Bay, and a small quantity to Messrs Bertrand & Fel-
ton at 50/- delivered.

4. Par.5. and 951-2. I note what you say about leaving
down the Fortuna, and as I have not received the cable you men-
tion I take it that it has not been decided yet whether to
leave her down here or not. I am glad that these instructions
have not arrived, as just at present we should not like to be
without her. I want Rowlands to make two more trips, one to
Port Howard for Tallow, and another to Roy Cove for the whole
clip; unless something unforeseen occurs this ought to be fin-
ished by the end of October. There will then be plenty of time

F.H.Gold Esq.,

Managing Director,
London.

to effect the repairs before the wool season begins again. With shipwork on hand now it would not have suited us to undertake these repairs at the present time.

5. Par.18. I have informed Messrs. Packe Bros. & Co. of the error in describing one of their bales of wool.

6. Par.14. We have on more than one occasion pointed out to clients that they should make out separate specifications for the different classes of produce, and I will do so again. Some of the, however, have but a hazy idea of the value of specifications at all.

7. Par.15. I thought what I said in 205-7 would be considered a sufficient report upon the wood from Messrs. Lamb Bros., but have got Johnson to give me details and enclose the report herewith.

8. Q51-4. We have received the set of flags for the Fortune. With regard to the measurement for the Hornet's set, the present flags are undoubtedly 8 feet long. These flags are in excellent order, and only need supplementing with the new ones. Ennenga says that the present flags are too small and would be better if 12 feet long.

9. Par.5. I wrote to Messrs. Stabenrauch by the Orallana, offering to sell them the Sabine upon the conditions you mention, but of course have not received their reply; should it arrive by the Oravia I will send it on by that boat. If they make an offer, I will cable it to you, but I imagine that they will be more likely to do this by their London Agents, as when I told them I was referring the matter to you they informed me that they were acting for others, and that they expected that the negotiations would be carried on at home.

10. Par.7. I note that you have bought steam coal on very advantageous terms, and that 1000 tons are to be supplied to H.M.Ships during the coming season. You do not say when we are to expect the arrival of the "Glenfarg"; but as I see from the correspondence that it is understood that the coal is to be here in October, I suppose she is now on her voyage.

3.

11. Par.8. It has now been decided by the Committee that owing to the impossibility of the bricks arriving here before the end of the year at the earliest, the building of the Church Tower must be postponed for a year. There is, therefore, no hurry for the bricks to arrive here, and possibly you may be able to make a favourable arrangement for shipping them out later on. With regard to the quality of the bricks, the Committee felt that, knowing the nature of the weather in the Islands, you would not send out a brick that was likely to prove unsuitable. Those that the Governor imported last year appear to be very good. They were from the Wrexham Brick and Tile Company, and probably the cost of getting them to Liverpool was not excessive. I understand that the Committee are prepared to pay cash. It was not expected that the Company would ship this material on commission, a direct order was given here and as it was not in stock it was indented for in the usual course.

12. Par.9. The only cable I received was the word CAVEASE the meaning of which I am unable to discover. The tonnage per Orellana would have been expressed by the word SUBASTADOR. I might mention that I did not receive this cable until the Orellana ~~xxxix~~ tk arrived here, as will be seen by the enclosed envelope.

13. The British Barque "SERENA", Port Talbot to Caleta Buena with Coals, arrived off the port on the morning of the 4th, when the mailboat was here. I sent the Sampson out, and after about five hours' towing she was brought in safely. Very bad weather had been experienced off Staten Island, three boats were washed overboard and the forecastle gutted, besides which sundry damages were received to the top hamper. I enclose a copy of the Surveyors' report, from which you will see that the work is likely to last some weeks; the cost will be not much under £2000, in all probability. The towage was £250 and £10 for the use of the hawser. The Master is Captain Dagwell, who was here in the Astoria in 1890 and again in 1894. I am pleased to say

that the Samson did very good work on this job; it was blowing hard and the sea was running high, nevertheless the tug hung on to the ship and brought her in, after having parted one hawser.

14. A quantity of wreckage was reported floating about Port William last week, and I agreed with the Shipping Master to send the Samson out to tow it into Stanley Harbour for £75. I thought that as we have schooners coming in and out constantly it was to our interest to have the port kept clear. The wreckage, which is believed to be part of the John R. Kelly, was found to have got aground in one of the small bays close to William Point, and we had to go down three times before we could get it off owing to the heavy sea. However, it has been accomplished without mishap.

15. The "ANTARCTIC" left here on the 6th. instant for the West Falklands, and then on to Tierra del Fuego and the South. I made up the accounts to the time the expedition left, and Captain Larsen gave me a draft on the Credit Lyonnais for £95 (being part of the credit opened in their favour) and another on the Admiralty for the balance of £284.18. 7, both of which I enclose together with a letter from Captain Larsen to the Admiralty, advising them that he has drawn on them.

16. As I mentioned in my last despatch, there are some 117 casks of Blubber Oil from the "Antarctic", which are to be shipped on the mailboat to the consignment of Messrs. Christensen & Co. I have been asked to see that this is duly insured and have advised you to this effect by this mail. There will be a further consignment of about 100 casks, which it is proposed to send home in the "Antarctic" itself, when she leaves here in February next. I shall be glad to know if you can do this business, and at what rate.

17. I have received a letter from the Liverpool office of the P.S.N. Co. to the effect that they are sending the Sarmiento to call here about the middle of October with materials for a dredging barge for the Naval Works, amounting in all to about 270 tons measurement. I assume that you will have received

5.

Advice of this, and that we may expect you to ship by this opportunity, in which case there will be a considerable consignment for this port.

18. I learn from Mr. Hayes that the Admiralty have again changed their plans with regard to the work to be undertaken at the Naval Depot, and that much of what was recently projected is postponed. Under these circumstances, Mr. Hayes anticipates that he and his staff will leave here about April next.

19. Mr. Felton tells me that the Colonial Government have under consideration the question of prolonging the Stone Jetty and at the same time affording better landing facilities by sinking a bulk outside the present one. Mr. Felton says that the matter will not be decided until after the Governor's return; no proposal has been made to me, but perhaps you would be prepared to entertain an offer should one be made. The Vicar of Bray is practically done for, and after the present coaling season I should think she might well be sold for this purpose. Would the Board agree to this; and if so, what would they consider a fair price for her?

20. Since my last report, the Antarctic has taken 19 tons of steam coal, the Siasie has had 3 tons, and a supply has been given to the schooners, the Smithy, and the Admiralty launch. Our stock, therefore, stands at about 450 tons, of which 230 remain at the disposal of the Admiralty.

I am,

Sir,

Your obedient servant,

ENCLOSURES:-

Duplicates.-(Originals per Magellan, August 22nd, 1902.)

Despatch No. 210
 Copy of Stanley Cash Book for June
 " " Journal "
 Store Inwards No. 306
 Store Ledger Balances to June 30th.
 Ledger Balances to June 30th.
 Insurance on Produce No. 306
 Coasting Insurances for July
 Table of shipments of wool etc.
 Mr. Allian's letter and report August 13
 Remarks on Accounts and Replies
 Statement on Accounts
 Specification and B/Ls per Magellan.

Originals..-

Copy Stanley Cash Book for July
 " " Journal "
 Cash Vouchers East and West Store
 Store Inwards No. 307
 Remarks on Stores and Replies to Remarks
 First of Exchange No. 2241 on Credit Lyonnais £96
 " " 2242 on Acct. Gen., H.M. Navy for £284.18. 7 and letter
 of advice
 Antarctic Expedition Account
 Survey Report Barque "Serena"
 Insurance on Produce, Return No. 37
 Coasting Insurances for August
 Letter to Spearing & Waldron
 Telegram from London
 Letter to Colonial Secretary re West Falkland mail service
 Mr. Allian's report Sept. 10
 Shipping Report
 Remarks on Accounts and Replies to Remarks
 Statement on Accounts
 Specifications:-

	Wool.	Skins.	Tallow.	Hair.
N.B.D.		26		
H. & B.	108			
S.I.	49	6		
N.A.	9			
J.B.D.			28	
B.	4	1	2	1 bag

M.R.

LIMA.

October 24th.

02.

M.R.

My last despatch went by the Gravia on the 18th ult., and I have since received on the 23rd instant your despatch No. 620. Your telegrams regarding the MERCURY INCALLISCO SHREWD and SHUTTER BLOCKS MACHINERY were also received on the same date. The latter should have come by the Gelema, but owing to an error on the part of one of Ammon's agents at Monte Video it was not forwarded.

2. I have received from Lloyd's Register a Form Letter in respect of safety on the Guanaco boiler, but at Mr. Marquand's request have decided to leave the matter over until his return.

3. Dr. Parry, I am sorry that the decision not to continue negotiations for the company's entry was a wise one, and point is given to it by the fact that since he left the Pacific R.R. would be less busy, overtaken by partial paralysis of the face, which practically prevents him from for work in the future. Marquand has recommended him to go home to England for treatment, and I believe that he is going by this steamer, with reference to his applications to the Consul, he assures me that Marquand will put off his departure in consequence, and that his return to Paraguay be free of encumbrances.

4. I regret that I did not get Johnson's report on the coal from Ussher, and Brothers in time to enclose it last mail. Johnson has been very unwell, and having a ship in hand, he has been absent and pressed. I send it this time, however.

5. The repairs to the "GURNEE" are in a fair way to be

finished Decr,

Managing Director,

LIMA.

Completed in the course of a week. I gathered from your letter that you had not been able to arrange for a credit to be opened, and that I was to await instructions before accepting the Captain's draft. I hope that these instructions will arrive by the coming steamer, as the vessel will be ready for sea before before any other chance of hearing occurs. I have to express my regret that the copy of the survey report we sent went to you last mail; it was impossible for me to include it with the despatch, and it was accidentally omitted from the supplementary list.

4. Mr. Hayes has asked me to send in a tender for the landing of 3500 tons of coal for the Naval Depot, and I enclose a copy of my reply. Mr. Moore tells us that he will recommend the Admiralty to accept this tender as an experiment, but that he thinks we might be able to do the work cheaper. I have gone into the question as far as with Captain Thorne, and we are agreed as the conclusion that if everything goes all right we could not cost us more than from 3/- to 5/- per ton, at which rate there should be a profit of something approaching £200. The present idea is that if the Admiralty think the price is fair one, it may lead to an annual contract being given to us.

5. Referring to my BID-17 and letter of the 11th August, I have to report that I have undertaken to carry the West Falkland mail until Mr. Martini's return for £20 per trip. The Government are very anxious that we should enter into a contract for this service, but I have declined to take the responsibility of doing so.

6. The Government have abolished the office of Superintendent Registrar on the West Falklands, and Mr. George Hirst, who has held that position for some years, has returned to Stanley, and is at present assisting in the Government offices.

7. Since my last report, about 15 tons of coal has been delivered, so that our present stock is about 450 tons.

I am, Sir,
Your obedient servant,

Disposition of Goods per Drayton, 18th September 1802.)

Copy of Drayton

Copy of Drayton Journal for July

Copy of Drayton Cash Book for July

Statement of Drayton and Replies to Drayton

Statement of Drayton Received on Credit Account for

1792 " Acct. Dr., H. K. Navy, £224, 18, 7

Statement of Drayton Return No. 37

Statement of Drayton for August

Dr. Drayton's Report of Expenses 1802.

Statement of Drayton and Replies to Drayton

Statement of Drayton and Drayton per Drayton

Statement of Drayton and Replies to Drayton

Statement of Drayton and Drayton per Drayton

Disposition of Goods per Drayton

Disposition

Copy of Drayton Cash Book for August

Statement

Copy of Drayton Cash Book for August

Copy of Drayton Cash Book for August

Statement of Drayton and Replies to Drayton

Statement of Drayton Return No. 37 " £224, 18, 7

Statement of Drayton Return No. 37 " £224, 18, 7

Statement of Drayton Return No. 37 " £224, 18, 7

Statement of Drayton and Replies to Drayton

Copy of Drayton Report Drayton " Drayton

Statement of Drayton and Replies to Drayton

Foot,

Drayton,

Table,

17

Drayton Drayton

77

8

224

213

SARMIENTO.

21st.October

02.

Sir,

The Sarmiento arrived on Saturday evening, but did not consent to discharge cargo until yesterday morning; she will get away to-morrow morning, and as she will probably catch the Panama at Sandy Point I am availing myself of the opportunity to write. Your letter of the 19th. September was received, but as the steamer did not call at Monte Video no further telegram has been to hand, with reference to the credit for the Sarmiento.

2. The Norwegian Barque "ARCADIA" was saved in here by the Sarmiento on the 17th. instant. She is bound from New Zealand via Glasgow with a cargo of Nickel Ore, and when off Cape Horn met with very severe weather, carrying away about 120 feet of timber on the Port side, and damaging the bowsprit. She is a very old vessel, and, as far as the Captain is aware, uninsured. I am not able at present to send you a copy of the surveyors' report, but I estimate that the cost of repairs will be not much short of \$1500. The Captain is anxious to have an insurance, but unwilling to do so which is hopelessly inadequate, and I fear we may have trouble with him. He has advised that the repairs will cost \$2000, but I think it would be well if you secured a credit for the amount I have mentioned. His owners are Messrs. John Johnson & Co., of Christiania, but he tells us that all financial business is done through Messrs. J.J. Johnson & Co., 90 Wellington Street, Glasgow, and it is to these people that he has addressed his telegram. I have therefore

T. T. D. 1000 AM.,

MACHINERY DIRECTOR,

P. O. C. 1000.

3.

therefore called you as follows:- FREDERICK ARCADIA JOHNSON
GLASGOW JAPAN, thinking that it would be worth while to men-
tion the approximate sum necessary.

3. The repairs to the Serena are practically completed,
and in ordinary circumstances she would be ready to sail in a
few days, but I have arranged with the Captain that he will
await the arrival of the California that we may know whether
the funds have been provided for the disbursements. He does
not like the idea of giving a Postponery Bond.

I am,

Sir,

Your obedient servant,

200000000

Revised Estimate of Capital per Share, 1840. (October 1802.)
Required \$100,000.

Cost of Land and Buildings

Land, Buildings &c. \$100,000.

Cost of Materials and Equipment

Materials and Equipment \$100,000.

Interest on Capital, Buildings and Equipment \$100,000.

\$100,000 + \$100,000 = \$200,000.

Dividends on Preferred Stock

Dividends on Preferred Stock \$100,000.

Interest on Preferred Stock \$100,000.

Dividends on Common Stock

Dividends on Common Stock \$100,000.

Interest on Common Stock \$100,000.

Estimated Total Capital \$200,000.

214.

"LICURIA".

November 11th,

02.

Sir,

I returned here in the California on October 30th, arriving about 7 p.m., and have received by that steamer your despatch 953 and telegram "Serena Canalese Trinacriae Bagwell Reshelton Talm quate portante London Antarctic Admiralty Pagliano". Mr. Gieling wrote you per Iberia and Sarmiento on October 14th and 21st.

3. S.P. 3-4, and Telegram. The Antarctic is not expected to return here until February so that nothing can be done at this end in the matter of the unpaid bill for coal. We have about 100 casks of Rubber oil on the Great Britain awaiting her return.

4. Par.5. Mr. Gieling has signs on the final survey of the Serena. For the present at any rate I prefer not to nominate Captain Thomas as "Surveyor to Lloyd's Agent".

5. Par.6. The Chance is not at present in Stanley, and I am not able to send any statement by Mr. Hartstone to his accident in Port Willoughby. Mr. Gieling reported the whole matter to Lloyd's on August 18th, and mentioned that the salvage service had been completed. I am however sending you a formal statement to that effect.

6. Par.8. I send herewith the formal statement of the contribution due from us on account of the General Average per Iberia. As we are collecting all amounts due from Consignees here, we will credit the P.S.C.C. account with our own.

6. Par.9. I enclose statement of the accounts of the Glengowen and Glengowan coal, showing debit of £447 and credit of £30 7.10.000 BSC., respectively

Managing Director,

London,

(2)

respectively. We have charged all wages, but have not yet debited anything for Sissie and Lightfoot.

7. Port. 10. Before leaving Liverpool I had an interview with Mr. Ward on the subject of barges both out and home. Mr. Ward informed me that they contemplated sending alternate cargo boats to Stanley each outward and homeward in the hope that as the mail steamer. I mentioned the question of sending a cargo boat occasionally to London, and have received a letter from the P.R.C.C. as follows:- "We have written to Mr. Sharpe, Valparaiso, by this vessel instructing him to send you a cargo steamer in the months of February, March and April, to load for London direct, on the understanding that you will have for each steamer not less than 2,000 Miles of wool and skins (as of course all the tailors you can then ship). You are to advise Mr. Sharpe as soon as possible the dates in these months that these 2 steamers should arrive at your port, which please attend to. It is very important Mr. Sharpe should have as long notice as possible, so that he can engage as soon as possible on the West Coast as possible for London, as the call of London will be a costly business. We, however, have agreed to do this in order to meet your wishes as much as possible, and by thus bringing the greater part of your cargo for the year in several cargo boats to relieve the mail steamer and enable them to get away from yours without more than the necessary delay "the sailors, passengers, and a small quantity of cargo".

Coming to the terrible hard winter now farmers will not begin shearing until late, but I do not suppose Mr. Allan will delay. You will of course like to get some wool by the steamer leaving on January 3rd - the February 3rd steamer is the Paname, which, like the California, carries her boats swung outboard, and carry them alongside the hull without either swinging them in or lowering them into the water. If a cargo boat is sent so as to leave here not later than the middle of February, we could hold over everything for her, and unless anything unforeseen occurs, should have about 1800 - 2000 miles in Stanley by that time. This should reach home in time for the March sales which I assume will be about the 20th of the month. I propose writing to Mr. Sharpe to

(3)

this effect, adding that it is essential that the steamer should be away from here by the 15th of the month at latest.

8. Par.12. We have carried the West Falkland mails out and home without any definite contract.

9. Par.13. Clients' store accounts will be transferred half-yearly as desired, but I assume you do not wish interest charged on these items from June to December. The Church store balance has been reduced since June. Dr. Jameson's store account will be transferred to his Ledger account, which I hope will be considerably reduced next year. I had already mentioned the matter to him and received an assurance that every effort will be made to wipe out the debt.

10. Par.14. I regret that we have had to cable for an extra credit of £220 for the Serena. On my arrival I found that the repairs were finished, and on making up the accounts that the total was £5012 14 9. It did not seem to be justifiable to keep the ship waiting for 4 weeks for the sake of the extra £220, and I have therefore taken the Master's drafts on the Owners for the total less cash paid to you. The ship did not leave here until the 5th instant on account of bad weather.

11. The repairs to the Arcadia are proceeding satisfactorily and I think the credit asked for, £1500, will suffice. The difficulty in many cases is, that as the work proceeds the Master dect des to have more done than at first intended, and the original estimate becomes exceeded. She ought to be ready for sea within 4 weeks.

12. Our supply of house coal is almost exhausted, owing to bad winter, cold spring and the sale of a fair quantity to Mr. Hayes. I trust that the P.S.N.C. will be sending a cargo boat here soon as we must have house coal. Mr. Lamb furnished me with c.i.f. prices for both house and steam coal, and in replying to his letter from Lisbon I asked him to send you a copy. There is the balance of the sailing vessel indent, and this with coal ought to furnish sufficient freight to induce the P.S.N.C. to send a cargo boat. We asked for 200 tons of house coal and 50 Smithy; if the total

sold many more, and, the latest I have had, the total is
of 10,500 tons.

13. The plans of the proposed house will be sent to you by
Parsons soon after I return from running the tape over the ex-
isting room floor that the actual dimensions are not exactly as
stated on the plan, and propose to re-measure the rooms marking
the plans accordingly.

14. Elmerton has sent a further communication of his telegram to
the Army Captain with the result that I must ask you to send a
new and fully detailed and all the necessary particulars as
to the new disposal of the bodies, and insure that Bellinger
will advise you what to send. We shall keep you up to date
as far as the C.R.C. are, which is very difficult, more particularly
in view of having to pay considerate as a great expense. This
will not be required for the future as arrangements will be
made to obtain green water from a shallow well and the water
may be used free of charge.

15. The wireless message of the Tel. sentence. She was arriving
in about two hours, the day before last the word was received
that our wireless would fail again, so she was told to
wait in Australia. However, as you will see the Captain has now
arranged for her off the Bill of Lading again.

16. I thank you for your Vitascope Video equipment that came to
me. I am not able to load, but think you & Mr. R. Carter can
take care of the loading. I was extremely impressed with the
idea that our equipment be safe in the hands. I informed you
that for the future all programs would be delivered to you
direct, and I, also, have agreed to forward them in original
to the Captain. Mr. Carter will attend to the transportation of the
equipment address.

17. I mention for your information that the letters of Mrs. H.
H. Smith, being sent deposited here for safe keeping, however,
Mr. H. Smith at his request, was forwarded to his mother in
Scotland.

18. The contract held in London seems to consider winter
time. The first bill for payment is now at £1,000 from
London.

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Total cargo seems small, the indent for house coal can be increased to 300 tons.

13. The plans of the Manager's House will be sent to you by Parcels Post next mail. I find on running the tape over the drawing room floor that the actual dimensions are not exactly as stated on the plan, and propose to re-measure the rooms marking the plans accordingly.

14. Atherton has had a further examination of the boiler on the Great Britain with the result that I must ask you to send a new one without delay. I left all the necessary particulars as to the work required of the boiler, and imagine that Bellamy's will know at once what to send. We shall ~~require~~ require a new donkey pump - the old one, which is worn out, was more powerful on account of having to pump sea-water up a great height. This will not be necessary for the future as arrangements will be made for storing fresh water from a shelter built over the winch when it was last repaired.

15. The Glenfarm arrived on the 1st instant. She was sighted on October 26th, and the tug spoke her the next day. Captain Ross would not pay the £32:10:- asked for towing, so she was left to sail in herself. Discharge is proceeding - the Captain has agreed to a deduction of £4/- off the Bill of Lading weight.

16. I wrote you from Monte Video explaining that owing to circumstances I was not able to land, but sent for Mr. W. E. Morton to come off to the steamer. I was favourably impressed with him, and think that our agency will be safe in his hands. I informed him that for the future all telegrams should be delivered to Messrs Wilson, Sons & Co., who have agreed to forward them in original by the Purser. Mr. Morton will attend to the re-registration of the telegraphic address.

17. I mention for your information that the leases of Mrs Bonner's farm, which were deposited here for safe keeping, have, at Mr. G. Bonner's official request, been forwarded to his mother in Scotland.

18. The Governor held an Executive Council to consider whether the Proclamation forbidding the importation of sheep etc. from Argentina

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Argentina on account of Foot and Mouth disease, which expires at the end of this year, should be renewed or allowed to lapse. Mr. W. Stickney and myself were asked to attend, and after some discussion it was decided not to renew the prohibition. Importation of sheep and alfalfa will therefore be allowed from Argentina, but we are still debarred from importing hay from Chile. Mr. R. Buckworth wishes to import rams from Buenos Aires on his return, and at Mr. Packe's request I have included in my telegram the message "Tell Buckworth it will be allowed import sheep January 1st".

12. I received a letter from Lloyd's Register of British and Foreign Shipping informing me that the survey on the Samson's boiler was due in June. I have replied that it must stand over until the arrival of the Cambrian in December.

20. I am sending you a statement shewing the dates of collection and shipment of the Speedwell wool for the last 5 years, from which it will be seen that during the past 2, one load has been sent in early by an outside schooner, and that we have completed the collection before the end of September. As regards this season, Mr. Girling, after receiving your instructions to forward the balance without delay, reported that at the end of June he had heard nothing from Mr. R. E. Cobb as to wool being sent but told Captain Rowlands who was collecting wool from Fox Bay to call at Speedwell on the way in and lift what he could. The Fortune could bring only 22 bales, and the balance had to wait until September. The Hornet could not be sent earlier as she had to go to the Chartres, only 90 bales out of 400 having been lifted from that Station, and your suggestion as to contracting with an outsider being impracticable owing to the loss of two of them. The fact is that Speedwell requires to get about 50 - 70 bales away early every season, storing accommodation being insufficient. We cannot afford to send a schooner for only two-thirds of a load when there are so many other places where she can fill, and an outsider has usually been employed to lift these, leaving again only two-thirds of a load for one of our schooners. The same difficulty occurs - are we justified in sending for only 70 bales when

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when other people have a full load to offer? I have been care-
fully with Mr. Girling through the schooners' work this last year
and I think you will admit that in view of the loss of the The-
tis, the Estrella and the Allen Gardner, which together collected
850 bales in XMAS 1801, and the fact that the Vale Rosamond did
nothing for 4 months, the collection of produce has been very
creditable. We will do our best to get the wool away earlier
next season, but we cannot make any promise with safety, for even
this year 320 bales were brought in by the Estrella before she
was wrecked. I think myself that the real bottom of the com-
plaint is the scale of freights. Mr. R.E. Cobb has always expati-
ated on the injustice of our charging the same freight on his pro-
duce, whether collected by one of our schooners and shipped thro'
to London, or whether brought to Stanley by an outsider. In the
latter case whatever the Station pays the schooner is all addi-
tional expense, and we get 11/- per ton for simply trans-shipping
wool from the schooner to the steamer. Another grievance is fre-
quently put forward by Mr. G.A. Cobb and Mr. Packe, that they are
charged the same freight on produce home as the most distant
ports in the Colony, such as Weddell Island, Spring Point and Bun-
nose Head.

21. With reference to Mr. Girling's despatch 212-S on the sub-
ject of landing Admiralty coal I have had a conversation with
Mr. Hayes, telling him that I had suggested at the Admiralty that
we should make an offer to freight out their coal and receive it
from the steamers into our hulks. I think we might make an offer
to the Admiralty combining these two, and tender for freighting
out their coal, receiving it from the steamer and landing into
their sheds with the use of their appliances as mentioned in Mr.
Girling's letter of October 13th. We could make a good profit
out of this at 28/- per ton, or even at 26/- provided the P.S.N.C
will bring out the coal at 20/- and we are not called upon to
pay dues or insure the coal. The question of liability in case
of loss would have to be settled beforehand, but if they agree to
pay 28/- we could afford to pay both dues and insurance premium.
As the Admiralty had asked Mr. Hayes to find out what would be
the

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the cost of landing. I offered to write through him, but he has since told me the question may as well be put direct to the Admiralty in London.

22. You may recollect that when we saw Mr. Alcock in Liverpool he seemed willing to increase our minimum commission from £5 to £10. The cargo boats remain in port some days and the cost of keeping up steam is considerable. Would you at the end of the year apply for this increase?

23. I regret to say that Mrs Hansen's seal catch this season is only 38 out of the usual 500. Mr. Miller attributes this shortage to disturbance to the rookery by poachers, and we are drawing the Governor's attention to the matter.

24. I am very glad to report that so far as I have seen Mr. Girling has carried out the work during my absence quite to my satisfaction. A ship-repairing job has been on hand mostly all the time and the repairs have been completed in rather less than the average time.

I am, Sir,

Your obedient servant,

INCORPORATED.Duplicate. - (Originals per Stanley, October 21st, 1908.)

Despatch Books

Store Inwards No. 307

Originals.

Stanley Cash Book for September

JOURNAL

Bank Vouchers East and West Stores

Stanley Ledger Balances, September 30th.

Copy Wage Return, September 30th.

Store Inwards No. 308

Remarks on Stores

Account of Barque "Serena", and Letter of Advice to Owners

First of Exchange No. 5249/50 on Union Bank of Scotland Ltd. for £1200 and £46.14. 9

Cheque on London City and Midland Bank Ltd. for £150

Cheque on North and South Wales Bank Ltd. for £60

Coasting Insurances for October

Insurance on Produce No. 29

Collection of Specimen Island Wool

Statement for Claim for General Average - Iberia.

Certificates re "Chancery" Salvage

Copy Final Survey Report, Barque "Serena"

Copy Survey Report Barque "Areadia"

M.A.L.A.C. Report November 6th.

Shipping Report

Statement on Accounts

Specification	Wool	Skins	Tallow
C	220	29	33
E	152	3	
S S O	29	7	18
S		35	
S R L		26	
V P		22	
P R		5	

SIS.

LIMITED.

OROFISA.

December 9th, 02.

Sir,

I wrote you last on the 11th November, and have received on the 26th November per Oravia your despatch 884 and telegram re "Maruffino Pegabile Our Standards In Portlands Case".

a. I am glad to learn that the balance of the Serona's account will be paid - I had considerable misgivings in allowing the ship to leave before sufficient credit had been obtained; at the same time it seemed hardly justifiable to keep her waiting on account of so small a balance.

b. There was not anyone in Stanley able to tell me which was our standard or standards in Mr. Barthraud's case, so I have sent all out to Walker Creek, Mr. Barthraud's to be sent back here.

c. 984-8. We propose crediting the schooners with 12/6 per ton for taking Glengiven coal to the West. The Clerking is taking some 400 tons as ballast @ 5/6 per ton, on the condition that we give her a hook alongside and a little assistance in clearing away the useless coke and rubbish to enable the coal to be got out. This will mean a clear 4/6 per ton for the Glengiven.

d. Par. 3. The Fortuna's new rigging is now being fitted as it would not be safe to allow her to begin another season without it. I am writing to Montevideo and Buenos Aires this mail to ascertain the cost of docking etc., but it will be awkward to spare her now that we have all the freight and mail work. The Fair Fortune is however doing well, and gets through more work than under Captain Willis. If the steamer project comes off we shall hardly want to spend anything at all on the schooners.

e. Par. 9. When the Antarctic returns I will inform Dr. Norden skjeld that the produce had better be consigned to us. It is

T. E. Cobb Esq.,

very

Managing Director,

London.

(2)

Very fortunate that you obtained the guarantee from the Admiralty that they would be ultimately responsible for payment.

7. Par. 10. The Government have not as far made any practices for the purchase of the Viceroy of Bray. I doubt if they would give \$100 even until finance forces they would do better to just keep the stone jetty in repair, and not attempt to endorse it.

8. Par. 12. The house coal episode is very funny indeed, and shows to what extent the Governor will go to avoid doing any business through us. It appears that they have over 60 tons of coal now in the Government Store, almost a year's supply, and still the Governor tries to get cheaply 2 years' further stock because he fancied there was an opportunity of avoiding the Company. They immediately disposed of 20 tons to Mr. Hayes, spoiling our sale, and do not know what to do with the rest.

9. Par. 13. The U.S. General rule is that he would not have time to attend to the P.M.C. depositions until after the mail. I myself would not have been able to get it through, and another four weeks will not make much difference. Mr. Raven is rather afraid that he might be made personally responsible; by Mr. Green if he loses his case, or by us if we fail to win it. I have assured him that we only want his help to fix Green, and that if we do not fix the man who is really liable, we shall not try and get the money out of any one else. I have undertaken to give him a written assurance to this effect. There would be no difficulty about the verification of the Governor's signature. The Foreign Office frequently used to send the Colonial Office documents for this purpose, and I feel sure the Colonial Office would not object to do it for us if appealed to.

10. We have had again to raise the Sissie's boiler, which leaked so badly that it was becoming impossible to keep steam. The leak was all round the new plates put on at home, and there must have been some bad workmanship at Bellamy's or wherever the work was carried out, though the tubes are standing well. A Doctor has now caulked it and made an excellent job. It was unfortunate as she was on hire to Mr. Hayes whilst his pinace was under repair, and we lost just a week over it, at \$8:15:- per day.

(3)

11. The Oravie arrived here on her date with no less than 465 tons of cargo, the heaviest yet carried by a mail steamer. This is especially funny after Mr.Ward having told me that they intended sending cargo boats to relieve the mail steamers. I had to put the Capricorn alongside in addition to the 4 lighters, causing delay, characterised by Captain Massey as "very dilatory". I ~~xxx~~ have mentioned this in writing to the P.S.N., and will send you a copy of my letter to them.

12. The Oravie brought 12 live rams from New Zealand, presumably for Mr.Blake. It is an awkward time to get rams away by schooner just as we are rushing in our wool to keep the sheds clear. Mr.Blake may like to know that Mr.Allan saw the rams and thinks very highly of them. They are in quarantine for a month.

I trust the Government will not wish to quarantine our SEC, for the quarantine paddock will scarcely hold them, and unless you send plenty of spare fodder, there will be nothing to feed them on. Mr.Allan thinks ours can go overland, and has planned out the journey to take about 6 days.

13. The Goose Green sheepskins are all in Stanley ready for shipment, and will I hope go in the Oropesa. I would have reported this by last mail, but it was uncertain whether they would all be ready for the Fortuna to bring in to Stanley before she was laid up for new rigging.

14. Martin Johnson the Foreman Carpenter has decided to go to England about next March or April, as he could hardly stand another winter here. For the last two or three years he has had to take great care of himself, and at the end of last winter was very bad. He thinks he will not resume work as Foreman Carpenter and may decide to remain at home. Edwin Rutter will manage the Stanley Arms - undoubtedly the best man, for he was barkeeper there for some years, and is very trustworthy. He will find a bar keeper for the Ship Hotel, which is at present leased to him.

I think that Arthur Biggs will be the best man to succeed Johnson as Foreman - I do not believe in getting a man from England if there is anyone here shaping at all decently, and we ought to be able to judge after 6 months' trial whether he will do. I am

22

very sorry to lose Johnson, for since he has taken skilfully work in hand, things have gone on there smoothly and more work has been put out. I hoped to have been able to arrange more contracting, but when Johnson leaves there will not be anyone with sufficient experience to say how long work will take and to give an estimate.

18. I have gone thoroughly into the question of a coasting steamer in my letter to the P.S.M.C. of December 8th., and you will see that I have estimated the gross probably earnings at £5000, exclusive of subsidy. The Governor's idea that the P.S.M.C. will bind themselves to take people to Sandy Point in order to take passage home in the Kosmos or some other cheap line of steamers, is too absurd. There is no doubt that what he wants is an independent steamer - he did not think that the P.S.M.C. would send in one of theirs. He even asked me if the P.I.C. would not run a steamer of their own; I replied that we already had the necessary plant for bringing in wool, and would certainly not go to the expense of replacing three schooners by one steamer when the total earnings were so small. The P.S.M.C. can of course buy a steamer more cheaply than we could - then need not pay their officers and engineers so much, for in their service these officers whether in a small steamer or large, are all the time working towards promotion, whereas if we had a single boat we should have to pay a higher wage as we have no promotion ahead. Again, they would no doubt coal from alongside the mail steamer, which obtain coal at Monte Video at 35/- per ton at present, I think; whereas coal would cost us at the very least 40/-. If, therefore, a coasting steamer can be made to pay expenses, the P.S.M.C. undoubtedly have the best chance of so doing. My estimate of the gross freight to be earned is based up upon the information I have at hand, I think it is nearly near the mark, but I cannot vouch for its entire accuracy. McLean, the Deputy Chairman of the P.S.M.C. mentioned the subject to me in Liverpool, and I told him I feared there was not enough coasting freight in the Islands to make the

8.

Mr. ... did not imagine that the Directors would be willing to throw two, perhaps three, of the schooners into disuse to take way for them. In my figures I have estimated the value of our work at from £400 to £500 per annum, that is for taking out stores and pay. In 1861 our schooners were credited with £500 for this, but as you are aware it has been the practice to treat the schooners as being hired by the Farm when doing our work, and Farm is therefore charged by the day instead of according to the actual freight carried. Therefore £400 to £500 should be about the estimate of freight for the P.S.M.C. Certainly, seeing the amount of freight they will earn from us both outward and on produce to Stanley and the fact that we are abolishing our schooners to make way for them, we ought to have preferential rates. I should like to mention the points in the scheme which, to my mind, would affect us injuriously. Although, as you say, the earnings of the schooners are no catch, they contribute a good deal indirectly - the fact of running them circulates in the place in Wages of Masters and Crew nearly £1400 a year - a good share of this is spent in our own stores, and, generally speaking, the greater the amount of money circulated in Stanley the better it is for us. Consumption, stores and provisions for the schooners run into about £700 a year, of which about one third is profit to the stores. If Newlands and Ennenga are thrown out of employment, there would be a question of pension to the former at any rate. I suppose (though I do not know what the Board would say to this). The steamer would of course be commanded by one of their own captains, but they would do well to employ Newlands on board in some capacity. You may say that the wages of the coaster would be circulated in the place, but I doubt if this would be so to the same extent as with our schooners. Another point is that, unless there were some distinct understanding to the contrary, the P.S.M. boat would be an opposition towing steamer and the S.S.M. would possibly go to the wall. Certainly, if it came to the question of salvaging a cargo from a wreck

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Somewhere round the Islands there is no doubt the steamer would be the best appliance, being able to relieve a vessel of cargo and afterwards tow to Stanley whereas the SAMSON can only pull. We should also lose the occasional \$5 or \$10 for towing a steamer's head round.

The point would have to be settled, - that is the relative positions of the Captain of the Steamer and the Manager of the Company. Would he be under the Manager's orders or not? If so we are practically managing the vessel for the benefit of the P.S.H.C., and they should pay the P.L.C. something for this. I think they should have a Purser on board, for the steamer's work would have to be run on strictly business lines; proper manifests of cargo, passenger lists &c would have to be made out, and all packages measured for calculation of freight.

I should like to add with reference to the earnings of the schooners that I feel sure that the present year's accounts will show better than last, and I shall be somewhat surprised if 1868 does not show well also. We are receiving more in the way of passages, and the mail subsidy helps as well. Of course it remains to be seen whether we can run the mail without detriment to the collection of wool, but with the change of Masters on the FAIR ROSAMOND we have hopes that this can be done.

The Farmers that I have spoken to seem willing to guarantee their produce for three years, but first they naturally want to know what the rate of freight would be, and on this point I suppose the P.S.H.C. must make some pronouncement. My impression of the whole matter is that if we have the luxury of steam instead of sail somebody will have to pay. Plenty of farmers on the West are ready enough to shout for better mail service, but they may become very piano if they are asked to pay. I do think we shall have made great sacrifices by laying up our schooners, and by that alone will have contributed more than our share, 16. Referring to my Par. No. 8, the Government people asked me if I would take over 100 tons of the coal ex ORAVIA. I said we really did not want it as we had 200 - 300 tons on order, but

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that I had gone into the matter and found that we could take 50 tons over, on condition that they gave me a guarantee that they would not sell any more than the 30 tons disposed of to Mr Hayes. The Colonial Secretary replied that they could not guarantee not to sell, so presumed that my offer would be withdrawn. They wanted the coal put into the Customs shed, and said that if I did not take over any they would probably sell a quantity by auction. I have seen Mr Bennett since and told him that I consider over this matter the Government are not playing the game, that they got us to get coal for them at a most reasonable rate, not assuming of course that they required it for their own consumption, and when it arrived said they did not want it and asked us to take it nearly all back. Further, if I had taken the 50 tons they would have still sold to anybody and everybody, thus spoiling our market and leaving us with 50 tons for which there would have been no demand. However since this I have received Mr Allen's mail and it appears quite certain that we must substitute coal for peat at Darwin. As this has to be done it may as well be done at once as I think it would be a wise precaution to reserve a little peat at Darwin in case the supply of coal should at any time in the future fail short.

The supply for Darwin should always come out from here in bags as it is easily handled and transhipped by schooner, and would avoid waste in weighing and complaints about slack coal. It seemed to me therefore that I might with advantage take over this from the Government, and will send it out to Darwin as soon as Mr Allen can make arrangements to store it.

17. Mr Allen has asked me on what basis Goodwin's pension will be calculated, and has given me rough particulars of his service as follows:-

February 25th 1870 to end of 1874, wages £4; 3s 4d per mo.

1875	"	£: 8:4	"
1876 to end of 1883	"	5:10:0	"
1884 to present date	"	0: 0:0	"

From this I gather you will be able to calculate the amount of his pension and let Mr Allen know.

I am, Sir,

Your obedient servant,

DUPLICATES. (Originals per LIGURIA, November 12th.)

Specimen to Mr. A.

COPY of Stanley Cash Book for September.

COPY of Stanley Journal for September.

Stanley Ledger Balances, - September 30th.

Store Invoices No. 300.

Remarks on Stores and Replies.

Barque "SERENA" Accounts.

Second Bill of Exchange to £240 for £180.

do. to £200 for £161:14:0

Coasting Insurance for October.

Insurance on Produce, Return to 39.

Copy of Final Survey, Barque SERENA.

Copy of Survey, Barque ARJADER.

Mr. Allen's report, November 6th.

Statement of Accounts.

Specification & B/L, Shipment per LIGURIA.

Letter to P.M.C. Co., November 12th.

ORIGINALS.

COPY of Stanley Cash Book & Journal for October, & Cash Vouchers.

Coasting Invoices, November.

Insurance on Produce, Return to 40.

Copy S.A.M.S. account to July 31st.

Babit Note, £151:2:3 on John Soare & Co.

Three cheques for collection, £10, £1:10, £10:10.

Copy of letter to P.M.C. Co., Valparaiso, Nov. 8th.

do. do. Liverpool December 2nd.

do. Col. Secretary re Receipts, December 5th.

Note from Mr. Harding to Lloyd's Calendar.

Shipping Report. Remarks on Accounts. Mr. Allen's report, Dec. 5th.

Specifications? Wool. Skins. Fallow.

H.D.		70	
P		160	
J.B.		65	
P.H.	3	82	
J.P.	52	28	31

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LIMITED.

ORELLANA.

January 6th..

03.

Sir,

I wrote you last year ORELLANA on the 9th of December and have received, on the 20th ult, your despatches Nos 955 and 956, Mr Egles letter of November 29th, and your telegram "TUCHEL SCRATA AFLIGERE JAFONADURA STAMENTATO MANOHARIA RANGATUA WIRIBOS FUCKWORTH, all of which is understood.

2. Sec'd. The ARCALIA sailed on the 23rd of December, and her accounts are enclosed together with the Master's draft on the Owners for £1340:9:8, which total is well within the credit asked for. The Captain's disposition must resemble that of the Owners for he was certainly one of the most disagreeable we have had to deal with for some years past.

3. I am able also to send the accounts of the GLENFARG, which sailed on December 25th for Buenos Aires. I have drawn on you at 90 days sight for £628:17:8, the balance of freight due.

4. It is really most difficult to estimate the probable disbursements of a ship. We can generally get an idea of the total cost of repairs recommended in the survey, but the Captains rarely confine themselves to this work, and as the repairs proceed decide to do more and ends not included in the first estimate. Again, we cannot say how much the Captain is likely to require beyond this. Some draw largely for their own account for personal expenses, and some purchase a fair amount of provisions or stores for the crew, all claim requirements in this direction are not known until within a week or so of their sailing.

5. Part. The negotiations with the Colonial Office on behalf of
F. D. Cobb Esq.

Mr. Buckworth

Managing Director.

London.

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Mr Buckworth has entreated my attending two Councils - meeting two mornings - the first was on the arrival of H.M.S. **BASILISK**, which brought the Governor a cable from the Colonial Office to the effect that it was understood that the importation of live stock from Argentina would be permitted at the end of the war, that the Falkland Islands Company wished to export sheep to the United Kingdom, and that importation from Argentina was therefore undesirable. I explained what I thought had happened, and the consideration of the question was postponed until after the arrival of the outward mail. Another Council was held, all the correspondence was read and it was decided to renew the proclamation forbidding the importation of sheep from Chili and Argentina. I assure from your telegram that Mr Buckworth has abandoned the idea of bringing down rams from the Plate and consequently have not cabled this fresh information. I will advise Messrs Wilson Sons & Co not to ship any down under any circumstances. There seems to be a chance that the Board of Agriculture may relent, and allow sheep in from the Falklands; if so they would probably fetch a good price so long as the ports are closed against Argentina.

6. Par. 10. The press standard muddle has indeed been an extraordinary series of ~~MESSRS~~ mishaps, - on receipt of your cable I sent the three to Walker Creek, asking Mr Allen to keep what belonged to us, and to return the other. He kept two and sent back the third, saying that it also fitted our press. Now that I learn that it is our own it will, of course go out again. The cases for Roy Cove and Hill Cove arrived by the mail, and I was just able to get them through the customs in time to go out by the Fortuna which was bound for Hill Cove with Mr Blake's rams. I note that it will not be much easy, in future, to send any broken parts home.

7. Par. 11. As far as I could gather when at home we have to stand the loss on the bear per ANNIE. I regret to say that there has been no exaggeration, for no less than sixty

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Fogheads are more or less sour and have been declined by the Publicans. We shall however, I think, be able to sell them at a reduction and should therefore get out of it at a loss of about \$100.

8. Par.13. I will apply to the Governor for the Crown Grant of the land purchased on Chiswell Sound.

9. Par.13. I sincerely hope that some additional freight may be forthcoming from the Admiralty to induce the P.S.N.C. to send a cargo boat here, for we are badly in want of coal and bricks. Mr Hayes informs me that he has 24,000 kgs. on order and is in urgent need of them. This refusal on the part of the P.S.N.C. to send a cargo boat hardly corresponds with what Mr Ward told me in Liverpool. He said most distinctly that in order to relieve the rail boats they thought of allowing alternate cargo boats to come here, and since my return the two outward bound steamers have brought 440 and 277 tons respectively. If the P.S.N.C. will not send cargo when we want it I assure we had better revert to the old practice of a small sailing vessel. They exhibited a strong desire to carry all our cargo, relying on that we have purposely let our stock of certain things run low as we assumed we could always get small quantities by cargo steamers. We are at present in pressing need of coal, brick paints and probably other articles, and do not know when they may be expected.

Dick informs me that the Brancopetli coal is especially suitable for welding work. I think that in view of the necessity for getting this coal through as quickly as possible we might have the best coal obtainable, and if you will send, say, 25 tons of Brancopetli we will take care that it is reserved for special work.

10. Par.14. The Governor read me the correspondence between the Colonial Office and the Post Office with reference to the new P.S.N.C. STATIONARY, providing for a day's stay in

Stanley, and seems to think that every steamer will stop 24 hours here. I said I thought they had asked for this day not for the purpose of lying at anchor here, but in order to have 36 instead of 35 days for the run to Valparaiso. He made rather a virtue of not having penalized the P.S.R.O. for the delays that have occurred, on the ground that they had been hampered by the transshipment to South Africa, but in the contract there are no penalties mentioned for being late, only for missing a trip altogether.

11. Par. 18. The Idaria brought out 100 tons of cargo for the "Scotia", practically all provisions, so they do not intend to spend much here. The Governor sent me a letter from the Secretary asking that the Government would store this cargo until their arrival about the middle of this month. They cannot, however, house such a quantity and the goods must therefore remain in our lighters until they arrive. The "Scotia" will have to pay for this as our lighters ought all to be freed for the reception of the same and perhaps other cargo expected on the 20th by the Parsetira.

12. 953-2. I assume that we can make advances to the "Antarctic", - these Scientific expeditions expect rather too much and want one to do everything for them, but the idea of paying some far too cordid for their scientific minds.

13. Par. 5. The news of the rise in wool is by far the most cheering that the Islands have received for many months. A rise in the price will be a compensation for the slight dip due to losses during the winter and want of grass in the spring, and consequent poor condition of the sheep.

14. Par. 6. Telegram. I am glad to learn that I may reserve all produce for the SCATA, expected at the end of this month. I have on hand at the present time 720 bales, and shall have no difficulty in exceeding the 1500. I have informed Mr. Sharp that the CORCOVADO, about the end of March

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would wait so well for the second cargo boat for London, and that in our hope of obtaining 2000 bales for her. I am induced, however, to ask for the INCA instead, about the middle of March, as her cargo should catch the April Trade.

15. With reference to the correspondence with the P.S.N. Co. re to freight on May 1 I should like to draw attention to the Bills of Lading for LIMA for the Government and ourselves. The Government Bill of Lading has "13 bales Hay @ 40/- per ton & rice, &c @ 20/- per ton," over "40 bales Hay @ 80/- per ton & rice @ 40/- per ton." The P.S.N. Co. may write what they like, but I don't see how they can explain that away; they may imagine they will do well to earn the good will of the Governor, but if so they are mistaken. At one of the Councils I mentioned the subject of our dues per RANCAPTA, in order to get the period of guarantee reduced as much as possible; whilst the discussion was proceeding the Governor said he had always thought it would be a benefit if one steamer a year from New England could be induced to call. - In fact he had enquired what was the minimum freight the New England Shipping Company would call for and had been told \$1500. He expressed surprise that the RANCAPTA was calling with so small a cargo as 300 tons, the freight on which he assumed would be only about \$1. each. I said fully expected it would be from \$2 to \$2:10:0, but whatever it was I thought possibly Mr. Boxat might have been able to induce the Shaw Savill line to send the steamer in. The Governor said he would be prepared to recommend to the Secretary of State to sanction a grant of \$1000, or a guarantee of freight to that extent, to induce a steamer to call annually, and I promised to ask Mr. Boxat to endeavor to ascertain what would be the minimum freight the Shaw Savill line would ask for a call. If they sent a passenger boat in at any time from March to May they would get a good many passengers, especially if they had second class accommodation. This passage of second class is likely to become a burning question.

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looking at the TIDEALY I find that there is no homeward bound steamer with full class accommodation between the OREGON on December 10th and the GRAVIA on April 1st, that is to say for 12 months persons desirous of going home have to choose between first and third classes, or \$20 and \$14, which is a very wide stretch. Roslunde wants to send his family away by this mail, and I feel I must bring pressure to bear on the captain of the OREGON to arrange passage at first class rates. The P.D.M.R. were somewhat inclined to blow hot and blow cold, and usually the threat of a sailing vessel outward and a New Zealand steamer homeward may bring them up to the mark. Of course, as agents, we ought to put all we can in their way but we do not expect to have a long cargo waiting for their pleasure at home, and to get twice the freight they charge the Government.

16. The Board will regret to learn that Mr. Feltens' health, which has never been particularly good, has been failing very rapidly during the last week or two, and he is at present hardly able to see sufficiently to read. He may go home to see an oculist, but in my case it is most doubtful if he will be able to audit the accounts this year. If not, I propose to ask Mr. Pack to do it, but it may not be possible for him to do this until he has finished shearing. Mr. Feltens' discretion is beyond question, and there is no one else here capable of doing it. I do not know whether it would be considered sufficient to have the cash book alone audited, as you have all copies of journal entries, and keep a Ledger, the exact counterpart of our own, and our balances are always agreed by you. I will endeavour to send an audit certificate of the cash book with the accounts if Mr. Pack can possibly submit it.

17. The new rigging has been fitted to the Fortune, and I send copies of the replies received from Porta Vida and Buenos Aires in answer to my inquiries as to the cost of decking them. I think the estimated cost of hauling on the

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ship at Montevideo is very reasonable though I fully expect it to be increased when I inform them of her draft. On the whole Montevideo appears to be preferable to Buenos Ayres; I will ask Mr Norton if import duty would be charged on metal sheathing, oakum, felt as to be used on her, if sent up in the schooner. Would you ascertain from Camper Nicholison the quantity of yellow metal required to sheath her, and if you decide that she should be sent up for repair, send out the necessary amount of metal, which should be the 22 oz. quality. If the project of a coasting steamer is likely to come to anything you may decide not to go to the expense at present of repairing the Portion. When in England I mentioned the question of good soft rope for her halyards. I am indenting this sail for some special coils, and trust that you will not object to pay more than usual in order to get a pliable rope. I will send home in the SONATA her jib-headed storm fore try-sail to be transformed into a fore-sail. The sail as it is now is of no use to her and, being new, it would be a pity to waste it when it can be made into a good fore-sail.

18. We were fortunate in having good tides at last spring and hauled the SAVANAH on the beach for cleaning. Last time the attempt was made the water did not fall below the bottom of the propeller, and the coating with anti-fouling composition had to be abandoned. This time we were able to get both coats on by working day and night, though we could not get to the bottom by about two feet.

We find that ballasting with chain does not answer, as in a heavy sea rolls in much too jerky a manner having a lot of dead weight in the bottom, consequently the main ballast has not been put back. We loaded her direct from the quay, as we did from the AURORA last year. Since then the bottom has been looking badly, losing 12 inches of water in 24 hours, when morally standing. We were only just able to lay out the quay with a pressure of 80 lbs, and Atherton

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17. You sent me the book, which is in fair circumstances.
Now in the back end, - fortunately the outer shell is
sound or he would hardly have been able to get at it with-
out lifting the bottom. As soon as this book has been ex-
amined I will get the other volume on H.M.S. CAMPION for
posted here on the 9th inst., to help the survey.

18. We declined to advance funds to Robson and J. McLean
to pay their rents due in April and May last, and they have
been informed that the rents must be paid before the end of
the year. When applied to us to advance the amount but
have declined to do so. The account is quite regular to the
end of June but may become a second Robson or Brant.
I suggested that we should offer the Government a preferable
lien on the ship. As long as we continue to hold up the
small sum, the Government would make justificed in
quitting their cases as proof of the inability of all to pay
higher rents, - then in view of the want of our money back we
should have to sell them up; but if there is any work of
that description done we ought to allow the Government, who
have paid all the money out of their small sum, to have an
order. Up to the present Robson has not applied to us, and
I hope we may have obtained an answer from his Father in
law, Mr. G. F. Smith.

19. Almost every command will now bring some compensation
and through a Commission Agent, who requests us, as the am-
ounts of the P.S.D.C. to collect charges and remit to him.
Sometimes these sums are trivial, and I cannot charge more
than 1/- for Agency fees. If therefore I ask you to pay small
sums under the usual limit of £1 I trust that this can
be arranged, instead of my having to get Money Orders home.

20. In your despatch between the sum to be advanced for
the carrying out of the work on Reddell Island were to be
limited to £2000, I assure that this will be continued, and
is not supposed to include payments to Mr. J. H. Dean and Mrs.
C. R. Williams, reside in London.

21. We have had three meetings of the Legislative Council

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to consider the Land Bill, and have succeeded in inducing the Governor to accept some important amendments and to consider, I would hardly say recognize, the claims of the lessees to a renewal of their leases. The terms of the renewal cannot, of course, be given now, but the rents will be raised from £20 to £30 per acre. The Ordinance will not confer a right to renewal, but the Governor proposes to explain his views in a despatch to the Colonial Office, which will be published in the Gazette so as to avoid a repetition of what occurred when the Ordinance of 1882 was passed. We are protesting strongly against the enactment of Clause 26 which empowers the Governor to order people to fence in Town Lots, - the discussion on this was rather heated and I fear the Governor will not give way. We should be compelled to fence in the front of Marmont Row cottages, the piece of land next the Church and the land at the back of the Shanty called, I think, Rudd's Estate.

The Governor said that by allowing people to go across the two last plots we had practically given a right of way, and that it was an open question whether this could not be claimed for the future. I cannot believe that such would be the case. The plots in question are both blocked on two sides, thus, [] : people have walked from corner to corner on both plots and I have allowed horses to be tethered on the land, as well as washing to be hung for drying.

I protested strongly against being ordered to put a fence in front of the Millinery store, - the Governor admitted this would be a hardship, and inserted an amendment authorizing the Governor in Council to allow any piece to remain unfenced, upon application. He hoped we should be satisfied with this but I intend to petition the Secretary of State not to press the section. We shall have one more meeting to pass the Ordinance, but the Governor will add a suspending clause, and forward all minutes of the meetings. Except as regards the fencing clause the Governor has been

ENCLOSURES.DEPLATES.

Depts tok No. 815

Stanley Journal and Cash Book for Sealing
Coating Insurance, November.

Statement of Products Return No. 40

Remarks on Accounts

Sales Invoices No. 815

Remarks on Stores & copy of classification of F.I.C. 10 square,
Statement on accounts

Mallard's Report December 2nd.

Specification of W.H. Wool and type and skins

Statement of Exchange No. 250 for 2500

Specification and Sales of Sealing wax Crayons.

DRAMA.

Sales Invoices No. 815

Remarks on Stores and Receipts by Dr. M.

Bill of Exchange No. 8256 on J.B. Johnson & Co. for \$1342. 9. 8

" " 225% on Agent Gen., H.M. Navy for 36.13. 0

Dr. M. Johnson's Account and Letter of Advice to Dr. M.

Dr. M. Johnson's account

Statement on Products Return No. 40

Remarks on Stores and Receipts

Copy of letter from C.M. Johnson & Co. re Sealing Coatings

Copy of correspondence re Sealing Formula

Value of Product Shipment 1902-3

Copy of letter and statement of costs re "Wool &c."

Dr. M. Johnson's report of December 30th.

SHIPMENT REPORT.

Remarks to Returns on Accounts

Statement on Accounts

Specification of - Wool. Skins.

J. H. D. 46

S. I. 8 11

Copy of letter to Mr. E. Everett, Boston re Enclosed depositions.

10.

very conciliatory, and it will undoubtedly be an advantage to the lessors to have their position more or less defined.

23. I enclose a copy of a letter from C.M.Lampson & Co. with reference to the despatch of two sealing schoopers to this neighbourhood. I have requested them to address you on the subject of the required credit.

24. A table is enclosed showing the total shipments of produce from here by the P.S.M.steamers during the years 1901 and 1902. Of course 1902 shows a great increase on the previous year owing to shipment of wool by the Samoa.

25. Mr.Allan is writing this mail explaining that a married shepherd will not be required, and I have therefore cabled
NO LONGER NEEDED SHEPHERD.

26. The Colonial Secretary has asked us to ship and sell for account of the Government 3 casks containing 68 Sealskins seized from G.Pools. They want them insured, and I will therefore keep them back for the Serata. If I had sent them by this mail and they had been lost, could you have recovered insurance on them without having had advice from me by a previous mail?

27. Mr.Rowen's answers to the interrogatories in the "Etna C." case are returned this mail together with voucher for bill of costs, to the Justices of the Supreme Court, Mass. Mr.Bennett has given me a copy of his letter to them, and I have sent you this together with a copy of my letter to Mr.Everett, advising him of the despatch of the papers. Mr.Rowen informed me that Captain Budington had told him that he (Captain Budington) had seen Mr.Green, and had asked to be sent out to take charge of the "Etna C.". Mr.Green informed him that Captain West was there, the schooner was there, and the F.I.C. could take the schooner for their debt. The Consul says this is an admission of the debt, but I do not think it hardly worth while to suggest that Captain Budington's evidence would be of much value. His address is Bath, Maine.

LIMITED.

BIRMINGHAM,

JANUARY 27TH,

A.M.

The first consignment of sheep was dispatched last by the ORILLIA on the 7th inst.

2. The ORILLIA arrived at 1.30 p.m. today, just a week after her expected time. She has brought 267 sheep, one of which is in a dying condition. Indeed, having counted the sheep between the boards of the deck, the count was all well. She has space further on board (about 130 bales of hay and a few bags of chaff) which will be useful.

The sheep will be landed at the Dockyard Jetty and driven to the sheepfold pasture where they will remain, I think, for 3 or 4 days only. Mr Allan came to Stanley, expecting to be informed the sheep arrived, but could not repair him. He has made arrangements for having them driven out to Derrin, the journey taking about 6 days.

The quality of the sheep does not, from a cursory examination appear to be generally good. Some are undoubtedly good but others are evidently poor very badly about the hind quarters unshorn, of course having been on board for six weeks have present their worst appearance, and I trust that Mr. Allan will be able to send you a good report about them.

3. I received by the ORILLIA a letter from Mr. Stampfli stating that he had received 180 sheep in that steamer for you. This is inexplicable in view of my letter to him on December 16th, a copy of which was sent to you by the ORILLIA. The last three paragraphs of my letter were, I assure, quite explicit and if the P.C.R.C. Liverpool failed to advise him that no wool would be shipped by the Company until payment is in their fault if the ORILLIA went home.

P. S. Yours truly,
Managing Director.
J. C. Moore.

(4)

Mr. Gifford. Mr. Shantz adds in his letter that the steamer will be ready to leave Colombo about the 7th or 8th inst., in which case the mail would have about the 18th. The general opinion I had from Colombo informed me that she could not leave about the 25th to 30th inst. At present we have only 1500 bales in Stanley, so if she comes up tomorrow there will need be none. Some time ago I furnished Mr. Shantz with a copy of our agreement with the Karpoo Line for the South, and this was often looked at for a moment but never seen that it would not be possible for us to ship 1000 bales on January 1st and another 1500 a fortnight later. It will be possible now to ship 2000 bales early by February 20th, and Shantz indicated us to ship 1500 (or more) by the 20th, reported back about the 30th January, but if, as I am told, we arrive about the 18th we cannot ship more than 1000 bales already on hand.

I am,

S. C.
Yours very truly,

J. C. GIFFORD.

RECEIVED.

DOCUMENTS RECEIVED BY "CORONELA", January 7th, 1861.

MESSAGE No. 218,

TELEGRAM FROM ROME,

NOTICE OF DEPARTURE AND ARRIVAL TO BANKER.

SECOND OF PAYMENT NO 2200, £1542; 5; 8

do.	do.	2200,	£1542; 5; 8
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VARIOUS FISCAL ACCOUNTS.

INSURANCE ON PROVISIONS, RETURN NO. 1,

CHARTER INSTRUCTIONS FOR PASSENGERS.

Mr. ALFRED COOPER, December 20th.

REPLY TO REQUEST OF ACCOUNTS.

STATEMENT OF ACCOUNTS.

RECORDED.

COPY OF BANKER'S JOURNAL FOR NOVEMBER.

COPY OF SHIP'S JOURNAL FOR NOVEMBER.

SHIP COASTERS, EAST & WEST COAST.

SHIP COASTERS, NO. 218.

NOTICE OF STORES.

Mr. COOPER'S EXPENSE, £107.16.0.

COPY OF CHIEF MARITIME LIST.

COPY OF LIST OF VESSELS IN CHILE.

COPY OF LETTER FROM M.R. TO QUARANTINE OF HABE.

NOTICE OF ACCIDENT.

218

H. H. S. "Basilisk".

January 2nd.

C.S.

Sir,

I wrote you last per "BASILISK" on the 17th inst, and received this morning per "VICTOR" your despatch No. 227 and 228, and telegram AVAUXIA SOCIA GLADYS BURTLAND ANSWER.

2. We are glad you are doing well, and the stock inspector has informed us that most of them will be released from quarantine in a couple of days. A few have foot rot but . . . and others are more or less lame, caused, probably by staying so long in pens.

3. Sometime back I recollect you instructed us to transfer STANLEY'S account half yearly instead of annually. Are we to charge interest on these items as from June 30th, or to allow it to stand without interest until the end of the year?

4. Now that we are moving the West Falkland mail I have occasionally to send a schooner specially to Fox Bay for the sole purpose of delivery. In the winter for instance the Fortune is loading at North Arm, but instead of coming direct to Stanley with her load runs to Fox Bay to pick up the mail. I should be glad to know if the insurance on the wool is affected in any way by this. - in case of loss after leaving North Arm I feared that the underwriters might argue that this is an extra risk, and dispute any claim on the ground that had the schooner proceeded direct from North Arm to Stanley ~~xx~~ ~~xx~~ the accident would not have happened.

5. The SAMIEMO carried on a ton of Turpentine belonging

P. R. Cobb Esq.

Managing Director.

London.

to the which was washed overboard. I send in original a letter from the Manager, Pacific R.R. Co. at Valparaiso enclosing a copy of Protest, which I gather will enable you to recover the cost from the Indemnitors.

6. The Commodore has renewed our contract for fresh provisions for H.M.Ships for 12 months.

7. The Scottish Exploration ship SCOTIA arrived here on the 23rd inst. She has taken 50 tons of coal on board and had some iron work done.

8. The "FARNESTON" has taken 80 tons of coal; the draft has not yet been received but I shall hope to forward it per SCOTIA which is due to arrive at any time.

I am,

Sir,

Your obedient servant,

P.S. Since writing I see that the reply to my par.3 is contained in your despatch No 957-6.

Enclosures.

Duplicates. Original per S.S. "Rangatira". Jan. 17th.

Despatch No. 217.

Copy of Stanley Cash Book for November.

Copy of Stanley Journal for November.

Store Indent No. 312.

Remarks on Stores.

Statement on Accounts.

Originals.

Store Indent No. 313.

Irish Exchange No. 2261, £126.15.. 9

Receipts in duplicates, £10.10.0, Port expenses "Rangatira".

Copy of S.A. Missionary Society to 31st December.

Accounts Current:- Port Stephens, Pebble Island, and
Mr. C.H. Williams.

Letter from Pacific S. Co. re loss of 1 drum Persimmon.

Stanley Wages Return - December 31st

Statement on Accounts.

Stanley.

January 23rd 1903.

200

G. R. & Co., Ltd.

January 20th,

A.D.

Sir,

I thank you very much for your letter, but I have not had time to answer your despatches yet entirely.

1. The boats arrived at the steamer of the third, and will leave today with all the produce we have on hand, consisting of 2000 bags and a few caskets. The total quantity of bags is just about equal to 1500 bags, and I expect the P.P.C. will be satisfied at our having collected the stipulated amount one week before the end of the month.

2. I am sending by this steamer 2 cash notes to certain individuals, which the Colonial Secretary wishes paid for account of the Colonial Government.

3. The steamer called early yesterday for the Coast. It brought back 50 tons coal and 1000 bags stones, and I have advanced a further £100 for a passage home. The steamer went owing to us £1,000.00. On your account attached, when I get the steamer to sign. These were sent through on Saturday, but yesterday (Sunday) they came and one for a different sum were added, account for which is also enclosed (£1,000). Mr. Price engaged a man from here, and asked me to put his wife at my hotel during his absence. He told me that he had written to the Secretary about this, and I presume may well do. The local people are a most unbusinesslike lot, they seem to look upon themselves as superior to the world, and expect people to put aside everything in order to satisfy them.

Very truly yours,
George Bissell,
London.

2.

Minister to their wants.

8. You will see from the following return that three schooners from Halifax have put in here to ship their catches of seal skins, which total up to over 5000. These men-schooners are expected also with skins.

~~H~~ 9. I regret to report that the Cooper, Captain, died yesterday after a fortnight's illness, leaving his wife and five young children entirely destitute. I have been obliged for merciful sake to guarantee the funeral expenses; but what is to become of them I really do not know. I have written to Sandy Point and to Monte Video to ascertain for what sum we could get a man for say three months & we must have such for Goose Green station. At present, I will not ask you to send out a recruit, I might pick up a man who would remain permanently.

10. I had hoped that our men would have been released from quarantine by now, and all arrangements had been made for driving them out. A Council is to be held to-day to decide what is to be done, as the question is complicated by the arrival of 150 men by the steamer for Mr. Gordon from San Fernando. As these men had to be transhipped at the River Plate, they will not put them in the same paddock as ours and, until ours are released, must remain on the Island. The expense of landing and attending to live sheep is heavy - the quarantine is the old Government brickfield just Mr. Foden's, and McBlain's has to be loaded up there and carried up the beach.

I am,

Sir,

Your obedient servant,

John H. Harvey
Lieutenant

ENCLOSURE:-

Originals:-

Banque "Scotia" Accounts

Bank Wages Return- December 31st.

Shipping Report

Specification & Bills of Lading per Sonata

Specifications:-	Wool.	Skins.	Hair.
D.R.	248		
Y.G.	266	9	
N.A.	618	17	
P.S.		14	
IS	1	7	1
T.B.	98	8	
R		13	

Duplicates. (Originals per H.M.S. "Basilisk", January 23rd. 1903.)

Despatch No. 218

Store Inwards No. 318

Record of Musterage No. 2261 for £126.15. 7

Bank Wages Return- December 31st.

Statement on Accounts.

200.

BALTIMORE,

PANAMA,

February 3rd.

03.

SIR,

I wrote you last per Scrota on the 20th instant.

2. I am glad the Governor allowed the Scrota to work on Sunday, otherwise the P.S.M.C. could no doubt have complained of her detention more.

3. S.S.P.-S. We are very glad to hear that you are sending goods out in the British, as we have no home coal except that purchased from the government. It will also be a convenience to us to have a few tons in bags for sending round the Islands for distribution. I have just received an order for 10 tons from Mr. Leonard Stickney, and am able to send schooner to Liverpool back to take 140 bags direct there. The Darwin coal also should always come out in bags, as there will be a great saving in handling. The P.S.M.C. have been most inconsistent in order not to detain mail steamers, cargo boats were to call here alternately; now they have sent three very heavy barges in consecutive mail boats, and will not send a cargo steamer to take our rough goods.

4. P.M.S. I hope the tender for the Great Britain will be sent as quickly as possible - I fear we are running a risk with the present one.

5. F.M.D. I suppose there is no object to be gained in going back over the Speedwell Island letter to prove that the erratic collection of produce from that station is not all the fault of the Stanley Manager. There always have been complaints, I may say surely, about Port Stephens and Speedwell, and the fact that it is only from those two stations that no

T.M.C.C. Reg.,

MANAGING DIRECTOR,

LONDON.

Much complaint is made, indicates I think that some fault at any rate must arise from their methods of working; the arrangements made for the schooners cannot always be bad, and I do not think that the neglect, if any, of these ports is wilful. A good deal to do with it is this:- at these stations the method of working seems to vary every year, one year a load is wanted home early, another year there are instructions not to send an admiral, then labour is cut down and pressing delayed, and so on. I know for certain that instructions were given one year that the Broadwell wool was to be collected and shipped by the Admials, and certainly it has been customary for soon time past to ship that wool by outsiders. You will no doubt disapprove of the Chancery having brought in the balance of last year's - I sent the Fair Howard there to collect it, but the Chancery had happened to call there and we given the produce. I have asked, weeks ago, when produce will be ready, but have had no reply. I much regret the mistake of writing £1/9 for 6/- surely a moment's reflection must have shown that it was only a clerical error, as my argument was affected by this only comparatively - even 6/- as compared with £1/9 for the transhipping of produce is a good deal. I had thought on reading your notes on homeward freights that it had been written for the information of clients, but when on the second sheet so much stress is laid on this "extraordinary statement", I presume I should hardly be expected to circulate it. I do not think it should be concluded on account of a mistake made hurriedly, that I have forgotten all the history of the freight negotiations, or that I was unable to grasp the question. I have made out a list of the rates which, as I understand it, should be charged on the bills of lading, and should be glad if you would correct it, if wrong. I have suggested special rates for Port Howard produce on the same lines as previously arranged for shippers who are not clients.

C. Par. 13. Undoubtedly, it is far better that the Admiralty should purchase coal from us, rather than get out their

5.

Mr. The Master told me that he had reported or would report to his Admiralty that he had calculated that our present price of £0/- per cwt cheaper than they could do it themselves. This must, of course, be exclusive of any cost of plant. He also seems to think that they will not establish a new range on the South shore of the Harbour - at any rate we are still allowed to have our trawlers there.

Q. Par.17. I have not yet been given any certificate as you suggest on what account, but will do so in future. I know I have seen such a certificate on some of the old advertisements, but have no idea that they were all foreign ships.

R. Par.18. The amount of coal has not altered from the previous figure given. The stock in hand is about 1550 tons.

S. Par.19. I will send you later a report on the Sabine. Since the Amara left, we have had all the carpenters engaged on various small jobs which had accumulated, for during 1895 when they took a long time on ship work. Our Master and mate of the latter received instructions, and the Harry cutter to run here for supplies. So far, nothing large is doing well.

T. Par.20. We intended getting this into account in the December journal, and I hope there will be an intermediate issue by next month before March 4th, by which time the usual account will be sent back.

U. Par.22. I have written Mr. Bernhard as to the irreversibility of sending orders now, and expecting payments to be definitely delayed.

V. See-A. I am glad that you realize the increase of work thrown upon our schooners by the loss of the Thetis, Horatio and Alice Gardner, and we are entitled to congratulate ourselves on the fact that the Masters of the schooners have risen to the occasion and succeeded in collecting all available produce, in addition to running the West Falkland port service without a hitch. So far, there is no reason to anticipate any trouble, and the schooners to be fit for service this season.

4.

have kept our schoos perfectly clear, and have been able to call at other ports as well. The importations of rams and their shipment to out ports at this season of the year is harassing. I have sent out a lot each to San Carlos and Hill Cove, but I regret that at the latter place no wool could be got, as Mr. Miller had not pressed any. The schooners have done as follows during the present wool season:-

FORTUNA.-- Rigging repaired by Dec. 16th. Dec. 18th. Left for Port Howard for sheepskins, calling in at Darwin to fill up, returned to Stanley Dec. 23rd. On 31st, left for San Carlos and Hill Cove in order to get rams away. Arriving at Hill Cove could not get any wool, called at Saunders and drew a blank, returned to San Carlos, loaded 40 bales from Chapman and 98 from Bonner. As he was only half full ran down to Walker Creek and returned to Stanley full on January 13th. On 17th, left for Darwin, North Arm and Fox Bay to bring in the mails. Returned full on the 30th.

HORNET.-- Nov. 29. Took shearers to North Arm, returning with a load on Dec. 10th. On the 14th, left for North Arm again, returning with a load on the 19th. Took in full load of stores in Stanley, left for Darwin on the 23rd., and returned full on January 5th. Left North Arm on the 7th. and returned on 14th. Left on 18th, for Lively Island, Adventure Harbour and North West Arm with fencing and to wait at North Arm for the completion of the shearing to bring back B.A. Shearers. Could not get into Lively owing to East wind on the 22nd. but did all other work and returned on the 29th.

Fair Rosamond.-- Dec. 14th, left for North Arm and returned on the 19th full. Left on the 20th for Walker Creek and returned full on the 23rd, that is two full loads in 9 days. On the 29th left for Fox Bay with the

mails, returning on January 5th empty, no time to load anywhere. Left on the 7th for North Arm, and returned full on the 14th. Left again on the 27th for North Arm and returned on the 25th. Left with mail on the 29th for Fox Bay, to fill up at Teal Inlet on the return journey.

The above record is good, and in addition to the 1464 bales by the HORATA I have now on hand a further 400. I must say that the importation of so many rams just at this time of the year is more likely to cause a dead-lock than anything else. In addition to the rams sent to Hill Cove and San Carlos we have on hand a second lot of 13 for San Carlos and 15 for Fox Bay, but worse than all is now appears that all our own will have to go by schooner. This means four early trips with rams, and later on another trip with the 11 that were foot lost. I will deal with this later when I know for certain what is to be done, but you will see that this sort of thing is a terrible handicap. I always have endeavoured to make arrangements for schooners as much ahead as possible, but some farmers only give notice about their wool when it is ready. If one's arrangements are made for a month ahead these latter have to wait. The programme always has been to collect our wool first, clients' next and customers afterwards. This year all from North Arm is in by the end of January, and if necessary I could finish the other two places by the middle of February. It has not been a question of whose should be collected first but where to send a schooner to get a full load, everybody having delayed drawing more or less on account of bad weather.

I went into the question of a coasting steamer in despatch 215-15. Seeing that the Board appeared to favour the idea of a steamer so much I referred, them, mostly to the amount of her earnings, and simply mentioned a few points on which I thought the project would affect us injuriously. My own opinion is that any advantage which may result from the substitution of a steamer for the schooners will be far outweighed by the disadvantages

and the additional cost will have to be borne by somebody, while generally speaking I believe that the produce is collected as expeditiously by the schooners as it would be by the steamer. Certainly it seems very doubtful whether one steamer would improve on the schooners' record given above, in fact I much doubt if she would show as well. As regards convenience to the farmers I think three calls in a year by a schooner would be preferable to one by a steamer, - if they want the steamer to call at odd times like schooners they will have to pay more for this. I will not say any more on the subject until I receive your reply to what I have already written.

15. We have had further meetings of the Council on the Land Bill, which has been amended on certain points, and the third reading is postponed in the hope that Mr Felton will be able to attend. In the meantime we are to write a letter to the Governor containing our views on certain matters to which he will reply, and if this is not considered satisfactory we are to send a letter to the Colonial Office. I really do not know when we shall be able to get at the accounts for, what with sending supplementary mails, meetings of Council, discussions about rams and correspondence with the Government here I have not been able to touch the accounts for more than a fortnight.

14. I declined to pay Kokay's rent and advised him to throw up the lease altogether. He told the Governor he could not pay and they have offered to appoint him caretaker of the place on his paying the Government £30 a year and retaining the proceeds of the produce. I have therefore told him that provided it is absolutely certain that the produce is his and he gives us a lien on it the £30 will be advanced to him.

15. The enclosed correspondence about the rams will speak for itself. I am utterly disgusted with the action of the Governor and cannot believe that it is not prompted by some kind of a spite or ill-will towards this Company. I have done everything possible to avoid friction, - you may ask why I did not apply to the Inspector for a formal permit to remove them. I refrained

from so doing as I know the Governor would have done anything to prevent it, even to suspending the Inspector from office, and it seemed to me that the value of the rams is so high that nothing likely to jeopardise them should be done. I do not trust Gray-Wilson, and believe that he is not above inflicting injury upon us. I am therefore striving my utmost to get the rams away safely, and once they are out of his clutches propose to send forward a memorial on the subject; I do not yet know whether I shall address it to the Governor or to the Secretary of State - I send you herewith a copy of the draft and need not therefore repeat here the arguments and points raised. I think Mr. Falcon and Mr. Packe will support us over this. There is far too much "Governor in Council" in the present legislation; the addition of the words "in Council" is held out to us as a great concession, but it is quite worthless, as no official dares to vote against the Governor. So far from being any safeguard against arbitrary action on the part of the Governor, it is a hindrance for the machinery is more cumbrous and it takes longer to get a decision. The Governor (when he wishes to gain a point) uses the support of his Council as a lever with the Secretary of State, and if he has done wrong, shelters himself behind the Council, and says he acted on their advice. I will report later what they decide about the rams.

16. Mr. Packe has submitted the Cash Book, and I send his certificate.

17. Since the departure of the Fratata, we find that a bill of exchange P. on J.P. was not sent.

18. 18. 958-2. I am indebted to you for the arrangement you propose as regards cashing cheques in Liverpool, and trust that it can be carried through. Many of our people ask what they are to do, and how they will get their money, and I am sure that they would be very relieved at being able to cash their cheques on landing.

S.

19. The Liguria brought a lot of cargo for Mr. Hayes, amongst which were 25,000 bricks and 400 Drain pipes, which are freighted out at 3d/s per ton weight.

20. I enclose receipt for ten shillings for fee charged by the Collector of Customs for services of the second custom officer of the H.S. "Rangatira".

21. I have just heard from the Colonial Secretary that the rams are released from quarantine, but the letter did not state whether this is unconditionally, and I have had to make a further official application asking if they may be driven out overland. The Stock Inspector reports the death of one from inflammation of the lungs.

I am,

Sir,

Your obedient servant,

RECEIVED

PROBLEMAS - COPIAS DEL DOCUMENTO, RECIBIDAS POR CORREO,
ANALIZADOS Y COMPARADOS CON LOS DATOS FAMILIARES DE LA
DEPARTIDA N° 210.

ACORDADO GUARDAR

CONFIDENCIALIDAD Y SECRETO DE LOS DATOS POR CORREO.

RECORRIDO DE LOS DATOS

RECIBIDOS:

ESTADO TERRITORIO DE CHIAPAS

VILLAS DE CHIAPAS, MEXICO, 20 DE ENERO, 1951, AÑO

DEPARTAMENTO DE ESTADOS UNIDOS

COMISION DE INVESTIGACIONES CONGRESO

COMISION DE INVESTIGACIONES CONGRESO

ESTADOS UNIDOS DE AMERICA

ESTADOS UNIDOS DE AMERICA

ESTADOS UNIDOS DE AMERICA

CARTA DE DIA DE VOTACIONES DE PRESIDENTE

DIA DE ELECCIONES PRESIDENCIALES ESTADOS UNIDOS DE AMERICA

DIA DE ELECCIONES PRESIDENCIALES ESTADOS UNIDOS DE AMERICA

ESTADOS UNIDOS DE AMERICA, 1951, AÑO

ESTADOS UNIDOS DE AMERICA, 1951, AÑO

ESTADOS UNIDOS DE AMERICA

ESTADOS UNIDOS DE AMERICA

ESTADOS UNIDOS DE AMERICA

221

C. A. J. "DUMPER".

19th, February

03.

SAR.

I enclose the usual financial returns for the year 1902, the Profit and Loss Statement showing that our business in the Colony has resulted in a net profit of £ 22,543.13. 4, a welcome increase of £ 5,622. 5. 4 as compared with 1901.

2. FARM ACCOUNT - £14,950. 8. 7 shows an increase of £3,333. 9. 8. The usual Abstract is sent herewith; the expenses of working are about £1,000 higher than in 1901, and is accounted for mainly in the increase of consumption stores. A good deal of wood etc. has been used for pen work and wool boxes, and stored carcass in 1901 was below the average. The items for addition to North and Southern being small was charged to Farm instead of Plant, as previously. The increase on the credit side is made up practically equally by Wool and Fisheries.

3. STORE ACCOUNT - £7,737.10. Shows a very satisfactory increase of over £2,000 as compared with the previous year. We had three very fair ships, which of course helped this account considerably but on the whole, in spite of the December frost we appear to be holding our own well. The value off stores is £8,000 less - largely stores now working by dogteam, and we have been fortunate enough to dispose of all the salt we sent to the sealing stations.

4. COMPANY'S SHIPPING - £38. 9. 6. We have had no calls here at all during the past year to help this account, and the £2,000 loss.

HANING DUMPER,

JANUARY,

cost of repairing to the Glasie have had to be met. Generally speaking, our lighters and stranded hulks are in fair order and for the present do not require any repairs, but the debit side of the Company's Shipping account will be swollen by the cost of the new boiler for the Great Britain, and repairs to the Sabine if undertaken. This hulk has never yet earned anything for us; and the cost of putting her in the necessary repair would be very heavy indeed. I feel sure that if we could get £500 for her in her present condition, we should do well to accept it. We have had to put some ballast into the Garland and repair the ceiling - this work, together with the caulking of the decks, has been done during the last month.

5. SAMSON - Loss £108. 6.1.- In spite of credits for towing ships, this account shows a loss, and this I take it is not altogether unexpected, seeing the heavy expenses of wages and insurance. The survey is being held by the Staff Engineer of the Camonian, and I am glad to say that he reports that with care the boiler should be good for many years. The work done on the boiler by Atherton is good, but it will not stand much more caulking. When Mr. Bath has completed the survey I will report more fully on her.

6. FORTUNA. £941.11. 3.- This is a very agreeable surprise. We quite anticipated that she would show a good profit, as Bowring did excellent work last year, but must recall that she had some unusually large credits for collecting wool from Cameron and Greenshields, which will not occur again. I still hope that we shall be able to send her to Monte Video for repairs this fall, and leave it to you to decide whether it would be advisable to carry forward a certain amount of this profit towards meeting the cost of her repairs this year, or to retain all the profit and add all the expenses to her value.

7. HORNET, and FAIR ROSAMOND have only barely paid expenses you will see that the local freight on stores charged to Farm, which work is done mainly by the Hornet, is £120 less than last

3.

year. The Fair Rosamond, owing to the stranding at Port Stephens did no work for 4½ months, and the fact that the account shows only a loss of £11, after losing all this time and bearing all the cost of repairs, is satisfactory.

B. MAIL AGENCY. £353. 8. 7... Shows only a very slight increase on the previous year. This account has been debited with a level £400 for the use of the Steamer, against £450 in 1901. I trust that the P.S.N.C. will increase the minimum commission to £10, as it is certain that the earnings from this account do not by any means compensate us for increased work entailed.

C. ON THE DEBIT SIDE.- The CONSUMPTION Account shows a marked increase, due mainly to the consumption of coal in the Smithy for ship work. At the same time, the account is undoubtably high, and on going into the details it strikes me that it is hardly right to charge some of the items to the account at all. I refer mainly to articles required in the Stores, such as Stationery, shoppaper and coal. These are required for carrying out the work of the stores, and should be paid for by the Stores. The same remark would apply to coal used in the Smithy, the profits of which also go to the Store.. I suppose, however, it is better to continue the system, as the account enables one to check any undue increase of working expenses.

10. STANLEY WAGES.- £5,136. 6. 3... To this should be added the cost of the Orillota Labourers, £569. 17. 7, making a total of £5,705. 3. 10. I am glad that this amount shows a slight decrease from 1901, and I should like to assure the Board that a very careful watch is kept that labour is not wasted. We get a certain amount back from the Pacific Steam Navigation Company.

11. The clients' balances are certainly better than last year. Some on the Debit side call for remark. Dr. Jamison's has already been remarked upon, and I see you have written him separately. Mr. Rivers, as I have mentioned, asked as a special

4.

favour if we would allow him to overdraw on account of his being compelled to send his wife back to the United States. The account will be cleared by his salary draft at the end of March. I will inform Mr. Bertrand that a transfer should be made from the Station Account to keep his private account in credit. C. Williams's account shows a debit from our having transferred to him Cameron's and Greenshield's Store accounts. Mr. Williams paid in cash directly after the end of the year to meet these debits, and he is now well in credit. Osborne's account is for the balance owing for material for fitting out the old Wasp. On the whole the balances show an improvement, and now that the price of wool is so much better this improvement may be expected to continue.

I am,

Sir,

Your obedient servant,

E N C L O S U R E S . -

Balance Sheet
Profit and Loss Statement
London Office Cash Account Balance
Statement of Items in Deposit Account
Inventory of Stores at Darwin Harbour
Inventory of Stores at North Arm
Summary of Stock - East Store
Summary of Stock - West Store
General Summary of Stock of Stores
Balances due to and from Camp men
Consumption Stores in hand in Camp
Buildings Materials on hand in Camp
Panning Materials on hand in Camp
Statement of Schooners' earnings, not credited
Copy of Stanley Cash Book for December
Copy of Stanley Journal for December
Cash Vouchers for December, East and West Stores
List of Store Debtors
List of Butchery Debtors
Remarks on Store Debtors
List of additions to Furniture
List of additions to Plant
Abstract of Name Accounts

M.R.

H.M.S. "Aymarre".

February 20th.

03.

Sir,

I wrote you last for PANAMA on the 3rd inst, and have received per CROPSI on the 18th inst your despatch No 959 and telegram IMPREIS HANSEN MILLER ACINAMOS SEALING WHALE-SKINS MISSING. The first word has evidently been mutilated in transmission, but the message is evidently intended to be one from Mrs Hansen to stop Mr Miller from allowing sealing this year, and it will be passed on to him without delay.

2. I enclose accounts of the sealing schooners "Edward Roy Macmillan" and "Eile H. Balcom", together with a sight draft on Messrs G.H. Lampson & Co for £487:2:7, drawn by Capt. R. Balcom who is in charge of the venture.

Three other sealing schooners have called here to ship whale catches, and these six together with the S.S. "Elena" belonging to Sandy Point will have shipped from this port in all nearly 12,000 skins.

3. I am glad to be able to send the annual accounts by this opportunity. I cannot attempt to reply to your despatch until the usual homeward mail.

4. Our stock of steam coal is now about 1320 tons. When the amount has not altered from one mail to another I have not considered it necessary to repeat the figures, but will do so for the future.

5. At Mr G.A. Cobb's request I have cabled you the word TUEWOO.

F.J. Cobb Esq.,

Managing Director,

London.

I am, Sir,

Your obedient servant,

Enclosures.Enclosures (Originals per PANAMA Feb. 3rd.)

Despatch No 1.

Store Inwards No 314.

Remarks on Stores.

Second of Exchange No 2283 on Acct. Gen. H.M. Navy.

Postage Insurance for January.

Insurance on Produce, Return No 42.

Table of 7/8 parts of Freight.

McAllan's Letter and enclosure.

Remarks on Accounts.

Statement on Accounts.

Letter to H.P. 3000 Rs.

Originals.

(P. W.M. Darby's account for collection).

Accounts for three sealing schemes.

First of Exchange No 2285 on C.M. Langson & Co. £487:3:7

do. No. 2286 on Than & Cameron. 236:0:0 (for collection)

Copy of letter from Unofficial members Feb. 10th re Land Ordinance.

do. do. do. re Fencing Town lots.

Copy of correspondence with Col. Secretary re Darwin Church.

Shearing and Lamb-marking returns.

Shipping Report.

Remarks on Accounts.

Statement on Accounts.

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CALIFORNIA.

March 3rd.

03.

Sir,

I wrote you last per H.M.S. "Nymphe" on the 20th ult.

2. 959-5. The Glenfarq was somewhat slow in putting the coal overside, the amount per diem seldom reaching 45 tons. We were quite prepared to receive more.

3. Par.5. I took over 90 tons of House Coal from the Colonial Government, charging them 5/- per ton for landing their 80 tons, which is sixpence under the rate which they pay for general cargo.

4. Par.6. The correspondence lately forwarded and my 230-15 will have placed you in full possession of the facts as regards the Range per Rangatira. I rather think that I sent you a copy of the law in that despatch, but in case I did not I send another herewith. The memorial has not been sent forward yet - I wished to await Mr. Buckworth's return from England and Mr. Packe's return from Fitzroy. They concur in the views expressed, and I will send it forward as soon as the Governor has recovered from his illness.

5. Par.7. I much regret that the Directors should take so strong a view on the subject of the Foreman Carpenter, and that I feel compelled to record an opposite opinion. We are viewing the matter from somewhat different standpoints - you, almost solely from the ship repairing or shipbuilding point of view, whereas I desire to treat the question with reference to general utility. If you treat the matter solely with reference to ships, then I am bound to agree with you that there is

F. P. COBB Esq.,

Managing Director,

London.

A risk that a man trained in the Islands may not be found to be so efficient as desired. But for how long in the year is he likely to be employed on shipwork? Barely three months, and always decreasing. I am not far out in saying that page after page has been written as to the decrease of shipping, that it is a question whether the Board will not discontinue the work, the Smithy has never paid, the stock of ship's stores is so large that it is unremunerative, and ships avoid the port as much as possible. The reasons for this latter are variously stated as high charges for labour, high charges for stores, lack of cable communication, and the long time taken. Now, I do not think that a foreman carpenter from home will remedy all this. We have occasionally shown that we cannot safely reduce the price of material any further, and we cannot get through the work any quicker unless we introduce more carpenters and smiths, a step we are not likely to take unless we have some prospect of keeping them constantly employed. It was discussed at one meeting of the Directors when I was at home whether we could not reduce the quantity of material very considerably - it was shown that this would involve abandoning ships' repairs altogether, and I fancy that the opinion of the Directors was that they would not be at all averse to this if they could only get back the capital locked up in this material. Finally, I was asked to work off as much of this as possible, and to refrain from ordering more. If now you send out a man whose speciality is shipbuilding and repairing, do you suppose that he is likely to assist in keeping the stock of material? Is he not far more likely to want a much larger stock, or perhaps a more varied stock, which is much the same thing? To waste or rather employ a lot of time in cutting wood, iron and material to the required dimensions - if we keep many sizes of wood etc. on hand we should save a good deal of expense, but we have set our faces against increasing the stock any further, and have compelled the ships to pay the labour of cutting, and this frequently accounts for a heavy labour bill.

5.

If your new foreman is asked to reduce cost of labour, his first request will be to keep many more sizes of material. Take the mild iron for instance - a new blacksmith said this was used for shipbuilding and repairs, and asked for a stock. It was imported, and not an ounce has been used. I should like to have seen more use made of the machine saw - the boiler on the Agamia is, however, out of use, and the cost of running this is more than could be saved by using the saw. I think we ought to utilize the Smithy machinery for running the saw when ships are here, but this would entail setting it up in a small house somewhere adjacent to the shop. If we are to improve the ship repairing facilities, it is the Smithy that we must look to. Repairs now are entirely ironwork - carpenters have to wait for the天气 to finish - hence the delay. The Portion has invariably declined to spend more money on the Smithy, but if you send out a foreman with instructions to improve the ship repairing, he is sure to ask you for more appliances. As to giving estimates, how can a new man estimate work more until he has had about half a dozen ship repairing jobs? Men cannot work as well in rain or a snowstorm as in fine weather, and all this must be learned from actual experience here. I cannot admit the justice of your remarks as to the "old dead level of inefficiency" - whatever our faults are, and I have not any desire to attempt to palliate them, bad workmanship has never to my knowledge been adduced against us. No job has ever been turned away from the shop because we were too inefficient to tackle it, nor have I ever heard of any dissatisfaction with the quality of the work turned out. Why should you assume that you are likely to hear complaints in the future? For one thing, it is very unlikely that we shall ever be called upon to plan and carry out extensive work - we never have in the 11 years I have been here, and the chances lessened every year. I wish, as I have said, to treat the question from the general utility point of view. For quite a month in the year the Foreman supervises very general work,

4.

MUCH AS BUILDING A HOUSE, REPAIRING OF LIGHTERS, HULKS, SCHOONERS, BOATS, OR DOUGH GENERAL WORK. EVEN WOOD BOX WORK, WHICH REQUIRES BUT DIVISION THAN MOST IS NOW DONE BY CANADA CARPENTERS WITHOUT FOREMAN'S SUPERVISION, AND IS DONE WELL. HOW COMES THE QUESTION OF EXPENSE. I HAVE FREQUENTLY SAID THAT THE BULK OF MY MONEY IS DEVOTED TO REMPILING THIS DAM, AND HAVE TO DEPILORE THE FACT THAT EXPENSE INCREASES INSTEAD OF DIMINISH. ARE YOU LIKELY TO GET A REALLY EFFICIENT MAN UNDER £250 PER ANNUM, OR DOUBLE THE AMOUNT PAID TO BIGG'S? YOU WILL REMEMBER THAT WHEN I SUGGESTED AN INCREASE OF JOHNSON'S PAY, YOU WOULD NOT HEAR OF GIVING HIM £300 A YEAR. HE WOULD WANT A BETTER HOUSE THAN ONE OF THE BAMENT ROW COTTAGES, WHICH SATISFIES BIGG'S, AND REPOLES WOULD BE UNDUE TO BE DONE. WHEN I PUT ANTHONY BIGG'S IN CHARGE, I TOLD HIM THAT THE AMOUNT OF WORK WAS DECREASING, AND THAT WE SHOULD VERY SOON, I HOPE, HAVE ONLY 4 OR 5 CARPENTERS WORKING, AND IN CASE WE HAD ONLY SAY 4 AT WORK IN THE SHOP I WOULD EXPECT HIM TO WORK AS WELL, IN FACT THAT HE WOULD BE A WORKING FOREMAN. WE HAVE NOW 7 CARPENTERS AND 3 APPRENTICES AT HOME. ONE OF THE CARPENTERS I AM SENDING TO THE CAMP, AND IN ABOUT A FORNIGHT I HOPE TO DISPOSE WITH 3 MORE. THE NEW FOREMAN IS MORE LIKELY TO INCREASE WORK RATHER THAN DIMINISH, IN ORDER TO JUSTIFY HIS EXISTENCE. MAY I QUOTE THE VIEWS EXPRESSED BY YOU IN 1884-5, "WE HOPE TO EMPLOY FEWER MEN WHEN WE ARE RUNNING ONE SHOP ONLY, AND DOUBT IF THE EXTRA RESPONSIBILITY AND RESPONSIBILITY WILL AMOUNT TO MUCH". IN THIS PAGE DESPATCH YOU REMARK "IT IS MANIFEST THAT THE SHIPPING TATTERING THE PORT HAS DURING THE LAST FEW YEARS DECLINED AT A MUCH GREATER RATE THAN PREVIOUSLY, AND, UNLESS THERE IS A MATERIAL ALTERATION IN THE WORK DONE AND THE WAGES DEMANDED, THERE IS NO HOPE OF A REVIVAL. IT IS CLEAR THAT SEVERAL OF THE SHIPS THAT LATELY PUT IN WOULD NOT HAVE BEEN SENT IN, IF THEY HAD HAD SKILL TO TAKE THEM TO THE PLATE, AND THE DAYS OF HEAVY REPAIRS TO HULLS ARE OVER, OR FEW, ESPECIALLY AS UNDERWRITERS AND OWNERS SINCE ARE DETERMINED TO MOVE THEIR SHIPS AWAY, EVEN THOUGH THEY HAVE COME IN, IF THEY CAN POSSIBLY MANAGE IT." IS

S.

This consistent with the suggestion that we may have to plan extensive work, and our owners and underwriters likely to alter their determination just because we have a foreman shipwright who has served his time at home? I earnestly hope that these remarks will be taken into consideration by the Board, we have in our opinion quite enough highly paid foremen here, Marine Superintendent £100, Engineer £100, Foreman Labourer £100, and I entreat the Directors not to add another to the list. To ship repairing expenses, and Biggs is not bound equal to it, I will undertake to report this to the Board without any delay, and they could then consider whether it would be worth the expense to send a more qualified man out; but, until we see some prospect of recouping for this expense, I trust the Directors will refrain from sending a man from home.

4. Par. 8. If the P.S.M.C. have decided to send a steamer, it is of course futile for me to say anything more either for or against the project. At the same time, it is a satisfaction to me to be able to point to the earnings of the Fortune last year, which I hope will prove my anticipation that the schooners might pay was not altogether wrong. With reference to the charge to the Farm, I purposely referred to 1801 in case that you might not lead the P.S.M.C. to think that they would get anything like £200 a year from us for this work. The amounts charged to the Farm for the last three years are £100, £100, £100, £100, £100, £100, £100, £100, so at any rate last year the Farm was evidently not robbed in order to make profits for the schooners, and yet the Fortune earned over £600. Rather than charge the Farm so much per day for hire of the schooner, I would suggest a fixed annual charge of say £500 to be divided pro rata between the schooners, but this is hardly worth discussing if they are all to be paid off. The pleasure trips of the P.S.M.C. do not take on very extensively - about 5 people out of every 4 suffer from sea sickness on the passage between here and the River Plate in the large mail steamers, and once they have set foot on terra firma here, I doubt if any will be

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not to venture round the Islands in a small coasting steamer. They will certainly have to reduce their fares between here and the Plate if the Argentine Government transports call, as I hear they intend doing.

7. Par.9. The change from peat to coal at Darwin can hardly be called sudden seeing that Mr. Mathews writing on October 24th, 1886 reported that "Darwin is within measurable distance of the end of its available peat". When making that report Mr. Mathews estimated the cost of replacing the grates at £150, and until it was definitely decided to use coal, there was no advantage in ascertaining the actual number of grates which required replacing. I have within the last few days received a report from Mr. Allan, and we shall require 20 small grates and 4 ranges. We have only a few of these in stock and will endeavor for the required balance. The grates must be replaced gradually.

8. Par.11. I am sure our people will be only too glad to have some means of cashing their cheques in Liverpool, either through our Bank or through the P.S.M. Company.

9. Par.12. I have happened away about the petition against the Comptroller, but the whole thing has been blocked by G. Williams, who declined to sign unless the Company did likewise. I explained to him that we could not truthfully say that it was ruining us, as our retail storekeeping is after all only a small part of our business, and that the petition would have even more weight if our name was left out of it. If I signed, the Company's name would come first, and we should be credited with leading the agitation, which we are not doing - the Government people would say "Company again" and it would do more harm than good. G. Williams himself has now gone to Sandy Point, and I fancy his son will be inclined to take the matter up. I cannot do more unless you wish me to sign for the Company, a step which I would not advise. I have seen, sub rosa, a copy of their report - their sales last year were £880, and one paragraph in the report is rather significant. They say

7.

Their stock of stores at the end of the year amounted to about £690, which represented almost the Capital of the Canteen. As some of the members were leaving and wished to realise what they had put in, it would be necessary to issue more shares. Evidently they are beginning to find out that to run a business requires capital.

10. Par.15. We shall be glad to see the Emilie, and the rates of freight you are charging are very reasonable. We shall have no difficulty about the coal, most of the Lancashire will have been disposed of before she arrives, and the balance, if any, could go to Durbin if unsaleable here.

11. Par.16. I enclose a statement showing the present dimensions of the boiler on the Great Britain. With 40 lbs. steam and 240 revolutions the present boiler indicates 38 horse power. The winch has 9" cylinder and 1 foot stroke. We think the new boiler should not be of less power than the present one, and should be worked in the ordinary way with 60 lbs steam. If we should have to raise the hulk's cable or have any other heavy lift, it is better to have the power at hand to do it, although the boiler may be more powerful than is required for everyday working.

12. Par.17. I believe that very few of the sealskins shipped from here are taken anywhere near the Falklands, but it is quite possible that one isolated schooner may have made a raid on the Jasons last year. I doubt if the Admiralty will send any gunboat to do any patrolling, and now that the ships on the station are reduced to two, there is scarcely any chance of a surprise visit even. As the Commodore says, who will pay for the coal consumed by the gunboat? the value of the property to be protected is hardly equal to the cost of protection. The Captains of the sealing Schooners have all sworn before the Commodore that none of the skins they have shipped were taken within 500 miles of the Falklands, or within ten miles of any land, and they say themselves not less than 100. I feel

Certain they are all taken at sea, - their boats are specially constructed very light in order that they may get near the seal without much disturbance, and we have made several small traps and hooks with which to secure the seal before it comes. They naturally will not disclose the locality in which they are taken, but Captain Balcom told me quietly the other day that there is a certain spot somewhere in 35 or 40 South where two currents pass. Between these currents there is smooth water where fish collect and the seal, no doubt from Lobos Island go there to feed. Naturally this strip of water is very narrow and they try to keep the secret as close as possible. I do not believe there are any Falkland Island skins in his lot, which have fetched better prices than any from here. I enclose account for the "A.B. Harvey" and "Florence M. Smith" with draft on S.M. Langdon & Co for the advances. Their store accounts are a welcome addition to our sales.

15. Par. 15. I note all you say about Dr Johnson's indebtedness, but cannot add any more to what I have already written. I have been into the question of his account with him when in Stanley, and he has undertaken to do his utmost to reduce it. He has not been able to secure any servants, and is at the great expense of paying a man £5 per month to do rough work.

16. Par. 20. I hope you will have had no difficulty in collecting the SCOTIA'S account.

16. The stock of steam coal on hand is 1315 tons.

16. The raws have arrived safely at Darwin with the exception of 12 which are still lost. I think Mr Allan will arrange to get these overland and will no doubt furnish you with a report on the same by this mail.

17. The chief engineer of H.M.S. "Cumberland" is proceeding with the survey of the Harbor. He has gone over the boiler and Atkinson has opened out all the machinery, and is doing all necessary work. This takes a good deal of time, but it will be a great satisfaction to us to be certain that everything is

all right. Mr. Bath is assisting us by making some small brass castings. When all repairs are completed, I will send a full report.

18. We are sending you by this mail press copies of all clients' accounts current. We have not been able to obtain Mr. G. Bonner's certificate to Mrs. Bonner's account in time for this mail, and will send it by earliest chance, possibly a gun-boat.

19. Mr. A. Pitaluga has called upon me two or three times with reference to his sister's share in the Estate. At present there are five shares, viz:- Alexander, Henry, Richard, Arthur and Mrs. W. Bonner. Of these, Arthur is in an asylum at Monte Video and his share is divisible between the two first named. Richard has made over his share to his sister, Mrs. W. Bonner, who is now therefore the possessor of 2/5ths. of the estate. She fully intends to dispose of this interest, but A. & H. Pitaluga are entitled to the refusal before this interest is sold to any outsider. She demands £500 down and £150 per annum for 10 years, and Alexander Pitaluga wishes to know if the Company will advance this amount. Mr. C. M. Dean's mortgage still stands at £5,000 @ 8% interest and the station account shows a debit balance of £885 at the end of last year. G. Turner is supposed to keep their books and make out annual balance sheets, but they do not seem able to get any account out of him, and without these it is impossible to say how the station has been doing for the last few years. I will endeavour to get some information out of him, but in the meantime should like to be informed whether the Board will entertain the idea of making any further advances.

20. I regret to say that the pilfering of our Millinery cases still continues, and hardly one mail arrives without the case containing the most valuable goods having been pillaged. It is always one of the cases from Messrs. Cook, Son & Co., who probably give a shipping note to the lighterman, thus informing

11.

him or contents of cases delivered to him. We have made claims on the P.S.N.C., but I must say that I believe the damage is done before the cases go on board. Is there any means of trying one case before it is actually shipped?

21. I have asked Mr. Sharpe to send a second cargo boat here about 25th. March, if possible. This will give good time in which to catch the sales of May 5th., and I hope to have 2000 bales for shipment. At present, we have 1200 only, but I think we shall be on the right side.

I am,

Sir,

Your obedient servant,

LIST OF CANDIDATES FOR DEPUTY - COPIED SENT MARCH 2nd, 1868.

John A. Blair,
Richard A. Felton,
J. L. Baldwin,
Port Gibon,
Follett Island,
Fuchs Is., & Co.,
Faulkner & Stackley,
John A. Moore,
John C. Fullerton,
William Dugay,
Moorfield Island,
Hudson Bay,
Spartak Island,
Vernon Islands,
Lambert,
A. Pitmege,
John Chapman,
John D. Rutherford,
John G. Robson,
George A. Smith,
John Smith,
John Chapman,
John Rutherford,
John G. Robson,
Joseph Robson,
John MacKay,
John D. Rutherford,
John G. Robson.

RECEIVED

GENERAL (Originals per H.M.S. "Nymphe", 21st, February 1903
Baptismal Record and Commission (Account)
Received No. 122

Store Indent No. 315

Accounts of three Building Schooners

Second of Passage Received for Febt. 2, 1903

Records on Accounts

Statement on Accounts

GENERAL

Accounts "H. M. S. Nymphe"

" " H. M. S. Falcon"

" " H. M. S. Daffodil"

" " H. M. S. Rambler"

First of Passage Received on Feb. 2, 1903 \$ 1,674. 9. 3

" 8268 " " Clark & Cameron \$ 217. 9. 0

" 8269 " O. H. Lampoon & Co. 6139.11. 1

" 8270 " 65110. 52. 5. 8

" 8271 " Accts. Gen., H. M. Navy 313. 2. 6

" 8272 " O. H. Lampoon & Co. 167.14.1

" 8273 " William Minis 77.15.10

Accounts on Order for Great Britain

Letter for F. S. Sales

Copy Letter, Colonial Secretary to Unofficial Members, 18th, February.

Copy of Correspondence P. G. M. C. and Colonial Government

Stock Books (sent per book post)

Store Indent No. 316

Sparks on Stores

Indent for Drugs, Dr. Jacobson

Banking Statements for February

H. M. Alliance Report and Enclosure

Shipping Report

Statement on Accounts

I have gone over the proposed Itineraries, in conjunction with the notes written by Mr Birrell and handed to me by Captain Pocle of the "ORILLAKA".

Itinerary No.1 is, in my opinion, needlessly elaborate, as it is not necessary to call at every port with mails. The main point is to make arrangements for delivering mails to the West Falkland with as little delay as possible after the arrival of the outward steamer, and I have therefore sketched out an Itinerary, marking it No.3 for convenience, in which I suggest calling at Darwin the first day, and proceeding direct to Fox Bay the second. After Fox Bay I have suggested Port Stephens, Weddell Island and Roy Cove; and on alternate voyages Port Howard, San Carlos and Hill Cove, thus giving a direct delivery of mails every two months at the more important ports.

The question now arises, - how is the homeward West Falkland mail to be brought to Stanley? Under existing circumstances this is performed by the schooner leaving Fox Bay about 4 days before the homeward steamer is due in Stanley, and I feel sure that the authorities here would require a similar provision in the case of the steamer.

Itinerary No.1 delivers the mail at every port, collecting replies to a previous mail. No.3 delivers at the more important ports, and calls at Fox Bay for answers, to catch the homeward steamer.

It may be thought that the "Rupanco" should arrive in Stanley on (say) 4th, to coincide with the arrival of the homeward steamer, and discharge her cargo direct into her. This advantage is, I think, however far outweighed by the disadvantages. From a business point of view the West Falkland letters must arrive at Stanley some days before the arrival of the steamer, and I have made this date February 27th which is a Friday. If this were a day later we should have her here on a Saturday, which is a half holiday, and perhaps could not get her cargo out. By leaving on Saturday morning she will spend this holiday under steam.

There is an interval between February 23rd and 26th which will, if possible, be utilized by collecting wool, but it is quite possible that it will be obstructed by delays and bad weather, a contingency which must be allowed for in this climate. The "Rupanco" should leave Stanley for Punta Arenas in sufficient time to call at any ports required in the Straits, receive the extra mail on March 6th and leave at once, proceeding back to Stanley as quickly as possible. Unless this extra mail is delivered by the 10th or 11th of March there will be but little advantage in receiving it at all, for the regular outward steamer is due here on the 13th. If the extra mail can be sorted on board, the letters for the West Falkland can be dropped at Fox Bay en route for Stanley, and those for Darwin at Brenton Rock.

We then have a clear week, perhaps eight days, in which she could be occupied collecting wool, and I must say that unless there is some such provision she will never succeed in bringing all produce to Stanley from the out-ports.

It appears to me that the "Rupanco" must always discharge cargo into the bulk, - if she were required to discharge direct she might have to hang about in Stanley waiting for the steamer, and so lose days which would never be recovered.

I think that No.3 is about the best Itinerary that can be devised, but you might think that instead of returning to Stanley with the West Falkland homeward mail on February 26th the "Rupanco" might take these letters to Punta Arenas and place them on March 1st on board homeward steamer which is due in Stanley on March 4th. I do not think the Postal authorities here would consent to this, and it is very undesirable from a commercial point of view as these letters from the West Falkland in many cases advise remittance home which cannot be attended to unless received a few days before the homeward mail is made up.

In compiling Itinerary No.3 I have used the same dates as in your Nos.1 and 2 in order to facilitate comparisons between them. Should any further Itinerary be drawn up I would suggest retaining these dates.

I think that if Itinerary No.3 is closely scrutinized it will be

admitted that there is no margin whatever for bad weather which, as I have stated above, has to be reckoned with in this country. Nor is any time whatever allowed for the collection of wool, without which you cannot earn your expected revenue. Further, according to this Itinerary the "Rupanco" is expected to steam only during daylight, but in the winter months this lasts only from 7.30 a.m. to 5 p.m.

Mr. Birrell's notes suggest the possibility of pleasure trips to Bariloche Channel, and even runs to the Patagonian Coast. It will be seen that not more than four days can be counted upon for work in the Straits, one of which as presumably will be occupied in coaling and discharging any cargo she may have collected. This, however, is outside my province, and would of course be settled by the Agent at Punta Arenas. As regards trips to the Patagonian Coast, the only time available is the interval between March 12th and 18th, and at present I do not see that it would be practicable to absent this if it is intended to collect all local produce by the steamer. During the summer months, at any rate, I think it would be necessary to devote the whole of this interval to that work, and it must be remembered that the farmers here do not all ship their produce in one lot. Some have not the facilities for storing it all, and more than one call is necessary. During the winter months it might be feasible to run the "Rupanco" to Gallegos or some other port on the Patagonian Coast, but it is quite impossible to say anything definite without some experience of the capabilities of the steamer. I am glad to learn from the P.S.M.C.'s letter of February 21st that it is intended that the regular work of the Falkland Islands is to be the first consideration.

In my letter to the P.S.M.C. of December 8th I stated that the present local rates for freight are 15/- per ton to the West Falkland and 12/- to the East; I do not think any alteration of these rates should be made, with the exception perhaps of 13/6 to ports at the extreme of the East Falkland, say beyond Chicoal Sound and Port Salvador. Passages are at present:-

To West Falkland. Cabin £3: 0:0 Forward £1:20:0

* East Falkland. £ 1:10:0 * 1: 0:0

This, of course, applies either way. As passengers will rarely be on board for more than one night these rates should be sufficiently remunerative.

Subsidy. According to the terms of the P.S.M.C.'s letter of Feb. 1st a subsidy of not less than £2250 is a sine qua non. Should this amount be granted I should say that the fitting up of a special cabin for the use of the Governor of the Falkland Islands would be a draconian concession on the part of the Company, but this is, of course, merely a personal opinion which as only offered as the author is mentioned in the above quoted letter from the P.S.M.C. to myself.

In my letter of December 11th to the P.S.M.C. I explained what had passed between the Governor and myself at an unofficial interview, and for convenience of reference I quote what I then wrote:-

"He suggested £1000; in return for which he would require the steamer to fetch from Sandy Point the intermediate mail, i.e. once every four weeks; also that she should carry passengers to Sandy Point if they desired to go, in order that they might have an opportunity of travelling to England by any other line offering cheaper rates, but more especially facilities for second class passages..... I replied that very few people here desired to have a mail every fortnight, and that this would not reward the P.S.M.C. for sending the steamer across there, and possibly having to wait a day or two. The Governor said that the bringing of the extra mail across was the only pretext upon which he could ask the Imperial Treasury to pay half the £1000 subsidy, as the Colony certainly cannot afford to pay more than it now does for mail service. I then said that I assumed that if the coasting steamer were here, he would give her the usual subsidy of £554 per annum (13 trips to the West Falkland at £42 each); he could not promise this, but said the steamer might be given the contract*.

If a large subsidy is indispensable it seems to me that the sooner the question is raised the better; the Home Government will require a report from the Governor of the Falkland Islands, and I

therefore addressed the Government authorities here on the subject,
a copy of my letter being annexed.

Stanley, Falkland Islands.

March 24th, 1903.

PORT STANLEY ITINERARIES, No. 1.

Arrivals Days Hours	Departures Days Hours	Ports	Dist. Miles	Under Sail	In Port D.H.	Speed in knots.
Feb. 19 Sun						
		Port Stanley				
<u>THURSDAY.</u>						
Feb. 19 11am	* 19 noon	Port Fitzroy	26	5	1	
* 19 3pm	* 20 8am	Walker Creek	35	5	13	
<u>FRIDAY.</u>						
Feb. 20 8am	* 20 9am	Darwin Harbour	13	2	1	
* 20 noon	* 20 1pm	Lively Is.	21	3	1	
* 20 3pm	* 21 6am	Sleaker Is.	32	5	12	
<u>SATURDAY.</u>						
Feb. 21 1pm	* 21 8am	North. Is.	13	7	1	
* 21 3pm	* 22 8am	Speedwell Is.	13	6	12	
<u>SUNDAY.</u>						
Feb. 22 1pm	* 22 noon	Great Is.	25	3	1	
* 22 3pm	* 22 4pm	Fox Bay	25	3	1	
* 22 6pm	* 23 8am	Port Edgar	14	2	12	
<u>MONDAY.</u>						
Feb. 23 1pm	* 23 8am	Port St. Pierre	42	3	15	
* 23 3pm	* 24 8am	Houver Is.	42	3	15	
<u>TUESDAY.</u>						
Feb. 24 8am	* 24 9am	See Island	13	2	1	
* 24 1pm	* 24 1pm	Wadell Is.	30	4	1	
* 24 4pm	* 24 5pm	Spring Point	17	2	1	
* 24 7pm	* 25 8am	Burnoose Head	15	2	10	
<u>WEDNESDAY.</u>						
Feb. 25 1pm	* 25 8am	Charterton Harbour	13	2	1	
* 25 11am	* 25 noon	Key Cove	13	2	1	
* 25 3pm	* 25 4pm	West Point Is.	22	3	1	
* 25 6pm	* 25 7pm	Carezza Is.	17	1	1	
* 25 8pm	* 26 8am	Hall Cove	25	3	12	
<u>THURSDAY.</u>						
Feb. 26 11am	* 26 noon	Shallow Bay	23	3	1	
* 26 3pm	* 26 4pm	Sawdene Is.	21	3	1	
* 26 5pm	* 27 8am	Kep. Hill Is.	13	1	15	
<u>FRIDAY.</u>						
Feb. 27 9am	* 27 10am	Pebble Is.	20	3	1	
* 27 4pm	* 28 8am	San Carlos	42 (?)	2	14	
<u>SATURDAY.</u>						
Feb. 28 Noon	* 28 1pm	Port Salvador	62	5	1	
* 28 3pm	* 29 8am	Johnson's Is.	53	6	13	
<u>SUNDAY.</u>						
Mar. 1 9am	* 1 noon	Port Louis	10	12	10	
* 1 3pm	* 3 noon	Port Stanley	30	4	7	
	* 5 noon	ditto.	(Master homeward bound steamer (due at Stanley Mar. 6th.)			
			Punta Arenas 550			
		(correcting with outward bound steamer from Europe due at Punta Arenas 6th. March.)				

EAST FALKLANDS ITINERARIES NO. 2.

<u>ARRIVALS</u>	<u>DEPARTURES</u>	<u>PORTS</u>	<u>DIST.</u>	<u>Unter Weight</u>	<u>In Port</u>	<u>Speed</u>
<u>THURSDAY,</u>						
Feb. 19		Port Stanley	Following itinerary No. 1 to			
* 23	Feb. 23 Dusk	Groot Is.				
* 23 8pm	* 24 8am	San Carlos	41	8	"	
			Follow itinerary No. 1 to			
* 25 8pm	* 26 noon	Port Stanley				
			6 days' trip			

Mar. 1 8am Punta Arenas
 Straits outward steamer due 6th, March giving 5 days to work
 for working Straits (by vaporos) getting back to Falklands
 on 9th or 10th. March, leaving has 8 days to make trip of
 West Falklands as follows:-

<u>ARRIVALS</u>	<u>DEPARTURES</u>	<u>Porte</u>	<u>Mile.</u>	<u>Unter Weight</u>	<u>In Port</u>	<u>Speed.</u>
	Mar. 10 noon	Port Stanley				
Mar. 11 7am	* 11 8am	Pebble Is.	127	16	"	
* 17		to Fox Bay as Itinerary No. 1, say 6 days there direct to				
* 18		Port Stanley		14		
		connecting with our Straits boat due 18th, Maron.				

By this arrangement mails for East Falklands would arrive by
 direct mail steamer and for West Falklands would reach destination
 via Punta Arenas and vaporos.

ITINERARY. - No. 3.

- February 18 Leave Stanley at noon with mails for Darwin Harbour.
20 " Darwin at 6 a.m. " Fox Bay.
21 " Fox Bay at 8 a.m., arrive at Port Stephens & Weddell
or " " Port Howard & San Carlos
22 " Weddell Island and arrive at Roy Cove. or,
" San Carlos and arrive at Hill Cove.
23 Return to Stanley, discharge cargo and leave for cut-ports
to collect wool, sailing on
25 At Fox Bay for homeward mail.
26 Leave Fox Bay (?) calling at Brenton Loch for Darwin mail
and arrive at Stanley.
27 Discharge cargo into bulk, and leave for Punta Arenas for
extra mail.
March 6 Leave Punta Arenas for Stanley, calling at Fox Bay (?) and
Brenton Loch) with mails.
9 or 10 Arrive in Stanley.
12 to 18 An interval of a week, during which occupied in collecting
produce.
19 Leave Stanley with mails as above.

Onward

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March

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os

Sir,

I wrote you last per California, which left on the 6th instant, and have received since your No. 860 per Civilian on the 19th instant.

S. P.M.C. I note that the Board desire the Scottie to be treated liberally - we did several small things for them at small charge.

S. P.M.C. You will have learned from my previous despatch that I had difficulty in getting wool, and had to send to many stations but was ready. Mr. Sharpe offered me either the Concordia or the Iris, and I am glad that I chose the former, as the Iris would have been too late for the Key States. But now the Concordia will not have much time to spend. As regards the Civilian, I admit that after the cutwater steamer left New York I regretted I had not written to Sandy Point - it is always easy to be wise after the event. We did our best to take every precaution, and it is the fault of the P.S.M. that they did not call to Mr. Sharpe. I must admit that they have done their best in the way of second class accommodation. We got Captain Pease or his Civilian to take Mrs. Bowlands second class, and people there are more satisfied on this point now.

S. P.M.C. The Audit Certificate of the Cash Book was sent, and it would better not be delay sending a complete certificate. Mr. Pease completed the audit on the 15th, owing to an accident to his hand so that he could not go to Boston and remain a few days, which he devoted to the writing. I shall be glad to know whether you would prefer him to do the whole thing.

Yours ever truly,

Managing Director,

London.

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another year or so limit the audit to the Cash Book.

5. Par.10. I am glad you have sent the rope for the schooner - the intent which was sent by a subsequent mail will now of course be cancelled. Mr.Norton has informed me that if yellow metal, felt etc., required for the repair of the Fortune, is sent up with her and manifested as ship's stores he gets it admitted free of duty. Care must, however, be taken ~~not~~ not to attempt to dispose of any surplus at Monte Video. I cannot say yet whether we shall be able to send her up this winter, as it depends upon how we succeed in collecting produce. So far we are quite up to the average of former years.

6. Par.11. I am now able to enclose report on the Captain's boiler, which is very unsatisfactory. The caulking was done well by Fletcher, and the only leakage at present is from one of the stays at the back end of the combustion chamber referred to in Mr.Beth's report. Mr.Beth remarks that this new stay may have to be of larger diameter, and thinks we may want a larger tap for this. As his report is so satisfactory, we do not seem likely to have to consider the question of a new boiler for some years at any rate. Mr.Beth considers that we should use more zinc plates, and has given me sketches providing for no less than 12 in the boiler, all of which are to be attached in a special way to the stays. The engines have been thoroughly overhauled, new brass bushes made and fitted, all the valves re-set, and glands re-packed. They are now running very well, but there is still a good deal of work to be done, both on the boiler and engines. Fletcher and his brother are really the only two who are able to do the work, as the local men can only do the rough part. I am afraid I must now ask you to let us have a good lathe - I had hoped that we should be able to do without it, and refrained from mentioning the matter, as it means a fairly heavy outlay. The lathe in the Smithy is not true, and is therefore only fit for rough ironwork. Chaplin tried to get it right, but could not do so.

and whenever we have had to turn out an accurate piece of work we have been compelled to beg from R.M.Ships. During the winter when they are not here it is a case of using a file and every paper, a long operation. I intended getting last night, but Mr. Allant's Indenture rating stopped me. A lathe has been wanted for some years past, but now we have the sunson to keep in order it becomes a real necessity. I propose to give the Engineer about half of the old Cooper's shop, which is not required now. If I give him the whole of it, I fear it will be too large a space, and in that case would become rather a dust heap, for the more room you give to a mechanic, the less chance you have of the place being kept orderly. The remaining half can be kept as a shop in case my co-operating jobs are required to be done in Stanley. I have looked over catalogues of lathe with Atterton, and attach notes on separate sheet.

7. Par.12. Harry has raised his £30 for the Government from some other source in Stanley. Robson is endeavouring to get Mrs. Robson to pay his last year's rent, and I told him that if he succeeded, we would advance this year's, due in May, against his produce. Now that prices are better, it seemed to me rather hard to force him to throw up the lease, and we have no prospect of recovering the debt.

8. Par.13. It is quite true that you had told me that outsiders were to ship on usual clients' terms, provided they shipped all produce by the F.S.S.C. I therupon communicated with Greenshields and Company, but there was no time to receive repation from them before Greenshields' sheepskins were shipped, until I received an assurance from Mr. Greenshields that all his produce would be shipped by the F.S.S.C. I was not justified in giving him "most favoured nation" treatment; hence the rate of 40/- & 10/- on that shipment.

9. Par.13. The Smeulers took 400 tons of Glengowar Coal @ 5/6 per ton as ballast, and we propose to do the same for the Ballie - she would have to pay 6/6 or 7/- for stone ballast.

10. Par.16. I note that you require to know the date of

which a pensioner is paid off. I have written to Farnham asking for this information in the case of Mr. Godwin.

10. Par. 22. I have not heard anything yet from Pinto & Co. on the subject of sale of property here.

12. Par. 24. The stock of stored coal is now 700 tons, after supplying R.M.S. "Cedars" with 600 tons, of which 30 is the balance of last year's stock. R.M.S. "Empire" will probably require 100 tons of charbucate; when the exact quantity is ascertained, we shall know what balance we have of coal imported for the Admiralty.

13. Reverting to the subject of the new tender of the Great Britain, it occurs to me that a point in support of having a fairly good one is that in the event of the R.G.N. sending a coasting steamer we might be able to discharge two bales at a time instead of one as at present.

14. I had an interview with Commodore Flindt on the question of coal - he really did not require any at all, having 500 tons on board, but takes the correct view that there is an implied obligation to take the coal which the Admiralty asked us to import. He read me the correspondence he has had with the Admiralty, who are sending out about September next 1000 tons of coal for use of H.M. Ships. The Admiralty have now got their shed, and do not know what to do with it - they must justify its existence somehow and are therefore sending 1000 tons of coal, although, as the Commodore remarked, it would be just as cheap probably for them to continue to purchase from us. At my rate they would do better to store it in our hulks, for it is an absolute waste of labour to put it in the shed at all when it might be stored equally well afloat. Evidently they had not then decided what new arrangement would be made as regards the amalgamation of stations. The Commodore asked me to quote a price for landing their coal and delivering again to H.M. Ships. As the tender is now for 1000 instead of 1500 I felt justified in asking 6/- per ton instead of 5/- asked in October for 1500 by Mr. Girling. For re-delivery to H.M. Ships.

I have asked S.M. if our lighters are used, or 7/3 if Admiralty lighter. After dealing with one cargo we could tell how we stand over it, the tender is for one year only. Mr. Hayes leaves on April 29th., the dredging of the harbor will be continued by his Foreman of Works, Mr. Shires.

15. The P.S.M. have written no document fully about the proposed coasting steamer, and Mr. Birrell, Assistant Manager at Valparaiso, wrote a lengthy letter through the Captain of the Orellana on the subject, as he was not able to pass through Stanley himself on his way to Valparaiso. I enclose copies of both; Mr. Surrell's is quite unofficial, and is therefore sent for private information only. I have had to devote a long time to the consideration of the question of itinerary, and think that the one we have compiled is the most practical. You will see that we have kept to the same interval of date as the P.S.M. on their two itineraries to facilitate comparison between them. As I am asked to report fully, I have called my remarks "Notes", and send you a copy of the same. I have remarked that before we have steam instead of sail, somebody will have to pay, and the P.S.M. have now come to the real point. If a subsidy of £3350 per annum is indispensable, I cannot see the utility of discussing details until this is secured. My own opinion is that there is not the slightest prospect of their getting more than £1500, and shall be much surprised if they get even that. The Colony certainly cannot afford to pay more than it does now for mail service, namely £9500 for ocean mail and £400 intercolonial, and as the Governor remitted in December last, the only protest upon which he can ask for a subsidy from the Imperial Government is that they bring the extra mail from Punta Arenas. This is a very doubtful benefit - at the best we can only receive the extra mail 2 days in advance of the regular steamer. If £1000 a year only were spent on that, it would be cheaper to cable one's mail. As regards homeward mails, we are only in the same position as before. The subject cropped up at my interview with the Comodoro.

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modore, who told me that the Governor thought a local firm in Candy Point would take up the services at \$1000 a year, (another proof that the P.G.M.C.'s concessions in freight do not secure his goodwill). I know he is most anxious to get some independent steamer or line of steamers here.

I thought it better to write officially to him about subsidy, and send you a copy of my letter. Up to the present I have not received any reply, - if anything further transpires before the departure of the mail I will embody it in my "Notes", copy of which I have been requested to send to Liverpool and Valparaiso.

16. Atherton's agreement expires on July 20th next. He has expressed his willingness to renew the same indefinitely; six months notice of termination to be given on either side, with passage for himself and family. He asked me if he would get any increase of pay, saying that he had mentioned the matter in London, when the agreement was made. I informed him that the usual term was five years, but that I would mention it to you. I also said that if we have any fairly remunerative coming or salvage work he will not be forgotten.

17. I reported that there was a prospect of the Argentine National transports calling here; the "Review of the River Plate" for March 7th states, however, that it has been decided definitely that they will not call. The article says that want of cargo is the sole reason, and surmises that the real reason is the Argentine claim to the Falklands.

18. Mr Hoir's agreement expires in July next year, and I have drawn my attention to the fact in a letter, copy of which is enclosed. Mr Allen, in forwarding the letter, says he considers there is a good deal in what Mr Hoir says about his duties as portmaster. Mr Hoir is a very good servant, and was highly thought of by Mr Mathews, an opinion shared, I believe, by Mr Allen, and the store sales at Darwin have improved since his arrival.

19. Mr Tunison, who has been at the West Store for many

years now, has told us that he feels that he cannot go through more than another winter, and proposes to retire to England. He will remain until convenient to us, and I think Mr Gorton should be allowed leave before Turner retires. Mr Gorton arrived here in December 1895, and has therefore done over seven years' service, entitling him, I think, to a holiday. He does not wish to be away very long, say, about three months in England, and would remain married. In this case he would occupy the house Turner now has and will, so far as we can judge, be able to do the estate work, rendering it unnecessary to replace Turner. I trust the Directors will see their way to treating him generously in the matter of salary during leave, more especially as when he is at home he wishes to see as many of our subjects as possible, and so gain information that will be useful to the Company afterwards. If I have to await your answer by mail it would be too late for him to go this year, and I therefore propose to allow him to leave here on May 27th, unless I hear from you to the contrary, by your cableling me the word **ESBANO**, which will be understood to mean "Do not send Gorton home".

20. The Governor held a meeting of the Executive Council at which the Commodore and myself were invited to be present, to discuss the correspondence between the Colonial Office and yourself on the subject of the seal fishing on the Jason Islands. As Commodore Pinto spent two years on the Pacific Station patrolling the Behring sea his views carry considerable weight. He had furnished a report to the Governor on the subject, a copy of which may possibly be communicated to you by the Colonial Office. He thinks that it is unlikely that the Canadian dealers raided the Jason Islands, but it is quite possible that pelagic sealing, carried on by them, even though a few hundred miles distant may have considerably injured the rookery. As to the existence of pelagic sealing,

In an east wind doubtless I pointed out before that the Chinese miners carry lightily constructed boats especially built for this work, and Commodore Finnie says that although the Foochowese traders in the Bering Sea are patrolled for a distance of 60 miles many schooners carry on flagrant sealing outside that radius and make a good profit, although they are dubious from meeting the seals. I fear, therefore, that the first statement in Mr. Hanson's letter of December 31st, cannot be true, i.e., the appearance of dead pups on the Rockery is no proof that they have been killed there. The natives are now in search of food, and if what is reported of the journey the pup dies from want of food. The Commodore says that he has been informed of instances of this on the "Frobisher" Islands. He says that owing to the reduction of the number of ships on the station to two, skins are hardly procurable, and suggests that the only way of protecting the rockeries is to have a man living on the island. The Government might accept Mr. Hanson to do this by reducing the Government grant to £100. The Commo. has offered to pay the idea of allowing Mr. Hanson to take a sum as high as £1000 fit, abolishing the restriction of £100 virtually and suggested that instead of a fixed number, say 400000 skins to the Government might be substituted. If the price of skins happens to be bad, Mr. Hanson would contribute only a small amount; and if good she could afford to pay more. An actual decision was not pronounced at the meeting of the Council, which was Executive not Legislative, and I have no doubt the Colonial Office will communicate some decision to you later.

21. According to paragraph No. 14, the Commodore has given us a contract for the landing and re-delivery general to R. & W. Shiers of Admiralty Coal on the lines reported. A copy of the contract is enclosed. He further asked if we would undertake to stand to the payment of about four mn, and to check the coal, oil, and cotton waste sent out by the Admiralty

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CURRY, the agent here, in the year that H.M.S. Ships are not here, he then would obviate the necessity for sending out a Naval Surveyor, or Agent. I therefore will sign a semi-official letter, copy enclosed, saying that we could do this for £10 per annum. All the stores would have to pass through our hands as Agents, and the payment of the sum would be a very small matter.

22. H.M.S. "Confiance" leaves on the 20th Inst for Bahia Bahia, where she will dock to examine the damage (if any) done by her grounding at Arica Harbour; it is not, therefore, worth while to send any mail by her. I enclose drafts on the Admiralty for £1300 and £1400 due for amounts owing by the Naval Works and H.M.S. "Dreadnought", the latter being for 600 tons of coal and provisions supplied during the current quarter, a total of £2700.
23. Some of the sailing Captains seemed to think £5 commission on their drafts rather high. A fair proportion of the sum owing is for stores supplied by us, and the drafts are at sight on a London House. Do you think it might be reduced to £3 if any further objection is made?

24. Mr Allan sent me a letter from Suffit re to the state of the South Green boiler, which is not�� working. I attach a copy for your information.

Yours truly,

25. The foregoing was written in the hope that the CONVOY would have been up to date, and I might have been able to send a mail in advance of the CRAYLA. She did not, however, arrive until late on Friday, the 27th, and we commenced loading at once. The Governor permitted her to work on Sunday and no effort has been spared to get her away as quickly as possible. She finished on last night and sailed early this morning, the 28th, taking all the provision we had on hand. There will be very little time to spare for the day's sailings, but I trust she will succeed in getting home in time. I send you duplicate specification and Bill of

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letter of this number.

The administration of General H. C. Whipple is to be
the subject of the Committee on Congressional Relations,
and every good service will be done to have it done
and entirely rapidly and properly to all the better. We will
see the General and get the subject in action, and expect Recs.
and Estimates to be in the hands of the Committee before the end of the session.
The new State Auditor will soon file his accounts by audit
and delivery will be the first. He will need time to go over
and look into his audit and reconcile it with the audit,
and will be done. Some other kind of fiscal documents
will be necessary. I send you a copy of my suggestion
and the P.M. to you.

A. M.

Very truly yours,

Your obedient servant,

Imports.Specimen, Accounts and Vouchers (Jan 1st March 1st)

Specimen No. 325.

Accounts of Purchases "C. H. Ballou" & "Alanson H. Smith".

Record of Imports, Trade No. 280, 280, 281, 282 & 283.

Stock Lists 1871, (per Book post)

Stock Indent No. 318.

Remarks on Stores.

General Inventories, February.

Mr. Allard's Report.

Statement on Accounts.

Specification of shipment per "California".

Specimen, Accounts and Vouchers (Jan 1st March 1st)

Specification & S/L. Shipment per "Cornwall".

Exports.

Copy of Stanley Cash Book & Journal for January.

Cash Receipts, Cash & Cash Stores.

Copy of Stanley Cash Book & Journal for February.

Cash Receipts, Cash & Cash Stores.

Stock Indent No. 327.

List of Goods required at Darwinc.

Report on Stores & Replies to Remarks.

Part of Indents on Lt. Compt. & Argentine Id. No. 2274, £ 40: 0: 0

No.	to,	to,	2275,	£ 1: 0: 0
to,	to,	2276	1300: 0: 0	
to,	to,	2277	2400: 14: 8	
Date to,	to,	2278	£ 500.00	

Particulars of Draft No. 2277 on Accts. Gen. U.S. Navy.

Audit Certificates, 1802.

Mr. Allard's Report (A) on Chinese Boilers.

Copy of Letter from A. Hartip, re Wood Green Boiler.

Copy of Letter from Mr. Allard.

Copy of correspondence with Portion of Flints re Landing stores &c.

Copy of Letter from Col. Gurney re statement on Passages.

ACCOUNCES. (continued)

GENERAL. GENERAL.

COPYING INSURANCES FOR FEBRUARY.

COPY OF MR. BONNER'S ACCOUNT TO DECEMBER 31ST.

MR. ALLEN'S REPORT, FEBRUARY 28TH.

COPY OF MR. BARRELL'S LETTER RE COASTING STEAMER.

MR. HARDINGE'S REPORT ON THE SUBJECT.

COPY OF LETTER FROM P.S.N.CO., LIVERPOOL.

COPY OF LETTER TO COL. SECRETARY RE COASTING STEAMER.

COPY OF COL. SECRETARY'S REPLY TO SAME.

COPY OF LETTER FROM COL. SECRETARY RE STATEMENT ON PASSAGES.

 do. to P.S.N.CO., LIVERPOOL.

SHIPPING REPORT.

STATEMENT ON ACCOUNTS.

SPECIFICATIONS AS FOLLOWS:-

WOOL. SHEEPSKINS.

G.L.	302	3
W.C.	186	
N.A.	76	
R.	167	5
H & B	87	1.5
T.	4	
S.G.	142	
D.B.	42	4
G.T.		
Y.	31.4	1
H.G.O.	98	
B.Z.	58	2
S	65	
F.H.D.	45	

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VICTORIA

29th.April

03.

Sir,

I wrote last per Oravia on the 1st.April, and have since received per Orcana on the 17th.instant your despatch No.261 of March 18th.

2. 261-2. I have not heard anything further here on the subject of wireless telegraphy, and now that the Admiralty have decided to join the S.E.Coast America Station to West Africa, I doubt if they will contribute anything.

3. Par.3. The running of the West Falkland mail certainly does cause a loss of time to the schooners - one has to keep a schooner in readiness for the mail, and when a steamer is late, as in the case of the Orcana, there is a waste of time; but, nevertheless, we have succeeded fairly well in getting in the work. As there is no one else to do the work, we must continue, and for the same reason the Government cannot afford, at present, to be high-handed. Until the question of a coasting steamer is settled definitely one way or the other, we must scratch along. For my own part, I doubt much if the project will come to anything, and even if it is started I do not think it will last long. We will try in any case to get the Fortuna up to Monte Video for the necessary repair. So far as I can judge at present, she will have to make four trips after the end of this month, and could not, therefore, leave for Monte Video until about the middle or end of July. The work would, I estimate, entail an absence of about three months, which means that she would be back for work before the end of October.

F.H.Dobb Esq.,

Managing Director,

London.

4. Far.9. I am allowing Mrs. Ryan to continue to live in the house for the present. I will ask the Governor if anything can be done to assist the family to return home, but doubt if they will move in the matter. We have succeeded in getting his debt reduced, and the total indebtedness at the time of his death was only £ 14. 1. 8 . On the whole we have got in most of the Store Accounts owing by our own people.

5. Far.10. The pressing of wool at Port Stephens and Port Edgar is later than usual this year, and I have heard nothing further as to Speedwell Island. At the early part of the season very few had any produce ready; now they have been pressing quickly as the wool market is good, and all want to be attended to at once. As regards rates for shipping, it must certainly appear an anomaly that we should charge so much as 6/9 per ton for shipping wool brought in by outsiders, and be content to accept the same figure for bringing in by our own schooners, at the same time we cannot afford to give up one part of our earnings without a compensating increase in some other way. I cannot now get out any figures as to the actual financial result of the shipping of wool, but I am assured that if we do not lose on it, we make precious little. For near ports we receive 6/9 in all, of which we credit 5/6ths. to the schooner and 1/6th. to shipping - that is to say, for handling the wool out of the schooner into the steamer we get 1/1½ per ton, which is absurd. If the produce is brought in by an outsider we get 6/9 per ton, which, to the sheepfarmer who has to pay it, is also absurd. I should much like to see the intermediate rate suggested by you of 32/- and 5/- = 33/7, which would give us 3/7 for shipping, and would, I think, meet the grumblers; but I feel that our gross earnings for the collection of produce are so small that we cannot afford to forego in any direction without adding on somewhere else. At the present time, however, there is no outside schooner except the Richard Williams, and we could, without loss, be very generous in

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making this rate, because nobody is in a position to take advantage of this generosity. I do wish that the double rate paid to the P.S.N.C. could be abolished, and an all-round rate, something like 27/- substituted. Our usual generosity is exemplified in paying them 30/- per ton on all our own produce - we pay 30/- on ~~North Arm~~^{North Arm} wool and only 25/- on Bleaker Island, that is, the high rate on 1000 bales as compared with 45 bales which are actually ~~more distant~~^{nearer} from Stanley than the 1000. Our wool is ready before the others, and we are, therefore, able to give them produce early in the season; for this alone, and the quantity we ship, we should have some reduction, but we pay the highest rate. In the old days when the Company had a great interest in securing a good mail service, this was our indirect contribution towards that end; now the mail service is assured we should have whatever benefit is supposed to accrue from being the largest producers. With regard to Port Howard, you have correctly expressed the idea I had in my mind, namely, that not being regular shippers they should pay higher when making a convenience of the P.S.N. It certainly is no advantage to us to make them pay more, and I am glad that you do not consider it incumbent upon us to continue it. Their Store Account has been a good one, and I am glad to receive your sanction to treat them as favourably as Cameron and Greenshields.

6. Par.11. In sending out Mr. Cameron's rams I thought we might be earning his goodwill. Mr. W.K. Cameron is, I think, well disposed towards us, and but for the fact of his nephew having married C. Williams' daughter would have done his business through us.

7. Par.12. I send a copy of my memorial to the Colonial Office as to the detention of the rams from New Zealand, which is practically the same as the draft I sent you. After sending it to the Governor I had an interview with the Governor and discussed the question, and as usual he was very suave.

4.

He said that not knowing anything about sheep, he would be delighted to be relieved of any responsibility, but could not in view of the Ordinance divest himself of this especially where the welfare of the sheepfarming body was affected. Of course, he was talking through his hat in saying this, as I knew that he had not taken the Stock Inspector's opinion at all. I said that I was under the impression that the object of entrusting power at the end of the ordinance to the Governor in Council was to constitute the Executive Council as a Court of Appeal in case the Inspector of Stock was manifestly biased or acting against the interest of the Colony, and not that the Executive Council should be the actual administrators of the Ordinance. As to the Quarantine Ground, I reminded him that I had said at the time that the waste land near the Cemetery would be the most suitable spot - he replied that he would not object to making that the Quarantine Ground now if the farmers wished it, and would suggest fencing in all round the Cemetery. But a considerable amount has already been spent on the fencing and wire netting of the brickfield, and a shed with a dip has been constructed there as well. The expense of fencing all round the Cemetery and removing the shed and dip to that ground would be very heavy indeed, and like the Brickfield would have to be paid for from the Scab Fund. For 10 or 15 years the Brickfield is all right, and as we are not likely to import any large number again for some time, it seems hardly worth while to go to the expense of altering the ground.

8. Par.13. Mr.Allan has got through the Goose Green season all right with Sarney, but there are only 130 Casks of Tallow. Mr.Allan wants more shocks for Sarney to go on with during the winter, and I think we must indent for more. I hope we shall be able to do without a cooper from home - even if we did lose about 20 bundles of shocks in the year, it would be a saving in not having to pay the high wages.

9. Par.14. I note that in the case of a cargo-boat going

to London you wish the number of bales of sheepskins and casks of tallow cabled. We were able to send, by the GRAVIA, a duplicate of the specification of shipment per CORCOVADO which would place you in possession of the details some time before her arrival. I will carry out your suggestion as to sending a circular to the clients as to separate specifications of all produce.

10. Par.15. I find I cannot answer the question as to the number of sheepskins without referring to Mr Allan, there being no record here in Stanley in the letters from Mr Matthews and Mr Allan of the actual number of sheep tried out in 1902. Whenever the skins of the Goose Creek autumn killing are shipped before November I will inform you of the fact.

11. Par.16. We had our usual 10% discount off the tariff fares for the passages of the Buenos Aires shearers, but even this reduced fare, namely £4:10:0, is a very high price for a three days steerage passage. The fares all round from Monte Video are monstrous, namely £16, £10, and £5 respectively for single fares.

12. Par.17. I am glad to have the statement giving particulars of all our insurances, and shall have time this winter to get out some details of the values of goods stored in the different warehouses and hulks.

13. Par.18. The delay in completing the report on the SAMSON'S boiler and engines was due to the fact that Mr Bath, the Staff Engineer of H.M.S. "GAMBRIAN" desired to see certain repairs carried out before filling in his report. The engines cannot have been taken down and overhauled for some years, and the auxiliary feed pump, I should imagine, had not been taken down since the tug was built. I do not know how we can draw the propeller shaft to examine or replace the stern bush, which is considerably worn. Mr Bath thinks that this cannot go much longer, and that we ought to fit the spare one sent out. The tides here are rarely good enough, and the work would, I fear,

6.

occupy two tides.

14. Pairs. 19 & 22. I did not refer the question of the storm try-sail to Captain Thomas. The proposal to convert it into a fore-sail was Rowlands's entirely, and we could not possibly have done anything here as we have no canvas of the same quality, - hence I did not mention it to Captain Thomas at all. We have received the metal for the FORTUNA, - do you think we should go to the expense of the strengthening knees which were the subject of correspondence with Camper & Nicholson Ltd in 1887? I enclose the copy of their letter and a sketch, for easy reference, and should like to have them back.

15. I have received the Crown Grant of our recently completed purchase of 37,100 acres of land. The Grant, as usual, defines it as being "more particularly described as to metes and bounds overleaf, and in the official chart signed R.Hudson". The description of the boundaries is, I think, alright, as I went over with the Governor, your correspondence with the Colonial Office, January to March 1882. As however the official chart is referred to I thought it might be as well to have a tracing of it on record with the Grant, and am endeavouring to get this done by the Navigating Lieutenant of H.M.S. "NYMPH" which is still here. If there is sufficient room the copy of the chart will be sketched on the back of the Grant itself, and when completed I will forward it to you.

16. Martin Johnson, the late foreman carpenter, and lessee of the Stanley Arms, has decided to settle in Patagonia. He is disposing of his interest in the Stanley Arms and I have agreed to transfer the lease to E.Rutter, who has had the Ship Hotel and is a very satisfactory tenant. At present he is carrying on both places, - if you will not allow Arthur Biggs to remain on as foreman carpenter I propose to let him have the Ship Hotel as, if he can avoid it, he very naturally does not care to remain in the shop to work as an ordinary carpenter with the men he has been supervising. If he remains foreman I shall have to find someone as tenant for the Ship Hotel, - at present

7.

I do not know of anyone to whom I should care to give a lease, and should be glad to know if you would approve of Rutter holding the lease of both houses. He is very steady and would I know, look well after both places and, provided the Licensing authorities will grant him the two licences, I trust you will not object.

17. Letter of March 30th. This correspondence clears up a mystery that we have for a long time tried to unravel. We have had for months in the Great Britain a bale of sheepskins with the mark quite obliterated, and have endeavoured to trace to whom it belonged, - the bale was first brought to notice in June last. I had had it marked F No.1 and intended sending it home to be sold separately. When Mr Packe's lot of 17 bales turned out one short we concluded that this must be his, but a subsequent mail brought an account sale for one, which settled the matter. It is quite evident that the one now on hand is his, and it will be marked S and shipped home with his next lot. I will inform him of the error.

18. Mr Anson, who is at present in Stanley, complains bitterly of the extra freight charged to the Chartres station. I had a long talk with him and pointed out that it is not so much the danger at Chartres River as the delay to the schooners, caused by not being able to work. I shewed him the Table you sent of the schooners' profits, and informed him that I did not see how, in the face of that, he could expect us to reduce our charges. If the steam project comes off I assume there will be no reason for continuing to charge him the extra 10/. I promised to mention the matter to you.

19. I enclose correspondence with the Colonial Treasurer which deals with our arrangements as to remittances. The question arose in this way, - McLauchlen wrote me that he had decided not to return to the Falklands, and asked me to withdraw his Savings Bank deposit, and sell his house. The withdrawn of £250 is on his account, and the £180 on account of the purchaser of the house, and I requested the Colonial

Treasurer to give a draft on the Crown Agents for the two. He declines, as they have enough cash with which to pay it, and the result will be that later on, we shall have much more cash than we want. The last half of his letter is untrue, or, as I have called it, disingenuous. When we have to pay rents or Customs Duties I send him cheques, which he holds until the end of the month, and returns us against the £1000 remittance. Or, he receives cheques from the West for Savings Bank deposits which are treated in the same way. I am quite sure that he has never "cashed" a cheque of ours; in fact no one would ever dream of going to him for such a purpose. All along the Government have had the best of the bargain, which they interpret entirely to their own advantage.

20. T.Goodwin received pay up to and including December 31st. last, W.Bethune up to March 28th. and S.Middleton up to April 25th. Middleton wanted to know if he could have second class passages as he had in 1873 when he went home. I said I knew nothing about this, and all others had had third class only unless specially granted under the Agreement.

21. The Mailie arrived on the 17th., the same day as the Oceanic, and we were consequently not able to do much until the 21st. instant. Since that date the discharge of cargo has been proceeding rapidly, and she is now alongside discharging coal and bricks. The cargo is turning out in fair order - the beer has suffered slightly, but nothing like as bad as in the case of the Annie. Six casks arrived with heads burst, one empty, three half empty, the other two contents undamaged. The stowing was all right. We will send report on the cargo when all has been discharged.

22. I have had some correspondence, copy enclosed, with the Collector of Customs as to the landing of cargo. I have endeavoured to find some acknowledgement by the Government of our right to land our own cargo at our own jetties, but have not discovered any letter specifically admitting this right.

We have more than once stated it on paper, once in your letter to the Colonial Office of February 12th 1897, and it has never been contradicted; the Governor once admitted it in conversation. Have you ever received my letter from the Colonial Office respecting us this night? If so I should like to have a copy. I want to get the details of the complaints which the Collector of Customs alludes to, and shall have no difficulty in knocking the bottom out of them.

25. H.M.S. "Wynche" leaves here on about the 6th proximo. She will take about 110 tons of coal, - the exact quantity is not certain, and I will report the quantity left on hand by the mail which she will take.

26. I have searched the correspondence with Darwin to endeavour to trace whether the record of Middleton's service has been sent. I fear that it has not, and am asking Mr Allan to have it made out and sent to you.

26. Mr Bernard Stickney writes by the West Falkland mail, received to-day, "Please instruct the P.L.Co. in London to take £1600, one thousand six hundred pounds, out of the neti proceeds to meet their account current on December 31st 1903. I think the produce will bring the above amount, and I am in hopes that £1600 will give us a clean sheet. I have a very strong objection to having balances left on hand and carried forward against us when we have the money to pay off such balances."

26. Since writing my paragraph No. 10 I see from Mr Allan's stock returns this mail that the killing at Goose Green was 36,836 in 1902. The skins from Goose Green for the last three years have therefore been shipped as follows:- Autumn killing 1900, represented 354 bales and were shipped per "Samoa" in May 1901. Autumn killing 1901, 266 bales; shipped:-

per Orissa July 1901	20 bales.
" India October "	117 "
" Orissa February/02	129 "
<u>266</u>	"

The first two lots of 127 bales were dried in the sheds and

10.

shipped early. Autum killing 1868, - 260 bales; shipped - 100 bales (9818 skins) per ORILLIA, June 1900, and 120 Bales (18762 skins) per PORTAGE in December 1900.

As you surmise, therefore, the 9818 skins were dried in the shed and shipped early. I notice that Mr Allam in his report this year mentions that he will not have many skins dried in the shed and this year's receipts for proceeds of skins will, consequently, be lower than usual.

27. I fear I am drawing on you very heavily by this mail, but as I understand that the financial position is much improved this will probably not cause any inconvenience.

I am,

Sir,

Your obedient servant,

DUPLICATES. (Originals per GRAVIA April 1st)

Despatch No 224.

Copy of Stanley Cash Book and Journal for January.

do.	do.	do.	February.
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Store Indents No 217

List of Stores required at Darwin.

Remarks on Stores and Replies to Remarks.

Statement of Exchange No 2274 on Bank of Tarapaca Ld.

do.	2275	do.
-----	------	-----

do.	2276	Acct. Gen. H.M. Navy.
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do.	2277	do.
-----	------	-----

Particulars of Draft No 2277 on Acct. Gen. H.M. Navy.

Coasting Insurances for March.

No Allon's Report, March 26th.

Notes on proposed Coasting Steamer.

Statement on Accounts.

Specification of Shipment per GRAVIA.

Specifications— Wool. Skins.

D.H.	305	3
------	-----	---

V.C.	166	
------	-----	--

N.A.	75	
------	----	--

ORIGINALS.

Copy of Stanley Cash Book and Journal for March.

Cash Vouchers, East & West Stores.

Stanley Ledger Balances, March 31st.

Store Indents, No. 218.

Remarks on Stores, and Replies to Remarks.

First of Exchange No. 2280 on S.A. Missionary Society.

Mr. William Stickney's Cheque on Lond. City & Mid. Bk. Ld. £50.

Two copies of S.A. Missionary Society Account to 31st March.

Insurance of Produce, Returns Nos 42 & 43.

Coasting Insurances for April.

Stanley Wages Return, Quarter ending 31st March.

Continued.

ENCLOSURES: Continued.

Game Wages Return, quarter ending March 31st.

McAllister's report April 24th. and enclosures

Copy of letter from Campion & Nicholson re Fortune

Copy of correspondence re Bethune's Savings Bank withdrawal, and draft

on Crown Agents for £5,13. 1

COPY OF Memorial to Secretary of State re Live Stock Ordinance (2)

Copy of correspondence re Remittances

Copy of correspondence re Cargo

Shipping Report

Receipts on Accounts and Replies to Remarks

Statement on Accounts

Specifications:-	Wool	Skins	Hair
D.M.	47	4	1
D.R.	119	4	
Z	114		
T.C.	83	1	
T.R.	113	3	
J.M.D.	86		
	131	17	
M	34		
X.P.O.L.	41	5	
	216	8	

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F. & W. "SYDNEY".

May 5th.

08.

SIR,

I wrote you last for Victoria, which left on April 23rd. She took all the produce we had with the exception of 48 bales of Mr. Focke's wool - he was not keen on so small a lot going, and it was touch and go whether the steamer could sail that night. She was just in time to go through the Narrows before dark, and it was well that she was away for it blew a heavy gale that night. The Fortune had bad luck, and returned from Bay Cove just the day after the Victoria left.

2. I am sending you the weights for the last of our wool for this season - the numbers are, 0.1.559, 0.1.703, 0.0.441. I will try and get the balance sent by the Liguria, but it is doubtful if I can manage North Africa. The Hornet will now go to Darwin for the balances there, and will bring in the following, which I have to send by the Liguria.

3. I have received particulars of McAllister's services from Mr. Allen.

Burned from January 8th. 1873 ~ 1878 @ \$45 to \$60

* 1878 ~ 1880 @ \$25

* 1884 ~ April 30th, 1893 @ \$7

4. McAllister consider the evidence that the 100 bales of suspension shingles last year were dried over the boiler at home green.

5. H.M.S. "Frigate" has taken 110 tons of coal; the total taken by all ships out of the stock imported for town this season is therefore 876 tons, leaving a balance of 326. We have now on hand altogether 555 tons.

I am,

Yours,

Your obedient servant,

F. & W. "SYDNEY".

Manager, Mysore.

1893.

MESSAGES.

- DUPLICATES. (Originals per Victoria, April 30th, 1903.)
 Dispatch No. 225.
 Stanley Cash Book and Journal, March.
 Stanley Ledger Balances, March 31st.
 Store Inwards No. 812
 Report on stores and Replies to Remarks
 Record of Exchange No. 2280 on R.A.M. Society for £ 63. 3. 4
 Cost of R.A.M. Society's account to April 30th.
 Insurance on Produce Returns Nos. 42/43
 Clothing Preparation for April
 Stanley Fages Return, March 31st.
 Merchants report
 Report on Accounts
 Statement on Accounts
 Letter to Mr. Cobb, April 30th.
 Specification and Bills of Lading per Victoria.

DETACHMENT.

Order No. 2283 on A.O., H.M. Navy for £387. 6. 8

Two copies of above draft

Draw account £. 55/- and tracing

Specifications:-	Wool.	Skins.
Duff.	18	3
Wool.	9	
	6	
1.	350	14
Goodwin	1	
	58	6

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Bisaria.

May 27th.

03.

Sir,

I wrote last per H.M.S."Nymphe" which left on the 6th inst., and have since received your despatches Nos. 962/2 and telegram "Harry".

2. 962-2. We must keep a somewhat larger stock of groceries on hand to meet clients' requirements - the stock of steam coal also was heavy, as there were no sales to H.M.Ships before 1903.. I cannot help the delay in the report of the Rascon - either we must have a cursory survey by a F.S.M.C. Engineer, which is very unsatisfactory, or await the arrival of one of H.M.Ships. Mr. Girling's account, to which you draw attention, will be set right very shortly by a payment in London - the indebtedness has decreased. I have said more than once that I have discussed Dr. Jameson's account with him; as he has no other resources, he cannot do more than reduce the account gradually. Captain Willis has not yet returned to the Colony - Mrs. Willis has paid a little off the account. The reduction of the value of unsaleable goods at North Arm to nil is the result of an arrangement made some years ago. The Storekeeper having reported that he had a lot of goods on hand which were unsaleable at the invoiced prices, was instructed to make a separate list of these, and to sell for what he could. Separate lists were made out annually and you may see from the Stock Returns that the values at the end of the years 1893 - 1902 were £260, £184, £135, and £99 respectively. Deductions of 25%, 50%, 75% and 100% were made every year from these values in order to gradually lessen the amounts, the Storekeeper in the meantime disposing of some of the goods for what he could get. The theory was that in the course of four P.B.C.C. £200.,
Managing Director,
London.

8.

years he would be able to sell what was unsaleable at reduced prices, and what was left on hand at the end of that time would be practically valueless. You have always said that the value entered as stores on hand should represent the value of goods, and that stores overvalued should not be treated as an asset. The statement that the practice of having sales as in English shops has never been tried in Stanley is incorrect; there were certainly three to my knowledge in Mr. Baillieu's time, and we had a sale before I left for England. These sales are not the successes they are at home - to begin with, we do not collect dead stock sufficiently rapidly to furnish enough material to make a sale, and when you have exposed goods for sale for 6 months people are sick of the sight of them and won't purchase at any price. It is quite a different matter in London, where the visitors to the shops are different every day. Here they are the same year after year. We were successful in making up parcels of timber at 8/- each - people did not know what was inside and I got rid of a lot that way, and just a month ago we have an auction of what was left in losing £45 odd. The Board may now be certain that no old drapery remains on hand. I have gone over the list of Consumption Stores on hand at Barracks, and do not find that I have entered any Building materials. Value is for the cutter, 3" Pitch Pine for the Wood Boxes, 1" boards for heads of casks, White Lead and Red Oxide for Coates Green machinery. If there are any other items which seem to be wrongly classified, I think they can be explained. The palings were sent out either for pens, garden fences or for sheep fences, all invoiced to Buildings. When palings are used for any other purpose than garden fences they are charged to the proper account. I do not quite understand the last four lines of this paragraph. When a stor account is higher than usual, I am expected to explain the reason, and it seemed to me that to say that the account represented building material would be sufficient. If, for instance, a man wishes to put up a fence, or build a small leanto, he may want £40 worth

of material. His account in the ordinary way may be £5, and a jump to £45 demands an explanation. I have thought it sufficient to say building material, but we do not let anybody and everybody have it for the mere asking, always taking care not to give credit unless we think it safe. If the material runs into £100 we generally have a mortgage, supplemented by Fire Insurance.

3. Par.3. Five of the Canadian sealers have returned with fresh catches. The "Ola M.Balcom" with 1514 skins, the "Beatrice L.Corkum" with 2234, the "Florence M.Smith" with 1002, the "F.D.Marvin" with 1000, and the "Leslie L." with , all of which will be shipped by the P.S.N.C. as before. The "Florence M.Smith" is ordered to return to Halifax, the others remain here for about three months.

4. Par.4. I note all you have written as to the Foreman Carpenter. The allusion to Mr.Allan's appointment is hardly intended to be a serious comparison, I assure, seeing that he has the absolute control of 140 men, whereas the Foreman Carpenter merely supervises 3 at the outside, and works under the orders of the Manager. No step taken by me in appointing a man to a vacancy is irrevocable, for the Directors have of course to approve, and in any case a man can be given three months' notice. I must ask one thing in the appointment of the new foreman - that he will be informed that the cost of living in Stanley is from 25% to 33% higher than in England, and the cost of furniture quite 50% more, and more especially if he has not sufficient money to set up housekeeping, he should be told distinctly how much credit he will be allowed. Every year attention is drawn to the indebtedness of our employes, which I have reported more than once arises from the cost of settling down here. A man must either have a little money with which to purchase furniture, or must borrow, or must run into debt at the stores. If he has not a comfortable home to go to he will go to pothouses. Of the last two appointments, Captain Thomas had money of his own - Dick's case I anticipated

4.

MYSELF. Being a Blacksmith, I thought of his two predecessors, and took the risk of offering Ogilvie £30 for his furniture and household requisites, instead of letting them go at auction. This he accepted, and I offered the whole to Dick, taking £2 a month in payment - I have not yet been paid all my outlay, which please understand was personal, but I have the satisfaction of not having to answer remarks on the state of his account, which must inevitably have been the case if he had been compelled to purchase new goods at a cost of at the very least £50.

5. Par.8. I understand that a special circular despatch has been sent out from the Colonial Office to the effect that no Government Official is allowed to connect himself with trade; this would give a good opportunity for the small storekeepers to send in their protest. The Dean's letter in the Magazine is very absurd and the allusions to Mrs. Ryan, who had just lost her husband, a Catholic, is somewhat questionable taste.

6. Par.9. I am glad to hear that we might expect the new boiler for the Great Britain shortly - the freight is most reasonable.

7. II.(par.). I have not been able to get any information from Turner as to the profits of working Pitaluga's station, but will try and get the books from him. The mortgage was originally £6,000 @ 6%, and £1,000 was repaid in 1894. It is quite possible that Mrs. W. Bonner would find a purchaser for her share as soon as the brothers have definitely declined it; I learn now from A. Pitaluga that he has borrowed money on his house in Stanley to pay Mrs. Bonner some hundreds down in order to avoid letting anyone else get ~~the~~ her share. Provided that wool does not fall again, I think the account would stand the payment of £150 a year to pay her off.

8. Par.13. I am glad to have the account of the history of the Darwin Church, and will send a resume to the Government.

9. Par.14. I had a letter from the Rev. Mr. Snellman about Carlson, who is at present mate of the Fair Rosamond. I have

S.

got Garrison to write a letter to his friends and have sent the same to Mr. Snellings.

10. Part 16. I will write round the Islands informing all sheepmercs that there might be an opportunity towards the end of the year of importing rams direct from New Zealand. We might at the same time import some hay and some flour as we did by the Mamari. When I mentioned that I thought that the freight on rams per Rangatira was high, I was comparing the rate with what I thought was charged per Mamari, which I could not at the time recollect. I have since found the papers, including the freight list which was obtained from the Captain. From the enclosed copy you will see that the freight per sheep by that vessel was 25/- and 10s = 27/6, or less than half the charge per Rangatira. I know, of course, that by giving the Mamari other inward freight and an outward freight on 185 bales of Sheepskins we gave some inducement to a lower rate - the total freight, however, did not exceed £600, which was £200 less than the amount earned by the Rangatira. The Rangatira was despatched in five hours, against the Mamari 36 hours. Should we have a vessel direct, I should like her to arrive about the first week in November, as this will allow for quarantine and our despatching the various lots to their destinations before the commencement of shearing.

11. Part 17. I will make it as public as possible that cheques drawn on Stanley are not payable in London. Shall I put a notice in the Magazine to that effect?

12. Despatch No. 565. The Crown Grant was forwarded to you per H.M.S. "Nymph" - I think the description of the boundaries will be found accurate. The tracing of the Official Chart of Record will place everything beyond a doubt. The Governor wrote me as to the freehold on, I think, Section 28, and I sent you his letter in original per H.M.S. "Nymph". Since then, Mr. Packe informs that there was an exchange of leaseholds between Captain Fuchs and the Company, but the Crown grants or the compulsory purchases were not transferred. Should not

6.

this now be done?

13. 960-28. I received by last mail a letter from Messrs. C. Mahony and Sarah, Lisbon, asking for information as to the estate of the late Manuel Pereira. They mentioned that Messrs. E. Pinto Soeto had given them your address, and that they had written to you.

14. Mr. Allen thinks that we had better have the usual shearing gang down from Buenos Aires for next season, and I am writing to Mr. Owen that he should, if possible, procure men who will shear without tying down. I doubt much if he can get them, but in any case we will have a stipulation that not more than two sheep per man at a time are to be kept tied down.

15. The discharge of the *Emilia* is now concluded, and she will leave for Port Howard in the course of a day or two. I enclose copy of correspondence with Captain Warren on the subject of demurrage, and also of ballast. He absolutely refused to take Glengowan coal, and informed me that Mr. Mathews supported him in this refusal, saying that he ought not to put wool on top. He has purchased stone ballast, and I must leave it to you to settle as to whether we pay any proportion of the cost.

16. Mr. Packe has sent me his Report and Contracts of wool per Antisana last year, pointing out that 10 bales were sold as fallen damaged and 3 as sea damaged, and asks whether any insurance has been recovered on these. I return also the account sale of 1 bale of Sheepskins, supposed to have been short shipped per Antisana, which formed the subject of your correspondence with the P.S.C.

17. The stock of steam coal on hand is 505 tons; since the last report the *Sissons* has been running continuously for Mr. Hayes, and the Naval Works have required coal for working their steam cranes. Should the coal purchased by them be considered as having been purchased ^{from} the Admiralty stock, and at the contract price?

7.

18. 962-12. Cook's cases of drapery goods by the California turned out all right; as they were sent by rail this time it seems likely that we are right in thinking that pilfering is done on board the coasting steamers. We used to find that cases per "Graceful" suffered most - we now find those per "Truthful" seem to be tampered with. Mr. Gorten will, however, be able to explain all this verbally.

19. Mr. Hayes leaves by this mail, Mr. Shire, Foreman of Works, remaining with a small staff to complete the dredging of the coaling cahier, and to fix up the new Rifle Range, which the Admiralty have definitely decided is to be proceeded with.

20. The operations of the Bakery last season resulted in a net profit of £173, which is, I think, very satisfactory as we lowered the price of bread by $\frac{1}{4}$ d. In addition to this the Store receives the usual profit on the flour used.

21. Since writing my paragraph 3, two more sealing schooners have arrived, making a total of seven in port. The total catch is about 10,400 skins.

22. We have not been able to get in the Port Stephens and Beaver Island wool, but this with some from Weddell Island will be brought in before the next mail. Owing to the California arriving two days late, Rowlands was not able to get away with the West Falkland mail until May 19th. I had hoped that in addition to Messrs. Baillon & Stickney's 140 bales from Fox Bay, he would have been able to call at Port Stephens before returning to Port Stanley with the return mail; but, owing to the danger of being wind bound in Port Stephens and missing the mail, Rowlands ran up to Camerons to fill up. He really made a splendid trip; left Stanley on May 19th, and returned on the 24th., earning £30 for taking the mails, £19 in passages, and freight on 250 bales of produce.

23. Mr. Girling is sending his elder son to school at home; I assumed that the Directors would have no objection to paying this passage a year in advance, on the understanding that should

8.

the Company for any reason become relieved of the liability for the passage, Mr. Girling will refund the cost.

24. As I have not received telegraphic instructions to the contrary, Mr. Gorton leaves by this mail. He does not ask to be allowed to remain in England for more than three months, making a total absence from the Colony of five months after 7½ years absence. I should like to mention that all this time Mr. Gorton's holidays in the Colony have barely averaged one week for each year of ~~absentia~~ service, and I hope, therefore, that the Directors will give him this holiday on full salary. I have no hesitation in urging this, as I consider Mr. Gorton's services have been very valuable - the Store work is now carried in a much more up-to-date method and the results as shown by last year's return appear to me to be very good. Mr. Gorton did not receive any extra remuneration for the heavy work connected with the Samoa's cargo, which produced a good profit to the Company; I should like to mention in connection with the Samoa that we have heard nothing further from Mr. Gorton as to his claim on account of the wire. As Mr. Gorton took him down in the hold of the vessel to see it for himself, I presume he realises that the claim cannot stand.

25. I should be glad if you would send out by steamer say 50 tons of coal in bags similar to the 150 tons shipped per Oravita for the Colonial Government. The P.S.N.C. would, I assume, ship it at the same favourable rate, if the coal is sent when the steamer is not very full; that is to say, we might leave it to them to choose an opportunity convenient to themselves. We might in fact have a couple of shipments like this, as we shall shortly have to provide coal for Darwin, and we find the coal in bags very convenient for supplying clients on the West. We save the handling into the shed and handling in and out of the schooner.

26. The German 4 masted Barque "Niobe", Captain Fettjuch, 72 days out from Antwerp to Seattle, with cargo of cement and iron, was sighted on the 16th instant, signalling for a pilot.

Captain Thomas went out to her in the Samson, and offered a tow which was declined. The pilot was put on board with considerable difficulty, and the next day the Niobe anchored just inside the entrance to Port William. The weather continued to be boisterous, and on the afternoon of the 18th. she signalled asking for a tow. The Samson went out next day, could not tow her against the strong wind blowing and arranged to be out at daybreak on the 20th.; the price agreed upon being £100 for towing in and £40 out. She was towed in on the 20th. She had encountered a sea off Staten Island, which damaged her bulwarks and stanchions, see report of survey enclosed. The Captain decided to begin work without delay, and I hope to arrange a contract for the repairs with him. I estimate that £1,000 will cover all disbursements, and that the repairs will be completed by the end of June. Captain Fettjuch, whom you may remember when in command of the "Schiller" repaired in 1880, wished to discuss by letters the terms upon which money would be advanced, and I enclose a copy of the correspondence.

27. I think that we shall be able to send the Fortuna to Monte Video for repairs by about the middle of July. You are aware that Captain Thomas is now the only certificated master in the Falklands, and I assume that he will have to go up with the schooner. I do not like the idea of his being away for so long as $2\frac{1}{2}$ to 3 months as, in the event of a ship requiring to be towed in, there is no one else here to whom I should care to entrust the charge of the Samson outside Port William. I, therefore, propose to instruct him to return here, if possible, by the steamer leaving Monte Video on the 1st. August, and would ask you to let me know whether Rowlands can be allowed to bring her back to the Falklands, or if I should send Captain Thomas to Monte Video later to do this. I understand from Captain Rowlands that the underwriters consider him capable of navigating between South Shetlands and Bahia Blanca. If this is so, I thought you might get them to agree to his bringing the schooner back, and thus save the expense of sending Captain

10.

S Thomas back again to bring her down. Rowlands can take sight and there is probably less risk on the voyage to the Plate than coasting round these Islands. I assume that on the Samson's insurance policy Captain Thomas is entered as Master; if I had to send the tug outside Port William in the charge of any other person I do not know whether this would affect the insurance, if an accident happened. I had thought, as alternative, that Captain Thomas might take the Fortuna, leaving Rowlands here, but I think the latter ought to superintend the repairs himself. As regards disbursements, will you extend Mr. Morton's credit with the London & River Plate Bank, or make whatever arrangements you consider desirable.

SS. I received by the California a letter from Messrs. Wilson Sons & Co., informing me that on the 6th. instant Mr. Sharpe had wired requesting them to advise me that the Anti-sana would call at Stanley about the 25th. May to receive 1000 bales of wool, and that the Liguria would take the balance. Up to the moment of writing(27th.), there is no sign of the Anti-sana, and the Liguria is due, so that we may have two homeward bound steamers at once. The delay may be due to a stevedore strike at Valparaiso, of which I had information from Wilson's. We discharged 250 bales from the Fortuna into lighters in order that both steamers might load at the same time should they happen to arrive together.

I am,

Sir,

Your obedient servant,

GENERAL

RECEIVED from Mr. H. C. Thompson, MAY 6th, 1906,

Specified below.

Copy of Receipt of Remittance for U.S. A. G.
Statement of above draft
Statement on account.

GENERAL

Copy of Stanley Cash Book for April

* * * * * December *

Bank Statement Date and Name

Store Account No. 314

Summary of Sales and Repairs to Remarks

Copy of Account to T. C. Marion and McPinto Fausto & Co.
Name of Company named on C. M. L. J. & Co. for \$195.18. 3

Copy Surveyor's Report Parcels Number

Statement "FACON & WILSON" Accounts

Copy of Correspondence with Captain of "Maltese"

"Nihon"

Woolen Factory Account Sales and reports wool and skins

Delivery report May 3rd, and subsequent.

Copy of Freight List S. S. Marquette

Statement on Account

Office for Attorney

Specification	Wool.	Skins.	Tallow.
S.	42		
J. M. D.	43		
G. S. S.		2	
K.	36	5	
Z. S. S.			101
J. S. S.			44
M. C. C.			9
G. S. S.	33	1	

836

Lisuria.

2nd June

03.

Sir,

The Lisuria arrived yesterday afternoon at 3.30 p.m., having been delayed three days at Valparaiso owing to strikes, and two days owing to bad weather. I have received your telegram TUESDAY MORNING.

1. The schooners "Florence M. Smith" and "P.L. Marvin" left for Halifax on the 26th and 30th instant ult. - I enclose copy of their accounts and drafts on Messrs. G.M. Thompson & Co. for \$193.19. 5 and \$358. 6.10 respectively. The "Saint Blair" with a further \$20 remaining arrived on the 28th ult.

2. I am glad to be able to report that I have arranged a contract for the repairs to the Lisuria for \$375, and enclose a copy of the correspondence with the Captain. It was impossible to arrive at a figure until a certain amount of clearing away had been done, and the exact extent of the necessary work ascertained. You will see from the Report of Survey that the engineers could not tell how many rivets were broken, and were only able to say that they were apparently broken. After a few days' work of clearing we were able to come to an arrangement. I hope the work will be finished and the ship away before the end of June, and shall then be able to report on the results of the contract. We very nearly had another serious accident - in striking at one of the rivets the head of the chisel flew off and struck T. Jones just below the eye; an inch higher would have passed it the piece of steel being quite a cubic inch. Fortunately the eye is not injured and he resumed work after a couple of days.

3. As already reported, the Captain of the Lisuria has taken

P.M. 836 836

Engineering Department
London 1

S.

In store ballast, and I understand that after discharge in London the vessel proceeds to Amsterdam in ballast. The cost of the store ballast will be charged in the account - if the Charterers pay for this, the ballast will be their property, and the ship would no doubt be glad to re-purchase it in London without discharging it. She is taking about 8 tons of cargo from Stanley to Port Howard, the usual coasting freight or less being 15/- per ton, or £8. I do not think that under the Charter Party Port Howard station is entitled to have these goods carried free, for Spearing and Waldron's sub-charter entitles them to have only London goods carried to Port Howard. The ship has loaded a full cargo in London, and this extra freight is therefore clearly work in addition to that contracted for, and the ship having had this extra work of loading and discharging it would be entitled to the freight. Although Spearing and Waldron have chartered for a long sum, I do not think that we have any claim to it. The Captain asked if he might take home some iron pipes (ex "the R. Kelly") for marine repairs - I said that after all outward cargo for Stanley was discharged, the vessel was at Spearing, and Waldron's disposal, and I could only warn him against taking in cargo bars that would start out any from Port Howard.

2. Owing to the lateness of the mail, I have been able to do very little, and enclose notes suggesting certain alterations and amendments. My alterations will increase the insurance on Stores in Stanley from £34,000 to £46,800 and will now include the Wood Shed at the Rust Jatty. I would be glad to know if the oil in the small separated sheds at both stores is covered by insurance. Will you let me know if outward goods are insured until landed; that is to say, are we covered if one of the lighters happened to sink before goods are landed on to the jatty?

3. I have copied to you FEDERAL FIRE INSURANCE BRANCH
Carry London
MAY 20, 1910

SKINS

Store Incident No. 512

Bill of Exchange No. 1286 on Herring, C. Thompson & Co.,
for £ 338. 6.10

Skins of the New Zealand Account

Notes on Insurance Policies

Copy of memorandum re contract on Hiber

Copy of letter to U.S. Consul, Wellington.

Shipping Report

Statement on Accounts

Specifications	Tool.	Skins.	Hides.
	14	15	177
	45	3	

Please copy following accounts

Computation & Bill of packing prop Liguria.

260

ANTISANA.

June 4th

03.

Sir,

This vessel arrived late on the evening of the 2nd instant, and is taking all produce on hand. Captain MacPherson thinks it probable that he will be instructed to go to London, and I have therefore telegraphed the quantities of wool, sheep-skin and tallow.

2. Mr. Girling requested me to include a message asking you to cable back the arrival of his son in England.

3. I enclose copy of a letter received from the Acting Colonial Secretary on the subject of the Darwin Craze.

4. The work on the Niche is proceeding very satisfactorily - the late departure of the Liguria will preclude my receiving a reply to my telegram on the subject of a credit, but I hope to receive a reply via Coromel before the ship is ready to leave.

5. I have cabled to you ANTISANA SPORSENTE RIPIAREMIS ROGAMOS AFFRANCURA PARRY.

I am,

Sir,

Your obedient servant,

F. H. Cobb Esq.,

Managing Director,

London.

Enclosures.

Replies to Mr. G. H. D. B. (Originals see LIURIA June 3rd.)

Specifications Nos. 327 & 328.

Copy of Stanley Cash Book for April.

Copy of Stanley Journal for April.

Item Invoiced No. 119.

Remarks on Stores & Replies to Remarks.

Second of Exchange No 2285 on C. W. Thompson & Co for £193:19: 3

60.	3286	10.	338: 6:10
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No. 119 in Report May 2nd.

Statement on Accounts.

Specification of 7,500 lbs streaky bacon.

Specification & B/L Shipment D/P LIURIA.

Originals.

Counting Invoices for May.

Copy of letter from Acting Colonial Secretary, June 3rd.

Cop's

Copy of Pacific Navigation Account.

Specification of Calpatta D/P ANDAMAN.

230

DROPSA.

June 24th.

03.

Sir,

My last despatch left per ANTILLAS on the 5th inst, and on the 10th inst I received your No 964.

2. 964-2. I much fear that the Purser of the VICTORIA failed to deliver the letters at Monte Video. This is very unfortunate, as an important telegram for Mc Hayes will have likewise miscarried.

3. Par. 4. I have gone carefully into the lathe question, which certainly does present difficulties. You have rightly interpreted my wish that the machine should be in the hands of one man, who would be solely responsible for the care of it; and for that reason I wished to set it up in the old cooper's shop, incorporated with the present one used by the Engineers, which requires enlargement.

I think that if we decide to have a lathe we ought to have one larger than a inches, in spite of the extra cost, and even with a small machine like that foot power is not, as you say, as constant as is desirable. The driving of the lathe is undoubtedly the difficulty, and in both the methods suggested in your despatch we are confronted with the cost of getting up steam in the Smithy boiler whenever we wish to use the lathe, adding very seriously to the cost of any work undertaken. When a ship is here for repairs we usually have steam in the Smithy, but this is rarely and the chances are that we should wish to make more use of the lathe when there is no other press of work, unless we were called upon to set up a new boiler, or repair a steam winch,

P.R.Cobb Esq.

as in

Managing Director.

London.

as in the case of the "Henry Fawcett", and all this was done by the Engineer. If, therefore, we decide to run it by steam from the Shanty we must remember that we have to incur the expense of a fireman in the Shanty, coal etc, whenever we have any work to be done, in addition to the initial cost of setting up the lathe and the necessary connections.

I do not like the first suggestion of putting the lathe in the Shanty and building a small shed round it, - the old lathe would have to be removed to make the necessary room, and it would undoubtedly cause friction between the Engineer and the Blacksmiths. It may be thought that this is a small matter to be quashed by telling them they must work together, - this can be done in large works, but in this small place all the talking in the world will not make them work together if they are determined to the contrary, and it is better to avoid tension where possible. In this case both the Engineer and the Smiths would be using the lathe and the responsibility would be divided.

The second suggestion is to send out a small engine, to be run by steam laid on by underground pipes. The cost of laying such would really be very heavy, and we are bound to lose a lot of power through condensation. Added to this, underground pipes have a knack of breaking out in leaks (as we have found in the Shanty) and the maintenance would entail additional expense. The less expensive of the two methods would be the former, viz: building a shed in the Shanty, but the objections to this are so strong that I would really almost prefer to put up with a smaller machine. In either case we are confronted with the heavy expense of a special Fireman, and delay in getting up steam, and I should be glad if you would consider yet another suggestion, namely to have a small oil engine, about 1 H.P., to be set up in the Engineer's shop. I see that the North Arm oil engine cost £115, but this is 7 H.P. and the cost of an engine of only 1 H.P. ought not to be excessive. I really think

think that it would not be as much as the expense of laying steam pipes from the Smithy boiler, providing the small engine (\$16), and all the necessary connections.

I ought to mention that the main reason for asking for the lathe is not in order to increase the efficiency of the SANSON, as I should not feel justified in asking the Directors to incur so heavy an expense on her account. We really require it to enable us to do various necessary work, in addition to the SANSON, better and more rapidly. I think this will be realised from what I shall have to say later on as to the amount of work we have actually before us.

4. Par. 5. In writing to Darwin for the date of termination of Goodwin's services I should hardly omit the case of W. Bethune, knowing that the information was necessary. It has frequently occurred that your request for information has crossed my despatch giving it. In this case I could not give you the information without referring to Darwin, and you received it by the next mail, which was as rapid as possible. Information as to our liability or otherwise for the cost of his passage was already in your possession. In 1897 you asked for a list of employes who were entitled to a passage home at the Company's expense, and this list was sent you in despatch 75-80 of June of that year.

5. Par. 6. The boiler has arrived safely, - Atherton tells me that no holes have been cut for the connections; the cost of setting up, and the time occupied will therefore be greater than we anticipated.

6. Pars. 8 & 15. Of course Braun & Blanchard would hope to supply a lot of stores to stations on the West, - they did at one time, I believe, contemplate opening a store at Fox Bay. I am glad to learn from your correspondence with Mr Alcock that Sir John Anderson considers £500 - £600 per annum the limit of the Colony's contribution. I have always said that the revenue here cannot stand much more. The Governor informed me

formed me that Sir John Anderson was absolutely "staggered" at the amount required by the P.S.M.C. Mr Birrell, the Assistant Manager at Valparaiso, wrote me that he had had an interview with Commodore Finnis, at Chuput, and had discussed the question with him. The Commodore thought the amount asked was not incommensurate with the services to be performed, and said the Admiralty might contribute if it would save mail trips by H.M. Ships, in case the latter continued to make long visits to the Falklands.

7. Pars. 9 & 10. I note your remarks as to the renewal of arrangements of Messrs Atherton and Moir. I hope to see the latter later on, and to have an opportunity of talking the matter over with him.

8. Par. 13. I am glad to have authority to reduce the commission on the sealers' drafts, if circumstances render it desirable. At present their accounts are consisting chiefly of cash for advances to the men, and on accounts of that nature 5% is not too much. Should they make any respectable purchases of stores later on I think we might make up the accounts charging 5% on cash and 2½% only on stores; that is to say, charge 2½% on the Cash Account and a further 2½% on the General Account. I regret that a shocking accident occurred on the 15th inst, one of their boats and one of the young Flieurets capsized in Port William, drowning all but one who saved himself by clinging, for nearly two hours, to the overturned boat.

9. Par. 14. I think you have regarded Harris's report on the Ocean Green boiler in a somewhat different light to what was expected or intended. The letter reporting on the boiler was, you will see, addressed to Mr Allan and was, I take it, sent in by way of self-preservation. Harris knew that the boiler had been neglected, and took the precaution of immediately calling Mr Allan's attention to that fact in order that he might not, afterwards, be held responsible for it. I have no doubt whatever that had Harris thought his letter would have been sent to you and referred to consulting En-

Engineer he would have confined his remarks to the actual condition of the boiler. With regard to your instruction to "make arrangements with some competent Engineer" to do the re-tubing, I hope you will excuse my pointing out that I cannot send and get one "by first train tomorrow morning", and it involves itself into my having to send out Atherton, the only man here capable of doing it. He certainly has his hands full at the present time; the work on the SAMSON recommended by Mr Bath is by no means completed, the Great Britain's boiler has to be set up, the "Sassie" after running continuously for seven weeks for Mr Hayes, must be patched up again, and the donkey pump of the Bullion boilerhouse to be repaired. Mr Allian has also asked that Atherton may go to North Arm to examine the machinery there. I have written to Mr Allian to ascertain whether there are enough spare tubes for the Goose Green boiler, and will carry out Atherton's suggestion to have them sent to Stanley to be annealed. This, however, would be taken in hand when the days are longer, and we really must have the boiler set up on the Coast Britain without delay.

10. Par.16. I do not quite see how we are to arrive at this limit in the remittances home, - if all remittances were made by cheque on you it would be an easy matter to print on the top of the cheque "Not available after three months from date", but from what you have written at various times you prefer not to have cheques. I admit that in Mr Goldron's case we are in fault, but not in the case of Mr Potter. Considering the amount we have to get through in the two days before the homeward mail is due, I must say that I think the omissions or mistakes are very few. The entries in the Cash Book just before the departure of the homeward mails in April and May will give you an idea of the financial work to be put through.

11. Par.17. I think you must have had copies of the band
Ordinance

Ordinance as passed,- I have always sent you the Gazettes regularly, and you will find copies enclosed with them. As to the points to which objection has been taken, I do not think I can add much to what was said in the correspondence between the Unofficials and the Government in February, a copy of which was forwarded to you in despatch No 222. I might possibly have written more, but as soon as it was certain that Mr Felton was going home I refrained from so doing, knowing that you would learn more from him in half an hour than I could write in half a dozen pages. Seeing that Mr Felton has persuaded the Colonial Office to withhold sanction to the Ordinance I am endeavouring to get the West Falkland Farmers to send in a joint memorial. Several have written their individual opinions to the Governor, but a joint letter to the Colonial Office would, of course, carry more weight. I fear that they are all too much at loggerheads, as a rule, to go in for combined action, which is a pity. I wrote to Mr Mathews, by last mail, suggesting that he, Anson, the Stickneys and Buckworth should send in a joint letter, which Packe and I would support. I sent him all the correspondence which has passed, and advised him to lay special stress on the point in Mr Packe's letter asking the Government to say out what they really intend to do, and not keep the Lessees in suspense. The only one thing the Ordinance does promise is to raise the rent to not less than £25 per section, and it hints that sundry other conditions will be imposed. The Government people ought to give some idea of what these will be, - if they have not made up their minds they had better have left the subject alone.

12. Par. 19. I fancy some of the farmers would like to take up the export of live sheep, but unfortunately few are in a position to do so, after last winter. I have sent round a circular as to rates from New Zealand. Mr Bertrand would like 10, Mr Packe 8 or 10. I should be glad if you would make

enquiries

enquiries in England from all the farmers at home, namely, Messrs Blake, Folton, Bonner, Hansen and Waldron, also as regards Port Stephen, Pebble Island, Speedwell Island and Weddell Island. As soon as I receive other replies I will let you know. The Governor would like to import some timber from N.Zealand.

13. I enclose a copy of a letter from the Governor as to the West Cove Reserve of 1540 acres. This land is on the East side of Swan Inlet, and is quite apart from our freehold. Mr Packe has a special lease of it.

14. Whenever cargo is shipped on a sailing vessel for clients or outsiders, as in the case of the "Emilie", it would be a convenience to us to know the measurement, either for landing charges or local freight, as we have now a fixed tariff for these. We calculated the Board of Trade cargo at six tons. I think, too, that when a Charter Party is signed there should be some definite understanding as to who should pay for the Customs Officer, - 10/- per day. We had to pay 21/- for this in the case of the "Emilie", the ship being chartered off only.

15. We should always like to have a press copy of the calculation showing how the commission on homeward freights per P.C.M.C. is arrived at, as it would give us an idea of the gross freight. Captains or Purser frequently ask for an estimate of the value of the freight.

16. Mr Allen and I had a discussion as to sending one of the hulks to Darwin for storing coal and goods. I had thought the "Vicar of Bray" might do for this, but fear that she is too shaky. If we had at Darwin one jetty which served for the double purpose of landing stores and loading wool, a hulk at the end, alongside which schooners could go, would be very useful; I think myself that a small shed for goods and coal would be preferable.

17. You are aware that ^{the} German Government has never confirmed me as German Consul, although I have now, with the exception

position of about six months, acted in that capacity for nearly four years. I am writing them again on the subject, and send you the letter in the hope that you may in some way be able to back it up. The appointment, financially, is not worth much but I should not like Louis Williams to get hold of it. From the long delay I suspect that someone like him is trying to get it; Schlotfeldt would most assuredly back him up, and they would try and make some capital out of my inability to speak German. So much time has elapsed during which I have had no practice that I admit I have forgotten most of it, but I am quite able to translate with the aid of a Dictionary. I mention this in case you are able to take any steps in the matter. I have addressed the letter to the Chancellor at Berlin but am not sure whether it should not have been sent to the German Embassy in London.

18. I have read Mr Barringer's report as to the "Samson", and am glad that he ~~considers~~ ^{considers} that the small stay at the back end is not important. I have thought that as long as this holds on it is best left alone, and if we remove it we may find that the hole has become so worn that a larger stay may be wanted. The expense of this is not much, but the cost of the necessary tap would be high, - Furthermore, until the stay is actually taken out we cannot say, for certain, what size the new one should be. We are still running the tug at a pressure of about 130 lbs., and it is very doubtful if she would ever maintain 150 lbs. running under the most favourable conditions as regards draft and use of the best coal. I have several times talked this matter over with Atherton, and he tells me that the tug seems to do her best at about 125 lb especially if she is properly trimmed and has the right weight in her. When towing out the "Niche" the pressure fell suddenly from 150 to 70 lbs. just as the ship was in the Narrows, and a narrower escape from disaster we have never had here. Captain Thomas acted very promptly indeed, and turned the ship

right

right in the Narrows, and brought her back into the Harbour. It appears that the circular damper in the smoke-stack accidentally burnt itself, and it was sometime before Atherton discovered it. Steps have been taken to prevent a recurrence of the accident, and it is most fortunate that a disaster was averted. The ship was towed out the next day.

19. The repairs to the MORE were completed on the 16th. inst. and I can confidently say that this is the most satisfactory job in the ship repairing line that has been put through in the Falklands at any time. The contract, after paying wages, charging out materials at the usual selling prices, and debiting the usual charges for use of appliances has resulted in a further profit of about £60. Better than all this is the fact that the ship was got away within one calendar month, and the result of this contract is the greatest justification that I can put forward in support of Biggs as foreman. Captain Pettijohn, before leaving, expressed high appreciation of the work done, and gave great credit to Biggs. I must admit that we were most fortunate as regards weather, - during the whole time there were only 2 bad days, which is very exceptional at this time of the year.

Owing to the Liguria being so late there was not time to receive, per ~~MESSRS~~ CRAVIA, a reply to my telegram. I thought, however, that the ship would hardly get away before the arrival of the CROPSA, and therefore used the word "Federal". The Captain was not justified in keeping the ship here, and I therefore accepted a draft for £842:19:7 on the Owners, who are known to us as the owners of the "Singapore".

20. At Mr Packe's request I went over, with him, his accounts for the last two years, copies of which he is sending you by this mail. His indebtedness to us has considerably decreased,

even

10

even with the price of wool so low as it was last year, and you will see from his accounts that he has cut down his expenses in every direction, wages, general consumption expenses and personal expenses. With present prices of wool he ought to make a further substantial reduction this year, and I feel sure that we can safely trust Mr Packe to continue this retrenchment, and leave the question of mortgage in abeyance.

31. I have just received a letter from Mr Allan, to whom I had communicated your remarks about the re-tubing of the boiler at Coco Green, saying that Harris sent in the report to clear himself from future blame. He says that it is not the smoke tubes that are so bad, although these have been allowed to rust, but the two furnace tubes about 2 feet in diameter that have been so neglected and become corroded. Mr Allan concludes by saying "Harris merely drew my attention to this before taking over the control of the machinery at Coco Green".

32. Since writing my par.5 we have unpacked all the new accessories (for Great Britain). The safety valve is enormous, much larger than the SAMSON'S, and these castings were not as well packed as they should have been, the spindles of two of the valves being bent. I regret that the necessary holes in the boiler were not cut at home, as the amount of work to be done by hand drills in fitting all the parts here will be very heavy. It means cutting about eleven main holes in the boiler, tapping and studding about 25 or 30 holes for valves etc., and drilling 45 or 50 holes in the flanges. It would be interesting if you could ascertain what would be charged at home for setting up this boiler, - I ask this question as our charge for doing similar work on the boiler of the "Henry Failing" was very severely criticized, and should any similar job come along

future, it would be a good idea to know what is a fair charge for such work) W. H. Ward

~~RECEIVED
LIBRARY OF CONGRESS
JULY 19 1942~~

LIBRARY OF CONGRESS, WASH.

COPY OF LETTER FROM THE SECRETARY, June 20,

RECOMMENDING A/P/I OF ANDREW JACKSON,

SECRETARY,

TO THE LIBRARY OF CONGRESS,

FOR ADDITION TO THE LIBRARY.

AND, RECOMMENDING THAT THE

STATE DEPARTMENT,

MADE A COPY OF THIS LETTER TO REMAIN,

TOGETHER WITH A COPY OF THE LETTER OF JUN. 27; 1942

TO THE LIBRARY OF CONGRESS, "WISCONSIN" A.O., 6842:18:7

WHICH WAS MADE OF THE LETTER, 6842:18:7

WHICH WAS MADE OF THE LETTER, 6842:18:7

THE LIBRARY OF CONGRESS IS REQUESTED, 1.

TO MAKE A COPY OF THE LETTER,

AND, RECOMMEND,

TO THE LIBRARY OF CONGRESS,

RECOMMENDING THAT THE LETTER TO THE STATE DEPARTMENT,

BE MADE A COPY OF THE LETTER,

TO THE LIBRARY OF CONGRESS, AND,

RECOMMENDING THAT THE LETTER TO THE STATE DEPARTMENT,

BE MADE A COPY OF THE LETTER,

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RECOMMENDING THAT THE LETTER TO THE LIBRARY OF CONGRESS,

BE MADE A COPY OF THE LETTER,

TO THE LIBRARY OF CONGRESS,

ENCLOSURE.

- 1 Set Falkland Islands Stamps
 Shipping Report
 Remittance Accounts and Replies
 Payment on Accounts
 Proof Copy of P.S.B. Account
 Specification J.M.D. 34 Dates Wool
 Specification & Bill of Lading per Steamer

July 22nd. 5.

£2,000 less.

Respectfully Director.

London.

SIR,

I am in receipt of your letter of June 10th on the subject of Mr. Girling's indebtedness.

Upon the arrival of your despatch No. 962 I went into the matter thoroughly with Mr. Girling, and I think that my reply might have been omitted before passing out the strictures contained in your letter under acknowledgement.

The payments asked for in London during the March quarter included an insurance premium, and Mr. Girling's store accounts and expenses generally have, this half year, been unusually heavy on account of his keeping his son home. Compared with last year Mr. Girling's indebtedness will be found to have decreased; on June 30th the debit balance shown is £322, from which one half year's salary, and the payments in London should be deducted, leaving a balance of about £65, which I understand will be cleared off by December 31st.

I am,

Sir, Your obedient servant,

351

CROSSLAND.

2nd July

85.

Sir,

I wrote last yr propose on June 24th, and have received in the N.C. instant per Victoria your despatch 265, letter of June 10th, and forwarded June 15th.

S. 2nd. I do not see how we can lower the through rate for wool; it would not be advisable to make any change now till the counting station is on the topic. When a 3/- and 5/- rate is to be charged, I will make a note on the specification to that effect.

S. 3rd. The Colonial Office has not answered the question that I put in the despatch; in fact their reply is absurd as when the Coal Ordinance was passed I stood out for quarantine under all circumstances. I really asked whether the Governor of Robertson was the Inspector, but it is possible that they have sent some further despatch which they have not communicated to you. I had an interview with Mr. Padié on the quarantine question, and he has lent me a book sent out by the Board of Agriculture, asking me to go over it with Mr. Padié and note any points which ought to be introduced into the Ordinance. When discussing the latter, I asked why he thought of collecting the whole of the Coal Rate this year, seeing that the Government had in hand on December 31st last no less than £100,000 belonging to the future, on which, by the way, they pay no interest. His reply was that a new quarantine Ground might have to be purchased out of the Stock Fund and the money might be wanted, and he took occasion to mention that the Ordinance empowered the Governor to expend out of the fund what money

P. D. C. 200.

Quarantine Master.

London.

to brought six; evidently, therefore, I could not criticise any of the expenditure, and if the Ordinance is amended I think we ought to try to secure a provision giving the farmers some voice in the administration of the Fund. When I saw him a few days ago I mentioned that it would be far better for us to abandon the idea of a large number of men by a steamer direct from New Zealand if the stock Fund has to bear heavy expenses in fitting up a new quarantine ground - it would be much cheaper in the end to pay the expenses of transhipping at Port Victoria, &c., and, moreover, to endeavour to get their men at different times. It would be well not to wait to take the whole party off if wire netting were put all round it. This would be a very expensive piece of work, and if it was necessary to do it now, it could not be done in that paddock. Mr. Shand has said and written that if a steamer called direct he would import 30 men.

4. Port. H. I think we might be able to beach the salmon nettings at Spring Point; fortunately, it is not pressing so much to have more men sent ashore.

5. Port. H. I had to make some arrangement for carrying on the ship hotel before June 10th on account of the liquors, therefore, told Rutherford to continue the supervision of the place, but to put in for one year R. Atkins, who has been supervisor of the Stanley Arms for a long time. Atkins, therefore, has the liquors and carries on the business in his own name, but it is well understood that the arrangement is only a temporary one. I have promised Arthur Biggs the removal of the place if a new foreman carpenter is sent out, and that, I think, I will stick to. As a matter of fact, this promise really does not apply to me - Rowlands asked for the place, and if anyone is asking I am sure that Rowlands, after his long term of experience about these islands in schooners, is eminently qualified to look after them. These schooners, we must hang on to Rowlands as long as possible for he is undoubtedly one in a thousand.

I was, therefore, able to tell him that I had given such one else the refusal. If Arthur Biggs is left as Foreman and the F.B.S. coaster comes along, relieving us of the Fortune, the grant of a lease of the ship hotel would be some compensation to Tommies after his good services to us.

8. Par.15. Our cash balance at the end of last month was very high, but it is being somewhat reduced. At the end of September we shall no doubt have to meet heavy charges for deposits in the Savings Bank and the matter will then right itself. When McLeary was Treasurer, I mentioned interest, but they would not hear of it - they have no provision in the Estimate for such an item. If there is a probability of our still having too much money after September 30th, I will inform the Treasurer that the payment in London will be stopped on a certain date or dates, if necessary.

9. Par.16. I did come to terms with the Government in the case of the cargo ex California, no fine was made about the Gravie, and I concluded that I had convinced the Government people of the absurdity of ordering us to land all goods at the Stone Jetty. The reason for the order apparently was that importers complained of delay in getting their goods. It is evident now that this was only a pretext, for a regulation has been promulgated in the following terms:- "Notice is hereby given that every boat, bark, vessel or launch not carrying spars shall be required, upon leaving any and whatever other foreign vessel arriving in Stanley Harbour, to stop and report to the Customs Officer placed in charge of the Stone Jetty. Any boat so wishing to land or call at any Jetty other than the above mentioned Stone Jetty will be allowed to do so upon first obtaining a written permit from the Collector of Customs".

When we were ready to discharge cargo I applied for a permit to land at the East Jetty, which was granted, - I then asked to be allowed to land other goods at the West Jetty as usual and

and received the reply that a permit had already been granted for the Boat Jetty, and expressing surprise that we wanted to land at both. I then sent a note. (enclosed) on which the reply was given that this could only be allowed when all outsiders' cargo had been delivered. For this last visit I had to apply for a permit to work overtime, a permit to land at once some fruit, instead of jeopardizing it by placing it at the bottom of a lighter, a permit to land cargo at the Boat Jetty and a permit to land at the Stone Jetty. That makes four permits, in addition to several endorsements in connection with them. I feel that this sort of thing cannot go on, - the waste of time is lamentable, both my own and that of a passenger running backwards and forwards, and I do feel that it is unfair also to be everlastinglly begging favours to enable the work to be done. I wanted to have some tangible proof of our right to land our cargo at our own jetties, and asked if you had received it in writing, as this would have strengthened my hands considerably in threshing the matter out. The question was raised in para. 3 of Despatch No. 1 of January 1882-1884, and I should be glad if you would refer back to that time.

I have thought the matter over, and have come to the conclusion that the best course will be to ask no favours at all when the next steamer arrives, and provided the quantity of cargo is not large, land all outside cargo at the Stone Jetty, whatever the weather may be. After this is finished I should be able to insist upon the absurdity, call attention to the danger to the lighters, and endeavour to get other importers to take the case up, explaining to them an increased rate for landing might be necessary. The Stone Jetty is in a terrible state just now, there is four inches of water between the rails, and a great mass of stones half way across it. A vote has been taken for repairing it, and the Governor wants us to tell him a bill.

This I shall continue to do so it will cut the ground from under our feet in protecting against the jetty as a landing place. The repairs are, however, bound to come in time, we shall have to land outside cargo there, and shall be compelled to reconsider our position as Agents for the P.S.M.C. in respect to the concession, or rather compulsion, to land all cargo.

I presume we shall still be able to send ours at our own jetties, but shall be compelled to separate ours from outsiders, load inside first, and wait until last for our own, unless the P.S.M.C. make some arrangement to deliver ours and outsiders into separate lighters. This question of delivering to separate consignees has been raised by the Governor, who told me that they had ^{thought} ~~raised~~ the question in St. Helena, and had compelled the Castle Line to do it. There, however, the freight was 50/- per ton, and if any such arrangement is forced on the P.S.M.C. they will, of course, raise their freights. The question is bound to come up in a week before long, certainly when the Stone Jetty is repaired, and we ought to be prepared beforehand.

8. Par.47. Your instructions as to making the amount of obligation and cause to pay cash when the total expenses incurred will be accounted for,

9. Par.10. As soon as I learned that you had not received my cable per VICTORIA I wrote to the Western Telegraph Co., and enclose a copy of their reply, from which you will see that the letter was carried on to England, was postmarked there May 23rd, and arrived at Monte Video on June 2nd. The Company will doubtless refund the cost, as mentioned in their letter of July 6th. The Purser of the VICTORIA said that his clerk must have stamped the letter and put it amongst other English letters. We have no old stamps here.

10. Par.90. The oversight in the case of Mr. Hansen's cask of mackerel has now been reported over by me. The cask was brought in by the "Fair Rosamond" from Hill Cove, whereas I had expected it to be brought by the "Fortune" which was calling

onning at Carson Island. It was owing to this that I made the omission. I know nothing about the bark addressed to Mr. Martin, but Mr. Gilling informs us that last year some sealkins were sent to him by Mr. Farwell, who may be able to explain the matter.

11. Pg. 22. It would not do to purchase Mr. Mathews' engine without an inspection by our own engineer. I should like to be able to send him to North Arm to see what is really required there, but have not been able to secure him. He has been continually at work on the *Ussuri* and *Sachsen*, has now fitted the *Perseus* to the Admiralty boiler, and is now busy fitting the Great Britain's new boiler. If you have to send a boiler for North Arm, please have it "fitted" with all connections at home as this takes a very considerable time out here.

12. Atherton tells me that the Admiralty boiler will require re-tinning before long, - except for this the boiler is in good condition.

13. The new fence on the land on the North Shore already taken from us is now in course of construction, though we are still allowed to keep our sheep there. The Admiralty have paid £1000 to the Colonial Government, and it appears in their list of deposits at the end of last year. I do not know whether the Board intend to endeavour to get more from the Admiralty, or to accept the offer. The Governor has not mentioned the matter, - naturally he does not object to having the use of the £1000 sum at his disposal.

14. We had two long sittings of the Legislative Council to consider the estimates for next year. My remarks were so badly taken down that I re-wrote the minutes, and am therefore able to send you a copy of what I said on the various items. The Governor wanted £1000 to build a new school, and does not forgive me for opposing it. Three times he endeavoured to get me to say that the present building is suitable, - of course it is not, and I said so, but added that I did not consider it advisable to embark on any new scheme, involving heavy expenditure, until the debt had been wiped out. I got my opportunity on the vote for reparation

Captain Grant to the volunteers to talk about the Liquor Canteen. The Governor had undertaken to discuss the matter, and had called for the rules, a copy of the accounts, and a statement of the quantity of liquor sold. He admitted, in reply to my question that a commission on the profits was paid to Sergeant-Major Watt, and further admitted that this ought not to be. The Captain gave £115 as Clerk to the Colonial Survey, £100 as Volunteer Instructor, £45 pension from Navy, and his wages and post found, with another £40. In addition to this he drew commission from the canteen, and I am sure must also have had the chance of discussing the question. The Governor seems to have had much interest in the matter as he was under the impression that Mr. Watt's appointment was permanent. He asked up the despatch about him, and enquired if the appointment is probationary for 3 years, till term expires in January next, after which it would become permanent. He eventually promised to give Mr. Feltin an opportunity of laying our views before the G.O. before the appointment is confirmed, and I am sure Mr. Feltin will come with us in strongly recommending that it should be discontinued. A vote of £100 towards the proposed Committee ship service was taken, and I stated that I considered this was the utmost the Colony could afford to contribute.

15. We had a heavy blow during the evening of the 13th, but got off very lightly indeed. The Post Daker dragged a lot and fetched up very close in shore, without touching the ground; one of the anchor's chains parted, and she dragged between two of the sealing schooners, stretching up without doing any damage. This was really providential, as had she struck one of them she would most likely have sunk her. In such a case should we be liable for the damage?

16. Our stock of soap coal has been somewhat reduced since I reported by the MOURIA, and now stands at about £40 tons.

xx 8.

17. Mr. Allan and I had a talk about the shearing, and concluded to try and get local men to do the work. He sent in A. Smith in to look up men round Stanley, with the result that nine besides himself have agreed to go to North Arm, instead of having men from Bishop's Bay. I enclose a copy of the contract entered into. The price is 15/- per 100 against 18/- paid to Mr. Owen for the B.A. men; the cost, however, per hundred when expenses for passage etc. are added worked out last year at 27/-, so that we shall get the work done by local men at half the price. In addition to this, I am saved the delay in keeping a schooner ready to take the men to North Arm and the anxiety as to whether they would catch the return mail. Since the contract has been signed, several men have been asking to join, so that if any who have signed did fail we have plenty to fall back upon.

18. Captain Rowlands mentioned to me that the lifting of the wool from Keppell Island entails a lot of extra work on the schooner's crew - they have to roll it out of the shed, along a long beach over rocks to the jetty. The jetty is bad and the boat cannot come alongside at low water. I should therefore suggest charging them an extra 5/- per ton on all rates.

19. The Emilie left Port Howard on the 9th. instant with usual produce from that Station, and 103 bales of Messrs. Pack Bros. & Co's wool and 13 casks of Mr. David Smith's Tallow, which is consigned to you. Bills of Lading for that produce are sent herewith.

20. Mr. Allen has written you as to quarantining sheep for foot-rot. With reference to his remark that the Inspector is not competent to distinguish between contagious and non-contagious foot-rot, the book sent out by the Board of Agriculture mentions that it is practically impossible for even experts at home to do this.

21. After the shipment by this steamer we shall have only

X. 9.

the following wool to collect and send home :- Chartres about 170 bales, Great Islands about 40, and about 130 from Salvador. The Hornet may yet succeed in bringing in the bulk of this latter in time for the steamer. By the end of this month there will certainly be less than 300 bales to be lifted, and I may be allowed to express my gratification that the uneventfulness expressed in your despatch No. 958 has proved groundless. We have, of course, had less produce to collect this year, and have been very much favoured by the weather; still, the schooners have all done remarkably well.

22. I enclose a copy of the petition drawn up by the fishermen remaining on the West Falkland on the subject of the Land Ordinance. The Governor is sending it to the Colonial Office by this mail.

23. In continuation of my 230-10, Messrs Pacific Wool Co. write that if a steamer is calling direct from New Zealand, they would import 30 rams, but would import only 15 if they have to call via Monte Video. I have received replies from nearly all other clients to whom I wrote, Mr. Allen, Messrs Stickney Bros., Baillon & Stickney, and Mr. Hennah. None of these require any rams, and both Mr. Cameron and Mr. Greenshields have told me verbally that they have just imported sufficient for their requirements for two or three years.

24. The Fortuna returned from a sweeping up trip round the West Falkland, and I intended to send her straight away to Monte Video as soon as this mail left: Mr. Allan, however, is in want of stores and a large quantity of material generally, and I shall send her round there with what he wants. This will suit me well as Captain Thomas will be here to attend to the next outward mail.

25. I omitted to report by the last mail that the Engineer's wife had to go home for advice as to her throat. Atherton became entitled to a passage home for his wife on July 20th - as she left only a month before that date, I paid the passage.

10.

Should she return, as will, of course, have no further claim to a passage for her.

No. 965-3. I sent Mr. Morton Fuller details as to the Fortune's draft and have received the following reply from him:-

"The Slipway people on my giving them the particulars of "the Fortune replied as follows:-

"Based my reply upon the data received from you with regard to the Schooner Fortune, I regret not being able to haul her up on my Corro Slipway owing to her draft and the uncertainty of her construction, but at your arrival here I would be pleased, if allowed, to visit the vessel and if possible offer my services then, as it appears there is a doubt as to her actual draft, for if you remember when last we discussed this vessel her ballast trim was not more than ten feet."

"On receiving this letter I enquired from the Cibils Dock and also from the Mana dock their charges, the Cibils quote the following price:-

"Entrance Fee - - - - - \$ 40

"For first ten days - - - \$ 20 per diem

"For each exceeding day - - \$ 15

"The Mana dock people quote - no entrance fee but \$ 20 per diem. I think it will be advisable to let the Slipway people see her and if possible haul her, before making any arrangement with the Dock people." I think on the whole it would be better to decide to dock her, as there would seem to be considerable risk in hauling her on the slip. She might too be delayed by waiting for a southerly wind to get a good high tide. By docking too we save discharging the ballast. The cost of this, stowing and re-stowing would be heavy. I think the offer of the Mana Dock is preferable to that of the Cibils, as she ought not to be in dock many days. When I spoke of three months, the idea I had in my mind was that she

12, 11.

could certainly be spared from here for that length of time - I hope that she may be back in a couple of months.

I think we may as well have the old metal sent back here in the schooner - the freight would not be more from here than from Monte Video, we save the cost of old cases, and can pack up a little more from here and send with it.

27. The P.G.M. have asked me to report anything further to them in the usual way on the subject of the coasting steamers. I have nothing at present to report, but it occurs to me that they ought to give plenty of notice to the shipowners if there is any intention on their part to raise the rates of through freights to London. They may of course decide to do the work at present rates, in which case no notice would be necessary.

I am,

Sir,

Your obedient servant,

RECEIVED.COLLECTOR'S LETTERS AND ORDERS, JUNE 1840.

Copy of Stanley Cash Book and Journal, June 1840.

Copy of Stanley Cash Book and Journal, June 1840.

Copy of Stanley Cash Book and Journal, June 1840.

Copy of Stanley Cash Book and Journal, June 1840.

Copy of Stanley Cash Book and Journal, June 1840.

Copy of letter from Government, June 24th.

Mr. Advocate Report, June 1840.

Copy of Stanley Cash Book and Journal, June 1840.

Copy of Stanley Cash Book and Journal, June 1840.

Copy of letter from Government, June 24th.

Copy of Stanley Cash Book and Journal, June 1840.

STANLEY.

Copy of Stanley Cash Book and Journal, July 1840.

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Copy of Stanley Cash Book and Journal, July 1840.

Copy of Stanley Cash Book and Journal, July 1840.

~~Enclosed herewith~~)

Copy of letter from Collector of Customs.

COPY OF LETTER FROM EASTERN TELEGRAPH CO. LTD.

Mr. ELLIOTT ROBERTS, July 18, 4 pm, Liverpool, 4 copies.

RECEIVED FOR CHARGE TO THE ANGLO-EGYPTIAN BANK LTD.

RECORDED AND INDEXED, & REPLIED TO REMARKS.

Statement on account.

BILL OF LADING OF SHIPMENT FOR TRADE.

Specified Goods - Wool, Silks, Cotton, Hides.

			45
D. & B.	111		
Z.	150		74
C.P.	87	9	12
P.	33	5	6
H.C.H.	63	17	
D.			13
21			

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"PARANA"

August 18th. 03.

Sir,

My last despatch left per "ORELLANA" on the 23rd ultmo, and I have received, on the 6th inst per "CITRA", your despatches Nos. 966 and 967.

No. 964-8. I do not know on what particular points I have failed to comprehend the question of the survey of the Samson's boiler. Lloyds' rules are very explicit, and the letters from Lloyds Register of Shipping have also been clear; but I have had to point out that owing to the circumstances of the Islands we are not able to comply with the regulations, to the letter. The survey is due at the end of June, just in the middle of winter, when there is no Gun-boat here, and very little chance of a P.S.H.C. cargo boat either. You tell me that when the thorough overhaul of the boiler can be held "at a time coincident with Lloyd's date" to get it done at any cost. If there is no Engineer in the place to hold the survey, how is it possible to get it done, unless we get down a man from Monte Video specially?

An Engineer cannot answer the questions on Lloyds survey form without surveying the boiler first cold, and afterwards under steam, a matter of at least two days, and I do not think you would get any Engineer to sign his name to a Lloyds survey report without really satisfying himself that the boiler was in fair order. Even Mr Gates, whose report was not considered satisfactory, took more than two days.

I have explained the circumstances fully to the Secretary of

Lloyds

F. D. COBB Esq.

Managing Director.

London.

Lloyd's Register, and judging from his reply, the explanation is accepted as satisfactory.

3. Par. 3. I had some of these old stores in from the North Arts Store,-- the milk had to be put back on the schooner to be thrown overboard at sea, and the butter has been distributed for greasing axles and nuts. You may rest perfectly assured that we have done the best with this unsaleable stock, especially during the last four years, since the question was first raised.

4. Par. 3. Pitaluga raised money by a mortgage on his house, and the W.Bonner family have left the Colony. I have not been able to get from G.Turner any further particulars as to the working of Pitaluga's farm, and we can only watch the account carefully from year to year.

5. Par. 3. I have received four £1 notes from Marshall & Co, and am returning them the value, less one shilling for remittance. I suppose we might charge 2 $\frac{1}{2}$. These notes were in a very fair state of preservation, that is in comparison with some in circulation here.

6. Par. 3. Mr Packe and I will deal with the question of the franchises on Sections 17 & 29. The house near Swan Inlet is still standing, but Mr Packe intends removing it very shortly.

7. Par. 12. Since the Admiralty Engineer has been purchasing stores coal in fair quantities and has utilised his own labour in varnishing it from the bulk, we have charged the Admiralty rate. We shall, therefore, be entitled to deduct these purchases from the balance of the coal which is supposed to be at the disposal of the Admiralty.

8. Par. 20. I have dealt with the question of the Ship Hotel in Despatch No 281-8. I do not suppose we should make much out of running a small store, open at night.

9. Par. 21. Mr Allam and I will attend to the revaluation of the buildings, as desired.

10. Par. 22. The Western Telegraph Company will advise us later as to the refund of the cost of the delayed telegram.

11. Par. 23. I have explained the non-shipment of the pri-mors to the sealing captains, who are now in somewhat of a hole. I hope they may succeed in getting them from New York to Monte Video or Candy Point. You will see with the Gazette a draft ordinance to impose a duty on sealskins brought here by the dealers. I do not see how such legislation can be allowed, and shall certainly vote against it. The vessels may not be of much advantage to the Colony, but they circulate a fair amount of money. The Governor has an idea that they dare not go to Monte Video to ship their skins, and would rather pay something than be debarred from shipping their catches from here, and desires to bleed them as much as he can.

12. Par. 24. I am writing to Darwin for McMillan's testimonials, which were sent out with his agreement.

13. Par. 25. Mr Aldridge has expressed his thanks for the advances to his son, which have been repaid.

14. Par. 26. The Governor, naturally, has not mentioned the subject of the rams. He has lent me a book sent out by the Board of Agriculture, containing pamphlets on the diseases of animals, but I do not find foot rot mentioned. I am afraid we have not the statistics as to cases of foot rot to give to the Inspector, but all along he has been quite convinced that there was no reason for such lengthy quarantine. The Governor detests him, and would go to any length to get rid of him, simply because he cannot make him a creature of his own. Sometime back he wanted Robertson to purchase for the Stock Department one of the horses imported by the Government from Monte Video. The horse cost about \$40, turned out to be useless, and the Governor tried to pass it on to the Stock Department for \$25.

Robertson

Robertson declined to pay more than \$14 for it, and has been rated by the Governor ever since.

The Governor is willing to amend the Scab Ordinance, and I propose circulating the farmers for their views on the question.

Mrs. Far. 87. When we undertook the boiling down for Mrs. J. Bonner Mr G. Bonner asked that the expenses might be deducted from the proceeds in order, of course, to save interest. These expenses consist mainly of wages and cost of casks; the first item, wages, are rarely paid until a couple of months after they are due, and the cost of casks, if charged in a store account, would be free of interest until the end of the year. I thought therefore this was a request which might be acceded to. In making up Mrs Bonner's account for 1900 interest was charged, but in certifying to the account Mr G. Bonner drew attention to this, upon which the item was struck out. In your remarks on account No 1 of March 23rd 1901, you asked the reason, and we replied on May 27th of that year. Next year no interest was charged on this item. The proceeds of her tallow have been paid to Mrs Bonner direct, and the boiling down expenses have not been deducted. Not knowing upon what date she was paid for the tallow these expenses were allowed to go free of interest during 1900 and 1901 until the end of the year. Last year, however, when you were absent from the office the proceeds of the tallow became due, and I asked Mr Egles to deduct the boiling down expenses in accordance with the arrangement with Mr G. Bonner. This was done but Mr Robertson asked for a return of the money, and on my return here we charged these expenses to her account in October, bearing interest from then. We did not know the exact date, and calculated October 11th, as being somewhere near the mark. It is quite clear that Mrs Bonner owes us some interest for the years 1900 and 1901, as her tallow was shipped in July in both years, and presumably was sold before the end of the year. Owing to the fact that the account sales have

have not been passed through our account here we have not been informed of the date, and if these had been dealt with in the same way as other clients' the charge for interest would have been made on the correct dates.

The proceeds of the wool per DRISSA, £650:18:7, should have been credited here on April 3rd instead of June 15th; the loss of interest, (42 days) being £5:14:10. We will not however make any correcting entry until we hear what is due from her by way of interest on the broken down expenses for 1900 & 1901.

16. 267-5. When a Bill is drawn on a consignee against a Bill of Lading care should be taken that the documents are sent by the same steamer as the goods. Messrs Grimsdew & Gaskins' bill for £4:19:0 against Jacobs came a mail later; Jacobs, however, paid the money at once and we remitted it because you.

17. Far, S. Dean Brandon has desired me to convey his warmest thanks for the donation towards the Church Tower. The work has been completed at a cost of about £870, towards which over £600 had been subscribed. The outstanding debt is now, thanks to the generous donation of the Company, reduced to a little over £300.

18. I enclose a copy of further correspondence with the Collector of Customs as to the landing of goods. We started to land cargo at the stone jetty after the last mail, but the outside importers took the matter up strongly and at mid-day a permit was sent voluntarily to land all goods at our jetty. A few more packages would have broken down the old hulk, as there were some very ominous cracks heard. The matter is, I suppose, at rest now until the stone jetty is repaired.

19. Would you let me know what is the usual charge at home for warehousing goods? Small private consignments come occasionally for clients, and we must charge for warehousing and customs entry. I thought of making a charge of 1/- per ton per week, or perhaps more for small lots, and should like to know how this compares with charges at home.

20. A. Martin, who has started a small Butchery business on his own

His own account, asked if the Company would dispose of the 3 ten-acre lots of land in the Western Suburbs of Stanley (between Packe's and Pendore's). Martin leases 25 acres of land from the Government to the westward of Mr Packe's paddocks, and would like to purchase the thirty acres belonging to us. In replying to your notes of April 12th 1892 a sketch shewing exactly where these plots are situated was sent to you (July 10th, 1892). The plot leased to Martin by the Government is numbered 4 on that sketch.

21. I enclose a copy of a letter from the Governor inviting tenders for the local mail service, together with details of the services required, and rates of freight and passages. The Governor has invited Messrs Braun & Blanchard to tender on these lines, - he mentioned to me that if Messrs Braun & Blanchard had any difficulty in getting an Agent to act for them in Stanley the Government would come to the rescue and undertake the business for them!!

22. I enclose a copy of correspondence with the Colonial Secretary on the subject of injury to a horse at Sandy Point when being shipped for this port on the ORVLANA. During the stay of that steamer in the port an arbitration was held in this office, and £30 awarded. Atkins was sent to Sandy Point to buy 2 cart horses, - the original price was £14:10:0 each, but in making for the value of one they added on all Atkins' travelling and hotel expenses, and claimed £30.

23. Some time ago the Governor told me that if the P.S.N.C. were complaisant to the Government he would act in the same way towards them, and if they paid up for the horse he would remit the Pilotage dues. I could not altogether see the analogy, but as a matter of policy it was no doubt as well for the P.S.N.C. to pay for the horse. Before the arbitration, therefore, I told Mr Cameron that the Pacific Company were quite willing to pay a reasonable amount in order to settle the matter amicably, but drew the line at Atkins' hotel expenses. In paying the £30 I expressed surprise that the Colonial Secretary should have been

been appointed "Arbitrator". However on the 12th inst. the sequel appeared in the shape of the letter from the Colonial Secretary, refunding all Pilotage dues paid this year, viz:-
£111.0. I believe that in crediting us with commission on homeward freights, the P.S.M.Co. deduct these charges from the amount upon which those our commission is calculated. Will you therefore see that we obtain our £6 on this refund?

25. During the discharge of cargo es ORAVIA an accident happened to a workman named Walsh, who had been taken on temporarily. He was removing fencing material on the floor of the lighter when a fresh sling-load was swung over, - the iron in this sling was badly secured, and a fencing standard fell out, struck the piece of iron he was dragging away, dashed it from his hand on to his foot, which was injured. He has been laid up for some seven weeks in consequence, and I have given him £5 so far. I think the P.S.M.Co. is clearly liable, and am writing about it to Liverpool.

26. Our stock of steam coal is now 395 tons.

27. Messrs Spearing & Maidron have shipped out some 19 tons of provisions and stores for Port Stephens. They consign the goods to us, but send only a resume of their invoices. As tobacco is sent, and I have no invoice to exhibit the cases will all have to be opened and weighed. Surely original invoices ought to be sent to the consignee? I have asked you in a previous paragraph what would be a fair charge at home for warehousing.

28. I doubt if you will be able to send a steamer with rams direct from New Zealand, but even if this is not done Mr Packe asks that eight rams make be procured from New Zealand for him, as to which he is writing you direct. Mr Mathews wishes to have 15, and Mr R.R. Buckworth also 15. I am writing by this mail to Mr Buckworth, who is now in England, asking him to communicate

Comments with you as to the writer in the letter.

Mr. Mc Fadzean mentioned to me that he does not consider it worth while keeping up his pastoral business, and that if he could leave his sheep house, garden and skin shed for a reasonable rental he would abandon it. I told him that we were not fond of maintaining outgoings especially as the Government has taken the land on the North shore, to which he replied that if he did not selling it would now be worth while for him to keep on, but that we have been obliged to graze our sheep on the North shore, and if he will come here and make part of the new range when completed, there may be considerable reduction of the sheep.

In October, when we saw Mr. Wilson, asked me whether he would be disposed to take over his mortgage on New Town. His position is as follows:- In 1897 Wilson sold the place to Gull for £2800, of which £500 was paid down, the remainder to be paid off at the rate of £100 per annum, with 2½% on the unpaid balance. I fancy that Gull had not sufficient money on hand to pay the whole £500 down without borrowing, and undoubtedly had to borrow still more to enable him to make a start. He agreed to pay Wilson the £100 per annum for the first two years, after that the law of real precluded this. It has not been possible to get at the exact position of the mortgage between 1897 and 1901; after Gull's death Mr. Hennah went into his accounts and gave me a list of the amounts owing in October 1901, and you will see from the following table the comparative positions on that date and July 31st last:-

	October 1901	July 1903
J. Wilson, (incurred Int.)	1306:15: 4	900: 0:0
H. Wilson, (Stores)	25: 0: 0	35: 0:0
G. Wilson, (Stores)	13: 8: 5	- - -
MAGNET.	104:17: 0	104:17:0
PENINS.	55: 0: 0	50: 0:0
H. Wilson,	100: 0: 0	100: 0:0
W.H.	100: 0: 0	100: 0:0

Gordon.	30: 0: 0	- - -
Burnside.	186:11:10	100: 0:0
Williams.	50: 0: 0	50: 0:0
Wages due to men.	93:10: 0	160: 0:0
Interest. (due Sep. 30)	- - -	12: 0:0
Falkland Islands Co. Ltd.	<u>- - -</u>	<u>158: 0:0</u>
	<u>£2035:18:7</u>	<u>£1740:17:6</u>

From this last total of £2035:18:7 we have to deduct the proceeds of this year's produce which I estimate should be worth quite £450, as there is still a little tailer to send home. This would make the total indebtedness about £1580. The total value of the produce annually credited to the Island has been as follows:- in 1890 £250; in 1891 £340; in 1892 £248; in 1893 £303; in 1894 £17 and £200, making an average of £270 per annum, which includes two bad years.

Walshon offers to take £600 down for his debt of £900.

The Governor showed me a despatch written to the Secretary of State, commanding a renewal of Mrs. Gill's lease at the old sum of £20, and has since written me that this will be done as soon as the new Land Ordinance is passed.

Provided that Mrs. Gill can continue to pay Walshon a fair amount monthly there would be no advantage to her in our taking over the lease. Her other loans are at very easy rates of interest. Mr. Gordon and Mr. Williams have agreed to charge her nothing at all.

Mr. Packe sent me a copy of a further letter which Mr. Packe had addressed to the Governor on the subject of the Land bill. In a conference with him Mr. Packe mentioned the question of leases in perpetuity, and the Governor suggested that he should embody the idea in his letter, promising to lay it before the Secretary of State.

As, owing to the arrival of the "Thirlmere" I have had to delay the departure of the fortuna in order to be able to avail ourselves of the services of Captain Thomas for surveying. The steamer will be ready to leave tomorrow, and will hardly arrive at Port Stanley in time for Captain Thomas to return by the next

forward steamer. Rowlands informed me that he would be rather glad to have Captain Thomas with him by North Video, so I have decided to tell him to remain there and assist to get the work through as quickly as possible. I propose to get maize, pollard, and horses down to the Fortune, and provided the price is not too high, about 40 tons of steam coal, and possibly a few posts. On her return we would discharge the coal direct into the Fortune, which would be a saving of labour.

M. The British ship "Winnipeg", Captain Radcliffe, (Gomers, Messrs. Gledhill & Co., Liverpool,) bound from Antwerp to Los Angeles and Manila with a cargo of rails, pig iron, cement, glass, phosphate and mineral products arrived in Port Willoughby early in the morning of the 16th inst., having met with very heavy damages off Cape Horn. On July 11th the main mast broke about 4 feet below the deck, and fell along the deck, - a terrific smash, the mizen topgallant mast being carried away to the same side. The Captain managed to save only the main topgallant yard and a certain amount of the steering rigging. The deck planking was torn apart by the impact, leaving a hole about 10 foot by 18 foot, and the Captain expected to run back at once. He put into Good Success Bay, accompanied by Captain Ineson, remaining there for about three weeks, cleaning up his ship etc., and decided to run here. Having a N.E. wind he was able to get right up Port Willoughby, where he anchored to the northward of the Fortune about six in the morning, - a very creditable performance seeing that it was still dark. A survey was held the next day, and we towed the ship into the inner Harbour on the 20th inst. I sent pigs to the Glasgow to examine her lower mast, but he reports that the fire had damaged it in the same manner as the main lower mast. The Mizen lower mast is smaller than that on the Glasgow, and is shorter. The diameter would not differ much, as the Glasgow's masts are steel and would therefore be strong enough. I must close this despatch today, and will be much more particular tonight when I shall know what the Captain proposes to do.

I am, Sir,
Your obedient servant,

~~RECEIVED (Vessels for Orellana, July 22nd 1863)~~

Despatch No. 231

Cash Book for June

Journal "

Indents No. 322

Remarks on Store Balances

Stanley ledger Balances, June 30th

Recd of Exchange No. 2295 on South American Missionary Society
for £50. 5. 3

Banking Transactions for June

Stanley wages Return, June 30

RP Atlantic Report, July 1st.

Remarks on Accounts

Remarks on Accounts

Statement of Bills of Lading per Orellana.

Copy to T.B. and T.M. July 2nd.

.....

RECEIVED

Cpy of Stanley Cash Book for July

" " Journal "

Bank Transacn Stmt and Rent Recd

Stan Indents No. 322

Remarks on Stores

Recd of Exchange No. 2292 on W.B. Walderha for £ 1082.10. 0

Recd Bank Cheque on London Joint Stock Bank Ltd for £125 & £13. 8. 6

Banking Transactions for July

Stan wages Return, June 30th

RP Atlantic Report, August 14th, and copies.

Copy of correspondence re claim for injured horse.

- * proposed contract for carriage of mails.
- * correspondence re landing ~~skerpa~~ cargo.
- * letter from Colonial Secretary re Kilotage dues.
- * Mr Packets letter to Governor re Land Ordinance.
- * letter to Dr. Selvillia Keay.
- * * Pacific S.S.C., Liverpool.

Remarks on Accounts.

Statement of Accounts.

Specifications: Wool, Skins, Hides.

5 180

5 58.

J.H.D.

6

46

253

PANAMA.

August 26th. 03.

SIR,

Following my despatch No 252 the Surveyors have been down to the Glengowen, with the Captain of the Thirlmere, to inspect the main lower mast thoroughly, with the result that they cannot recommend it. Captain Radcliffe, on my advice, is proceeding to Monte Video by this mail, to place himself in telegraphic communication with his owners as to what should be done. Until we know what they propose to do it is impossible to make any estimate of cost or repairs. The Captain thinks it quite possible that they may send out new masts altogether; in this case we can do the work here, but a good deal of cargo must be discharged. All the 'ween deck cargo, about 500 tons of steel rails, must come out to enable the beams to be put back in place, and cargo from the lower hold must be discharged to enable the new lower mast to be stepped, resulting in a certain amount of bulk loss. If the material is sent out the work ought not to take more than three months at the outside; the cost cannot be estimated until we know exactly what the owners propose to send out in the way of material, rigging, sails and possibly boats.

S. W. TUNNIN arrived at 5.30 last night, and came into the inner harbour the first thing this morning. I have received your telegram PRECIPITO TRAPPENUPA SACHOT, which is understood I have cabled to you SAYING EXCAVATE LAKE IN PANAMA PUSHING FEDERAL THIRLmere LOWER ESTIMATE HALFWAY.

D. G. COBB Esq.

Managing Director.

London.

3. I have received from the British Vice Consul at Punta Arenas a communication from the Commodore that the Collier St. Huberts left England for Stanley on July 30th with Admiralty coal (1600-2000 tons), oil etc. She will probably be here about the same time as the OFPESA, but I think we shall have no difficulty in giving her a good reception.

4. I have included in my telegram a message that you will send more roofing iron, writing the words "wanted immediately" in order for corrugated sheets seem to take a considerable time to supply. We have several orders awaiting execution at present.

I am,

Sirs,

Your obedient servant,

ENCLOSURES:-

Moto. Ingrs. No. 321 (Supplementary)

Statement on Accounts

Shipping Report

Copy of P.S.M. Account

Specification and Bill of Lading per Paragon.

SUMMARY.

TELEGRAMS. (Originals from Panama, August 20th, 1905.)

REPORTS NO. 282 & 283.

Two thousand words of above despatches.

COPY OF STANLEY CANAL BOOK, FOR JUNE.

COPY OF STANLEY CANAL, FOR JULY.

TELEGRAM TO THE.

Reported on August 20.

TELEGRAMS RELATING TO 5000 ON U.S. MAIL, 210821070

NOTATION INVESTIGATIONS, FOR JUNE.

Mr. Allard's Report, August 14th.

TELEGRAMS OF AUGUST.

TELEGRAMS OF SEPTEMBER.

TELEGRAMS OF AUGUST AND SEPTEMBER FROM PANAMA.

TELEGRAMS

TELEGRAMS OF SEPTEMBER.

1888

Balarama

1888. December

102.

1888.

I made you my present an expect your kind permission
you will accept this offering as the last remnant of my
affectionate remembrance.

On Monday I am naturally destined to the cemetery and
I hope therefore to say to you how the last days were a mixture
of regret and melancholy, and sorrow along with it will remain
as the only true and sincere expression of my heart's grief. The world goes
on but our darling, innocent son has passed away with the
sister and the great untiring, patient good mother who holds us
all in her arms, weeping inconsolably. We used often to have such
mirth, and now almost alone, except us, we are too much
with our affliction at the moment. But the 10th
comes, & we shall then have some solace, though still not
the greatest comfort in your absence. That death
separates us from all the joys of life. Cooperatives
are not a success in India, though they are in England
and America, & the reason is that the Indian
people are not yet educated enough to understand
them. Similarly here the Jains and all the poor and
poorish people to whom the religion has been
communicated by the Jainas do not understand
it, & are not able to practice it. If you will kindly
ask me to go to the G.O.C. office & see the book
of rules, you will see that the Jainas have not
done much good to the Indian people.

Yours affecly

Balarama

1888.

5. **Paris.** I would like to have that the cost of living
will be about what you have so little at home, but there
will be one place where it will be advantageous to send home
an additional sketch to enable this to be done. Our house, our
dwelling is to be sent back to us, so we will have sufficient
space to live in the country, but the cost of living is very high. So
the cost of living will be quite reasonable, but a lighter load
will be given, and therefore less will be available for expenses.
In addition, the cost of living is not so great as it is in
England, so there will be less expense. But the cost of living
is not so great as it is in England, so there will be less
expense. Before the price of living is set, the house will be sent to us
in the cost of living is not so great as it is in
England, so there will be less expense. But the cost of living
is not so great as it is in England, so there will be less
expense.

6. **Paris.** I have to go back to my old address to send my
new dress when you come to Paris. You are quite well
and engaged in both places. I have no hat, and the cost is
12 francs from Port de la Seine, so this is not so great as
it is in England, so there will be less expense. The dress is
engaged in both places. I have no hat, and the cost is
12 francs from Port de la Seine, so this is not so great as
it is in England, so there will be less expense. The dress is
engaged in both places. I have no hat, and the cost is
12 francs from Port de la Seine, so this is not so great as
it is in England, so there will be less expense.

7. **Paris.** I am going to Paris to see the dress, and
about 12 francs from Port de la Seine, so this is not so great as
it is in England, so there will be less expense. The
dress is engaged in both places. I have no hat, and the cost is
12 francs from Port de la Seine, so this is not so great as
it is in England, so there will be less expense.

8. **Paris.** You know that I want to have that you can
have all the money that you have got, and if you
have any extra money you can have the balance about your
expenses. I have none and you can have the balance about
your expenses. The balance will be sent to you at £25 per month.

9. **Paris.** In Paris you will find that you can
have all the money that you have got, and if you

which you have to submit me writing a short account of your findings, should be sent to me by January the 2^d. You will also be requested to continue your observations until the 1st of March, so that you may have time to get away.

Mr. T. H. C. I would like to add my best regards over the attachment and hope you will be much gratified when I tell you that I am. I have had the great good fortune to meet with some of the most distinguished men in the field of science, and you are among the best. I think it is well known that the most prominent of these men are not only those who have made a name for themselves in their respective fields, but also those who have made a name for themselves in their personal lives. I am sure that you will find a remarkable man now in the man who is the Duke George Rogers, the author of that book you have a great name - the right sort of man to give you a home for shooting and like like birds. So we have a lot of exciting research work to do, and we provide more money than you could ever dream of. We have some excellent security, we have got to keep the place clean, but this is a house like the Emperor Augustus' villa, and the Duke George Rogers would be well pleased.

Mr. T. H. C. I have to thank you for communicating with me some information relative to the proposed, and trust that you will be successful.

Mr. T. H. C. I thank the Committee referred to the Adjournment of my first case before, especially that of the 2^d you omitted for the present meeting. The ground is not so valuable now as it was then, for many parts undisturbed, for since then large portions of the land, the pasture land in the main constantly being the same, and I suppose will be so more when coming in view of the fact lately that have been done a good deal of blasting to provide stone for the rising dam and quarrying later. The present position would not be suitable for the ordinary sheep, and the amount of the case and the situation

They are few now & the natives caught a couple of lambs & some sheep & had just eaten - he was lucky to catch them & the owner has agreed to pay. Some of the sheep he had sent out the day before were no longer payable on account of their heads or hindquarters on the horns side, that he put them in the dairy pasture so as to they could pick up.

Mr. Webb, Mr. Clark the former Hamilton's confidential & friend has given us their respective views.

Mr. Clark would go to a £1.00 head charge & immediately begin upon the local stores. Before making a definite offer to carry out the proposed scheme, they want further information as to whether import might be charged, and you require six months of notice for £1.00. They add also that the various shippers had ready funds, and £5/- consisting shipping fees. Their offer is take and clear off port in the Islands to London a £5/- per ton, and this is, of course, the greatest inducement they hold out to Colombo men. The Government however is much to very trouble of the Farmers to ship wool overseas. However it may be a fact I know that if they succeeded in getting the wool-growing trade in their hands they would soon assure that sheep driven away, end the ports. Farmers however I am informed did not say that absolutely last night. I think the Government is using them simply as a lever against the public, who does not believe in his own mind that import would be allowed to give the market. I had previously given you a copy of the letter which the P.R.C.C. had written to the Post Office, Admiralty and Colonial Office, which had got unanswered to him. He said he thought it not improbable that such arrangement might be made to ensure the running of the shipping trade at a lower rate of subsidy by authorising half the value of the cargo with insurance; for instance, we could have no damage nor business will stand every eight miles arrival of every vessel, and receive intermediate mail by the steamer. For each of service to ourselves giving half the current subsidies rates and the £5000 already paid for the Rupare.

is now at \$1000 per tonne per month. The Governor does not like the idea of maintaining the regular calls of the timber steamer, & I can see that he might try and do something for the first Parliament. The P.E.I. might be inclined to contribute little more than a proportionate sum of their share, and nothing or nothing certain to every port visited either, and it might just turn out that enough to give birth of the whole thing.

Mr. McMurtry has just written to you the subject of transportation of lumber by sea. You know very well that it is next to impossible to get the lumber shipped, and with great difficulty, and you're equally aware that there will therefore be added to the cost of shipping, all of this freight to have sufficient protection from the high waves here. There have been official reports made at various times recently, and I have been asked to give you mine. The following history informs & confirms all that Mr. Thompson's report says. Our customers both Canadian & foreign, have done their best to assist us with reference to this matter, and we greatly value their opinion. I am inclined to think that these complaints were made with a view to giving some reduction in the price. That can not, however, be the case, and our monthly sales have fallen during the winter from an average of 18 to 15, with the result that we have given up about the monthly average stock of 1400 boardfeet, but we have kept up to the level of previous years, which would have been 180, or just about 5 months' supply (the lumber market being greater in the winter months), which would be all of the way. Our first losses are of course considerable, perhaps three or four per cent. of our total lumber production, so certainly shall not require any further supplies for next winter, and I think it would be wise to abandon the practice of purchasing heavily about November and get a supply

8.

and then went to see the map of Africa and put my
rolling pins. In the end though, we all got down to it.
At about 11pm, a car stopped and said to us, "A 15/- bus
came to get the last two passengers at 11pm, so I think
you should catch up with them." I thought this was
strange because it had been about 1hr since we had last
seen the bus, so I asked the driver if he had seen it. He said
he had seen it driving away, and that didn't make sense
either. So we were getting a bit grumpy, I turned to our taxi to
ask him what was going on.

He, on the subject of Plymouth, began to talk about Plymouth.
And he said that he had just come from there to work. I
then asked him where he had just come from. He said, "I just
came from the British Embassy in Lusaka." After this, he turned
around and said, "The British Embassy in Lusaka is closed now.
But the British High Commission here is still open." I
then asked him if he had been working there. He said, "Yes,
and we were just working till last night, and then the
British High Commission closed at 11pm, so we had to leave.
After which, we had to catch a bus to get back to our hotel and
then we were stranded by Lusaka because of the
unrest, and so we had to sleep outside the hotel last night."

So, you can imagine I was really angry after this, and I
thought why would someone break into their high commission
and then leave, and then not even have a bus to get home. This
was just nuts, so again, this was another problem. And then
I thought, well, how many other people are here? I mean, there
are lots of people, so there will just have to be some kind of
problem. And so I just had to wait in the room. I checked
out of a window, and saw the British High Commission across the
room from me, completely empty.

So, I decided to wait until the following day to book my
return flight - the same morning the British High Commission
had gone to join with most countries in Africa, and they obviously

The British Government has issued a circular to all the
officers and to members of both the Royal Navy and Royal
Marines in the service in Asia, to prohibit all open
drinking except at their messes or hospitals. According
to the Circular, Officers are allowed to have liquors at
the messes, but all other officers and men are prohibited
from having liquors except those allowed by permission of
the Captain. Officers in the Royal Marine Corps, & t
Sergeants and Non-commissioned Officers are allowed to have
liquors at the mess, but are prohibited to have liquors in the
mess room. Officers will not be allowed to be sold liquor
outside their messes.

Mr. Foster has come down with the Pulava this evening
and makes report of the destruction of the British
Army by the rebels at Chitpur, Pithoragarh, and that
the rebels are now in full retreat.

The Generalissimo has issued a Vizier to Major Grant, and
tells him that he must take off his coat of arms and
remove all that is written on it, and that he must
not be allowed to be called by any name but
Generalissimo, and that he must be allowed
to have a white flag with four stars, and
that he must be allowed to have a white flag
with four stars, and that he must be allowed
to have a white flag with four stars.

The Generalissimo has issued a Vizier to the
British Army to tell them that they must be allowed
to have a white flag with four stars, and that they must
not be allowed to be called by any name but
Generalissimo, and that they must be allowed
to have a white flag with four stars. It was unfortunate that we
had to give up our arms to the British, but we had to do it.
The Generalissimo has issued a Vizier to the
British Army to tell them that they must be allowed
to have a white flag with four stars, and that they must
not be allowed to be called by any name but
Generalissimo, and that they must be allowed
to have a white flag with four stars.

The Generalissimo has issued a Vizier to the British Army to tell them that they must be allowed
to have a white flag with four stars, and that they must
not be allowed to be called by any name but
Generalissimo, and that they must be allowed
to have a white flag with four stars.

This refers to the first class of the genus, which is
not often seen except in a locality where the climate is
too moist for the plants to grow well, or where the
soil is too dry for them to flourish. In this case, the
water content of the soil is sufficient to support the
plants, but the temperature is too low for them to
grow well, and they do not live long.

22. *Agrostis capillaris* L. This grass is a common species throughout the world, and is especially abundant in Europe and America.

23. *Agrostis capillaris* L. This grass is a common species throughout the world, and is especially abundant in Europe and America. It is a small plant, growing about 1 foot high. The leaves are narrow and pointed, and the flowers are small, and the seeds are round and smooth.

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25. *Agrostis capillaris* L. This grass is a common species throughout the world, and is especially abundant in Europe and America. It is a small plant, growing about 1 foot high. The leaves are narrow and pointed, and the flowers are small, and the seeds are round and smooth.

very disappointed in him, so he gave up his
position. He left the country, every additional
attempt to satisfy yet his master was unsuccessful.
About August 1811 he again took service, this time
under Capt. James Longworth, and left for the
West.

The American Army had just disbanded when
Longworth got engaged with Captain John Morgan,
and Captain Morgan's company was immediately sent
to New Orleans, where it was joined by Capt. John
Wade, Captain Morgan being left in command. It was
against the prevailing custom of military companies to have
more than 120 soldiers. In this case there were 120 men
and 200 officers, which was considered a serious
error. The two companies were soon separated
and the general of each was to be responsible
for the conduct of his men. They were granted 20 days
to march from New Orleans to the mouth of the
Mississippi river, and then 10 days to get across
the river. This was done, and the two companies
arrived at the mouth of the Mississippi on the
15th of October, 1811. They were then sent
up the river, and the two companies took different
courses of marching. One took the route through
the city of New Orleans, and the other took the
route through the city of Mobile. They were
then sent to the city of Pensacola, and there
they were joined by Capt. John Morgan, who
had been sent to the city of Pensacola to
take command of the forces there. The two
companies were then sent to the city of Pensacola,
and they were joined by Capt. John Morgan, who
had been sent to the city of Pensacola to
take command of the forces there.

After some time had passed, Capt. John Morgan
and Capt. John Longworth were sent to the city of Pensacola
to take command of the forces there. The two companies
were then sent to the city of Pensacola, and they
were joined by Capt. John Morgan, who
had been sent to the city of Pensacola to
take command of the forces there.

According to Capt. John Longworth, the
two companies were sent to the city of Pensacola to
take command of the forces there.

to will it be? I have no time to do more than this now.
Carry out as best.

I expect to repeat this offer, probably on Saturday,
but I expect some opposition. The men have up here 1800
leather belts. They want to sell them at the regular price.
I am sending a letter from the Attorney to the men
telling them to go on in our town last Friday.
I am sending you a copy of the letter and the letter
from the men. The letter from the men is dated
July 10th, 1863. It says "We have been informed
that you have sent us a copy of the letter from the
Attorney, and we are sorry to say that we do not
feel bound to obey it. We have been told by
the men that they have 1800 leather belts
which they want to sell at the regular price.
The men have been told by the Attorney
that they must sell them at the regular price
or else they will be held responsible for
treason and high treason. The men have
been told that they will be held responsible
for treason and high treason if they do not
sell the belts at the regular price."

A. M. Ward,

~~RECORDED~~

RECEIVED. DELIVERED TO: PORTER, AUGUST 23 RD 1903.

RECORDED ON ACCOUNT.
AMOUNT TO T. H. COOK, ESQ.

~~RECORDED~~

BAL OF PORTER BANK BOOK

* 5 JOURNAL

WITH PORTER BANK AND PORTER CO.

BALANCE UNKNOWN

AMOUNT TO PORTER AND PORTER CO. UNKNOWN

BAL OF PORTER & CO'S IN VARIOUS BANKS FOR \$325.17. *

AMOUNT TO PORTER & CO. * \$325.17

* \$300 * T. H. COOK, ESQ. * \$381.17

PORTER BANKBOOK UNKNOWN

BAL OF PORTER & CO'S BANK ACCOUNT TO JULY 1903

* THE QUALITY INSURANCE COMPANY

AMOUNT UNKNOWN, PORTER AND PORTER

* UNKNOWN AMOUNT TO PORTER & CO.

* UNKNOWN AMOUNT TO PORTER & CO.

AMOUNT UNKNOWN PORTER AND PORTER

PORTER, UNKNOWN

AMOUNT UNKNOWN

AMOUNT UNKNOWN

DESCRIPTION	PORTER	SKINS.	HIDES.	TAILOR
	150	15		
	1			
	1			
				13

DESCRIPTION	PORTER	SKINS.	HIDES.	TAILOR
	150	15		
	1			
	1			
				13

AMOUNT UNKNOWN PORTER AND PORTER

835

Cavilla.

13th October

83.

Sir,

I wrote last for California on the 16th ultimo and have received on the 1st instant your despatch No 962.

2. 962-4. Our cash balance at the end of this month will, I think, be reduced to about \$1000.

3. Par.6. I could not after all spare Atherton to go to North Arm in the Hornet with the Port Howard engine and boiler. He examined it as far as possible in the hold of the Hornet, and thinks it would do allright. The outfit is quite complete and practically new, and I hope that Mr Allan will forward you some report on it in his letter by this mail.

4. Par.7. We have no spare tubes here for the Smithy boiler, and it would certainly be as well to have them on hand. I have found Rowson's original specification of the boiler, and send it herewith. Atherton has gone over all the measurements and finds them correct. We had better have say six tubes more than the number actually required in case of flaws or accidents. These might be sent out by the sailing ship, if you join in the charter of the vessel for Port Howard.

5. Par.8. I have not heard anything further as to the new rules for the Canteen, but do not intend to let the matter drop.

6. Par.11. I thought perhaps you would have charged the extra 5/- per ton to the S.A.Missionary Society at once, sending a memo. explaining the reason. I will, however, tell the Superintendent that in the absence of the usual facilities for shipping we must either increase the local freight or charge a lump sum for the detention of the schooner. When they had

P.M.Cobb Esq.,

Managing Director,

London.

R.

Indians there to roll the produce to the jetty, it was, I assume, a different matter.

have

7. Par.13. I should much like to lay up one of the smaller schooners for two or three months, but have not been able to do so owing to our having to carry the West Falkland Mails, and make arrangements for conveying to their destinations those who have been to England for holidays.

8. Par.14. I enclose a copy of Atherton's agreement, and can only express regret that I should have misinterpreted the intention of the Board as regards the grant of return passages. At the same time, I cannot help saying that, following the strict wording of the agreement, the interpretation which I and Atherton put upon the clause was not altogether unreasonable. It runs as follows:- "And on consideration and on condition of the true and faithful performance by the said T.H.Atherton on his part the Directors agree to provide an unfurnished house and pay . . . £16 a month, provided his conduct is satisfactory, with a free passage out to Stanley for his wife and child, and a free passage home for himself and family at the expiration of this Agreement." In this case the passage is not a reward for long service, but the words "in consideration" seemed to me to indicate that the passage was part of the reward for the three years' service and was an integral part of the contract just as the wages and the house, and this view is strengthened by the use of the word "Agreement" at the end of the clause, instead of the word "trust".
"Service". I ~~think~~ that in any future case the wording of the Agreement will be altered so as to express more clearly the intention of the Directors as regards the passages. We might in the future have some case taken into court, and it would be well that there should be no ambiguity or room for doubt.
The following is not improbable:-

An employee under agreement like Atherton might come to me saying that on account of his wife being ill, he felt compelled to take her home for advice, that he could not afford

to pay the passage at that time, and consequently in order to obtain the passages to which he was entitled on the expiration of his agreement he must himself leave our service and go home with the family. He might not want to leave himself and might be a good servant, whom we should like to retain. We should be compelled in that case to pay all the passages, and would be put to the further expense of sending out a successor, whereas, as you yourself say, the man might have stayed in the Islands, and we should then have saved his passage at all events. A further point, following your definition of the grant of passages, is - supposing the man after completing his agreement and continuing his services for a while should die, could I refuse under the agreement to grant passages to the widow and family to which they would have been entitled had he lived and elected to go home?

9. Par.15. The Fortuna seems to have had bad weather on the voyage up, although she made the passage in nine days. The work seems to have taken considerable time and had unfortunately been delayed by bad weather. Rowlands told Mr Miller on the "route" that for three days they had incessant rain and could not do a stroke of work.

10. Par.16. I have heard nothing more as yet as to Messrs Braam & Blanchard's offer to run a local steamer here - if they do take a contract it will prevent our raising our rates, and you will have learned from my last despatch that they have offered to take wool from any port to London for 30/- per ton.

11. Par.18. I have gone over Captain Robert's letter with Mr Girling, who is very surprised at the contents, seeing that there was scarcely any unpleasantness as far as Mr Girling was concerned during the stay of the Rhuddlan Castle here. Soon after his arrival, Captain Roberts expressed some dissatisfaction that the work was not started at once - unfortunately the Empress was here and all hands were engaged for her, with

4.

the result that the Khuddan Castle had to wait for three weeks. Subsequently, there was a disagreement as to the sails - they had been cut out and taken in hand in the loft on shore and the Captain asked Mr Girling to estimate the cost of finishing them, and to charge this amount in the account paying him the money, he undertaking to finish the work on board by his sailmaker on the voyage home. This, of course, was refused, and as a matter of fact the owners could not have given a final report until they had actually seen the completed sails which according to the first survey were considered necessary for the voyage. Some work was done on board by the ship's cooperer and sailmaker, and the calculation of the value of this may be the paper in Mr Girling's handwriting to which he refers. He was paid for this work and received the usual 5% on stores purchased. He left here on apparently excellent terms with Mr Girling - in fact presented him with a small book dealing with General Average. On Captain Thomas's return from Montevideo, I will question him as to his relations with Captain Roberts. The fact of the matter is that Captain Roberts need not have put in here at all really - he was homeward bound and might have patched up his sails sufficiently to have completed the voyage. He was, however, unwell, believing himself to be suffering from venereal disease and badly wanted to consult a doctor. It turned out that his fees were groundless, and he regretted that he had put in at all, more especially as the work could not be commenced for three weeks. No doubt his owners discovered this and dispensed with his services. The statements that he was in a painting condition when he signed the accounts and that the draft he signed had not been filled in are absolute fabrications.

12. I reported last mail that we had had trouble with the sissie's boiler, and I intended sending by this mail full report together with full particulars of the dimensions of the

boat. We have replaced some of the rivets by studs and succeeded in running her for the last mail; after this steamer has left I intend to beach her and draw the tail shaft for examination. We know that this is slightly bent and hope to be able to put it right.

13. The "Saint Hubert" left here on the 24th ult. I enclose a copy of correspondence which took place as to the discharge of the cargo. The Captain admitted that he had no legal claim for demurrage but intended to advise his owners to appeal to the Admiralty for some allowance for the delay, which was really caused by the unfinished state of their depot here. Whilst the steamer was in port we managed to land 800 tons of the coal, and the remaining 1800 is still afloat in our hulks. Before landing this I should like to consult Commander Jervoise of the "Nymphe", and hope to receive an answer from Commodore Finnis. The discharge from the hulks into lighters too will be greatly facilitated by using the steam winch of the Great Britain, which will be in working order before long.

14. Assuming that you will join in the chartering of a sailing ship for Port Howard, in the same way as the "Emilia", we are sending by this mail indents for goods that might come by her. If you are not likely to take this course we should be glad to be informed without delay, as in that case we would revise the indents and send only for our immediate requirements by steamer. We shall require more bulk house coal before our next winter commences, - the house coal we have in bags is stored afloat for export to Darwin and the West Falkland, and we should prefer to reserve this stock for trans-shipment, and have about 200 tons in bulk by sailing vessel which can discharge alongside our jetty.

15. The Chilean Training Barque "General Baguedano" from Coquimbo to Cayetano arrived here on the 8th inst and left on the 11th. They purchased a few provisions but no coal, as they are sailing the whole way. The Chief Engineer was left behind to return to Valparaiso as his health seemed bad, and three hours after the vessel left he committed suicide at the Ship hotel. As consul for Chile I have to attend the inquest, and I fear a

Good deal of my time will be taken up just at the closing of the mail.

16. H.M.S. "Nymphe" arrived here on the 16th for a stay of about six weeks. I received by her your telegram PICTONISM (?) PIOTKOWIEZ AUSTRASIA PARANA TRAUMHAFT.

17. Captain Dougall, representing Messrs Lowden & Co., arrived by the Orita, which brought the new mainmast and spars for the "Thirlmere". We arranged, after some discussion and opposition from Captain Hayes of the Orita, to tow the Thirlmere to alongside the steamer, in order to put the new gear straight on board. With fine weather we were able to accomplish this without a hitch, the discharge of the spars occupying only two hours. The Thirlmere was towed back to her anchorage in the afternoon, and as the general cargo was not all out of the Orita by dusk we towed a lighter into Port William and completed the discharge there. By so doing, we saved the steamer quite seven hours, (as she was able to leave at 11 p.m. instead of 6 a.m.) and I think the P.S.M. ought to recompense us for this expense. It is true they pay the extra cost of labour, but the expense of keeping the Samson going for six hours overtime is heavy irrespective of the risk both to her and the lighter in Port William after daylight.

18. Captain Dougall received at Monte Video telegrams from Messrs Lowden and the Underwriters, showing that the report of survey had alarmed them considerably, and that Messrs Lowden were anxious of abandoning. He was instructed to carry the probable expense and not to commence work without further instructions. Their estimate of the expense was, however, very exaggerated, and Captain Dougall, after a thorough look round here, was satisfied that the work would not cost more than one half the amount mentioned by them. He decided, therefore, to commence at once - he has discharged into the hold about 300-400 tons of rails from the 'tween decks, and now has these piled up ready to step the mast. We are

7.

utilising all we can from the Glengowan, and the mast coamings especially have come in most handy. We estimate the work should be completed soon after the end of November and the possible disbursements here at £2300. It has been quite impossible to arrange any general contract in this case. We may be able to do certain small jobs by contract, such as rail or repair of boat, and replacing of deck, but possibly it will not be found to be worth while. I think that so far Captain Dougall is satisfied with the way the work is progressing. I have not thought it necessary to cable you the estimated disbursements as Captain Dougall is cabling this to Messrs Lowden.

I am,

Sir,

Your obedient servant,

ENCLOSURES.

DUPLICATES.-- (Originals per California, 16th September 1900.)

Copy of Despatch No. 234

Copy of Stanley Cash Book for August

" " Journal "

Store Indents No 223

Second of Exchange No. 2298 on Wm. Mansie for £325.17. 3

" " 2299 " Wm McPatridge for £358. 1. 9

" " 2300 " C.H. Lampson & Co., £1812. 5. 2

Coasting Insurances for August

Copy of Survey Report - Ship "Australasia"

Mr Allan's report September 12th

Remarks on Accounts

Statement on Accounts.

ORIGINALS.

Copy of Stanley Cash Book for September

" " Journal "

Cash Receipts, Rent and Rent Stores

Stanley Ledger Balances to September 30th

Store Indents Nos. 324 and 325

Remarks on Stores and Replies to Remarks

First of Exchange No. 2301 on J.A. Coffey for £170. 2. 2

" " 2302 " S.A.M. Society " £215. 1. 5

Ship "Australasia" Accounts

Copy of S.A.M. Society Accounts

Copy of Survey Report Ship "Australasia"

Copy of Correspondence to H.E. "Saint Hubert"

Copy of T.H. Atherton's Agreement

Coasting Insurance September

Stanley Wage Return - quarter ending 30th September

Specification of Boilers (After 21st September 1889)

Letter from Captain of "Mindilah Castle" returned

Copy of letter from Western Telegraph Co.

Mr Allan's report of October 10th

Shipping Report

Statement on Accounts

Specifications:- 13 25% skins and P.B. 2 Balloons of skins

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"WAIVERA"

October 29th. 03.

SIR,

I wrote you last on the 13th instant, per ORAVIA, and received today per PANAMA your despatch No 970, letter of the
Postmaster and telegraph WAIVERA WELLINGTON OFFSSAO JOHN MARKHAM
DEAN ASBURY CERTIFICATO IMPIASTRO SENTAREMOS OBTAINABILE
MENTRE PROSPERAT.

2. The PANAMA arrived at 6 a.m. and the WAIVERA anchored in Port William about noon. I sent the Pilot out in the course of the afternoon, and the latter was anchored in the inner harbour just before the PANAMA left. We are commencing work on the "Waiwera" at once, and shall get the surplus fodder and as much of the ponies as possible on to lighters tonight. The sheep will be placed on the lighter's deck at daylight in the morning in order that the steamer may get away early. We should have been able to give her as good despatch as the "Rangatira" had her arrival not coincided with that of the outward mail steamer.

3. One ewe died on the voyage, otherwise the sheep are in excellent condition. The "Waiwera" has experienced exceptionally bad weather, and great credit is due to Captain Stuart for the care taken of the sheep. He placed many of them below, as space became available through the consumption of coal, and I think he is deserving of some recognition of this. This is, however, a question which I feel should be left to the Director. The Governor has given permission for the ewes to be quarantined in an enclosure at the end of the dockyard, - the rams will go to the old brickfield for the immediate present.

P.S. 1000 Ewe.

Managing Director.

L. J. H.

I am,

SIR,

Your obedient servant,



ENCLOSURES.

REPLICAES. (Originals per ORUVIA, October 14th.)

Dispatch No. 255.

Copy of Stanley Cash Book for September.

Copy of Stanley Journal for September.

Stanley Ledger Balances to September 30th.

Store Inwards Nos 394 & 395.

Remarks on Stores and Replies to Remarks.

Second of Exchange No 2301 on J. & W. Goffey for £470:2:2

do. 2305 on S.A.M.S. for £115:1:5

Ship "Australasia's" Accounts.

Copy of Captain's Report - Ship "Australasia".

Coasting Insurances for September.

Stanley Dues Return, Quarter ending September 30th.

Mr Allen's report of October 10th.

Statement on Accounts.

Specimen and Bill of Lading, Shipment per "Oruvia".

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Victoria.

NOVEMBER 10TH 1903,

Sir,

I sent you a short despatch by the S.S. "Waiwera" on the 30th ultmo.

2. 87-3. I enclose copy of correspondence with the Secretary of Lloyd's Register of British and Foreign Shipping last year as to the survey of the season. They have been in the habit of sending out the form of Report, and we have always awaited this in order that the Surveyor may answer the specific questions put, which include enquiries about the engines as well as the boiler. I have now written a letter, copy enclosed, in which I suggest that they should let me have a spare form in order that the survey may be held whenever an opportunity occurs as soon as possible after the due date.

3. Par.5. At the end of last season (April 1903) we had on hand 524 tons of coal which the Admiralty were supposed to take, and I think we ought to retain most of it if possible. Our total stock is now well under 350 tons, as we have burned a fair amount in the Smithy lately in addition to the consumption in the Messes and Service. Commander Jervoise of the K. R.M.P. informed me that he has instructions to take what coal he requires from this stock, and says the Commodore thought we should prefer to get rid of it. He has requisitioned for about 150 tons in about a week, and I hope that we shall be allowed to retain the remainder. Would you write to the Admiralty about this, as the Commodore is probably somewhere between Cape Town and Sierra Leone.

4. Par.7. It is absurd, I think, to suppose that the operations of Canadian Sealers affect the Falkland Islands seal

P. J. Dobb Esq.,

Managing Director,
London.

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at all and the supposed protection of Mrs Hansen's interests and those of Argentina was only a pretext to get money. The Governor admitted that the duties could not be paid to Argentina by way of compensation for damage to their seal, nor would Mrs Hansen get any I am certain. I have been informed by Mr Stoberauch that the Chilean authorities would not permit the skins to be shipped from Sandy Point, but have heard from Monte Video that the Uruguayan Government will raise no objection to their shipping their catches from Monte Video. If this is so, we shall not see them after next January.

30. I am glad to have the information as to landing and agency charges and rent at home; we are now charging on this basis for private shipments of goods as in the case of Port Stephens and Pepple Island. There is no sign as yet of the repairs to the Stone Jetty being commenced, and I hope it will remain in abeyance for some time.

5. Par. 12. I enclose a copy of the letter from the P.S.N. as to the local coaster and my reply. The Governor's latest proposal to halve the number of calls of ocean steamers and to run the steamer locally for a total subsidy of £5500 is, I think, a very fair one, but it is fairly certain that he will expect a contract containing the same conditions as regards freight and passages as that originally proposed to Messrs Braun & Blanchard. I hope to learn something further as to the result of his negotiations with them, for if they have failed, the P.S.N.C. can afford to stiffen their attitude somewhat. You will see from Ordinance No.10 of 1898 that if a local steamer runs here, he could compel her to take mails at 2/- per letter - of course, she could not run to Fox Bay regularly, but if he does not get his own way as regards the terms of the contract, he may retaliate by trying to get the mails taken without paying a proper subsidy. I must say, however, that latterly he has appeared to be more reasonable generally - this may be due to the fact that his Acting Colonial Secretary etc, Mr Thompson, is so absurdly unreasonable in every

3.

way that he has to counteract it a little. I propose to await information as to how the P.S.N. receive his amended scheme.

7. Par.14. I am charging Port Stephens for storing their produce, and shall have to charge extra for sending a schooner round specially with their goods. I have been informed that they have promised their produce to Braun & Blanchard for shipment by the German line from Sandy Point. If they send outward cargo (stores etc) there for trans-shipment to Port Stephens in Braun & Blanchard's steamer they will have a bad time with the Collector of Customs here. Speaking of Mr Carpenter's management, the Governor told me months ago that he could not get the probate of Mr C.M. Dean's estate settled, - he had treated Port Stephens very considerately indeed in waiting so long, and if the question was not settled soon he would treat it as intestate. I told him that although I did not wish to see anyone harshly treated, I hoped if he were inclined to mete out generous treatment he would reserve it for those who had always assisted the Government to carry out the laws.

8. Par.15. When at home, I certainly understood you to say that you did not regard the Butchery business as being of much advantage to us, and that provided Mr Packe would supply us with mutton for ships you did not see much in it. I think that his per annum is much nearer the value of the grazing than £50, in view of the disturbance to the sheep by the firing. Mr Packe reserves Port Harriet for cattle, - I will discuss the matter with Mr Allan when he comes in.

9. Par.16. Mrs Cull's lease will not be renewed until the new Land Ordinance comes into operation, and it would be no advantage to her for us to take up the mortgage at 6%. She pays Milinson and Maguire 2½%, Waldron 4%, King 5%, and the rest nil. (A total of £34 per annum). The proposition was that we should purchase Milinson's mortgage of £900, with interest at 2½%, constituting an absolute first charge on all the property and live stock, for the sum of £700 down.

4.

10. Par.18. The work on the Thielore is progressing as satisfactorily as could be expected. The blacksmiths' work retards work naturally as we cannot with our limited facilities put it out fast enough, but so far there has been no serious delay. We are hampered in one way by want of water for the Smithy boiler, having had no rain for weeks. The fixing of the lower deck beams is giving more trouble than we expected, and Captain Dougall would have done better to have discharged rather more cargo into the bulk. At present I see no reason to anticipate that the expense will exceed the estimate we formed. It may interest you to know that the freight charged by the P.S.C. on the Masts and Spars per Obita amounted to no less than £750 and 10/- - £825 !!!, that on the Rigging and Bundries £76, making a total of £901 for freight alone. We shall eventually incur the odium for this, which will swell the total expences enormously, and the Owners and Underwriters will say "Goodland Islands again".

11. Par.18. I note our position in the event of a bulk or schooner dragging in a gale and doing damage to any other vessel in the Harbour, and will see that Captain Thomas has a periodical examination of moorings and enters the same in his diary.

12. Par.18. It is indeed good news that we may receive the Knole C.'s account after so many years delay.

13. Par.20. The Governor has not yet made any further announcement as regards the Land Ordinance, and the Colonial office may have had something further to suggest before it is passed in its final shape, or he may intend to await their reply to Mr Packe's later letters. Mr Felton seems convinced that there are some Goldsworthy's left in the Colonial service and that we may have another out here.

14. Par.21. Mr Garton returned in the Panama and has resumed his duties in the Stores. No doubt a shed at the head of the East Jetty would be an advantage, but I did not think

5.

We should be justified in going to that expense, and until I felt satisfied that either the work was indispensable or that we should reap sufficient advantage to recoup ourselves in some way for the expense, I should not write to you about it. As Mr. Cotton was going home, I told him he could mention the idea to you. We have plenty of storage at the West end and I wish some of it were at the East end instead - we find the disused Carpenters' shop very useful for mails. I take the opportunity of mentioning that I have incurred some expense in the Wood Shed at the East end by constructing right through it a gallery or skids, which enable us to use the upper half of the building. Hitherto, we have had wood stacked on the floor only and one-half the accommodation has been wasted. We are now able to keep all the wood under cover and have it properly sorted into lengths and sizes, thus saving a lot of handling. The amount spent requires to be separated into that expended on the improvement of the building and the cost of labour in restoring the wood, which had become necessary.

15. Par. 22. The continued improvement in the price of wool makes the general outlook here much more cheerful - this year's clip will most probably be short as most farmers commenced the winter of 1903 with less sheep than in 1902, and in connection with this the following figures showing the total dipping tally of the Colony for the last few years is instructive

1895	801,359
1896	791,448
1897	794,808
1898	807,211
1899	779,911
1900	778,026
1901	762,357
1902	713,934
1903	680,509

showing a diminution of over 14% in 5 years. Although this last figure is very low indeed it is quite certain that the losses during our last winter are much less than the average, and the unprecedented fine weather during that period has been very favourable to a good growth of wool per sheep. I feel

6.

sure that the recent slippage in prices has been a lesson to all farmers here and that all of them are most anxious not to show such debit balances in our books again. I am glad to see from the Gazette just issued that the Governor is collecting only $\frac{1}{4}$ of the sheep tax this year. I had asked him to publish a detailed statement of the expenditure of this fund, but it has not yet appeared.

16. PAR. 3. I sent you a short despatch by the Waiwera reporting the arrival of the sheep. Her arrival on the same day as the outward steamer was embarrassing, and she had to remain a night. We expected her to leave early next day, but owing to Wilmer having anchored her too near the South shore, she did not get away until high water about noon. I enclose a copy of Daigely's letter - you will note that they stated that the Stock Inspector's XEXTEZ Certificate had been handed to the Captain, but this had evidently been forgotten as he could not find it among his papers. All the sheep were landed under the supervision of the Stock Inspector, who afterwards overhauled all the earmarks and re-marked them in order that there can be no dispute as to the sheep for the different consignees. Neither Mr Packe or myself had had any opportunity of discussing quarantine arrangements with the Governor, as we were both away from Stanley during the 10 days previous to the arrival of the mail. I wanted to see Mr Allan to discuss various matters and did not think for one moment that the Waiwera would have been here so soon. Mr Packe has applied to the Governor for permission to have his rams in his own paddock. I do not propose to say anything on the subject until Mr Allan's arrival in Stanley, and I hope to be able to report further as to this before the mail leaves. We have not as much surplus fodder with this lot as we had by the Rangatira, and it is therefore to be hoped that the period of quarantine will therefore be curtailed.

17. PAR. 4. I am glad to be able to report that the oil engine and lathe have been landed without damage, and wish we

will proceed with the work of getting them up. The carpenters will be fully employed on the timber until the end of this month, and it will be necessary to construct a good solid foundation in the Cooper's old shop. Atherton had to wait for the small pipe fittings before being able to complete the Great British boiler, which will be finished very shortly now.

18. Mr Allen told me that the engine and boiler purchased from Mr Mathews works well and is in every way suitable. I reported that he asked £50 for this.

19. I had a good look round at Goose Green with Harris, and was glad to note that the machinery was well looked after - quite a transformation from Noble's time. The boiler is well kept inside and the damage to the furnace tubes is not much. Harris is very careful to keep the boiler clean and the corrosion that had taken place will not increase.

20. I discussed with Mr Moir the question of the renewal of his Agreement - the point that he is most anxious about is that he should be given return passage after another five years' service. In 1889-90, you say that schoolmasters have return passages given to them, but Mr Moir's original Agreement (copy of which is enclosed) did not include this; and I think it somewhat of an anomaly that the travelling schoolmaster, a much inferior man in every way, should have return passage and that Mr Moir should not. With return passages and an increase of salary of £10 Mr Moir would feel satisfied, and I trust that the Board will sanction the renewal of the Agreement on these terms. I allowed him to credit his account with one half of the £10, which I reported he had lost by an error in making up a man's account, and I should like when his Agreement is renewed, to allow him to credit himself with the remaining £5. Such errors are not likely to occur again, as Mr Allen and he will audit the books together regularly.

21. Knowing that the Directors take an interest in the

2.

welfare of the employees I feel sure they will be pleased to hear that the Darwin and Goose Green men have gone in for cricket and football with enthusiasm. It is three years since I have been at Darwin and I could not help being struck with the difference,- immediately after their tea the men turn out of the cookhouse and practice cricket until dusk, being joined frequently by Mr Allan, Dr Jameson and Mr Moir. On Saturday afternoons they play matches instead of, as in former years, spending the time riding horses over the camp or soaking in the cookhouse.

22. The "charges" in England on outward cargo are much higher in proportion to the freight than formerly, due of course to our having to ship from Liverpool instead of London. Could you give me some particulars as to how these are made up? If goods are f.o.b. Liverpool I assume the charges must be small,- if on the contrary we have to get them in London and forwarded to Liverpool the charges on some goods must be very high indeed. It would assist us considerably if you could give us fuller details especially in cases where charges are unusually high.

23. I am glad to report that the Commodore has agreed to give us 7/8 per ton for landing the coal from the "Saint Hubert". A copy of his letter is enclosed.

24. I reported by a previous mail that the Sissie's boiler was leaking so badly that we were not able to keep steam. The boiler has leaked more or less ever since the doubling plate was put on at home, and it cannot have been properly caulked on the inside. This could not, of course, be remedied now without removing the tubes, which would entail eventual re-tubing, as the present ones could not be put back. The doubling plate has been caulked all round from the outside, but this is not effective as the pressure from inside blows it out again and, being near the rivets, we cannot caulk much more. The worst

9.

leak was on the doubling plate round the mud-hole door, and we have had to knock out three rivets and replace them with studs. By this means we are able to hold out again, but it will probably not be for long. Atherton says that this boiler has been spoiled somewhat by the position of the feed valve, which Noble placed below the firebars. With a high pressure of 90 lbs of steam and no condenser we are continually pumping in very cold water (from 40 to 45 degrees) causing a good deal of contraction. This stream of cold water passes along the bottom of the boiler, which even with a high pressure of steam remains comparatively cool, - one can always keep one's hand on the bottom of the boiler. Another defect is that it is set so low in the boat that nothing could be done to the bottom part without raising from its bed, necessitating the cutting of all connections.

As regards the engines, it is unnecessary for me to refer back to old correspondence, but you are aware that they have been patched many times. When the boiler was sent home the engines were thoroughly overhauled and repaired, and Atherton said they would do their work for twelve months certain; the pin-holes had, however, been seamed out so much that they would not bear any more, and it was about the last time that anything could be done. They have run now for 18 months, and have done more than the average amount of work during that period, at one time having run continuously for two months for Mr Hayes. The time has now arrived when they must be replaced, and as we have a competent Engineer here there is no reason why we should not have a two crank compound surface condensing engine, which would save the boiler and coal as well.

In your despatch No 929-11 the question is raised as to whether she is worked at a profit. It is difficult to say absolutely whether this is so or not, - with the Samson, Smithy and the Great Britain we must have an Engineer and assistants, whose labour is also available for the Sissie. The latter is,

10.

with the mail work really now indispensable - when the outward mail arrives we have to take off the officials and get the mails (not always 40 packages) to the Post Office immediately, that is to say, we have to satisfy the Government. The steamers also require to be satisfied, and whilst we are attending to the mails the Samson tows lighters alongside. The Sissie is then available again for conveying passengers to and from the steamer, ~~and~~ a work for which the Samson is not suitable and would moreover be expensive. She therefore goes to her moorings until required again for towing the lighters from the steamer, the crew meanwhile working in the lighters. The Sissie is indispensable again for despatching the steamer. The receipts for passage are not inconsiderable and would be more if we charged our clients for the use of the boat when they wish to go to the steamer. It has not been usual to ask them to pay and certainly a charge of a few shillings would look very mean. In the despatch alluded to you say it is questionable whether it would not be better to replace her by a river boat rather than patch, and two months later in 1881-2 I say that you knew of a very suitable launch, triple expansion, going for £400 to £500. The Sissie's hull, though old, is still good and would bear new machinery, and we have the advantage of knowing exactly what she will do. We ought not to have a smaller vessel, in fact she might with advantage be somewhat larger. I should imagine that a boat going for £400, with triple expansion engines, would either be not very large, or for that price would not be in first class condition, and on the whole should prefer to refit the Sissie with new modern engines, which would be much less expensive even with the repairs to the hull. The boat would require a new deck - that is to say, we might just as well renew the deck at once as in two or three years time - about 4 new pieces of outer planking, repairs to that part of the deck house covering in the boiler, and renewing the parts on which the bed of the new engine would rest. We have enough yellow pine decking left over from that sent for the Fair Rosamond to re-deck the Sissie, and I estimate that material and labour for the hull

11.

would amount to about £70 to £80. When Carpenters are available, I will have the engines taken out for a bushing up to make them spin out another six months, and whilst Atherton is doing this, will have templates made in order that there can be no further question of misfit engines. I feel that the expenditure on machinery this year has been heavy and that a request for new engines and boiler may be rather inopportune. The Board will know, however, that we have screwed the last ounce out of the Sissie, and that to work her much longer in her present state is tempting Providence. The absence, too, of any official inspection here, in my opinion, make our responsibility all the greater.

25. I much regret to learn the news of the death of Mr. J. M. Dean, although at his very advanced age this was not altogether unexpected.

26. On the receipt of your request for information as to the number of sheep obtainable for shipment next February to April, I sent a circular letter to the farmers and on receipt of replies from them I will send a cable. I doubt if many will be able to give any definite figures until after they have completed lamb marking.

27. The Fortunax returned here on the 6th after a passage of 10 days from Monte Video - I enclose a copy of Mr. Morton's letter covering the accounts which are undoubtedly heavy, seeing that the cost of the metal has to be added. Since she returned it has been blowing a perfect gale, the 8th (Sunday) and the 9th (King's Birthday) are both dies non, and I may not have time to go into matters before the mail due on the 10th. I am therefore closing the despatch on the 7th, and may be able to write a further supplementary despatch if the mail is not in to time.

I am,

Sir,

Your obedient servant,

ORIGINALS.

Copy of Stanley Cash Book for October

* " Journal "

Cash Vouchers East and West Store

Store Inlets No 324

Remarks on Stores and Replies to Remarks

Collecting Insurances for October

Camp Wages Return, Quarter ending 30th September

Planis of Mr Moir's Agreement

Copy of Letter from Commodore Finniss

* " R. Stubenrauch

* Correspondence with Collector of Customs

* " Lloyd's Register

* " P.S.N.C. re steamer

* Letter from W.E. Morton

* " Dalgety & Co.,

McAllister's ~~Letter~~ Report - November 5th, and copies.

Shipping Report

Remarks on Accounts

Statement on Accounts

Specifications - Skins.

P.L.G. 40

H.M. 8

F.B. 2

H. 4

• F.D. 4

J.P.F. 6

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ORISSA.

December 8th

63.

Sir,

I wrote last per Victoria on the 10th ult., and have received on November 26th your despatch No. 571 per Gram.

2. Par.3. We are endeavouring to arrange for a supply of fresh water for the boiler on the Great Britain, but find considerable difficulty. We do not catch much off the boleto hole as the reef area is small and a good deal is blown away by the high wind, and are trying to arrange for a supply from off the forecastle. I had hoped to catch rain water falling on the upper deck by running it into a tank on the main deck, but fear this may be too expensive.

3. Par.4. I had a discussion with Mr Allart about the cabin, which he would like to have at Darwin. The carpenters have been very fully occupied with the ship repairs which are still going on, and even when these are completed we have a good deal of work for them in Stanley. Mr Allart has asked for a couple of them to work temporarily on the farm - the number of carpenters in the Islands has decreased of late years.

4. Par.5. I am glad to learn that the question of our land on the North side of the Harbour has now been settled with the Admiralty.

5. Par.7. I send you herewith a return of casks of beer imported into the colony (exclusive of our own) during the last 18 months. You will see that the beer imported by the porters used to be ~~imported~~ shipped by Ascombe Brothers, Shipping Agents for the Army and Navy Co-operative Society. I believe that that was ~~was~~ ~~was~~, but for the last 18 months they

F. H. COOK RSC.,

Managing Director,
London.

2.

have imported only Younger's. (I had thought none of this was from Bass). Williams has imported from Bass direct in January, March and May quantities of 25,30 and 25 hordheads, which is much smaller than our order. I know however that he has not been able to get any or all of it he has purchased from us, and this agrees with the statement of Bass's representative that they do not ship after April, as Williams has evidently had to wait for the autumn brewing. I do not know how the Canteen managed to get Younger's beer; it is shipped by Younger themselves, and possibly they found that Williams' sale was not large and they withdrew the sole agency from him. As regards freight, the P.C.M.G. wrote me as follows:- "So far as concerning the freight debited to the P.C.M.G. on such shipments, we may say that the sum was not suggested as a concession upon the agreed rates, but as a means of obviating discussion as to the measurement of packages, and simplifying the freight calculations." Their original letter certainly gave me the impression that the quotation of 18/- per hordhead was a concession to us, and I replied that I did not think much of it. I think we may as well keep to Bass for the present, but will bear Allsop in mind when we order the next lot.

6. Far.19. If you do not send a sailing ship, we could really cart it over indent fairly considerably, and although it will most likely be too late I am sending a list of goods that may be struck out.

7. Far.20. We are very grateful to the Board for having so promptly come to the decision to replace the Sissie by a new boat. This is the more opportune as our fears that the patching of the boiler would not last were realised in a most uncomfortable way when she was running for the last steamer. The leak broke our gear badly whilst waiting alongside to bring us on shore after despatching the steamer, and it was touch and go whether she would keep steam sufficient to fetch the jetty. The boiler leaked so badly that the water was over the cabin floor - the Governor, who was with us at the time, had

3.

heard from a friend in England that you were sending out a new boat. I have decided not to attempt to run her again, we have scratched through without an accident and will rest on our laurels. The Plymouth boat will be very suitable indeed, and we hope that a cargo steamer will bring her out shortly. Our despatch #37-24 will have given you some explanation of the reasons for the failure of the boiler. Kellie always stated that he had doubts as to the condition of the boiler, but could never be assured long enough from the time to raise the boiler for inspection. Of course, Kellie at best is entirely untrained, and has no notion of how to raise machinery, but with a certificated Engineer here you can rely upon this now being well looked after. Atherton has his faults, but he knows his work well and what he does is well done, though he seems to be a long time about it. At the same time, it is only fair to him to acknowledge that all our machinery previously to his arrival had been allowed to run down, and he had to make all sorts of shifts. We had no stock at all of Engineer's supplies such as pipes, connections, etc., solder etc., and he has had to make all his fittings without even a lathe to work them. It is quite possible therefore that any other man would have taken just as long. The Fischart's boiler might be able to do work if stationary - the leaking is always at the new patch which cannot be got at without raising the boiler. This entails taking off the deckhouse and laying a light alongside with a derrick, costing more in labour than the work is worth.

4. Per, S1. I can give you now a fairly accurate account of the Wardell Account without waiting until the end of the year, as we have latterly gone into it at Mr W. G. Williams' request in order that he might know how much remained of the \$100 allowed him for expenses. The debit balance is now \$875, to which we have to add the following items, Interest \$50, store account \$115, Schooner Freight \$10, undrawn balance of \$100 allowed \$50, making the total debit \$110. From this has to be deducted the proceeds of 24 bales Sheepskins, each \$200 to

4.

£250, leaving the debit balance well over £100 in deficit £1490 at the beginning of this year. I ought to point out that I believe that Mr Williams has not been able to fully draw his salary as manager as the £100 would not run to it, and it is possible that there may be balances due to the man. I will write to him and ask him to let us know the amount of the liabilities of the Station, ideally at the end of the year. I think you'll find £100 is not sufficient to cover the place, especially when you have to pay interest on an old debt out of it.

9. Mar. 23. I do not think we can register a telephone address at Punta Arenas. I will ask Stubenrauch to let me know as soon as a telegraphic office is open there. Until the time is complete I think it better to pay the extra cost via Cables rather than risk the miscarriage or mutilation of the message through a telephone.

10. Mar. 25. I am glad to have this information which was passed on to the West Coast manager at once. Mr Sharpe had written asking if we thought wool should be sent home in cargo boats this season - I replied that it suited us well, and that we should like to have a steamer here to catch the March sales. I have suggested January 25th as the date of arrival, and 1500 bales as the probable amount to be shipped.

11. Mar. 27. On receipt of your query I circulated the Farmers, but have received only two replies - Mr Smith of Johnson's Harbour would sell 1200 to 1500 at 7/-, Mr Gurney 2000 to 2500 at 7/6. Messrs Stickney Brothers can't give an answer until after lamb marking, and Mr Allen was in a similar predicament. He now writes:- "I hardly know what to say about the live sheep business - no doubt we shall have 2000 to 3000 decent wethers to boil down that come out for sale, but could do nothing until the middle of March, moreover it is the bad side of the sheep I want to get rid of. I would not undertake to sell any wethers this year under five years, but any of great age that are fat could be sold at 8/- each in Martin

Shipping Tanda and the balance required by the buyer and return to George Brown. Delivery at end of March. I am therefore in no position to call you in reply. The fact is farmers like Iwatake to vindictively wait until after harvesting is completed, and the severe winter of 1900 reduced the numbers (especially of fairly young sheep) so much that farmers are not very anxious to dispose of their stock. I can therefore only give you 2000 sheep at 7/8 each, this being the average price quoted up to now.

Mr. P.M.C. I have already told Captain Moore on the receipt of your last message that you were incorrect in his not having given fuller details as to the repairs to the deckhouse. He claims on that he will be informed that he never was writing fully or even well, and that it was not necessary for him to do so. I have now made full understand that on March 1st he said it was his duty to have written fully whether Captain did so or not. I fear that Bowditch was responsible for Capt. Moore's not doing so. The wooden railings, it was in the left state of repair and could have been finished in time for him to leave. After the heavy gale they set going up the anchor cables spontaneously, split the mizzenail, and they went up with a trawl. The mizzenail was nearly past repair and a new one would have been wanted in any case. I feel satisfied that the Captain has been confined to necessary work, for rail splits going up the lower two stanchions were found to be necessary. Then in the dock it was found that the rudder post was rotten, and it is a matter for congratulation that this was found for it would not have held on for long. No false keel was found and part of the forecastle. The channels had to be taken out when in dock, and with the heavy seas they have at present. They could not have clinched up the rigging with hot sail rivets without the support of the rigging the posts would have been pulled out of the deck. The bolts on the crossplates were found rusted away in some cases to half their original size and had to be renewed. Only every other screw in the deck was caulked.

of course after they had come out of dock. It was not difficult to set the work done by inference as it was not possible to estimate exactly what work had to be done - for instance, we supposed anticipated that 10 tons of timber would have been put into the house, the bolts or chandlers had to be taken out to do this, and a look under the terrace showed the spout washing the copper pipe and water in the tanks was no longer. The old roof was extremely well taken off, I think we shall have the lead sheets and copper for 200/- plus with it, making the balance now for wall slate. I wrote privately to Norton to let him know what we thought you will say considerations, and I do not think that anything of this sort will trouble you. I will write again by return and get your opinion on the point.

13. With reference to your 9/2/9 the government said that the proceeds of section 17 are not required to be paid back and the sum of section 17 and 18 are as follows:-
Section 17. From Grant No 142 to the Palmerston Island Company \$12, from Grant No 171 to Lieutenant G. Waters, R.N. transferred to Pease.

My Pease has this letter deed and will transfer it to me & enclose it to 142. I assume that you just have credit to 142 and send with a form of transfer.

14. I have enclosed a statement of the valuation of the property's value, the total of which is slightly less than that of 1897. In order to gauge the value of the smaller buildings I have gone over the amounts spent on each and an allowance for depreciation - my total comes to about \$100 more than that of 1897, due chiefly to the increased value of the larger buildings. Mr Allman's valuation is less than that of 1897, the decrease being due mainly to the disappearance of several buildings from the Darwin Harbour Section, namely, Hillfoot, Mount Misery, Norton Inlet, Tranquillidad old houses, and the

7.

Particulars in the portagent.

15. In closing the account for the end of the year I & S should like to know how you wish the cost of our two Peruvian and Chilean coal to be dealt with. The former is already in the Frac's account and we shall probably receive your money for the latter by next mail. The cost of the Chilean should be carried forward to next year, I suppose, & I should like to know if the Coast roads will pay proportion of the cost of the Peruvian for carriage forward as well.

16. H.M.S."Hirondine" arrived here on November 20th to take the place of the "Hippope" which left on the 1st for England via Sierra Leone. The "Beagle" will remain here for a couple of months, making a trip to Monte Video in January to meet a store ship. We supplied H.M.S."Hirondine" with 202 tons of coal, which leaves us still but a very small stock on hand. The delivery of this quantity enabled us to have the bullock wagons ready, and I expect to find that it takes less than we thought. During the last year we have been disposing of more than formerly, by rail to the Naval Works and especially by consumption in the Quartermaster's department, has been in constant use for work in ships for Capt. And the parties. The coal brought down from Monte Video by the "Furcifer" has been put on the "Banser" and "Great Britain", and we now have about 35 tons on the former, a good 20 tons on the latter ready for season's work, and about 60 tons on shore in the yard at the head of the East Jetty available for schooners, stores launch and Smithy. We shall be using the bullock wagons for another 4 or 5 weeks for the "Hirondine". I therefore wrote to the Commander of H.M.S."Hippope" suggesting that the same port with the Admiralty should be prepared as at present and be requisitioned. I enclose draft on the Admiralty for £1000.17. 0 for coal, provisions etc.

17. In view of the small amount of steam coal available, I would like to know if you would send by first steamer in which could conveniently bring it, say 50 tons of steam coal in bags in the same way as they have brought house coal. We have no

steam coal affect now, and by last mail I received a letter from George Lamson saying that the steam Yacht "Rose Marine" was cruising in southern waters and might require 50 tons from us.

18. After asking the Board to grant leave to Mr Gorton, in March last, I mentioned (224-19) that James Turner did not desire to remain here another winter. Mr Gorton has resumed his duties, and we think that we can carry on the store work without replacing Turner, as we have had local people in the stores to train, and two of them are shaping very well. Turner thinks of going home in April next, and has asked whether the Directors, upon his retirement, would be disposed to make some recognition of his 15 years service. In supporting this request it is my duty to acknowledge that for the first few years his manner in the store was much against him, and you have stated more than once that customers have been driven away. Of late years, owing to repeated admonitions from Mr Daillou, he certainly improved very much, and during the term of my management I have had no complaint made, or to make myself. On the whole he has done well for the Company, - no man could drive a harder bargain, and I may say especially that he has always been economical, and has never been guilty of any waste. He is the best man we have had for pushing off old or deteriorated stock, and I can conscientiously ask the Directors to favourably consider his request. His salary was £200 per annum up to March 1900, when it was reduced to £150 in conjunction with King's.

19. The American barque "Willscott", Captain MacLean, with coal from Philadelphia to San Diego, arrived here on November 14th, having been 67 days off Cape Horn with strong westerly gales. On November 15th he lost his fore and main topmast heads, and incurred a lot of damage to iron-work. He saved the yards, and proposes to repair temporarily and proceed Eastward, instead of round the Horn. He

will not replace the topmasts or topgallant masts, as he considers that the rigging of the ship will have to be completely changed, - she has rolled her masts out three times in the course of six years. The "Sappho" towed her in from outside for £175, - a good figure. By R.M.S. "Nymphe" I cabled that £1500 would probably be required; this was somewhat conjectural as the Captain had not quite decided what work he could do. We expected that the work would take quite 5 weeks, but since then a fresh complication has arisen, - the coal has become heated. A survey will be held, and I will write further as to what steps will have to be taken.

20. The British Barque "Jubilee", Captain Gunn, 152 days out, with general cargo from Liverpool to Iquique and Callao, was sighted on the 27th November. The "Sappho" went out to her, but the Captain refused a tow. Next day the ship anchored in Fort William, and we eventually agreed to tow her into and out of the harbour for £60. There is barely anything wrong with the vessel, - she is short of water, and the crew (of whom 5 are sick) refused duty. Eight of the men have been sentenced to a fortnightly imprisonment for refusing duty. The forecastle is leaking rather badly, and there will be a little carpentering work to be done. As she has 18 tons of dynamite on board the vessel she has to be anchored eastward of the Narrows.

21. I regret that five bales of Mr Packe's sheepskins were short-shipped by the "Victoria", - the Bills of Lading were signed for 28 whereas only 23 were shipped. The steamer went to a great hurry, our men taking delivery of the flour, and the steamer's men taking in the produce from a lighter. In the hurry, five bales on board the Great Britain were forgotten, and the steamer's men made a hash of the tally.

22. 21st-26. I note that the P.S.M.C. are disposed to fall in with the Governor's proposal to halve the calls of the ocean steamers, and to run the "Rapance" locally and as far as Sandy Point. The Governor has since put this proposition

before the Colonial Office officially but has not been able to receive a reply yet. I have not had time to discuss with the Governor their letter of October 3rd, but elicited from him at Council, when passing the Appropriation Ordinance, that he had heard nothing more from Messrs. Grant & Blanchard. There is certainly no desire in the Colony for a fortnightly mail, which would unquestionably increase the work, for one would have to report progress at the end of every two weeks instead of at the end of every month. The P.P.O. and the Colony each pay £2500. The Governor's idea was to pay the P.S.M.C. £5000 for the double service, each paying one half as before, so that for 18750 we should get both our ocean and local mail.

22. We are trying our utmost to complete the repairs to the "Thirlmere" so as to enable Captain Dougall to return to England by this mail. The men are working Saturday afternoon and Sunday to finish, and I hope to be able to report in a short supplementary despatch that the accounts have been signed, and that the vessel is ready for sea.

I am,

Sir,

Your obedient servant,

~~ENCLOSURES~~

Copy of Stanley Cash Book for November.

Copy of Stanley Journal for November.

Cash Transferred to West Stores.

Stores Inwards No. 327.

Remarks on Stores, and Replies to Remarks.

Draft of Exchange No. 2307 on Acct. Gen. R.M.Navy. £1061:17:0

Cheque on National Provincial Bank of England. £51:14:6

Falkland Islands Stamps for Mr Longridge. (Value £54:10:0)

Cessation Instructions for November.

Piggy Report on Barque LUBITI.

Return of valuation of Company's Buildings.

Legal Transfer Papers. (With Government's note.)

Particulars of Trust No. 3307.

Particulars of Shipments of Bear.

Copy of Letter from Colonial Secretary re Rains.

Merchants Report of December 4th. & enclosures.

Replies to Requests of Friends.

Statement of Accounts.

Specification:-

	COOL.	SKINS.
W.D.	4	9
D.M.	4	9
Y.		15
S.P.		40
S.		2

229

CRIESA.

8th December

03.

Sir,

Since closing my despatch No. 236 by this mail, I have a little more to report.

1. Mr Allen wishes me to let you know that he has shorn the New Zealand Rags, the fleece averaging 14 lbs 3 ozs. He considers this to be very satisfactory after their knocking about on the journey from New Zealand. We had another bad storm just at the commencement of shearing, and Madell reported sea state of 150 during the night of the storm.

2. Mr Bonner writes that on shearing his Merinos he discovered that one was a "frig". Mr Allen thinks that Mr Patullo will obtain the refund of the cost of the ram.

3. George Thompson was paid off at Darwin on November 20th last. His record of service is:-

Entered the service 11th June 1868 as Shepherd

to £40 to £60 per annum

Received £60 per annum at commencement of 1873

a	£66			1877
---	-----	--	--	------

a	£72	"	"	1884
---	-----	---	---	------

was dismissed once. He is now in Stanley living with his sister, Mrs. Weston, and wishes to draw his pension here.

4. The surveyors on the cargo of the "Willscott" found a temperature of 51°^F in the forehatch about 7 feet below the surface, and recommended the discharge of about 500 tons to enable the remainder to be turned over. The "J.P. Smith" has been placed alongside.

5. By working Saturday afternoon and Sunday we have been able to get through the repairs of the "Thirlmere" to enable

T.B.C. Dyer

Managing Director,

London.

2.

, Captain Dougall to return by this mail. The work will be completed to-day and I am glad to be able to send you the accounts together with Captain Dougall's draft of 60 days' sight on Messrs Bowden & Co., for £715.10. 3, which is somewhat in excess of the estimate of £8500. The Cash Account always has a tendency to mount up at the finish, but otherwise we have not a cent laid out. The work has taken nearly two weeks longer than we thought. I have made the account as light as possible for Messrs Lowden's, reducing the hire of the Smithy from £6 to £5 per day, a reduction which in 1895 you authorised, when considered advisable. We have got rid of a fair amount of gear from the Glengovan, which realises over £100, the bulk of which is clear profit, for it would only have perished away. On the whole, Captain Dougall is satisfied that we have treated the ship very fairly, though he complains of the labour which difficulty he recognises is the chief ~~hindrance~~ here - we have only a very few carpenters in the place, and it would not pay us to import more. Biggs assures me that they have been kept well up to the mark according to their lights, and that they have done the work on the thickens in less time than on others.

7. By the West Falkland mail, which has just arrived, I have received further replies about sheep, and I hope to be able to enclose extracts from the letters. Since writing my 236-11, I have received a letter from Mr Allam saying that he may have a younger ram to pick from, and Mr Bonner has written offering 2000 3 year old wethers at 7/6. Mr Fulton cables to say that he could supply 2000 - 3000 at 7/6, and thinks that we could rely upon Greenshields for another 2000. The replies are so various that I find it difficult to decide what to cable to you. We could however rely upon 12000 from the East Falkland at an average price of 7/6, and I have therefore cabled to you the following message:- SENSENMAHN TROCEABALIS MCHABAMOS.

I am, Sir,
Your obedient servant,

ENCLOSURES.

Statement for account of J. J. Walton.

Ticket of exchange to 23/10 on "Fowler & Co." F7715(10)2

cheque on London City & Rickards Bank Ltd. £50

Ship "Thirlmere" accounts.

Copy of final money on "Thirlmere".

Insurance of Produce, return No. 44.

Copy of letter to P. G. L. Co. Liverpool. December 7th.

Information from Client - 1940 re Sheep.

Shipping Report.

Statement on Account.

Specification & S/L per "Orissa".

229

DROPSIA.

January 5th,

04,

SIR,

I wrote you last eve DROPSIA on December 8th, and have received, on the 28th ult., your despatch No 972, Mr. Eales' letter of November 20th and telegrams Cocleaba Willscott Canadian Bank Commerce London Telegraphic Despatch.

No. 972-3. Regarding special trips by the schooners to carry clients to their destinations I have told them that we should have to charge more than the tariff rates. I think it will be found that the schooners have, on the whole, done better this last year, but the Fortune's account will reduce the average. Last year she showed a big profit, - this year she will not, and the decrease is partly accounted for by the reduction of freight on Greenfield's and Cameron's produce.

3. P.P. 4. I am glad to learn that the wording of agreements will in future be made more clear, and would suggest going even a point further by explaining to the employee who signs the agreement the Board's views in the matter.

I cannot quite follow your argument that we might be put to no end of expense in holiday trips to members of our men's families, &c. that it would be cheaper in the end to let a man go rather than "provide passages for his relations when ever asked for". Once the passage for wife and family has been paid for our liability ceases altogether, under the agreement. As I wrote in despatch 231-25:- "Should she return he (Atherton) will, of course, have no further claim

P. G. COOK Esq.

Managing Director.

London.

"For a passage for his servant is to say that it be service for three years longer as are liable only for his passage, the family's having been given.

I am strongly of opinion that every person signing an agreement should be told clearly the reason for the grant of return passage; without this he would naturally regard it in the same light as the outward passage, salary and leave, namely, a part of the compensation for his services. A man signing an agreement says to himself "Salary so much, and passage both ways". If there were no passage he would want a higher salary; and I am certain that any loss explained it would never enter his head that the return passage was given in order that he should not be grossly stranded in a place where he could not obtain other work at his trade, that is to say more or less at a chargeable grant.

Mr. T. R. H. Judging from the plan of the "Pym" I think that a better selection could not possibly have been made and it is most welcome news that she will be here so soon. The freight per tonca is, as you say, "fairly cheap" for the price charged to the admiralty for the pinnace, a much smaller boat, was £170. The freight on the dredging barge sent out in sections was £180, and they have certainly, in this case, met us most generously. The pinnace might, I think, be converted into a water boat, - if not too much expense she might be lined inside so as to take water in bulk, and be used as a small lighter as well. She would be too heavy for a long-bent.

Mr. Ross Far. By last mail we sent a list of stores which we considered might be saluted if the indent were shipped by steamer, - this list will, of course, arrive too late, and in future, I think, we must send an alternative indent in case you do not charter a sailing vessel. The present Governor evidently will go to any length to avoid

making purchases locally - all they can afford us in a few boxes of matches. We charged 6/- per ton for landing their coal before, but if they import in small lots or 20 tons there is no reason for charging less than the 6/- per ton as they will want it landed at the Backyard Jetty. I experienced some difficulty back then when their cargo by my calculation would be 5 tons to land at those, otherwise they carry it from one of our jetties.

6. P.M.S. You will see that in our last two documents with the P.S.M.S. we have charged an extra 2/- per boat hire taking mails to Port Williams, which is by no means unreasonable, for we have had to keep them in the Steamer until after midnight. When our Heavy men have to work overtime on the steamer, the P.S.M.s pay the extra 4/- per hour, but that has not applied to the crew of the 50 ton, six man, whose pay on overtime amounts to 7/6 per hour.

7. Whilst on the subject of the increased bills, I now mention that the P.S.M. are much exercised about the length of stay of the homeward steamer in the port. They wrote me on October 31st (Letter enclosed) on the subject of the departure of the California, and by the last mail they wrote again about the Savia as follows: "This port arrived at your port at 12.30 p.m. on October 13th and was ready to sail again at 6.40 p.m., but had to wait until midnight for mails, a detention of 12 hours which was quite unnecessary etc.etc." As a matter of fact she arrived on the 13th, and was advertised to sail on the 14th. Since they obtained from the Post Office the extra day owing to the call at Stanley they have advertised Wednesday as the sailing date, but the three last homeward steamer have arrived on the Tuesday. The Governor contends that under the contract the steamer should remain for 6 hours daylight on the advertised day of sailing, but has allowed the mails to leave the Post Office at 10 p.m. on the Tuesday. If the P.S.M. give credence to the sailing date, I think the Governor is doing all that can be expected by allowing them to leave at Stanley

midnight, and on November 20th I wrote them suggesting that they should set 1996 advertising Tuesday or midday day instead of Wednesday. They have, however, not done this since Friday morning. Some months ago we had correspondence as to the start of 8 hours' daylight hours - some people contending that the Governor had not the power to make this. The clause reads "the start of any such ship at the port or place of Stanley shall not on any occasion be less than the period of 8 hours daylight". The P.E.R. wrote me on December 21st that this 8 hours' daylight was intended to be the minimum day. If that is their view it is decidedly unusual that they should have signed a contract which states that it is to be the maximum. I have mentioned this in case the subject should be broached by the T.C.B.S.

3. Par. 13. The papers in connection with J. C. Falzon Ltd., were now forwarded for registration. I send a copy of Certificate No. 8 of 1938 - I fear I did not send this sufficiently early before sending Falzon Ltd. Blake's papers for registration, but in writing to the Registrar said I assumed that the articles of association would have to be registered. I find that all the papers were sent to the Governor, who decided that the articles should be registered, see notice from Registrar enclosed. I have not yet paid the fees for registering these, and will discuss the matter with Mr. Blake.

4. Par. 13. I had the pleasure of meeting Mr. Gordon - White on the Gravio, and was sorry that he could not be persuaded to make a stay here. After leaving Monte Video he took the ship considerably and did not like to risk remaining here.

10. Par. 14. I have in my last despatch made a few remarks upon the reported to the Fortune in Monte Video. For my part I should have preferred Rowlands to have gone up alone, as it is far better to have one man in charge of a job than you can hold responsible. As Morton was the Agent there, Rowlands and Thomas were under his protection and he was reporting progress to you, and Morton thought that Thomas was writing

long. Had there been any cutting over of cables upon which a claim or underwriters could have been made, those would certainly have reported it as he certainly knew that much. It is just as well that they did have the new ~~the~~ cable to return with as the old one would certainly not have stood in the blow just 24 hours before reaching Stanley on the return journey. As regards oakum, I did not know what in making more than 10 miles from here - had we done so we should not have been able to make the walls now; and how is it possible to calculate what would be required until you know what the cables are stripped and how much has each of the old caulking had to be taken out? as it turned out they had to clean out every seam in our ship she has for 10 years been running continually round these islands in about as bad weather as can be found in any part of the world without any repaire whatever, and without any stripping wires, her sides have worked so much that the oakum was perfectly saturated. But this being left as long it would have rotted her planks rotten, and it was all taken out naturally, therefore, a very large amount of new oakum was required and it was impossible for us to know how much. The oak caulking consisted of simply a good caulking pencil or covering points, and every other seam in the deck was just squared, so that very little oakum was used there. According to my Captain for the extra material he told me that he thought it advisable to have the extra total 9 inches thickness all round and even a little more than that aft - when the schooner was loaded her metal was well under the water and there was consequently a kick of running, whilst they were at sea he thought the extra money would be well spent, I will add the same that he had thought of this before and had mentioned it. I had the larger forged by the smiths here, but we found we had not the right size of iron for making the tails. I had one made by cutting out the iron to the necessary size under the hammer, and was then told by our smiths that in the absence of the proper appliances they could hardly give the proper lev-

It would better therefore to send up the horses and all the odds and ends to Monte Video, but you may be sure that I did not think for a moment that I did you wrong for I knew that they would have cost so much. After having been to so much trouble over this, it may be some compensation to know that the schooner is now very stiff, and distance allows me that even in a short time there is no question of durability, knowing that the vessel is not moving on the water. The only difficulty you are aware of will be caused by the metal - but had I had confidence in the ready steamer, we had come three years ago and brought out without trouble to get at it. The charwoman could not have been done here any more cheaply than at Monte Video, I think, for we should have had to block up the rigging and stow the mats in some temporary way to prevent their falling out. If we had postponed much of the repairing until our return here, we should have had great difficulty getting the constant labour for the last three months. I think I informed you before we commenced work up that it was my intention to have the metal back here in the vessel herself so we should not then have to pay for wages for packing and could ship with it no sundry effects that we have been absent. I have talked the matter over with Bowlands and he agrees with me that no regular carpentry work has been done - the carpenters there worked steadily and he could find no work with that - the bulk of the work was on the metallizing and caulking, the labour on the latter being especially heavy on account of their having to completely clean out each space. I quite agree it would have been better for her to have gone right away, and you will recollect that I allowed this vessel in England. As, however, we have had to do with three schooners the whole of the coasting work on the Islands, including the mail service, I could not possibly have said at that time whether she could have been spared for sufficient time. As things have turned out she might have, but at the same time her return here was none too soon as I have had to load her

7.

up for Darwin twice, and with a borrowed car, & boat, our fare at the end of January for 1000 to 2000 miles, the bill for work cut out. The total cost has been terribly heavy, even knowing what it would have amounted with the full knowledge of the cost of repairing the fleet since our first visit. As I have pointed out above, the last year being heavy work for nearly two years continual dry repairs, and tenders to the hull. The last two years were in the last twelve months a strong, rapidly gain, and has reached its 2nd Darwin repair, but comes before over a month ago. The wives of the people who cleaned our reported that her husband was dead and part of the cleaning crew, this of course had to be probably seen to.

Mr. A. went very early to report the death of Geddes, the former Labourer, after a very short illness of 10 days. This death follows without exception that of Mrs. Geddes, shortly previous. I have been obliged to leave Mr. Penn in the house for the present as the unfortunate woman with five children is in very weak health and is being supported by the charity of our employer assisted by others. We took up that she had written to her friends at home, and as many documents as possible no ready. I trust the Board will allow her to remain in the house for more than 10 days, as there is absolutely no place here to take her up to. I am much afraid that Geddes has left his wife with particularly nothing when his son died, now not in expectant mother, and I fear we shall have to let her remain in the house until other arrangements.

Mr. A. is in some difficulty as he must go down to Sydney next - unless he can find time to have the 1000 miles for his boat home, but has been up to tell me that he is owing money owing to the section of the trade. This failing off is not in any way due to lack of ability on the part of his employer, but simply to the operations of the government between at which all disbursements are served. Their custom was the minstrel of the ship hotel and I have had to ask Rutherford to keep it going for a while longer, remaining a temporary

8.

reduction of rent. If we allowed the place to close even for a fortnight I fear the Government might seize the opportunity of withdrawing the license altogether. I asked the Governor at the last Council what he intended doing about the Centaen, and was informed that he had received a copy of the Army Garrison Regulations but had unfortunately mislaid them. He concluded that the matter could not be dropped but referred it to me to see delvingly personally, and if nothing is not done within the next few weeks I should write a letter to the G.O., in which I think we shall gain ground.

13. Mr. Vans Packe has informed me that upon the death of his father the sum of £1000 from the latter has been added to Mr. Vans Packe's credit in August 1898 is transferred to Mr. William Packe. His trustees require this to be secured by a mortgage which Mr. Packe will execute. His solicitor will, however, pay for the credit of his account about £800, so that the security of our debt will not be affected by this mortgaging. I asked Mr. Packe why he did not devote this £800 towards payment of the £1000 loan and not give any mortgage at all leaving the property unencumbered, but from what he tells me his father's widow is not left very well off and desires to have a small regular income from the interest of the her money. I estimate that his debt to us will be reduced from £7000 to £5000 this last year, and will be still further reduced when this sum is paid up.

14. During the month of December we have had two violent gales, inflicting in a gale on the 21st instant (barometer 28.40 reading) which I regret to say that the Ross Baker dragged her anchor, ran in on the beach close to the office and burst a hole in her bottom. We have not yet been able to ascertain the full extent of the damage. All the neighbours are away from Stanley and I hope to hear that they have got through without accident.

15. We are getting on slowly with the repairs to the ship as there are no blacksmiths only and nine carpenters, and when one

has three ships to satisfy it becomes very difficult, more especially as we have had to lose 2 days in addition, Christmas, Boxing Day and New Year's day.

Gillecoit. The Captain of this vessel has given us a good deal of bother, as he seems incapable of making up his mind what to do. First, he intended to convert a ship into a topsail, then finding it was impossible he proposed to purchase one from the Steppoway, which I quoted at £80. We sent down and obtained the size of this, to be perfectly certain that it would do, when he changed his mind again and proposed now to strengthen his present topsail with ironwork, and take the ship to New Zealand. His servant will not run to anything like £800 as he is not doing such repairing. I reported that his coal showed signs of heating, - a survey was held, 334 tons were discovered into a bulk and the remainder turned over. The surveyor recommended that the 334 tons should not be taken back, for in case of fire breaking out again there would then be room in the hold for the coal to be turned over. The Captain invited samples for this coal, which is good for steaming or house use, and I quoted 18/- which was afterwards accepted. We can burn it in the Samson and the Smiddy, and I do not intend to sell any more Stanley.

Samson. Carpenters are going on with the caulking when weather permits, - we had hoped to get finished about the middle of the month, but owing to holidays, bad weather and being able to put only one blacksmith on the ironwork I fear it will be nearly the end of the month before she is completed.

Jurien. I reported in 238-20 that there was very little wrong with this vessel, and in calling to you used the word "furthered" indicating that I thought she would have sailed before I could have received a reply. The survey, however, disclosed that carpentry work was necessary, especially repairs to the forecastle

10

deck, as the crew's quarters were substantially swamped out. The work has been arduous, and so much time is taken up in getting corn to the ship (especially in the bad weather we have had), which is anchored well to the eastward of the Narrows on account of the dynamite on board. But the worst part of the business is that the crew have absolutely refused duty, - two men have had to be paid off on account of sickness, and 10 others have been to seek twice for refusing to work. They demand that they will not on any consideration go in the ship. The Master is a very poor specimen, and I believe has treated the crew pretty badly all round, especially no regard food. There is nothing left for him but to go up to Monte Video or this mill, and get a fresh lot. I cannot estimate the probable total expense until he returns from Monte Video, but should judge that the account will amount to quite \$700 or \$800, and may be even more.

Wednesday. Left here on the 14th ult. After Captain Eustace's departure we had 2 days very bad weather, during which it was impossible for Captain Macmillie to finish setting up his "LICINA." He had to purchase a few additional stores, including a compass, some of his men having thrown overboard during the night. He must have had some bad characters amongst the crew as they had previously thrown overboard a new stanchion iron, the bed frame and one of the valves of the main pump. I enclose a supplementary account for \$26:11:0, which Master Louden will no doubt settle.

16. Atherton has set up the oil engine and has had a trial, - not very successful so far. I had hoped that some fuller explanations would have been sent, as Atherton's experience is, of course, confined to marine engines. The instruction, we think, the temperature of the "cooling tank" when the instructions say should be from 100 to 140 degrees Fahr. Now this is fairly high for this country, - the average temperature in the shop would be about 50, barely 10 degrees above freezing point, and

ll.

If the water has to be 100° at least we must have some means of heating it. We cannot light a fire under the tank, and may have to get some heating apparatus such as a portable boiler. I will report further as to how we get on with the engine.

17. Since writing my par.13 Mr Packe has sent me a Cheque off his London Bankers for £800. I must have misunderstood him as I was under the impression that his Solicitor would pay the amount to you.

18. H.M.S. "Dwarf" is expected here about the 8th inst., and H.M.S. "Beagle" will leave for Monte Video almost immediately returning again next month.

I am,

Sir,

Your Obedient servant,

ENCLOSURES.

DUPPLICATED. (Original see Office, November 8th, 1903.)

Despatches Nos. 358 and 359.
Copy of Stanley Cash Book for November.
Copy of Stanley Journal for November.
Store Indents No. 327.
Remarks on Stores and Replies to Remarks.
Record of Exchange No. 2307 on A.G.I.M. Navy, £ 062:17:0
do. do. 2308 on W. London & Co. 3715:10:3
Canting Insurance for November.
Invoices on Produce, Return to Co.
Particulars of Draft No. 2307.
Ship "Whitbread" Account.
Insurance Report, Banque "Emilie".
Return of valuation of Company's Buildings.
Billances from Officers' Messes to State.
Mr. Allam's report of December 31st.
Replies to Remarks on Accounts.
Statement on Acco., etc.
Copy of Indent, a/c J.W. Polton.
Specification & R/L per G.H.S.A.

Originals.

Store Indents No. 328.

Mr. G. Allam's Indent, a/c W. Polton & Co.

Debtors' True Indent.

Remarks on Stores & Replies to Remarks.

Bill of Exchange No. 2310 on U.S. Treasury, £ 477.83

do.	2311 on U.S. Govt. State.	160.55
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do.	2312	do.	75.00
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Bill of Exchange 2313 on S.A. Miss. Society, £ 48:14:6

Mr. G. Allam's Indent on Mr. G. Scott & Co. £ 800:0:0

Canting Insurance for November.

Supplementary Account, Ship "Fairlamb". (2 copies)

The Society of S.A.M.S. account to December 31st.

Copy of Surveyor's report, Banque "Emilie".

Copy of Ordinance No. 8 of 1898.

Correspondence with Registrar, Mr. Holmsted & Black Ltd.

Mr. Allam's report of January 1st, and enclosure.

Copy of letter to P.R.N.C. Liverpool.

Replies to Fairlamb on Accounts.

Statement on Accounts.

18. When writing my paragraph 15, (written 1), I had only
heard the fact that her arrival here was expected to be
somewhat over January.

The German ship "Willie", Captain Will, 30 days out
from Hamburg to Los Angeles with general cargo, arrived on the
15th December with considerable damage to ironwork aloft and
mainmast, and deck injury. I enclose a copy of the report of
accident. You will see you via telegram by the Gravia I
should like this vessel probably be away before it was possible
to receive a reply from you, and therefore used the word
"possibly", but there would of course have been an opportunity
for you to have called in a survey which could be brought here
and, perhaps, estimated the total disbursements here
will amount to \$100, and that the ship would have been able
to leave about the middle of this month. I fear, however, that
there is collision, bad weather etc. that it will be nearer the
end of the month. The owners are Lewis F.C. Scaram & Co.,
Hamburg.

20. The vessel you just arrived from the West Brigantine
by the steamer came of the "Cleopatra S. Bennett", belonging
to the same owner as the "Willie". This vessel, Captain
McKeehan, left Liverpool bound for San Francisco with a cargo
of coal, and on the 1st December about 70 miles to the N.E.
of Cape St. John, Newfound Land, I made her observed coming out
of the fog and the temperature was taken. The Captain found
it 40°, and next day they increased to 63°, and he decided to
go into the Harbour. After sighting Cape Horn with Captain
McKeehan the lead up holding to go into Port Legard,
a wind not favourable and the temperature so such
as either very low but no wind at all. The Captain let go
the anchor and took their ships to the eastward of the entrance
to Port Legard, and they all arrived at Fox Bay on December 25th
the previous day. At present away from Stanley, and the
completion of the passage of the vessel has to be postponed until
the spring. The dimensions of the "Willie" are not likely

to much less, and I will therefore advance Captain Grant what can be my expense, the total being added to the will-
money amount and included in Captain MacLean's draft on the
Bank of Scotland.

21. This morning all the above the Fortuna has returned
from Fife, & two other schooners got through the gale
without damage. We have just received from the cargo boat at the
end of this month and value of £100 and 100 bales of sheepskins
for us to sell or otherwise. Captain MacLean has not succeeded
in getting out from Greenock. I hope also must have a pretty
bad time as the water is low rising and falling with the tide,
and has not enough air to breath and has very little oxygen
now in it.

22. I intend to go on with the General FORTUNE while
possible about midday.

23. Truly

Yours,

True obedient servant,

W. MacLean
—
Manager.

Enclosures.

Duplicates. (Originals per "Dropsie"; Jan. 6. 1902.

Despatch No. 239

Store Inwards No. 378.

Mr. Dawson's despatch to Mr. William Bain re
Remarks on Stores, and replies to Remarks.

Second of Exchange No. 2375 on S.A.M.S. dated 1st
October insurance for December.

Supplementary Account ship "Kirkcudbright".

Copy of S.A. Missionary Society's Account to Dec. 31st

McAllan's Report, January 1st

Replies to Remarks on Accounts.

Statement on Accounts.

Specification & Bill of Lading per "Dropsie".

Originals

Remark on Stores.

First of Exchange No. 2374 on Acc't Gen. New Year £117. 8. 0

do 2375 do 82. 10. 0

Mr. Bain's cheque on London First Stock Bank £137. 8. 6

Statement on Accounts.

240.

M. M., "BEAGLE".

January 9th.

24.

Sir,

I wrote to you last year respecting which left here on the 6th instant.

On 21st Dec. I made arrangements for home Video at 10 a.m. Monday, and I am taking the opportunity of sending the documents of the boat with her.

2. I enclose account of the Accountant-General of the Navy for payment for provisions supplied to the Beagle, and £20.10.0 for delivering cash to her.

3. I regret to report that so far our efforts to get the Rose Banks off have not been successful. Commander Elliott of the Beagle sent me a living party, but the diver was not able to see or get at the damage as we could not cast the lighter over. We have not entirely given up hope of being able to get her off and repair her, but the cost will be very high.

I am,

Sir,

Your obedient servant,

P. D. Cobb Esq.

Managing Director,
London.

*Hollandif
— May*

945

1912-1913

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PRINTED ON STONE

Second of Preliminary No. 2824 of A. C. F. M., May 10, 1913, P. 57

2315 * * * * \$ 62,10, 0

Statement of Accounts.

Oct 1, 1912

Statement of Accounts for the month of October,

for the above named Company, Boston, Mass.

Statement of Accounts 1912 Oct 1, 1912

100	430
100	255
100	265
4	12
10	40
10	10
10	10
10	12

Oct 1, 1912

Statement of Accounts Oct 1, 1912
(direct from ledger)

1912

563.

MURKIN,

23rd January

64.

563.

I trust you last put H.A.S. "Spangles" on the 9th inst.,
 and may postpone put Victoria on the 21st instant your credit
 account No. 875, amount due of December 30th and January
 1st and 2nd, and when you will accordingly take JACARAS
 account.

No. The English arrived yesterday and have just sufficient
 time to pack the 1500 boxes which we have ready. You will ob-
 serve by note that our specification that over 1000 of them
 are in "Dandy's" good co.

No. As there will be no more service from Savoy Point by
 the steamer and governed by the West Falkland by the rail
 road, I have arranged to send a schooner to Port Howard
 about the middle week in February to convey by light across
 to Steamer Dandy in order that he may spend from two to three
 weeks at our yard with Mr. Allix.

No. I regret that we have not succeeded in taking advantage
 of the Ross Trade - unfortunately, H.M.S. "Dandy" does not
 carry a ship and the only method of extracting her without the
 help of a diver would be to use empty barrels. This would be
 a heavy expense in time and labour and as we are not taking
 any further risk I propose to await the return of H.M.S.
 "Spangles" to have carried her over to West Falkland and
 pay her at the damaged price.

No. The proprie of the "Spangles" will be finished in about
 9 days however - the credit asked for will be somewhat in-
 creased account, and I hope to find if you could communicate
 with the owners regarding an extension of the credit, we
 will have time.

Yours truly,
 JAMES MURKIN,
 LONDON.

estimate of the labour and material was not very far out, but the Captain has had to purchase a boat for £60 which will add considerably. We think that £600 will cover the additional.

5. The reports to the "Advertiser" are now printed and we will leave on Friday, the 25th. I enclose the Master's draft for £104.19.10, the value of the coal having been deducted. I am glad to report that we find the coal to be of good burning quality, and we are using it exclusively in the boiler. For that we hope that we shall not require the £50 more in bags for which I asked you earlier.

6. I enclose application and bill of lading per Magellan and hope earliest to you MAGELLAN STEAMER.

I am,

Sir,

Yours obedient servant,

242

ONITA.

February 3rd.

04.

Sir,

The last despatch left per Magellan on January 23rd, duplicates of which were sent to you without covering letter per H.M.S. "Dart", which left for Monte Video on the 29th ult.

2. 272-3. I thought it as well to write to Commander Jervoise as to retaining the balance of steam coal, as the small stock remaining on hand was almost all stored on shore.

3. Par. 4. The P.C.R.B. receive now for the calls of the ocean mail steamers £5,000 per annum, one half of which is debited to the Colony by the Post Office, and wanted £3,000 for the "Supanee". The Governor's proposition was to decrease the calls of ocean mail steamers by one half, the subsidy being halved as well, and run the "Supanee", so that the total payment would be £2,500 plus £5,000 = £5,500. The Colony could then have paid its share of this, £2750, which would have provided for both ocean and intercolonial mails.

4. Par. 5. The rigging and sundries for the "Hirundo" if purchased here would no doubt have cost a very considerable amount, but I could not help thinking that the freight of £750 on the spars was very high, and remarked that this swelled the total considerably. Captain Dougall informed me that he had paid only about £150 to £200 for freight on a similar equipment to Capetown.

5. Par. 6. I have informed Mr Moir of the Board's decision, and am sure that he will be well satisfied.

6. Par. 11. I feared that the Board might not have been disposed to go to the expense of a new launch; hence, my alternative proposition of putting new boiler and engines in

P.C.R.B. 880.,

Managing Director,
London.

the Directors. I am personally very glad that you decided on a new boat in preference. The £25 paid to the P.S.N.C. for taking the "Plym" on board as she stands instead of dismantling her machinery, is unquestionably well spent. The Directors may rest assured that Atherton will take every care of the boiler, for which fresh water will be used exclusively. In view of this, I am making arrangements at the East Jetty for an ample supply of fresh water - we have taken two tanks from the Glengowan, capacity 2400 gallons each, and will set them up at the end of the woodshed. They require a few new rivets and will last for many years.

7. Mar. 12. Mr Bergi was on board the Victoria en route for Sandy Point. I had a conversation with him as to frozen mutton, and he told me that he looked upon canning as a much better scheme than freezing. His experience was that the competition from Australia and New Zealand is so great that there is but little to be made out of freezing. I understood him to say that plant for canning would cost quite £7,000, and in order to make it pay it would be necessary to have a guarantee of 40,000 sheep per annum. He said that if he had a guarantee of this number he would be prepared to consider the erection of plant and would purchase the sheep outright or would return the skins and fat for tallow. Mr Felton went across to Sandy Point in the same steamer, and will no doubt have learned more about the canning establishments there.

8. Mar. 13. We will deal with the Fortuna's account as directed in closing up for 1908.

9. Mar. 17. I received a letter from Messrs Spearing and Waldron to the effect that they were shipping per Inca about 70 tons of cargo for Port Howard, and 30 for Port Stephens and Port Edgar. The 70 tons for Port Howard includes 10 tons of coal in bags for which they asked you to quote a price, and they evidently do not trust the Stanley Manager to quote a sufficiently low figure. We would have supplied this £72/6 per ton in bags delivered at Port Howard, and I will work out the cost as supplied by Spearing & Waldron.

10. It was unfortunate that I could not get any Speedwell wool away by the Magellan - the Oravia was four days late arriving here, so delaying the West Falkland mail schooner that she arrived at Spe-

S.

Speedwell on the date she was supposed to leave Fox Bay with the return mail. Even so, she might have been able to call at Speedwell on the return journey and load the 40 bales that were ready, but had to bring in from Fox Bay 23 shipwrecked men from the "Clarence A. Bent". The W.F. mail schooner may possibly bring these in this trip, but it is doubtful - I sent her to Port Howard to land Mr Blake and with the unfavourable winds we have had, it will be as much as she can do to get back to Stanley with the mails.

11. Osborne has sold the Shamrock to Mr Greenishields for use at Salvador. Please therefore do not renew her insurance without further advice.

12. Mrs Hansen sent her son to Stanley to ask me to send a schooner to put men on the Jasons for the sealing, or failing that, to purchase the Shamrock, as her men declined to go in her cutter on the ground that it is not safe. I could not of course send a schooner to the Jasons at this time of the year, and could not agree to advance her £400 for the purchase of the Shamrock. I regret to say that one of her sons found a party of men poaching at the rockery. They were 10 in all, evidently children, as they could not speak English, armed with knives etc and would not allow Stanley Hansen to go near the rockery. Upon receiving the news the Governor got H.M.S. "Beagle", which was leaving for Monte Video, to call at Carcass Island and the Jasons on the way up. We have not yet heard anything as to the result. The chance is now going round to do Mrs Hansen's turn. As her account showed only £20 credit at the end of last year and her prospects as regards sealing are very poor, I felt that it was not wise to make such a large advance as £400.

13. The Canadian schooners have returned here with their catches amounting to over 9,000 skins, which they are anxious to ship by the Oriza. I understand that there is a considerable quantity of wool awaiting shipment at Sandy Point, and the steamer may not be able to take this shipment, which will run to over 200 hogsheads. The Governor has not as yet made

4.

any declaration as to the proposed export duty - the Ordinance came into operation only at the end of January, so that these skins are not chargeable with duty.

14. I am glad to say that Atherton has mastered the oil engine, but we find that we must have a centre shaft from which to run the lathe. We could not run direct from the engine the small countershaft sent out with the lathe, and I am inquiring for the necessary 16 feet of shafting, hangers and pulley wheels. We could have made the shafting and hangers here at a pinch, but the wheels and belting would have had to have been sent out, and it will be far cheaper to get the whole from home. The cost will not be great.

15. So far, we have not been able to do anything with the Rosa Baker, and I decided not to go to any further expense until a diver was available. Now that the Canadian sealers have returned, I hope to be able to secure the services of the diver who finished the work on the Australasia.

16. I enclose copy of letter from Lloyd's Register of British & Foreign Shipping with reference to the annual and special survey of the Sappho. The special survey will be a great difficulty here as the tides are never sufficiently low to enable us to examine her hull keel when beached and there is no slipway. The sea connections are so low and close to the keel that we cannot possibly get down to these, and sooner or later they will have to be overhauled. We may manage to draw the propeller shaft and examine the bushing, and it is not unlikely that it will be found desirable to put in the spare bush sent out with her.

17. We are sending home the Port Stephens, Pebble Island and Weddell Island accounts, the latter showing debit balance of £859. I have not yet heard from Mr W.S. Williams what is the total of the Station liabilities exclusive of the debt to us. We will send Mrs Ponner's account by next mail - this we have not been able to close as we are waiting to hear from

5.

Mr. G. Bonner what amount is to be transferred to his private account.

18. You mention in remarks on accounts the freight on skin pelts - I regret that we were not able to measure any bales by the Magellan. Would the P.M.N.C. take them as the same measurement rate as wool?

19. The Willscott sailed on the 26th inst. The repairs to the Emilie will probably be completed this week, and she will sail as soon after as possible. At present, it is impossible to say when the Turlei will leave. We had finished up the small repairs to ironwork, and I fully expected her to get away in a few days. On the night of January 31st, however, four men were deserted, taking a boat out into Port William. After leaving the boat, they did not try to make it fast, and it could have been lost altogether but for the Fair Rosamond happening to see it drifting down Port William in the night, as she was coming in from the West Falkland. On February 1st., the First Officer came on shore in the evening to report that the Captain had just made a second attempt to commit suicide by strangling himself. The first attempt was made the previous day, and Captain Cunninduod the First Officer to keep the matter quiet. On the second attempt, however, the First officer thought he would be much to blame if he did not report the matter. To-day, however, he has succeeded in getting three men (one "Lafayette S. Remont") and seems to be in his right mind. He says that he will be ready to leave in three days.

I am,

Sir,

Your obedient servant,

ENCLOSURES

Storm Incidents No 329.

Replies on Stores & Replies to Remarks.

Bill of Exchange No 2318 on Acct. Gen. H.M. Navy. £109:7:6

Incidence on Produce Return No 45.

Copy of Sales Return for Quarter ended 31st December.

Auction's Certificate, 1903.

Mt. Almon's Report, January 27th, and enclosures.

Copy of Correspondence re Gasson's Surveys.

Copy of Account current for:-

Port Stepnone Account.

Pebble Island Account.

Mrs. J.H. Williams.

Falkland Island Stamps for H. Lafone Esq.

Shipping Report.

Replies to Remarks on Accounts.

Statement on Accounts.

Specification of S.I. 36 bales Wool & 2 bales sheepskins.

245.

PARADE.

March 2nd

24.

227.

I wrote you last per Order on February 3rd, and have re-
ceived your despatch No. 274 per Inch on February 13th, and
275 per Order on the 18th. The latter brought me your tele-
gram "PRATASK", sent from Coronel to Sandy Point.

2. 274-2 and 275-2. I received a letter from Mr Felton
from Sandy Point giving me the result of his discussions with
Mr Boral, and have enclosed the latter's proposals in a cir-
cular, copy enclosed, sent round to all clients to whom I had
written on receipt of your first telegram. Mr Felton did not
mention the minimum number of sheep that would be required to
be dealt with each year to make a running business pay; I
gathered from Mr Fergl that this would be from 30,000 to 40000.
the Directors wish
I am glad to hear that great caution to be observed in dealing
with this gentleman. Mr Felton writes that the latter would
call upon you on his return to London about the middle of
March, and I do not anticipate that you will conclude any con-
tract with him.

3. 274-3 and 275-3. I will go into the question of free-
holders with Mr Pearce after this mail, as the matter is not pre-
sente.

4. 274-11 and 275-4. The amount to be written off the
Buildings Account for 1903 is somewhat higher than usual, see-
ing that the actual work on buildings during the year seemed
to have been light. I have gone into the matter thoroughly
with Mr Allen and have come to the conclusion that a good deal
of the material sent to him for "stock" has been used for work
F.E.C.R.R. B.R.C.

Managing Director,
London.

2.

or guns or fencing. It is too late to make any alteration in the figures for last year, but we have made arrangements for the future that will prevent any further errors in this way. Owing to the amount of shipwork in 1903 we have spent but little on the Stanley buildings, except in painting, and I think during the current year we shall have to evictual some of them.

S. Par. 28. I am rather at a loss to account for the shortage of the stone coal, which probably is spread over the last two or three years. It was impossible at the end of 1901 to estimate the stock accurately as a fresh shipment arrived before the old stock was exhausted. Redwick used to tally in independent time and continued to do so until his death. You are right in saying that there used to be a surplus, and I think that the explanation of the shortage is that schooners probably took more than their weight, and the consumption in the mill was greater than the amount charged up. We are used to have 100 tons per vessel, especially in bags. It is most difficult to prevent the schooners picking out the lumps or taking 1½ tons for 1 ton, and bags will prevent this. We shall also be able to work the Williscott coal in very well - it is small but burns well and is very economical. But when lighting up it is essential that the stoker should have some bags, and the North Wales coal in bags will be just the thing.

S. Par. 29. Pitcairn's agent did not mention the fact that 1000 interest was due to Mr T.M. Dean's Estate last August, and it did not occur my mind. I am asking you to make this an annual payment on account of Mr Pitcairn - the exact due date might beascertained from Mr Carpenter; some time in August, I believe.

S. Par. 30. We will adjust the question of cow hair with Mr Bowes, and will advise clients to send a specification in future.

S. Par. 375-a. I have informed Mr W.S. Williams that he will be allowed an extra £100 per annum for the working expen- 100

3.

at Bedell Island, and I expect that this amount can be made to cover all expenses in the ordinary way, seeing that the interest on the old debt is so much less. I will ask Mr Williams to give me full particulars as to his disbursements.

8. Par. 6. I note the Board's decision as to the gratuity to Jason Turner on his retirement. We were in some difficulty about finding a suitable place for Mr Norton and his wife until the Turners leave, and I am glad to say that they fell in with the suggestion that the Gortons should share the house with them until their departure. Seeing that he met us in this way, I hope the Directors will not consider that I have been too lavish if I take advantage of the latitude given me and award the full gratuity.

9. Par. 8. The information passed on to Lloyds by the Board of Trade with reference to the purchase of the anchors is perfectly correct. The transaction took place some time back, and the reason of the non-appearance in the Cash Book is that I did not want to debit Company's Shipping with the cost of the three anchors during 1903 as they were not utilised in that year, and moreover I was in treaty for the purchase of yet another from the Government for 30/- for use as a mooring for the Plyn. This is now completed, and the cost £10. 10. 0 in all will be passed in the Cash Book for this month. The history of the transaction is as follows:- The Hornet had twice fouled her anchor by some obstruction and each time had to slip and take another anchor for the trip, causing delay of about a day. The Fortuna also fouled anchor once. I determined to get the obstructions out of the way, and got Captain Thomas to rig up special gear on the Rosa Baker for the purpose - after a lot of trouble he got the anchors and chains up; in one place there were two locked together, making three in all. I then had to report this to the Government in accordance with Section 15 of Ordinance No 3 of 1902, and hand the salvaged property over to the Receiver of Wrecks. There was no

4.

disposition on his part for a long time to settle the matter, and as the "Cardinal" seemed to yaw about very considerably I asked permission to use one of the raised anchors as a second anchor to keep her steady, which permission was accorded. In a heavy blow one night, she parted her cable and dragged nearly on to one of the sailing schooners, and the borrowed anchor was again lost and could not be recovered. Subsequently they were valued at £18 by the Government, and I was told that if we agreed to give that for them, one half would be returned as salvage. I therefore purchased them, and intend using one as a second anchor for the "M.P. Smith" and another as second anchor for the "Engagement", mooring both these hulls with a swivel. The fourth anchor purchased was picked up by H.M.S. "People" abreast of the Harbour Jetty and may have belonged to the "Fleete" or "Hedgehog". This I have purchased for 30/- and it is now in position as a mooring for the Flyer.

10. Par. II. The makers of the oil engine did send us a copy of the instructions; for a long time, however, Atfleeton could not make the engine go, and eventually lengthened the plunger of the oil pump by about $\frac{1}{8}$ inch. This increased the stroke and the quantity of oil pumped up each time. The instructions sent did not give any idea of the principle of the machine, and I thought they might send something fuller. It is not, however, necessary now.

11. Par. 9. I fear I made rather a rash promise in undertaking to send a plan of our property to the Royal Insurance Company, but will get this done during the winter. I am glad to have the copies of the policies.

12. Mr Bernard Stickney asks whether his produce is insured by us or by his partner, and if by us whether it is under the usual sheep's back policy.

13. Mr Moir has raised fresh points in the renewal of his agreement. He asks (1) that should accident or ill health unfit him for the discharge of his duties that passages for

himself and family should be paid in proportion to the time served. (ii) that in the event of his decease before the completion of the specified 5 years a proportion of the cost of passage for his wife and family shall be paid according to the time served. He adds in writing to me that when engaged at Dundee the Agents told him that if he wanted to leave at the end of his first five years he could receive free passages to England; I have replied that he should have seen that the master was settled in his first agreement. Possibly the fact that these return passages were not guaranteed in his agreement has made him somewhat "carthy" now. He is rather splitting hairs with these new points, and he referred to the grant of passage to his predecessor after 7 years service.

14. The Emilie got away on the 17th having been detained two days by an Easterly wind. The Samson had to tow her a long way out, and just as the hawser was cast off one of her tubes burst. It was fortunate that it held out until after the heavy work of towing was finished. I enclose the accounts and the Master's draft on Messrs Wright Bros & Co for £856.9.7

15. The Governor has been informed that owing to the Revolution in Monte Video, H.M.S. "Beagle" will not make a long stay here as expected. She may come down about the end of the month and remain for about three days. I was relying upon getting the Chief Engineer to hold the survey of the Samson, but this I fear will not now be practicable. I really do not know how the special survey is to be carried out.

16. I am glad to be able to report that with the assistance of a diver from one of the sealing schooners we succeeded in floating the Rosa Baker and getting her into a position of safety near the East Jetty inside the buoys. The diver reports that the garboard fastenings are ~~almost~~^{mostly} gone, and to stop the rush of water he cut the sheepskins into strips about a foot wide, and nailed them all along the garboard and keel. With the Samson's pumps, hand pumps and buckets we were able to

have been made and get back to the ship. The men & the
machinery are available to fill the last two.

17. The sending of you all up to the
mining offices in Gold River and the mining offices and
mining districts will give you the best
chance to get an understanding of the
mines. As a result of your visit to the
mining districts, Captain Bulson informed
you of the action he had taken in the
matter of the miners' strike. Captain
Bulson informed you that he proposed a tax
of \$1/- per ton of coal during the winter season and 1/- per
ton in the spring season. Coal and coke coal are taken in
the same way, and at such degree of intensity known only by the
mining districts, it would be difficult to determine what
amount has gone out the coke districts. Captain Bulson informed
you that he proposed that a protest be presented to the
British government against the
mining districts, especially those near to his residence, and he
certainly agreed that no protest be delayed before the
end of January which time they will have all prepared with
their new mine.

18. We are all very pleased with the Fly, and think that
a better vessel could not have been made. The landing
time on the fly was not very satisfactory, and seeing
that her weight cannot be much less than 10 tons, this is cer-
tainly a matter for congratulation. George Bowden's letter
of February 1st, regarding the payment of a gratuity to Capt.
Hawley reached us only by the Griswold, ten hours after the
time it sailed. The Fly has been nicely painted on the voyage,
and well turned out in every way, and the Captain
has certainly earned your recognition for his care. I enclose
a copy of a letter I have sent to him and will leave it to you
to forward his letter. We were not able to get up steam in
time to be arrived in the dredge when fully occupied on the
Snowy during rains and拘束 to the tree, and towing the

should be cut. We have of course now had some in her and have visited the meetings, which have been held down in readiness. The windows not to be thought of alone and tried to make it work, as it has never worked on the return side. I have also made the following note with some difficulty to satisfy his desire, the form of the statement being - I have had the services of the side-sheep slaughterer - you can assure both the persons were first-class persons and no less than 1000 persons that if we had no persons not to be under twelve years old we could not get the sheep out of the country. In our therefore consented to the law remaining on the statute by the returning laws. I find now that she will do excellent work - the Government would however be the only to reward the public from the returns, & will you think we shall not be able to do this at all? I am not at present in a position to get the children

the 1st. Some time back last month, we arrived on board the
steamer Indira on the 19th. Captain kindly engaged
me and my servant to go round - purposing to
allow us to get plenty of extra hands from the steamer, which
was followed up very closely by the Orissa, and
so we had to clear the lighter in readiness.
I think nothing in paragraph No. 14, 2 have deceived
you, except that I let you know that with reference to the
order of the moment he does not wish to press the points
which will be quite evident to the moment to be renewed
in his orders yet. I have told him that I considered he
had no right to carrying himself in the hands of the
agents, who could be relied upon to treat him fairly if not
generally. The no. 6 or 7th of the contractee must
have been the cause of this.

Mr. BROWN returned to Scotland on the 24th instant and
arrived to England by this steamer.

22. In further reference to the Beer question, Williams imported per the Scotia 35 Hopsheads, which have arrived in very bad condition indeed. They were stowed on the steamer well away from the boilers, and during the voyage the head of one cask was blown bodily out, the centre staves of the head of about half of them had burst outwards and many others had leaked at the sides. Altogether the contents of the casks are equal to only about 20 full ones.

23. The Scotia left here on February 8th. to land four Argentine scientists at their station in the Antarctic, after which the Scotia proceeds on the voyage home, going Eastward touching at Capetown. I enclose the accounts signed by Dr. Bruce - the total, £150.11. 1, as before, will be paid by Mr. Ferrier.

24. Mr Allan writes that G. Thompson was dismissed at Darwin by Armstrong and sent to Stanley. The dismissal was apparently confirmed by Mr Cobb, who sent Thompson back almost immediately. There was therefore practically not sufficient break in his service to constitute any strong reason for a reduction of pension.

25. I enclose a copy of a letter addressed by myself as Lloyd's Agent to the Colonial Secretary on the subject of the Barque "Finisterre", which explains the resignation of Captain Gunn and I need not therefore again recapitulate. The whole business has been muddled by the Master. When he came here he stated that he wanted water only - it turned out that some of the ironwork was shaky and the forecastle was leaking so badly that the men had been soaked for weeks. When he decided to run back he told the men that he would not have any more duty here; consequently shortly after the arrival of the ship they all refused duty. In the meantime the German ship came in and engaged all the mechanics and on Captain Gunn's return from Montevideo with the fresh crew, his repairs were not completed. Even if they had been, I do not think the crew would

2.

have sailed with him as he seemed to be quite incapable of handling them. Then followed his attempt at suicide, the last of which was the very evening after the homeward steamer had sailed. We were expecting the steamer almost daily and relied upon her arrival to enable the First Officer to obtain a certificate of competency, but the revolution at Montevideo has detained her. It became necessary to take other steps to get the ship away, and I therefore wrote my letter to the Colombo Consul. The Governor has decided that if the Commander of the Panama and Captain Thomas can certify after examination that the First Officer is capable of navigating the ship to Trincomalee, and if Lloyd's Agent is willing to accept their opinion, he will on behalf of the Admiralty Court approve of the First Officer sailing the ship. The only alternative was to have sent Captain Thomas round, but I have hesitated to take the responsibility, as I am not in possession of sufficient information to warrant my so doing. The Owners might have repudiated ~~any~~ any arrangement made by me, and might have had some other Master they would have preferred to send to join the ship here instead of at her port of destination, and the Board might not like the idea of my lending the services of our own employee. When the steamer comes in, therefore, the examination will be held - if successful, the First Officer will proceed with the ship at once; if not, I shall wire to the Owners for a new Master. The delay of the ship, however, has been so great that I feel we ought if possible to do all we can to get the ship away, and if the First Officer is not successful I shall send a telegram to you asking whether I can send Captain Thomas. I can assure that you would communicate with him before applying to me. I enclose the accounts up to February 5th, the date of Captain Tom's resignation, together with the draft on the Owners for £750.16. 6. Captain Green returns to Liverpool by this steamer, and a draft for further expenses up to the date of the actual sailing of the vessel given by the new Master will doubtless be duly honoured.

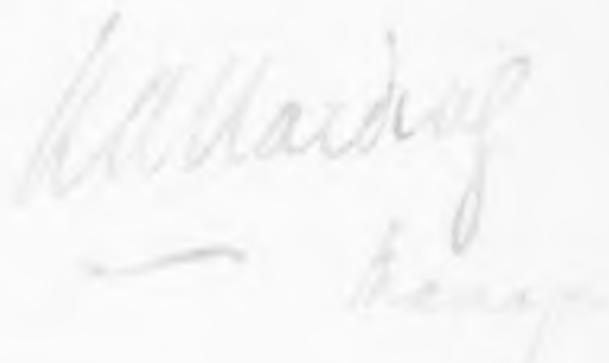
10

26. Mr Blame has had interviews with the Governor and has discussed various subjects. The Governor seems to think that there was no reason why the Peasants at Bell Point, Darwin Harbour and Fort George should not be held to the Company, though the order was not mentioned. I will take an opportunity of talking it over with the Governor, and in the meantime would like to have the Govt's views on the matter. Another point discussed was the desirability of proposals for the reduction of gauge being made by the Government. I enclose a copy of a proposed letter, which Mr Funnell would join me in sending, and on Mr Felton's return I will ascertain whether he will do the same.

I am,

Sir,

Your obedient servant,

A handwritten signature in cursive ink, appearing to read "J. H. Hardisty" followed by a dash and "George".

844

PANAMA.

29th February

04.

Sir,

I enclose the Annual Accounts for the Year 1903, during which the Company's business in the Colony has resulted in a profit of £ 14,109.10. 0, an increase, though small, of 365.1% on compared with 1902.

FARM ACCOUNT - £ 16,250.12. 7., an increase of £ 1320.2.0. I send the usual abstract from which it will be seen that although, owing to better prices, ~~XXX PXX~~ wool realised £3580 more than 1902, the total value of produce shows an excess of £1000 less. This is due to the fact that we had been selling, amongst other things, the crops in receipt for lime being roughly £450, £750 and £160 respectively. You will see from the debit side that the expenses have been considerably decreased all round. Wages and Salaries £1500, Travelling Expenses £600 and Consumption Stores £850. As regards this last item, I have mentioned in 843-4 that a fair amount of wood, which has been sent to the Farm and charged to Buildings account, has been utilised for farm work and fencing. The result of this is that the Building Stores account has benefited at the expense of the lime - as I have reported in the previous 1902 statement so, care will be taken for the future that the material is charged to the correct account.

The net freight on stores is higher than last year - we have had to send out coal supply for £304, rates ex "Taitera", and various more rough cargo, such as wood and shocks. The cost of the same per "Ranaturu" is borne entirely by 1903 and compensated in heavy item, £1935, against the account.

Yours very truly,

Managing Director,

London.

2.

2. STORE ACCOUNT, 1903. T.LL, a drop of £1234. 2. 4. The only explanation is that compared with 1902, our sales to clients and ship's pay have been less, and also deliveries to our own departments. In 1902, we have two very good ship's repairs and although last year we had ships here, the profit to be made out of them was much less. We have also had to face two losses; being the smaller vessel, which turned copper, and salt in barrels, costing more to storage than our usual selling price.

I do wish to report that the actual stock of stores has decreased by over £1000. Of course, for the future we shall keep up a large stock of steam coal, and in connection with this I only mention that we may anticipate a reduction of profit owing to the loss of the sale of steam coal to H.M. Ships. In this, we, I am sure, lost little profit from the supply of provisions to them, as the requirements of the smaller gunboats are now limited.

3. CHARTERED VESSEL, 1903. A rise of £250, 5. 0 owing received by bulk bills from ships that have called in, and the absence of any considerable expenditure on the hulls and fixtures so mentioned in my despatch forwarded the 1902 accounts.

4. MERCHANTS, &c., 1. It is a satisfaction to be able to show a profit on this account instead of a loss as last year.

5. MERCHANTS, &c., 2. Credit of £242, 10. 1, which is more than twice as 1902. The credit for this profit is, however, almost entirely attributed to last year. In 1903, the Portuguese practically export all - in 1902, the smaller schippers were the lion's share. This is, of course, accounted for by the absence of the porters at Monte Video for supplies, and it must not be forgotten that in 1903 we reduced the local freight charges charged for produce which was not consigned to us in connection with company's shipping and schooners. I may mention that in 1903 we collected and shipped 1500 bales less than in 1902, thereby decreasing the receipts for these accounts.

3.

WAGGON & COKE COMPANY, 1901. has decreased on account of the better state of the station accounts.

C. H. ALLEN, 1901. Is practically the same as previous years. This year the company has received \$350 only from this company, the mill charges were kept but at time and we have not been called upon to have issued bills so frequently. The decrease in the amount to be accounted for probably by the diminished amount of lumber freight (1500 miles less, and over 3000 miles billable). I will last year express your hope that the P.M.R. would increase the mileage collection from \$6 to \$1.

C. W. MCGOWAN. Decreasing account is slightly larger than last year. The amount is charged as miscellaneous 17% to general bill. The balance, the interests and expenses should consist of insurance, interest upon etc., on the articles delivered may account for the difference.

C. H. ALLEN, 1901. Slightly larger than last year the rest of the office charges are now charged to this account.

C. H. ALLEN, 1901. Shows a considerable decrease of general or incidental bills 1900. The rates of charges kept the general bill as low as possible, and when our men were engaged in lumber country had their wages were not passed through their accounts.

C. H. ALLEN. The present will be able to use the accounts in the same language for as we are concerned at all times unless the profit under the head of Interest & Commissions. The debts are to such lower all round that no record of any sort appears need to be necessary.

I AM,

Yours Obediently,

C. H. ALLEN, 1901.



ENCLOSURES.

Balance Sheet.

Profit and Loss Statement.

London Office Cash Account Balance.

Statement of Items in Deposit Account.

Inventory of Stores at Darvin Harbour.

Inventory of Stores at Koroa River.

Summary of Stock, - East Store.

Summary of Stock, - West Store.

General Summary of Stock of Stores.

Balances due to and from Staff.

Inventory Stores on hand in Camp.

Surplus Yesterdays on hand in Camp.

Required materials on hand 1 - 1900.

Report of Concreter's earnings not credited.

Copy of Stanley Cash Book for 1900.

Copy of Accounts and Rent Returns.

Copy of Stanley Journal for 1900.

List of Store Reutors.

List of Butchery Receipts.

List of Additions to Furniture.

List of Additions to Plant.

Statement of Farm Accounts.

ENCLOSURES.

DUPLICATES (Originals per R.M.R. "Panama", March 2nd.)

Bills of Lading No. 245.

Other Invoices No. 860.

Balances on Stores & Replies to Remarke.

Check of Exchange No. 2321 on Credit Americo Co.	Exch: 9: 7	
To,	5000 on S. Johnson & Co.	1030:130: 6
Do,	2000 on R. Johnson & Co.	930: 6: 8
Do,	2000 on S. Johnson & Co.	172:131: 9
To,	5000 on J. C. Johnson & Co.	44: 2: 9
Do,	2000 on J. C. Johnson & Co.	90: 9: 11
Do,	2000 on J. C. Johnson & Co.	750:131: 8

SHIP "MELITA" ACCOUNTS.

Farewell "MELITA" Accounts.

GENERAL INSTRUCTIONS TO JANKE.

S.S. 1100 Tons Report, February 28.

Balances on Accounts & Reply to Remarke.

Balances on Accounts.

GENERAL INSTRUCTIONS P/L per "Panama".

ENCLOSURES.

List of Freight, No. 2317 on Messrs. G. W. Wilson. 1125:15:1

To,	2500 on Messrs. G. W. Wilson & Co.	180:10:5
Do,		

GENERAL INSTRUCTIONS P/L per "Panama".

List of Total Survey Report, January 1st.

Farewell "MELITA" Accounts.

SHIP "MELITA" Accounts.

Balances on Accounts.

GENERAL INSTRUCTIONS P/L per "MELITA".

SPECIFICATIONS - Wool Skins.

Do.	150	
Do.	170	
Do.	62	
Do.	500	10
Do.	160	1
Do.	52	10
Do.	53	1
Do.	54	

245.

ORDEA.

March 29th,

04.

Sir,

I wrote last per Panama which left here on the 2nd inst., and received per Orpheus on the 17th your despatch No. 976.

No. 976-5. We will carry out your suggestion as to having tanks for the Sissie which can be put in and out when required. We have set up a large davit at the Raafl Jetty for general use in discharging and loading boats, and this will be useful for the tanks. We have the rotary pump which belonged to the Waip - Kelway says that it required about 80 lbs of steam to drive it; if this is so, we should not be justified in going to the expense of setting it up. As regards supplying water to ships, we must be prepared to do it, and I think a glance at the enclosed return of the amount received for this work during the last 5 years will be more or less reassuring. It shows that our average receipts are over \$100 per annum (the Tekeo of course brought up the average), and although I must admit that the labour involved in putting water alongside ships is considerable I think we are hardly justified in saying that we have lost money over it. The whole of the water has been conveyed in 3 tanks in the open boat purchased from Willisons.

3. Par. 4. The crew of the Ranson consists of Captain Thomas, Atherton, one fireman, one man at the wheel, one forward for steam winch, and one aft for the tow rope when used. These six are indispensable at ordinary mail times, and more so when she has to go to Fort William at night. We do not always have to tow it is true, but she usually has to come alongside a Jetty returning from the steamer. I think Mr Blake will agree that it would not do to be shorthanded as he saw for himself what had to be done

J. H. Cobb Esq.,

Managing Director,

LONDON.

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When the Panama was leaving.

4. Par.6. The copy of Messrs Holmeeted & Blake's Articles of Association were ultimately returned to me without having been registered, and no fees were paid.

5. Par.8. The Volunteer Canteen is I believe regarded as a Club, but is neither registered as such or licensed. The Volunteers do not treat their friends at their own expense, but as liquor is cheaper there, they make a public house of it, and the "friends" openly pass money to the Volunteer to make the purchase. The worst feature is that liquor is allowed to be taken away, a privilege of which the fullest advantage is taken. We had a Legislative Council on the 23rd, and I took occasion to ask if the rules had been amended. The Governor produced a copy of the Am. Canteen rules and said that the Colonial Secretary who is now Commandant would investigate the question, and possibly draw up new rules. I hope they are not putting it off again.

6. Par.10. I note all that you say as to Mr Packe's mortgage. I thought that as he was paying us \$800 off the debt, our security for the remainder would not be impaired by a mortgage for \$1000 on the property, and I think the mortgage has been given. You will see that his indebtedness has decreased very considerably - on April 30th his account will I think shew a diminution of some \$6000 as compared with last year. His share in the Fox Bay farm should also be remembered. On his return to Stanley I will talk the matter over with him - he has been away practically all the summer except on flying visits at mail times occasionally. I mention this to let you know that the questions have not been overlooked. I had a talk with the Governor as to the freeholds on Sections 17 and 29, and mentioned the point raised in your 974-1. He says he thinks you are right, but doubts if the Government will refund the purchase money of the 160 acres, the transaction having taken place so long ago. I gather however that the point we are chiefly concerned about is that our title should be recognised for the whole 6000 acres; as to this the Governor says there is no doubt.

7. Par.11. I think this paragraph has been written without a

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full knowledge of the case: you describe the Ross Baker as a lighter without masts or top hamper going ashore on a flat beach and assumed that Captain Thomas was solely to blame. She is decidedly different to the lighters you know, whose bulwarks are cut down flush with the deck, and hardly bear comparison with the Ross Baker where resistance to the wind is concerned. When she was purchased I explained that we intended retaining her cabin at the after part of the main deck and the bulwarks; the strong foremast was likewise retained for the derrick. The cabin has been most useful for stowing packages from the steamers wanted hurriedly or passengers' luggage, and the retention of the bulwarks has enabled us to put quite 300 sheep on the deck and give the quick despatch to the New Zealand steamers that was apparently so much appreciated. But, these bulwarks and cabin offer a tremendous resistance to the wind. Unfortunately too, the beach where she went ashore is by no means flat, both divers reporting that she struck amongst a cluster of sharp rocks which tore the garboard and keel fastenings apart. She went ashore at above half-tide and filled in half an hour - at dead low water therefore it was impossible to see anything of the damage as she had 5 or 6 feet all round her. Whatever the circumstances it is done but scant justice to say that there is a dearth of nautical and inventive talent because within one week of the mishap we had not succeeded in getting her off. It is possible that we might have done so at great expense by means of casks in a week or two, but seeing that she was not likely to come to any further harm I considered it our duty to go to work as economically as possible. We have paid £16 only for the diving, and had we tried to raise her with casks I am doubtful whether without a diver we could have passed chains round her for securing the spars and casks attached. I cannot understand why you should assume that we were doing nothing in the matter. I am very sorry to report that the disaster was due to Sedgwick having substituted whilst Captain Thomas was away in the Fortuna a small anchor for the heavy one she had. You may say that I should have said so in my despatch No. 340; the unfortunate fellow was however dead and

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beyond the reach of blame and I considered that his reputation might be left alone, not thinking that you would have blamed Captain Thomas. Had he been in fault I should have said so.

Sedgwick had many times told Thomas that the original anchor was very heavy, and he could not get it up without 8 men, which at mail time was awkward - Thomas however would not allow a smaller anchor, not considering it safe. The fact that Sedgwick had during Thomas's absence changed the anchors was not known until after the Gravia's cargo had been discharged, December 30th or 31st. Two days after she dragged shore - Sedgwick died at the end of the year. As you compare Thomas so unfavourably with MacLauchlen I feel that I must say that you do not do him justice. MacLauchlen invariably declined and never would be persuaded or ordered to divide his men - he had 8 or 10 and was always with them in the lighter, and this was the bitter complaint of the Kosmos that he would never work more than one hatch at a time. Now we have to put 3 lighters alongside the steamer and Thomas has to leave them to others. MacLauchlen had not the Samson to run and had more time to attend to lighters. I am bound to assert that the floating property is handled now as well as ever it was, and I think Mr Blake will support me when I say that the Samson requires a lot of handling in weather such as the Panama experienced. When I add that Captain Thomas brought the Samson alongside the Capricorn which was herself alongside the East Jetty, without a scratch Mr Blake will also agree that it required skill. No; whatever his faults, and I am by no means ignorant of them, Capt. Thomas is neither careless nor unskillful. When Rose had the tug it was the rule rather than the exception for her to return to her anchorage without having done some damage to herself or some other craft, and I am glad to say that we have had but few instances since Thomas has had charge.

8. The moorings of the tugs have fairly constant attention. The J.P. Smith was moved to the Willscott and just lately we have provided her with a good second anchor and a mooring swivel. Captain Thomas is now mooring the Glengowan with a swivel, using as a second anchor one lately purchased from the Government.

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Formerly one anchor was sufficient, but as coal is removed and the hull comes higher out of the water, the resistance to the wind is greater and she must be moored. The Capricorn and Vicar of Bray have both been used for the reception of cargo from the Inca, and will be properly anchored in their respective positions. The Seaman and Plym both have good moorings, which have been put to good tests lately.

9. I regret that the back end stay in the Saxon's boiler which was temporarily patched about two years ago is leaking badly, and must be repaired. Owing to this she cannot be used for the Rosa Baker for some time. When we succeeded in floating the latter on to the sand beach in front of the Office the tides were neap, and she has filled again since. Before attempting to leave her down for repair the carpenters would have to consult the tides, and we decided to try and get her sufficiently high up to enable them to do the necessary work at low water without heaving down. Now we must wait for the Saxon's pumps and get the lighter ready at the top of high water spring tide. There is really no great hurry or urgency in the matter now that she is in such perfect safety, and the object I have in view is to get the work done at as low a cost as possible.

10. Par.13. You will have learned that Atherton has mastered the oil engine alright, but we are glad to have the valuable book sent, I am ~~glad~~ sure you will agree that it was far better that Atherton should have solved his difficulties without going to North Arm; for irrespective of the inconvenience of his absence from Stanley, I could hardly make such an infra dig. suggestion to a certificated engineer to go and learn from Harris, who has no certificate. Atherton has not asked for a driver, and is not by any means likely to do so.

11. Par.14. I will call Mr Morton's attention to the omission to cable the departure of the Dwarf. They have lately observed a good deal of secrecy in the movements of the gunboats and he may not have known of it. The Beagle was supposed to have left for here on February 10th, but did not do so.

12. Par.17. I regret I omitted to advise you that the 3 casks

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or sealskins shipped per Oropesa were consigned to us by Arthur Harvey of Port Stephens - the contents were declared as 68.

13. Par.18. This is the first time I have heard of an 8 day chronometer from the Great Britain - in my time according to my recollection we had 1 chronometer by Birch, and some years ago purchased a second from Rowlands, by Fredshaw I think, for £20. I have a distinct idea that you wrote to Mr. Baillon disapproving of this purchase and suggesting that it should be re-sold when an opportunity offered; I cannot however lay my hand on the correspondence, in which I believe the history of the Birch was mentioned. In 1902 Mr Girling hired the Rowlands chronometer to the "Antarctic", and I have a letter from Dr Bordenkjeld agreeing to pay the £20 for this. When it was decided to send the Fortuna to Monte Video for repairs I asked the Navigating Lieutenant of H M S Cambrian to give the Birch a rating - he turned it over to the Nymphe as it was unsatisfactory, and Lieut Watson eventually told me that it was not trustworthy and should be overhauled. Captain Hayes took it home, had it repaired in Liverpool, and brought it back in the Greta. This is the only chronometer we now possess, but it occurs to me that it may be possible that Rowell may have had charge of the 8 day, and have left it with his own in Mrs Natt's charge. We used to pay him a small sum annually for keeping chronometers.

14. Par.19. I am really not able to offer any suggestion as to the cheapest method of importing gunpowder, except that I might be able to get one of the gunboats to bring an occasional case down from Monte Video if required. At present we have a fair stock, and now that we are selling cartridges to our own men at a lower rate, the sale of powder for refilling is likely to diminish. Mr Allen specially asked us to make the price as low as we could to get the gosse thinned down.

15. Mr Polton and myself have received from the Government a reply to our letter on the subject of geese to the effect that a circular has been addressed to all sheepfarmers on the subject.

16. Par. 21. Mr Stubbsrauch wrote last mail stating that in accordance with your instructions he had had our telegraphic ad-

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dress at Sandy Point. A message sent through him from Mr Shires to the Admiralty works out at about 4/11 per word, namely 13 ccs - £47.32 & 16 5/16, - £3.4.1.

17. The California arrived here for wool on Saturday, March 12 instead of the Corcovado which would have been too late. We had then over 1300 bales in the Hulk and another 250 in the Hornet, Fair Rosamond and Richard Williams. I happened to be away in the Fortuna at the time, for having suggested to Mr Sharpe the third week of March, I did not anticipate that a steamer would have been here anything like so soon. He had cabled to Stubenrauch to let me know by the Panama, but the telegram was overlooked.

Captain Lawrenson said he had room for 2000 - 2500 bales, and Mr Girling thereupon despatched the Hornet and Fair Rosamond immediately after being discharged, to Berkeley Sound in order to make up the promised 2000 bales, the Fortuna being expected back daily. These schooners returned on Sunday afternoon with 300 bales, and we got back in the Fortuna with 340 on Monday. Consequently we were exceedingly disappointed to learn that the California could not take more than 1550 as it appears that the Valparaiso people calculated that our bales were small like those from Sandy Point. It was only on Mr Girling's strong representations to Captain Lawrenson that they took as many as they did.

At midday on Monday when there were 630 left in the Hulk, all our own wool, Captain Lawrenson told Mr Girling that they could take only 150 - 200 more, which would have been disastrous simply. On Mr Girling's explaining the position Captain Lawrenson agreed to do his utmost - the third class deck was filled with wool, and the balance stowed at both ends of the promenade deck. She left at daybreak on Tuesday morning leaving 550 bales in the schooners. A letter was sent to Wilsons Monte Video asking them to cable to Mr Sharpe that we expected to have 1000 bales for the Oruba, but I fear the message may not have arrived in time for the space to be reserved.

18. 978-8. The Government have not so far imported any house coal by the P.S.A. steamer, and have purchased 25 tons from our stock.

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19. I regret to report that the North Wales coal sent in the QUITA is quite unsatisfactory. We tried it in the PIKE in a trial trip, and the steam dropped from 90 lbs to 40 lbs running from abreast of Mr Packe's jetty to the Naval Works. We shall utilise it for lighting up, and then use the coal ex WILLSCOTT for steaming. We cannot even burn it on the schooners, but fortunately have about 50 tons of Cardiff coal left.

20. As Dear Brendon leaves for England by this steamer we should be glad to know when the South American Missionary Society will authorise to draw upon them for the usual quarterly account.

21. I have agreed to let the "Ship Hotel" to G.B. Smith, eldest son of Mr G.P. Smith of Johnson's Harbour. I believe him to be thoroughly respectable, and trust that he will succeed at the business. I feel very thankful that someone has come forward, for owing to the operations of the Canteen, the absence of H.M. Ships and the decrease of employment at the Naval Works the liquor trade is by no means flourishing. I had to promise Rutter a reduction of rent to induce him to keep the place on, - Smith hopes to get people to stay at the Hotel and thus increase the earnings.

22. I received a letter from Stiberman & Co. informing me that their barque "THORA" had been chartered to take wool from Port Howard and Port Stephens. It is somewhat disconcerting to say the least of it, that Messrs Dean should not have told us that they did not wish us to collect their produce this year. I have told Mr Hannah that for shipping their stores ex INCA to Port Stephens we must charge more than the usual coasting rates. Mr Mathews asked to have the Port Howard stores shipped at the lowest possible figure, - I have told him that with no return freight to Stanley, we cannot charge less than 15/- per ton. I have also charged for storing etc, and enclose the account (copy) as I should like to have your opinion as to its reasonableness or otherwise. Ought we not to inform clients that for stores imported by them, and stored by us, we do not take the risk of

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fire unless so instructed? If we take this risk I should like to have a scale of charges. I propose to make Port Stephens pay £1 per ton freight,- if they do their business entirely outside us it is a question whether we should not charge them interest and commission at the same rates as J.L.Waidron Ltd.

23. Mr Girling's agreement will expire on the 34th August next,- I assume that I am at liberty to extend it in the same way as my own was, that is to say at £400 per annum, subject to six months' notice on either side.

24. At a meeting of the Legislative Council on the 23rd inst. the accounts for 1903 were presented. The Revenue exceeded the expenditure by £3047, and the statement of Assets and Liabilities shows a balance of Assets of over £100 as against the previous year's balance of Liabilities of nearly £300. This is extremely satisfactory,- the Governor mentioned that in 1902 the Directors of the Falkland Islands Company addressed a very strong representation to the Colonial Office, to the effect that the finances of the Colony were in a bad way, and I said that the Directors would share the satisfaction of the Unofficial Members at the great improvement shown. The Governor asked for the appointment of two more travelling Schoolmasters, one for the West and another for the North Camp, which was agreed to.

25. On reading over my despatch No 243, per PANAMA, I find an error in typing paragraph 24 as to G.Thompson's dismissal, which may not have been rectified. The second sentence should read "The dismissal was apparently not confirmed by the Govt., who sent Thompson back almost immediately."

26. John Cameron, shepherd at North Am, has to leave our service on account of illness. Although not eligible, I believe, for pension I give the subjoined record of his service, which has been sent in from Darwin:- Entered employ December 10th, 1884 on five years' agreement, wages £3:15:0 to £4:11:8 per month. Received £5 in 1887, £5:10:0 in 1890, £6 in 1895. Paid off on March 10th 1904.

10.

37. We are sending by this mail the box of digestor fittings - we intended sending this by the California, but it was overboard until the last moment when all space below deck had been filled with wool. The case was addressed at Darwin to Barker and we have let it go as it is - you will have the Bill of Lading.

28. Par.22. I have just received a letter from Mr. Hannan informing me that Mr. W.M. Dean has arranged with Spearing & Waldron to pick up their produce by a sailing vessel calling at Port Stephens about the middle of April.

29. Par.13. Since writing this paragraph the Fortune has returned to Stanley, and I have learned from Bowlands that when he went home in 1893 he took both the Birch and the 8 day Chronometers, had them cleaned and brought them back in the Fortuna. The 8 day was handed over to the late Captain Thomas for the use of the Thetis about 2 years before she was lost, and went down with the vessel.

30. I have just received a note from the Governor asking for passages to be reserved in the Victoria leaving on May 25th, as he has applied for leave of absence.

I am,

Sir,

Your obedient servant,

ENCLOSURES.

REMARKS. (Originate per "California", March 14th.)

Record of Passage No. 2330 on Mrs. J. B. Wardon, 31253:5:1

do. No. 2330 on J. B. Wardon & Co. 160:0:5

Setting Measurements for February.

Copy of Final Survey Report, Passage "Burle".

Passage "Burle's" Account.

Statement on account.

Specification & B/L per "California".

REMARKS.

Copy of Stanley Pass Book for January.

Copy of Stanley Journal for January.

Cash Receipts, Cash & Post Office.

Bank Advances, Post Office.

No Advances Taken for Revenue Material.

Issues on Stores & Replies to Remarks.

Paper of Passage No. 2330 on Acct. Gen. H.M. Navy. 226:12:4

do. 2332 on S.A. Miss. Society. 46:12:2

Two hundred dollars on Bank of Ireland, £10.

Two copies of S.A.H.M. Account to March 30th.

Copy of Greenwich Island Account for H.H. Cobb.

Copy of Mrs. Johnson's Account, for her.

Copy of Ward's Report, March 30th, and copies.

Extract from letter of A. Neir, February 14th.

Statement of Receipts from water supplied to ships.

Fifteen copies of Client's accounts current.

Copy of letter to Pinto Barro & Co.

Shipping Report.

Remarks on Accounts.

Statement on Accounts.

Letter for F.R. 200.00.

Specie	Wool.	Skins.
1.0	59	1
2.	242	5
T.R.	123	
T.E.		15

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Oravia.

April 25th

04.

Sir,

I wrote you last per Oruba which left on the 29th ultimo and received per Orata on the 13th instant your despatch No 977.

2. 977-1. I am glad to learn that the Speedwell wool was forwarded promptly from Liverpool - it was very good of Capt. Hayes to take it on deck and stow below after leaving here.

3. Par.7. I fear very much that we should never recoup the outlay of a slip in Stanley. The prime cost would be heavy and the expense of placing the necessary appliances for hauling up would be very considerable. We are always able to heave a small schooner down at the East Jetty, but it does not seem, according to what was said at Monte Video, feasible to haul the Fortuna on a slip. As regards the Samson we might find some spot on the West Falklands, possibly at Beaver Island, where she could be beached and attended to, but one is so far away from Stanley. Atherton would like the propeller shaft drawn as he fears the bushing must have worn considerably by now, and sooner or later we shall have to put in the spare bush sent out with her. I am glad to say that he has replaced the back end stay which was worn out he was just able with the tap sent out to get sufficient thread to hold a new stay of the same diameter as the old one. With good washers and lagging over the nut of plaster of Paris and asbestos this will no doubt last well. So far as we can see there is no other back end stay defective, but the back end plate has bulged badly, where all those defective stays have had to be replaced.

F. E. Cobb Esq.,

Managing Director,

Stanley.

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stays connecting the combustion chamber and the outer shell are rather bad, the washers having corroded, and there is consequently a slight leakage. Otherwise the boiler is in good condition.

4. Par.10 & 11. We will see that the word "Limited" is used on the despatch heading - I have noted the double number of despatch No 239.

5. Par.12. If a steamer should leave Lisbon two days late at any time, a cable message would certainly enable us to save a good deal in labour and coal on the tug. One word would be sufficient, and if you would arrange a set of words chosen from the spare words at the end of the A 1 code meaning 2, 3 or 4 days late I should understand the message and should be very glad to know of it.

6. Par.13. The alum was required for refining the Tallow at Goose Green, and I have always understood that burnt alum was more or less indispensable for the work there. Mr Mathews I know made a great point of having it, and I believe that Mr Allan also liked to have it. He wrote me that he had ordered it direct (that is, not through the office) at the same time as the arsenic; this article was sent and he understood that the alum would follow. When he sent to me for it I knew none had arrived, and asked Morton to supply if he could, but if not to send you a cable. Owing to the trouble with the men and the consequent delay with the work at Goose Green it has arrived in time to be of use.

7. Par.14. I must ask you to allow me to defer going into the question of Insurance for the present. My absence at Lively Island and the work connected with the Fair Rosamond has taken up all my time. It has occurred to me that have a very great amount of property uninsured, and I am glad that the Directors will go into the matter. I would only say at present that I do not consider there is much risk with the Camp houses. I know of only one burnt down, on Mr Felton's camp, and after this I wrote at his request to the Royal, asking whether

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they would quote a special rate. I told them that the risk was small, for in view of the fact that these houses are something like ten miles apart from any other shelter the occupants were most careful about fire. They quoted 10/- £ for stone houses and 20/- £ for wood. In the case of an insurance at Port Stephens they declined to lower the usual Stanley rate for wooden buildings, 25/- £, for the reason that in case a fire broke out, there could be but little chance of extinguishing it in such an isolated spot.

8. Par.15. I am glad to learn that the P.S.N.C. have met us so fairly in the matter of freight on Read's Settled Ale and Stout, and this should enable us to continue importing their brand solely. We will bear in mind your remark about shipping as much as possible by cargo boat, but our difficulty is that we do not always know when one is likely to call.

9. I shall be glad to have another shipment of another 50 tons of House Coal in bags as before by a mail steamer when ever most convenient to the P.S.N.C. Mr Allan has mentioned that he would like to know that there is plenty here, and we are constantly receiving orders for 5 and 10 tons for the Camp Messrs Facke Bros burn coal at both Fox Bay and Dunrose Head, and Mr B. Stickney, Dr. Born and Mr Hennah also use coal. I find it most convenient to have it in bags, and keep a certain quantity stored on the Great Britain for shipment round the Islands. After discharging wool from a schooner it is a great saving of time to lower the coal into her from the hulk, and the extra 4/- per ton for bags is more than worth the money. If a mail steamer has anything under 100 tons of cargo for here, it would no doubt meet the convenience of the P.S.N. to send us coal, but please do not send more than 50 tons on the same steamer. We could do with two shipments between now and the end of the year.

10. Measrs Th. Bracht & Co., of Antwerp, wrote me with reference to the export of live sheep from here, mentioning a freight of 10/- per head, fittings to be for account of the

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steamer. I have circulated the letter amongst the farmers, and enclose a copy of my reply to them in case you should hear direct.

11. Mr Merton in reply to my letter states that the sailing orders of H.M.S. "Dwarf" did not allow sufficient time for a cable answer to have been received from London.

12. Owing to the necessity to send Captain Thomas with the Samson to Lively Island, we have lost another tide during which we intended attempting to get the Rosa Baker higher up on the sand to enable the Carpenters to get at the vessel.

13. You will find enclosed in the Gazette for March a copy of a circular letter addressed to the sheepfarmers by the Government on the subject of the recent Land Ordinance.

14. I enclose a copy of a letter from the Colonial Secretary offering us a 21 years lease of the 1120 acres of land at Hillside, and a copy of my reply asking whether the Governor would be willing to sell this and the Reserves to us.

15. I much regret to report the loss of the schooner "Fair Rosamond" on Prong Point, Lively Island, on an outward voyage from Stanley, full of cargo. Financially, the loss will be as great to us as the loss of the "Thetis", but the Directors will have been glad to learn from my telegram that there has been no loss of life. She left on April 14th for Keppell, Went Point and the Chartres; the wind having been from North and East and the gales high, Osborne went South about in order not to lose time getting to the Westward. After leaving Stanley, the wind came out E.N.E. and he set his course from the Wolf Rock S.W. by S. southerly, to clear Prong Point and Shag Rocks. About 11 p.m. a dense fog set in, there being a light breeze, and the same course was kept up to 2 a.m. when the wind died away, and about 2.15 the look-out man reported breakers. An effort was made to haul her up to the wind, but there was no steerage way and she would not answer her helm. The boat was then lowered to try and tow clear, but the long swell from the Eastward lunched her ahead and in ten minutes time she

struck, evidently on the reef outside the Eastern arm of Prong Point. The sea was breaking right close to the bow and there was the immediate danger that it would swamp the boat alongside - Osborne therefore lost no time in getting the passengers and crew into the boat to get clear of the breakers. The passengers fortunately had been warned as soon as danger was reported, and had had sufficient time to dress. They consisted of Mr A.H. Felton and daughter, Mrs Perry, a daughter of Henricksen's about 13, and one of Mrs G.S. Williams's children, a boy about 7. There was no time to get anything into the boat from the schooner except the binnacle compass. The boat was rowed clear of the breakers and made ~~up~~ fast to the kelp until daylight. At daylight, about 6.30 a.m. there was still a dense fog, and the boat was rowed North along the East shore of Lively just at the edge of the kelp. Owing to the fog they could not tell where they were, and about 9.30 they landed on North East Island, still not knowing their whereabouts, and waited to see if the fog would lift. About 11 a.m. the fog lifted sufficiently to enable them to see the mainland, to which they then rowed the boat and landed on Lively. After wandering about considerably, they reached the Dip about 3 p.m., and found Mr G.Cobb with his men, the whole party getting to the house about 4. On Saturday the 16th, Mr George Cobb sent the news to Darwin by his cutter, and Mr Allan sent a man through on Sunday to let me know. I had the Hornet in Stanley and had the wind been fair would have sent her out. On Monday morning, however, there was no wind and a low glass, and I decided to go round at once in the Samson to see if anything could be done. We got away at 11.30 arriving at Lively before 6, and next day I rode over to the wreck with Captain Thomas. We found her driven up on to shelving rocks working heavily with the fresh wind from the W.S.W. - had there been a boat on the spot it might have been possible to get on board for an hour at low water and get some of the passengers boxes. Next morning, the 20th, the wind was blowing a gale from the S.W. and

during the forenoon she broke in half at the main hatch and was completely smashed. The bow was evidently on a shelf of rock and with the wind from the South the wind smashed over her stern and broke her bodily in halves. A certain amount of the wood from the cargo was on the beach, but practically useless; most of the cargo washed away to sea and there is consequently there is no salvage. I therefore returned to Stanley on the Samson on the following day with the passengers and crew. I have questioned Osborne closely, and he assures me that he was up and down continuously, and that he always found that the vessel was on her course. The last sight he had of the land was off Port Harriet about 6 p.m. and he was intending to alter her course towards the Beaufortine Islands as the fog, instead of lifting occasionally as it had done, seemed to have settled down for the night. I am of opinion that when the vessel struck in a dense fog and they found breakers all round, he did right to get all safely into the boat at once. He says that but for the passengers he would have returned to the schooner in the morning, and might have got out some boxes. They did not, however, know where they were and it was imperative to get to some settlement for food and shelter. Mr Felton speaks highly of Osborne's conduct when the vessel struck - he kept his head well. Mr Felton's loss is very serious. In addition to goods purchased from us which were insured he had a large quantity of valuable luggage. He had been to Buenos Aires and made several purchases, all of which were on board. He had also goods shipped from England and 12 rams purchased on the East Falkland. He values the total at £140 at least, and tells me that he called at the office one morning to see me with reference to this insurance, but I was away at a meeting of the Legislative Council and he did not think of it again. I told him that our own loss was so serious that I feared we could not afford to recompense him in any way. One incident makes it somewhat harder for him - when breakers

7.

were reported he advised all below to get dressed, within ten minutes they struck and he got hold of his coat, his daughter's dressing case, and a gladstone containing the most valuable of his goods, including £15 in Government notes. He was prepared to get them in the boat, but thought of the tell-tale compass in the cabin. As he tore this down they told him to come up at once - he left his own things and dashed up with the compass into the boat, to find later that Osborne had already got the binnacle compass from the deck. Another very hard case is that of Mrs Perry, a daughter of old Goodwin of Roy Cove, just lately married. Her husband is at Keppell and she came to Stanley with £110 to purchase furniture and stores to take out. She had £35 left in Government Notes in one of her boxes and has therefore lost everything she possessed. Seeing that the Schooner is insured in our own Underwriting Fund I have not told Osborne to extend a protest, but got him to note in case Mr Anson's wine from England was insured through to the Chartres. I am writing to the suppliers, Messrs G.F. Grant & Co. 24 Rood Lane, about this. An Official Enquiry is to be held at noon to-day to which I am cited as a witness. I really do not know why they should summon me there as I cannot tell the Court anything about the stranding. If possible, I will report some of the proceedings. Captains Thomas and Willis are the Nautical Assessors - there is a certain amount of irony in the appointment of the latter as an assessor, for he has had the schooner piled up more times I believe than any other Master here.

16. I enclose a list of Insurances on stores in the schooner amounting to considerably over £500, which with the value of the schooner £800 makes a total of about £1350. This appears to be to be a very large risk to take in one bottom, but is a matter for the Directors.

17. The loss of the schooner must bring the question of a coasting steamer to a head, for before next wool season we must

have either the steamer or another schooner to take her place. According to my last advice, the P.S.M.C. had decided that the cost of building a steamer would be prohibitive, and that they were looking out for a suitable one to purchase. The Governor has now sent an official letter inviting them to tender for a steam service with Punta Arenas, halving the calls of the Ocean mailroute. I understand that he put this before the Colonial Office and that they have instructed him to make the opposition officially to the P.S.M.C. I suppose we may manage to operate along somehow with the Fortune and Hornet, but the drawing out of the West Falkland mail service will be a problem. The difficulty is the Chartres work, which means for the fortuitous trips, for each of which one cannot reckon less than one month. He can always afford to let a schooner call at the Bay stations, but cannot afford to let her wait there to bring in the return mail. In addition to the Chartres work, I have the following trips mapped out for the Fortune:-

Boy Cove, Saunders and Keppell.

Harting Point and Parry Head.

Keppell, Beaver and New Island.

Beaver for Tallow.

Beaver for Tallow.

Port Edward for Tallow.

and later on the sheepskins and tallow must be fetched from Hill Cove and Boy Cove. I had thought of commandeering the schooners, but understand that she has been allowed to run down in poor sails and general condition. One of the sealing dogships offered as a Nova Scotia schooner, but these being of soft wood are out of the question. I enclose a copy of a letter from Mr Beynard to Mr Fallon offering the "Maria Columba", 30 tons, for sale for £500; this I understand is a strong French built vessel originally rigged as a barque-mast brigantine. She is however a noted bed-stayer, a fatal defect for coasting round these Islands. Her topgallants are nearly as long as her lower-gangs, and I fear she would not suit us in spite of her carrying

9.

18. April 26th. The verdict of the Court of Enquiry as to the loss of the Fair Rosamond, yesterday, was to the effect that the Master was exonerated from all blame - the course steered was proper and sufficient to clear the vessel of all danger, and the disaster was due to the strong inset of the tide. The Master acted rightly in taking to the boat with passengers and crew when he did. All the same we know now that it would have been wiser to have put the vessel out when so dense a fog came down. I think myself that Osborne, knowing that the old craft was shaky, did not wish to be too far out. When Mr Blakes went in her to Port Howard, she opened out quite 6 inches at the covering boards by the mainmast, and I had had two dozen reefed and four strengthening straps fastened to the deck beams and stringer or shelf. This expense was unfortunately thrown away. I have cabled to you ROSAMOND
ARRIVED SAFELY FROM POINT SCOTTANDO.

I am,

Sir,

Your obedient servant,

J. M. Macdill
Captain

Enclosures.

Duplicates. (Originals per "Druce", March 30th)

Scrapbook No. 245.

Copy of Stanley Cash Book & Journal for January.

Store Indents, No. 331.

Remarks on Stores, and replies to Remarks.

Second Exchange N. 2331 on C. G. Navy. £26-13-6

" " 2332 on S. A. Missionary Soc. £ 6-12-2

Copy of S. A. Missionary Party Account, to March 30th

Mt. Allan's Report, March 25th

Statement of Receipts from Sale of water to Ships.

Remarks on Accounts, & replies to Remarks.

Statement on Account.

Specification and Bill of Lading for "Druce".

Originals.

Copy of Stanley Cash Book, February & March.

Cash Books, ^{Journal} Cash & Diet Store, " "

Stanley Ledger Balances - March 31st

Store Indents N. 332.

Remarks on Stores & Replies to Remarks.

First Exchange N. 2330 on Colombia to 237-11-10

" " 2331 on Sec'y U. S. Navy \$1702.85.

Coasting Insurances for March.

Insurance on Produce Return, N. 46.

Stanley Wages Return, Gr. ended 31 March.

Canep " " "

Mt. Allan's Report, April 22nd & copies.

List of Insurances per Fairwood:

Copy of letter, Rayner to J. J. Gilson re "Maria Columbia".

" " post Th. Bratt 17th with upg. house, and upg.

" " " " in Oaktree Steamer.

Similar letter to Sheep Farmers, re Coal Ordinance.

Copy of Dr. D. Murray, P. G. C. caring for Falkland Island.

Shipping Report.

Remarks on Accounts, & replies to Remarks.

Statement on Accounts.

Letter for H. Cobb Esq.

10.

P.S. 19. Have just received from the Colonial Secretary offering us a lease of the Bull Point Reserve of 1280 acres at the rate of £25 per section. Seeing that we have never been called upon to pay rent for over 50 years for this small lot it is rather low of the Government to exact rental now; and I should think that after over 50 years occupation of the land we should be entitled to hold it rent free until utilised for the purpose for which it was originally reserved, namely, I believe for the erection of a lighthouse. The last paragraph of the letter answers my enquiry as to whether the Government will sell us the small Bull Point piece and the Reserves. This enquiry was prompted as a result of a conversation between Mr. Blaikie and the Governor, who said then that he saw no reason why we should not purchase these Reserves; another instance of the difference one usually experiences between the Governor's sentiments when personally expressed and when officially described on paper.

20. I enclose a copy of a letter I have just written to the Receiver of Wrecks, who is attempting to make us pay the costs of the Inquiry into the wreck of the Fair Rosamond. I did not ask for the Inquiry, but they evidently want to make as many, if possible. There is a special Ordinance dealing with Wreck Inquiries - No 3 of 1899.

21. The Gravida arrived at daylight on the 27th, bringing two cable GRASSTANOS. She will leave about noon. I have forwarded a letter to Mr. West Coast Manager at Valparaiso, informing him that the Antisana will call here about May 20th for 3000 bales. By that date, I expect to have quite that number on hand in spite of the loss of the Fair Rosamond.

I am,

Sir,

Your obedient servant,

ENCLOSURES.

Copy of letter from Colonial Secretary, 26th April

* * to Receiver of Wrecks, 26th April

* * to P.R.O.C., 26th April

Supplementary Statement on Accounts

Copy of R/L and Specification per Gravia

Copy of V.C. Accounts.

999

1000