



THE CEYLON GOVERNMENT GAZETTE

EXTRAORDINARY

No. 10,773 — MONDAY, MARCH 7, 1955

Published by Authority

PART I: SECTION (I) — GENERAL

Government Notifications

L. D.—B. 172/36

Ref. No. PD 6/1

THE REGISTERED STOCK AND SECURITIES ORDINANCE

BY virtue of the powers vested in me by section 4 of the Registered Stock and Securities Ordinance (Chapter 289), as modified by the Proclamation published in *Gazette Extraordinary* No. 9,773 of September 24, 1947, I, Mahabalage Don Henry Jayawardena, Minister of Finance, do by this Order direct that, of the sum of six hundred million rupees for the raising of which by way of loan authority has been given by the Ceylon Development Loans Act, No. 6 of 1954, the sum specified in the Schedule hereto shall be raised in Ceylon in the mode and upon the terms and conditions specified in that Schedule.

Colombo, March 2, 1955.

M. D. H. JAYAWARDENA,
Minister of Finance.

SCHEDULE

1. The sum of money to be raised shall be seventy-five million rupees, and it shall be raised by way of a 5/7 year loan issued at par.
2. The loan shall be raised by the creation and issue of registered stock only.
3. The rate of interest payable on the loan shall be $2\frac{1}{2}$ per centum per annum.
4. The dates in each year, on which the half-yearly interest on the loan shall be payable, shall be the sixteenth day of March and the sixteenth day of September.
5. A half-yearly appropriation out of the Consolidated Fund of Ceylon as a contribution to the sinking fund to be established for the purpose of redeeming the loan shall be made at the rate of 5 per centum per annum, and such contribution shall commence on the sixteenth day of March, 1956.
6. The date of redemption of the registered stock issued for the purpose of raising the loan shall be the sixteenth day of March, 1962 :

Provided, however, that the Government shall have the option of redeeming any such registered stock at par on such date subsequent to the sixteenth day of March, 1960, as may be appointed by the Minister of Finance by notification published, not less than six months prior to that date, in the *Gazette* and in at least two Ceylon newspapers.

PROSPECTUS

The List will be opened on March 16, 1955, and will be closed on March 31, 1955, or earlier if the loan is fully subscribed

Issue of Rs. 75,000,000

Ceylon Government 2½ per cent Loan, 1960/62

Issued at par — Repayable at par

THE Central Bank of Ceylon, on behalf of the Government of Ceylon, invites applications for a 2½ per cent loan of Rs. 75 millions. The loan is repayable at par on March 16, 1962, but the Government will have the option of repayment at par on or after March 16, 1960, on giving six months' notice.

Authority.—The loan is raised on the authority of the Ceylon Development Loans Act, No 6 of 1954, and under the provisions of the Registered Stock and Securities Ordinance, 1937 (Chapter 289).

Purpose.—The loan is raised by the Government of Ceylon for expenditure on any work connected with or incidental to the development of Ceylon.

Form of Issue.—The loan will be issued in the form of Registered Stock. (Leaflets containing the general conditions applicable to Registered Stock are available on application to the Department of Public Debt, Central Bank of Ceylon).

Issue Price.—The issue price is Rs. 100 per cent payable in full at the time of application. The minimum holding is Rs. 100.

Applications.—Applications will be received by the Registrar, Department of Public Debt, Central Bank of Ceylon, Millers Building, P. O. Box 1149, Colombo 1, from March 16, 1955, and until the list is closed. Applications must be on the proper form and must be accompanied by a remittance in full. Depositors of the Ceylon Savings Bank and Post Office Savings Bank may by arrangement with these Institutions forward their applications through these Institutions.

A commission of 1/16 per cent on the nominal amount of subscription will be allowed to bankers (including the Ceylon Savings Bank and the Post Office Savings Bank), recognised stock-brokers and brokers in respect of applications bearing their stamp. A negotiating fee of the same percentage will be allowed to Proctors in respect of applications bearing their stamp.

Payment for Stock.—Payment should be made :—

- (a) by cheque drawn in favour of the Central Bank of Ceylon and crossed "on account of Ceylon Government Loan";
- (b) by surrender of holdings in the 1½ per cent Loan, 1955, repayable on December 1, 1955. (See below for details)

Payment by surrender of holdings in the 1½ per cent Loan, 1955.—Where holdings in the 1½ per cent Loan, 1955 are tendered in payment for stock in the 2½ per cent Loan, 1960/62, the application form should be accompanied by the relative scrip of that loan, duly discharged on the reverse, together with the usual Instrument of Transfer signed by the stockholder as transferor. On acceptance of the application, stock of the 2½ per cent Loan, 1960/62 at the rate of Rs. 100 of such stock for each Rs. 100 nominal of the 1½ per cent Loan, 1955 will be issued in the name of the applicant. The accrued interest due on the surrendered holding from December 1, 1954, up to the day previous to the date of acceptance of the application for stock of the 2½ per cent Loan, 1960/62 will be paid by cheque.

Scrip.—Stock Certificates will be issued after receipt and acceptance of the applications.

Interest.—Interest at the rate of 2½ per cent per annum will be payable half-yearly on the 16th day of March and the 16th day of September in each year. The first payment of interest will be on the 16th day of September, 1955, and will be for the period commencing on the date on which the application is accepted up to and including the 15th day of September, 1955.

Taxation.—All documents used in the issue, transfer or redemption of the loan will be free from stamp duty. Interest to resident holders will be paid without deduction of income tax, but resident holders liable to income tax should include such interest in their income tax returns. Deduction of tax at source will be made from holdings of non-residents. (Current rate of income tax is 34 per cent in the case of non-resident individuals and 40 per cent in the case of non-resident companies). Persons who are exempt from Ceylon income tax will be entitled to claim repayment of the tax deducted.

Security.—The loan is secured on the Consolidated Fund of Ceylon. A separate sinking fund will be formed towards the redemption of the loan under the management of the Monetary Board of the Central Bank of Ceylon, who are the Trustees of the sinking funds. Half-yearly contributions at the rate of 5 per cent per annum to the sinking fund will be commenced on 16th March, 1956.

Public Debt.—The present funded public debt of Ceylon is Rs. 980,908,524 (exclusive of Rs. 32,725,600 war loans issued on behalf of the United Kingdom Government). The approximate market value of the accumulated sinking funds amounts to Rs. 200,800,522. The net funded public debt is thus Rs. 780,108,002.

Application forms.—Application forms may be obtained at the Department of Public Debt, or at any Commercial Bank, Kachcheri, Post Office or at the Office of the Commissioner, National Savings Movement.

C. L. B. PERERA,

Registrar.

Department of Public Debt,
Central Bank of Ceylon,
Colombo, March 4, 1955.

Central Bank of Ceylon Notices

GENERAL BALANCE SHEET AS AT FEBRUARY 28, 1955
(Pursuant to Section 34 of the Monetary Law Act, No. 58 of 1949)

LIABILITIES				ASSETS			
		Rs.	c.			Rs.	c.
Capital Accounts				International Reserves			
Capital ..	..	15,000,000	00	Cash and Balances abroad (including Treasury Bills) ..	..	417,543,819	22
Surplus ..	..	12,000,000	00	Foreign Bills Discounted ..	..	8,000,849	89
			27,000,000	Foreign Government Securities ..	..	151,463,349	58
Liabilities						577,008,018	69
Notes in Circulation ..	..	347,615,831	10				
Coins in Circulation ..	..	20,562,834	96				
			368,178,666				
Deposits				Domestic Assets			
Government ..	..	36,436,646	18	Government and Government Guaranteed Securities ..	..	24,016,836	83
Government Agencies and Institutions ..	..	16,368,570	79	Other Assets and Accounts ..	..	3,251,062	60
Commercial Banks ..	..	134,449,913	33			604,275,918	12
International Organizations ..	..	806,806	00				
Others ..	..	602,343	74				
			188,664,280				
Other Liabilities and Accounts ..	..		20,432,972				
			604,275,918				

A. G. RANASINHA,
Governor.

D. C. GUNASEKERA,
Acting Chief Accountant.

The above Balance Sheet has been audited under my direction. In my opinion, the Balance Sheet is properly drawn up in accordance with the books and records maintained by the Bank and the information and explanations furnished to me, so as to exhibit a true and fair view of the state of affairs of the Central Bank of Ceylon as at February 28, 1955.

Colombo, March 7, 1955.

A. WEERASINGHE,
Auditor-General.