

APPENDIX I

Extract from the Convention Between His Imperial Majesty, the Sultan, His Britannic Majesty, and His Majesty, the Emperor of the French Dated 27 June 1855

Article I: Her Majesty the Queen of the United Kingdom of Great Britain and Ireland undertakes to recommend to Her Parliament to enable Her to guarantee, jointly with His Majesty the Emperor of the French, and severally, and His Majesty the Emperor of the French engages, subject to the ratification of the Legislative Body of France, to guarantee, conjointly with Her Britannic Majesty, the Interest of a Loan of Five Million of Pounds Sterling to be raised by His Imperial Majesty the Sultan.

Article II: The Interest payable on the said loan of Five Millions Sterling shall be at the rate of Four per cent per annum.

There shall moreover be paid by the Sublime Porte the further rate of one per cent per annum on the whole Capital of Five Millions Sterling, by way of a sinking fund.

Article III: The Interest and Sinking Fund of the said Loan shall form a charge on the whole Revenues of the Ottoman Empire, and specially on the annual Amount of the Tribute of Egypt which remains over and

above the Part thereof appropriated to the First loan, and moreover on the Customs of Smyrna and Syria.

His Imperial Majesty the Sultan engages that he will cause to be remitted to the Bank of England on or before the Twenty-fifth of June and 25th of December in each year, the full amount of One Half Year's Interest and Sinking Fund on the whole Amount of the said Loan to be raised under the conjoint Guarantee of Her Britannic Majesty and of His Majesty the Emperor of the French, or on so much thereof as may be raised, until the whole Capital shall be repaid.

Source 2A161/7, Bank of England Archive.

APPENDIX II

Declaration Exchanged Between the British and French Governments Relative to the Turkish Loan Signed at London July 27, 1855

Whereas by the Convention signed at London on the 27th of June 1855, between great Britain, France and Turkey, for the guarantee of a loan of five millions sterling, to be raised by His Imperial Majesty the Sultan, His Imperial Majesty engaged that he will cause to be remitted to the Bank of England, on or before the 25th of June and 25th of December in each year, the full amount of the said loan, or on so much thereof as may be raised, until the whole capital borrowed shall be repaid.

And whereas in consequence of the guarantee contained in the said Convention, the Governments of Great Britain and of France are conjointly answerable for the payment of the interest on the said loan.

It is agreed between the Governments of Great Britain and of France:

That in the event of the Turkish Government failing, in whole or in part, so to remit the amount of the half-year's interest, the British Government shall advance the amount which may be necessary to enable the Bank of England to pay the said interest at the appointed time; that the British Government shall then transmit to the French Government an account of the amount so advanced; and that the

French Government, on its part, shall immediately remit to the British Government the half of such amount; it being understood that any sums so advanced by the British and French Governments shall be proportionately repaid to them out of any funds which may be remitted by the Turkish Government to the British Government.

In witness whereof, the Undersigned, being duly authorized by their respective Governments, have signed the present Declaration, and have affixed thereto the seal of their arms.

Done at London the twenty-seventh day of July, one thousand eight hundred and fifty-five.

Signed CLARENDON
F. DE PERSIGNY

Source 13A484/7/4 Bank of England Archive.

APPENDIX III

Extract from 18 & 19 Victoriae Cap.99

An Act to Enable Her Majesty to carry into Effect a Convention Made Between Her Majesty, His Majesty the Emperor of the French and His Imperial Majesty the Sultan [14th August 1855]

Whereas His Imperial Majesty the Sultan had addressed Himself to her Majesty and to His Majesty the Emperor of the French to obtain Facilities for raising a Loan in order to enable Him to prosecute with Vigour the War against Russia in which He is at present engaged in conjunction with their said Majesties His Allies: And whereas a Convention has been signed between Her Majesty, His Majesty the Emperor of the French, and His Imperial Majesty the Sultan, in which it was agreed as follows:

Article I: Her Majesty the Queen of the United Kingdom of Great Britain and Ireland undertakes to recommend to Her Parliament to enable Her to guarantee, jointly with His Majesty the Emperor of the French, and severally, and His Majesty the French engages, subject to the Ratification of the Legislative Body of France, to guarantee, conjointly with Her Britannic Majesty, the Interest of a Loan of Five Millions of Pounds Sterling to be raised by His Imperial Majesty the Sultan.

Article IV: Their Majesties the Queen of the United Kingdom of Great Britain and Ireland, and the Emperor of the French, being desirous to save the Sublime Porte the Expenses of Remittance, consent to undertake to transmit to the Ottoman Government, the proceeds of the above-mentioned Loan of Five Millions Sterling to be raised under the conjoint Guarantee of Their Majesties. With this view it is agreed that the Contractors for the said Loan shall pay the Proceeds thereof into the Bank of England for the Account of the Turkish Government, to be transmitted to the Sublime Porte by the Agency of the Governments of England and France.

And whereas in pursuance of Her Majesty's gracious Recommendation in this Behalf, it is expedient that Her Majesty should be enabled to carry into effect the said Convention: Be it therefore enacted by the Queen's most Excellent Majesty, by and with the Advice and Consent of the Lords, Spiritual and Temporal, and Commons, in the present Parliament assembled, and by the Authority of the same, as follows:

- I. It shall be lawful for Her Majesty and She is hereby authorized to guarantee, jointly with His Majesty the Emperor of the French, and severally, the Interest on the Loan to be raised by His Imperial Majesty the Sultan, not exceeding Interest at the Rate of Four Pounds per Centum per Annum on a Sum of Five Millions of Pounds Sterling, upon the Terms and Conditions set forth in the said Convention, and for that Purpose, the Commissioners of Her Majesty's Treasury are hereby authorised to cause to be issued from Time to Time out of the Consolidated Fund of the United Kingdom, or out of the growing Produce thereof, such Sums of Money as may at any Time be required to be paid to fulfil the Guarantee of Her Majesty in respect of such Interest as and when the same Interest may from Time to Time become payable, conformably to the Tenor of Her Majesty's Engagement as specified in the said Convention together with the attending Charges of Management thereon; provided always that such Charge for management shall in no case exceed the rate of Three hundred Pounds per million of capital on which such interests shall be so payable.

- II. The Commissioners of Her Majesty's Treasury shall cause such Sums as shall be from Time to Time paid in or towards the repayment of any money issued under this Act in respect of the said Guarantee of Interest to be carried to and form Part of the said Consolidated Fund.
- III. The Commissioners of Her Majesty's Treasury shall cause to be prepared, and shall lay before Houses of Parliament in the Month of February in every Year if Parliament be then sitting, and if Parliament is not sitting, then within Fourteen Days of the next Meeting of Parliament, an Account up to the Thirty-first December then next preceding of the total Sums (if any) which shall from Time to Time be issued and applied by virtue of this Act for paying and satisfying any interest so agreed to be guaranteed by Her Majesty, and any Charge for Management of the said Loan, and also of the total Sums, if any, which may have been repaid in respect of any Advances for Payment of such Interest under the Act.

Source 18 & 19 Victoria Cap.99, 14 August 1855, Eyre and Spottiswoode, London, 1855.

APPENDIX IV

Annex to the Preceding Convention [Convention of Defensive Alliance Between Great Britain and Turkey with Respect of the Asiatic Provinces of Turkey] Signed at Constantinople, 1st July 1878.

The Right Honourable Sir A. H. Layard, G.C.B., and his Highness Safvet Pasha, now the Grand Vizier of His Majesty the Sultan, have agreed to the following Annex to the Convention signed by them as Plenipotentiaries of their respective Governments on the 4th June 1878.

It is understood between the two High Contracting Parties that England agrees to the following conditions relating to her occupation and administration of the Island of Cyprus:

- I. That a Mussulman religious Tribunal (Mehkeme-i Sheri) shall continue to exist in the island, which will take exclusive cognizance of religious matters, and of no others, concerning the Mussulman population of the island.
- II. That a Mussulman resident in the island shall be named by the Board of Pious Foundations in Turkey (Evkaf) to superintend, in conjunction with a Delegate to be appointed by the British Authorities, the administration of the property, funds, and lands belonging to the mosques, cemeteries, Mussulman schools, and other religious establishments existing in Cyprus.

- III. That England will pay to the Porte whatever is the present excess of revenue over expenditure in the island; this excess to be calculated upon and determined by the average of the last five years, stated to be 22,936 purses, to be duly verified hereafter, and to the exclusion of the produce of State and Crown lands let or sold during that period.
- IV. That the Sublime Porte may freely sell and lease lands and other property in Cyprus belonging to the Ottoman Crown and State (Arazi Mirie ve Emlak-i Humayun) the produce of which does not form part of the revenue of the island referred to in Article III.
- V. That the English Government, through their competent authorities, may purchase compulsorily, at a fair price, land required for public improvements, or for other public purposes, and land which is not cultivated.
- VI. That if Russia restores to Turkey Kars and the other conquests made by her in Armenia during the last war, the Island of Cyprus will be evacuated by England, and the convention of the 4th of June, 1878, will be at an end.

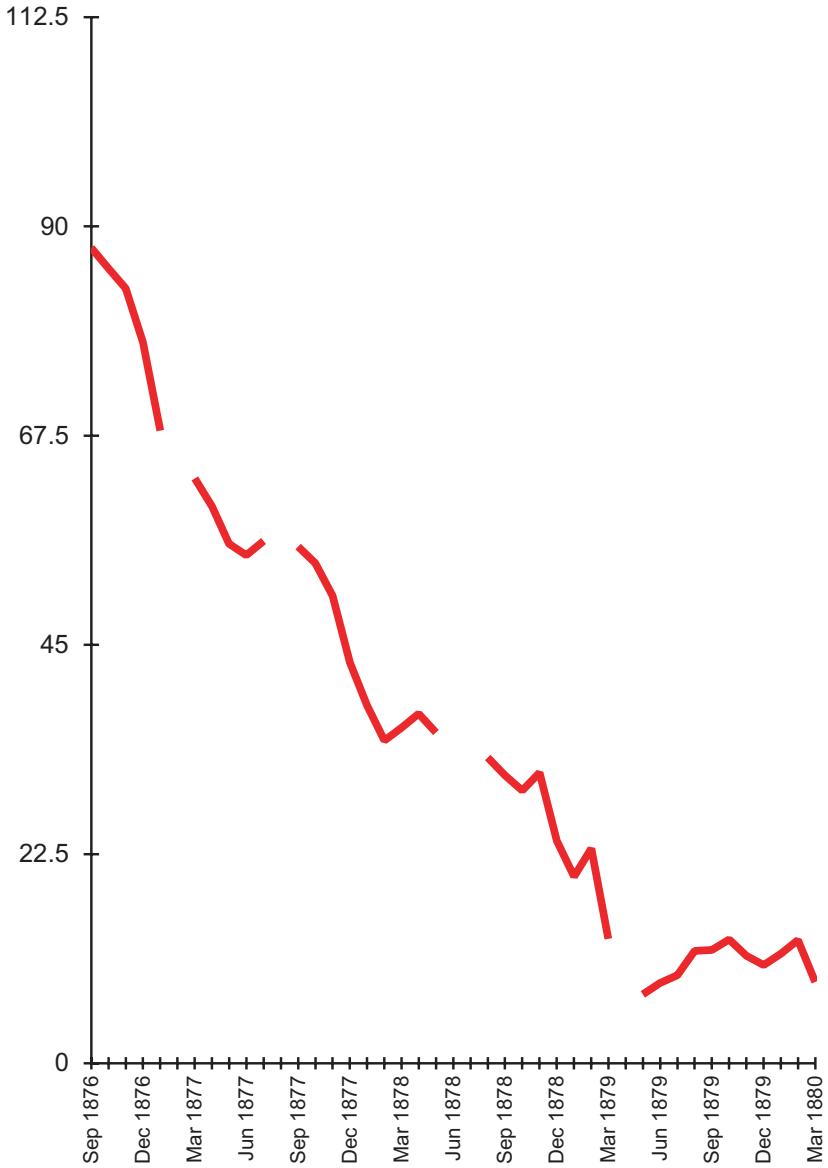
Done at Constantinople, the 1st day of July, 1878.

A. H. Layard
Safvet

Source George Hill. 1952. *History of Cyprus*, Vol. IV, 301, 302. (Cambridge: Cambridge University Press).

APPENDIX V

The Fall of the Value of the *kaime* in Gold Piasters September 1877–May 1880



Source Edhem Eldem (1999), *A History of the Ottoman Bank*, Istanbul: Ottoman Bank Historical Research Centre, 513, graph 1.6.

APPENDIX VI

Statute Law Revision Act, 1892

Repealed as to all Her Majesty's dominions.

18 & 19 Vict. c. 99.

An Act the title of which begins with the words "An Act to enable" and ends with the words "the Sultan."

In part; namely,—

Preamble, and to "same as follows."

Section one, to "management thereon."

The words "Commissioners of Her Majesty's" in sections two and three.

Source <http://www.irishstatutebook.ie/eli/1892/act/19/enacted/en/index.html>.

APPENDIX VII

On the Implementation of 17 March 1929 Anglo-Egyptian Agreement

The Chancellor of the Exchequer recommends to the Board that the following arrangements should be made to carry out the Agreement dated the 17th March 1929 between the Egyptian Government and His Majesty's Government in Great Britain relating to the Ottoman Guaranteed Loan of 1855.

1. The Cyprus Tribute (Cash) Account, and the Cyprus Tribute Stock Account, opened under the authority of Treasury letter 17162/92 of the 16 November 1892, shall henceforth be entitled the "1855 Ottoman Guaranteed Loan, Cash Account" and the "1855 Ottoman Guaranteed Loan, Investment Account, respectfully".
2. On receipt from Egypt of the sum of £328,600 (being the amount due for the service of the 1855 loan from July 1924 to February 1st 1929), £145,951 11s 3d. shall be paid to the Exchequer, completing repayment of the advances made, £19,625 12 0d. shall be repaid to the Civil Conveniences Fund and £163,022 16s 9d to the 1855 Guaranteed Loan, Cash account [for repayment of money taken to cover Egypt's default].

3. The sum of £302,310 (being Egypt's share of reparation to 30th November 1928) shall be transferred from the Exchange Account, Egyptian Government Suspense Account, to the 1855 Ottoman Guaranteed Loan Investment Account.

Source Treasury Minute dated 21st March 1929, and 4 (supplement) Egyptian Tribute, Cyprus Tribute and Ottoman Public Debt, FO141/631/3, NA.

APPENDIX VIII

1961 Finance Revision Act 9 & 10 Eliz. 2 c. 36

Part III: General And Supplementary

36. Redemption of Ottoman Guaranteed Loan of 1855

36.(1) If, on the day appointed by the Treasury for the redemption of the Ottoman Guaranteed Loan of 1855, the total value of the assets in the 1855 Ottoman Guaranteed Loan Investment Account standing in the name of the National Debt Commissioners at the Bank of England is less than the total nominal amount of the said loan outstanding on that day, there shall be issued out of the Consolidated Fund a sum equal to the deficiency; and the assets of the said Account and the sum so issued shall be applied in the redemption of the aid loan: Provided that the sum issued out of the Consolidated Fund under this subsection shall not exceed two hundred thousand pounds.

36.(5) The Turkish Loan Act 1855 (which authorised His Majesty to guarantee interest on the said Loan) shall cease to have effect on such date as the Treasury may by order in a statutory instrument appoint, being the day next following the day appointed by the Treasury for the redemption of the Loan; and if before that date any sums have been issued out of the Consolidated Fund under that Act and have not been

included in an account laid before Parliament under that Act, those sums shall be included in the account mentioned in subsection (4) of this section.

36.(1) If, on the day appointed by the Treasury for the redemption of the Ottoman Guaranteed Loan of 1855, the total value of the assets in the 1855 Ottoman Guaranteed Loan Investment Account standing in the name of the National Debt Commissioners at the Bank of England is less than the total nominal amount of the said loan outstanding on that day, there shall be issued out of the Consolidated Fund a sum equal to the deficiency; and the assets of the said Account and the sum so issued shall be applied in the redemption of the said loan: Provided that the sum issued out of the Consolidated Fund under this subsection shall not exceed two hundred thousand pounds.

Source 1961 Finance Act, 9 & 10, Eliz 2 Chapter 36, Part III, General and Supplementary 36 (1–4), 19 July 1961.