

S. 1542.

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Thana and Kolaba):

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his stock, and hence his former practice was generally to settle the matter privately with the offenders. Acts of smuggling are now brought to light (by the strong preventive establishments lately entertained) which in former years were compounded. To some extent, therefore, the increase in smuggling is more apparent than real.

7. The Committee have made it clear that the enhancement of still-head duty above referred to, has been in accordance with the policy laid down by the Government of India. As the present duty is still considerably below the standard required by that Government, it is evident that the latter, and not the Abkari Department of this Presidency, is responsible for the amount at which the still-head duty now stands.

8. As far as I am able to understand the complaints of the Inspectors, almost the whole of the really serious evasion of the law takes place in the *midland* group of talukas. In the *coast* group, where palm juice and spirit are consumed, there is little smuggling for the simple reason that this cannot be practised without almost certain detection. In the hilly talukas where mowra is produced, there is doubtless considerable illicit distillation, but this is probably less serious (*a*) because the illicit liquor thus produced does not take the place of licit spirits, the people being too poor to purchase the latter, and (*b*) because in a country so favourable for illicit distillation this will always be practised and the cost of putting this down would be prohibitive.

9. It is in the rich and prosperous group of talukas between the palm belt and the mowra-producing districts in which, as I understand, illicit distillation is most rampant; in which crimes from drunkenness and under the Abkari Act are most prevalent, in which the Abkari revenue suffers most, and in which the attempt to grapple with smuggling has been most unsuccessful. I think it probable that if contraband trade could be effectually suppressed in these midland talukas, the others would give comparatively little trouble, and the loss to the Abkari revenue would be comparatively insignificant.

10. Perhaps the only really effectual remedy for smuggling is to ascertain the point at which this becomes unprofitable. But this could only be ascertained by long experience and much patient attention.

11. If it is possible to *localize* the evil complained of, it may be less difficult to devise some means of discouraging this. Mowra is not produced in large quantities in the immediate neighbourhood of the large towns which consume so much illicit liquor, and the method of supplying the manufacturer of the latter with the raw material has been explained by the excise officers. It appears that the dry mowra is hawked about by travelling merchants, who sell just as much as may be required at a time. The supply is thus always equal to the demand (*vide* also Government Resolution No. 4278 of 22nd July 1881). I agree with the Committee, therefore, that some restrictive measure with reference to the raw material is called for. But I do not quite agree as to the nature of such restriction.

12. Mowra fruit is not so extensively used as an article of food in the Konkan as in Gujarat and Rajputana, but at the same time it would be difficult to exaggerate the importance of this product to the poorer classes in the hills, who are frequently entirely dependent upon this for the few little articles of luxury they obtain in exchange. Not unfrequently a supply of *grain* for monsoon consumption is obtained by barter for the mowra collected by the family, and any restriction which would lower the exchange value of this product would tell very hardly on the poorest of the population.

13. Again, the mowra export trade is a young but rapidly increasing one, and if every maund of the fruit produced in the Konkan were to find its way to Europe, its place here might be easily filled. Spirits are already being manufactured from molasses. A wholesome liquor can, it is understood, be obtained from the plantain, the cultivation of which is capable of great development in these districts, and, above all, a very large proportion of the palm trees remain to be

14. I do not quite understand the system of licenses proposed by the Committee. Is the sale at first hand, *i. e.*, by the person collecting the raw produce, to be *only* to licensed dealers? Apparently *not*, as the Committee say that there are to be "no restrictions" during the open months. But I am unable to see the meaning of the "fixed minimum price"; *when* is this to be enforced? Not in the open months, as free trade is then to be allowed, nor (apparently) during the close seasons, as possession will then be illegal. Whatever the arrangement proposed, the result of a "fixed price" will, in my opinion, hardly be likely to fulfil the object desired, *viz.*, to secure "remunerative" prices to the collectors of the fruit. As far as the latter are concerned, sales will have to be forced while the market is glutted, and the owners will not be in a position to insist on the Government price. They will have no alternative but to accept *any* price offered, or else to be punished for illegal possession. Limiting the time for the sale of a product is the most certain means of depreciating its market value, and, unless absolutely necessary, I think this should be avoided.

15. I would submit for consideration whether the desired results might not be attained with a minimum of interference by placing a transit duty on the raw produce sufficiently high to prevent illicit spirit being profitably manufactured therefrom, refund of such duty being allowed when the mowra reaches the distillery or the port of export? The grower would thus be able to use the fruit when he desires it as food for himself and his cattle, or to sell when the market is favourable. The duty will not be prohibitive on mowra required for *medicine*. The supply of the raw produce at profitable prices for illicit distillation in the large towns of the midland talukas would, if this suggestion is practicable, be efficiently controlled.

16. As a large number of licenses would have to be issued under the Committee's proposals, it would be hardly reasonable to suppose that *all* the vendors would be able to resist the higher prices obtainable for illicit use, and the hawking trade complained of would be more likely to be broken under my proposal, while licit trade would be subject to no restrictions. The effect of the duty would probably be to change entirely the direction of the trade, as the raw produce would be attracted to Uran and Bombay for the sake of the drawback.

17. There may be many objections to this proposal—*several* naturally present themselves:—

(a) Illicit distillation will still be practised where the mowra is grown. This is beyond doubt, but such practices can never be put a stop to while the duty is so high and the facilities for illicit distillation so many. If I understand rightly, the liquor thus distilled in the mowra-producing localities is but a drop in the bucket to that sold in the central group. In jungle districts distillation will continue as long as mowra is produced.

(b) Prices would suffer and the duty would thus fall on the poor owners of the mowra. But prices would soon find their level, and at any rate sales would not be *forced*.

(c) The exporter would find means to evade the duty. This is probable enough, but mowra fruit is not like opium. The bulk is considerable, and a cart-load of mowra is not more likely to evade detection successfully than a cart-load of foreign *teak* would be. The proposals of the Committee are equally open to such objection.

18. An increase in the number of stills is perhaps not an essential condition of this scheme, but such a measure would clearly afford additional facilities to owners to dispose of their raw produce *licitly*, and would cause any restrictions in the proposed direction to be less severely felt. From the last Bengal Administration Report it appears that the outstill system is increasingly successful there, and I believe that it is being more generally introduced into the other provinces of Upper India. Of course the necessary establishments cannot be entertained at new outstills without reducing the profits of the Department, and there may be other objections to the extension of this scheme in Bombay of which I am ignorant.

19. If the objections to the proposal in paragraph 15 above are considered insuperable, I see no alternative but that of the Committee. I would, however, recommend that in this case the open season should be from the 15th February till the 1st of June, and that the system of licenses should be somewhat simplified. The mowra crop in the Konkan, however, is so limited that it might be worth consideration whether Government should not undertake the monopoly of the trade, and purchase the whole produce at prices fixed annually by the local officers.

20. There is a good deal of evidence in these papers to show that *spirits* are rapidly taking the place of toddy juice in many parts of the Konkan, and this is supported by the comparatively small number of trees now tapped. A certain amount of toddy was formerly consumed in an unfermented state, and formed part of the ordinary food of the poorer classes in the coast talukas. One effect of the present system is to restrict the use of this fresh juice, and so far this is to be regretted.

21. But on the other hand the old plan of unrestricted tapping licenses was open to great abuse, as shown in the report, while under the present system illicit distillation of toddy spirit has practically been stopped altogether, because such a limited number of trees is tapped that the latter are under perfect control. It must be remembered that the sale of toddy is now in the hands of the liquor contractor, who looks for his profit to the sale of spirits rather than of the fresh juice, and, as a rule, only the trees within a convenient distance of a still are now tapped; unlicensed tapping is unknown because certain of detection.

22. I do not understand the immediate connection between the proposal of the Committee to reduce the present price of raw toddy and the matter directly under consideration (*vis.*, smuggling of mowra liquor). But there is no doubt that such a concession would go far towards meeting the complaints with which every public officer in the Konkan must be familiar, and I consider the suggestion to be *in the right direction* if it is practicable.

23. It must be noticed, however, that no minimum price has been fixed in the existing contracts, and if the sale of fresh toddy were profitable and the demand likely to increase by diminishing the price, there is nothing *now* to prevent the contractor doing this. I think that the vast number of trees left untapped proves that *even under present prices* the vend of raw toddy, which entails many incidental expenses, is not as profitable as that of the liquor made therefrom. To compel sale at *half* the present price would probably entail loss on the next contracts.

24. Besides this, unless it is made compulsory on the contractor to tap trees in each village, the demand will not be supplied. The taste for fresh toddy at Versowa (where I was lately encamped) has, I was told, died out because the supply is obtained from a village several miles distant and is not regularly received. No complaints were made to me; but in this and most other villages, the *spirit* is taking the place of the *comparatively* harmless fresh juice.

25. The Committee's proposal will almost necessarily involve some corresponding reduction in the price of *spirit*. From the calculation in paragraph 20 on page 27 of the proceedings, it would appear that there is now no inducement to distil spirit from toddy licitly obtained, because the price of licit spirit is less than the cost of such distillation. But if the cost of the raw material is reduced one-half, the price of spirit must be reduced to remove the inducement to ~~contra-~~band trade which would otherwise arise.

26. It will be observed that the Mamlatdar of Bhiwandi, a very intelligent officer, pleads for the supply of *weak spirit* at a rate cheap enough to prevent profitable smuggling, strong liquor being kept at a price which would practically place it beyond reach of the poor. Doubtless if the people could be brought to use a weak cheap stimulant, as the poorer classes use malt liquor in England, we might expect drunkenness to decrease, and the revenue would be reckoned by a high duty on strong spirit; but it is evident that before such a scheme could be introduced illicit distillation must be more under control than at present.

27. I agree with the Committee that reduction of the present tree-tax is undesirable, but under the above circumstances some modification of the existing system seems to be required. It appears to me that a more important measure of relief, with fewer attendant disadvantages, may be found in the extension of the present Dahanu system. The Commissioner of Abkari, who has studied the subject exhaustively, has recognized the inconvenience to the poorer classes of the existing restrictions on the supply of fresh toddy, and has introduced in Surat and the north of Thana an experimental system, under which the sale of spirits is distinct from that of toddy, which is permitted to be sold at the tree foot by owners who may take out licenses for such sale.

28. This new system has been in force for about 8 months, a sufficient time to permit some examination of the results. I am not aware of the result *financially* but on the evidence afforded by the crime returns I am able to report favourably. The monthly average of crime in the Dahanu and Umbargaon divisions during the last 8 months shows a decrease of 25 per cent. compared with the 12 months preceding. There may be other causes for this decrease, and I am certainly not prepared without further experience to attribute it directly and entirely to the new system, but the figures are instructive as affording *prima facie* evidence that the immediate result of increasing the supply of raw toddy has not been an increase of drunkenness, as far as our criminal returns afford an index of the prevalence of this vice. There has been some increase in the convictions under the Abkari Act, but this was perhaps to be expected on the first introduction of a new system, and this class of crime is not prevalent, as there have been only 11 convictions during the last 8 months.

29. Should Government desire to encourage the consumption of fresh toddy juice, the Commissioner of Abkari will be better able than I am to advise how increased facilities for supplying this at a cheap rate can be provided with least danger to the revenue and to the interests of society. I have only to express my individual opinion that the desired relief will be better afforded by a judicious extension of the Dahanu experimental system than by the proposal of the Committee to reduce the maximum price. Whether such extension must necessarily involve additional facilities for the illicit distillation of toddy spirit, I am unable to say. Some immediate loss to the revenue will doubtless be the result, and it is for Government to decide whether such loss will be an unreasonable price to pay for removing the evils disclosed in the reports of the Inspectors.

30. I have already in this office No. 897 of the 3rd instant alluded to certain proposals for encouraging the manufacture of sugar from the juice of the vast number of trees now untapped. A large amount of private capital has been expended in the cultivation of these trees, and I trust that it may be found possible to mature a scheme for their utilization in the manner suggested.

I have, etc.,
G. F. SHEPPARD,
 Commissioner, Northern Division.

No. 2856, dated 8th July 1903.

To

THE CHIEF SECRETARY TO GOVERNMENT,
Revenue Department.

I feel much diffidence in offering an opinion, not having been in immediate contact with the villages of the areas under discussion for many years. Hence I can only give general impressions.

2. There should be a very strong presumption against any course which will add to the net-work of artificial restrictions in which the rayat is enmeshed. When he speaks for himself he admits that his real burden is not over-assessment or police oppression as might be inferred from the conventional war-cries of the native press. Even the appalling labyrinth of our legal system, from which there is no outlet but by the guiding hand of a vakil at as much or more per day as would keep a family for a month concerns only the comparatively few who are caught in it. What is making our Government irksome (I speak with a due sense of responsibility) is (1) the excessive multiplication of departmental officials who swarm over the country in increasing number every travelling season and expect to be boarded and bedded at the expense of the people, and (2) the numerous rules, especially of the various revenue departments, which so beset the simple bewildered villager that he cannot rightly tell what he may possess, how much he may possess, what he may do and what he may not do. They are handy weapons to the informer who wishes to gratify his spite and to the official underling who wishes to supplement his income or more often to pay off against some slight or unsatisfied demand. For one case brought into Court many are only used for putting on the "screw" and heard of again no more. The remission of fees by Government on permits is of no avail except perhaps to widen the margin for that unwritten table of illicit fees which exists in most villages. It does not diminish the worry of tramping to the catchery and the many delays in securing the good graces of the Mamlatdar's karkun or the village accountant. I am only stating here facts which as a loyal Government servant it behoves me to set forth and to urge them as a strong reason why Government should not add a straw to the camel's back unless the occasion is somewhat of a moral crisis, as it was in Thana in 1892. A saving in revenue is not enough to justify it.

3. Adverting to the two areas about which my opinion is asked I would remark that of the two the case for the south of the Broach taluka is the weaker. In Broach the new regulations would be introduced in a wedge between territory on either side where the ordinary law continues in force. The south of Surat adjoins the Thana district and is geographically perhaps more connected with it than with Gujarat, and a law which has worked for some years in Thana might by an easy transition be extended to it if other circumstances combined to make the step advisable. The moot question of food or distillation wears also, I think, a somewhat different aspect in the two tracts. Government are doubtless aware that the use of mowra flower for food is regulated entirely by local custom ranging from the Panch Mahals, where it is eaten alone by the masses of the people whenever they can get it, to other parts where too much disagrees with the stomach but where a certain amount is made up into a sort of cake with flour or with rice, and again to other parts where it is only taken as a medicine. The main determining factor is, I take it, the ease and cheapness with which it can be obtained. What is the particular degree of consumption in Ankleshwar I am unable to say from personal observation. And the information given by intelligent officials who have served in the taluka is singularly conflicting. That a large quantity is eaten by human beings seems likely from the facts that it is obtainable very cheap near at hand in Nandod, and that the population is mostly composed of Bhis and the like to whom it is everywhere congenial food.

4. With reference to Mr. Logan's argument founded on a comparison between the southern and northern parts of his district it may be mentioned that the Government of India are mistaken in supposing it is only the aborigines who use the flowers for cattle. In a tract where they have to be bought the aborigines

cannot afford to buy for that purpose. It is the more well-to-do Banias and others who give the flowers to working bullocks in the belief that they have a somewhat stimulating effect. At the same time Mr. Logan's argument cuts both ways. The topers in Jambusar, etc., are far less numerous, but still quite enough to make illicit distillation profitable if the raw material were easily got. The real reason which, I take it, keeps down mowra shops in those parts even if the people are inclined to use the flowers for any purpose, whether for food for man or beast or for distillation, is the high price caused by the long carriage. From Nandod to Jambusar *via* Broach would be a journey by bad road of 40 to 50 miles, and that would make the price prohibitive for any purpose.

5. On the whole my impression with regard to Ankleshwar is (1) that mowra flowers are stored in some quantity for eating, (2) that they are used to a small degree by the better classes for cattle, (3) that most of what is sold in shops is used for illicit distillation, (4) that the prevalence of gross drunkenness resulting in serious and general crime necessitating extra police posts does not exist as it existed in Thana district in 1892, (5) that the ordinary law has not yet done all it can to put down illicit distillation by detecting and punishing offences, (6) that for these reasons and especially for the reason mentioned in paragraph 2 above the necessity for adding a further restriction on the liberty of the subject has not been proved with sufficient force.

6. Regarding the southern tract of Surat district, its continuity with Thana paves the way for the extension of the Act from the one to the other. Mowra flower is said to be not much used for human food, but more for cattle, being much cheaper than cotton seed (which is plentiful in the cotton district of Broach) and oil-cake. My memory of these parts in 1890—1895 is that there were many shops which undoubtedly lived upon the demand for illicit distillation. No recent papers are before me, and therefore it is not known to me whether they have increased since and whether the demoralization of the people resembles that which existed in Thana. Two points in favour of applying the proposed law are geographical continuity with Thana, and the fact, as I take it, that there is little human consumption to be interfered with. The determining factor should be the prevalence of drunkenness and crime only preventible by new restrictions. As to this I have not sufficient data for forming an opinion.

7. In view of possible proposals to still further extend the law I desire to record that in most other parts of the Northern Division mowra flowers are eaten by the people and stored by them for that purpose. Any interference would harass them greatly and nothing in my opinion would justify it.

F. S. P. LELY,
Commissioner, N. D.

No. 282, dated 14th February 1905.

To

THE COMMISSIONER OF CUSTOMS, SALT, OPIUM AND ABKARI.

Sir,

In obedience to the orders contained in your No. 66 of the 6th ultimo, I have the honour to report that I have spent over a month in the Kaira district travelling in every taluka of it and have made inquiries in relation to the extent of the prevalence of illicit importation and manufacture of country liquor in this district.

2. I do not consider from the investigation made by me that there are many cases of importation into the Kaira district from foreign territory. A few such cases have been detected but no real danger exists. The rates of liquor in the neighbouring Native States of Baroda and Cambay are not dissimilar to those prevalent at the licensed shops of this district while the quality is practically the same. It is possible that where there are no licensed shops in the British villages on the borders of these States smuggling to an exceedingly limited extent is likely to take place but for reasons which I shall submit below in connection with the particulars about the illicit manufacture of liquor it will be observed that the necessity for the importation of it from foreign shops will hardly exist.

3. It does not require any lengthy residence in this district to be impressed fully and clearly with the fact that the illicit manufacture of liquor is rife to such an alarming extent in the Borsad, Anand and Nadiad talukas and in a modified degree in the Mehmabad, Kapadvanj, Thasra and Matar talukas in the order named as to demoralize the Dharallas (Kolis). I am using no extravagant terms to demonstrate the actual facts, and I am respectfully of opinion that some measures should be adopted to cope with the evil. It is a matter of common repute that the Dharallas, Rajputs (Girassias), and a large number of Dheds and other poorer classes in this district are consumers of liquor, the exception to some extent being those who reside in the western portion of the Matar taluka and who belong to the Swami-Narayan Fraternity, religious body whose tenets prohibit the indulgence of any intoxicating article. The Pattedars (Kunbis) have the reputation of being a class which does not drink any liquor. This may be true of the majority of the people of this community, yet at the same time there is a large and growing number of them who secretly, owing to contact with other classes which have no scruples in this respect, have acquired the habit of consuming country liquor, whenever obtainable, and whether licitly or illicitly manufactured. The population of the district is approximately 710,000 and over 60 per cent. are Dharalla Kolis. If the Rajputs, Dheds, etc., I have mentioned above, are taken with the Dharalla Kolis it will be noticed that there is a very large population addicted to the consumption of liquor. The extent to which the illicit manufacture of liquor prevails prevents the sales in the licensed shops being improved. Dharalla Kolis, Rajputs, Dheds, Vaghris and a few Kunbis have been detected illicitly distilling liquor, but the Dharalla Koli is the chief offender. The advantages the Koli has of manufacturing liquor are great, and he avails himself fully of them. He belongs to a criminal tribe, and he neither fears nor is ashamed of being sent to jail. The mowra tree is found in large numbers in every taluka, and in fact within the limits of almost every village of this district. The physical feature of the country in these parts, especially along tracts in the neighbourhood of rivers where there are numerous ravines, offers natural facilities to him to distil liquor. The difficulty to detect cases in these ravines is considerable, for a man on watch can give a signal on the approach of any arresting party enabling the offenders to escape with impunity. A still may be discovered but not a trace of the distillers. Where there are no ravines advantage is taken of fields or any secluded spot away from the village and sometimes in some villages even in houses. The Dharalla Kolis are people who do drink freely. They consider a host has not treated a guest properly if liquor is not offered to the latter. They are very clannish in their ways and adhere closely to one another and except for strong reasons they do not give information against one of their own caste but on the contrary defend him against arrest if occasion warranted. Instances have been known where Abkari officers have been roughly handled and difficulties

experienced in tracing offenders of this class under the Abkari or any other law. There are a number of villages and hamlets where the entire population consists of Dharalla Kolis and chiefly in or around such villages or hamlets cases of illicit manufacture of liquor are often found. In every taluka town which I have visited a case of distillation of liquor was either being tried or pending trial in the Courts of the local Magistrates with the exception of the town of Matar where a case was recently disposed of. In the court of the Magistrate here a case of a like kind is being conducted today. When I arrived at Pandoli in the Borsad taluka I was informed that the district policemen had the day previous arrested two persons for manufacturing liquor. A number of such cases have within the last six months been discovered by the district police whose activity in this direction is commendable. Cases of this description have been detected in almost every village I visited or passed through. I have twice rendered the assistance of the men of my party during my tour to Abkari officers who have succeeded in detecting cases. In some villages the Dharalla Kolis are determined distillers and persistently manufacture liquor. Great care has to be exercised by the Abkari officers when detecting cases as these Dharalla Kolis do not hesitate if an opportunity offers to resist the action of these officers. A party of the Abkari and opium police met with some difficulty in November last at Ladwell in the Kapadvanj taluka when the Dharallas made an attack on the Government men and had it not been for the opium police who threatened to shoot the Kolis if the rioting did not cease matters would have ended very seriously. 11 villagers were arrested and are now being tried before the First Class Magistrate of the Division. A full report on the case will be submitted on the Magistrate's decision being known. The disturbance originated after some refuse mowra flowers and liquor were discovered in a house when a noise was heard away from the place where the search was being conducted. The police patel on being questioned by the District Abkari Inspector stated that the people were driving out the pigs, meaning the search party. The patel has been suspended by the Collector of Kaira who will evidently take due notice of the patel's conduct. There is no doubt that the police patels of villages either connive at the illicit manufacture of liquor at their villages or consider that it does not form part of their official duties to detect it. I am confident that if a list were made of the cases brought to light by the patels the number in any one year would not exceed five. It is impossible to believe that when such cases are repeatedly discovered in any particular village the police patel is ignorant of the commission of such offences and if he be ignorant then he is hopelessly incompetent. The sympathy implied or expressed of the patel naturally encourages offenders. I have been informed by one of the officers of this district that there is much difficulty in dismissing these patels on account of their appointments being hereditary. There ought to be no such difficulty. A police patel who exhibits incompetence or indifference or who displays no activity in a matter which causes the loss of revenue cannot possibly be doing his duty honestly. I have been informed that the Cambay Darbar has warned police patels that their negligence in this matter would render them liable to dismissal and a marked improvement has, I believe, already resulted.

4. The Abkari officers in this district have many difficulties to contend with. The staff is not only manifestly inadequate and miserably weak but the rank and file consists chiefly of old men fit only for treasury guard duties. Some are on the brink of retirement. Strong young men, the best the district police can afford, orders one Government Resolution of, I think, 1884, should be in the Abkari Department. There are in this district only—

- 1 District Inspector,
- 3 Inspectors,
- 3 Sub-Inspectors,
- 2 Head constables and
- 10 Constables,

a total of 19 officers and men. I utilize no exaggeration of language when I report that these officers and men are afraid of being murdered when they visit Dharalla Koli villages to detect cases except when they go in a large party. The men are armed only with swords and their fears are not groundless and are

the result of former illtreatment. I am humbly of opinion that it is impolitic to allow the existing state of affairs to continue any longer. It encourages the people to resist authority and it demoralizes the Abkari staff making it impossible for the officers and men to act with promptitude and confidence and it results in important cases being led undetected to the detriment of the Abkari revenue. In former years the opium establishment was under the control of the Abkari officers but since the reorganization of the opium department the opium men were absorbed in the new opium preventive service. This weakened the abkari staff considerably and left it in the state I have above indicated. The country liquor farmer's establishment which is smaller than the Government establishment consists of—

1 Chief Inspector
2 Inspectors
3 Sub-Inspectors and
9 peons

15

The chief duties of these men are to collect the sales from the licensed shops. I presume, under the license, the farmer is required to maintain an adequate staff for the detection of offences relating to country liquor. The present farmer's staff cannot possibly meet the requirements of this district where the illicit manufacture of country liquor is so extensively conducted and where cases occur with such a frequency.

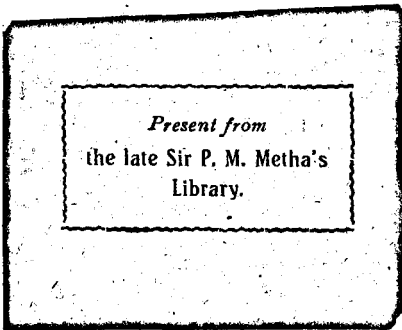
5. Another difficulty the Abkari officers have complained to me is that rewards are not given them in many cases to meet the actual expenses incurred by them in paying informers. One Sub-Inspector informed me that he spent last year Rs. 125 in this connection and received only Rs. 45 as rewards from magistrates. It is, I beg to submit, not an easy matter to obtain informers of the Dharalla Koli caste as I have stated above to give information against any one of their own people. If any informer be suspected of betraying these Kolis he is dealt with sometimes in a severe manner by them. His house or crops are destroyed by fire and he has often to suffer inconveniences in his village. An informer told me that a still with soaked and refuse mowra flowers and other materials was placed by his fellow villagers near his house and it led to his arrest and trial and subsequent conviction by the magistrate who sentenced him to two months' imprisonment. He was unable to prove his innocence as his own people gave evidence against him. A like treatment was afforded to another informer in a village notorious for illicitly manufacturing liquor but with the exception that he was too well known and was fortunate enough to prove to the police his innocence and the case against him was struck off. It was the police patel who detected this case. It is futile for me to multiply instances of this nature to demonstrate the risks undertaken by informers who should be compensated on true and reliable information being given by them. These rewards are granted from fines imposed on accused persons. Of course if the accused be poor and be unable to pay a fine or the fine cannot be recovered from him, then a special reward of a small sum might be paid by Government. I am respectfully of opinion that officers drawing small salaries cannot be expected to meet such charges from their own purses. Rewards when sanctioned should be promptly disbursed immediately on the expiration of the period allowed for appeal if the fine be recovered. Unnecessary delays in the preparation of bills, etc., occur and in the meanwhile should the informer not be paid he naturally doubts the promises made to him and refuses to give any further information and Government in the end suffer.

6. There is another obstacle which the Abkari staff have to meet in the exercise of their duties and which prevents them from taking real offenders to justice. These offenders readily take shelter under any excuse they find but when proceedings are instituted against them for the mere possession of illicitly manufactured liquor under section 47 of the Abkari Act they are fully cognizant of the fact that the law protects them and no harm can be done to them. The defect in the law is a serious one, for it allows any person to possess liquor whether illicitly manufactured or imported in any quantity which does not exceed the limit

which can be legally sold in any licensed shop. In this as in most districts the quantity which a person can lawfully have in possession is one imperial gallon or six bottles. Cases in which illicitly manufactured liquor is detected in houses cannot be taken before magistrates as a High Court ruling clearly specifies that the mere possession of country liquor in any quantity within an imperial gallon is not punishable under the Abkari Act. The proceedings in a case in the Kanara district has within the last few days been quashed by the High Court. Although that case was one of possession of liquor imported the principle applies also to possession of liquor illicitly manufactured. An amendment of the Act is therefore essentially necessary. Under the law as it now stands a person if he can escape detection while illicitly distilling liquor in any place can take a bottle or two to his house and treat his friends without the slightest fear of arrest. Apart from the fact that such a ridiculous anomaly has the sanction of an Excise Law, since the manufacture of an article is considered illegal while the possession of it within a certain quantity is legal, it is, I respectfully consider on moral grounds, incontestable that such a license makes criminals of certain individuals who would fear to transgress in this respect on account of the risk involved if such facilities did not exist. The moment offenders realize that the protection they enjoy under which they can defend their evil doings has been withdrawn some may adopt other methods but many may desist from following their unlawful habits, as the risks of discovery would be great. It is probable that action to remedy this defect in the Act has not been taken on account of possible hardships to people who may either dilute liquor lawfully purchased from a licensed shop or who may mix the two kinds of liquor sold at such shops to suit the tastes of consumers and so possess liquor of a strength not legally obtainable in the districts but a superficial examination of the colour and smell of liquor by any experienced Abkari officer would satisfy him whether it was illicitly manufactured or sold from a licensed shop and proof of this from a shopkeeper would easily be forthcoming. Besides, a special colour could be given to liquor sold at licensed shops and the danger that innocent people would be unnecessarily harassed would disappear. Some action on the part of Government is necessary to make the law clear on this point not only for the protection of the Abkari revenue but for the people themselves.

7. I do not consider the introduction of any harsh measure notwithstanding the fact that the illicit manufacture of liquor as extensively conducted in this district would meet the evil for the simple reason that harsh measures suddenly applied result in great harm being done. It would be, from what I have seen in this district, highly impolitic to extend the provisions of the Mhowra Flowers Act, for example, at the present time to the Kaira district. The people are poor and the mowra is a food for them and it would be a great hardship to them to be suddenly deprived of one of the means for their existence. A number of innocent people would suffer. What is really required at present is a strong and adequate Abkari staff properly officered to cope with the illicit practices. Men of experience and especially of tact and also of firmness are necessary to deal with the Dharalla Kolis, who are a peculiar people of a somewhat unruly nature and criminally inclined. With a sufficient staff enabling each Inspector or Sub-Inspector to work independently with promptitude, confidence and tact, a very large number of cases could be detected and the useful work done, which should result in the sales in the licensed shops being improved by degrees to a figure which ought to give Government in the future at least three times the Abkari revenue now realized in this district.

I have, etc.,
JOHN LORIMER,
 Superintendent, Opium Preventive Service.



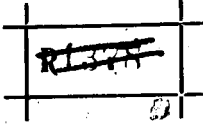
GOVERNMENT OF BOMBAY

LEGISLATIVE COUNCIL

Reports of Mr. G. F. Shepp
Sir Frederick Lely in 1903 and
Lorimer in 1905, on cer
matters.

BOMBAY: PRINTED AT THE GOVERNMENT C

EAST INDIA (ABKARI ADMINISTRATION, TANNAH AND KOLABA)



S1542



URN to an Address of the Honourable The House of Commons,
dated 29 June 1887;—for,

“COPIES of CORRESPONDENCE on the subject of recent PROCEEDINGS
connected with the Administration of the ABKARI LAWS in TANNAH and
KOLABA.”

India Office,
29 June 1887.

J. A. GODLEY,
Under Secretary of State for India.

(Mr. Samuel Smith.)

Ordered, by The House of Commons, to be Printed,
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COPIES of CORRESPONDENCE on the subject of recent PROCEEDINGS connected
with the Administration of the ABKARI LAWS in TANNAH and KOLABA.

— No. 1. —

The Secretary of State for India to the Governor in Council, Bombay
(Revenue, No. 4), dated 10th March 1887.

My Lord,

I FORWARD herewith, for the information of your Excellency's Government, copy of a question asked in the House of Commons by Mr. Samuel Smith, and of the reply made thereto, relative to a movement among the population of the Tannah and Colaba Collectorates of the Bombay Presidency in favour of total abstinence from strong drink. In the proceedings of your Excellency's Government (Miscellaneous) for October 1886, No. 471, I find a reference to the subject, but I shall be glad to receive at your early convenience a report relative to the action of the authorities in a matter which, according to the Report on Native Papers for December last, appears to have attracted considerable public attention. I should like you especially to specify whether there is in the Tannah and Colaba districts a movement such as that described in Mr. Smith's question, and I should wish to receive copies of the proclamation and notice which Mr. Smith quotes, and any other public documents bearing on the subject.

I have, &c.
(signed) Cross.

Enclosure 1, in No. 1.

House of Commons.—11th February 1887.

MR. SAMUEL SMITH asked the Under Secretary of State for India whether he is aware that there is a movement among the population of the Tannah and Colaba Collectorates of the Bombay Presidency in favour of total abstinence from strong drink, and that for this end the natives propose to make abstinence a rule of their caste; and if he is further aware that the Government, in order to stop this movement, have put eight of the leaders in prison, and have issued a proclamation that if anybody "by threats of violence or otherwise endeavour to hinder others from purchasing or drinking liquors, he will render himself liable to criminal prosecution."

And whether a notice has been distributed in the Colaba Collectorate, which states that "people have full liberty to drink spirits or not as they choose, and that whoever hinders them will be prosecuted criminally, and will be awarded the highest punishment laid down in the law."

REPLY.

SIR JOHN GORST said: According to the official information received by the Secretary of State, the movement among the population in certain Collectorates in Bombay was not one in favour of total abstinence, but a strike against the severe restrictions enforced on the tapping and sale of toddy, and the high price of liquor. The Secretary of State has not yet received any official information respecting the eight men alleged to have been imprisoned in December last, or the proclamation referred to. But I may observe that even in the United Kingdom persons who "by threats of violence endeavoured to hinder others from purchasing or drinking liquors" would "render themselves

4 CORRESPONDENCE RELATING TO THE ADMINISTRATION

themselves liable to criminal prosecution." A notice was issued by the Collector of Kolaba in October last (which is probably that referred to in the question). It did not commend itself to the Government of Bombay, and was by their order withdrawn. The Secretary of State will make further inquiry into the matter.

Enclosure 2, in No. 1.

ABSTRACT Bombay Proceedings, Revenue Department (Miscellaneous), October 1886.

No. 471.—Memorandum from the Commissioner, S. D. (No. 3018), dated 15th October 1886, submitting a letter (No. 3889), dated 29th September 1886, from the Collector of Kolaba, who reports that meetings are being held all over Panvel and Pen with the object of compelling all persons to abstain from liquor so long as the present severe restrictions continue in force on the tapping and sale of toddy, and liquor remains at its present price; states that at these meetings it is resolved that persons transgressing the ordinance to refrain from liquor should be put out of caste, and only re-admitted under the severest penalties; that he has received strongly worded petitions on the subject from the contractors, but that as long as peaceful means only are used nothing can be done; forwards a translation of a notice issued by him; observes that the notice may perhaps have some deterrent effect, but that it is probable that the strike will not last long, as the classes who consume liquor are not likely to be very self-denying on principle; the Commissioner observing that the meetings described by the Collector do not appear in any way illegal, that no action on the part of local officers appears necessary or practicable, and that the notice published by the district magistrate does not commend itself to him (the Commissioner) as it has no legal value; intimating that if specific complaints of threats or coercion arise, they will of course be dealt with according to law; and adding that a copy of his Memorandum will be sent to Mr. Keyser.

RESOLUTION.

His Excellency the Governor in Council concurs in the views expressed by the Commissioner, S. D. The notice should be withdrawn.

— No. 2. —

REVENUE DESPATCH from the Bombay Government to Her Majesty's Principal Secretary of State for India in Council, London, dated Bombay Castle (No. 9), 22nd April 1887.

My Lord,

WE have the honour to acknowledge the receipt of your Lordship's Despatch, No. 4, dated the 10th ultimo, forwarding a copy of a question asked in the House of Commons by Mr. Samuel Smith, and of the reply made thereto, relative to a movement among the population of the Thána and Kolába Collectorates in favour of abstinence from strong drink, and calling for a report as to the action taken by the local authorities in this matter, and for copies of the notice referred to by Mr. Smith, and of any other public documents bearing on the subject.

2. In reply, we have the honour to inform your Lordship that the Collector of Kolába reported in September last that meetings were being held in all parts of the Panvel and Pen Tálukas of that district, with the object of compelling the rays of those tálukas to abstain from liquor so long as the restrictions imposed by Government on the tapping and sale of toddy continued in force and liquor remained at its present price, and that it was resolved at those meetings that persons transgressing the ordinance to refrain from liquor should be excommunicated, and only re-admitted under the severest penalties. The Collector observed that nothing could be done by Government so long as peaceful measures were used, and that there was no probability of the strike lasting long, as the classes who consumed liquor were not likely to be very self-denying on principle, but that he had issued a notice which might have some deterrent effect. In forwarding Mr. Keyser's Report, the Commissioner, S. D., expressed his

his opinion that the meetings described by Mr. Keyser did not appear to be in any way illegal, that no action on the part of the local officers appeared necessary or practicable, and that if specified threats of coercion arose they would be dealt with by the magistrates according to law. We concurred in the views expressed by the Commissioner, and directed the withdrawal of the notice published by the Collector of Kolába, as we considered that though it was, strictly speaking, legal, it might be construed into an indication of a desire on our part to suppress the movement having temperance for its object. Mr. Smith evidently refers to this notice, a copy of an English translation of which is forwarded herewith, as desired by your Lordship. We beg also to enclose, for your Lordship's information, copy of a notice published by the Collector of Kolába in December

Letter from the Commissioner of Customs, Salt, Opium, and Akkari, Bombay, No. 6332, dated 24th November 1886, and its accompaniments.

Government Resolution, No. 8661, dated 8th December 1886.

Letter from the District Magistrate, Kolába, No. 3 (Conf.), dated 17th January 1887, and its accompaniments.

Letter to the Solicitor to Government, Bombay, No. 438, dated 22nd January 1887.

Judgment recorded by the High Court of Judicature, Bombay, in the case of Vishnu Govind Patankar in criminal application, No. 4 of 1887.

and is to induce this Government to reduce the tax at present levied on toddy-producing trees, and thus to make liquor cheaper and so promote intemperance.

3. We beg leave to explain that Government would regard a genuine movement in favour of temperance with satisfaction, feeling sure that Government will be repaid for any loss of revenue by the increased prosperity of its subjects. It is, however, the duty of the officers of Government, who have to administer the law, to see that the promoters of the movement do not use intimidation to further their object, and if any person complains to a magistrate that he has been intimidated the magistrate has no choice but to enforce the law. It is wholly untrue that this Government or its officers have encouraged such complaints, and though it is possible that the liquor contractors may have done so in their own interests, we do not consider that this is a matter with which this Government has any concern.

4. We beg to add that the statements made in Mr. Smith's question that a proclamation was published by us to put a stop to the movement, and that eight of the leaders of the movement were put in prison at our instance, are not true. No proclamation has been issued by us, nor have any prosecutions been instituted under our orders, or under the orders of any of our officers. Mr. Smith probably refers to a case in which Mr. Drew, First Class Magistrate, Kolába, sentenced in December last eight agriculturists of Washi, in the Pen Taluka, under Section 506 of the Indian Penal Code, for threatening to damage the crops of one Dhavji Vithu Mhatra, unless he promised to abstain from liquor. This case originated in a charge preferred by the threatened person, and there is absolutely no reason to believe that the latter was instigated by any Government officer.

5. We also beg to forward, for your Lordship's information (1), a statement showing the quantities of liquor consumed in the Thána and Kolába districts in each of the months of December 1886, and January and February 1887; and (2) a comparative statement showing the quantities of spirit removed from the Uran Distillery to the Thána and Kolába districts during the months of December 1885, January and February 1886, and December 1886, January and February 1887. From these it will be seen that the normal condition of affairs is being resumed, and that the so-called temperance movement does not promise to have a long existence.

We have, &c.
(signed) Reay.
M. Melvill.
J. B. Richey.

6 CORRESPONDENCE RELATING TO THE ADMINISTRATION

Enclosure 1, in No. 2.

NOTICE

Is hereby given that it has come to the knowledge of the undersigned that certain evil-disposed persons are attempting by threats of violence and of causing other injury to those who will not obey them, to compel all persons who exercise their right to buy and consume liquor to desist from doing so. Such persons are warned that they render themselves liable to a criminal prosecution. People are free to consume or abstain from drinking liquor at their pleasure, and any person threatening or using violence to compel persons to abstain will be prosecuted and punished with the utmost rigour of the law.

(signed) *Alfred Keyser,*
Collector and District Magistrate, Kolába.

29 September 1886.

Enclosure 2, in No. 2.

(No. 6332 of 1886.)

To the Acting Chief Secretary to Government, Revenue Department, Bombay.

Sir,

Bombay, 24 November 1886.

I HAVE the honour to submit, for the information of Government, copies of certain papers connected with a movement among the people of the Kolába and Thána Districts which has led to a combination on their part to abstain totally from taking toddy or mhowra spirit from the shops of Government farmers.

In September last the Collector of Kolába addressed the Commissioner, S. D., on the subject, and on his bringing it to the notice of Government, they passed their Resolution in the Revenue Department No. 7594, dated the 22nd October, thereon.

At that time I was inclined to regard the movement in the same light as the Commissioner, S. D., regarded it. I thought it improbable that the strike would "last long, as the classes who consume liquor are scarcely likely to be very self-denying on principle," but since then the movement has been gaining strength and is beginning to assume serious proportions.

On the 6th October I received a letter from the Collector of Thána, to which I sent the following reply:—

"I have the honour to state that although there does not appear to be any legal provision which can be quoted against them, Patels of villages have, in my opinion, no right whatever to join in the movement which you report or to silently encourage it, or in any way to aid and countenance it. It is their duty to assist in carrying out the arrangements which Government have made in various departments and not to upset these arrangements by opposition. I beg that you will cause the Patels in question to be sent for and their statements recorded in writing and their conduct reported for the orders of Government."

In reference to that I have recently received a letter from the Collector of Thána, in which he says that he has caused inquiries to be made into the conduct of the Patels, and that he cannot ascertain that they have committed any act for which they could legally be punished; but he has not taken their statements in writing as to the part they took in the movement and their reasons for the same. Had he done so, he would have been in a position to state exactly the object of the combination, whereas he now merely conjectures that it is "the discomfiture of Government in the matter of ábkári arrangements." In all probability this conjecture is correct, but it would have been more satisfactory if we had before us the statements of some of the agitators as to their real motives. I have written again to the Collector to cause the statements of the Patels concerned to be taken and forwarded to me.

The Collector of Kolába reports the cause of the combination to be "the severe restrictions on the tapping and sale of toddy and the high price of liquor," and doubtless he is right. The people have heard of the reduction of the tree tax in the island of Bombay, and not knowing that it is the intention of Government to revise the tree tax in Kolába, Thána, and elsewhere, they think that their best mode of attaining that result is agitation.

In some parts of the above-mentioned districts no spirit has been bought from the Government shops since two months, and if we are to compensate the farmers for their losses, as in equity we are bound to do if the present state of affairs continues, there will be a considerable decrease in our ábkári revenue.

The farmer of the six inland tálukás and of the Sálsette Táluka of Thána has guaranteed a minimum sum of Rs. 4,56,185 for the year. The Panvel farm has been let for Rs. 1,51,775, while the farmer of Pen and the other tálukás excepting the bágayat portion of Alibág has guaranteed Rs. 1,05,525, i.e., at the rate of Rs. 38,015, Rs. 12,648, and Rs. 8,794 per mensem respectively.

The

OF THE ABKARI LAWS IN TANNAH AND KOLABA.

7

The question for decision is, shall we sit quiet and allow the movement to continue and to spread, and thereby to forfeit a large amount of revenue, or are measures to be adopted which will bring the people to their senses?

At the present time we can scarcely afford to sacrifice any revenue, and I am therefore on the side of action. I would recommend that the Collectors of Kolába and Thána (and of any other district to which the movement may spread) be told to cause the people, and especially the principal agitators, to be informed that if their object is a reduction of the tree tax and in the price of liquor they are setting about gaining their point in a wrong way, and that so long as the present combination exists they will never attain the end they have in view.

Enclosures 5, 6, and 7, are copies of petitions from the farmer of the six inland tálukás and of the Sálsette Táluka in Thána.

There is nothing in the farmers' contract which renders it legally binding on Government to compensate them, and if the movement now ceases I would not do so, but if it continues we shall be in honour bound so to do.

I have, &c.

(signed) J. G. Moore,

Acting Commissioner of Customs, Salt, Opium, and Ábkári.

Enclosure 3, in No. 2.

(No. 4661 of 1886.)

To the Commissioner of Customs, Salt, Opium, and Ábkári.

Sir,

Thána Collector's Office, 6 October 1886. ✓

I HAVE the honour to report, for your information, and any orders you may think necessary, the following:—

2. It appears that the Inámdár of Chikli in Panvel Táluka lately started a movement to refuse to take toddy or spirit from the shops of Government contractors, apparently with the object of compelling Government to abolish the present ábkári system. A large meeting was held in Chikli at which resolutions were passed not to drink at Government shops, and letters were sent to various places in Sálsette and Kályan tálukás urging the inhabitants to hold meetings and pass similar resolutions.

5. In accordance with these letters a meeting was held at the tank at Sadli, Khairni Patti of the Sálsette Táluka, and the inhabitants of the villages mentioned in the margin bound themselves on 17th August by a decision to the effect that anyone who should drink from a Government contractor's shop should be fined Rs. 100 and put out of caste. My information also is that Patels of villages took part in these meetings.

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Mahupa
Goriml.
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Ju.

Padne.
Khairni.
Koper Khairni.
Waj.

4. Another meeting was held on 4th October in the Vithalwádi Temple of Katemaniwáli of Kalyán Táluka, at which about 400 people are said to have assembled. This meeting, I am informed, came to the same decision, the penalties being fixed at loss of caste and a fine of Rs. 50.

5. The contractors have complained to me that the movement is spreading, letters being distributed widely, and that a serious loss to them will be the result.

6. I replied to them that so long as the promoters of this movement kept within legal limits I could not prevent them from holding meetings and giving any advice to others by letter or messenger. But I told them that if any illegal intimidation or pressure was brought to bear on individuals to force them against their will to abstain from drinking, a prosecution should be attempted, provided clear evidence were obtainable.

7. With regard to the alleged action of Patels in the matter, I have as yet taken no steps; I am not sure what view Government will take of the matter and whether they would permit any interference with the free expression of opinion by Patels, or be prepared to forbid their joining in the movement, so long as it is carried on in a strictly legal manner.

8. I should be glad of an early expression of your opinion on the subject.

I have, &c.

(signed) F. L. Charles,
Acting Collector of Thána.

8 CORRESPONDENCE RELATING TO THE ADMINISTRATION

Enclosure 4, in No. 2.

(No. 5381 of 1886.)

To the Commissioner of Customs, Salt, Opium, and Ábkári.

Sir,

Thána Collector's Office, 18 November 1886.

WITH reference to your letter, No. 5512, of the 12th ultimo, I have the honour to state that I have caused inquiry to be made into the conduct of the Patels, but I cannot ascertain that any of them have committed any act for which they could be legally punished. Directly or indirectly they are no doubt parties to the movement, but I can give no evidence of any overt act or speech on the part of any one of them for which he could be called to account.

Various objects have been stated as the purpose of the meetings which have been held, such as regulations for the restriction of marriage expenses, the prevention of the possession of mhowra flowers or the illicit distillation of mhowra liquor or its consumption, &c., but there is little doubt that these alleged objects are brought forward to cover the principal one of banding together to the discomfiture of Government in the matter of ábkári arrangements. I am of opinion that Government should be in full possession of the information, and trust that if you agree with me you will kindly place the facts before them, but I am also inclined to think that no eagerness should be shown on the part of the authorities to check the movement or to attach any great importance to it, for by so doing the malcontents would be led to imagine that one of their objects, viz., that of causing annoyance to Government, had been attained. The watch over the movement is being quietly but carefully maintained, and any one who lays himself open to punishment will be promptly dealt with, but the probability is that in the course of time the combination will die a natural death.

The loss of the contractor by the present stoppage of sales is of course a separate question, and on this I have already addressed you in forwarding the application of the contractor for a reconsideration of the terms of his contract.

I have, &c.
(signed) E. Gray,
Acting Collector.

Enclosure 5, in No. 2.

To the Commissioner of Customs, Salt, Opium, and Ábkári, Bombay.

(Through E. Gray, Esq., Collector of Thána.)

Kalyán, 12 November 1886.

Respected Sir,
YOUR petitioner, Edalji Fakirji, liquor contractor of the six inland tálukás of the Thána District for the year 1886-87, most humbly and respectfully begs to bring to your kind notice—

That large meetings were held at Ambarnáth, Kumbhárli, Niljen, Tees, Puri, &c., in the Kalyán Táluka of the Thána Collectorate in September and October last, among villagers, all of the Kunbi caste, for adopting measures to put a stop to the practice of drinking liquor, especially from your petitioner's shops.

That at every meeting held at the above-mentioned places the Kunbis resolved between themselves that any person, on and after the day of the meeting, found drinking liquor should be liable to a penalty of a fine of Rs. 100, or excommunication for 12 or 15 years, and any person detecting some one who may not act according to the above resolution would be awarded Rs. 10.

They also resolved that to those of the drinking classes, who were not present at the above-mentioned meetings, whether they be of same caste as themselves or be of other caste, as barbers, goldsmiths, weavers, labourers, &c., letters should be sent to enforce the same resolution passed among them, and in case of their refusal no one should join them into any social intercourse or call them for labour. I hope the Mámlatdár of the Kalyán Táluka must have already reported to your honour stating the above-mentioned account.

That your petitioner is informed that those Kunbis think that when no one drinks your petitioner's liquor the petitioner shall have to sustain a loss of thousands of rupees. When this year the petitioner is fully ruined, next year no one shall bid a high sum, and then they shall get liquor cheaper.

That your petitioner is also informed that the instigator and the creator of this strike is a Bráhman named Vishnu Pátankar, a resident of Chikli in the Panvel Táluka in the district of Kolába.

That your petitioner had expected that Government would make prompt arrangements for such a strike of people in respect of liquor, but he is sorry to say that nothing is done as yet.

That

That this strike of people in the Kalyán Táluka is vastly and rapidly extending among the people of five other tálukás, and at some places in these tálukás also people have begun not to drink liquor.

That owing to such a resolution of the people most of your petitioner's shops in the tálukás are as if almost shut since they have begun to hold meetings. Not only these people do not go to the petitioner's liquor-shops, but prevent any one who wants to use liquor as a medicine, and tell him to go and prepare it at his house.

That under these circumstances your petitioner most humbly begs that a change in the terms of your petitioner's liquor contract should be made, so as to make him responsible to give to Government only the duty upon as much liquor as would be sold.

Your petitioner shall be ever obliged, and pray for your honour's long life and prosperity.

Apologizing for the trouble I give you herein, I conclude my request.

I beg, &c.
(signed) *Edalji Fakirji*,
Liquor Contractor.

Enclosure 6, in No. 2.

To *E. Gray*, Esq., Collector of Thána.

The Humble Petition of *Edalji Fakirji*, Liquor Contractor of the Sálsette Táluka of the Thána Collectorate for the current Year 1886-87,

Most respectfully sheweth—

THAT a large meeting of the villagers, all of the Ágri caste, of 30 villages in the Kherna Patti of the Sálsette Táluka, was held on the 12th October to adopt measures to put down the practice of drinking liquor, especially from the shops of your petitioner.

That about 1,500 persons attended the meeting, where it was unanimously resolved that whoever on or after the above-mentioned date should drink liquor would render himself liable to a punishment of 50 rupees fine, with the additional penalty of excommunication for 12 years, and that whoever should discover and bring to the notice of the meeting any infringer of the above resolution would be entitled to 10 rupees as a reward; that those of the drinking classes who did not attend the meeting and take part in the proceedings should be forcibly compelled to conform to the above resolution, and be subjected to the same punishment on being discovered to have infringed the above resolution; and, lastly, your petitioner is informed that those of the drinking classes who do not belong to the Ágri caste, namely, goldsmiths, cobblers, and barbers, should be asked to enforce the same resolution among themselves, and if they be found to refuse to comply with the requisition they should be debarred from any social intercourse with the people, and that none should buy their labour, thus inflicting upon these classes the terrible punishment of social banishment. Of this state of things the Ábkári Inspector and the Mámlatdár of the Sálsette Táluka must have, your petitioner presumes, already informed you.

That on the 20th October last a similar gathering of the Ágri people of Kolset, Balkhum, Bháñdup and other villages, numbering 24 in all, took place at Kolset, your petitioner learns, at the requisition of the Kherna people; that this meeting was attended similarly by more than 1,000 villagers, and that they adopted literally the resolution passed by the Kherna people with the full consequences resulting from the infringement of the same.

That on the 29th idem Thána itself was the scene of a similar gathering of the Koli caste; that it was also a large meeting, convened, your petitioner hears, at the requisition of the Kolset people, and that at this meeting too the same resolutions were adopted.

That on the 31st idem a fourth meeting of the Marátha washerman, Native Christian and several other castes was held at Thána; that this meeting was also largely attended, and passed and adopted similar resolutions to those of the other meetings mentioned above.

That your petitioner is informed that the originator and agitator of this strike is a Bráhma named Vishnu Pátankar of Chikli in the Panvel Táluka in the Kolába Collectorate.

That accounts of the several meetings hitherto held in different parts of the Sálsette Táluka having been already forwarded to you by the Ábkári Inspector, your petitioner had entertained great hopes that Government would take energetic measures to put down the strike of the people in respect of liquor-drinking and make a proper *bandobast*, but your petitioner regrets that nothing of the kind has yet been done; that owing to this state of things people who have made the strike not only do not go to the liquor-shops to drink themselves, but they are always on the watch and patrolling as it were to see whether their resolution has been carried out by others to the letter or not; that owing to this vigilant watch of the agitators not a single soul of the castes who have made the strike attends the liquor-shops to drink liquor, and hence nearly half the number of the liquor-shops have had to be almost shut up since the date of the first meeting above mentioned.

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That under these circumstances your petitioner prays that a change in the terms of your petitioner's liquor contract may be made so as to make him responsible to pay to Government only the duty upon so much liquor as would be sold.

And your petitioner for this favour, as in duty bound, shall ever pray for your long life and prosperity.

Thána, 11 November 1886.

(signed) *Govind Premji,*
for *Edalji Fakirji.*

Enclosure 7, in No. 2.

To *E. Gray*, Esq., Collector of Thána.

Sir,

A FEW days ago I had the honour to submit to you a petition stating that in several parts of the Sálsette Táluka the people of several castes have resolved upon abstaining from drinking liquor and have imposed heavy penalties on those who should break this resolution, and asking for a change in the terms of my contract so as to make me liable to pay to Government only such amount of money as will equal the amount of duty on liquor actually consumed.

This strike, as it may be called, on the part of the people, instead of showing signs of abatement is rapidly spreading to places other than those mentioned in my former petition. I, therefore, pray you will be graciously pleased to order that till a decision is arrived at on the subject of my former petition, the Mámlatdár should not demand from me all the amount that I may be liable to pay under the present terms of my contract, but such amounts only as will equal the amount of duty on liquor actually sold. Such a provisional kind of arrangement will, it will be seen, hardly come in the way of the Government to arrive at a decision on the prayer in my former petition.

It is, I think, quite unnecessary in this place to again refer to the circumstances and causes which have led the people to abstain from drinking liquor.

Trusting you will be graciously pleased to grant my request above made,

I beg, &c.
(signed) *Govind Premji,*
for *Edalji Fakirji.*

Enclosure 8, in No. 2.

(No. 8661.)

RESOLUTION.

Revenue Department, Bombay Castle,
8 December 1886.

It is impossible that Government can take any steps to check this movement so long as illegal compulsion on the part of the promoters of the movement is not resorted to. A careful watch should be kept to see that no illegality is committed.

2. As regards the question of compensation to the liquor contractor, Government consider that if he can show, in winding up his accounts, that during the whole currency of his contract he has lost through abnormal and unforeseen events, it may be advisable to forego part of their claim, but it would be a dangerous precedent to relieve a contractor who may lose at first and afterwards make a profit by which he more than covers his previous losses.

T. D. Mackenzie,
Acting Chief Secretary to Government.

Enclosure 9, in No. 2.

NOTICE.

(No. 4833 of 1886.)

Camp Mángaon, 21 December 1886.

GOVERNMENT have ordered the withdrawal of the circular sent from this office, warning persons who used threats or other illicit means to deter persons from consuming liquor. Magistrates and police officers will therefore not be influenced by it in dealing with offenders, and any prosecution by the police should at once be reported to the undersigned.

In the notice (in Maráthi) the word "shikast" in the last line is a mistranslation and ought never to have been used.

(signed) *Alfred Keyser,*
District Magistrate.

Enclosure 10, in No. 2.

(No. 3 of 1887.)

From Alfred Keyser, Esq., District Magistrate, Kolaba, to T. D. Mackenzie, Esq.,
Acting Chief Secretary to Government, Revenue Department.

Sir,

Camp Panvel, 17 January 1887.

I HAVE the honour to report, for the information of Government, that one Vishnu Govind Patankar, Inámdár of Chikli, taluka Panvel, has made an application to the High Court for the transfer of a case, in which a complaint of criminal intimidation has been made against him, from the Court of Mr. W. Drew, 1st Class Magistrate, to be tried in some other district under Section 526 of the Criminal Procedure Code, and I would respectfully recommend that the Advocate General be instructed to oppose the application.

2. My grounds for making this recommendation are that the application has been made by the well-known counsel, Mr. Inverarity, on behalf of the accused, and as it is supported by allegations reflecting seriously on the authorities of the district, and the case has attracted considerable public attention, I think it may appear desirable to Government that the true facts should be placed before the Court with an ability equal to that with which the accused's statement will be presented.

3. I subjoin a copy of two statements made on behalf of the accused, and will proceed to reply to them as briefly as I can.

Statement A.—(a) It is true that the accused Vishnu is looked upon as the instigator of the so-called temperance movement, which is really a demonstration against the Abkari policy of Government and instituted in the hope that it will force Government to remove the present high rate of taxation on toddy trees. The accused was formerly a trader in mhowra flowers. To prevent him selling them to the people and thus encourage illegal distillation, the contractor one year purchased his stock above the market rate and another year paid him a sum as compensation for the loss sustained in the cessation of his trade. Subsequently a quarrel arose between the parties, and, as the contractor represents, it is on account of this quarrel that the accused has taken the opportunity to foster the discontent caused by the present dearth of toddy and of liquor by instigating the present movement. Whether this be an absolutely correct statement of the case I cannot determine; but I have been informed from several sources that the accused is really the originator and chief supporter of the movement. The allegation is true if the word "not" be read before "without foundation."

(b) It was first reported to me in September that meetings were being held, in which it was resolved that so long as the present restrictions existed the Ágris would abstain from drinking, that anyone not so abstaining would be put out of caste and fined, and it was further reported that threats of violence were freely resorted to to induce people to join the movement. I issued a proclamation warning people to abstain from criminal intimidation, but beyond this no action has been taken by any authority to put pressure on the people in connection with the movement. The contractor, whose business the movement ruins, has, I believe (but I have not been at much pains to inquire by what means), tried to induce his customers to return to him.

(c) Soon after hearing of the movement I came to Panvel to inquire into it, as I thought it my duty to ascertain what I could about so unusual and wide-spread a combination. I sent for the contractor and questioned him, and also for the present accused, as I was told (not by the contractor in the first instance) he was the originator of the whole business. The latter denied all participation in the movement or knowledge of its cause. There the matter ended, and I have not been in the taluka since until quite recently.

(d) I believe negotiations, at which Mr. Mánesháh, a High Court Pleader, assisted, were held with a view to induce Fardunji, the contractor himself, to petition Government to remove the present restrictions on tapping toddy trees. I have seen a printed draft of the petition, but no arrangement was come to.

(e) Mr. Cox, the Superintendent of Police, denies using any threat as stated. I subjoin a copy of his demi-official reply.

* (e) I have already sent with my former report a copy of a statement by Mr. Drew. The papers in the case have been sent for by the High Court. I saw them yesterday in Bombay, having sent for them informally. The prosecution was instituted by a private individual, who asserts that he was threatened, when purchasing liquor in a shop in, I think, Panvel, with injury to his property by the present accused and others. The liquor

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contractor affirms that he did not instigate the prosecution, and is prepared to subscribe an affidavit, which I intend to send to the Government Pleader, to that effect.

(f) There is every reason to suppose that the accused was escaping service of the warrant. The 4th instant is probably a mistake for the 14th, the day for which the case was fixed. I know, of course, nothing of the circumstances, except that Mr. Drew told me casually in conversation he had received a very unbecoming letter from the accused.

(g) There has been no system or series of prosecutions. This is the second case before Mr. Drew at an interval of three months from the first. One case was reported by a subordinate magistrate this month. As no conviction returns have been received, I presume it was discharged (*vide* Mr. Drew's statement). In one other case before the 1st Class Magistrate, Panvel, one man was fined two rupees for a similar offence.

(h) It is absolutely untrue that Mr. Drew has been in frequent or any communication with me on the subject of these convictions. He mentioned in conversation to me he had received the complaint in October, and except that I saw his criminal return I had no other communication with him, to the best of my memory, on the subject until I met him this month, when he told me of the present case. I think it was Friday evening, 7th instant, that he mentioned that the accused was in it, and had written him the letter referred to above.

(i) Neither Mr. Drew nor myself could have any evidence to give relevant to the present case; but were it otherwise, Mr. Drew as magistrate can take cognizance of any facts within his own knowledge, and it would be easier for me to attend a court within my own district than outside it.

(j) There is no strong feeling among the officers in the district, who have remained absolutely neutral. Mr. Drew takes no active share in the *shikari* administration of the district, has not been directed to make any inquiry in connection with the origin of the present movement, and there is no reason why the accused should not expect to get a fair and impartial trial. The case is a most trivial one, and the accused unnecessarily magnifies its importance and his own.

4. *As regards the Application B.*—The text of my notice is already before Government. I regard any combined movement as dangerous in this country, where threats and violence are resorted to to enforce it, and I hoped to be able by a somewhat strongly-worded notice to arrest illegal action. I have reason to believe the notice was not ineffectual in assisting towards this end. Subsequently I issued a circular on receiving Government Resolution No. 7594 of 27th October 1886, Revenue Department. I could not well cancel a notice which only said that people who committed acts defined to be illegal by the Penal Code would be prosecuted, as it might be taken to mean they might commit them with impunity.

5. I think it is of very great importance to show in Court that Government officers have preserved a neutral attitude, and that the statements in the application are misleading and false. Whether the case be tried here or elsewhere is a matter of intrinsically small importance, but it is not, I maintain, expedient that the authority of the local officers should be weakened by the removal of cases, unimportant in themselves, from their jurisdiction, when the accused, as in the present case, is a man of local influence and position, and that it should not be denied in the most unqualified manner that any English magistrate is likely to be so prejudiced as to be unable to decide a petty case of this sort impartially, because it is more or less remotely connected with a popular movement, whether towards temperance or against Government restrictions. Because it would tend to weaken authority, then I would recommend that the application be opposed, and especially on the ground that the allegations supporting the statement are untrue.

6. I hope, therefore, that as Government is deeply interested when the character of the officers who represent it for justness and impartiality is assailed, and also as (a neutral attitude being most advisable with regard to the "temperance" movement which has attracted attention throughout India) it is advisable to rebut the applicant's case, which will be urged with the highest forensic skill obtainable, my suggestion that the Advocate General be instructed to oppose the application will meet with approval.

I have, &c.
(signed) *Alfred Keyser,*
District Magistrate.

Enclosure 11, in No. 2.

(A.)

In Her Majesty's High Court of Judicature.

(Petition under Section 526 of the Criminal Procedure Code.)

The humble Petition, of Vishnu Govind Pátankar, Hindu Inhabitant of Mauje Chirle, in the Táluka of Panvel,



Respectfully sheweth,

(a) THAT your Lordships' petitioner is Inámdár of the village of Chirle, in the táluka of Panvel.

That in connection with a certain temperance movement in the aforesaid táluka your Lordships' petitioner is, without foundation, looked upon and represented to the revenue authorities by the liquor farmer of that táluka, by name Fardunji, as the originator of the movement, and as actively engaged in dissuading people from drinking liquor.

(b) That the result of the said movement being pecuniarily injurious to the aforesaid farmer and to Government, endeavours are being made for the last five or six months to bring pressure on the people to drink, and with that view also to induce your petitioner to persuade the people to do the same.

(c) Your Lordships' petitioner was called by Mr. A. Keyser, District Magistrate of Kolába, and asked why he dissuaded the people from drinking, and thus caused loss to Government revenue. Your petitioner, however, replied that the people were not under his influence, and that he has done nothing beyond merely pointing out the evil effects of the habit of drinking to those who sought his advice.

(d) The said Fardunji also offered your Lordships' petitioner money as a temptation to him to move in the matter, in his interests, and advise the people to drink.

Your Lordships' petitioner declined the offer, adding that he was not the originator of the temperance movement in the táluka, and had no personal interest in the matter.

(e) Your Lordships' petitioner is informed that while he was absent from home the superintendent of police went to his house and threatened the inmates of his house, he (the petitioner) would be deprived of his inám village if he persisted in actively encouraging the temperance movement.

(e*) Your Lordships' petitioner never forced any one in the aforesaid táluka, or elsewhere, to give up the habit of drinking, with the view of causing injury to either liquor contractor or the Government.

Notwithstanding this, however, a charge of criminal intimidation has now been laid against your Lordships' petitioner, and seven others, before Mr. Drew, the First Class Magistrate of Kolába, at the instigation of the said Fardunji, after an interview with the said magistrate, and a summons affixed to the petitioner's house while he was absent from home.

(f) A copy of the said summons was shown to him by the servicer, accompanied by Fardunji's people, on the evening of the 4th instant, at a place six miles distant from his house, when he learned that he was required to attend Mr. Drew's Court at Chirle, more than eight miles from his residence.

Your Lordships' petitioner, not being able to attend as required, sent a petition requesting the magistrate not to hold the trial himself, as he was to be cited as a witness in the case.

No reply was sent to this petition, nor any change made in the date of hearing; on the contrary, it is said that a warrant has now been issued for the arrest of your Lordships' petitioner.

(g) Your Lordships' petitioner has reason to believe that the present prosecution is part of a system or series of prosecutions brought with the view of intimidating the people in the interests of the liquor contractor and the excise revenue, and in which the liquor contractor and his people take an active part.

Mr. Drew has already convicted, on summary trial on similar charges, and sentenced to imprisonment, four respectable persons who had been prosecuted with the active assistance of the liquor contractor and his people.

(h) The said magistrate has also frequent communications with the magistrate of the district, Mr. A. Keyser, on the subject of the prosecution herein above referred to.

(i) The facts above recited being important, as showing the motive of the prosecution against

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against your Lordships' petitioner, the evidence of both Mr. Drew and Mr. Keyser would be necessary in the present case.

(j) Your Lordships' petitioner has also reasons to fear, owing to the feeling amongst the officers of the district being very strong, that a fair and impartial trial cannot be had, and that there will be a miscarriage of justice if the present case were left to be tried by Mr. Drew or any other magisterial authority in the district of Kolába.

Your Lordships' petitioner therefore prays that your Lordships will be graciously pleased to direct a transfer of the case to any of the districts for trial, and grant to him such other and further relief as to your Lordships may seem meet.

And your Lordships' petitioner, as in duty bound, will ever pray.

(signed) *Vasudev Jagannath,*
Pleader for the Petitioner.

Enclosure 12, in No. 2.

(B.)

In the Matter of Criminal Petition, No. 8 of 1887.

I, Vishnu Govind Pátankar, inhabitant of Chikli, do hereby solemnly affirm that I have read the notice published in the accompanying number of a Maráthi newspaper, called the "Arunodaya," of date the 14th November 1886, purporting to be given by A. Keyser, Esq., District Magistrate of Kolába, under date 29th September 1886, and of which a true translation is hereto appended; and with reference thereto I state that I am informed and do verily believe that the said notice was issued by, and under the authority of the said A. Keyser, Esq. I further state that the said notice was published throughout the entire district of Kolába, by and under the authority of the said A. Keyser, Esq., and that so far as I am informed the said notice has not been cancelled, but is still in full force and virtue.

(signed) *Vishnu Govind Pátankar.*

Enclosure 13, in No. 2.

Arunodaya, 14 November 1886.

NOTICE

(By the District Magistrate, Zilla Kolába)

Is hereby given to all, that I have heard that some bad people are endeavouring to force people who have a right to buy liquor, and consume the same, not so to buy or consume the same, and use threats on those who would not listen to them. This warning is therefore given to such (bad) people that by so doing they are only incurring the risk of criminal prosecution. The people are at liberty to drink or not to drink liquor as they choose; and whoever shall threaten them saying that they shall not drink, or commit assault, shall be prosecuted, and severely punished with punishment prescribed in law.

(signed) *A. Keyser,*
District Magistrate, Kolába.

(True translation.)

29 September 1886.

(signed) *Vasudev Jagannath,*
Pleader, High Court.

Enclosure 14, in No. 2.

My dear Keyser,

Poona, 15 January 1887.

My visit to Vishnu Pátankar was made in company with Chitre, the Mámlátdár, and also 2nd class head constable Ganu Rámji Sinde. Of course I never threatened them at all. I merely explained that the agitation was illegal, and I got Chitre to read out the section of the Penal Code about intimidation just to explain the law. I stated that an influential man like an Inámdár should be careful not to use his influence wrongly, and Chitre added that it was like the system under which in Bengal the zamindárs were held responsible. I suppose that is the foundation for the "deprivation of the inám" story.

I went

I went to the village on a Sunday*; you can find the date in Goldsmid's diary. *3rd October. Vishnupant's people denied all knowledge of meetings and agitation.

(True copy.)

Alfred Keyser,
Collector and District Magistrate.

Mr. Chitre, the Mámátdár, says he only said it was the duty of the Inámtdár to see that his ryots obeyed the law.

17 January 1887.

A. K., Collector.

Enclosure 15, in No. 2.

(No. 438 of 1887.)

To the Solicitor to Government, Bombay.

Judicial Department, Bombay Castle,
22 January 1887.

Sir,

I am directed to forward you the accompanying letter from the District Magistrate, Kolába, No. 3, dated 17th instant, regarding an application made by one Vishnu Govind Pátankar, Inámtdár of Chikli, táluca Panvel, to the High Court for the transfer of a case in which a complaint of criminal intimidation has been made against him, from the Court of Mr. Drew, 1st Class Magistrate, to be tried in some other district under Section 526 of the Criminal Procedure Code.

2. In forwarding these papers I am to request that you will be so good as to instruct the Honourable the Advocate General to oppose the application. The Advocate General should inform the High Court that he does so, not because Government take any interest in the prosecution or care where the case is tried, but because the application for transfer imputes motives and actions to Government and its officers which it is necessary emphatically to repudiate.

3. He should at the same time explain the views and attitude of Government in this matter. The temperance movement, as it is called, no doubt affects the revenue of Government; but Government views the movement, so far as it is a genuine movement in favour of temperance, with satisfaction, feeling sure that it will be repaid for any loss of revenue by the increased prosperity of its subjects. It is to be feared, however, that the whole object of the movement is to induce Government to reduce the tax on toddy, and thus to make liquor cheaper, and so promote intemperance.

4. I am to forward herewith Compilation No. 479 of the Revenue Department, which contains the reports of proceedings by the leaders of the movement, which indicate the risk to public order threatened by those proceedings. Government, as soon as it was made acquainted with the issue of Mr. Keyser's proclamation of September 1886, ordered it to be withdrawn, because, although it was strictly legal, it might be misconstrued into an indication of a desire on the part of Government to suppress the movement.

5. At the same time it is the duty of the officers of Government who have to administer the law to see that the promoters of the movement do not use intimidation to further their object; and if any person complains to a magistrate that he has been intimidated, the magistrate has no choice but to enforce the law. It is wholly untrue that Government or its officers have encouraged such complaints. It is possible that the liquor contractor, in his own interests, may have done so, but that is a matter with which Government has no concern.

6. I am to add that the district magistrate has been directed to place himself in communication with you, and to supply you with such affidavits as may be required.

7. I am to request that the original papers herewith sent may be returned to this Department when they are no longer required.

I have, &c.
(signed) *A. Shewan,*
Under Secretary to Government.

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Enclosure 16, in No. 2.

COPY of the High Court's Judgment recorded in the case of *Vishnu Govind Pátankar* in Criminal Application, No. 4 of 1887.

(Per *West* and *Birdwood, J. J.*)

23 February 1887.

A POINT in this application to which the Court had to give special attention was the alleged conversation of Mr. Drew with the liquor contractor. Nothing has, however, been proved tending to show that the said conversation had anything to do with the prosecution in this case. The fact of Mr. Drew being a zealous officer is in no way a point in favour of the present application; it is only natural and proper that he should be so. It was also very natural that the complainant should have gone to an European officer, under the peculiar circumstances of the case, in preference to the *Mámlatdár*, who was the local magistrate. The Court is of opinion that there is no causa whatever shown for believing that Mr. Drew is likely to be prejudiced or influenced by any improper motive in the decision of the case. Under such circumstances a magistrate should be supported by the High Court, and it would be highly improper to throw gratuitously a slight on the magistrate by the transfer of the case from his Court. The applicant, moreover, is proved to have made reckless, if not wilfully false, statements as to threats having been made to his family. This fact alone would tend to deprive him of the sympathy of this Court. The Court sees no sufficient reason to interfere in the case, and has no doubt that the magistrate, Mr. Drew, will do his duty properly. As to the allegation that four similar cases have already been disposed of by Mr. Drew, the Court thinks that the fact of his decision in those cases not having been appealed against, or in any other way objected to, would seem to justify the inference that they were properly and uprightly decided. The Court is of opinion that the present application is entirely unfounded, and it must be rejected.

By the Court,
(signed) *A. K. Oliver*,
Acting Deputy Registrar.

STATEMENT showing the Quantities of TODDY and MHOWRA SPIRIT in Gallons Consumed in the Talukas of the Thána and Kolába Districts, during the Months of December 1886, January and February 1887.

District and Taluka.	DECEMBER 1886.				JANUARY 1887.				FEBRUARY 1887.				TOTAL.			
	Toddy Spirit.		Mhowra Spirit.		Toddy Spirit.		Mhowra Spirit.		Toddy Spirit.		Mhowra Spirit.		Toddy Spirit.		Mhowra Spirit.	
	25° U. P.	60° U. P.	25° U. P.	60° U. P.	25° U. P.	60° U. P.	25° U. P.	60° U. P.	25° U. P.	60° U. P.	25° U. P.	60° U. P.	25° U. P.	60° U. P.	25° U. P.	60° U. P.
THÁNA:																
Kalyán -	-	-	1,727	163	-	-	2,109	184	-	-	2,757	205	-	-	6,683	552
Bhivndi -	-	-	982	360	-	-	1,003	517	-	-	1,798	265	-	-	3,823	1,143
Váda -	-	-	445	27	-	-	550	45	-	-	849	124	-	-	1,844	196
Murbád -	-	-	413	4	-	-	593	26	-	-	790	5	-	-	1,790	35
Sháhápur -	-	-	1,084	159	-	-	1,345	171	-	-	898	297	-	-	3,207	627
Karjat -	-	-	920	75	-	-	1,049	61	-	-	1,155	39	-	-	3,134	165
Sálsétté -	-	5,011	1,578	6,245	8	4,800	2,532	7,125	7	3,773	4,892	10,908	15	13,384	9,002	24,338
Bassein -	-	1,713	166	3,672	-	2,774	143	1,596	-	5,849	283	4,180	-	10,836	692	9,448
Máhin -	-	2,104	150	2,117	48	3,747	145	1,381	19	4,042	134	4,690	61	9,893	440	3,158
Dáhnú -	-	681	165	447	-	1,101	150	279	-	681	463	537	-	2,503	748	1,263
Umbergaon -	-	-	10	772	-	-	11	880	-	-	315	674	-	-	336	2,323
TOTAL -	-	9,469	7,580	14,041	50	12,312	9,790	12,255	26	14,345	14,904	21,955	76	36,116	31,674	48,251
KOLÁBA:																
Panvel -	-	118	2,411	1,461	-	253	2,782	1,778	-	58	3,926	3,761	-	429	9,110	7,000
Bákyat Portion -	354	3,043	211	599	352	4,467	205	662	318	4,541	296	1,762	1,024	12,953	712	3,020
Khárápát Portion -	-	-	743	-	-	-	969	-	-	-	1,410	-	-	-	3,122	-
Pen -	-	-	1,746	133	-	-	2,109	158	-	-	2,772	138	-	-	6,687	420
Roha -	-	-	376	239	-	-	426	332	-	-	430	300	-	-	1,252	865
Mángoan -	-	-	257	-	-	-	252	-	-	-	380	-	-	-	878	-
Mahád -	-	-	349	-	-	-	307	-	-	-	431	-	-	-	1,177	-
TOTAL -	354	4,003	6,093	2,423	352	4,720	7,200	2,930	318	4,699	9,664	5,961	1,024	13,382	22,947	11,314

Bombay, 5 April 1887.

C. B. Pritchard,
Commissioner of Customs, Salt, Opium and Akkari.

Enclosure 18, in No. 2.

COMPARATIVE STATEMENT showing the Quantity of SPIRIT Removed from the DISTILLERIES at Uran, and the Amount of DUTY Collected thereon during the Portions of the Years 1885 and 1886 ending December.

YEARS.	For 11 Months ending November.		During December.			For 12 Months ending December.			Remarks.
	Quantity Removed.	Amount of Duty Collected.	Quantity Removed.	Amount of Duty Collected.		Quantity Removed.	Amount of Duty Collected.		
	Galls. qts.	Rs. a. p.	Galls. qts.	Rs. a. p.	Galls. qts.	Rs. a. p.	Galls. qts.	Rs. a. p.	
EXPORTED TO BOMBAY.									
Ordinary Spirit 25° to 10° U.P., at Rs. 2 12. 0. per Gallon of Strength, not exceeding 25° U.P., with a <i>pro rata</i> addition:									
1885	5,08,990 7	14,75,243 14 10	53,035 0	1,56,381 9 11	5,50,925 7	16,31,025 8 9			
1886	4,94,716 3	14,44,979 6 5	47,072 3	1,37,334 7 8	5,41,788 6	16,89,213 14 1			
Spirit of Wine, at Rs. 4 per Gallon, London Proof, with a <i>pro rata</i> addition for Over-Proof Strength:									
1885	714 2	4,440 10 9	71 7	447 9 11	786 1	4,888 4 8			
1886	453 6	2,811 7 7	27 3	109 12 2	481 1	2,981 3 9			
Methylated Spirit of Wine, at 5 per cent. <i>ad valorem</i> (Rs. 2. 12. 0. per Gallon):									
1885	262 3	36 1 2	52 5	7 3 9	316 0	49 4 11			
1886	103 2	14 3 2	51 5	7 1 7	154 7	21 4 9			
EXPORTED TO PLACES IN THE TRINA COLLECTORATE.									
Ordinary Spirit 25° and 60° U.P., at Rs. 2 and Rs. 1 respectively, per Liquid Gallon:									
1885	2,61,159 4	- - -	35,409 1	- - -	2,90,568 5	- - -			
1886	3,06,302 6	- - -	18,543 1	- - -	3,24,845 7	- - -			
EXPORTED TO PLACES IN THE KOLABA COLLECTORATE.									
Ordinary Spirit 25° and 60° U.P., at Rs. 2 and Rs. 1 respectively, per Liquid Gallon:									
1885	1,27,983 7	- - -	17,342 2	- - -	1,45,326 1	- - -			
1886	1,25,508 6	- - -	11,285 0	- - -	1,36,793 6	- - -			
EXPORTED TO MURUD IN THE JANJIRA STATE.									
Ordinary Spirit 25° and 60° U.P., at Rs. 2 and Rs. 1 respectively, per Liquid Gallon:									
1885	409 2	- - -	- - -	- - -	409 2	- - -			
1886	383 7	- - -	- - -	- - -	383 7	- - -			

Duty collected at place of destination.

Enclosure 19, in No. 2.

COMPARATIVE STATEMENT showing the Quantity of SPIRIT Removed from the DISTILLERIES at Uran, and the Amount of DUTY Collected thereon during the Portions of the Years 1886 and 1887 ending January.

YEARS.	For One Month (January).		REMARKS.
	Quantity Removed.	Amount of Duty Collected.	
EXPORTED TO BOMBAY.			
	<i>Galls. qts.</i>	<i>Rs. a. p.</i>	
Ordinary Spirit 25° to 10° U.P., at <i>Rs.</i> 2. 12. 0. per Gallon of Strength, not exceeding 25° U.P., with a <i>pro rata</i> addition:			
1886	45,823 1	1,34,879 1 7.	
1887	45,721 5	1,33,280 14 9	
Spirit of Wine at <i>Rs.</i> 4 per Gallon, London Proof, with a <i>pro rata</i> addition for Over-Proof Strength:			
1886	5 1	31 9 4	
1887	177 5	1,008 8 9	
Methylated Spirit of Wine, at 5 per cent <i>ad valorem</i> (<i>Rs.</i> 2. 12. 0. per Gallon):			
1886	—	—	
1887	10 3	1 8 10	
EXPORTED TO PLACES IN THE TANNAH COLLECTORATE.			
Ordinary Spirit 25° and 60° U.P., at <i>Rs.</i> 2 and <i>Rs.</i> 1 respectively, per Liquid Gallon:			
1886	29,364 2	—	
1887	29,907 6	—	
EXPORTED TO PLACES IN THE KOLABA COLLECTORATE.			
Ordinary Spirit 25° and 60° U.P., at <i>Rs.</i> 2 and <i>Rs.</i> 1 respectively, per Liquid Gallon:			
1886	13,881 4	—	
1887	9,493 0	—	

Duty collected at places of destination.

Enclosure 20, in No. 2.

COMPARATIVE STATEMENT showing the Quantity of SPIRIT Removed from the DISTILLERIES at *Uran*, and the Amount of DUTY Collected thereon during the Portions of the Years 1886 and 1887 ending February.

YEARS.	During January.			During February.			For Two Months ending February.			Remarks.
	Quantity Removed.	Amount of Duty Collected.		Quantity Removed.	Amount of Duty Collected.		Quantity Removed.	Amount of Duty Collected.		
	Galls. qts.	Rs.	a. p.	Galls. qts.	Rs.	a. p.	Galls. qts.	Rs.	a. p.	
EXPORTED TO BOMBAY.										
Ordinary Spirit 25° to 10° U.P., at Rs. 2. 12. 0. per Gallon of Strength, not exceeding 25° U.P., with a <i>pro rata</i> addition										
1886	45,828 1	1,34,879	1 7	45,840 7	1,34,524	5 4	91,668 8	2,69,403	6 11	
1887	45,721 5	1,33,290	14 9	41,883 1	1,21,762	6 10	87,604 6	2,56,043	5 7	
Spirit of Wine at Rs. 4 per Gallon, London Proof, with a <i>pro rata</i> addition for Over-Proof Strength:										
1886	5 1	31	9 4	88 2	542	3 9	93 3	573	13 1	
1887	177 5	1,093	8 9	-	-	-	177 5	1,093	8 9	
Methylated Spirit of Wine, at Rs. 5 per cent <i>ad valorem</i> (Rs. 2. 12. 0. per Gallon):										
1886	-	-	-	-	-	-	-	-	-	-
1887	10	1	6 10	-	-	-	10	1	6 20	
EXPORTED TO PLACES IN THE THANA COLLECTORATE.										
Ordinary Spirit 25° and 60° U.P., at Rs. 2 and Rs. 1 respectively, per Liquid Gallon:										
1886	29,564 2	-	-	35,305 0	-	-	64,869 2	-	-	
1887	23,907 8	-	-	38,990 4	-	-	62,898 2	-	-	
EXPORTED TO PLACES IN THE KOLABA COLLECTORATE.										
Ordinary Spirit 25° and 60° U.P., at Rs. 2 and Rs. 1 respectively, per Liquid Gallon:										
1886	13,881 4	-	-	13,655 6	-	-	27,537 2	-	-	
1887	9,492 2	-	-	16,949 3	-	-	26,441 5	-	-	
EXPORTED TO MUMBAI IN THE SANJIVA STATE.										
Ordinary Spirit 25° and 60° U.P., at Rs. 2 and Rs. 1 respectively, per Liquid Gallon:										
1886	-	-	-	-	-	-	-	-	-	
1887	-	-	-	665 0	-	-	665 0	-	-	

EAST INDIA (ABKARI ADMINISTRATION,
TANNAH AND KOLABA).

COPIES of CORRESPONDENCE on the Subject of
recent PROCEEDINGS connected with the Administration
of the ABKARI LAWS in TANNAH
and KOLABA.

(*Mr. Samuel Smith.*)

Ordered, by The House of Commons, to be Printed,
22 July 1887.

[*Price 3 d.*]

220.

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Under 3 oz.

EAST INDIA (ABKARI ADMINISTRATION).

RETURN to an Address of the Honourable The House of Commons,
dated 2 August 1887;—for,

“COPY of a DESPATCH received from the Government of *India*, dated
25th June 1887, relating to the System of LICENSES for the DISTILLA-
TION and SALE of SPIRITUOUS LIQUORS in Force in the various
Provinces of *India*.”

India Office,
4 August 1887.}

JOHN E. GORST,
Under Secretary of State for India.

3

(*Mr. Samuel Smith.*)

Ordered, by The House of Commons, to be Printed,
9 August 1887.

LONDON:
PRINTED BY HENRY HANSARD AND SON;
AND
Published by EYRE and SPOTTISWOODE, East Harding-street, London, E.C.;
and 32, Abingdon-street, Westminster, S.W.;
ADAM and CHARLES BLACK, North Bridge, Edinburgh;
and HODGES, FIGGIS, and Co., 104, Grafton-street, Dublin.

Y:411:5(Z).2.M9

B7

COPY of a DESPATCH received from the Government of *India*, dated 25th June 1887, relating to the System of LICENSES for the DISTILLATION and SALE of SPIRITUOUS LIQUORS in Force in the various Provinces of *India*.

COPY of a DESPATCH from the Government of India (Department of Finance and Commerce) to the Right Honourable Viscount *Cross*, G.C.B., Her Majesty's Secretary of State for India (No. 166), dated Simla, 25 June 1887.

My Lord,

WE have the honour to acknowledge the receipt of the Despatch from Lord Cross, No. 70* (Revenue), dated 12th August 1886, containing papers received from the British and Colonial Temperance Congress. The Congress have been informed that the increase which recent years have shown in the Excise Revenue of India is due to a system which "directly leads to the establishment of shops for the sale of liquor in large numbers of places where till recently such things were unknown," and that the fiscal system adopted by the Government in this country, by affording facilities for drinking, "in defiance of native opinion, is unhappily spreading misery and ruin amongst many families of the industrial class." They express their concern that the use of intoxicating drinks, which they believe to have been practically unknown in the greater part of India, should have been introduced under British rule.

*Printed as an Appendix.

2. Desirous of obtaining for your Lordship the fullest and most recent information on the subject, we referred these documents to the several Local Governments for report, and we have obtained in reply a mass of information, bearing directly on the subject, of which we have caused an abstract to be prepared in the Note which forms the enclosure to this Despatch.

3. Your Lordship is aware that few subjects connected with Revenue Administration have of recent years obtained greater attention at the hands of the Government than questions relating to Excise Administration. In each of the three larger Governments, Bombay, Madras, and Bengal, the Excise system has, within the last six or seven years, been completely examined in its operation and in its effects. These examinations have been made under the instructions of the Local Governments, and in direct communication with us; and the principles on which they have been based, and which have been unanimously accepted by all the authorities concerned, have been these, that liquor should be taxed and consumption restricted, as far as it is possible to do so without imposing positive hardships upon the people and driving them to illicit manufacture. The facts now placed on record show that in this policy the Local Governments have been completely successful, and that the great increase of Excise Revenue in recent years, which the Congress take as evidence of the spread of drinking habits, really represents a much smaller consumption of liquor, and an infinitely better regulated consumption, than the smaller revenue of former years.

4. It should be noted, to begin with, that the Congress are in error in thinking that the position of the Government of India is that they are in the midst of a universally abstemious population, who, if left alone, would know nothing of intoxicating liquor, and who have been introduced to it only by measures adopted by the British authorities. It is true that both the Hindu and the Muhammadan religions denounce the use of spirits, but the classes whose habits of life are framed with a strict regard to religious or social restrictions, form in India no larger a portion of the population than in other countries. In

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several parts of India nature produces in great abundance the material for distillation of spirit, and there is not the slightest reason to imagine that in the days of Native Administration, when the signs of authority were few and far between, the Indian populations refrained from indulgence in a practice which it requires the constant watchfulness of the British Administration to prevent. The prevalence of spirit-drinking in ancient Hindu times is the subject of a paper by Dr. Rajendralala Mitra, who is a well-known authority on all matters relating to Hindu antiquities. This paper is summarised in paragraph 11 of the enclosures, from which it will also be seen that under the Muhammadan Administration which immediately preceded the British rule, the facilities for drinking were very much greater than have ever since existed, and the prevalence of drinking habits quite as much complained of. The reports by the Chief Commissioner of the Central Provinces and of Assam prove that it is precisely those tribes and races which have been least accessible to the influences of British rule which are most addicted to intoxicating drinks and drugs.

5. We have at the present day ample evidence on this very point in the conflict between the British and Native Excise systems wherever British and Native territory meet. These are the only points where the British system breaks down, because the restrictions imposed upon manufacture and consumption on the British side of such frontiers are not met by equivalent restrictions on the other side. One of the main difficulties which the Excise authorities have to meet is that of excluding from British territory the more lightly taxed and more easily obtained spirit available in Native States, and the British Government have in many cases (mainly in Bombay) bought up the Excise rights of Native States in order that, by imposing on the people of Native States the same restrictions to which those dwelling in British territory are subject, they may maintain the restrictive system on which the British Excise Administration is founded.

6. The information, therefore, which has reached the Congress on this subject is entirely erroneous. The Governments in India are not set in the midst of an abstemious people from whom they can realise no Excise Revenue, unless they place in their way temptations to drinking which would not otherwise exist. On the contrary, it is only by strong preventive establishments that illicit distillation can be prevented. The great increase in the revenue, to which the Congress allude, does not mark the extension of drinking habits, but is the result of a great and general increase in the rate of tax, which it would have been entirely impossible to realise but for the great improvement in preventive measures which has accompanied it. In fact, the ability of the Excise Department to prevent illicit distillation is the only limit which is imposed in practice to increase in the rate of taxation.

7. The Congress are also misinformed in connecting this increased revenue with "the system by which the right to license outstills is farmed to the highest bidder." In scantily inhabited tracts, and in places which border upon Native States, a system of this kind is employed as providing the only means by which a tax of any kind can be levied upon the consumption of spirits; these are places where the Government has no choice between untaxed distillation and trade and the system of farm to which the Congress allude. But outside these very narrow limits the system may be described as obsolete. The object of the Excise Department is to tax every gallon of spirits, first, by a fixed still-head duty, which is regulated at the discretion of the Government; and secondly, by a license fee for retail sale, which is usually determined by competition for the privilege of sale.

8. The "outstill" system, as it is understood in India, is not a system by which, on payment of a lump sum, the distiller is free to brew as much spirit as he likes and sell it wherever he likes. The duty is levied upon a strict calculation of the number of gallons which the still can produce, and the conditions, both of distillation and of sale, are carefully regulated with reference to the existing local demand. Shops are established where the Administration and not where the licensees consider them necessary, the police and the municipal authorities being consulted regarding them.

9. Before

9. Before passing on to give actual statistics of the consumption, it must be remembered with what large tracts of country and with what a large population we are dealing. Judged by a European standard, the people of India are a remarkably abstemious people. Drunkenness in the English sense of the term hardly exists in India. Writers whose comparisons are based on Oriental experience describe as drunkenness and as spread of misery and ruin a condition of things which, if it existed in England, would be regarded almost as a millennium of temperance. The average consumption in India is only a bottle or a bottle and a-half of spirits a year for every adult male, and in some provinces is even less than that. It may be conceded that, however small the rate of consumption, any increase of it is equally to be deprecated; but at the same time, in dealing with subjects such as the present, it should be borne in mind that such terms as "drunkenness," "drinking classes," and "spread of drinking," when used by natives of India or in connection with Indian administration, bear a meaning wholly different from that which they convey to a mind familiar only with the English aspects of the temperance question.

10. The papers submitted by the Government of Bombay give very ample statistics of the Excise Administration. They show that during the 10 years ending 1883-84 the number of shops in the whole presidency was reduced from 3,440 to 2,945. Taking the town and island of Bombay, the still-head duty was raised from 1 rupee to 2½ rupees, and the consumption reduced from 900,000 gallons to 700,000. Similar statistics are given for other large cities and populous tracts, and it is shown that, through the operations of Government, the rate of tax has been increased threefold, and the selling price by 60 per cent.

11. In the Presidency of Madras a Committee, appointed in 1883, revised the whole system of excise, their principle being to levy as high a duty as possible without causing illicit distillation. The effect of the increase of duty has been to reduce the consumption from 1,200,000 gallons in 1883-84 to 1,000,000 gallons in 1885-86.

12. In Bengal the number of shops for sale of liquor was allowed in 1882 to increase as high as 39,000, but the stricter measures recently adopted has brought the number down to 27,000. The number of shops for sale of drugs has decreased steadily from 1871, the number in that year being 16,600, and the present number being 6,000.

13. In the North-Western Provinces a considerable increase of consumption is shown, but part of it is due to the suppression of illicit manufacture. As regards the rest, it is attributed, in the opinion of the officers best fitted to judge, to the marked increase of material prosperity among the lower classes. In 1884 the Local Government discussed the subject at length in a published Resolution, insisting upon a policy of taxation and control of the consumption.

14. In the sparsely cultivated region of Burma there are special difficulties in suppressing illicit distillation, which is found inevitably to follow restrictions on sale and high taxation. There has been a large decrease in the number of shops during the last five years, during which probably the Administration has felt itself more able to prevent the illicit traffic which such restriction in that country would naturally give rise to.

15. Similar detailed information is given in the enclosures with reference to the Punjab, Central Provinces, Assam, and the minor provinces directly administered by the Government of India. In all of them it will be seen that the leading object of the Administration is to impose restrictions, as far as possible, upon consumption.

16. In short, the Temperance Congress, starting from the erroneous assumption that liquor traffic and liquor consumption are unnatural in India and would not exist but for the state of things created by the British Administration, have formed the conclusion that the mere orders of the Government are sufficient to confine the consumption within any desired limit, and that the Government is responsible for not drawing that limit much closer. The real problem,

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problem, it will be seen, is much more difficult. There is a point at which restrictions on consumption are inevitably followed by illicit distillation, a point which varies in every region, according to the habits of the people, the sparseness of population, and the nature of the country and its productions. The papers now forwarded to your Lordship amply show that the object which the various Governments have in view is the adaptation of the various methods of Excise Administration to the different conditions which present themselves, and the imposition of as great restriction as circumstances in each case permit. In our opinion the papers are a record of success in the solution of this difficult problem.

We have, &c.
(signed) *Dufferin.*
F. S. Roberts.
T. C. Hope.
A. Colvin.
G. Chesney.
A. R. Scoble.
J. B. Peile.

Enclosure in the above.

MEMORANDUM on the ALLEGED INCREASE of INTEMPERANCE in INDIA.

In August 1886 we received a letter, dated the 16th July 1886, from the President of the British and Colonial Temperance Congress, London, stating that—

“ it has been brought to the knowledge of the Congress that habits of intemperance are greatly on the increase in Bengal and other parts of India and in Burma, and that this is largely due to the extension of spirit licenses granted for purposes of excise revenue. The Congress has been informed that the amount of excise revenue in India from spirits has more than doubled in the last 10 years, and that this is largely due to the system by which the right to license ‘ outstills ’ is farmed to the highest bidder, and directly leads to the establishment of shops for the sale of liquor in large numbers of places where, till recently, such things were unknown, in defiance of native opinion, and unhappily spreading misery and ruin among many families of the industrial class.

“ The Temperance Congress is profoundly concerned at hearing that notwithstanding the well-known fact that both the religious and the social customs of India, during many centuries, have frowned upon the use of intoxicating drinks, and that in the greater part of India their use has been practically unknown, a change fraught with so many evil consequences should have been introduced under British rule and should be to any degree directly fostered by the fiscal system to which I have referred.”

2. The President of the Congress (the Bishop of London) begs that full inquiry may be made into the matter, and that steps may be taken to check the serious growth of intemperance in India.

3. We also received a Despatch from the Secretary of State, No. 70 (Revenue), dated the 12th August 1886, forwarding a copy of correspondence with the British and Colonial Temperance Congress on the same subject, and asking to be informed as to what action the Government of India would propose to take in regard to the several proposals submitted by the Excise Commission, Bengal.

4. We also received a copy of a letter, dated the 20th November 1886, addressed by the Reverend Thomas Evans to Mr. Samuel Smith, M.P., in which it is stated that the Board of Revenue have found out that one way to get money is—

“ to encourage the drink trade, and to put facilities before the people generally to take to the habit of drinking in order to push on the trade and to get in a larger revenue; so that really the Indian Government is guilty of the crime of pushing a trade for fiscal objects which is fast spreading the terrible evil of drinking and drunkenness throughout the country. In Bengal, when they found that the old ‘ central distillery ’ system did not increase the excise revenue as rapidly as they could wish, a member of the board, Mr. Buckland, proposed to the Government of Bengal to introduce the private stills, called the outstill system, by which native distillers were at liberty to open their own stills and manufacture

manufacture as *much* as they liked, and *what* they pleased, by paying a monthly rent to the Government for permission to manufacture and sell. This brought the liquor down from 2 s. or so per bottle to about 2 d., and the stills multiplied a hundredfold. The consequence was, there was a regular rush for the drink from all classes."

(Mr. Buckland, it should be remarked, left India finally in April 1881.)

5. The Reverend T. Evans also states that the Commission appointed to inquire into the excise of country spirit in Bengal—

"resulted in a recommendation to abolish the outstills in all the chief towns and go back to the sudder or central distillery system, as drunkenness was spreading, and this *so far* was an improvement, but only a very partial one, for the vice is spreading still."

6. He suggests the following remedy:—*First*, the still-head tax should be raised as high as possible, as also the license on all the shops for selling; and, *secondly*, local option should be introduced, for now the population have no voice, and liquor shops multiply as fast as the traders can make them pay and the Government get increased revenue.

7. The Congress do not state the source of their information. The statement that the population of British India pay nearly twice as much taxation upon the intoxicants they consume as they did 10 years ago, is not far from correct. The excise revenue was about 2,300,000 *l.* in 1871-72 till 1873-74; it gradually increased to 2,600,000 *l.* in 1878-79, and since that year the rate of increase has been much more rapid, the amount in 1886-87 being 4,265,600 *l.* But the information received by the Congress that this increase is "largely due to the system by which the right to license outstills is farmed to the highest bidder" is certainly incorrect.

8. The increase of revenue, it will be seen from this note, is in great measure due to the prevention of smuggling by better administration. It is due also in part to increase of population, and to improved means of communication. But it is in very large measure due to the fact that the last eight years have been years of extraordinary agricultural prosperity.

9. The outstill system, referred to by the Congress, existed in past times, but the history of the period during which the increase of revenue has taken place is the history of a practically complete supersession of it by better methods of excise administration. The alleged system, in fact, belongs to ancient history, and is confined at present to a few wild outlying tracts, where there is no option between allowing the distillation and consumption of spirits to go altogether untaxed, and giving the business in farm to some person who would at least take care to collect some revenue and would have a personal interest in preventing illicit consumption.

10. It was not from any inability to give an immediate and complete reply on the subjects dealt with by the Congress that the Government of India preferred to collect anew the statements and opinions of Local Governments upon the questions raised. It is well known, in India at least, that during the last 10 years, and especially during the last five, all the principal Governments have been giving the greatest attention to the question of excise administration. There is hardly any department of the revenue administration in India in which the Government of India can show a record of greater success, whether the question is looked at from the purely fiscal point of view, or with regard to its social aspects. The result of the references to the Local Governments has been to show, in very considerable detail, that the various Governments in India, in respect of their excise administration, have been extremely successful in combining a great improvement of the revenue with severe restrictions on the consumption of the liquor from which it is derived.

11. It may be of advantage, as a matter of some antiquarian interest, and with reference to the statement of the "well-known fact that both the religious and social customs of India, during many centuries, have frowned upon the use of intoxicating drinks, and that in the greater part of India their use has been

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practically unknown," to commence with a quotation from the Report of the Bengal Excise Commission :—

" 7. *The use of spirits among the ancient Hindoos.*—Dr. Rajendralala Mitra, in a very learned and interesting paper contributed by him to the Asiatic Society's Journal, Volume XLII., Part I., for 1873, shows conclusively by a profusion of instances taken from Sanscrit literature, ancient and mediæval, that spirits and other intoxicating drinks have been extensively used in India at all times and by all classes. He states, indeed, that their use had been condemned by moralists and lawgivers, but he proves that rice-spirit was sold and drunk and used in sacrifices in the earliest Vedic times; that the leading characters of the Mahábhárat were addicted to strong drinks; that the Rámáyana frequently notices spirit-drinking with evident approbation; that in the time of Kálidása drinking seems to have been very common, not only among men, but even among women of high rank; that the Puránas abounded in descriptions of spirits and of drinking; and that the Tantras afford the most indubitable proofs of a strong attachment on the part of a large section of the Hindoos to over-indulgence in spirituous drinks. He also gives descriptions of the different kinds of spirits, of the materials from which they were made, and of the manner of making them, which will be referred to in succeeding parts of this Report. He does not, however, write on the question of their being made a source of revenue in Hindoo India, and it is understood that he is of opinion that they were not taxed. Other authorities, however, of great weight are of a contrary opinion; but there seems to be no direct evidence on this point beyond the alleged fact that all articles sold in shops were subject to taxation. Now in the Buddhist drama, "Naga Nunda," there is mention of a spirit-shop, and there are similar references by Kálidása, and elsewhere, noticed by Dr. Rajendralala. There are also many references to the use of spirit in Buddhist works, and it was stringently prohibited in Buddhist scripture. Reference to the subject will be found in Hodgson's "Languages, Literature, and Religion of Nepal and Thibet;" in Spence Hardy's "Eastern Monachism;" in Bishop Bigandet's "Life or Legend of Gautama," and in the second volume of Burnouf's "Lotus de la Bonne Loi."

" 8. *Excise under the Moghul Emperors and up to the resumption of the sayer in excise in 1760.*—In Gladwin's translation of the Ayeen Akbary, paragraphs 288 and 289, there is a list of taxes which were remitted by Akbar, among which were taxes on salt and spirituous liquors; but both these taxes, as well as several others of those enumerated in the Ayeen Akbary, must have been subsequently re-imposed, for they are included in the sayer of later fiscal statements. It appears from Mr. Sheristadar Grant's "Analysis of the Finances of Bengal," written in 1789, and from Mr. Shore's Minutes, that in the accounts of the revenues of Bengal, as settled by the Nawab Jaffir Khan in 1722, A.D., and confirmed by his successor, Sujah Khan, seven years afterwards, the taxes on spirituous liquors were treated in two ways. In some parts of the country they were realised by the zemindars, and then formed part of the sayer, which was consolidated with the mal in the total assessment. In other parts they were collected by what Mr. Grant calls the more immediate temporary officers of Government, and were then partly included in the Chunakali mahal, one of the great divisions of the separately managed miscellaneous revenue in Meer Jaffir's system, and partly shown under other headings. This distinction was clearly maintained up to the assumption of the Dewany by the East India Company in 1863, and it may be gathered from the section of Mr. Grant's Analysis relating to "the sayer of the dewany territory" that it existed in some form at the date of his report. This opinion seems also supported by allusions in the early regulations to a separate system of excise management obtaining in the cities of Moorshedabad, Patna, and Dacca. It does not appear clearly what this system was, but in the tracts where the sayer was collected by the zemindars it is probable that there was a practically unrestricted system of outstills paying very low rates in many places, though it may be conjectured that the ordinary rent was not less than 10 rupees monthly, or the equivalent in liquor when required for social or ceremonial purposes in Behar and parts of Bengal. The price of spirit under these arrangements was less than it has ever been anywhere in Bengal since the modern excise system was introduced in 1790, as appears from a passage in a description of the Mohwa tree in Behar, written in 1785 by a Lieutenant Hamilton. That officer states that the Mohwa flowers being fermented, yielded by distillation a strong spirit, which the people sold so very cheap, that for one piece (about a halfpenny) might be purchased no less than a cutcha seer (about a quart bottle), with which any man might get completely drunk. Lieutenant Hamilton also stated that the mohwa flower was in his time exported from the jungly tracts, where it grew wild, to Patna and other places in considerable quantities. This statement regarding the cheapness of spirit is corroborated in a paper written about the same time by a Mr. Keir, from which an extract will be made in a subsequent chapter of this Report; and it would appear that complaints were then rife about the spread of drunkenness among the lower classes of the people. These complaints apparently decided the Government upon the resumption of the sayer on spirituous liquor."

12. The fact that the British Administration is not chargeable with the introduction of drink and drinking habits in India will be seen also from the quotations given below with reference to the Central Provinces and Assam. Indeed, it is well known that the only real difficulty in British India excise administration

administration arises at those points where the territories under British administration impinge upon wild or sparsely-inhabited tracts or upon Native states. The habits of the people in the first case, and the systems of native administration in the second, are such as to render it extremely difficult to prevent the entrance of cheap spirit into the tracts subject to our authority. It is in these cases that, as above stated, we are obliged sometimes to defend ourselves by introducing the "farming" system to which the Congress refers. But even in these cases we have done our best to adhere to our principles, and (especially in the case of Bombay, where, more than in any other part of India, our territory is interlaced with native territory) we have induced many of the Native states to place their excise administration under our control, so that we may enforce upon them the same restrictions on consumption which we apply in our own territory.

13. It may be useful, before taking up the explanations given for each province, to give some idea of the relative value of the figures about to be quoted. We shall have to write of hundreds of thousands of gallons, and it is well therefore to give an exact idea of the value of these quantities in estimating the prevalence of drinking habits among the people; for persons who use these large figures are apt to forget the enormous population and the extensive area over which they are spread.

14. As regards the wilder tribes, we have naturally no precise information of the rate of consumption; their ancestral drinking habits must be ascribed, not to any new facilities placed at their disposal by the British Government, but to the fact that nature has provided them with ample means of indulgence. For districts managed on the outstill system the information is inexact, but the amount of duty, being more or less regulated by the capacity of production, gives us the means of making an estimate. Where the still-head duty system prevails the figures of consumption are necessarily exact.

15. In the Excise Report of 1885-86 for Bombay the statistics of consumption are given for Bombay itself and for several of the districts. The figures give a consumption of 1,656,510 gallons for 8,142,956 persons, which is less than a gallon a year for every adult male. If the city of Bombay were excluded from these figures the average would be about half-a-gallon only.

The Commissioner for Madras, in his Report for 1885-86, gives the statistics of consumption over a population of 22,331,954. The total is 1,085,477 gallons, or less than a quarter of a gallon for every adult male.

For Bengal, with a population of 66,589,859, the consumption, estimated on the assumption that each gallon pays one rupee of duty, which appears to be well within the truth, amounts to 4,510,228 gallons. This is about a quarter of a gallon for every adult male.

In the North Western Provinces, as will be seen from the extract hereafter given, the Excise Commissioner estimates the consumption at one pint for every adult male.

The Punjab Report for 1885-86 gives the consumption for the province at 135,236 gallons for a population of 18,818,220, which gives only a quarter of a pint for every adult male.

16. We proceed to review, in turn, the information given us in reply to our references to the various Governments.

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17. The Government of Bombay states that the allegations made by the Congress to the effect that the use of intoxicating drinks has been introduced under British rule in India, contrary to the religious and social usages of the people, and that drunkenness is increasing, are incorrect, so far as that Presidency is concerned. Although, in consequence of the relaxation of religious and caste rule, it is probable that intoxicating liquor is now often used in secret by classes who formerly abstained from this as well as other practices of self-indulgence, it must be remembered that large sections of the population, including most of the indigenous tribes, have from time immemorial used intoxicating drink. Habitual drunkenness, in the English sense of the word, is very rare.

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18. It is also stated that recent improvements in the excise system, whereby liquor is not only taxed at an immensely increased rate, but illicit distillation and sales are checked to the utmost, have had a very marked effect in decreasing consumption, and that the operation of the existing system has been deemed so stringent that whole classes have combined to abstain from liquor altogether with a view to compel Government to reduce its taxation.

19. Under the Bombay system of excise there is no sale of the right to license outstills, except in a few wild districts where illicit distillation is very difficult to check. In places where outstills are permitted they are specifically licensed by the Revenue authorities and properly controlled. Nearly all intoxicating liquor sold in the Bombay Presidency is issued under license from central distilleries on payment of still-head duty, and is under very strict and close supervision.

20. The increased revenue from excise is, it is stated, due to enhanced rates of duty, to a very great reduction in the consumption of illicit liquor through improved preventive arrangements, and to the growth of population and their increased means.

21. Among the papers furnished by the Government of Bombay, and bearing upon this subject, are two important ones, which are quoted at length :—

(1.) From *C. B. Pritchard, Esq.*, Commissioner of Customs, Salt, Opium, and Abkari, Bombay, to the Editor of the "Bombay Gazette," dated 21st August 1883.

"In a leading article that appeared in your paper of the 14th instant it is stated that 'the increase of drink in all parts of this Presidency has been a standing complaint against the Government,' and the officers of the Bombay Abkari Department are charged with having, in their eagerness to make revenue, unduly pushed the sale of liquor to the encouragement of drunkenness and the destruction of morality and happiness of the native population. The progress of liquor-drinking among the native population of India is a subject of general interest, and it is very desirable that the public should be in possession of accurate information upon it. I trust, therefore, that you will kindly give me space to explain briefly what effect the recent changes in the system of abkari management have had on the consumption of country spirit in this Presidency.

"I will first take the case of the city of Ahmedabad, the special instance in point brought forward in your article. You say that during the last few years the consumption of liquor in that locality has more than doubled. I give below a statement exhibiting the quantities of *licit* spirit sold in Ahmedabad and its neighbourhood during each of the last 10 years, together with an account of the duty collected on the spirit sold there in each year of that period :—

YEAR.	Tracts supplied with Liquor from the Distillery at Ahmedabad.	Population of the Tracts Supplied.	Number of Gallons of Spirit Issued from the Distillery.	Rate of Duty per Gallon.	Duty Collections.	REMARKS.
			<i>Gallons.</i>	<i>Rs. s.</i>	<i>Rs.</i>	
1872-73	Ahmedabad city and cantonment, and three miles round.	118,756	80,281	1 -	80,281	From 1872-73 to 1880-81 the city of Ahmedabad and its immediate neighbourhood was the only part of the district supplied with liquor from the sudder distillery. The privilege of making and selling liquor in the rest of the district was leased in a number of small farms. The farmers paid lump sums for their privileges. No restrictions were placed on the quantities of liquor they made and sold, nor was any record thereof kept. The petty farming system was abandoned and the whole district was first supplied from the Ahmedabad distillery in 1881-82.
1873-74	- ditto - - ditto -		30,787	1 -	30,787	
1874-75	- ditto - - ditto -		32,209	1 1	34,222	
1875-76	- ditto - - ditto -		38,082	1 1	41,078	
1876-77	- ditto - - ditto -		37,650	1 1	40,003	
1877-78	- ditto - - ditto -		33,926	1 1	36,046	
1878-79	- ditto - - ditto -		21,480	2 -	42,960	
1879-80	- ditto - - ditto -		23,286	2 -	46,572	
1880-81	- ditto - - ditto -		27,427	2 -	54,854	
1881-82	The whole of the district.		856,324	48,514	2 -		93,028

"These figures show that the consumption of spirituous liquors in Ahmedabad, far from having doubled, has decreased considerably during the last four years, while the duty collections made during the same period have largely increased. The increase in the

the revenue realisations is due to the raising of the rate of duty from 1 rupee to 2 rupees per gallon from the 1st August 1878. The raising of the rate of duty of course compelled the liquor shopkeepers to raise their prices, and the prices now charged for country spirit in Ahmedabad are about 50 per cent. in excess of those that prevailed down to 1877-78, the year in which the system of abkari management, which you have condemned, was first introduced.

"Similar details regarding the consumption of country spirit and the duty levied thereon in the city of Bombay, and in the towns of Surat and Balsar and their neighbourhoods, for each of the last 10 years, will be found in the tables given at page 30."

[These tables are reprinted at the end of this paper. The first shows the consumption in the island of Bombay, gradually reduced from 907,445 gallons, producing 7,20,160 rupees of duty, to 630,521 gallons, producing 13,07,882 rupees of duty. The second shows the consumption in Surat and neighbourhood, reduced from four-fifths of a gallon per head to less than one-third; the consumption in the immediate neighbourhood falling from 85,523 gallons in 1872-73 to 45,222 in 1878-79. The third gives similar statistics for a third tract, showing consumption diminished from 56,853 gallons to 22,270.]

"It will be seen from the above that in Surat and Bombay, as in Ahmedabad, a large diminution has been effected in the quantities of *licit* country spirit passing into consumption. Similar results have been obtained in the rest of the Presidency, but the space to which this letter must necessarily be limited will not allow of my setting them forth in detail on the present occasion. Within the last five years the rates of duty levied on country spirit have been raised *everywhere*—in many districts they have been more than doubled—while the selling prices of country spirit have generally been increased by at least 50 per cent. The rates of duty are to be raised still higher, and are gradually being approximated to the customs duties levied on spirits imported from Europe. I do not think, then, that it can justly be said that the abkari policy now being pursued has resulted in any increase in the consumption of licit liquor.

"In order to put down the consumption of *illicit* liquor, which formerly extensively prevailed, Government have increased their expenditure on preventive establishments since 1877-78 by about one and a-half lakh of rupees a year, and they have, besides, obtained leases of the abkari management in most of the native states in the Presidency from which liquor smuggling was formerly rife. There can be no doubt that these arrangements have sensibly diminished the consumption of *illicit* liquor throughout the Presidency.

"In regard to the licensing of shops for the sale of country spirit there has not been, as you suppose, any increase in the number of shops licensed of late years. In 1877-78 there were in the whole Presidency, exclusive of Sind, 2,976 shops at which country spirit was sold; now there are only 2,474 such shops, *i.e.*, but one shop to each 5,676 persons. In some few localities the number of liquor shops has been increased. It is an essential point in good abkari administration to place *licit* liquor within easy reach of all persons wanting drink; otherwise they may be tempted to use smuggled liquor.

"In Ahmedabad several new shops were opened last year, and a petition objecting to some of them was made to the Collector, who, after inquiry, ordered four of them to be closed some time before your article under reference was published.

"I am somewhat surprised to find the 'Bombay Gazette' now charging the Bombay Abkari Department with the encouragement of drunkenness and immorality among the people. That you have not always held this opinion will be seen from the following extract from an article that appeared in your paper only last year, since when no change whatever has been made in our abkari system:—

"In so far as Bombay is concerned, we are happy to bear testimony to the growing sobriety of the urban population of India. We have not before us any later returns than for 1880, but from the police returns of that year we learn that the cases of drunkenness had decreased from the numbers of the preceding year by the substantial figure of 657. Under the head of disorderly and indecent behaviour in the public streets, a class of offences which has close relations with drunkenness, we have the enormous falling off of 1,289 from a total in 1879 of 4,175. The number of persons charged with assaulting the police fell from 51 to 24, and petty thefts, also a variety of crime generally associated with drunkenness, decreased from 4,075 in 1879 to 2,558 in 1880, showing a decrease of no less than 1,517. In all classes of crime there was a decrease of no less than 5,274 persons charged. We cite these facts, which, if analysed, would corroborate our arguments in detail, to support the claim for increasing sobriety."

(2.) EXTRACTS, paragraphs 81 to 91, from the Bombay Excise Report for 1883-84.

"Para. 81. It may not be out of place if I notice briefly, before leaving this part of my subject, certain articles and letters that have lately appeared in local newspapers denouncing the abkari administration of this Presidency as being conducted on mere trade principles, with the sole object of raising revenue, with no regard for the well-being of the people, and with the result of a large access of dissipation and drunkenness. It has been alleged that the number of liquor shops has been multiplied in order to push the sale of intoxicating drinks, and that the increased and increasing collections of abkari revenue are due to a large and progressive increase in the consumption of spirituous liquors. The publication of these statements in newspapers, which to some extent reflect

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public opinion in Bombay, shows that considerable misapprehension exists as to the facts of the Government administration of this branch of the revenue, and that wrong impressions are prevalent concerning its aims and the results obtained which may be considered to require correction.

Refutation of charge of increasing liquor shops.

" 82. The allegation that the Department is encouraging the people to drink by opening additional liquor shops is disproved by the figures given in the table below, which show the total number of shops licensed for the sale of spirituous liquors throughout the Presidency in each of the last 10 years:—

YEARS.	Number of Shops Licensed for the Sale of		YEARS.	Number of Shops Licensed for the Sale of	
	Imported Spirit.	Country Spirit.		Imported Spirit.	Country Spirit.
1874-75	394	3,040	1879-80	415	2,398
1876-76	413	3,078	1880-81	399	2,361
1876-77	424	3,032	1881-82	411	2,452
1877-78	431	2,976	1882-83	378	2,558
1878-79	534	2,367	1883-84	392	2,563

Refutation of allegation of increased consumption.

" 83. As regards the alleged increase in the quantities of spirituous liquors passed into consumption, evidence of the same comprehensive character is not available. Before the revision of the system of abkari management in this Presidency was taken in hand (1876-77 in the island of Bombay, 1877-78 in the mofussil), it was only in a very few places that any record was kept of the quantities of spirit made and issued from the distilleries. Throughout the Presidency, except in Bombay and a few other large towns, the exclusive right of making and selling country spirit was farmed out to contractors for lump-sum payments without restriction as to the quantities of spirit made and sold or the selling prices charged, and no account was kept of the quantities passed into consumption. But, in a few places, public distilleries had been established, from which country spirit was issued on payment of still-head duty at fixed rates for the supply of shops situated within certain defined limits, and it will be seen from the statistics given below that the consumption of country spirit in each of those localities is certainly no larger at the present time than it was before the revision. For the town and island of Bombay, in which the liquor-drinking population is larger and the rate of consumption is higher than in any other part of the Presidency, complete figures for the last 12 years are available. These are set forth in the following table:—

Decreased liquor consumption in Bombay.

YEARS.	Number of Gallons of Spirit of Strength 25° U.P. passed into Consumption.	Rate of Still-head Duty levied on Mowra Spirit.	Rate of Tree Tax levied on Trees Tapped for the Manufacture of Toddy Spirit.	Number of Trees Tapped for the Extraction of Toddy to be used in the Manufacture of Toddy Spirit.
		<i>Rs. s. p.</i>		
1872-73	907,445	1 - -	6	26,715
1873-74	884,096	1 - -	6	25,467
1874-75	892,187	1 - -	7	22,544
1875-76	970,295	1 - -	7	24,815
1876-77	566,482	1 12 -	9	11,345
1877-78	553,557	1 12 -	9	22,407
1878-79	585,166	2 4 -	15	22,312
1879-80	534,980	2 4 -	18	16,595
1880-81	583,025	2 4 -	18	15,559
1881-82	630,521	2 4 -	18	17,699
1882-83	663,710	2 4 -	18	18,450
1883-84	698,396	2 4 -	18	18,757

Decreased liquor consumption in Ahmedabad.

The city and cantonment of Ahmedabad has for many years been supplied with country spirit from a distillery established in the neighbourhood. The quantities of spirit passed into consumption from that distillery in the six years preceding the revision averaged 33,919 gallons a year, and the rate of still-head duty levied was 1 rupee per gallon. In the same tract the sales of country spirit amounted to 32,882 gallons in 1882-83 and to 32,272 gallons in 1883-84, and still-head duty was levied in those years at the rate of 2 rupees per gallon. The city of Surat also, as well as all shops within a radius of six miles round it, received its country spirit supplies from a similar distillery. The average quantity of spirit issued from the Surat distillery on payment of duty at the rate of Rs. 1. 4. per gallon in each of the six years ending 1877-78 was 1,813 gallons, while the supply taken by the city of Surat and the whole of the Chorasi taluka (population 154,608) besides, in each of the three last years, has averaged 83,036 gallons a year. In the town of Balsar a public distillery was established in the year 1873-74, which supplied that town and the shops within six miles of it. The average issues from that distillery for each of the five years ending 1877-78 amounted to 63,093 gallons a year, and

Decreased liquor consumption in Surat.

Decreased liquor consumption in Balsar.

and the still-head duty rate was 8 annas per gallon; but for the last three years, with a still-head duty rate of Rs. 1v 8. per gallon, the sales in the whole of the Balsar taluka have averaged but 47,474 gallons a year.

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"84. If any general increase in consumption had taken place, there can be little doubt that it would have shown itself in one or other of the large cities just mentioned, each of which contains a large and thriving population more or less accustomed to the use of ardent spirits. But nothing of the kind has occurred in any of those cities, and, as the abkari administration has been conducted on precisely the same principles in all parts of the Presidency, the natural presumption is that the consumption of spirit has not generally increased elsewhere. Other considerations tend to the same conclusion. The rate of taxation on country spirit and the prices at which it is sold have been increased in every district. In the Konkan the highest rate of tree-tax levied before the revision anywhere outside the island of Bombay was 2½ rupees per tree, and that only in a single taluka of the Thana district. The rates levied now throughout the coast districts, except in the neighbourhood of the Portuguese settlements, range between 12 and 16 rupees per tree. Above the Ghâts the highest rate levied on mowra and molasses spirit before the revision was 1 rupee per gallon; now the lowest rate levied in any district in the Deccan and Southern Maratha country is 2½ rupees per gallon. In Bombay country spirit used to be sold at from 5 annas to 7 annas per bottle; its price now is 10 and 11 annas per bottle. In the Deccan and Southern Maratha country the selling price of spirit has risen from about 8 annas to 12 annas per bottle, and in Guzerat from 5 and 6 annas to 7 and 8 annas. At the same time that the selling prices of spirit have been raised efficient measures have been taken to check illicit distillation in British districts and the illicit importation of spirit from foreign territory. New establishments, whose duty it is to prevent and detect illicit practices, are now maintained at a cost amounting to nearly 2,00,000 rupees a year, and Government has leased from various chiefs, on payment of rents amounting to about 1,30,000 rupees a year, the right of directing the abkari arrangements in most of the Native states from which spirit used to be obtained for illicit importation into British territory. Before the revision no expenditure whatever was incurred on these accounts. Besides this, the farmers are now obliged, by conditions inserted in their licenses, to maintain private establishments at their own cost to keep watch on the proceedings of their retailers, and to obtain information about illicit distillation and kindred offences against the abkari laws; and many of them now do their duty in this matter very thoroughly and spend money freely in the employment of detectives. Moreover, increased attention has been paid by the Collectors and by the revenue and police establishments generally to matters pertaining to the abkari revenue. It is difficult to believe that consumption, licit or illicit, can have increased generally in spite of all these measures aimed at its diminution.

Reasons for belief that consumption has not generally increased.

Increased taxation.

Increased selling prices.

Suppression of illicit distillation and importation.

"85. It may be noticed that the figures given in paragraph 83 above, illustrating the progress of consumption in the city of Bombay, indicate that the levy of increased taxation has had the greatest effect on the consumption of spirit in the first year of the incidence of the enhanced tax, and that in consequent years the public demand for the more highly taxed liquor has gradually increased. The last few years' returns* of sales of country spirit in the Deccan districts and in Belgaum and in some of the Guzerat Collectorates, where the rates of duty levied on spirit have been raised at different times within the last six years, exhibit similar indications. But in no district and in no year has any large increase in the consumption of spirit been observable, except in the year under report, and then only in the city of Bombay, and in the districts of Thana, Kolaba, and Ratnagiri, and measures have been taken, as already mentioned, which will have the effect of again checking consumption in all those places. I believe that the gradual increase in the sales of licit liquor above noticed is due in part to the check given to the consumption of illicit liquor by the improvements that have been made from year to year in our preventive arrangements, and in part to the gradual extension among the middle and upper classes of native society of the habit of using strong liquors. There is no room for doubt that many natives now habitually drink spirit who, a few years ago, were total abstainers; and I do not think that the enhancement of the liquor-tax, or any other measure that Government could introduce, is likely to have much effect in arresting the spread of that habit.

Effects of increased taxation on consumption.

Diminished consumption as a necessary result of increased taxation.

"86. I know of no reason for believing that the statements made in the newspapers regarding the increase of drunkenness among the people are well founded, except so far as they may relate to intemperance among classes that formerly did not drink. If the vice of drunkenness had spread, as alleged, it would have been accompanied by an increase in crime of the classes ordinarily associated with drunkenness, such as petty assault, intimidation, indecent behaviour in the public streets, &c.; and the magistrates and superintendents of police would have noticed the circumstance in their annual reports as accounting for the increase of crime of that class that they found themselves called on to explain. But, so far as I am aware, no increase in the number of such crimes has been reported in recent years. Government have not called my attention to any such report,

Evidence of experienced Government officers as to decreased consumption.

nor

* These will be found in the Annual Administration Reports.

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nor have I received information from other sources to lead me to believe that the people of any district have lived more intemperately of late than in former years. On the other hand, there is good evidence to show that the revised abkari arrangements adopted in two of the most notoriously drunken districts in the Presidency, Thana and Kolaba, have had a most salutary effect in checking drunkenness among classes that formerly were most addicted to that vice. The following are extracts from official reports written by Mr. Mulock, c.s., when holding the office of Collector of Thana:—

“The new abkari system, along with largely increasing the revenue of the State, has tended to raise the price of liquor and to prevent illicit distillation and tapping, thus largely discouraging the excessive drinking for which this collectorate was so noted. We cannot, of course, expect those who acquired the taste for strong drinks under our demoralising former or cheap-liquor system to at once leave off the bad habit of over-drinking and indulge only moderately. Still, I believe that many who drank before to excess can no longer afford to do so, and those who would have acquired the taste if liquor had remained at its former low price will now eschew it as an expensive luxury, and thus never acquire the habit of over-indulgence.

“I have the last few months been a good deal in the sea-coast district, that I have known for over 10 years, and I would not ask you to credit the difference I notice in the people, and more especially in those of the jurgly part, since liquor has been raised in price and the toddy trees remained untapped. Those who formerly spent their last farthing in liquor have now, they tell me, all a little balance to spend in some little comfort or another, and, although they grumble at the difficulty about buying liquor, they themselves are the first to admit how beneficial their more or less compulsory abstinence has been to them and their families. Ask any large landholder or employer of labour in the collectorate, and he will tell you that he now gets a fair day's labour for the day's wages where formerly he never could succeed in doing so. He will tell you that he now can count on the daily attendance of his labourers where formerly the second day they were absent drunk on the proceeds of the first day. All I ask is, let this continue, and Thana will be no more noted for its hard drinking and crime than any other part of the Presidency.”

“In another letter Mr. Mulock writes:—

Evidence of experienced Government officers as to decreased consumption.

“I must mention the benefits resulting to the people under the new system, and from the enhancement of the price of liquor. My assistants, mamlatdars, patils, talatis, &c., are unanimous in their praises of it, and having been some time in the sea-coast talukas I can corroborate their opinions in every respect. No one longer sees the general drunkenness of former days. Even the rayats themselves, while grumbling at its being hard on them that they cannot get the cheap liquor they formerly got, will admit that they are happier without it, and that the “zor,” as they call the influence of the liquor-vendor, is now gone, and no more land is mortgaged to him in liquidation of his bills.”

“The following extract is from a letter recently addressed by an experienced revenue officer serving in the Kolaba district to the editor of the “Bombay Gazette,” in reply to an article that appeared in that paper a few weeks ago, alleging that the present abkari policy has encouraged liquor-drinking:—

“There is one thing certain to me about the present management of the Abkari Department, and that is, that it has diminished drunkenness in the North Konkan. I have had the honour to serve in that province off and on for nearly 12 years, and my service and personal tastes have been such as have brought me very much into friendly contact with the poorer classes, and especially with the hill and coast tribes, the Thakurs, Katkaris, and Kolis, men of the forest and the wave. Within my memory these people were literally slaves to drink. The coast Kolis were rarely sober when ashore; and in the hill and forest villages, where the people take their liquor like gentlemen in the evening, it was a common thing for every male soul above 12 years old to be stupid drunk by eight or nine o'clock p.m. I had at one time to do a great deal of night patrolling, and have often come into a village where not a soul could answer the simplest question.

“Now all this is to a great extent a thing of the past. During the past three years I have had many of the coast Kolis serving under me as public and private servants, and have not once had occasion to punish them for drunkenness. I am now employing a good many of the forest tribes, and I find the same improvement. Of course, I do not mean to say that they never get drunk, but they are not drunk so often or at such times as to interfere with their earning their bread or to make them a common public nuisance. The reason they assign is that liquor is dear. One sarcastic old life-boatman added, “and the Sahabs of now-a-days are stingy.”

“There are occasional “temperance movements” among them and always have been in my memory. These are spasmodic, but no doubt the dearthness of liquor assists them, and they seem to have more and longer life now than they had 19 years ago. Whatever may be said against the Abkari Department, it has had such a success in putting down intemperance as no teetotal association ever had.

“In conclusion, and merely to avoid remark, I may say that I have been a teetotaler (from inclination and without pledge) as I am not, and further that I have never been, an abkari officer properly so called, nor suggested any part of the policy of the Abkari Department, nor had anything to say to it except in the very incidental way in which abkari matters come before a local revenue officer who simply carries out his orders in that matter, or a magistrate, who simply administers the law, and before whom, in an excise prosecution, the abkari officers are almost as much on their trial as the nominal accused.”

Explanation of apparent discrepancies.

“87. It has been stated above that under the present system—

- “(1.) The annual revenue has doubled itself;
- “(2.) There has been no increase in consumption;
- “(3.) The rate of taxation levied on spirit has been increased (roughly speaking) threefold; and
- “(4.) The selling prices of spirit have been raised to the extent of about 60 per cent. only.

Explanation of apparent discrepancies.

“There are apparent inconsistencies between these several propositions that need clearing up. The explanation lies in the fact that the whole increment of revenue obtained has not been drawn from consumers; part of it has been taken from the various agencies engaged in supplying the spirit consumed. Duty rates and selling prices have been adjusted with reference to the cost of manufacturing spirit and bringing it to sale, so as to reduce the margin left to be divided as profit between the persons interested in the manufacture

Conclusions from foregoing remarks and figures.

facture and vend of spirit. I will first show how this has been effected in the case of toddy spirit. Before the revision no tree tax was levied except in the island of Bombay and in one taluka of Thana, and the rate of taxation imposed on toddy spirit was so low that the owners of toddy trees were in a position to charge high rents for the use of their trees, which the Bhandaris, who tapped them and made spirit from their produce, were able to pay, and at the same time earn an easy livelihood, without troubling themselves much about working their trees thoroughly. The imposition of a fixed tax on each tree tapped, the prohibition of the indiscriminate distillation and sale of toddy spirit, and the concentration of the business in the hands of a few large farmers, who guaranteed the payment to Government of a certain minimum revenue, and, at the same time, were bound to sell within fixed limits of price, led to a great reduction in the number of trees tapped, and in the rents enjoyed by tree-owners, as well as to a diminution in the number of persons who gained their living by drawing toddy, and by the distillation and sale of toddy spirit. It was to the interest of the new farmers to reduce their expenditure on manufacture in every possible way, so they used improved stills, and extracted the greatest possible quantity of toddy from each tree they had to pay for. At first these farmers made very large profits, but by degrees, as knowledge was gained of the real cost of manufacturing toddy spirit, it has been found possible to raise the rate of tree-tax without raising proportionately the selling prices of toddy spirit, and thus to divert from the farmers' tills to the State treasury a larger portion of the price paid by the public for each gallon of spirit consumed. Similar results have attended the revision of arrangements with respect to the manufacture and sale of mowra spirit. The closing of the numerous small out-stills and the concentration of distillation at large central distilleries fitted with plant and machinery of modern pattern has led to a reduction in the cost of manufacturing mowra spirit, and experience has been gained in many ways, the outcome of which is that it has lately been found practicable to raise the rate of still-head duty charged on mowra spirit without making a proportionate increase in the fixed selling prices. In all the farms first leased under the revised system the selling prices were fixed at rates exceeding the still-head duty rates by 2 rupees per gallon, a margin of 2 rupees per gallon being allowed to cover the costs of manufacture and sale, and the profits of the farmers and their retailers; but experience showed that the margin first allowed was unnecessarily large, and in the case of all farms subsequently sold it has been reduced, first, to Rs. 1. 12., and more recently to Rs. 1. 8. per gallon. The result is, that the Government share of the price paid by the public for each gallon of mowra spirit sold is greater now by the amount of 8 annas than it was five years ago, while the farmer's share has been reduced by a similar amount. That the trade is able to bear this reduction of its profits is shown by the eagerness with which the current farms have been competed for, and by the circumstances that the whole of the revenue demand has been paid punctually, and without the issue of a single legal process.

" 88. The closing of the small stills worked by Bhandaris, in the Konkan, and by Kalals, in other parts of the Presidency, has caused hardships which are to be regretted, but this could not be avoided under any system that aimed at bringing the manufacturer of spirit under sufficient control for certain taxation. Some of the Bhandaris have found employment as cultivators and agricultural labourers and others in the spinning and weaving mills established in Bombay. Many of the Kalals are now employed as retailers by the large farmers.

Classes aggrieved and agitating.

" 89. Another class also has suffered besides the Bhandaris and the Kalals. The enhancement of the taxation of toddy spirit has resulted, as before-mentioned, in a large reduction in a number of trees tapped for the extraction of toddy, and the owners of toddy trees have consequently been deprived of part of the incomes that they used to enjoy in the shape of rents paid by Bhandaris for the use of their trees. The incomes of many rich and influential landholders of Bombay and its neighbourhood have been affected in this manner, and they, not unnaturally, are dissatisfied with the proceedings of the Abkari Department, and agitate against it on account of the injury that its operations have caused to their vested interests. Their grievances are real, but they are such as can only be relieved at the expense of the taxpayers. They have been treated by Government with much consideration, as toddy spirit is now, and always has been, much more lightly taxed than mowra spirit. In Bombay duty is now levied on toddy spirit at the rate of Rs. 2. 6. per gallon, while on mowra spirit the duty rate is Rs. 2. 12. a gallon, and besides the Government duty, a municipal town duty at the rate of 4 annas per gallon is levied on mowra spirit, from which toddy spirit made in the island of Bombay is exempt. In the districts of Thana and Kolaba the difference in the duty rates now levied on toddy spirit and mowra spirit amounts to at least 12 annas per gallon in favour of toddy spirit, and toddy spirit is allowed sale at rates varying from 1 rupee to 8 annas per gallon below those charged for the mowra spirit sold in the same shops. But even under these favourable considerations the trade in toddy spirit is fast declining. The fact is, that the great majority of consumers prefer mowra spirit to toddy spirit; so that toddy spirit is unable to compete with mowra spirit at anything like equal prices, especially when the prices of both are high, while at the same time the cost of manufacturing toddy spirit is greater than the cost of manufacturing mowra spirit. Toddy spirit is being driven out of the market by a cheaper and superior article. The case of the toddy-tree owners of the Konkan in some aspects is not unlike that of the Banjaras, whose carrying trade has been destroyed by the railways.

Aggrieved tappers and liquor manufacturers.

BOMBAY.

"90. This year the loss of income suffered by the Bombay tree-owner has been unusually heavy, as the Bhandaris have been on strike since the 1st August last, when the duty was raised on both mowra spirit and toddy spirit consumed in Bombay. The Bhandaris demand a reduction of the high rent,* 7 rupees per tree, that the owners of cocoanut trees have been charging lately for the use of their tree, and as yet the tree-owners have refused to give way. The consequence is that only about 500 cocoanut trees are now being tapped, against 18,000 tapped last year, and some of the toddy distillers have removed their stills to the public distillery recently established at Girinj in the Bassein taluka of the Thana district, in the neighbourhood of which brab trees, nearly if not quite as prolific in toddy yield as the Bombay cocoanut trees, are available in thousands at a yearly rental of 4 annas and 8 annas per tree. It is probable that close connection exists between this strike and the recent agitation against the Abkari Department.

"91. Another charge that has been freely alleged against the Department is, that it has forced the consumption of spirit by making toddy dear and scarce. There is no more foundation for this allegation than there is for that about the multiplication of liquor shops. The toddy that is commonly drunk in the raw state in all parts of the Konkan is the produce of date palms and bastard sago palms, while the sap of cocoanut and brab trees is almost exclusively used for distillation. Tree-tax is levied on cocoanut and brab trees at rates varying between 9 rupees and 18 rupees per tree, but the highest rate levied anywhere on date palms and sago palms is 6 rupees per tree, and the ordinary rate is 3 rupees, although there is little difference between the average toddy yield of palms of all these kinds. Again, before the revision, toddy was generally sold in the same shops as spirit, and the shopkeepers were then in a position to force the sale of the kind of liquor that paid them best. But since the revision the sale of toddy has been separated from the sale of spirit throughout the whole Presidency, except in three talukas of the Thana district and in one taluka of the Kolaba district, and there is now competition between the sellers of toddy and the sellers of spirit. In all talukas of Thana and Kolaba the maximum price fixed for the sale of toddy in toddy-shops is 8 pies per bottle, and toddy is also allowed sale at the tree-foot in all those talukas, except the four just mentioned, at the rate of 6 pies and 4 pies per bottle."

22. A strike, similar to that referred to in paragraph 90 above, took place in the cold weather of 1886-87, in the districts of Thana and Kolaba. It was quoted in the House of Commons as a movement among the population in favour of total abstinence from strong drink. As a matter of fact, it was a strike of the drinking classes made with the sole object of inducing the Government to reduce the tax on toddy-producing trees, and thus make liquor cheaper. The strikers, as was to be expected, were not able to maintain their resolutions of abstinence.

MADRAS.

MADRAS.

23. The excise system of the Madras Presidency has of recent years been completely changed. The old excise system is thus described in a letter of the Government of Madras, dated 15th September 1884:—

"4. * * * * Under that system the monopoly both of manufacture and of sale in each district was assigned to a single contractor, who had to pay duty at a certain rate on each gallon issued from the distillery, and who further guaranteed to Government a certain revenue settled by competitive tenders. Maximum and minimum prices were fixed within which the contractor's licensees in the shops were bound to sell to consumers. The range of price permitted was 8 annas per gallon. There was a surcharge of duty at 8 annas a gallon payable on liquor sold in municipal towns, and for such liquor maximum and minimum prices were allowed in excess of the ordinary rates by 8 annas a gallon. Higher prices being possible in the towns than in rural tracts, higher duty was thus obtained. The imposition of a maximum price was intended to prevent the contractors from seeking to obtain all their profits by enhancing prices in the towns, and to give them an interest in affording proper facilities of supply to, and preventing illicit supply in outlying tracts. The work of prevention of illicit consumption was supposed to be provided for by the contractors. In adjusting the maximum and minimum prices, which were fixed by Government, allowance was made for cost of liquor, excise duty, cost of distribution within the district, charge for administration and prevention, and profits of renter and retailers. The leases were for periods of three years." * * *

"5. This, it will be observed, was a system of large monopolies artificially regulated. In its favour is to be said that it was superior to the farming system, pure and simple, which it superseded, and under which knowledge of the consumption and regulation of the

* See paragraphs 29 and 30 of the Abkari Administration Report for the year 1882-83.

the taxation were unattainable; that it led to concentration of manufacture and the use therein of improved appliances and cheaper methods; that the use of unwholesome materials in manufacture became impossible; and that the revenue was got in without risk or difficulty. In other respects it has failed to secure the advantages expected from it. The renters have not given adequate facilities for supply in outlying tracts and have closed large numbers of shops previously existing; they have almost invariably charged the highest price allowed under their contract; they have screwed down the profits of the retailers to such an extent that these men are forced to seek remuneration in illicit practices, which in such hands are specially dangerous to the revenue, and difficult to detect; they have done next to nothing for prevention; and they have looked entirely to their own profits and not at all to the interests of Government as hoped. The guarantee system has broken down. It was anticipated that the guarantees, which were to operate as a stimulus to the renters to work for revenue as well as for their own profit, would be settled by competition and ensure good management; but the large firms and capitalists who alone can embark in the business do not bid against each other * * * .”

24. The question was accordingly referred by the Government to a Committee. The object which the Government held in view was thus described by itself in the letter above quoted:—

“6. * * * The object in view is to raise the taxation on country spirits, which is now considerably below the import rate, up to that level. The extent to which this is possible at present varies in different parts of the country, with the habits of the people, the price which they can pay, and the facility with which illicit liquor can be made or sold with impunity. In some places, chiefly towns, it is possible at present, without inducing illicit manufacture, to obtain prices which admit of the import rate of duty being paid; and until this level is attained everywhere, there must be varying rates of price and of taxation. The problem is to devise a system which shall allow of sufficient range of rates, while affording reasonable security that the highest possible rates shall be reached in each locality * * * .”

25. The Committee describe their purpose somewhat more fully as follows:—

“3. The sale of intoxicating liquors is just as much a trade as that of any other kind of commodity, such, for instance, as bread, but there is this great difference between them, that while the sale of a necessary of life like bread need not be interfered with or regulated in any way, the sale of intoxicating liquors, if left to the un fettered operations of free trade, involves an enormous amount of drunkenness and crime, and therefore imperatively calls for regulation at the hands of any Government with any pretence to civilisation * * * .”

“4. * * * The policy that the Government have already announced of endeavouring to realise a ‘maximum revenue from a minimum consumption,’ though perhaps involving in its strict interpretation a verbal contradiction in terms, yet expresses with sufficient force and clearness what we consider the right course to pursue. It is, however, to be observed that while all taxation becomes revenue so soon as it reaches the public exchequer, yet it should be always borne in mind in connection with the taxation derived from the sale of intoxicating liquors that it is imposed primarily in order to restrain the consumption of such liquors and not for the purpose of making money out of their sale, and that the fact of the revenue so derived being large is merely an incident resulting from two causes: first, the determination of the Government to do all that lies in its power to repress a baneful trade in what is not a necessary of life; and second, the general prosperity of the people which enables them to spend on the indulgence of a vicious propensity money which might be better expended or invested. It follows, therefore, that every right-feeling Government will do all that it can to increase the taxation on intoxicating liquors up to that point (which may be called the limit of taxation) when the people, rather than pay for the high-price liquor which alone can be had in licensed shops, will take to illicit distillation and smuggling * * * .”

“6. To free trade in the manufacture of spirits and other intoxicating liquors the same objections do not apply. Here competition may do good by stimulating the production of better liquor, but its tendency will also certainly be in the direction of cheapening it * * * .”

“7. Acting on the above principles, the changes which we recommend for introduction into the existing system of making and selling country spirits in excise districts are—

“(1.) The sale separately of the privileges of manufacture and of sale * * * .”

“(2.) The breaking up of district farms of sale into taluk farms, or even smaller divisions in selected localities, in view to the eventual elimination of the middleman altogether * * * .”

“(3.) The fixing a standard rate of excise duty on country liquor on issue, and differentiating the total taxation in respect thereof by license-fees, or other methods of payment, for the right of vend, varying according to the circumstances of different localities * * * .”

18 PAPERS RELATING TO LICENSES FOR THE DISTILLATION

MADRAS.

"(4.) The abolition of the surcharge system in municipalities where it now exists and the substitution, in its place, of the sale of shop-licenses by auction in all large towns.

"(5.) The throwing open to competition, but subject to the payment of a moderate license-fee, only the manufacture or supply in certain selected areas, where a total taxation on spirits may be expected to be realised approximating to the tariff rate.

"(6.) The eventual abolition of the Madras town abkari system and its assimilation to that proposed for excise districts generally."

26. The Government accepted in their entirety the proposals of the Committee, and brought the new system into operation from 1st October 1884. The following figures show its immediate effect both upon the consumption and upon the revenue :—

	Consumption in the Excise Tracts	Revenue from Country Spirits.
	<i>Gallons.</i>	<i>Rs.</i>
1883-84, first half - -	451,185	} 22,47,807 - Old system.
1883-84, second half - -	494,109	
1884-85, first half - -	460,430	} 27,85,024 { Old system. New system.
1884-85, second half - -	447,759	

27. The review by the Madras Government of the Excise Report of 1885-86 summarises in the following paragraphs the result of the introduction of the new system :—

"8. *Consumption of Country Spirit.*—The issues of arrack from distilleries in excise districts and in Madras town reduced to 30° under proof were 1,002,571 gallons, against 1,197,068 gallons in the preceding year (1884-85), and 1,214,200 gallons in the year prior to that (1883-84). The actual consumption (*i.e.*, sales by shopkeepers) showed a corresponding decrease."

"The falling off in some cases, as for instance, in the districts of Ganjam, South Arcot, Tanjore, and the Nilgiris, was due, partly to an unfavourable season and agricultural depression, and, in the case of Ganjam, to other special circumstances, but the more general cause of the reduced consumption was, without doubt, the enhancement of selling prices as the unavoidable consequence of increased taxation. The operation of this factor was the most marked in the districts named in the margin."

	1883-84.		1885-86.	
	Issues.	Revenue.	Issues.	Revenue.
	<i>Gals.</i>	<i>Rs.</i>	<i>Gals.</i>	<i>Rs.</i>
Cuddapah - -	72,567	1,63,045	53,000	2,35,077
Bellary - -	109,967	2,66,610	76,937	2,81,148
Tanjore - -	43,699	1,00,009	33,604	1,16,748
Trichinopoly - -	82,481	1,14,996	37,538	1,25,000
Coimbatore - -	70,034	1,13,020	46,603	2,66,898
Nilgiris - -	38,400	1,02,660	36,645	1,97,638
Salem - -	76,817	1,74,278	51,671	4,87,664

"10. On the whole, Government see in the statistics of the year under review nothing to mar the satisfaction which the financial success of the new system affords. An increased revenue from reduced consumption is exactly what excise administration should aim at. No doubt if, with an apparent falling off, there had been an actual increase in the consumption of spirituous liquor, it would certainly be no matter for congratulation; but, excluding the single instance of the Ganjam district, of which the circumstances are exceptional, no proof is adduced that, during the year under review, illicit distillation prevailed to a larger extent than in those preceding it. However, with the moderation which, as was to be expected, the vend farmers for the current year have shown in their bids, and with distinct indications of prices adjusting themselves, there is no reason to fear that the consumer will be driven to resort to illicit practices; indeed, with the more efficient legislation and preventive organisation now introduced, there is much less reason than heretofore for such apprehension. It seems necessary only to add that Government do not consider, as Mr. Galton apparently does (paragraph 19 of the Report) that it is desirable to decrease the cost of liquor to the consumer; what, in their opinion, needs to be reduced, is the difference between the highest price the consumer will pay and the contribution the public exchequer receives."

BENGAL.

BENGAL.

28. In Bengal, in 1883, the Government, having reason to think that the outstill system in force in that Province had been tending to increase the consumption of spirits, appointed a special commission of inquiry to examine the whole subject. The Commission found that there had been such an increase, and that it was due to the absence of limitation on the production of spirit under the outstill system, and to the opening of an excessive number of shops.

29. The orders of the Government are of only recent date, viz., 10th March 1886, and it is too soon to state their precise effect. They were (1) the introduction, wherever opportunities for close supervision existed, of the central distillery and still-head duty system; (2) in other places the regulation of outstills, so that the minimum license price should be the amount of duty calculated upon their capacity of production; (3) reduction in the number of shops, and certain restrictions upon sales.

30. The Government have given the following statistics:—

STATEMENT OF EXCISE REVENUE and DUTY in BENGAL.

Y E A R.	Population.	Number of Shops for Sale of Liquors of all kinds.	Number of Shops for Sale of Intoxicating Drugs.	Net Revenue from Liquors and Drugs of all kinds.
1.	2.	3.	4.	5.
				<i>Rs.</i>
1871-72 - - - -	66,856,859 (a)	32,460	16,615	61,96,443
1872-73 - - - -	66,856,859	31,479	17,119	66,42,620
1873-74 - - - -	66,856,859	31,704	10,975	68,41,407
1874-75 - - - -	62,724,840	27,453	9,240	53,29,284
1875-76 - - - -	60,398,117 (b)	26,234	7,424	57,88,804
1876-77 - - - -	60,398,117	25,712	7,092	59,50,527
1877-78 - - - -	60,415,224	26,072	7,248	65,74,356
1878-79 - - - -	60,432,487	27,545	6,999	67,53,668
1879-80 - - - -	60,486,398	30,532	6,877	69,44,572
1880-81 - - - -	60,486,398	34,973	7,145	82,92,226
1881-82 - - - -	66,689,859	39,281	6,796	91,02,672
1882-83 - - - -	66,689,859	36,109	6,499	95,16,414
1883-84 - - - -	66,689,859	28,139	5,513	1,01,67,600
1884-85 - - - -	66,689,859	27,254	6,291	97,57,619
1885-86 - - - -	66,689,859	27,017	6,008	92,73,635

(a) Census Report, 1872, including the population of the Province of Assam.

(b) Assam excluded.

31. It should be noted also regarding ganja that in 1883 the attention of the Government of Bengal was directed to the increase in the number of shops. The number had fallen from 4,934 in 1871-72, to 3,130 in 1876-77, but after that date had risen to 3,488 in 1881-82. Immediate measures were taken to reduce the number, which was only 3,126 in 1882-83. The duty paid by each maund of ganja (including both fixed duty and license fees) rose from 106 rupees in 1871-72 to 266 rupees in 1881-82, and was over 300 rupees in 1882-83.

NORTH-WESTERN PROVINCES.

NORTH-WESTERN
PROVINCES.

32. In the North-Western Provinces, the system in force is mainly the distillery system, as the outstill system is confined to wild and sparsely-populated tracts, to frontier localities, and places bordering on Native States, where past experience shows that the introduction of the distillery system would be followed by large contraband trade. Under the outstill system, the number of outstills is fixed by the Revenue authorities according to the requirements of the tract, and each combined outstill and shop proposed to be licensed is put up separately for license to the highest bidder. Less than one-ninth of the total liquor revenue is realised by this means.

33. In a resolution, dated 6th September 1884, the Government discusses the question of increased consumption of spirits, and the following extracts are taken from this resolution :—

“ Para. 11. The failure of the distillery system in some districts was very early discovered, and as far back as 1871-72 the farming system was restored in Banda and Hamirpur, with the very remarkable result of a more than tenfold increase of revenue :—

	1870-71. Distillery.	1871-72 Farming.
	<i>Rs.</i>	<i>Rs.</i>
Banda (two tahsils) - - - - -	174	6,617
Hamirpur - - - - -	2,296	20,400
TOTAL - - <i>Rs.</i>	2,470	27,017

“ As Mr. Cadell justly remarks, ‘ it is inconceivable that the receipts for 1870-71 in any degree indicated the consumption of spirits in the two districts, or that those for 1871-72 proved a rapid change in the habits of the people.’

“ From 1873-74 improvements were yearly made in the administration; the still-head duty, which was *Rs.* 1. 8.0 in the North-Western Provinces, was reduced to 1 rupee in order to equalise it with that of Oudh, and to reduce the temptations to illicit manufacture; the old system of differential duties according to the strength of the spirit was abandoned; and in districts where the distillery system was found to be unsuitable farming and outstills were introduced. The idea, sometimes entertained, that the excise administration of the Government tends to foster increased consumption of liquor, and consequently a spread of drunkenness among the people, has special reference to districts brought under the outstill or farming systems; and it is therefore very important to observe the enormous increase of gallonage in districts under the distillery system, a system devised to limit consumption, and of which it cannot be said now, any more than it could be said formerly, that it in any way encourages increased consumption. In paragraph 22 of the Commissioner's Report a Table is given, showing for every division

Years.	Gallons.
1872-73 - - -	1,008,892
1873-74 - - -	1,034,449
1874-75 - - -	1,236,237
1875-76 - - -	1,367,575
1876-77 - - -	1,318,022
1877-78 - - -	675,418
1878-79 - - -	866,230
1879-80 - - -	1,160,956
1880-81 - - -	1,355,739
1881-82 - - -	1,469,023
1882-83 - - -	1,768,498

of the two Provinces the number of gallons issued from 1872-73 to 1882-83. The totals for the united Provinces, as shown in the margin, exhibit a progressive increase up to 1876-77, a sudden fall of 50 per cent. in 1877-78 (a year of drought), and a rapid recovery afterwards; until, in 1882-83, the issues are 56 per cent. in excess of those of 1872-73, and this, notwithstanding the extension of the farming and outstill systems to an area of over 15,000 square miles, with a population of seven million persons. This increase of gallonage is very marked in every division of the Provinces except Agra and Sitapur.

“ 13. And although the consumption of spirits has increased considerably in 10 years, still the total consumption is not absolutely very large. It amounts to little more than one pint for each adult male in the North-Western Provinces, and about three pints in the year for every adult male of the acknowledged drinking castes; the amounts for Oudh being respectively something under half a quart, and 2.15 quarts. The figures given in paragraphs 24 and 69-71 of Mr. Cadell's Report on this subject are interesting, and a comparison between the consumption of country spirit in these Provinces, and intoxicating liquor in England seems to controvert the idea of any general demoralisation.

Although

Although a great deal of the increased consumption is undoubtedly due to the substitution of duty-paying for illicit liquor, and is therefore more apparent than real, there seems to be no reason to doubt that a real increase of consumption has taken place in many districts; and in so far as this is due to increasing prosperity on the part of the people, it is no more than might have been expected. There is considerable difference of opinion among the officers who have written on the subject. Some consider that the habit of drinking has increased, and that there is a real increase in drunkenness; but the more general opinion is that no marked and widespread change in the habits or tastes of the people has taken, or is taking place, as to the use or abuse of liquor."

" 15. As in previous years, the transition from the distillery system to outstills resulted in a large increase of revenue. The statement appended to paragraph 52 of the Report shows the increase of revenue since outstills were first introduced in 1880-81. Under the old system the revenue for the years immediately preceding the introduction of outstills amounted to 1,36,274 rupees; for 1882-83, under outstills, the revenue was 4,48,951 rupees, or 3·3 times as much. As the outstill liquor is cheaper than the distillery liquor, the increase in consumption must be proportionately greater than the increase in revenue. Some of this increase undoubtedly is more apparent than real, being due to the repression of illicit distillation; for it is the unanimous opinion of all who have interested themselves in the subject that illicit distillation disappears completely, and at once, wherever and whenever outstills are introduced. And great as is the rise in revenue, it is noteworthy that it only brings up the outstill districts to a level with the more productive of the distillery districts, in respect of the incidence of revenue per head of population. Thus, in Ballia, the most remunerative outstill district, the incidence is 1 anna 9 pies, whereas in Jaunpur and Mirzapur, under the distillery system, the incidence is 1 anna 10 pies and 2 annas 10 pies respectively; in Benares (this is perhaps hardly a fair comparison) the incidence is 4 annas 7 pies. And, again, if the outstill consumption, measured in gallons, is reduced to spirit of the same strength as in the distillery tracts, a good deal of the disproportion of gallonage disappears. When, however, full allowance is made for the substitution of licit for illicit liquor, and for the weaker spirit, there still remains a very large increase of consumption in the outstill districts to be accounted for. This increase, however, may not be greater in reality than that in the distillery tracts, and may be due to the same general causes, and not to the mere change of system; that is to say, if in these districts the distillery system could have been worked as successfully as in some other districts, it is possible that the same increase of consumption would have taken place.

" 16. On the whole, it may be concluded that there has been an increase of consumption of late years not in the outstill tracts only, but throughout the Provinces, and that some increase of drunkenness has necessarily accompanied the increased consumption; but it does not follow that this could have been prevented by a different administration of the excise. Much must be attributed to the diminished price of liquor brought about by the greater cheapness of the materials used, and to the improved condition of the people, which enables them to spend more on drink. Regarding this latter point it may be observed that there is a consensus of opinion, on the part of officers best fitted to judge, as to the marked increase of material prosperity among the lower classes within the last few years."

" 18. * * * For these reasons the right policy (*vide* paragraph 75 of Mr. Cadell's Report) is undoubtedly to treat the outstill system mainly as a preventive measure, as a device to be brought into play when there is no other so effectual a method of defeating the contraband trade. From this point of view, the system may be legitimately used in districts where there is much jungle or outlying country facilitating illicit distillation, or in border tracts, where smuggling from beyond the Provincial jurisdiction cannot be guarded against. But in the interior of the provinces, in districts that present no abnormal difficulties, the proper course is gradually to withdraw the outstills, and to re-introduce the sudder distillery system, accompanied with improved and strengthened administration. Better built distilleries, better paid and stronger establishments, the organisation of some detective agency, and especially the punishment of offences against the excise law in a manner to be effectively deterrent; all these measures should be adopted in order to give the sudder distillery system every chance and advantage over the contraband trade. At the same time, the distribution of the liquor must be so arranged that neither vendor nor purchaser shall have just cause of complaint.

" 19. The Lieutenant Governor and Chief Commissioner has determined to adopt the policy generally sketched out in the foregoing observations; and in pursuance of it he has agreed to a considerable restriction of the outstill area in the interior of the provinces, leaving the outstills so ranged along the outer tracts as to guard the frontier and the wilder districts. His Honor trusts that all district officers, whose active co-operation is so indispensable to the success of this policy, will spare no pains to support it. If it is true, as is so frequently affirmed, that the immediate rise of revenue that accompanies the introduction of outstills is the measure of illicit distillation 'stamped out,' then there must be other means of repressing such extensive illegalities in ordinary districts, with

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**NORTH-WESTERN
PROVINCES.**

the large police and revenue establishments at the disposal of the chief executive officer. If, however, special detective and preventive agency is found to be needed, the Government will be ready to consider the recommendations of the Board upon this point.

“ 20. The Lieutenant Governor and Chief Commissioner is quite aware of the reasons which render an increase in the consumption of liquor, and consequent rise of revenue, not only natural, but inevitable. And it is observed, with reason, in the Report, that during the last 20 years the gross receipts have not increased to any remarkable or unaccountable degree, having regard to the growing prosperity of the country, and to improved administration. It is also pointed out that in the best-managed sudder distillery districts the average consumption per head is often as high as in tracts under the outstills. Nevertheless, the excise revenue is in many ways so important that the details of its development require to be carefully watched in every district; and the Government will not be satisfied until by steady and continuous persistence in a systematic policy the proper conditions of good and effective management have been ascertained, and until fair progress has been made in bringing the consumption of spirituous liquors and drugs under regular taxation and uniform control.”

* * * * *

“ 37. The subject of chandu-smoking has engaged the attention of many officers, without eliciting any proposal of practical interest. The total prohibition of the practice has been tried and has failed. It is absurd to attempt to make the private use of chandu penal, but the public use of it should be discouraged in every way. New licenses should not be granted without careful inquiry as to the need for them, in order to prevent the opening of illicit shops; and it seems desirable to reduce the chandu and madak shops to the lowest possible scale. It is understood that considerable reduction has been made during the current year, and that more will be made next year.”

PUNJAB.

PUNJAB

34. The Government of the Punjab contend that the remarks contained in the letter from the President of the Congress have little or no application to that Province, where the outstill system has only been experimentally introduced into three tahsils of one district, and where liquor has been so highly taxed as to have led to illicit distillation and smuggling on a considerable scale in those parts of the Province where the population is addicted to drinking. The Financial Commissioner of the Punjab states that the excise system of that Province can have in no way encouraged drinking, for, while the population since 1867-68 has increased by about 7 per cent., the consumption of spirits during that period has been almost stationary; that during the same period the largest consumption in any one year was in 1867-68, when it reached 141,814 gallons, and that even this quantity falls at the rate of only one-sixteenth of a pint per head of the population per annum.

35. This refers to the absolute number of gallons consumed, as the consumption reduced to the standard of London proof shows a continual increase. A statement which is appended to the Finance Commissioner's memorandum upon the excise system shows that the consumption has gradually risen from 88,128 gallons (London proof) in 1865-66, to 121,154 in 1884-85. The taxation at the same time, including both still-head duty and license-fees, has risen from 4,84,796 rupees to 6,95,513 rupees, having been, throughout the period, between 5 rupees and 6 rupees per gallon. The number of liquor shops at the same time has increased from 874 to 1,722, this last number giving one for every 10,000 or 11,000 of population.

LOWER BURMA.

BURMA.

36. The Chief Commissioner of Lower Burma gives the following account of the excise system in that province:—

“ 3. Up to 1871-72 the Excise Department of the Province was worked under the farming system, which consisted in disposing of the monopoly to sell drugs or spirits in large tracts of country to one person or company under certain restrictions. Opium was sold from the Government Treasuries at 24 rupees a seer, except in one district of Arakan bordering on Chittagong, where the price was fixed at 20 rupees, afterwards raised,

raised, in 1871-72, to 22 rupees, as that was the price at which it was sold in Chittagong. Licenses were issued for the sale of ganja up to the year 1872, since which the cultivation, sale, or possession of that drug has been absolutely prohibited.

"For the manufacture of so-called 'country spirit,' after the European method of distillation, there were three licensed distilleries: one at Akyab, one at Rangoon, and one at Moulmein. At Akyab the spirit farmer was also the distiller, and he paid Government Rs. 2. 4 a gallon on the quantity of spirit passed out from the distillery. At Rangoon and Moulmein the distillers each paid Government a lump-sum of 10,000 rupees a year for the privilege of working the distillery, and this sum covered all charges on the part of Government, no duty being levied on the produce of the stills. In 1869-70 a similar method was adopted at Akyab, the distiller paying 3,000 rupees a year to Government.

"4. The distillery system was not found to be satisfactory, in so far as regarded out-lying stations at great distances from the distillery, to which, especially in the rainy season, people were not willing to come for their supplies. The difficulty of obtaining spirits from the central distilleries no doubt gave rise to much illicit distillation, and there was a gradual falling off in the rents paid for the spirit farms, and in the quantities of spirit taken from the distilleries. It was decided when the new Excise Act (X. of 1871) came into force to make a change of system, to establish, in tracts where there was a considerable and compact population consuming spirits, central distilleries, in which distillers could place their own stills for the preparation of spirit; and in the large tracts of country from which the distilleries were too distant to be a convenience, to establish either the outstill or monthly tax system, in order that the people in these parts might have no excuse for illicit distillation. Accordingly, on the 1st April 1872, when the new Excise Act came into force, new rules were introduced authorising the disposal of licenses in the following manner: the three central distilleries already alluded to were continued, but the system of charging a high fixed rental for working them, a system which had been found to be too favourable to the distiller, and bad in principle, as tending to encourage a large outturn of spirit, was abolished. In lieu of this the distiller was charged a nominal license fee, and on each gallon of spirits passed out for consumption a stillhead duty of Rs. 2. 8 a gallon was levied. In the interior, licenses were granted for the manufacture of spirit after the native method of distillation, a monthly sum being paid for the privilege of working a still of certain capacity. The mode of disposing of the right to sell the spirit by retail was also modified. Instead of the monopoly being farmed out to one person in each town, with the option of opening shops where he thought proper, licenses were granted for shops at specified places, selected by the Deputy Commissioner in communication with the superintendent of police, and these licenses were sold either at a fixed rate or to the highest bidder, at the discretion of the Commissioner of the division. In the case of tari or toddy (the sap of the palmyra and other palm trees), licenses for its sale in an unfermented state were issued at a nominal fee, while the fee for a license to sell fermented toddy was also moderate. It was the wish of the Government of India* that a 'heavy duty should not be imposed on toddy, lest, owing to over-taxation, the people should be driven to have recourse to stronger spirits or even to injurious drugs.' It was, however, provided that farms for the retail vend of fermented toddy within given tracts of country might be granted by district officers with the previous sanction of the Commissioner of the division.

"5. The general system above described has been maintained ever since, modifications in the rules and changes in the number of licenses disposed of being made from time to time as circumstances seemed to require. In 1876 the rate of duty on spirit made at distilleries was raised from Rs. 2. 8 to 4 rupees a gallon for spirit of London proof, so as to assimilate the rate to that levied on imported spirit. This rate of duty was maintained to the end of March 1886, when, as the outcome of representations that had been made to the Local Government time after time, for many years, by the Rangoon and Moulmein distillers, that their high rate of duty served as an encouragement to illicit distillation, and that their business was being seriously injured by the importation from the Straits of large and increasing quantities of a liquor known as 'Penang rum,' the duty on distillery spirit was, as a temporary measure, reduced to 3 rupees a proof gallon. In consequence of the raising of the duty on imported spirits the Rangoon distiller has been called upon to show cause why the duty on the locally-distilled liquor should not be raised to Rs. 3. 12 or 4 rupees."

"8. With regard to the last sentence of the letter under reply, it may be stated that 'the right to license outstills' has never been farmed to the highest bidder. A certain number of licenses to work outstills are granted every year in localities where they are believed to be necessary, in order to meet a genuine demand for liquor, which would otherwise be supplied by illicit distillation. These licenses are put up one by one at public auction, and sold to the highest bidder.

"9. There is some difference of opinion regarding the increase of drunkenness amongst the natives of the country. The main difficulty with which the Administration has to cope

* Despatch No. 1638, dated 31st July 1872, from Financial Department.

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LOWER BURMA.

cope is the illicit manufacture of spirit in a country where a sparse population and heavy jungles render illicit manufacture specially difficult to detect. Until this difficulty can be more effectually overcome it is useless to attempt to introduce greater stringency into the rules regarding the number and arrangement of licensed shops. In the large seaport towns of Rangoon, Moulmein, Bassein, and Akyab, as in every seaport throughout the world where sailors congregate, more or less evidence of the evils attending indulgence in strong drinks is certainly to be met with; but it is hoped that, taking the province as a whole, the people are not to any great extent falling into habits of over-indulgence in intoxicating liquors."

37. The principles upon which the outstill system is to be worked are contained in the following extract from the Excise Commissioners' instructions:—

"Form XII.—*Outstill License.*—This license will be more used than it is at present. The attempt to induce people to drink distillery liquor has failed, probably because the price at which it can be sold is too high, and the liquor sold under these licenses has, no doubt, generally been illicitly-distilled liquor, which, though sold perhaps at the same price per bottle, is stronger, and yields the vendor a far higher profit. Something has been done in certain districts to check this illicit manufacture. It is impossible, however, to do more than temporarily check it, unless, where the demand for cheap liquor is considerable, a licit supply is made available. The foreign liquor licenses will not in all cases effect this, the price of these liquors being high. It is consequently necessary in most districts to establish outstills under the supervision and restrictions described in Rules 45 and 46. The outstill system is a fair one if the outturn of the still is controlled as much as is possible. In no case that I have yet seen, except perhaps at a district head-quarters, including Akyab, where the license fee is high, has a still of more than 10 gallons been required, and even this is only worked, as a rule, four or five times a month, two boilings, or at most three, being done in the day. At certain seasons of the year distillation may be more frequent. In the rarest cases only should a still exceeding 10 gallons be permitted, and the working should be most carefully watched. The number of working days per month should also be limited with care. If a licensee is allowed to have a still of a large size, and is allowed to distil any quantity, irrespective of the fee he pays, and of the demand of the locality for liquor, he may endeavour to force a demand. The possibility of this should be prevented, so far as may be, by limiting the number of days per month on which distillation is permitted so that he may be obliged, allowing three brews to the day, the outturn of which will generally be at least five gallons of saleable spirits, 30 degrees to 50 degrees U.P., to work his still nearly every permitted day to satisfy the legitimate demand. The amount of spirit which the still should be permitted to produce should bear some sort of relation to the license fee paid, it being borne in mind that the license fee is partly in lieu of duty. Careful supervision will gradually make it possible to determine with fair accuracy in each case the relation which should subsist between permitted outturn and license fee. The demand will no doubt grow; it is to be expected that it should. What is necessary is to endeavour to make the supply follow and not excite the demand. At the same time the licensed outstill must not be overweighted with restrictions, or the outstill will fail in one of its chief objects, the repression of the illicit trade. Clause 3 of the license requires that notice of the intention to distil should be given to the officer in charge of the police station where the outstill is situated. It should be easy to see that the still is not worked more than the fixed number of days per mensem. It is, perhaps, needless to add that *dates* for distillation cannot be fixed in the license, as the time when the wash or wort will be ready for distillation is always more or less uncertain. An upset price should be fixed according to circumstances. Probably in the districts of the Pegu and Irrawaddy divisions a sufficient upset price for an outstill would be 500 rupees. In smaller and poorer districts the upset price may be less than this."

38. The statistics given by the Chief Commissioner show that the number of shops for liquor rose from 1,137 in 1876-77 to 2,465 in 1881-82, and since then has fallen to 1,346. For drugs the number of shops has recently been reduced to 17 only.

CENTRAL PROVINCES.

CENTRAL PROVINCES.

39. The Chief Commissioner, Central Provinces, says that the state of things described by the President of the British and Colonial Temperance Congress, London, does not exist in these provinces, for although a weak spirit distilled from the mohwa flower has always been consumed chiefly by the large aboriginal population in the provinces, yet the excise system in force is not that described in the President's letter. The Chief Commissioner states that he has always been careful not to countenance any measures calculated to create or foster a taste for spirits. The system of farming the right to license outstills to the highest

highest bidder was in force under native rule and down to the time when the Central Provinces were formed, and it was abolished upwards of 20 years ago. There are now three kinds of distilleries in those Provinces, viz., sudder distilleries, contract stills, and outstills. No still, not even an outstill, can be worked in any place without a license from the Collector of the district; if the Collector proposes to increase the number of distilleries in his district he must obtain the sanction of the Local Government to that step; the precise number of shops to be opened in each district is fixed by the Collector, subject to the control of the Commissioner of Excise and the Local Government; a shop cannot be opened in any village without the Collector's permission, and, in short, a strict control is maintained over the establishment of both stills and shops.

40. The following paragraphs are quoted from his letter:—

" 5. * * * * * As to the habits of the people in the matter of drinking, it is of course true that, in accordance with their religious sentiments, Hindus of certain of the higher castes and Mahomedans do, as a body, abjure drink, but in these Provinces these classes form but a small portion of the total population. We have here, in a country much of which is wild and hilly and covered with long stretches of forest, a large aboriginal population, and in certain parts of the Province large numbers of persons of the lowest castes, who with their forefathers have always been accustomed to the use of liquor made from the flower of the mohwa tree. This tree occurs abundantly all over the Central Provinces, and the process by which spirit is distilled from the mohwa flower in the wilder parts of the country is of the simplest character; a couple of earthen pots and a piece of hollow bamboo to form a tube constituting the distiller's apparatus. There is not a district in some portion of which spirit cannot under these circumstances be distilled illicitly without much fear of detection, and experience has proved most convincingly that unless the inherited taste of these people for this stimulant is satisfied by the establishment within their reach of shops where they can buy taxed spirit, they will resort to illicit distillation, and render themselves liable to the penalties of the criminal law. It would be useless, even if it were expedient, to attempt to suppress consumption by refusing to license shops. Smuggling and its demoralising effects, prosecutions and criminal penalties would, under the conditions of these Provinces, be the inevitable result. The wisest policy is to adopt such measures as will operate as a check on excessive drinking, and this is the policy which is followed here. It may be added that in the malarious tracts which abound in the Central Provinces, it is quite possible that the moderate consumption of a weak spirit, such as that ordinarily consumed in these Provinces, has its beneficial effects in protecting the people from chills and fevers. But however that may be, there is the fact that the use of liquor in this part of the country has no connection with the advent of British rule, and that steps were first taken upwards of 20 years ago to restrict its consumption.

" 6. Enough has been said to show that, as concerns the Central Provinces, the information on which the letter from the President of the Congress is based, is entirely misleading both in regard to the excise system in force, and the habits of the great mass of the people in the matter of drinking. It only remains to deal with the inquiry made in your letter under acknowledgment, whether or not the rates of duty on liquor and drugs have been increased or decreased since the year 1860-61. The rates of duty on drugs have been materially increased, more especially of late years, and the consumption both of opium and ganja, the drugs in commonest use here, is very strictly controlled. It is less easy to give a definite reply to the inquiry in regard to liquor, because we have no complete statistics of consumption. The collection of such statistics in a country such as this, and under the excise system found to be best suited to its varying circumstances, is an impossibility, and also because a portion only of the total sum raised by the taxation of spirit is taken in the shape of a direct duty. But there can be little doubt that the price to the consumer of taxed spirit of a given strength is considerably higher, especially in some of the larger towns where the monopolies of vend now fetch high prices owing to keener competitions than it was in 1860-61."

41. The statistics given by the Chief Commissioner show that the number of shops, which stood at about 6,000 from 1865 to 1880, has in recent years been about 8,000. The revenue from liquor, which was six or seven lakhs up to 1875, has recently gradually increased up to 14½ lakhs.

ASSAM.

ASSAM.

42. The Province of Assam contains tracts of country which widely differ from each other in respect of population and customs.

43. Regarding the aboriginal races, whose abstemiousness English administration is supposed to have corrupted, we quote the following extracts of letters submitted by the Chief Commissioner :—

From the Deputy Commissioner of *Kamrup*, No. 3224, dated 18th March 1887.

"3. When the British occupied Assam, almost every cultivator of land grew a patch of poppy in the cold weather, and as the use of the drug is acquired in its most fascinating form by smoking, the householder, as well as his women and children, were confirmed opium consumers, as the drug was collected by wiping off the juice of the poppy-heads on rags, which, on being dried, were quite prepared for smoking at the end of an ordinary pipe.

"4. Owing to the action of Government in stopping the cultivation of poppy in Assam in 1861 and introducing abkari opium in cakes, the use of the drug is now limited almost exclusively to adult men; very few women, and no children, are addicted to it. The few women who consume it now are ordinarily of the prostitute class, which is necessarily very limited, and, for statistical purposes, may be excluded altogether. The price of abkari opium has been gradually raised from 10 rupees per seer to 32 rupees, so that additional discouragement has been given to its indiscriminate use."

"8. I am not aware that it is an historical fact that native dynasties frowned on the use of intoxicating liquors and drugs, and that they were practically unknown in former times. I have already stated that under the Assam kings no restrictions whatever were placed on the consumption of opium; and if the use of intoxicating liquors was not extensive, it was owing to the superior attraction of opium as an exciting medium, and its extreme cheapness. It is not on record that any measures were ever taken by native dynasties to restrict the use of intoxicating drugs and liquors.

"9. The inhabitants of Assam have increased enormously in wealth since they have been under British rule, and can now, if they like, indulge in more refined methods of intoxication. It is within my recollection when large masses of the population ate their food off plantain leaves, not being able to afford brass dishes; when salt was a luxury, and its substitute in ordinary use was potash obtained from the ashes of dried plantain leaves and other vegetation; when the only garments worn by the people were woven in their own houses, and Manchester goods were unknown or restricted to the rich. In such a condition of poverty, it was obviously impossible for the population to indulge in expensive stimulants, but opium was grown by all, and was used by nearly all, as the cost of cultivation was trifling, and brought it within the reach of the poorest. Physically, the drug was most debilitating, and to its indiscriminate use in former times may be traced the puny appearance of the inhabitants in many parts of the province at the present day. I think, if these facts were brought to the notice of the Congress, it would admit that the British system of excise, in Assam at least, has been productive of good, and not of evil."

From the Deputy Commissioner of the *Khasi and Jaintia Hills*, No. 2519, dated 8th November 1886.

"2. With reference to the points raised by the President of the British and Foreign Temperance Congress I have the honour to remark as follows :—

"As regards the district of the Khasi and Jaintia Hills the remarks hardly apply, as outside of Shillong excise rules cannot properly be said to apply. On the broad question, my opinion is that were there no excise system in India drunkenness would vastly increase with the increase of prosperity which this country enjoys. The Jaintias are, perhaps, the most drunken race in the Province, if not in India, and they pay no excise taxes. Several times respectable Jaintias have implored me and my predecessors to introduce the excise system with the express view of lessening intemperance, but for various reasons this measure has not yet been adopted. Of course it would be idle to deny that the establishment of a shop at a place where one was not in existence before tends to increase the drunkenness of that particular locality. But this to my mind only shows that the desire to drink is omnipresent, and that if the demand now creates a supply in spite of the heavy taxes raised as excise duty, and, in spite of all the vexatious rules and checks regulating the traffic, in the absence of these taxes, rules, and checks for every one shop now in existence, there would be a score if the Excise Department were abolished, unless, indeed, the manufacture of liquor was altogether prohibited throughout India. I should imagine that this is a measure which not even the Temperance Society would advocate; but, if they should do so, I would oppose it on the grounds that it would be an intolerable interference with the liberty of the subject; that India cannot afford to lose any revenue at all just now; that the excise tax is the least burdensome of all taxes, since no one need drink unless he likes; that all civilised nations drink, and apparently in exact proportion to the extent of their civilisation and general progress (England taking the lead)."

44. The

44. The general condition of the Province may be stated in the words of the Chief Commissioner's letter.

"3. It will be observed that all officers are unanimous in their opinion that the excise system of Assam has in no way tended to cause increase of intemperance amongst the people, and in this opinion the Chief Commissioner entirely agrees. The figures furnished in the two statements appended to this report show very clearly that, except in the case of country spirits, the policy of this Administration since the Chief Commissionership was formed has been to reduce the number of excise shops in the Province. Before 1874-75 the *mahal* auction system prevailed; that is to say, the right to license an unlimited number of shops (opium, country spirits, *ganja*, &c.) in each *mahal* or defined sub-division of a district was put up to auction. Subsequently, this system was modified somewhat by auctioning the right to open a limited number of shops only in the *mahal* sold, the auction-purchaser being allowed to locate his shops where he pleased. In the case of country spirits the auction price of these *mahals* was all the revenue that the Government realised. In the case of opium and *ganja*, the Government levied a duty on the drug that passed into consumption in addition to the auction price of *mahals*. This duty, as the reports of the Excise Commissioners show, has been considerably raised within the last 20 years.

"In 1882-83 the *mahal* auction system was abolished and the shop auction system introduced. Under this latter system the Commissioner of each excise division fixes the locality and limits the number of shops in each district, and each shop is separately put up to sale, duty on opium and *ganja* being realised in addition, as under the *mahal* system. Under this system a better control is exercised over the consumption of articles of excise, shops are better distributed, and their number has been, and is still being, reduced to the lowest number compatible with the legitimate requirements of the public.

"4. In regard to country spirits, it is impossible to ascertain what the actual consumption has been of recent years, as the shopkeepers cannot be made to keep accurate accounts. In the case of *ganja* and opium we know what the consumption is, because these articles of excise pay duty on what is actually passed out of the treasury or *ganja golahs* for consumption. It is, however, quite certain that the consumption of country spirits has largely increased within the last ten years, and will still go on increasing as the immigrant foreign population imported by our tea-gardens increases. In the six districts of the Assam Valley the native Hindu population do not as a rule consume country spirits. They prefer opium, while the semi-Hinduised aborigines brew their own liquor, which is not taxed so long as it is brewed for home consumption and not for sale. The number of liquor-shops in the Assam Valley division was:—

	Population.	Number of Country Spirit and Rum Shops.	Number of Liquor Shops of all Kinds.*
In 1874-75 - - -	1,916,697	75	111
In 1879-80 - - -	- - -	126	185
In 1885-86 - - -	2,225,271	168	256

"In explanation of these figures, I am to refer you to paragraph 5 of the Report of the Commissioner of the Assam Valley Districts. The Commissioner has been taking steps to reduce the number of country-spirit and rum shops as far as possible, but the legitimate wants of the immigrant tea-garden population must be supplied. If we closed the shops or reduced them materially, they would brew for themselves.

"The whole principle of our excise system is to prevent this home or illicit brewing, by the establishment of a sufficient number of licensed shops to satisfy the legitimate wants of the people. It is needless to say that this Administration does not recognise the desire to get drunk, where it exists, as a legitimate want, nor does Mr. Ward think that the number of country-spirit and rum shops now existing in any district of the Province is such as to encourage such a desire where it does not exist.

"6. The President of the British and Colonial Congress does not notice intoxicating drugs. The following statement gives for each excise division the number of *ganja* and opium

* i.e., country spirits, rum, imported wines, *tari*, *paokooi*. *Tari* and *paokooi* shops do not exceed six in the whole Division. Imported wines are rarely consumed by the masses.

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ASSAM.

opium shops open at different periods during the past 11 years and the actual consumption:—

DIVISION.	Number of Shops.	CONSUMPTION IN MAUNDS.			Revenue derived from Intoxicating Drugs.			
		Ganja.		Opium.				
		Mds.	sts.	ch.	Mds.	sts.	ch.	Rs.
Assam Valley Division—								
1874-75 - - -	3,782	184	19	4	1,729	34	0	11,60,372
1878-79 - - -	1,293	147	0	11	1,559	20	0	16,45,848
1885-86 - - -	1,273	139	12	8	1,365	22	16	16,48,406
Surma Valley and Hill Districts Division—								
1874-75 - - -	700	683	29	13	107	17	0	1,53,076
1878-79 - - -	377	440	1	2	95	39	0	2,03,958
1885-86 - - -	342	376	14	0½	90	33	2	2,56,067

“The large reduction of shops is explained by the abolition of the *mahal* system referred to above. The reduction in the consumption of intoxicating drugs in both Divisions, accompanied by an increase in the revenue, is a fact which may, the Chief Commissioner thinks, be brought to the attention of the President of the British and Colonial Temperance Congress as illustrating the principles upon which the administration of the Excise Department is conducted in Assam.”

OTHER PROVINCES.

OTHER PROVINCES.

45. It remains to note the circumstances of three smaller provinces under British administration. The first of these, Berar, is in many of its features akin to the Central Provinces, and the Commissioner gives the following account of it. He states that the farming system, whereby the monopoly of vend within a given area is put up to auction and is disposed of to the highest bidder has been in force since the assignment of the province to the British Government; that the number of retail shops is strictly limited to that clearly required by the wants of the people, and that the contractors are on no account allowed, without the special sanction of the Deputy Commissioner, to increase their number, the object of course being, it is stated, to obtain the highest possible amount of revenue distributed among the smallest number of places of vend, or, in other words, to heighten the price of liquor as far as possible. The Commissioner is of opinion that any greater restriction in the number of places of vend for liquor would probably force the people to distil surreptitiously for themselves, for the only spirit manufactured in the province is that distilled from mohwa, and mohwa trees abound in Berar. The Commissioner says that, apart from the rise of the revenue, which may sufficiently be accounted for by the growing numbers and more diffused wealth of the population, there are no indications that inebriation is at all a common or increasing vice among the people.

46. The number of liquor-shops has been about 2,400 ever since 1870, except for three years, 1875 to 1878, when it fell to about 1,800. The revenue fell from 9½ lakhs in 1870-71 to 8 lakhs during the period 1873 to 1878, but since then it has gradually increased to about 11 lakhs.

47. As regards Coorg, the Chief Commissioner states that the system of farming to the highest bidder the right of manufacture and sale of spirits is the old native system which prevailed in Coorg down to 1860-61 and is still in force in old-fashioned Native states, and that under this system there was no check at all on the amount of liquor the contractor could brew or the number of shops he might establish. The first result of the sudder distillery system was in Coorg a falling off of revenue; but in 1870-71, under the influence of prosperity from expansion of coffee enterprise and from better management, the revenue greatly increased. In 1873-74, and again in 1877-78, the still-head duty was raised, but though these measures must have made the liquor considerably

siderably dearer, they did not apparently check consumption, for the revenue went on increasing. The Chief Commissioner says that for the last four or five years the revenue has shown some tendency to decrease, apparently on account of the depression of the coffee industry. The Chief Commissioner agrees with the Commissioner in thinking that Government in Coorg is not open to the reproach of having led the people into intemperance by its abkari system; that the Temperance Congress appears to him to be under a misapprehension as to facts, for in the Punjab and in Coorg, the two parts of India in which the Chief Commissioner (Mr. Lyall) has personal knowledge of the question, the result of the abkari system of the British Government has been to immensely raise the price of arrack above that at which it was sold under native rule and in the earlier years of the British administration. It is stated that spirit which sold formerly at two annas per bottle or less, now sells at one rupee. The Chief Commissioner observes that certain classes, or individuals of certain classes, may have taken to drinking under British rule, who, in former days, were prevented by tribal or family usage from drinking; but if this is so, it must be due to the greater license or liberty of the age and to the decay of respect for old usage.

OTHER PROVINCES.

48. The Chief Commissioner, Ajmere-Merwara, states that habits of intemperance are no doubt more common in those districts than they were 20 years ago, but he agrees with the Commissioner in thinking that this result may justly be attributed in great measure to the increase in wealth and the improved means of communication which have been introduced in that period, and the consequent extension of the market for intoxicating liquors. He is of opinion that ordinarily the real remedy for an increase in intemperance among the people would be the total prohibition of the manufacture of strong country liquor, but in these districts, surrounded as they are by native States, where strong liquor is freely brewed, such a measure would in any case be necessarily of doubtful efficiency.

49. Up to the year 1883 the monopoly of the manufacture and sale of spirit was sold by auction to the highest bidder; but under this arrangement general complaints were made of the inferior quality of the country liquor, and accordingly the Bombay sudder distillery system was introduced in a modified form in the year 1884. Under this system, which is still in force, the manufacture of

	Still-head Duty.	Maximum Selling Price.
	R. s.	R. s.
• 15° under proof	1 8	4 8 per gallon.
25° " " "	1 4	3 12 "
50° " " "	1 -	3 - "

liquor is confined to the central distillery at Ajmere, and the Government receives a still-head duty fixed according to the alcoholic strength of the liquor sold. The exclusive right to manufacture and sell country spirit within the certain maximum rates* is sold by auction to the highest bidder.

50. The statistics given show that the number of liquor-shops has ever since 1876-77 been a little over 180, and that during the 10 years in question the liquor revenue has increased from 40,000 rupees to 90,000 rupees.

EXPLANATION.

The following vernacular terms are used in the above correspondence :—

Abkari: Excise.

Sayer: Inland imposts: included Excise Revenue under the ancient native system.

Mal: Land revenue.

Mahal: The area (geographical or otherwise) comprehended within a farm or other settlement of revenue.

Sudder distillery: An erection or inclosure appointed by the Excise authorities within which licensees are allowed to distil spirits.

Talúka: A sub-division of a district.

STATEMENTS referred to in page 11.

STATEMENT showing the Quantities of TODDY SPIRIT and MOWRA SPIRIT of the Strength 25° U.P. Consumed in the Island of *Bombay* during each of the Ten Years from 1872-73 to 1881-82, and the Rates and Amounts of Duty Realised thereon, &c. &c.

YEARS.	MOWRA SPIRIT.			TODDY SPIRIT.					TOTAL.		REMARKS.	
	Number of Gallons of Spirit Consumed.	Rate of Duty Charged per Gallon.	Amount of Duty Realised.	NUMBER OF TREES LICENSED TO BE TAPPED.			Rates of Tax per Tree per Annum.	Estimated Number of Gallons of Spirit Produced.	Amount of Tree Tax Realisations.	Number of Gallons of Spirit, Mowra and Toddy, Consumed.		Amount of Duty Realised.
				Cocconut.	Brab.	Total.						
1872-73 - - -	559,630	Rs. a. p. 1 - -	Rs. 5,59,630	24,783	1,972	26,755	6	347,815	1,80,530	907,445	7,20,160	(a) For the first five months of the year. (b) For the last seven months of the year.
1873-74 - - -	553,025	1 - -	5,53,025	23,649*	1,818	25,467	6	331,071	1,52,802	884,096	7,09,714	
1874-75 - - -	599,115	1 - -	6,20,208	21,441	1,103	22,544	6(a) & 7(b)	293,072	1,56,453	892,187	7,76,661	
1875-76 - - -	656,700	1 - -	7,16,470	23,199	1,616	24,815	7	322,595	1,73,705	979,295	8,90,184	
1876-77 - - -	418,997	1 12 -	8,24,899	10,162	1,183	11,345	9	147,484	1,02,105	566,482	9,27,004	
1877-78 - - -	862,266	A 1 12 - B 2 4 -	8,11,920	21,074	1,323	22,407	9(a) & 12(b)	291,291	2,39,300	633,557	10,51,226	
1878-79 - - -	295,110	2 4 -	7,28,167	21,376	936	22,312	15	290,066	3,34,680	585,166	10,62,847	
1879-80 - - -	320,415	2 4 -	7,99,108	15,855	650	16,505	15(a) & 18(b)	214,565	2,76,459	534,980	10,75,567	
1880-81 - - -	380,769	2 4 -	9,48,837	16,290	260	15,569	18	302,287	2,80,062	583,026	12,28,899	
1881-82 - - -	400,434	2 4 -	9,89,300	17,469	230	17,699	18	230,087	3,18,582	630,521	13,07,882	

STATEMENT showing the Quantities of COUNTRY SPIRIT Consumed in the *Surat* District during each of the Ten Years from 1872-73 to 1881-82, and the Rates and Amount of Duty Realised thereon, &c. &c.

BOMBAY.

YEARS.	Tracts supplied with Liquor from the Surat Distillery.	Population of the Tracts Supplied.	Number of Gallons of Spirit Issued from the Distillery.	Rate of Duty Levied per Gallon.	Amount of Duty Collected.	REMARKS.
1872-73	Surat City and six miles round	107,149	85,523	<i>Rs. a. p.</i> 1 4 -	<i>Rs.</i> 1,06,904	<i>See</i> remarks in the Ahmedabad statement above.
1873-74	ditto ditto		89,105	1 4 -	1,11,381	
1874-75	ditto ditto		99,053	1 4 -	1,28,816	
1875-76	ditto ditto		94,375	1 4 -	1,17,969	
1876-77	ditto ditto		95,861	1 4 -	1,19,826	
1877-78	ditto ditto		86,964	1 4 -	1,08,705	
1878-79	ditto ditto		45,222	2 - -	90,444	
1879-80	Surat City, Chorasi, and Olpad talukas	221,840	75,312	2 - -	1,50,624	
1880-81	ditto ditto	221,840	77,634	2 - -	1,55,268	
1881-82	Surat City, Chorasi, Olpad, and Bardoli talukas	292,767	94,542	{ 2 - - 1 8 -	1,77,767	

STATEMENT showing the Quantities of COUNTRY SPIRIT Consumed in the *Balsar* District during each Ten Years from 1872-73 to 1881-82, and the Rates and Amount of Duty Realised thereon, &c. &c.

YEARS.	Tracts supplied with Liquor from the Balsar Distillery.	Population of the Tracts Supplied.	Number of Gallons of Spirit Issued from the Distillery.	Rate of Duty Levied per Gallon.	Amount of Duty Collected.	REMARKS.	
1872-73	Town of Balsar and six miles round	11,313	The Balsar distillery was not opened till 1873-74.	<i>Rs. a. p.</i> -	<i>Rs.</i> -	<i>See</i> remarks in the Ahmedabad statement above.	
1873-74	ditto ditto			56,858	- 8 -		28,428
1874-75	ditto ditto			62,776	- 8 -		31,388
1875-76	ditto ditto			62,358	- 8 -		31,179
1876-77	ditto ditto			65,880	- 8 -		32,940
1877-78	ditto ditto			67,600	- 8 -		33,800
1878-79	ditto ditto			22,270	1 - -		22,270
1879-80	Town of Balsar and the Balsar and Pardi talukas	129,956	75,363	1 - -	75,363		
1880-81	ditto ditto	129,956	86,689	1 - -	86,689		
1881-82	Town of Balsar and the Balsar, Pardi, Jalapur, and Chikhli talukas	270,631	87,267	1 8 -	1,30,900		

APPENDIX.

COPY of a DESPATCH from the Secretary of State for India to the Governor General of India in Council, No. 70 (Revenue), dated 22 August 1886.

My Lord,

I FORWARD herewith, for the consideration of your Excellency's Government, copy of the correspondence noted in the margin* regarding the alleged increase of intemperance in India. As the report of the Commission on Excise Administration in Bengal is now before you, it would seem desirable that, in replying to the present Despatch, you should intimate what action you propose to take in regard to the several proposals submitted to your Government by the Commission on that question.

* Memorial from British and Colonial Temperance Congress, dated 16th July 1886.
To President, ditto, dated 10th August 1886.

I have, &c.
(signed) R. Assheton Cross.

(Enclosures.)

No. 1.

To the Right Honourable the Earl of Kimberley, Her Majesty's Principal Secretary of State for India.

THE Memorial of the British and Colonial Temperance Congress, adopted at their closing meeting in London, 16th July 1886, respectfully sheweth that your memorialists have learned with profound regret that habits of intemperance among the natives of many parts of India and of Burmah are greatly on the increase, and that this is largely due to the extension of spirit licenses, for the purposes of revenue, in districts and in places where the taste for alcoholic drinks did not previously exist, and where native opinion is entirely adverse to their use.

Your memorialists believe that the system by which the right to license "outstills" is farmed to the highest bidder, has led to the introduction of drinking habits among an industrious population, in defiance of native opinion, has been the means of bringing many families to beggary and ruin, and, if persisted in, must produce widespread misery among large portions of the people under our rule in the East.

Your memorialists therefore entreat that your Lordship will cause full inquiry to be made, and, if the evils which your memorialists have pointed out should be found to exist, that no time may be lost in applying an efficient remedy, the honour of England, no less than the welfare of the people of India, being seriously involved in the issue.

Signed in name and on behalf of the Congress by
F. Lordin, President.

No. 2.

My Lord,

India Office, 10 August 1886.

I AM directed by the Secretary of State for India in Council to acknowledge the receipt of your Memorial of the 16th ultimo, calling attention to the increase of intemperance in India, and praying that some steps may be taken to remedy this state of affairs.

In reply, I am to inform your Lordship that Sir Richard Cross will reserve any expression of opinion on the statements in the Memorial until he is in possession of the views of the Government of India, to whom it has been referred.

The President,
British and Colonial Temperance Congress.

I have, &c.
(signed) J. A. Godley.

EAST INDIA
(ABKARI ADMINISTRATION),

COPY of a DESPATCH received from the Government of India, dated 27 June 1887, relating to the System of LICENSES for the DISTILLATION and SALE of SPIRITUOUS LIQUORS in force in the various Provinces of India.

(Mr. Samuel Smith.)

Ordered, by The House of Commons, to be Printed,
9 August 1887.

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DEBATE IN THE HOUSE OF COMMONS

ON THE

EXCISE ADMINISTRATION OF THE GOVERNMENT OF INDIA.

30th April 1889.

EAST INDIA BEKARI DEPARTMENT.

*MR. S. SMITH (Flintshire): I rise for the purpose of calling attention to the motion which stands in my name, and of moving the following Resolution—

"That, in the opinion of this House, the fiscal system of the Government of India leads to the establishment of spirit distilleries, liquor and opium shops in large numbers of places where till recently they never existed, in defiance of Native opinion and the protests of the inhabitants, and that such increased facilities for drinking produce a steadily increasing consumption, and spread misery and ruin among the industrial classes of India, calling for immediate action on the part of the Government of India, with a view to their abatement."

I make no apology for again calling the attention of the House to this most important question. It will be in the recollection of hon. Members that the question was raised last year in a somewhat confused form. It was raised upon a Motion dealing with another question, and the result was that the House was not able to pass a clear and distinct judgment upon it. I was told by some hon. Members that owing to that fact they were not able to vote for the motion last year, but I hope that they will be able to give their support to the Resolution which I am about to submit to-night. The question is now raised in a distinct form. We challenge the whole policy of the Indian Government in regard to the administration of the Excise laws; and it is now my duty to call attention to a Despatch issued in 1887, which forms the official justification of the Indian Government for the system which now prevails in that country. That Despatch is altogether incorrect and misleading. I believe that I shall be able to show that the figures on which it is founded are altogether fallacious, and it will be my duty to traverse the whole of the allegations contained in it. One would be disposed, upon reading the Despatch, to suppose that the Indian Government are a great temperance society, and that their main object has been to diminish as far as possible the evil of intoxication; that the revenue has been quite a secondary consideration, and that what was mainly thought of was the moral condition of the people. The Despatch, which is dated August 8th, 1887, says:—

"Your Lordship is aware that few subjects connected with Revenue Administration have of recent years obtained greater attention at the hands of the Government than questions relating to Excise Administration. In each of the three larger Governments, Bombay, Madras, and Bengal, the Excise system has, within the last six or seven years, been completely examined in its operation and in its effects. These examinations have been made under the instruction of the Local Governments, and in direct communication with us; and the principles on which they have been based, and which have been unanimously accepted by all the authorities concerned, have been these; that liquor should be taxed and consumption restricted, as far as it is possible to do so without imposing positive hardships upon the people and driving them to illicit manufacture. The facts now placed on record show that in this policy the Local Governments have been completely successful, and that the great increase of Excise Revenue in recent years, which the Congress take as evidence of the spread of drinking habits, really represents a much smaller consumption of liquor, and an infinitely better regulated consumption than the smaller revenue of former years."

I believe that I shall be able entirely to shatter that statement to pieces. There has been an increase of revenue in recent years from £2,300,000 to £4,200,000, and the contention of the Indian Government is that that increase of revenue is obtained from increased duties and a decreased consumption. These are the things upon which we desire to join issue. The despatch says:—

"Drunkness, in the English sense of the term, hardly exists in India. Writers, whose comparisons are based on Oriental experience, describe as drunkenness and as spread of misery and ruin a condition of things which, if it existed in England, would be regarded almost as a millennium of temperance. The average consumption in India is only a bottle or a bottle and a-half of spirits a year for every adult male, and in some provinces is even less than that."

These two paragraphs will give the House some idea of the substance of this despatch. The statements contained in it are utterly unfounded and altogether opposed to universal public opinion in India. Three years ago I travelled there and met all classes and conditions of people, but I never met one who did not lament the rapid spread of the consumption of intoxicating liquors. The hon. Member for Barrow (Mr. Caine) was there last year, and will be able to confirm all that I say. Every opinion confirms the astonishing increase in the consumption of spirits within the last few years, and the statistics collected by the Government of India itself utterly confute the statements contained in the despatch of 1887. In proof of my allegation I will, first of all, cite the statement of the late Keshub Chunder-Sen, the great social reformer, who said—

“It is indeed harrowing and painful to contemplate the extent to which sensuality, profligacy, and brutal revels on the one hand, and irreligion, blasphemy, and practical atheism on the other, are making ravages among all classes of the native community in consequence of the spread of drunkenness, and undermining the religious and moral life of the nation . . . In short, the use of intoxicating liquor has done more than anything else to degrade the physical, moral, and social condition of my countrymen, and has proved a stupendous obstacle in the path of reformation.”

Contrast that statement with the one made by the Government of India to the effect that drunkenness in a European sense does not exist in India. Let me now quote the opinion of an English gentleman, Mr. Hudson, Secretary of the Behar Indigo Planters Association, in evidence which he gave before the Government of Bengal Commission in 1884. He said—

“The upshot of the inquiries I have made amongst the planters and of my personal observations during a residence of 20 years is that drunkenness has greatly increased during the last few years. I attribute this principally to the fact that 20 years ago and up to a few years past, it cost a man four annas to get drunk on spirits; now he can make himself dead drunk, *thik nissa*, as it has been expressed to me by a ‘habitual’ for one anna. Also by the fact that, whereas it used to be most difficult to get spirits anywhere except at the distilleries, it can now be procured within reach of nearly every hamlet.”

One anna represents a penny. This extraordinary cheapening of liquor is one of the main causes of the increase of drunkenness, and is one of the consequences of the policy adopted by the Bengal Government. Out of a great number of letters I have received I will read a few extracts. The House knows that the tea industry is now one of the most important in India. The custom is to bring a large number of coolies from other parts of India, and get them to reside in the tea gardens. It is a kind of arrangement that needs great care in order to prevent it from degenerating into a species of servitude. We allow the coolies to be taken from their homes, and surely it is our duty to protect them, as far as possible, from all temptations. I will read to the House an extract from a letter which affords a good specimen of a large number of letters I have received containing complaints as to the condition of these coolies. This letter is from a plantation in which I have some interest myself, and I have therefore the means of knowing that the information it contains is reliable. The writer says :—

“I regret to state the sad fact that drunkenness among garden coolies has spread to an alarming degree since its promotion and encouragement by this outstill system. Any attempt to abolish, or even lessen, this growing evil will be hailed with pleasure. Since the introduction of this odious system in 1883, the consumption of country spirits has, I am certain, increased sevenfold (possibly more), and it is increasing yearly, judging from the new stills that periodically spring up here and there all over the districts. The Local Government allow and cherish these stills contiguous to our gardens and bazaars. There are cases on record of proprietors and managers having laid the matter before the Local Government, clearly demonstrating the injury the industry and the health of the coolies had and were receiving at their hands from the propagation of such a system, but the said Local Government only lent a deaf ear. There are cases where managers have objected to allowing a still in the grants under their charge, but to no purpose—they were enforced. The manufacturing places are chosen and fixed by the Local Government. These outstills are put up to auction yearly, and the right to manufacture and sell country spirits knocked down to the highest bidder. They are readily disposed of at high prices to eager competitors bent on aggrandizement at the expense of our tea gardens and coolies’ health, by making and selling them a venomous compound, at four annas per quart bottle, and termed by the Local Government wholesome country spirit. Before these outstills were created, shops where spirits could be procured by coolies were few and far between, and the said spirits could not be purchased at less than one rupee per bottle. During these times the coolies had little or no temptation to drink, and were, although earning less money, in a much better pecuniary state than at present. The roadside and bazaar outstill absorbs their surplus cash, aye, and more,

because food and clothing are often curtailed to provide the grim firewater. Sunday is, of course, the great day for drinking, and driving by I have come across coolies lying literally dead drunk at intervals in the road, covered with mud from head to foot, and have had to have them rolled on one side to clear the way for my trap. One of my best men got leave one day, bought six bottles of country spirits at a shop about four miles away, and, on his way home, fell across the railway line, smashing his bottles, and lying insensible until, luckily, picked up by another coolie. It is needless to say that the drinking leads to rioting and wife beating; cases, however, seldom come before the notice of the Government. Were they to do so, coolies would be constantly absent from the gardens, so the planter, as a rule, settles these matters himself."

I have collected an immense mass of materials which have accumulated in my hands during the last three years—papers and letters almost without end—and I could quote hundreds expressing views almost identical with these. Perhaps the House will expect me to describe the method by which the Government carry on their liquor policy in India. They farm it out to contractors. [Sir J. Gorst: No.] The hon. Gentleman says "No," but I believe I shall be able to prove the truth of my assertion. The system is to farm it out to the men who will pay the largest annual sum for the privilege of supplying the liquor, and the traffic sub-divides itself into two minor heads, one of which is called the Central Distillery System. The distillery belongs to the Government. The contractor goes to the Central Distillery and takes, say, 100,000 gallons, engaging not to charge the public more than a certain price; but he may sell it as cheap as he likes. If he finds that he can only sell 80,000 gallons, he will offer the remaining 20,000 gallons dirt cheap—almost for nothing—rather than have it left on his hands. There is also the outstill system, which is still worse. The contractor receives power not only of selling by retail, but of manufacturing himself. He pays for the outstill a certain fixed sum, and he contracts with the Government to pay a lump sum for the use of the outstill. This outstill system was introduced in Bengal in 1876. Upon the introduction of the outstill system into Bengal in 1876, consumption of drink and revenue therefrom was nearly doubled in five years. An enormous stimulus was given to the manufacture and consumption of strong drink. So terrible were the effects, so loud was the outcry, that the Government were obliged to appoint a Commission of Inquiry into the working of the system. Now I must ask the House to listen to one or two quotations on this subject. First, I quote the evidence of Mr. C. S. Metcalfe, Additional Commissioner of Patna, a district which had suffered most from this outstill system.

SIR J. GORST: What is the date of this?

*MR. S. SMITH: Mr. Metcalfe's evidence was given before the Bengal Commission in 1883-4. He says:—

"I have been officially connected with this district since 1879 to 1884 as collector, and from 1874 to 1876 as officiating commissioner. My experience has been as a collector both of the 'sudder distillery' and the 'outstill systems.' The habit of drinking has extended to all classes. The quantity drunk is larger owing to the cheaper price at which it is now sold. Persons who previously were satisfied with a dram, are now able to afford a bottle or two. Among the labouring and artisan classes, drinking has increased to a deplorable extent. I have not noticed any cases among the school boys, but my experience is that domestic servants, day labourers, and women, drink to an extent I never noticed under the distillery system. Under the outstill system the habit of drinking is forcibly brought home by instances such as these. My coachman has tumbled off his box drunk. If I want a mochee to mend the harness I have to arrange that he shall be sober the night before. A workman now drinks his bottle of spirits as regularly as he eats his food, and quarrels have become frequent from a man arriving at home having spent all his earnings in drink. I can speak from personal observation that there are more drunkards in and about this city than I ever observed before."

Complaints like these poured in upon the Indian Government, petitions were presented by natives and Europeans, and in 1883-4 a Commission of Inquiry was appointed. This Commission collected an immense amount of evidence, through the bulk of which I have gone with much patience. Twice I have gone carefully over the Report. I do not know whether the right hon. Gentleman opposite had done the same when he made the statement he did last year supporting the despatch of the Indian Government that there was a marked decrease in the consumption of strong drink; for this Commission came to the conclusion that in the great province of Bengal among 69,000,000 of people the consumption had increased in ten years by 135 per cent., or in other words, from an average of 1,600,000 gallons, to 3,700,000. The despatch for the

Government of India was dated 1887, and scarcely takes the slightest notice of the conclusions of the Bengal Commission, and simply glides over it, touching it so casually that an ordinary reader of the despatch would not know that such a Commission ever sat and arrived at such terrible conclusions. The despatch of 1887, and the Under-Secretary in his speech last year, laid great stress on the fact that less illicit drink was sold and more Government drink. That was the stress of the argument last year, and I suppose it will be repeated to-night. But let me call the attention of the House to the finding of the Bengal Commission. Here is what they say :

"No matter what view may be taken of the extent of illicit distillation and smuggling under the Central Distillery System, they cannot be held to account for any considerable proportion of this amount and may be excluded from the consideration of the question without the conclusion arrived at being seriously vitiated thereby."

In other words, the Commissioners say that this gigantic increase as shown in the statistics of drink consumption is not to be accounted for by the transfer of the consumption from illicit to licit manufacture.

SIR J. GORST: In Bengal?

*MR. S. SMITH: Yes, in Bengal with its 69 million inhabitants.

SIR J. GORST: My interruption was intended to remind the hon. Member that my statement was founded on the statistics for the whole of India and was not confined to Bengal.

*MR. S. SMITH: Then I may take it that 69 millions of people are to be excepted from that general statement.

SIR J. GORST: I did not say so.

*MR. S. SMITH: I think I have proved there is this enormous increase of consumption in Bengal, and I shall leave to my hon. Friend behind me to produce statistics as to the rest of India. All the evidence I have been able to collect shows me that this illicit drinking is a mere bugbear, an excuse to salve the consciences of the British people, an easy way to throw dust in the eyes of inquirers. Now, the Bengal Commission reported in favour of a reversal of the outstill policy, and an attempt at reversal was made for a year or two; but as the revenue straightway fell off by 10 lakhs, the Government did not like it and they gradually reverted to the old system, 50 outstills at a time being licensed in spite of the vehement protest of the native population, and we have to-day the abominable outstill system going on in spite of the unanimous protests of natives and Europeans. The native Congress of India is an important educated and representative body of some 1,200 Members chosen from all parts of India, and this is a resolution they passed:—

"That having regard to the fact that a serious increase in the consumption of intoxicants has taken place under the systems of abkari and excise now prevailing in India, the Government be respectfully urged to adopt some such improved system as shall tend to discourage insobriety."

I have not, so far, alluded to the opinion of missionaries, the most disinterested Europeans in India, and some of whom have lived 20 or 30 years in India, and there are no more intelligent and honest observers to be found on matters touching the social welfare of India. From these I am almost overwhelmed with evidence. Last year I quoted the Rev. Thomas Evans on the terrible evils of the drink trade. A great conference of British missionaries held in Calcutta last December condemned the outstill system in the most pronounced manner, and they proposed that the municipalities of India should be permitted to exercise local option on the question of the opening of the drink shops. There is municipal government in many of the large towns such as Calcutta, Bombay, and Delhi, and having this in view, the conference included this in their memorial:—

"That under all these circumstances and for all the reasons specified above, your Memorialists most respectfully but most urgently request that the outstill system, which has proved a curse to the country, may be abolished without delay; and that the privilege of 'local option' in regard to the opening of shops for the sale of liquor may at once be conceded to all rural communities under such arrangements for working it under existing law or under fresh legislation as to the Government may seem best."

What is required is to bring local option to bear on the evil. It is well known that the municipalities would extirpate the system, root and branch. But the Government will not give them power to do anything of the kind, because they are afraid of the revenue. Let it be

remembered that the native population look upon the liquor trade very differently from ourselves, they look upon drinking as a vice, there is no such thing as a class of moderate drinkers, though there may be a few educated natives who have adopted English habits. A native if he drinks at all drinks to get drunk, and he drives hard bargains with the publicans for the purpose. The Mahomedan and the Hindoo religions are utterly opposed to the use of strong drink. Even to-day the mass of Indians are abstainers. The consumption of drink is confined to a few comparatively, and so the average consumption per head of population appears very small. But whereas ten years ago there were perhaps 10,000,000 of drinkers in India, we have now turned them into 20,000,000, and at the rate we are going on we shall, in time, turn the 20,000,000 into 40,000,000 and the 40,000,000 into 80,000,000. The climate of India and the constitution of the people make liquor little else than poison to them. When taken to excess for a short time it kills them. Then the average income of the people of India is not more than 3*d.* per head per day for every adult male. That sum is barely sufficient to keep a family alive, and a penny a day spent in drink out of that sum reduces them to starvation. There is no Poor Law in India, but if we make the country a nest of drunkards, we must introduce a Poor Law to keep the people from starvation. The real objection that meets us is the revenue, the £5,000,000 raised from the sale of drink and other intoxicants blinds the eyes of Indian officials. It is a revenue easily raised. The man who sells most drink gets the contract, and the revenue is very easily raised. Every official in India is looked upon with favour more or less in proportion as he increases the revenue contracts. Indian finance is always in an impecunious state, and so it comes about that the best official is the man who collects most revenue, and the bad official is one who allows the revenue to fall off. It is quite natural that that should be so. Having got this vicious system, and having to raise money out of it, the Government of India must employ persons who will best collect the revenue. The officials are tied to the system, and we can place no more reliance upon their opinions than on the question of the Abolition of Slavery we could have followed the advice of West India planters as to the moral effects of the system. A wasteful system of finance has brought the Government of India to lean more and more on immoral sources of revenue, and so we go on poisoning the natives of India with drink as we have poisoned the Chinese with opium. But we should not lend ourselves to any such system. We should not consider merely what the exigencies of the Indian Government are. We should insist that the revenue of India should be raised by moral means, by means consistent with the true interests of India. It is a melancholy reflection that a so-called Christian Government should outrage the moral sense of the heathens we govern. We have outraged the moral instincts of the natives of India by our conduct in this matter. No one who reads the native newspapers can doubt that, in the view of the natives, the use of liquor was immoral. My Resolution deals with opium as well as drink, for it is included in the Excise Laws, and its sale in India is licensed, though not on so large a scale as drink. We include it in our condemnation, for I know its effect is not less fatal than drink to the natives, and my hon. Friend (Mr. Caine) has visited an opium den in Lucknow, and to him we are indebted for the following description:—

"We enter with the rest, and find ourselves in a dirty courtyard, round which are ranged 15 small rooms. The stench is sickening, the swarms of flies intolerable, and there is something strange and weird about the faces of those who are coming in from the street. It dawns upon me that I am in yet another and different 'Government' Bazaar, and that, for the first time in my life, I am within the walls of an opium den.' At the entrance sits a comely Chinese woman, whose husband is busy showing the arriving customers into the least crowded of the side rooms. Before her is a table, covered with copper coins. She is veritably 'sitting at the receipt of custom.' About half these copper coins go to the Government Treasury at Calcutta, the other half going to the Government tax collector, the opium farmer. I obtain permission to go over the whole premises, and enter the first of the small rooms. In the centre of the room which has no window, and is very dark, is a small charcoal fire, whose glow casts a lurid light on the faces of nine human beings, men and women lying in a circle like pigs in a sty. A young girl about 15 years of age has charge of each room, fans the fire, lights the opium pipe, and holds it in the mouth of the smoker who has last come in, till his head falls heavily on the body of his predecessor. Two or three are in various stages of preliminary drunkenness. I have been in East End gin palaces on Saturday nights—I have seen men in various stages of delirium tremens, I have

visited many idiot and lunatic asylums, but I have never seen such horrible destruction of God's image in the face of man as I saw in the "Government" opium dens of Lucknow. To my dying day I shall carry the recollection of the face of a handsome young woman of 18 or 19 years sprawling on the senseless bodies of men, her fine brown eyes flattened and dulled with coming stupor, and her lips drawn back from her glittering white teeth. Another girl of the same age was sitting in a group of newly-arrived smokers singing some lewd romance as they handed round the pipe. I went from room to room and counted 97 persons of both sexes in various stages of opium stupor. Green hands could get drunk for a penny or less, but by degrees more and more opium is needed, and the callous keeper of this hideous den showed us men whom 180 drops of thick opium, mixed with tobacco, hardly sufficed to intoxicate. I came out staggering and faint with the poison-laden atmosphere."

I cannot pursue this painful subject further. I fear I have encroached too much on the time of the House. I hope I have not spoken too warmly, but the subject is one of enormous importance. I am advocating the cause of countless millions of our race. I am trying to stop ravages compared to which those of war and pestilence are but lesser evils. This House has long far-reaching arms, and they can give deliverance to India. I ask the House to use its mighty influence to-night for the protection of myriads of our fellow-creatures. I ask the House, by passing this Resolution to-night, to send a thrill of joy through the vast population of India.

Motion made and Question proposed,

"That, in the opinion of this House, the fiscal system of the Government of India leads to the establishment of spirit distilleries, liquor and opium shops in large numbers of places where till recently they never existed, in defiance of Native opinion and the protests of the inhabitants, and that such increased facilities for drinking produce a steadily increasing consumption, and spread misery and ruin among the industrial classes of India, calling for immediate action on the part of the Government of India with a view to their abatement.—(*Mr. Samuel Smith.*)

*MR. CAINE (Barrow): I need not follow my hon. Friend, in seconding his Motion, into a description of the terrible social evils of the present vicious system, which I can assure the House my hon. Friend has not exaggerated. The Resolution states that the fiscal system of the Government of India spreads misery and ruin among the industrial classes of India, and I found abundant evidence to sustain that allegation. But first let me deal with the Government argument in support of their policy, and meet them upon their own ground. The hon. Gentleman the Under Secretary for India (Sir J. Gorst) evidently wishes that the figures with regard to the whole of India should be quoted and not those relating to sections or districts.

SIR J. GORST: Not at all. I do not object to any figures being taken as long as it is made clear to the House what figures they are.

*MR. CAINE: Well, I will be quite clear as to the figures I take, and I will explain, for the sake of simplicity, that all my figures will be in pounds sterling, taking the usual reckoning of ten rupees to the £. I find that, according to the latest available statistics, those of 1837, the total revenue from intoxicating liquors all over India is steadily advancing. I may say that the gallonage of consumption is not given in the Government returns, at all events, until the last two or three years, and I found it very difficult, even in India, to get figures on the subject. I will first show how the revenue from intoxicating liquors and drugs is steadily advancing. The present system has been in existence for about fifty years. It was founded about 1838, and it reached complete perfection about 1878, when the total revenue from intoxicants was £2,458,000. In 1879, the revenue rose to £2,619,000, in 1880 to £2,838,000, in 1881 to £3,135,000, in 1882 to £3,427,000, in 1883 to £3,609,000, in 1884 to £3,837,000, in 1885 to £4,012,000, in 1886 to £4,152,000, and in 1887 to £4,375,000. The revenue has therefore virtually doubled itself in ten years. Now it is urged by the Government that this increase is the result, first of all, of increased taxation, and secondly of the transfer of the consumption from illicit to Government liquor. I would ask my hon. Friend the Under Secretary, whether he means to say that the bulk of the increase of £2,100,000 is a transfer from illicit to licit consumption? If so, it reflects very great disgrace on the management of the excise system in former years. With regard to the raising of taxation, that has been very trivial and nothing at all like the 100 per cent. it would have to be, in order to account for the increase. The revenue is derived, not only from

spirits, but also from opium and other intoxicating drugs, and the imports show a steady increase, and one that has been much more rapid in recent years. The imports of spirits show an increase of 50 per cent. in the last ten years. In 1885, the imports of spirits amounted to 858,000 gallons; in 1886, they amounted to 937,000 gallons, and in 1887 they rose to 1,063,000 gallons—or total increase of 23 per cent. in three years. There was also an increase of 60 per cent. in the imports of malt liquors in the three years. Furthermore, there is, all over India, a steadily increasing manufacture of beer, strong in alcohol, on which no duty is paid. All the increased consumption is native and not English. The English population is more sober and abstemious than in times past, and its consumption of liquor has certainly not increased. We have now 15,000 teetotallers in the Indian Army, and the evidence goes to show that a decreasing amount of liquor is consumed by our soldiers. Under these circumstances, the figures I have quoted are calculated to give alarm to every social reformer and every practical politician. I will quote from Paper 166, of June 25th, 1887, in order to show what are the opinions of authorities:—

“The principles on which the Excise system of India are based, and which have been unanimously accepted by all the authorities concerned have been these; That liquor should be taxed, and consumption restricted, as far as it has been possible to do so without imposing positive hardships upon the people, and driving them to illicit manufacture. In this policy the local Governments have been completely successful, and the great increase of Excise Revenue in recent years, which have been taken as evidence of the spread of drinking habits, really represents a much smaller consumption of liquor, and an infinitely better regulated consumption than the smaller revenue of former years.”

I at once admit that that is the principle on which the excise laws of India are supposed to be based and intended to be based, as is clearly shown by the following order issued to Revenue Officers in India on September 17th, 1838, when the foundations of the present system were laid:—

“It cannot be too strongly urged upon collectors that the object which Government has in view is to restrain and, if possible, to correct and diminish the total actual consumption of spirituous liquors, whether clandestine or licensed, being fully persuaded that any amount of revenue that may be lost by the efficiency of the system for this end will be repaid one hundredfold in the preservation and advancement of moral feelings and industrious habits among the people.”

I met many of the leading officials in India, and their great cry was, “Don't call our good intentions into question.” Of the good intentions of the Government I have no doubt, but I say that those good intentions in the present case have only made the usual pavement. I contend deliberately that the Excise Laws of India, the best and worst of them, directly lead to an increase of drinking facilities, and, as a matter of course, to an increased consumption of liquor, with all its attendant evils. That the various Governments of India, in spite of themselves, are inevitably committed by those laws to a policy of expansion, instead of restriction, and that the sale of liquor and drugs is stimulated all over India, for the sake of the revenue it produces. I am fully aware of the seriousness of this charge. I have had it drummed into me during the three months I have been in India, but I stand by it. Last year, Mr. Westland, Finance Minister for India, used the following language in the Legislative Council:—

“I look hopefully to a considerable increase in the Excise Revenues, and believe that a great deal might be done in Northern India by the introduction of the methods which in Bombay and Madras have so powerfully contributed to the increase of revenue under this head.”

In England it is the custom for Finance Ministers to congratulate Parliament upon a diminishing revenue from intoxicants; in India, however, the Finance Minister looks hopefully to a considerable increase in such revenue. I have been censured for saying that such a statement as this coming from such an authority, would certainly be interpreted by his subordinates into a hint to stimulate the sale of Exciseable articles. I repeat the statement, and will presently show how it is being acted upon. Let us, however, now examine for a moment into the operation of the methods in Bombay and Madras, which have made such a powerful impression on Mr. Westland and Sir David Barbour. In the Financial Statement for 1887-8, Mr. Westland uses clear enough language about the methods of the two Presidencies. He said:—

“As regards excise, it will be seen that it is in Madras and Bombay that the Revenue Administration has been most successful, as these two provinces, with a total population of

47,500,000 produce a Revenue nearly as large as that of Bengal with 69,000,000. The whole system of distillation has been brought more thoroughly under control, and stricter and more methodical preventive measures have enabled the Government to greatly enhance the rate of duty, for the question of the rate of duty which it is possible to levy is simply the question of the prevention of illicit distillation.

Sir David Barbour commenting on this paragraph in this year's financial statement says—

“Mr. Westland's expectation was that by the prevention of illicit dealings, it would be possible to raise a large Revenue, the increase of Revenue being accompanied, not by an increase of, but by a check on drinking.”

Well, I want to see how drinking is checked by this system. In Madras there was introduced in October, 1884, a new system which enables the authorities to raise a large Revenue by the prevention of illicit drinking. I admit that the change was a great improvement on the previous system, but it was bad at the best. In 1883-4 the consumption of arrack in the Presidency amounted to 1,204,000 gallons. In 1885, the year of transition it fell to 1,189,000 gallons. We should, however, expect to see a steadily diminishing consumption if the system were all that is claimed for it. In 1886 the consumption goes down a little farther—to 1,055,000 gallons; but in 1887 it rises again to 1,084,000, and in 1888 to 1,270,000, which is more than that of any previous year. We find, therefore, that although the system diminishes the consumption for a year or two the increase invariably comes afterwards. The people have learnt drinking habits, and the Government with a view of raising revenue, push in liquor shops whenever they think there is a ghost of a chance of a customer. Sir David Barbour is wisely silent with regard to Bombay. I will not be silent. While I was in Bombay I had a visit from Lallubhai Gordandas, general assistant in the Abkari Department. I had a long conversation with that gentleman. I made careful notes of it, and read them over to him with some care, and he admitted that they accurately represented what he said. His statements were (I quote from my notes):—

“Throughout the Presidency there is no illicit distillation whatever for sale. There may be a little prevalent where there are many toddy or mowra trees, for private consumption only. We have got Mr. Pritchard's system well in hand, and illicit distillation is now reduced to a minimum.”

The system has now been in good working order for ten years, and what are the results? In 1882 the consumption of ardent spirits in the Bombay Presidency was two millions of gallons, and in 1886 it had risen to 2,750,000 gallons, these being the latest available figures. There was thus a net increase of 40 per cent. in four years, which means that it would double itself in 10 years. We are asked to believe that this increase is due to the change from illicit to licit consumption. I entirely fail to understand how such financial authorities as Mr. Westland and Sir David Barbour can commit themselves to statements, the bottom of which can be knocked out by a simple reference to their own Excise Reports. The Financial Report for this year has the audacity to suggest that their principles apply equally to intoxicating drugs as to liquors. It will be found that wherever the consumption of liquor increases, the appetite for drugs appears to be also whetted. I will take the pattern district of the Bombay Presidency, where the system is most perfect, and I will give the revenue from foreign liquor, from country spirits, and from drugs. I wish to show that it has steadily increased right through from the completion of Mr. Pritchard's system in 1877. During the five years ending 1877, the average revenue from foreign liquors was £1,100; during the five years ending 1882 it was £2,700; in 1883 it was £3,500; in 1884, £3,600; in 1885, £8,300; in 1886, £8,400; in 1887, £9,300; and in 1888, £9,000. Now we take the spirit manufactured at the Government distilleries: During the five years ending 1877, country spirit produced an average revenue of £310,000; during the five years ending 1882 a revenue of £390,000; in 1883, £540,000; in 1884, £590,000; in 1885, £640,000; in 1886, £690,000; in 1887, £710,000; and in 1888, £750,000. And now with regard to drugs: We are told it is better for the people to consume what they call “wholesome” spirit than to take opium or other drugs, and that by stimulating the sale of spirits they diminish the consumption of drugs. Well, in the five years ending 1877 the revenue from drugs was £5,400, in the five years ending 1882 it was £5,100, in 1883 it was £8,100, in 1884 it was

£9,400, in 1885 it was £10,400, in 1886 it was £10,800, in 1887 it was £11,000, and in 1888 it was £11,700. This is the way they secure a maximum revenue with a minimum of consumption. I say, without fear of contradiction, that the consumption has increased in precisely the same ratio as the revenue, not only in Bombay but all over India alike. This is inevitable so long as the existing system prevails. I admit that some methods in India are better than others; but all are bad, and all are based upon the same principles. My hon. Friend has very fairly described the systems in use. The Government control the manufacture, but they do not control the retail sale. They pretend to; but to all intents and purposes, when the liquor sale has been given to a farmer, he can do whatever he likes. I have had long interviews with liquor farmers. I have talked to one who pays as much as £140,000 a year for the monopoly of certain districts, and he told me he was obliged to take so many gallons a year and to pay duty on it. The Government do not allow him to sell above a certain price, but when he finds himself with liquor on his hands he disposes of it at any price he can get. The fact of the matter is that there are eight or nine different systems prevailing in India, and eight or nine sub-varieties. I am bound to say I did not see a single man in all India, excepting one, who understood it in all its details, or indeed half as well as I did myself. I contend that under this vicious farming system the bias of everyone concerned is in favour of the expansion of the trade and not of its contraction, and that whatever may have been the intentions of the inventors of the system all moral considerations are swamped in the efforts to obtain revenue. The Government is biased in favour of the tax. It may be an unconscious bias, but the bias is there. It furnishes a steady and improving revenue, as I have shown, and it is cheap to collect. This is shown by the figures. The revenues from forests cost 55 per cent. to collect; from opium, 25 per cent.; from land, 15 per cent.; from Customs, 7 per cent.; from stamps, 4 per cent.; and from Excise only 3 per cent. The bias is naturally in favour of such an admirable and cheap source of revenue as this, and especially as it doubles itself in ten years. As to the officers engaged in the administration, their promotion may not altogether depend upon the revenue obtained, but it does depend upon it to some extent. If you take the last report for Bengal you will find a paragraph commencing thus: "Officers deserving favourable notice for the management of the Excise Department of their various districts." Then follow 16 names of officers in every one of whose districts there has been an increase in the revenue, the average being £2,500 each. I do not blame them for trying to get on in their profession. There are gentlemen opposite who are at the head of their profession, and who would not have got there unless they had done their best to stimulate the revenue in every way. During the three months I spent in India this winter, I found endless instances of the praiseworthy watchfulness of collectors, and of the way in which they act upon the suggestions of the Finance Ministers who are "looking hopefully to an increase in the Excise revenues." Let me give an instance: In the district of Backergunje, in Bengal, a religious fair is held every year. For some years past a liquor shop has been established there. The agent of one of the excellent and useful associations which are springing up all over India watching the actions of the Government, called upon the Zemindar who owned the land and urged him to refuse to supply land for the liquor shop any longer. He refused accordingly. But the collector, Mr. Clay, of Backergunje, dropped on the Zemindar at once, and wrote to him asking for an explanation. The Zemindar called and explained, and two more letters followed, both of which I will read. The first is addressed to Chunder Das, farmer of corn, spirit and drugs, Lakutia—

"In accordance with the order of the Collector passed to-day you are directed to open your shop as usual at the aforesaid Mela. A copy of this order is sent to the proprietors of that Mela, so that they may present to the Collector any objection, if they have any, to the opening of the aforesaid shop at the Mela.—G. C. Dutt, Excise Deputy Collector."

The same gentleman, Mr. Dutt, writes to Babu Behari Lal Roy and two other Zemindars—

"As a person named Parna Chunder Das, for a fee of 75 rupees, got a license for setting up a shop for the sale of wines, gunga, and opium at your Lakutia Mela, and you did not allow him place to open his shop then, an order was issued on him to open his shop, and a copy of that order served on you that you may present to the Collector your objections, if you have any, to give him land for this purpose. Up to this day you have

presented no objection and given him no land for his shop. You are ordered to show cause before the Collector within two days why that shop should not be set up at your Mela."

What does this mean? These men are anxious to have their religious festival conducted decently and in order, and this Revenue official comes down upon them like a thousand of bricks because of the shop not being opened. Just suppose for one moment a similar case in England. In Liverpool there is an estate with 47,000 people living upon it. It belongs to the Earl of Sefton. There is not a single public-house upon that estate. But supposing anyone got the lease of a house there and had a license transferred to it, the Earl of Sefton would say, "You cannot do this. I have the right to stop you." And suppose the authorities wrote a letter to the Earl such as I have read to this House, there would be a pretty row! The bias of a liquor farmer is to sell the quantity of liquor he undertakes to sell, if he is to make any profit out of it. He is abundantly helped by the administration of the Abkari Department, which backs up the efforts of the farmer with all the energy of a working partner. Let me just show you how this works. I will give you a few instances. Take the Bombay Presidency. I read this in the last report, dated 1886-7—

"There were 102 spirit shops in the Ahmedabad district in the year 1884-5. Out of this number 19 shops were closed in the following year for want of custom. But during the year under report it was found necessary to re-open 11 of them."

Another paragraph in the same report gives the explanation of this remarkable operation—

"During the three years for which the farms were sold, the farmer was not able to sell the full quantities of spirit removed by him from the distilleries under his minimum guarantee."

So to enable him to do so, and keep up the Revenue, 11 shops had to be re-opened. During these four years under review in these paragraphs the spirit issued from the Ahmedabad distillery to this farmer who required 11 shops to be re-opened, was as follows:—48,000 gallons, 57,000 gallons, 63,000 gallons, 69,000 gallons. The maximum of revenue is undoubtedly secured, the minimum of consumption is secured by an increase from 48,000 to 69,000 gallons, an increase of 45 per cent. in four years. I had two hours' interview with the liquor farmer of Ahmedabad. I quote from my notes. He said—

"How on earth can we get the ideal of the Government, a maximum of Revenue with a minimum of consumption—we must sell the liquor to get the Revenue. Mr. Pritchard is always putting the screw on the farmer, and pushing up the Revenue. How can we do that unless we push the sale of drink?"

When Mr. Westland so pointedly referred to the North-West Provinces as the district from which he looked for an increased revenue from Excise, he was hardly fair to his energetic subordinates in that district. He must have had before him at the time the Excise report for 1886, and read the following leading paragraph:—

"The revenue from Excise has continued to advance steadily, and the gross receipts for the year under report are the highest on record, showing an increase of 12 per cent. on previous years."

Why? Because the officials had been stimulating the sale of liquor to the uttermost.

The Report says in one paragraph:—

"The district Reports contain repeated assurances from all parts of the provinces that drinking is practically unknown."

What a dreadful state of things from the Government point of view, but what a blessing it would be if we could have it in England, Wales, or Scotland. I suppose this is where Mr. Westland looks for an increased revenue. But the same Report abounds in paragraphs showing how an enlightened Indian Government endeavours at once to get rid of such a happy moral condition, and such an unhappy absence of revenue. On page 13 of this Report from the North-West Provinces, para. 32, is the following:—

"Etawah.—The number of shops has increased from 53 to 67. There are five shops in the Municipality, which are reported to be sufficient. In the village tracts the number is still far below Government standard. . . . Efforts are being made to bring the number of shops up to prescribed standard. Besides the 67 shops now opened, licenses were granted for others, but they were withdrawn when it was found that no liquor was sold at these shops."

I claim that this Report abundantly proves the contention of the Resolution. Etah is another district:—

“Etah.—There has been an increase of one shop; there are now 63. At the last settlement efforts were again made to induce the liquor farmers to open new shops, but, as last year, to no purpose. No one would bid even a nominal price for them. The number of shops is much fewer than the number allowed by Government standard.”

I have no doubt the hon. Gentleman will give some explanation of these extreme statements in the Report from the North-West Provinces. This is the last available report; I bring it down to date so far as I am able, though the Government of India are exceedingly slow in getting off their papers. At page 5, Mr. Crook, the Revenue Officer of Etah,

“draws attention to the impossibility of the labouring class consuming liquor to any considerable extent, when it is sold, as at present, of inferior quality and at an almost prohibitive price.”

He wants to persuade the labouring classes to consume liquor to a considerable extent. Again, in the same report:—

“At Muttra, it is reported that many new licenses had to be withdrawn, as no liquor was sold, and that new shops put up for auction were not bid for.”

At Muttra there were 39 liquor shops 25 years ago, now the number is 59. Yet my right hon. Friend says the larger number of shops have been established recently. “Recently” means a period of 25 years. Here are other paragraphs:—

“In Sitapur the reduction of 33 shops is reported to have resulted in a loss of more than 2,000 rupees in license fees, and no further reduction is advisable at present.

In the Jhansi division the number of shops is largely in excess of the Government standard, and, although the Commission of Excise makes no remarks thereon, it appears from the district reports that at present it is inexpedient to make any considerable reduction in their number. . . . We are told that the high rise in consumption at Cawnpore is due to the opening of the new distillery.”

Who was it that opened that distillery? A Limited Liability Company or a private individual? Not at all. It was the Government. In consequence of the opening of the new distillery they raise the consumption. That is the way in which they get the minimum of consumption. I think it is the way in which they get the maximum of revenue. The last paragraph which I will quote is—

“At Benares the license fees for the year were very high, and to make their business profitable the retail dealers lowered their prices, and thus largely increased the sale of liquor.”

That paragraph absolutely confirms the statement of my hon. Friend. I could go on *ad nauseam*, and could give similar instances from all the Provinces of India. These extracts show clearly that where there are no liquor shops and no desire for them, the Excise administration has forced them in, and that where there are avowedly too many they have refused to reduce them. We have had two Bengal Commissions. Read their reports, or study every or any Provincial Excise Report. They show that the liquor farmers are everywhere competing with each other for the possession of a lucrative monopoly; that the authorities encourage it with a view to increased revenue; that the farmers get up rings to defeat the undue pressure of the authorities; that they doctor the liquor; are the chief culprits in illicit distillation; that they cheat the revenue, lower their prices, and, by the help of the Government, double the consumption. The worst and rottenest Excise system in the civilized world is that of India; the worst and rottenest of the various systems of India is that of Bengal. We have heard from my hon. Friend some account of what has taken place in Bengal with regard to the outstill system. I do not refer to that to-night, because it is of no use flogging a dead horse. I have been informed that it is the intention of the Government to estimate for a somewhat less revenue this year, with a view to getting rid of the outstill system. I trust it is really the intention of the Government to get rid of that system. The effects of drunkenness on the Indian people are very serious. The nature of the liquor is such that it is prohibited to be sold to the British soldiers. Yet Indian women are allowed to buy it and to drink it with their husbands and children. At Benares three soldiers entered a liquor shop, and having pinned the owner of the shop against the wall by fixing their bayonets through his clothes, they drank

the liquor. One fell to the floor of the shop and died, the other two were carried back to barracks. Why should such horrible stuff as this be sold to women and children freely, while prohibited to strong healthy soldiers? The amount of liquor drunk is small compared with the number of the population—my hon. Friend says he does not think it is more than 10 per cent.—but it is a fact that drunkenness is increasing. That drunkenness is steadily increasing is a fact which is well affirmed by a large body of public opinion in India, the Government say. It may not be a very serious evil, but it is undoubtedly an increasing one. At one of the meetings at which I was present—a meeting said to have been the largest of its kind ever held in India—this fact was fully confirmed. It was, however, stated by one of the newspapers that the extent of the gathering was due to the desire of the natives to hear a Member of Parliament who was going “on the stump.” I thought there might be something in that statement; but it so happened that my friend, Mr. Thomas Evans, a missionary who went alone to a number of meetings held in various towns in the Bombay Presidency, had even a larger amount of success than was achieved on the occasion I have just mentioned, and he found that everywhere public opinion was against the Government, while, taking it as a whole, the Indian Press is also against the Government. I may be asked, “What remedy do you propose?” In reply to that question I would say, in the first place you ought to get rid of the outstill system, and if you turn your attention to the steady increase of the revenue by the steady increase of taxation, you would find that you would not suffer from an increase in the duty on spirits. I see no reason why the import duty should not be raised to 10 rupees for proof spirit, which would enable you largely to increase the duties charged in Bombay; because Bombay town and island could pay without difficulty double the amount of duty now charged without the least hardship to anyone or the smallest risk of illicit distillation. I would also venture to suggest that some duty should be put on the heady beer sold in India. I was told, in answer to a question I put some time ago, that no duty is charged on the beer brewed by Messrs. Meakin & Co., and I must confess that I do not see why the Indian drink should be taxed, while English beer is sold without duty. I may say that, in discussing this matter with Indian gentlemen, I found that they all entertained the views expressed by the mover of this Resolution. They think that the Indian people ought in some way to be consulted on the subject. I remember on one occasion I saw some 20 natives sitting in a circle outside a building, and I supposed it was a sort of village council. As I did not like to trespass on their deliberations, I passed on; but, on coming back again some hours afterwards, I saw the same circle of natives in the same place, and I found that, instead of discussing local matters or British politics, they were discussing six bottles of native spirits. I am quite sure that the collector of the district, when he opened the liquor shop, did not first consult the head man of the village. Can it be said that this is the sort of thing which ought to be encouraged in the administration of that portion of the Empire? Of course it is not for me to dictate to the Indian Civil Service how they can maintain their financial position with regard to the sale of intoxicating liquor; but I do say that while revenue considerations may be allowed to have their full weight, moral considerations ought not to be overlooked or set aside for one moment. India possesses about the finest Civil Service in the world, and it is just as capable as any authority that could be mentioned of carrying out a scheme dealing with this important question. As it is, however, instead of troubling themselves about the maximum of moral considerations, they are troubling themselves about the maximum of revenue. The object the Government ought to keep ever in view is to restrain, correct, and diminish the consumption of intoxicating liquors and drugs, whether illicit or licensed, and fully persuade themselves that any amount of Revenue that may be lost by the efficiency of their system for this end, will be repaid a hundred-fold in the preservation and advancement of morality, industry and prosperity among the peoples of the Indian Empire.

*SIR ROPER LETHBRIDGE (Kensington, N.) said: I do not for one moment believe that the Excise policy of the Government of India, as a whole, is, or has ever been, intentionally or consciously directed to the mere gathering of Revenue, regardless of its effect on the moral well-being or social habits

generally of the people of that country. I think, Sir, that every one who has been in any way associated with the work of that Government, as I have been, or who knows anything whatever of its character or traditions, will repudiate any notion of the kind with indignation and with perfect honesty and sincerity. Then too, Sir, in the course of the statements that have been put before the House this evening, there have been several propositions laid down which, in my opinion, will be held in India to be statements that are either inaccuracies or gross exaggerations. When the hon. Member for Flintshire spoke of the high officers of the Government of India being possibly ignorant of the working of the Abkari system, surely he forgot that these very officials, even the very highest of them, have themselves passed through the mill of the lower offices of State. For instance, my hon. Friend the Member for Evesham, who was himself Finance Minister of India, commenced life in that country, many years before, as an Assistant Magistrate, and rose through every stage of the official ladder. At many stages he himself had charge of the Abkari administration of the districts in which he resided. Well, Sir, the same, of course, holds true of very nearly all the other high members of the Government of India. They know the working of the Abkari system, and to charge them with ignorance, or even to make ignorance the excuse for their policy, is altogether inaccurate. Then, again, I must say that I heard with very great regret the attack that was made by the hon. Member for Barrow-in-Furness on those Englishmen, Mr. Meakin and others, in the hills of India, who are, in my opinion, and in the opinion of many others, serving the cause of Temperance in India, especially amongst our soldiers there, by putting within the reach of those soldiers light, wholesome, English beers, in the place of those horrible concoctions, such as country arrack, of which we have heard such eloquent accounts to-night from hon. Members opposite. And, Sir, the hon. Member for Barrow spoke of the chief of these gentlemen having been decorated because of his being a brewer. I can assure the House, from personal knowledge, that Mr. Whymper, the gentleman of whom he spoke, was decorated for, or, at any rate, might well have been decorated for, his eminent public services to the State and from no connection whatever with his occupation in life. He had served to my knowledge the cause of the Native States, and especially the cause of the Native State of Cashmere, in a way that did him the greatest credit, and I was exceedingly glad when I saw in the newspapers the statement to the effect that he had received from Her Majesty the distinction of the Companionship of the Order of the Indian Empire. That decoration was, in my opinion, highly deserved for his public services, and I greatly regret, therefore, that it should have been stated in this House that he received it merely because of his connection with the brewing industry. For this reason, and many similar ones, I find with regret that I am unable to agree with the Resolution that has been moved by the hon. Member for Flintshire, though I sympathize very heartily with the spirit and motives of the Resolution. The excellent motives of the hon. Member for Flintshire, and the great services which he has rendered to the welfare and well-being of our fellow subjects in India, are, I am sure, appreciated by the House and by the country, and they certainly are appreciated in India. But, Sir, though I cannot go the full length with the hon. Gentleman the Member for Flintshire, there are two propositions that I would venture, as an old resident in India, to submit to the consideration of the House, and on which I would ask leave to make just one or two remarks as grounds for an appeal to Her Majesty's Government and to my hon. Friend the Under Secretary of State for India to give us, as the result of this debate this evening, some tangible, clear assurance of their determination that temperance reforms, and not Revenue, shall be in the future the key-stone of their Excise policy in India. In the first place, Sir, I maintain it is idle to deny that our Government Abkari, or Excise policy, has at times, in practice at any rate, tended to encourage the spread of drunkenness amongst the people; and, in the second place, I am quite sure that all that is best and most reputable in Native opinion in India is virtually unanimous in demanding from us, and from the Government of India, some stringent measures of restriction. I said, Sir, it is idle to deny that our policy has at times, though contrary, I am certain, to the intentions of the Government, tended to the increase of drunkenness. Those who read the Indian papers will be aware that since the debate last year, in

fact only within a very few months, the Government of India, and especially the Government of Bengal, has brought about a very considerable contraction of that very outstill system of which we have heard so much, and which has been so rightly and deservedly denounced by the hon. Member for Barrow. Last year the Under Secretary of State for India protested most eloquently, and I am sure most sincerely, that nothing could be further from the wishes or intentions of the Government of India than to sanction the continuance for a moment of any system that would in any way encourage drunkenness; and yet the very action of the Government of Bengal to which I have referred, shows that at the time my hon. Friend was protesting so eloquently, this system was in full force in many districts in the immediate neighbourhood of the seat of Government at Calcutta. In the second place, I have said that the whole of the Native public opinion is strongly in favour of most stringent restrictions on the sale of intoxicating drinks. I believe that that will be frankly and fully admitted by my hon. Friend and by the Government of India; it is at any rate fully well known to everyone who has ever resided in India, and has ever been brought much into contact with the people of the Empire. I believe that even the extreme measure of the total prohibition of the sale of intoxicating liquors would not only not meet with any resistance from the people of India, but would, in fact, be most popular in that country. That, in my opinion, is the cardinal feature of the situation in India; and it contrasts very strongly with the situation in this country. I ask those who think with me on the Temperance Question, those who earnestly desire to advance the cause of Temperance, and yet who shrink from any too violent interference with personal liberty, what would be our position if all our countrymen in England—not only the classes, but the masses of the people—were all in favour of total prohibition? If there were no such thing as a national beverage, if there were no reality in the cry of robbing a poor man of his beer, if there were no social customs to be destroyed by prohibition, and if in the national conscience the drinking of a dram of spirits or of a glass of beer were held to be a sin, I say I would unhesitatingly vote immediately for total prohibition. But that is the case, and these are the circumstances in India. As far as Native opinion is concerned, I say emphatically that the Government have a free hand in the direction of restriction upon the sale of intoxicating liquors. They can do what they like; they can extend those restrictions to any extent they like, with the certainty of obtaining the approval of all classes of the Indians. Therefore the only two considerations that can affect the Government of India in their decision are, first, the fear of illicit distillation, and, secondly, the fear of the loss of revenue. As to illicit distillation, no doubt the facilities are exceptionally great in India, where every jungle yields the raw materials for producing spirits in abundance; and I am free to admit that if they had total prohibition or anything like it, it is possible that the pecuniary inducements to illicit distillation might be very considerable. On the other hand, the strength of public opinion, all the power of caste rules, in fact the whole organisation of Native society, would be on the side of the Excise officers in suppressing illicit distillation, and, therefore, I confess—having some little personal knowledge of the circumstances of the case—I do not think that any great weight need be assigned to the bugbear of illicit distillation. The other consideration that should weigh with the Government in deciding this question is, of course, the loss of Revenue; and I confess that I cannot brush that consideration aside so lightly as the Mover and Seconder of the resolution have done. I feel that we are dealing in this matter with other people's money. It is very easy for British Representatives to be virtuous and philanthropic at the cost of the Indian Exchequer, to which their own constituents do not contribute a penny. Still, on the other hand, the Indian taxpayers are willing that some loss should be incurred to the Revenue for the sake of their own good name and the morals of their people. I do not think it is for this House, with its necessarily limited and imperfect information, to force the Government of India hurriedly into reforms that are to be carried out at the cost of the Indian taxpayers; but I think the House may do this much, and do it in the cause of righteousness and of justice to the people of India—we may show that we sympathize with the Government of India whenever it does that which is right in itself and which is also agreeable to the people of India. In conclusion, I trust that Her Majesty's Government may see their way to accept the motion of the hon. Member for

Flintshire, provided always that the hon. Member consents to such modifications in its terms as will make it absolutely clear that the House does not and will not impugn the motives of the Government of India.

*MR. WALTER M'LAREN (Cheshire, Crewe): I have listened with great pleasure to the speech of the hon. Member, although at times he seemed to me to waiver between one set of views and another. At any rate, it is satisfactory to find that he cordially agrees with the spirit of this Resolution, and that so far as he has any objections to it at all they relate to those terms of it which seem to him to cast doubt on the good intentions and faith of Indian officials. It is particularly encouraging to those who hold our views, that an hon. Gentleman of so much experience in India, should tell the House he would vote for total prohibition in a country where drinking was, according to the religious sentiments of the people, considered a sin. It is undoubtedly true that a great majority of the religious, moral, and respectable natives of India do hold the view, that drinking intoxicating liquors is sinful, although such a view is being rapidly undermined by the action of the Government. The hon. Member said we must remember that in this matter we are dealing with other people's money. But he must remember that the Indian Government, nearly all of whom are Englishmen, are in this matter dealing with other people's money also; they are not dealing with a country which governs itself. In India there is an English despotic Government who legislate for the people over whom they rule; and in levying this taxation and in forcing this trade upon the people they are dealing with other people's money and moral welfare. The system we protest against is one which in its very essence must work badly, it must inevitably tend to the increase of the drink traffic. The licensee undertakes to pay license duty upon a given amount of liquor whether he can sell it or not, and that gives him a far greater incentive to sell and push the sale than even the English licensing system gives the English publican. The Indian Government contend that their endeavour is to put down illicit stills, but the fact in many cases really is that when a holder of a license finds he has contracted to sell a greater quantity of spirits than he can find an ordinary demand for, he encourages other persons to open illicit stills, in order to enable him to go to the Government and say, "Here is an illicit still: it is clear that there is a demand for liquor: give me permission to open a legitimate and legal shop in the village." The man who has opened the illicit shop gets a small sentence, for which he is no doubt recompensed by the owner of the license. The Government can never hope to decrease the consumption so long as they continue to increase the facilities for drinking. Besides, while the Government are forcing on this sale of strong intoxicating spirits they put a very high duty, which is almost prohibitive, upon coconut palm toddy, a native liquor which any man can distill, and which is said to be little stronger than ginger beer. And still they wish us to believe that they are actuated by a desire for temperance. We ask them to give proof of this by taking off the duty upon the juice of the palm and allowing the people to drink it if they desire it. If the Government will only allow the natives to drink this liquor, it will prevent the necessity, if there is necessity, of the natives resorting to the use of the stronger spirituous liquors. I do not desire to throw the slightest doubt upon the good faith of the Under Secretary of State for India. He has already indicated that his desire is to increase temperance. I give him in the fullest and frankest way every credit for that desire, and I trust before his tenure of office expires he will have ample opportunity for putting his good will into practice. But we do not believe in the protestations of the Government of India; the whole facts go against them. I daresay some of the higher officials may be sincere; but we do not believe those who have the every-day working of the system in the provinces genuinely desire to decrease the system. Mr. Gregson in a pamphlet published last year gives a quotation from the official despatch from the Government of Bombay to the Secretary of State for India. The quotation was to the effect that the question for decision was whether they should sit quiet and allow the temperance movement in the Colaba district to continue and spread, and thereby forfeit a large amount of revenue, or were measures to be adopted which would bring the people to their senses. There are other quotations with which I will not trouble the House, tending to show that the Government through their minor officers are undoubtedly endeavouring to increase the consumption of intoxicating drink. The Government profess to have a standard for the number of drink shops

in any given locality, but we find that in some districts where the number of drink shops fell below the standard attempts were made to increase it, while in districts where the number was larger than the standard fixed no attempt whatever was made to decrease it. The protestations of some of the Indian officials as to their desire for temperance are therefore neither more nor less than shams. The system we are attacking was developed in 1877. It was one of the unhappy parts of the policy pursued in India at that time. It was, I presume, felt necessary at that time to increase the revenue with a view to providing increased military expenditure, and for paying for the scientific frontier policy which distinguished that period. [" Oh, oh."] At any rate the revenue has greatly increased. Within the last ten years the consumption of intoxicating liquor has about doubled. When the Government are, by all their subordinate officials, doing what they can to increase this revenue and consequently to increase the facilities for drinking, it is useless for them to tell us they are actuated solely by the moral welfare of the people. It is my belief that in this matter the Government have not had the welfare of the people at heart, but have simply had the welfare of the revenue at heart. Their motive has been the same as it was in respect to the opium trade. They have ruined multitudes of people both in India and China by their opium traffic, and yet they are beginning to find their endeavour to keep up the opium revenue is failing because Chinese are now growing their own opium. I only wish some similar falling off in the revenue from the drink traffic could be anticipated. I am persuaded that if you would only allow the native population of India to manage their own concerns, if you would only give anything approaching local option in this matter you would very soon arrive at a proper solution of the drink question. Our responsibility in India is very great and serious. We conquered the country by means which Englishmen are not too fond of recalling—means which Englishmen would be very sorry to see repeated to-day. [SIR J. GORST: " Oh, oh!"] Although the Under Secretary for India cries " oh," there are a few Members in the House of Commons who would like to see a repetition of those means—at any rate I should be very sorry to see it. The fact that we have conquered India by such means casts upon us serious responsibility for the welfare of the Indian people. The responsibility would be less if we allowed them to govern themselves, because we should then share with them responsibility for their own laws. At present we have that responsibility entirely upon our own shoulders. The Indian people are willing to accept our rule, but they do demand in this matter, as in every other matter, that they should have control over their own destinies subject to the veto of the Secretary of State; and I contend that if the Government were wise enough to submit the matter to any well-considered measure of local option they would find that Native opinion in India is opposed to the system by which the drinking of intoxicating liquor is rapidly increasing in the Indian Empire.

*SIR J. GORST: This Resolution requires the House to condemn the fiscal policy of the Government of India with reference to the liquor question, and if the policy of the Government of India, with reference to the liquor question, were anything like that which has been described by the hon. Member who has just sat down, and which was also described by the mover and seconder of the motion, the liquor policy of the Indian Government would indeed most richly deserve the strongest condemnation of the House. I go further and say that if I believed that the men by whom the Indian Government is administered were such wicked men, as the hon. Member opposite suggests they are, I would not remain a day longer in the position of Under Secretary for India; and I should say that the sooner the British officials cleared out of that country, the better it would be for India. I do not intend to compete with the hon. Member for Crewe in the high moral platitudes in which he has indulged, but I put it to him whether he considers it fair to men who among difficulties and dangers are administering the affairs of this great country in a distant land, to withhold from them that charity which is accorded in this country to the meanest criminal, and to believe them capable of the horrible wickedness which the hon. Member has attributed to them? I thought it was the duty of a Christian man to extend charity to the action of his fellow-creatures, and to try to believe that they were animated by virtuous motives; and I turn gladly from the harsh, uncharitable accusations of the hon. Member to the more kindly spirit in which this question has been approached by the mover and seconder of the Motion,

who, although they think the officials are misguided and wrong, at all events have the charity to credit them with the common instincts of humanity. May I call the attention of the House for one moment to what is the fiscal policy of the Government of India, with reference to intoxicating drinks? I am not going to quote an old despatch, but it is language recently held by the Secretary of State for India. On March 14 of this year, the Secretary of State, in answer to certain memorials forwarded to the Secretary of State by native associations in Calcutta concerning the outstill system in Bengal, sent a despatch in which he said :—

“In connection with this subject I desire to remind your Excellency that in my despatch of the 19th of April, 1888 (No. 28 Revenue), I laid down the principles (1) that any extension of the habit of drinking among Indian populations is to be discouraged; (2) that the tax on spirits and liquors should be as high as may be possible without giving rise to illicit methods of making and selling liquor; and (3) that subject to these considerations a *maximum* revenue should be raised from a *minimum* consumption of intoxicating liquors. In other words, to quote from the report of a Committee appointed by the Government of Madras in the year 1884, ‘It should always be borne in mind that the taxation of the sale of intoxicating liquors is imposed primarily in order to restrain the consumption of such liquors, and not for the purpose of making money out of their sale.’ I am confident that your Excellency’s Government will adhere strictly to these principles in any measures which you may think fit to adopt, and that you will do all that lies in your power to insure that they shall be observed by all who are engaged in the work of the Excise Department.”

I appeal to all hon. Members, except the hon. Member who spoke last, to say whether it is possible to lay down the principles which should govern our Excise administration in India in more clear, more distinct, and more appropriate language than that? I do not appeal to the hon. Member because no doubt he might reply that the Indian officials were actuated by the vilest possible motives.

*MR. M'LAREN: The hon. Gentleman knows very well that at the outset of my speech I gave him every possible credit for good intentions in this matter, and the hon. Gentleman ought not to make such a charge against me.

*SIR J. GORST: I decline to accept the adulation of the hon. Member or to be praised at the expense of the Secretary of State and of the honourable men who administer the Government of India. To except me from the common condemnation is an insult, and I decline any reservation on my behalf. I share the fate of the Secretary of State.

*MR. M'LAREN: This is really too bad. I never made any charge against the Secretary of State. I do complain of the unfairness of the charge made against me.

*SIR JOHN GORST: At any rate the hon. Member charged those who administer the Government of India in distinct terms, and in such terms as to make every hon. Member who has himself taken part in the Government of India, or who has friends taking part in that Government, most indignant at the unworthy insinuations of the hon. Member. I apologise for being led to use such warm language, but I am here as the representative of men thousands of miles away who cannot speak for themselves. What can a Government do in this matter? It can only lay down sound principles and exercise the utmost vigilance in its power to see that they are carried into effect. How are those principles carried out in the administration? All hon. Members who have spoken, with the exception of the hon. Member for Barrow who has just returned from there, have talked as if this excise system is the administration of the Government of India. It is nothing of the kind; it is the administration of the various provincial Governments of India, for the administration of the excise law is a matter which in India is given over entirely to the Governments of the different provinces. They have a variety of systems, varying according to the population and nature of the country, and various other local circumstances; and it would be absolutely impossible to devise one uniform hard-and-fast system of excise administration to suit the various conflicting circumstances of the different provinces. Yet you are asked to condemn the existing systems as a whole. I could understand the House of Commons being asked to come to the conclusion that the excise system in Assam or in Bengal is bad, but to include in one sweeping condemnation the whole of the various provincial Governments without discrimination, and to argue that because there are defects in one

province therefore the system in another province, however differently situated, is bad, seems to me very like the case of a man who because he finds an enormous amount of drunkenness in one European country, say for instance Belgium, denounces therefore the Kingdom of Italy for not properly exercising its excise administration. Just to show what a difficult subject this is, and how hard it is to apply the *a priori* theories of the hon. Member for Flintshire, let me call attention to one single circumstance. There is one province in India which has not been mentioned in this debate—Lower Burmah—and it is remarkable in this particular. The revenue per head of the population raised from the consumption of spirits and opium there is enormously in excess of that raised in any other province of India. It is double the revenue raised in Assam, more than ten times that of Bengal, and enormously greater than the revenue raised in Bombay. Yet in that part of India which, according to the *a priori* theories of the hon. Member for Flintshire, should be in the worse excise condition, there are fewer shops open for the consumption of Indian and imported spirits than in any other province of India, with the exception of Assam.

MR. W. S. CAINE: Do you mean per head?

*SIR J. GORST: No.

MR. W. S. CAINE: You must take into account the fact that the population is smaller.

*SIR J. GORST: Yes, but the proportion of spirit shops in Burma to the population is about the same, for instance, as that of the Panjab, where there are 1,939 shops open for the sale of spirits; while in Lower Burmah there are only 445, yet the Excise Revenue per head in Burmah is 11 times as high as in the Panjab. In Assam there are 1,067 shops licensed for the sale of opium; in Lower Burmah there are only 16. I refer to these facts just to show how difficult it is to apply the *a priori* theories of hon. Members to the remarkable and varying circumstances of the different provinces of India. The hon. Member for Barrow has alleged that the system laid down by the Secretary of State, good as it is in theory, is so badly carried out in practice that there is an enormous increase in the consumption of liquor—as, for example, in the province of Bombay. But we have always looked on Bombay as having, perhaps on the whole, the best excise system. The reason why the quantity of liquor is shown to have increased in the returns referred to is because those returns show only the liquor consumed in those districts of Bombay in which the central distillery system is in force, and which now constitute 11-12ths of the whole area of the province. But as district after district was brought under the central distillery system, the consumption of those districts was brought into the annual total, and the consumption in Bombay appears to have grown, whereas it is only the central distillery system which has been extended over the whole of the province of Bombay.

MR. W. S. CAINE: But if you take the financial returns and calculate the amount of duty paid you will find a perfectly steady increase in the consumption even including those districts.

*SIR J. GORST: Luckily, I have an illustration which I think will satisfy even the hon. Member for Barrow, for we have the most accurate returns for many years past of the consumption of drink in the city and island of Bombay. Now if there is one part of India where we might expect the drink traffic to grow it would be in the city and island of Bombay, because there we have a thriving well-to-do population in contact with Europeans, within easy access of those imported spirits to which reference has been made, and having ample employment in factories and other industrial establishments, and where they got far higher wages than in the country districts generally. Therefore we should not have been surprised if, with the great increase of population, there had been some increase in the consumption of intoxicating drinks. But what are the figures? Now, in the year 1872-73 there were consumed in the city and island of Bombay 907,000 gallons of liquor which paid Excise Duty, and from which was raised a revenue of Rx. 72,000; in 1886-87 the consumption was only 621,000 gallons, a reduction of about one-third, while the revenue was Rx. 201,000. And I ought to add that in 1872-73 the liquor was proof, whereas in the latter period it was 25 per cent. below proof, so that not only was there a less quantity

of a liquor consumed, but this liquor was of less intoxicating character, and yet the revenue was nearly trebled.

MR. W. S. CAINE: Yes; because here the highest duty in India is imposed; is it not?

*SIR J. GORST: Now the hon. Member refers to the alteration made in the rates of duty. In the city of Bombay the duty has been gradually raised from one rupee a gallon of proof spirit to 2½ rupees per gallon of spirit 25 per cent. below proof, and in the districts of the Presidency it ranges from 1 rupee to 3 rupees per gallon. I cannot tell the hon. Member what the duty was in Madras, but at present the Still Head Duty and the License Fee together average 3 1-8 rupees in urban tracts and 2 15-16 rupees in rural tracts on the quantity of excise liquor passed into consumption, and in Madras, as in Bombay, the rates have been and are being steadily raised. I appeal confidently to these illustrations, as showing, in the first place, that the consumption has decreased, with an enormous increase to the revenue, and that the system in Bombay, carrying out as it does the general principles laid down by the Secretary of State, has not been the utter failure in the direction of temperance which the hon. Member would induce the House to believe it has. I do not know that I could advantageously attempt to deal with the whole excise system in the various provinces of India. I can only tell the House that generally the Government of India has, in the most unqualified manner, assented to the doctrine laid down by the Secretary of State, and the various provincial Governments have accepted that policy and have directed their officials to carry it out in practice. Hon. Members have quoted particular instances of abuse as *prima facie* evidence in support of their case that the officials have not carried out these general principles. But, Sir, is it astonishing, when you come to consider the enormous extent of territory, and the enormous number of liquor shops and distilleries, that you here and there find abuses, and discover instances in which the general principle is not carried into effect? Are the liquor laws in this country universally so admirably administered that you cannot find places where extensive drunkenness prevails, or where the officials have neglected the duties imposed on them? I do entreat the House not to be led astray by isolated instances into one universal and sweeping condemnation of this system as a whole. The hon. Member for Flintshire has quoted observations made years ago by Mr. Hudson on the outstill system of Bengal. Really it is hardly fair to the House to quote evidence given five years ago in Bengal as if it applies to the general fiscal policy of the Government of India. Just as Bombay is the most advanced province, so, I suppose, many people would take Bengal as one of the least advanced; and there has been for the last three or four years an attempt made by the Government of Bengal to reform its fiscal system by substituting the central distillery system for the outstill system, which the hon. Member for Barrow admits having been informed by the Lieutenant-Governor of the Province, is doomed. I do not for one moment say that there is not room for other great and radical reforms in many of the provinces of India; but I ask the House to consider that these reforms are actually now in progress, the attention of all the Governments of India has been thoroughly directed to this matter, and I appeal to the House to give these men credit for honesty of intention and intelligence and cleverness in adapting the orders of the Secretary of State to the circumstances of the particular provinces. Well, Sir, the hon. Member for Flintshire spoke about the liquor traffic in the province of Assam. Now, that is not a province in which there is a great amount of consumption. The amount of duty per head is 6½ annas, or about 6d. per head of the population. Does not the hon. Member for Cumberland wish that the contributions of the English taxpayer were reduced to anything like 6d. per head? Whereas in this "drunken" India that we are said to be contaminating, the amount per head paid by the population for intoxicating liquors is little over 3d., in this highly favoured England I believe the rate is 16s. per head. Certainly the hon. Member said that a large section of the population of India do not drink at all, but even if you fix the percentage of the drinking population at 10 per cent. of the whole, even then the comparison of 3d. per head, there is very favourable to the 16s. per head in this country. It struck me while hon.

Members opposite were speaking, that they might with advantage look nearer home, and apply themselves to the task of putting down drunkenness in this country, rather than seek to interfere with the administration of the Government of India. I think that the general observations which I have made will show that it is better for the House of Commons to take a wide and general view of a question of this kind rather than be led astray by a few of those sensational incidents which hon. Members who travel in India can so easily gather, and which, if they are accepted as general specimens of the way in which the excise system in India is carried out, do not enlighten, but are utterly misleading. The difficulty in a great measure arises from the extraordinary ease with which ardent spirits can be distilled in India. The innocent juice drawn from the palm tree becomes in three or four hours, without any action on the part of man, as strong as the strongest beer. To take one instance, whereas in Bombay a spirit was manufactured 25 deg. below proof, at a cost of 8 annas per gallon, the price was raised to 3r. 2a. a gallon, or 600 per cent., by the taxation which hon. Members opposite so strongly condemn. The hon. Member for Flintshire has complained of the Government cheapening liquor; but, instead of cheapening it, they have raised the price sixfold. What other policy could the Government pursue beyond making by taxation the price of liquor as high as possible, and limiting, as they do limit, the number of places where it is sold, so that the temptation to indulgence should be limited as far as possible, limited to such shops as will satisfy the wants of the population, and check smuggling, and illicit distillation? The hon. Member for Barrow says, though it is not the opinion of those officials best qualified to judge, and who are in responsible positions in administration of the country, that the effect of allowing local option would be the prohibition of the sale of liquor. But it may be observed that in no native State is total prohibition enforced and it is self-evident that if the population are debarred from obtaining liquor from licensed houses and legitimate sources, they are sure to obtain it from native States, over which we have no control. I think it is rather a remarkable answer to the suggestion that the natives of India, if left to themselves, would adopt measures of total prohibition, that there is not, so far as I am aware, a single native State where total prohibition is effected, or indeed attempted to be carried out.

MR. CAINE: The Gaikwar of Baroda would do so to-morrow if he were permitted. He told me so.

*SIR J. GORST: The hon. Member says the Gaikwar of Baroda told him so; and knowing that the hon. Member was visiting India and what his tenets are on this question, I have no doubt the Gaikwar of Baroda told him so out of politeness. But I do not know whether the Gaikwar is also willing to stop the growth of poppies. Did he tell the hon. Member he would do that and that he derived a considerable revenue from the cultivation? I think the hon. Member, while he held an extraordinary influence over the Gaikwar of Baroda should have used it to put a stop to this most pernicious opium traffic from which the Gaikwar derives a large profit. But I must apologise, for I am detaining the House too long. In conclusion, let me summarize the objections the Government have to this Resolution. In the first place the Resolution speaks of the multiplication of distilleries. Now outside the district in which outstills are still licensed—and I ask the House to remember this is a decreasing area, and outstills are suppressed as soon as they can be replaced by central distilleries—outside this small area not more than a twelfth of the area of Bombay—and perhaps one-sixth of the area of British India—outside this area, the number of distilleries is much smaller than it was 25 years ago. Spirit is now made in licensed distilleries, and pays an excise duty according to its strength. Formerly contractors had as many stills as they liked. Gallon for gallon, spirit now pays a higher duty, and a larger revenue is obtained than under the old system. There is also a great reduction in the number of shops, and instructions have been given by the different Governments to reduce the number as far as possible. Officers are instructed not to allow shops to be open merely to increase the Revenue. This is the very order that hon. Members opposite say ought to be given, and this order has been given.

MR. CAINE: And is disobeyed everywhere.

*SIR J. GORST: The hon. Member says the order is disobeyed everywhere; but I do not think his experience has been sufficient to justify him in making such a sweeping assertion. The Government will take care that these orders are not disobeyed, and the Secretary of State will carefully consider any instance of such disobedience that is brought to his notice. The hon. Member for Flintshire might have done me the justice of telling the House, with regard to the very Assam tea gardens to which he has referred, that, in consequence of the hon. Member having shown me the letters referred to, a despatch was sent to India ordering an investigation. Sufficient time has not elapsed for an answer to be received. But in justice I think the hon. Member might have mentioned that I acted immediately on the allegations coming to my notice. I cannot admit that the increase of Revenue is in itself an evil. I have shown in the instance of Bombay how an increase in the Revenue is compatible with a decrease of drunkenness. I do not find evidences of that increase of drunkenness which hon. Members say cannot be denied. I suppose the hon. Member for Cockermonth would bear me out in saying that an increase of drunkenness would be shown in an increase in the number of persons in prison. Now, what are the facts? In 1870 there were 87,248 prisoners in English gaols in India. In 1878, which was a year of famine and naturally of increased crime, there were 126,111 as a daily average. In 1882 the number had sunk to 84,324, and in 1886, the last year for which I can obtain statistics, they had further gone down to 76,676. This is in spite of an increase of 10 per cent. in the population, and this last number was swelled by about 2,000 of quasi-political prisoners from Burmah. Does this look like an increase in drunkenness and the demoralization of the people? Nor do I find evidence in the impoverishment of the people, but on the contrary the poverty in the country is less, the condition of the population is improving, and the wealth of India is increasing. I do not find the facts which the hon. Member describes as having resulted from an increased consumption of drink are supported by reliable evidence, but he makes his statement on the testimony of certain irresponsible persons whose statements he chooses to accept without verification. I have extended my remarks longer than I intended. May I in conclusion quote one witness whose evidence some will accept as being entitled to considerable weight. In 1888 the Provincial Government of Bengal, anxious to improve the Excise system which they were well aware was defective and unsatisfactory, deputed a most eminent Civil servant, Mr. Buckland, to visit the Presidencies of Madras and Bombay, for the purpose of inspecting and reporting upon the results of the Excise system. This was an experienced witness, well acquainted with the defects of the Bengal system, who had been sent to report on the systems prevailing elsewhere. Mr. Buckland reported to his own Government that the Bombay system was far more efficient than that of Bengal. He said that the local officers of Bombay had been repeatedly ordered "to restrain and, if possible, diminish the total actual consumption of spirituous liquors." He added—

"The whole action of the Bombay Government in their excise administration in recent years has been in the direction of (1) raising the price of licit liquor; (2) checking the consumption of illicit liquor; (3) restriction of manufacture to certain centres; and (4) diminishing the number of liquor shops. It has been possible to carry out the first effectively by the constant raising of the stillhead duty, and by increasing the tree-tapping tax in toddy-producing districts. The distillation and smuggling of illicit liquor has been met by increasing considerably the strength of the Abkari inspecting and preventive establishments and enlisting the sympathies of the contractors on the side of the Government, as well as by leasing from native States, from which formerly liquor was supplied into British territory, the control of their Abkari arrangements. As far as possible the manufacture of spirit has been restricted and permitted under departmental supervision at a few central places, generally at the Sudder station of each district. The figures also show that the number of shops for the sale of country spirits and stills has been considerably reduced since the constitution of the Abkari Department, and a new shop is now only opened after careful inquiry to meet a local demand or prevent the use of illicit liquor. In constantly raising the stillhead duty, the Local Government have designedly followed the principle laid down by the Government of India after the passing of the Tariff Act of 1875."

Such is the testimony of a Bengal officer to the efficiency of the system in Bombay, and it is testimony to which I think the House will attach considerable importance. I do not for a moment say that the Excise system in any of the Provinces of India is not capable of still further amelioration. I do not say that

any of the Provincial Governments should rest content with the improvements made; let them institute any other reforms that the ingenuity of man can suggest; but I do ask the House to reject with scorn the insinuations of the hon. Member for Cheshire and to reject this Resolution, which, instead of recognizing the liberal efforts the Government of India have made to carry out reforms, would visit these attempts with undeserved, unmerited censure.

SIR W. LAWSON (Cumberland, Cockermonth): I think that whatever may be the result of the division, which I hope we may have by-and-bye, my hon. Friends the Mover and Seconder of the Resolution may be congratulated on the result that everybody, including the hon. Gentleman himself, have, so far as I can understand, denounced this outstill system. I do not understand why the Under-Secretary for India should be so much opposed to this Resolution, because, as the hon. Gentleman went on with his speech, he seemed to agree very much with the policy of my hon. Friend, which was to reduce the temptations to drink among the people of India. If that is so, what better course could be taken than to pass this Resolution to do what the Government say is right and proper to do? To-night we have not any Irishmen present, and I do not know that we could employ our time better than by discussing a question which affects 200 millions of our fellow-subjects in India. In the course of his speech the hon. Gentleman asked why, when he had so many horrible things to look to in England, we should turn our attention to India. The reason is because the state of things is so horrible in England that we should take care not to allow it to be extended to India. As was once said by the right hon. Member for Mid Lothian, the duty of the Government should be to make it easy for the people to do right and difficult for them to do wrong. But we are reversing that system. In England the question of temperance has been discussed, I might almost say, *ad nauseam*, and every effort has been made by its advocates to remove the degradation and stigma of intemperance. But, nevertheless, in spite of every attempt, every sort of system, every sort of provision, the demon of intemperance holds the field. As Baron Dowse said not long since, the measure of the degradation of a district is to be found in the facilities for drink which it affords. All our efforts to advance the cause of civilization will fail so long as the Government put temptation in the way of the people of England or India. The Chancellor of the Exchequer of the day manages to get a revenue of many millions by promoting the consumption of drink among the people; he arranges the temptations that he may get the revenue. When the time comes for adding up the balance sheet the right hon. Gentleman rejoices greatly over the large sum he has got, and then, as Mr. Disraeli said, "With a face arranged for the occasion," he makes a few perfunctory remarks as to the regret he feels at the immorality of people indulging in the temptations placed before them. This is what takes place here. The money is raised at the expense of the degradation and ruin of the nation. The hon. Member for Barrow said that the worst system in the world was the system of excise in India. But in England we are doing the same thing. It is worse in India in this way, because the educated public opinion of India is against it. Here educated public opinion is not against it; the condemnation comes from the lower orders. Every drinking shop in this country is licensed not by the working people, but by the gentry, and the guilt lies as much at their door as at the door of those who take the drink. The tempter is as guilty as the tempted. The Prime Minister said, "I will speak no evil of public-houses," and, of course, he did not. The question raised by my hon. Friend's Motion to-night is, are we to bring about the same state of things in India as we have in England—are we to make it a drunken country? I forget who it was that said that if we came away from India the epitaph of our rule there would be—"England found India sober and left it drunk." The Under Secretary says that the state of things is not so bad as we think, and that the amount spent in drink is only equal to sixpence per head of the population; but it is bad enough, and the alarming feature is that year by year it is growing worse, and no evidence has been adduced against that of my hon. Friend's, that the increase in the consumption of drink is going on all over India as a whole. Why do I say it is, if possible, worse to go on in this manner in India than we do in England? First of all, because we are forcing a new custom upon the people. It is not the custom of India to drink beer and such things. Next, it is absolutely against their religion,

The hon. Member for Marylebone, who was recently over in India, told me that there was a regiment of soldiers quartered there, two-thirds of whom were teetotalers, and the greatest order prevailed amongst them. A native of India, talking to the hon. Member about this regiment, asked of what religion they were. "They are Christians," was the answer. "Impossible," said the Hindoo; "they behave so well." Well, Sir, everybody would behave well, I believe, if you could only keep drink from them. Not only, I say, are we flying in the face of the customs of the natives of India and of their religion, but as the hon. Member for Flintshire (Mr. S. Smith) pointed out, we are forcing these drink shops upon a population perhaps the poorest in the world, and who will suffer even more if led into drinking habits than our own people do at home. It seems to me very surprising that this House should hesitate at all as to the necessity of passing this Resolution, because what did we do just a year ago? Last year we passed a Resolution, which I have carried about in my pocket ever since, because it is about the best thing that has been done in this Parliament. It gives hope for the future, and encourages every friend of temperance throughout the kingdom. The Resolution which was moved by my hon. Friend the Member for Leicester, was supported in an eloquent speech by the sugar-bounty man, the right hon. Member for Liverpool (Baron de Worms), and not a single speech was made against it. The resolution was—

"That this House having regard to the disastrous physical and moral effects of the liquor traffic among uncivilized races, as well as the injury it inflicts upon legitimate commerce, will cordially support the Imperial and Colonial Governments in their endeavours to suppress the traffic in spirituous liquors with natives in native territories."

["Hear, hear."] I am delighted to hear that the House still supports that Resolution. But I want to know why natives should be protected above everybody else. I have asked at public meetings whether we are not all natives of some place or other; and I cannot see why this House should be kind and charitable to Zulus, Hottentots and savages, and not extend its kindness to the people of this country, and in this case to the people of India. If any one speaks on the Ministerial Bench again to-day, I hope he will tell us what has been done with regard to this resolution. It is all very well to pass resolutions, but I should like to ask the Under Secretary for Foreign Affairs (Sir J. Fergusson) what has been done to carry them out. Has he written any despatch or formulated any Statute to carry out the Resolution we unanimously passed with such delight a year ago? But whether he has done anything or not, here we have an opportunity to-night of re-enforcing that Resolution and doing something which will give still greater encouragement to people out of doors. Though a Resolution in itself is not much, it is a promise of good, and will encourage all those who are working to benefit the people. All we want is to stop the practice of forcing this temptation on the people of India. I was delighted to hear the speech of the hon. Member for Kensington (Sir R. Lethbridge). That hon. Member played the part of Baalam, and blessed us all round; and I trust his speech will give as much satisfaction to the people of India as it did to hon. Members on this side of the House. With regard to the views of the natives of India themselves, I remember in the time of the late Mr. Fawcett, on a Committee inquiring into questions affecting India, getting from a witness a statement to the effect that the natives were dead against the drink shops, and would get rid of them altogether if they had the power to do so. I sincerely trust the House will pass this Resolution. It is no light matter. Did not the Archbishop of Canterbury, in the House of Lords a short time ago, declare that the drink traffic is about as injurious as slavery itself? Well, I hope the House will pass this Resolution by a good majority, because it will strengthen the hands of the Government in dealing with the liquor question in India, promote temperance, and show that this country does not look upon the people of India merely as machines to produce revenue.

SIR R. TEMPLE (Worcester, Evesham): Once more I lay my tribute of flowers of speech on the benign altars of my old antagonists, the hon. Mover and the hon. Seconder of this Resolution. It appears that once more the ancient soil of India has been trodden for several weeks by the classic feet of the hon. Member for Barrow (Mr. Caine). I am not sure whether the hon. Member for Flintshire has recently renewed his acquaintance with India, but the hon. Member has been there; and those two Members may say, with reference to

their visits to India, "*Veni, vidi, vici*—I went to India and observed her wrongs and her evils and shortcomings, and lo! I have triumphed over them all by my eloquent tongue and glowing pen." Both these hon. Members, as the House will recollect, have flung very freely a charge of bias across to the occupants of these benches. I beg the House to be kind enough to recollect how forcibly they made out their case that all of us who have had the honour of serving our Queen and country in our Eastern Empire are biased on this question and all other cognate questions. But if this charge of bias may be made in this manner, it can be rebuked in the same way. I venture to say that this particular imputation, mild as it is, will recoil on the heads of both these hon. Members. I desire to speak with the greatest respect and regard of the hon. Member for Flintshire, who is as true a humanitarian as exists inside or outside of this House; but I appeal to the recollection of the House, as to whether it is not a fact that the hon. Gentleman paints in the darkest and gloomiest colours every case which he presents for our consideration. I venture to say therefore that his statements are highly overcharged and exaggerated, and that in this case he has filled up the goblet to overflowing, and has poured out the vials of his indignation over the heads of the Indian officials, just as he did on a former occasion over the heads of the educational authorities in the principal towns of England. We may imagine, if the hon. Member who seconded the Resolution were to paint in the colours which he has used to-night the social condition in reference to intemperance in the metropolitan area, what a case he would make of it. The House can, therefore, judge what sort of case he is making out for India, and if they will not accept the hon. Member's statement without some sort of mental reservation regarding England, neither will they accept it regarding India. I should like to say a word regarding the Government of India. Both these hon. Members read out a despatch from the Viceroy in Council, and they seemed to imply that that despatch was written in ignorance—in ignorance almost verging on insincerity. I would ask the House whether the great machine set up by Parliament and this very Legislature that I have now the honour of addressing, and presided over by one of the greatest statesmen and most eminent noblemen of the day, deserves to be described in these terms. I would ask the House whether it believes that those responsible for the administration of Her Majesty's Government in India, with all its mighty interests, would have written a despatch which could be justly described by the words used by those hon. Members. If the servants of the Crown are to blame in this matter, I am one of them. I am as much answerable as anybody, because it has been my lot to govern more than half of the great Dependency at different times. The various populations under my Government have numbered at least a hundred and five millions, and I declare on my honour before you, Sir, and this House, that throughout my career I have acted on those principles which were set forth by the Viceroy in his Despatch, and by my right hon. Friend, the Secretary of State, as quoted by the Under Secretary this evening. One of the hon. Members opposite was good enough to say that we who have risen to the top of the ladder, or to the uppermost branches of the tree, have risen solely by increasing and augmenting the revenue. I am quite unaware that I owe my rise in life to anything of the kind. If I were to attribute it to any particular cause I should attribute it rather to services on the frontier, to pushing on the railways, to saving life from famine, and to the management of difficult diplomatic missions, and also no doubt to the management of finances, although not to matters connected with fiscal administration. The hon. Member may say that I may have attempted to repress drinking by means of taxation, but that my endeavours were not supported by my subordinates. I ask the House whether I look the sort of man (laughter); I repeat do I look the sort of man likely to give orders and not see them carried out? There are some hon. Members present who have served under me, and there are many others more or less cognizant of my career, and I would ask them to tell the House whether my orders could be safely disobeyed. I am no better than those who have gone before me, or than my brother officers who are administering India. I am only a specimen of the class to which I belong. The House must remember that India is a country abounding with materials for the manufacture of liquor. Liquor can be distilled from every kind of grain, and has been so distilled

for thousands of years. The bark of its trees, the sap of its leaves, and the flowers of its shrubs, supply India with materials for the distillation of liquor; and therefore I imagine that the amount of illicit manufacture which would go on unless repressive processes were applied would be enormous. I am sorry to hear my hon. Friend the Member for Kensington (Sir R. Lethbridge), for whose opinion I have the greatest respect, say that illicit manufacture is a bogey. I say it is a reality, and I ask the House of Commons whether it is likely that a population who has understood the art of brewing from time immemorial, and who has a passion for strong drink, would leave untouched and unused all those materials of which I have spoken. Hon. Members opposite, and some even on this side of the House have spoken of local option and total prohibition, and have recommended that powers to deal with those questions should be made over to the new municipalities, or perhaps even to those native congresses which have recently assembled. Local option may be of some use in this country, where the majority cannot tyrannize over the minority. Undoubtedly, the majority of the people of India are in favour of total abstinence, but a certain minority is of the other way of thinking and practising. If local option were allowed, the majority would undoubtedly stop the liquor shops, and, mark this, what would be the consequence? The majority having no means of stopping illicit practices, any amount of unlicensed distillation would go on. If we had total prohibition, who is to enforce it? I confess that not even I, myself, with all my administrative power, would undertake such a task as to stop every still that might be set up from one end of India to the other. Every grove of palm trees, every cottage, every field, every outlying jungle, would teem with stills and shops under no check. What police would be required for such a purpose, and what odious inquisition, and what manifold evils and corruption would arise from that inquisition! Even if we did succeed in enforcing total abstinence and total prohibition in British India, we could not do so in the native States. The argument that native opinion is against drink is refuted by the fact that every native State has its drink establishments. There was more smuggling of opium from the Gaikwar's territory than any other place under my control in Bombay. Had native opinion been against that system, the native Government which preceded us would have abolished it. Was there not drinking, and was there not an excess of taxation of every kind and sort found by us when we conquered India, and are not those systems as old as the history of India itself? My hon. Friend, the Member for Cumberland, has said that drinking is opposed to the religion of the people of India. Now, luckily, I have fortified myself with what I conceive to be the very best Native opinion to be obtained on that matter. I refer to Rajendra Lala Mitra, who is, I believe, one of the most learned and accomplished Hindus of this generation. He is profoundly versed in all the ancient religious beliefs of his country, and is a master not only of the Indian classics, but also of our Western tongue. In his elaborate work on the Indo-Aryans he has a chapter on "The Spirituous Drinks of Ancient India;" and he writes without bias either way—without any theory to sustain or to overthrow—and merely with the intent to portray Hindu manners by citations from authoritative writings. After some discussion, he goes on to say—

"Elders, anchorites, sages, and learned men, forming the bulk of the priestly class, doubtless abstained from them (spirituous drinks), as they do now; so did a good number of thousand respectable householders; but they constituted only a fraction of the sum total of the community. And Sanscrit literature, both ancient and mediæval, leaves no room for doubt as to wine having been very extensively used in this country at all times and by all classes."

A quotation from classical poetry runs thus—

"How will you, dear one, of wine-reddened eye, who have quaffed delightful liquor, drink the mist-befouled water which I offer with my tears?"

In one of the Sacred Books a goddess, girding herself to prepare for combat with a demon, says, "Roar, roar, ye fool, for a moment only till I finish my drinking." After adverting to the authority of the Tantra Books in modern Hinduism, our author cites several passages, from which I select one, thus: Siva, the god, says—

"Oh sweet-speaking goddess, the salvation of Brahmins depends on drinking wine. I impart to you a truth, oh mountain born, when I say that the Brahmin who attends to drinking forthwith becomes a god. True knowledge can never be acquired, goddess dear, without drinking wine. Therefore should Brahmins always drink."

And again—

"Whoever after being initiated in the salvation-giving spell fails to drink wine is a fallen man in this iron age."

Lastly, our author after describing the supposed effects of the Soma beer upon the Celestials, adds that—

"The effect of this liquor upon the gods could only have been assumed from the knowledge of what it was upon the worshippers."

I have only culled just a few of these flowers out of many in order to show the House what a fallacy it is to suppose that the use of liquor is abhorrent to native sentiment or native religion. Now, as regards the system of which the hon. Member (Mr. Caine) complains. He spoke of it as instituted in 1830. It is as old as the Indian history. Does he suppose that the word *Abkar* is Anglo-Indian? Not at all. It is good old Persian, and is as old as the word "*Mogul*" itself. One system after another of distillation has been done away with. We adopted the central distillation system, and the hon. Member has denounced that. Then we go to the outstill system, and he denounced that. He attacks them in detail. He reminds me of the gin boy, for whom the strokes of punishment were either too high or too low, until he was not struck at all. No system whatever would suit the hon. Gentleman, so that we would have the people using liquor unchecked from one end of the country to the other. But this distillery system has this great advantage. It brings the manufacturer and the retailer of spirits under absolute supervision. We know exactly what liquor is or is not made, and how much has been consumed. We can carefully regulate and calculate the quantities according to the demand of the various localities; we are able to ascertain that so much liquor is required, and so much and no more is issued and sold to the people. On the whole, that is the very best system you could have, if you are to have any system at all, and not to leave the people unchecked. I admit, of course, in this, as in all other respects, there are dangers, because you may have a farmer who tells you he wants the liquor, and he may push the sale. Still, if you are to have a system at all, it is hardly possible to devise a better one than that, provided always it can be carried out in a judicious and prudent manner. Then we come to the question of outstills. I found that, during the time I was at Bengal, the central distillery system was in operation, but in those days it was being discovered that in certain outlying parts of the country the liquor was got from the central distillery, and so we had to regulate the consumption and bring it under control. I am shocked to hear that my successor has adopted the outstill system for many of the most densely populated parts. I have read some reports of what happened, and, though I must say they are greatly exaggerated, nevertheless more harm than good has been done by that attempt. A great source of error in exaggeration are misleading terms. It was complained to the Government that men are becoming drunkards who were once sober. It turns out that they misunderstood the English "*drunk*" and the English "*sober*." By "*drunk*" they meant that a man took a moderate amount of liquor, and by "*sober*" they meant a man who never touched liquor at all. So the House will readily see that there was great exaggeration. I am not at all prepared to defend the outstill system. My impression is that it should be restricted as it was in my time, and in the time of my hon. predecessor, and that it should gradually be withdrawn. I hope I understand the Under Secretary correctly that it is being or has been withdrawn, though the withdrawal is rather late. It is doubtless true that in some cases where they substitute a cheap and diluted liquor for pure liquor the impression is raised that more liquor is being drunk than was the case before; but if the duty is increased the only effect will be that you will get, I will not say a maximum of revenue with a maximum of consumption, but a larger revenue without an increase of consumption. With regard to the question of increase of outstills, I admit that I am not prepared to defend that system in Bengal. In my own time, and in the time of my predecessors, in the Government of Bengal it was considerably restricted, and my impression is that it ought now to be entirely withdrawn. I have no figures with me in regard to the alleged increased consumption of drink in Bombay, but I do happen to have brought with me some figures with regard to the state of things in Madras; and I will just quote some facts from the appendix to the able Report of Mr. John Buckland. What does that gentleman show? He shows that in the year 1882-83

there were 1,200,000 gallons of under-proof spirit consumed in that Presidency, while in the year 1887-88 the consumption had risen to 1,350,000 gallons, or an increase of 1,50,000 gallons, which is, after all, only a very small increase during a period of six years, especially when we consider the freedom from famine that has prevailed during that period, and the marked increase that has taken place in the population, the result really being that the consumption has been kept down although the revenue has been rising. Some remarks have been made about the Bombay system; and it has been stated that the consumption has increased in seven years from two to two and three-quarter millions. I think that this is a remarkably infinitesimal increase when we have regard to the enormous growth of the population and the increase of wealth especially among the working classes. After all, from the figures quoted by the Under Secretary of State for India, the increased consumption only amounts to about 600,000 gallons among a population of 650,000, which is less than 8 pints per head per annum, and an almost homœopathic increase per diem. With regard to what has been said about Assam, I would remark that that is one of those places in which, as there is a tendency to drink among the class of labourers on the tea plantations, it is desirable that great care should be taken. But with regard to the allegation that drunkenness is increasing in India, I for one entirely disbelieve it. It is some years since I left that country, but from my knowledge of the people up to that time I venture emphatically to deny the charge, and I speak from a knowledge that I do not think can be easily controverted. Moreover, I firmly believe that the people of India still continue to deserve, as they have done for ages, the character of being upon the whole, a sober and temperate people. I hope before the debate closes we shall hear the evidence which can be furnished by the hon. and gallant Gentleman the Member for Bristol (Colonel Hill) who has travelled from one end of India to the other, and who can tell the House what he saw and heard during his investigations. Not only do I feel certain that drunkenness is not on the increase in India, but I challenge hon. Gentlemen opposite to furnish a single fact drawn from the authentic statistics of the country or from private information that can be sustained by examination and inquiry which will confirm the theory or allegation that drunkenness is increasing in that portion of the British Empire. Remember that in England any grocer who can get a license may sell spirituous drink, and in recent years there has been legislation which has fostered private brewing by exempting these small brewers from taxation. The result is that even in my own country there are many thousands of these private brewers. What would be the result if you adopted a like policy in India? I maintain that we have been far more careful of the moral interests of our people in India than we have been of the people in our own country. The mover and the seconder of the Motion have depicted the evils in the most exaggerated manner and through the dark green spectacles of the teetotal cause. As far as I can remember, the mover of the Motion made no suggestion either in the direction of total prohibition of local option, but the hon. Member for Barrow suggested that the taxation of European spirits imported into India should be raised. That is a mild proposal which I should not object to, and we may as well make that suggestion an acceptable present to the Under Secretary. Further, the hon. Member also recommends the doing away with the outstill system in Bengal. But nowhere except in Bengal does the outstill system exist to any appreciable extent. It has been condemned by the Government of India and it is in course of being abolished.

MR. W. S. CAINE : It still exists in Bombay.

SIR R. TEMPLE : Only in very remote parts of the province, and it is being done away with. Remember, this is not the first time it has been condemned in this House. It is after all, only the old, old story. Thus the hon. Members who have spoken have in reality thrown no fresh light on this subject. I do agree, however, that some inquiry should be made as to the opium dens mentioned by the hon. Member for Barrow. Either the evidence of the hon. Member should be taken, or a report of his speech should be sent to the Government of India, in order that inquiry should be made as to whether a stop could not be put to these places. I deny, however, that the Indian Government have anything to do with those dens beyond taxing them. And finally, I come to the question of prohibition. I do not think that is possible, and I do not believe that the missionaries advocate it.

I admit that these missionaries' reports deserve careful attention ; and when I lived in India I was always ready to investigate thoroughly any matters which they brought before me, because I know how well informed they are. I do deprecate most strongly the over strong language of the resolution. What possible good can come from flinging such charges at the head of a high authority like the Viceroy ? If this House wishes to evince a high sense of public policy and national morality, let it strengthen the hands of the Government of India by declaring its approval of the despatches of the Viceroy and of the Secretary of State, which accurately lay down the fiscal and moral principles involved in the case. Let it content itself with affirming those noble and judicious principles so well set forth, and thus strengthen the hands of the Government of India in the performance of a very difficult task. We would not then lay ourselves open to misconstruction and misconception, and I believe we would far better perform our duty to England and to her mighty Empire in the East by agreeing to a judicious modification of my hon. Friend's resolution.

SIR W. HARCOURT (Derby): I have listened with great interest and instruction to the speech of the hon. Member, who always speaks with such authority on matters relating to Indian administration, but I have failed to gather from the speech of the hon. Gentleman or that of the Under Secretary any argument against the Resolution. I do not understand either of those hon. Gentlemen to deny that there is great room for improvement in the fiscal system in India with reference to the liquor traffic. Now this is a subject common to both sides of the House, and the question is whether it is well or whether it is not that the House of Commons should pronounce an opinion in that direction which may both strengthen the hands of the Government at home and stimulate the action of the Government of India. That I conceive to be the position we are in to-day. The last speaker has told us that if there were Local Option in India the liquor shops would be shut up. What does that mean except that the great majority of the people of India are against that traffic ? In that respect they seem to be superior to their own gods and goddesses, and to the teaching of the Brahmins which the hon. Baronet has expounded with such learning to the House. The great majority of the people of India now appear not only to be abstainers themselves, but wish the system of abstinence to be general. The responsibility of England in this matter is therefore very great. We are the absolute governors of India, and the people of India have no representative institution in which this question can be fought out between the majority and the minority. The hon. Member for Evesham has said that if we did not have this traffic we should have illicit distillation ; but I imagine that where the sentiment of the great mass of the population is adverse to the traffic you would have the greatest security against illicit distillation. Remember that illicit distillation generally exists where the sympathy of the people is with the drink, and not where it is against it. I should like to know how you stop it now. The Under Secretary for India tells us we have a tax of 600 per cent. on liquor. Now that is a great temptation to distillation, and, if people want to drink, illicit distillation must be expected to exist with such a tax as that. The methods by which you prevent it now may be used to prevent it under a different system. The hon. Member for Evesham has, I think, done injustice to his own administrative ability when he declares that to stop illicit distillation is an impossibility. He has said that drinking might be introduced into Assam. Now that is a practical illustration of what is being done under the English Government. We have conferred great blessings upon India. No doubt we have given her a just administration to which she was not accustomed. Still we are in danger of bringing to her also evils and vices which are unfortunately the effects of our civilization. Therefore, we are especially bound to be very careful in this matter. The Under Secretary has endeavoured rather to minimize the matter than to argue against this Resolution. He has said that the amount of the expenditure per head of the whole population averages only 3d.

SIR J. GORST: That is the amount of the duty paid.

SIR W. HARCOURT: The fallacy of that argument has already been pointed out, because, although only a small part of the population drinks, you

spread the amount over the whole population. We are, however, dealing with an extremely poor people, who live on a handful of rice, and whose clothing is a single rag; and 3d. per head to them is probably more than 3s. to an English labourer. You must be careful lest you introduce and encourage a system which creates habits of drinking that do not now exist among them. I have listened to what has fallen from the Under Secretary and the hon. Member for Evesham, and I am not satisfied that there is not more drinking in India now than there was previous to English rule there. I was a little surprised that the Under Secretary was only able to give us the figures as to the Island of Bombay. With all their knowledge and authority, the Government in a debate of this character ought to have laid before the House figures showing whether drinking is actually greater or less than it was, and we had a right to expect a statement of that nature from the Government.

SIR J. GORST: The right hon. Gentleman's Government did not collect the statistics which would be requisite for a comparison.

SIR W. HARCOURT: What is the use of a miserable *tu quoque* like that? The present Government have been three years in office, and this question has been debated in the House before.

SIR J. GORST: The Government have statistics for the last two years, but not the figures of earlier years to compare with them.

SIR W. HARCOURT: I am sorry that the Under Secretary should have endeavoured to bring the debate to a miserable retort of this kind. I had myself been trying to argue the question in a different tone. I had said nothing against the Government, but I was speaking of the responsibilities of England towards India. I desired to introduce nothing in the way of Party recrimination. I asked, and again I ask, is drinking increasing among the native populations of India or is it not? We have no information on that point, which lies at the root of the whole subject. What are we asked by this Resolution to do? The hon. Member who has just sat down says there is advantage in the present fiscal system, and that the Government can regulate the amount of liquor imported. That is a curious statement, but I want to know on what basis the Government of India act in determining how much liquor shall be drunk. Does the hon. Member for Evesham with all his experience say that the matter is satisfactory as it stands at present? He admitted that it is not satisfactory in Bengal. The Resolution is in no way an attack upon the Indian Government, but simply a warning to them to be extremely careful on the subject of the liquor traffic. The object of the Resolution is to induce the Government of Bombay to move faster in effecting those reforms which the hon. Member for Evesham admits to be necessary. Therefore having listened to this debate I regard the Resolution not as an attack on the Government, but rather as a declaration on the part of the House of Commons that nothing should be done by the Government of India which would in any way tend to increase habits of intemperance among the native population. Regarding it in that sense, and convinced of the necessity for such a Resolution more by the speeches of the hon. and gallant Member for Evesham and of the Under Secretary than by those of the Mover and Seconder, I shall give my vote in favour of it.

*THE UNDER SECRETARY OF STATE FOR FOREIGN AFFAIRS (SIR JAS. FERGUSSON, Manchester, N.E.): I hope the House will allow me, in the few moments left to us, to reply to the somewhat extraordinary speech to which we have just listened. I should be the first to recognize the good intentions and philanthropic efforts of the hon. Mover and Seconder of the Resolution, but their assertions have been met by most remarkable disproof on the part of the Under Secretary for India. My hon. Friend has shown that in a most remarkable degree a check has been put upon the consumption of liquor by the control of Government, and that the system, which has led in some districts to an increased consumption, has been altered. He has shown that in the best districts of India there have been such measures taken as have resulted in an increase of the revenue simultaneously with a great reduction in the consumption of spirits, notably in Bombay. I may also tell the right hon. Gentleman that the same result, though in a less remarkable degree, has taken place in Calcutta. I have only the return for two successive years, 1886-87 and

1887-88. The consumption in the first year was 200,000 gallons, and the revenue 669,000 rupees; and in the second year the consumption had fallen to 180,000 gallons, while the revenue had gone up to 748,000 rupees. It has been shown that the Government of Bengal are amending the system of outstills—the system which alone would justify the remarks of the hon. Member for Flintshire. The District Revenue Officers have jealously objected to an increase of the drink shops, and there is an earnest desire on their part to raise the moral and material condition of the people in every particular. In face of these facts, ought the House to pass the vote of censure on the Government of India which is contained in the resolution? The hon. Member for Flintshire would not further a good cause by ignoring all the good intentions and effects exhibited in recent years. I think the House will see it would do a great injustice by passing the resolution, and, instead of thus condemning the Government, would it not be worthier to give it encouragement and support in the performance of its difficult and responsible duties?

The House divided:—Ayes, 113; Noes, 103.—(Division List, No. 89).

Resolved, That, in the opinion of this House, the fiscal system of the Government of India leads to the establishment of spirit distilleries, liquor and opium shops in large numbers of places where till recently they never existed, in defiance of Native opinion and the protests of the inhabitants, and that such increased facilities for drinking produce a steadily increasing consumption, and spread misery and ruin among the industrial classes of India, calling for immediate action on the part of the Government of India with a view to their abatement.

EAST INDIA (ABKARI DEPARTMENT).

RETURN to an Address of the Honourable The House of Commons,
dated 3 June 1889;—for,

“RETURN of any DESPATCH or other PAPERS sent out from the INDIA
OFFICE to the VICEROY OF INDIA with regard to the RESOLUTION
moved by the Honourable Member for Flintshire, and carried by the
House on 30th April:”

India Office,
17 June 1889. }

JOHN E. GORST,
Under Secretary of State.

(Mr. Caine.)

Ordered, by The House of Commons, to be Printed,
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RETURN of any DESPATCH or other PAPERS sent out from the INDIA OFFICE to the VICEROY OF INDIA, with regard to the RESOLUTION moved by the Honourable Member for Flintshire, and carried by the House on 30th April.

-(Revenue,—No. 52.)

To His Excellency the Most Honourable the Governor General of India in Council.

India Office, London,
16 May 1889.

My Lord Marquis,

IN continuation of my Despatch (No. 28, Revenue), dated 19th April 1888, I enclose a copy of a report of a debate in the House of Commons, which took place on the 30th ultimo, on the Excise Administration of the Government of India. You will observe that a Resolution condemning that system in general terms and calling for its immediate reform was carried by a majority of 113 to 103. I desire to call your Excellency's attention particularly to the speech of Sir John Gorst, Under Secretary of State for India, which represents my views upon the subject under discussion.

2. The Resolution, you will perceive, does not discriminate between the different systems of Abkari administration prevailing in the several provinces of India, nor between the variation in the carrying out of those systems which circumstances render necessary in different districts of the same province; nor is any alternative policy laid down by the House of Commons in this Resolution for the guidance of the Government of India in the very difficult task of regulating the consumption of intoxicating liquors by the various populations of India. Her Majesty's Government, however, gathered from the debate which took place and the speeches by which this Resolution was recommended to the adoption of the House of Commons, that the principles enunciated in my Despatches of the 19th April 1888 and the 14th March 1889 met with the entire approval of all parties in the House of Commons. These principles were:—

- (1.) That any extension of the habit of drinking among Indian populations is to be discouraged.
- (2.) That the tax on spirits should be as high as may be possible without giving rise to illicit methods of making and selling liquor.
- (3.) That, subject to these considerations, a maximum revenue should be raised from a minimum consumption of intoxicating liquors.

3. I understand that these principles have been frankly assented to by the Government of India and by all the Provincial Governments, and are indeed those to which those Governments have long endeavoured to make their Abkari administration conform.

4. I fully appreciate the opinions expressed by your Excellency with regard to this matter in the recent discussion of the Budget as reported in the Gazette of India of the 30th day of March last, and I have every confidence that your Excellency, in view of the opinion expressed by the House of Commons, and in accordance with your own views, will proceed with as little delay as possible to carry into effect the measures which you already have under consideration for the more effectual control and discouragement of the liquor traffic, according to the various circumstances of the populations under your Government.

5. It was asserted in the debate that, however sound the views and intentions of the Government of India and of the Provincial Governments might be, those intentions were not carried in all cases into practical effect by some of the executive officers of the Abkari Department. As an illustration of this the passages transcribed in the margin* from the Report on the Excise Administration of the North-West Provinces and Oudh for 1885-86 were cited, to show that attempts were sometimes made to force intoxicating liquor upon unwilling consumers, contrary to the principles laid down.

* Report on the Excise Administration of the North-West Provinces and Oudh, for the year ending September 1886.

Page 7. "In some districts where the number of shops was below the Government standard, attempts were made to increase them, but not with conspicuous success."

Page 13. "Etawah.—Efforts are being made to bring the number of shops up to the prescribed standard. Besides the 57 shops now opened licenses were granted for others, but they were withdrawn when it was found that no liquor was sold at those shops."

"Etah.—At the last settlement efforts were again made to induce the Abkars to open new shops, but as last year no purpose; no one would bid even a nominal price for them."

"Muttra.—Licenses were taken out for 37 shops, but six had to be withdrawn."

A perusal of the whole of this Report would show that such expressions as those quoted in the margin misrepresent the policy of the local administration; they are, moreover, peculiarly liable to misconstruction, and when separated from the rest of the Report appear to be entirely contrary to the policy of Government. I have no doubt that if these passages had been supposed by your Excellency's Government to bear the meaning that has been placed upon them, they would not have been allowed to pass unnoticed.

6. While, therefore, I am unable to see in the Resolution of the House of Commons any reason for departing from the principles of Abkari administration which I have pressed upon your Excellency in the Despatches above mentioned, your Excellency may with advantage make use of the Resolution for the purpose of inculcating on the several Provincial Governments increased vigilance in watching the practice of their executive officers, in order to secure a conformity in all districts of the Indian Empire to the Abkari policy which has been adopted, and in the case of those provinces in which a reform of the Abkari administration is in progress, for the purpose of expediting the completion of each reform without delay.

I have, &c.
(signed) Cross.

(Revenue, No. 28.)

To His Excellency the Right Honourable the Governor General of India
in Council.

My Lord,

India Office, London, 19 April 1888.

IN continuation of my Despatch, No. 63, dated 18th August last, I forward a copy of "The Times" newspaper report of a debate in the House of Commons on "the extension of the sale of intoxicating liquors for (Indian) revenue purposes with serious results to the moral and material welfare of the people." A copy of your Excellency's Despatch, No. 166, dated 25th June 1887, which reported fully upon the Indian excise administration, had been printed by Order of the House of Commons, and was in the hands of the Honourable Members before the recent debate.

2. I am satisfied that, in controlling and directing the Indian excise administration, the Supreme and Local Governments are following and have followed the principal that as high a tax as possible should be placed on spirits without giving rise to illicit distillation. In the interests of the Indian people, as well as in the interest of the Indian Treasury, the excise systems of India must always be based upon the considerations—

- (1.) That an extension of the habit of drinking among Indian populations is to be discouraged.
- (2.) That the tax on spirits and liquors should be as high as may be possible without giving rise to illicit methods of making and selling liquor.

Subject to the above considerations, as large a revenue as possible should be raised from a small consumption of intoxicating liquors.

3. Your

3. Your Excellency's recent Despatch, and also the periodical Excise reports, show that your Government and the Local Governments practically shape the Indian Excise administration in conformity with these considerations. At the same time, I occasionally find in periodical reports passages which read as if the increase of the Excise revenue was the paramount object of good Excise administration, and as if additional facilities for liquor drinking might be sometimes given more readily than the actual needs of the people demand. I think it desirable that your Excellency's Government should take an early opportunity of drawing the attention of Local Governments to the principles by which their Excise administration ought to be guided.

4. The Report of the Bengal Excise Commission points to the conclusion that some years ago the number of licensed outstills and liquor shops was unduly increased in parts of Bengal. And I am glad to find that the action taken by the Government of Bengal on that Report has resulted in a considerable reduction of liquor shops, and of the estimated quantity of spirits passed into consumption. I incline to the view—a view upon which the Local Governments appear generally to act—that the central distillery system is preferable to the outstill or the contract system, for all places and tracts where the population is large and where adequate means exist for supervising and controlling the distillery arrangements. Under that system every gallon of spirit passed into consumption must pay the full duty, whereas under the contract system, and still more under the outstill system, it is the interest and in the power of the distiller to make as much spirit and to push the sale thereof by cheapening liquor as far as he possibly can.

5. I shall be glad to receive a copy of any instruction that your Excellency may see fit to issue in accordance with the remarks contained in the foregoing paragraphs.

I have, &c.
(signed) Cross.

EXTRACT from Revenue Despatch, No. 31, of 14th March 1889, from the Secretary of State for India to the Governor-General of India in Council.

I DESIRE to remind your Excellency that, in my Despatch of the 19th April 1888 (No. 28, Revenue), I laid down the principles (1) that any extension of the habit of drinking among Indian populations is to be discouraged; (2) that the tax on spirits and liquors should be as high as may be possible without giving rise to illicit methods of making and selling liquor; and (3) that, subject to these considerations, a *maximum* revenue should be raised from a *minimum* consumption of intoxicating liquors. In other words, to quote from the Report of a Committee appointed by the Government of Madras in the year 1884, "it should always be borne in mind that the taxation of the sale of intoxicating liquors is imposed primarily in order to restrain the consumption of such liquors, and not for the purpose of making money out of their sale." I am confident that your Excellency's Government will adhere strictly to these principles in any measures which you may think fit to adopt, and that you will do all that lies in your power to ensure that they shall be observed by all who are engaged in the work of the Excise Department.

EAST INDIA (ABKARI DEPARTMENT).

RETURN of any DESPATCH or other PAPERS sent out from the INDIA OFFICE to the VICEROY OF INDIA with regard to the RESOLUTION moved by the Honourable Member for Flintshire, and carried by the House on 30th April.

(*Mr. Caine.*)

*Ordered, by The House of Commons, to be Printed,
18 June 1889.*

[*Price 1 d.*]

STATEMENT
Submitted by Deputation

to

His Excellency
Baron Hardinge of Penshurst,
P.C., G.C.B., G.M.S.I., G.M.I.E., G.C.M.G., G.C.V.O., I.O.M.,
Viceroy and Governor-General of India,

relative to

EXCISE ADMINISTRATION
in the Indian Empire.

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STATEMENT submitted by Deputation to His Excellency Baron Hardinge of Penshurst, P.C., G.C.B., G.M.S.I., G.M.I.E., G.C.M.G., G.C.V.O., I.O.M., Viceroy and Governor-General of India, relative to Excise Administration in the Indian Empire.

May it please Your Excellency,

1. We, the representatives of the Temperance organizations in India, and of a much larger community deeply interested in the important relation that drinking habits bear to all questions of national and social regeneration, desire first of all to express our deep gratitude for the privilege Your Excellency has granted us of this interview.

2. The Honourable Dr. Deva Prosad Sarvadhikary as President of the Ninth All-India Temperance Conference, Bankipur (at which a resolution was adopted requesting Your Excellency kindly to receive this Deputation), has, we understand, already acquainted Your Excellency with the spirit in which, and the purpose for which, we have humbly sought Your Excellency's presence. In regard to that department of administration in which this Deputation and those that it represents are more directly interested, we welcome the oft-repeated declaration of Government that it is their desire to minimise temptation to those who do not drink, and to discourage excess among those who do. Provincial Governments cannot possibly wish to spread the habit of drinking or drug-taking at the same time that they seek the material and moral improvement of the people. But while gratefully admitting all that can be urged in favour of the Excise Administrations of Provincial Governments in dealing with the many and complex problems by which they are faced, we desire to submit for Your Excellency's consideration a non-administrative view of what many of the best informed leaders of the people begin to regard as one of the greatest evils facing modern India to-day. It is the steady growth of the drink and drug habit. If our contention be admitted, we respectfully submit that the subject is of such vital importance to the future well-being of all classes of the people in every province, and to the cause of order and progress, that it demands an independent and comprehensive enquiry into both the causes and the remedies for the evil set forth.

3. Your Excellency has had official intimation of the Deputation that waited upon the Most Noble the Marquess of Crewe, K.C., at the India Office, Whitehall, on the 18th July, 1912, and we understand that the proceedings of that interview and the Statement drawn up by Sir Herbert Roberts, Bart., M.P., in connection therewith, is still engaging the attention of Your Excellency's Government. We do not therefore feel it necessary to recapitulate the facts, figures and arguments urged on that occasion, but rather to deal with the present situation, and briefly to set forth a policy of reform for which we humbly ask Your Excellency's sympathetic consideration.

4. What is the present situation? The administrative Excise reforms recommended by the Excise Committee of 1905 have been

partially adopted. These administrative reforms have secured substantial revenue increases in almost every province—so much so that the Honourable the Finance Minister in his Financial Statement for 1913-14 budgets for a net increase of Revenue of thirty-seven lacs in all Provincial areas (Appendix I). He states, however, that for certain reasons “provision has generally been made only for a moderate growth of Revenue in 1913-14.” This moderate growth of Revenue is a fair financial expectation based upon the steady and, to the Temperance view, alarming growth that has characterized Revenue expansion during the years in which the machinery of administration has been receiving so thorough an overhauling with a view to great administrative efficiency. In this connection it appears to us significant that one Finance Secretary in a Province that leads the Empire in successful Excise Administration, pointed out last year that one-half of the annual increase of the total revenue for his Province came from Excise, and that if these sources ceased to expand it would be quite impossible to continue to find money for the improvement of Education, Public Works, Irrigation, Agriculture and other objects of expenditure in his Presidency. The figures in Appendix II give the increase in Revenue Receipts, and Net Revenue Income for eleven years. During this period the receipts from all taxation have only risen about 25 per cent, whereas in the same period the liquor receipts have increased by more than 80 per cent. Put in another way the Excise Revenue in 1901-02 was only about one-fifth of the total taxation receipts, while last year it had risen to nearly one-third. Since 1904 it has become the largest item of Revenue and seems likely to remain in that position. Diagram I and IV may also be referred to in this connection.

5. Expansion in consumption of both drink and drugs has risen concurrently with expansion in Revenue, and the dictum of the Secretary of State for India in 1907, that “there was an undoubted increase in the drinking habits of the people” is now admitted in every Excise Administrative Report that is published—the only difference of opinion being upon the causes and extent of the increase. The latest figures for all Provincial areas of the consumption of country liquor, which is rightly regarded as the principal index to the growth of the liquor habit among the people, are conclusive proof of great expansion. In the distillery areas of the various provinces the actual consumption of this liquor has in ten years increased by very high percentages (Diagram III and Appendix III). If an analysis is made of the average sale per shop in the major Provinces, comparing 1902 with 1912 the increases vary from one hundred to four hundred per cent. Other alcoholic liquors such as tari, pachwai and foreign liquor are also extensively consumed, and while it is admitted that the price of one reacts to some measure upon the consumption of others, Excise Administrative Reports show expansion in the consumption of all. The remarkable absence of accurate data as to the extent of consumption is one outstanding feature of the present situation.

In regard to drugs, Provincial Excise Reports are constantly mentioning large expansions in consumption, e.g. the consumption of cocaine is a growing evil of a particularly deleterious character in Bengal and the United Provinces, where the Excise Commissioner also states the rise in drug consumption gives cause for alarm. Other drugs seem in other areas to be getting a steadily growing constituency. Side by side with these facts it is clear that social changes of a deep and far-reaching character are going on in the cities and villages of the Empire, and those in closest touch with these changes report that among the educated classes of the community, also among the lower castes of Hindus and

to some extent among the great middle classes, there is a steadily increasing tendency towards the indulgence in drinks and drugs that did not exist ten years ago.

6. Equally patent is the fact of the rapid change in the Empire's economic life and in the industrial conditions that give rise to a steady flow of workers from village to city life, from agricultural to industrial conditions, though it is easy to exaggerate the numerical significance at present of this fact. The Empire is passing through a period of comparative prosperity—itsself a temptation to indulgence—and there has been evident to all investigators an incipient breaking down of caste regulations and of religious restrictions that have through past centuries been bulwarks of the temperate life of India's millions. Hence we are not surprised at a statement made by the Commissioner of Excise in Bengal for 1912-13, that the large increase in Calcutta in the consumption of country liquor occurred in the neighbourhood of markets, docks, mills, factories and in localities inhabited by prostitutes mainly due, he thought, to general prosperity. The same might be predicated of all the Presidency and other large cities of the Empire. When the situation is fairly faced it seems impossible to come to any other conclusion regarding the Empire than that to which the Lieutenant-Governor of the Punjab was driven in his investigation of the conditions in his own Province. "There can be no doubt that the chief cause of the growth of the Revenue is the increase of consumption and the spread of the liquor habit. It can only be concluded that apart from the very serious increase of drunkenness in certain districts, such as Ferozepur, the number of persons who have acquired the habit of indulgence is steadily increasing throughout the Province."

7. Your Excellency is, no doubt, aware of the difference of opinion that has existed for years between official and unofficial opinion upon the question of the causes of this growth of consumption. There is no question in which Temperance workers are more deeply interested and to which they have given more constant and earnest consideration. The official view may be summed up by saying that enhanced consumption, wherever found, is due—

- (1) to the prevalence of favourable economic conditions,
- (2) to stricter Excise control, especially over illicit production, and
- (3) to the increase of population.

The non-administrative view which the members of this Deputation may be said to represent accepts the above reasons as explaining a proportion of the enhancement of consumption, but as not justifying its large and increasing growth, nor recognizing its social significance. Your Excellency will not misunderstand our frankness when in view of our privilege of presenting our case in person before you, we would add to the official explanation:—

- (i) The direct action of the Imperial Government in budgetting, upon the Estimates prepared by Provincial Excise Departments, large annual increases in Revenue, and thus making fiscal consideration so important an element in Provincial Excise administration.
- (ii) The Administrative procedure in Provincial areas which places licensing functions under the control of the Revenue Department, which must from the nature of things be mainly interested in the efficiency of its own working and in the production of the Revenue anticipated by the Imperial as well as its own Provincial Government.
- (iii) The general system of licensing, which gives the greatest inducement to all vendors to sell as much as possible. The

high proportion which Revenue from licence fees bears to the total taxation on both liquor and drugs definitely encourages the enhancement of consumption. At the same time the interest of the vendors in increased sales is also a continual stimulus to the consumption.

- (iv) The apparent inability of Provincial Governments to deal with the problems of the number and location of drink and drug shops in any method inducing restriction of consumption.
- (v) The location in urban areas of shops for the vend of liquors and drugs on sites infringing Excise Manual Rules, and affording direct temptation to all classes of the community, especially the working classes. And finally,
- (vi) The ignorance of the majority of the classes concerned regarding the dangers incident to even a moderate use of the drink and drugs offered so widely for their acceptance.

It will be seen therefore that while the official view suggests that the increase in alcohol and drug habits depends largely on material conditions and only partially on Excise administration, Temperance advocates lay stress upon the changes and developments of the present Excise policy as being the greater factor in what both admit to be a complex and serious problem.

8. We would not dwell at any length upon the dangers, social and economic, that lie before this Empire should a rapid expansion in consumption fix the habit of drug and drink taking upon the people. We do not believe the habits of the people need yet be characterized as intemperate. Statistics about convictions for drunkenness are as yet of comparatively little value, and indeed much of the statistical information is for the purposes of an inquiry into the progress of drink and drug habit in India of no help whatsoever. We agree with the Commissioner of Excise for the Central Provinces when he states that until we reach the stage of a village census showing the number of people who actually drink, the population basis of statistical returns appears to be useless, if not misleading. The whole subject of statistical standards of area and population needs investigation. The figures for conviction for drunkenness in Provincial areas (see Appendix V) for 1909-11 show a slight increase, but such figures only relate, as is pointed out in the Excise Report for Burma, to areas in which special Acts to deal with drunkenness are in force. Their object is to give an accurate view of facts in selected places rather than an inaccurate view over the whole Empire. The connection between drunkenness and conviction for drunkenness is not very close. The result of an investigation into Tari drunkenness went to show that it was a stupefying rather than an exciting drink. The same may be said of the cocaine habit. The vast majority of alcoholic excesses especially among aboriginal tribes do not amount to a public nuisance leading to Police attention, and we are therefore precluded from drawing any clear conclusions as to the dangers of a large increase in intoxication, resulting from the spread of the habit of drinking which may not at the present time have formed a sufficient hold on the community to lead them to excess. An inquiry which included this aspect of the problem would be of exceptional sociological and administrative interest. It is rather such dangers as experience has proved to be connected with the spread of the drink habit in Western Nations that we would emphasize. Money spent on drink and drugs is money wasted, and the poorest of the people who have no real need or justification for drinking are usually those most impoverished. Whatever pleasure may be derived from the habit, centuries of testimony show pauperism, disease and crime are distinctly traceable to it. All civilized States guard children

from unnecessary contamination with its evil effects. A growing and serious problem in India connected with the drink and drug habit is slowly immersing on the horizon of this Empire's vast life. This is the deliberate conviction of those who believe they have the fullest opportunity of seeing things as they really are below the surface of the people's social progress.

9. We pass on to lay before Your Excellency various suggestions that we believe would help to promote an advance in temperance among the people of the country. We approve of the policy that has been one clear outcome of the reforms suggested by the Excise Committee, that of making the tax on liquor as high as it is possible to raise it without stimulating illicit production. We understand however that this has not been raised as high as it might have been, because it is considered necessary that the tax on country liquor should not exceed that on foreign liquor. We are in hearty sympathy with all the legislation that aims at more effective and real consultation with local opinion through local Advisory Committees, and trust that the opinion expressed by the Noble Marquess of Crewe is in accord with Your Excellency's views in his statement:—"Indian Excise is one of the administrative matters on which I shall look for much Provincial and local devolution, with the hope that ultimately it may be possible to go very far indeed in the direction of local control." We view with satisfaction the change that has been manifest since Your Excellency came to India, in the greater regard of certain Provincial Excise administrations, of which we would specially mention Bengal and the Punjab, for Temperance movements and those specially interested in Temperance reform. We believe that it is along the lines not of uninformed criticism from either side, but of sympathetic co-operation, that the best results will follow. Real reform must come from among the people themselves, while the Provincial administrations can render great assistance if they are keen not only to prevent the spread of intemperance but to minimize temptation to those who do not drink. May we then briefly touch on the reforms we regard as of urgency, if the growth of the drink and drug habit is to be checked?

10. For many years we have been urging the desirability of some advance in the direction of separating the licensing and revenue functions, and the Secretary of State for India in his reply to the deputation said that he would be glad to see the dual function disappearing. There are obvious practical difficulties but they are not insurmountable. If the Executive Officer in charge of a district could be relieved of other Excise responsibilities apart from the charge of the licensing functions and with the assistance of the Advisory Committees direct his main attention to the carrying out of the principles laid down by the Government of India in its Excise policy, undue weight to considerations of Revenue would be no longer so necessary. District Excise Officers dealing with Revenue and other administrative functions could be placed under the supervision of some other officer. We believe this to be an initial step in securing greater control over the rapid spread of the drink and drug habit.

11. We would respectfully urge that the powers and functions of Local Advisory Committees be reconsidered in the light of the modern conditions we have set forth. The limitation of facilities, the number and sites of liquor and drug shops, curtailment of hours of sale and other reforms directly affecting consumption will follow if increased powers are transferred to local Excise Committees. And admitting that it is necessary

to provide for retention by Government itself of the ultimate responsibility in such matters, we should approve the policy of the present system in giving official members a majority on these Committees, provided executive powers are entrusted to them. May we suggest, however, that as *Advisory* Committees retaining the safeguard from the official standpoint of the Commissioners' or Collectors' veto, they should be made more representative of local opinion, in every possible case contain a majority of non-official members, be consulted more frequently, be empowered to deal with all licences for the sale of both liquors and drugs, and as soon as possible be extended to every municipal town and also to areas outside municipalities. It would also be very useful to have powers given to the members of these Committees to visit and inspect at any time, premises licensed for the sale of liquors or drugs. This would give friends of Temperance the opportunity of helping the Administration in having its rules carried out.

In asking for these additional opportunities of giving local opinion as to the number and sites of shops greater emphasis, may we point out that the effect during the short period that the system of local *Advisory* Committees has been in force has been little more than the closing of unprofitable shops and the shifting of a few objectionable sites? It has not touched the problem of expanding consumption.

12. We respectfully request that the auction system of vend
 The Auction System of vend. should be succeeded as soon as possible by some such system as the Bombay Government is seeking to introduce, by which the licence-holder is not compelled to push his trade and sell the maximum amount of liquor or drug possible during the period of his holding the licence. The Administration Reports from Provincial Governments for 1911-12 give instances of the various pernicious effects of the present system.

Bengal. "In the 24-Perganahs immediately after the auctions in March 1911 a large number of petitions was filed for reduction of fees, and it was then observed that the fees had been allowed to rise to a limit which made it difficult for vendors to work on honest lines at the maximum price fixed for country spirit."

Behar and Orissa. In Shahabad the sales were settled with the highest bidders though the figures reached a limit beyond which no profit would be made. The Collector "subsequently proposed to reduce the licence fees on the ground that they would not admit of the shops being worked without heavy loss, unless there was an enormous increase in consumption; but the proposal was disallowed by Mr. Oldham, who has made the following remarks in forwarding the Shahabad Administration Report as Divisional Commissioner: 'In my opinion the settlements were mismanaged. At the same time it is entirely opposed to the expressed principles of the Government of India's policy that the fees once settled at public auction should be subsequently altered. The abkars bid at the sale with full local knowledge, and if they paid too high they should accept the consequences and learn a salutary lesson for the future.'" The public aspect of this unfortunate business was an increase in consumption of country liquor for the district of 24,956 gallons L. P.!

Central Provinces and Berar. "In Raipur good harvests no doubt stimulated competition and there was probably wild bidding at the auctions, as reported by the Deputy Commissioner. A few shops had to be resold soon after the auctions and Rs. 2,000 had to be remitted."

Burma. The increase in licensed fees in Rangoon Town for sale of imported liquors—Rs. 1,59,308—is "intrinsically unjustifiable in view of the slight rise of imports, but is due to the competition of two Chinese factions who were more concerned in outbidding their rivals

than in considering the probable losses or profits of the business. The same competition caused a rise in licensed fees for country beer shops of Rs. 2,13,800."

Such evidence from the official Administrative Reports for 1911-12 shows that the auction system of vending fees forces increased consumption, induces illicit practices, and gives a speculative value to each shop that without doubt forces the vendor, if he wishes to make money, to spread his custom in any and every direction. It is surely possible to introduce a system such as that suggested by the Excise Committee, which will save the Government of India from the evils attendant on the fixed fee system of Western Nations with its undesirable security of privileges to the vendors. We respectfully submit that the Government of Provincial areas cannot make the auction system carry out the avowed policy of Your Excellency's Government of minimizing temptation to those who not drink.

13. The problem of sites is a very important factor in encouraging or discouraging consumption. We ask no more than that the Bengal Rule be carried out. It prohibits the presence of shops in a bazaar or at the entrance to a bazaar, or near a bathing ghat, school, hospital, place of worship, factory, workshop or tea-garden, or in the interior of a village. Most other Provincial Administrations have a similar counsel of perfection as to sites of licensed premises, which are broken in both letter and spirit in innumerable cases. The problem is to meet the just demand of the moderate drinker without encouraging the habit among those who do not drink. In our Presidency Cities, departmental rules as to location are broken in from 20 to 40 per cent of cases, and the authorities reply that their attempts to secure sites to which the rules would apply, and to which local objection would not be raised, always end in insuperable difficulties, so that the present objectionable sites have to be retained. Our reply has been that if the site itself is against rules and objectionable for that reason, the licence should be revoked until a proper site was forthcoming. We would respectfully ask Your Excellency to suggest to all Provincial Governments that the prescribed rules regarding sites must be observed.

14. The spread of the liquor and drug habit is encouraged by the multiplication of facilities as well as by the site of shops. It is a matter of satisfaction that there has been a steady decrease in the grant of facilities (Diagram II and Appendix IV), but the result of that decrease has not been to check consumption. If Local Advisory Committees be given greater powers and the question of facilities be more fully entrusted to their judgment as well as to the judgment of the Revenue Officers, we should anticipate a greater restriction on liquor and drug consumption, which as we have endeavoured to show is eminently desirable.

15. Different regulations are in force all over the Empire regarding hours of sale. We believe this to be necessary by the differing conditions. But in the interest of the working classes much more might be done to prevent the enhancement of consumption. The Commissioner of Excise, Bombay, reports that "the early closing of shops has had a marked effect on consumption," and "the late opening, viz. 9-30 A.M., prevents mill hands and labourers generally from drinking before going to their work." It is not desirable to deal with the hours of sale in a way to drive customers to obtain their drugs or drink from illicit sources; but we believe a welcome reform would be to close all premises licensed for the vend of liquor or drugs on Sundays, on the occasion of religious

fairs and festivals, and at such hours morning and evening as shall be in the general interests of the community as well as to the best advantage of the consumer.

16. We would recommend further that the Educational Department of all Provincial Governments be requested to see that special instruction in temperance principles and the evils of the abuse of drink or drugs be given in the class books dealing with general hygiene and physiology or in the recognized Readers. We are glad to say that the opinion of Your Excellency's Government in letter No. 780—787 of 12th September, 1907, "that a few sensible lessons on the subject of Temperance should be included in the sanctioned Readers in schools" has led to some slight response in one or two Provincial areas. But we believe the ultimate effect would be so beneficial to the people at large that we press for a definite order requiring scientific temperance teaching in all schools and colleges, not indeed by way of discouraging intemperance among the students—for no such necessity happily exists—but by way of affording them greater light regarding the effects of alcohol, and by encouraging them to combat the evil wherever it exists, which unfortunately is in most cities and towns in India.

17. We desire further respectfully to remind your Excellency that Governments in Western countries, without the intimate connection in excise matters between themselves and the classes they govern found in India, regard some expenditure of funds in the way of preventive action permissible and prudent. In view of the enormous Revenue the Provincial Governments obtain from Excise Administration, we would suggest the setting aside of a grant for some positive measures in order to prove to the people that Government is on the side of abstinence. We would suggest that the long-felt want of a Hospital for inebriates might be met, that parks and open spaces in our cities now so delightful a feature in our civic life, might be made still more attractive by music: municipalities might be aided, where prepared to establish Tea and Coffee shops. We have learned with supreme gratification that Your Excellency has quite recently given orders for promotion of facilities for Common Rooms for Indian clerks in Simla and Delhi, which will not only prove a great boon to those immediately concerned, but are instructive object lessons in innocent recreation which may be copied elsewhere with success and effect.

Major Bedford in his report on Alcoholic Liquors in India states (page 97): "The idea seems very prevalent that alcoholic liquors tend to prevent cholera and plague, and in the Terai it also stated malaria. This is a specially pernicious popular delusion, for over-indulgence in alcohol markedly tends to lower the individual's resistance to all these, in common with other acute and specific diseases." Might not Provincial Governments adopt some means, by the issue of leaflets in the vernacular, to acquaint the village population with this and similar facts? We accept the position that the promulgation of Temperance among the masses of the people is a matter for private effort and enterprise, but it can hardly be denied that at least some of the revenue obtained from Excise administration aiming at minimizing temptation and discouraging excess might be used for the more positive accomplishment of that end, particularly on lines that responsible medical officers of Government, like Major Bedford, have not hesitated openly to proclaim in official documents.

18. We would also urge the growing importance of securing more accurate data in regard to the consumption of liquors and drugs. The consumption of country spirits is recorded in terms of a

definite standard—the London Proof Gallon, made possible by the Central Distillery System or the system of Contract Supply; but all areas under an outstill system furnish no statistics—and cannot do so—upon which reliance can be placed. Statistics of the consumption of Foreign Liquor are unobtainable. The amount of duty paid is accurately recorded, but when and where the liquor is consumed Excise Administration has devised no means of checking. In districts where liquors other than country or foreign may be manufactured for home consumption no one knows the amount consumed. It need hardly be stated that the actual quantity of illicit liquor of any kind manufactured and sold defies computation, suggesting the need of strengthening Excise Establishments to forcibly suppress consumption stimulated illegally. It is clear therefore that upon the data at present secured in statistical returns the extent to which the drug habit is competing with the liquor habit cannot be gauged in any satisfactory manner, any more than the growth of the drink habit in its full extent and seriousness can be measured. We would respectfully submit that among the serious social problems in India to-day the substitution of one form of intoxicating liquor for another or of drugs for liquor is important enough to demand fuller and more reliable statistical data of the consumption of all liquors and all drugs.

19. We have noted the fear expressed in recent Provincial Excise Reports that any attempt to make drink harder to obtain or more expensive is likely to drive consumers to more deleterious drug habits. The growth of the opium habit in Assam, the tendency in some tracts of the Central Provinces and Berar to substitute ganja as cheaper than liquor, and the extraordinary statement from the same area that 40 per cent of the total consumption of opium is due to what is given to children under three years of age; the spread of the cocaine and morphia habits in Burma and of the cocaine habit in the United Provinces and Bengal where even menial servants, coolies and labourers are being affected, all suggest the necessity of a closer study of the conditions that prevail in the relation of the drug to the drink habit and of more effective Police control and Magisterial vigour. Both vices are growing, both need checking, and it is in the power of the Administration to secure the fuller data desirable, and apply the restriction necessary.

20. In conclusion we desire to reaffirm our conviction that the Administrator and the Temperance reformer have a common aim—the highest material and moral welfare of the community—and to some extent similar ideals in regard to the community in its relation to the drink and drug habit. The restriction of consumption is the crux of the situation, and in all the suggestions we have desired most respectfully to lay before Your Excellency in the above statement we have sought to keep in view the well-known ideals of Your Excellency's administration, which is to confer abiding blessings upon the masses of the people throughout the Indian Empire.

On behalf of the Deputation,

DEVA PRASAD SARVADHIKARY,

President, NINTH ALL-INDIA TEMPERANCE CONFERENCE, Bankipur.

Dated Calcutta, November 1st, 1913.

APPENDIX I.

Anticipated net increase in Excise Provincial Revenues in the Budget for 1913-1914.

Provinces.	Rs.
Imperial	1,58,000
Assam	84,000
Bengal	2,90,000
Behar and Orissa	2,42,000
Bombay and Sind	4,54,000
Burma	55,000
Central Provinces and Berar	4,41,000
Madras	16,81,000
Punjab	—8,000
United Provinces	3,88,000

Total anticipated net increase in Revenue for 1913-1914:
Rs. 37,80,000 = £252,000.

(See copy of Indian Financial Statement and Budget for 1913-1914, page 143, from the figures of which the above is calculated.)

APPENDIX II.

Revenue Returns for years 1901-1911.

Receipts for liquor, drug and total, including miscellaneous receipts.

Year.	Total Receipts.	Drugs.	Liquor.
	Rs.	Rs.	Rs.
1910-1911	10,54,10,448	2,62,52,486	7,88,01,710
1909-1910	9,80,26,271	2,47,56,141	7,28,71,760
1908-1909	9,58,10,224	2,42,58,618	7,12,35,741
1907-1908	9,36,80,714	2,40,35,195	6,93,74,110
1906-1907	8,84,56,697	2,28,08,261	6,53,81,513
1905-1906	8,53,37,424	2,24,67,869	6,25,77,495
1904-1905	7,76,81,150	1,97,96,827	5,76,45,223
1903-1904	7,49,57,002	1,99,21,309	5,47,88,760
1902-1903	6,58,89,954	1,75,03,372	4,82,24,975
1901-1902	6,16,87,846	1,63,41,483	4,51,79,518

(The above figures are taken from Statistics of British India for 1910-1911 and preceding years, Part IV, b, page 137.

Net Revenue Income from Excise.

Year.	Net income in Rupees.		Net income in £.
1911-1912	...	11,29,93,200	7,532,880
1910-1911	...	10,43,60,685	6,957,379
1909-1910	...	9,69,33,390	6,462,226
1908-1909	...	9,47,06,685	6,313,779
1907-1908	...	9,24,46,665	6,163,111
1906-1907	...	8,75,31,930	5,835,462
1905-1906	...	8,43,15,885	5,621,059
1904-1905	...	7,94,37,945	5,295,863
1903-1904	...	7,38,32,625	4,922,175
1902-1903	...	6,56,07,495	4,373,833
1901-1902	...	6,02,31,494	4,015,433

The above figures are taken from the Return of net Increase and Expenditure of British India for 1901-1912, pages 4-10.

APPENDIX III.

Consumption of Country Liquor in Gallons, L.P.

Province.	1910-11.	1911-12.	Increase in 1911-12.
Assam ...	211,594	238,947	27,3 3
Bengal ...	776,542	796,784	20,242
Behar and Orissa ...	934,954	1,079,535	144,581
Bombay and Sind*	3,004,486	2,933,034	Decrease 71,452
Burma ...	25,200	26,788	1,588
Central Provinces and Berar	1,040,000	1,067,000	27 000
Madras ...	1,538,475	1,628,178	89,703
Punjab ...	554,047	565,233	11,186
United Provinces ...	1,329,271	1,538,504	209,233

* A review over a period of years shows, however, a large increase.

APPENDIX IV.

Licensed Shops for the vend of Drugs and Liquor.

Year.	Drug Shops.	Liquor Shops.	Total.
1910-1911 ...	20,014	71,052	91,066
1909-1910 ...	19,754	76,762	96,516
1908-1909 ...	20,005	73 350	93,355
1907-1908 ...	20,244	86,758	107,002
1906-1907 ...	21,072	89,214	110,286
1905-1906 ...	21,865	91,447	113,312
1904-1905 ...	21,978	91,138	113,116
1903-1904 ...	22,051	91,323	113,374
1902-1903 ...	20,984	86,757	107,741
1901-1902 ...	20,155	84,925	105,080

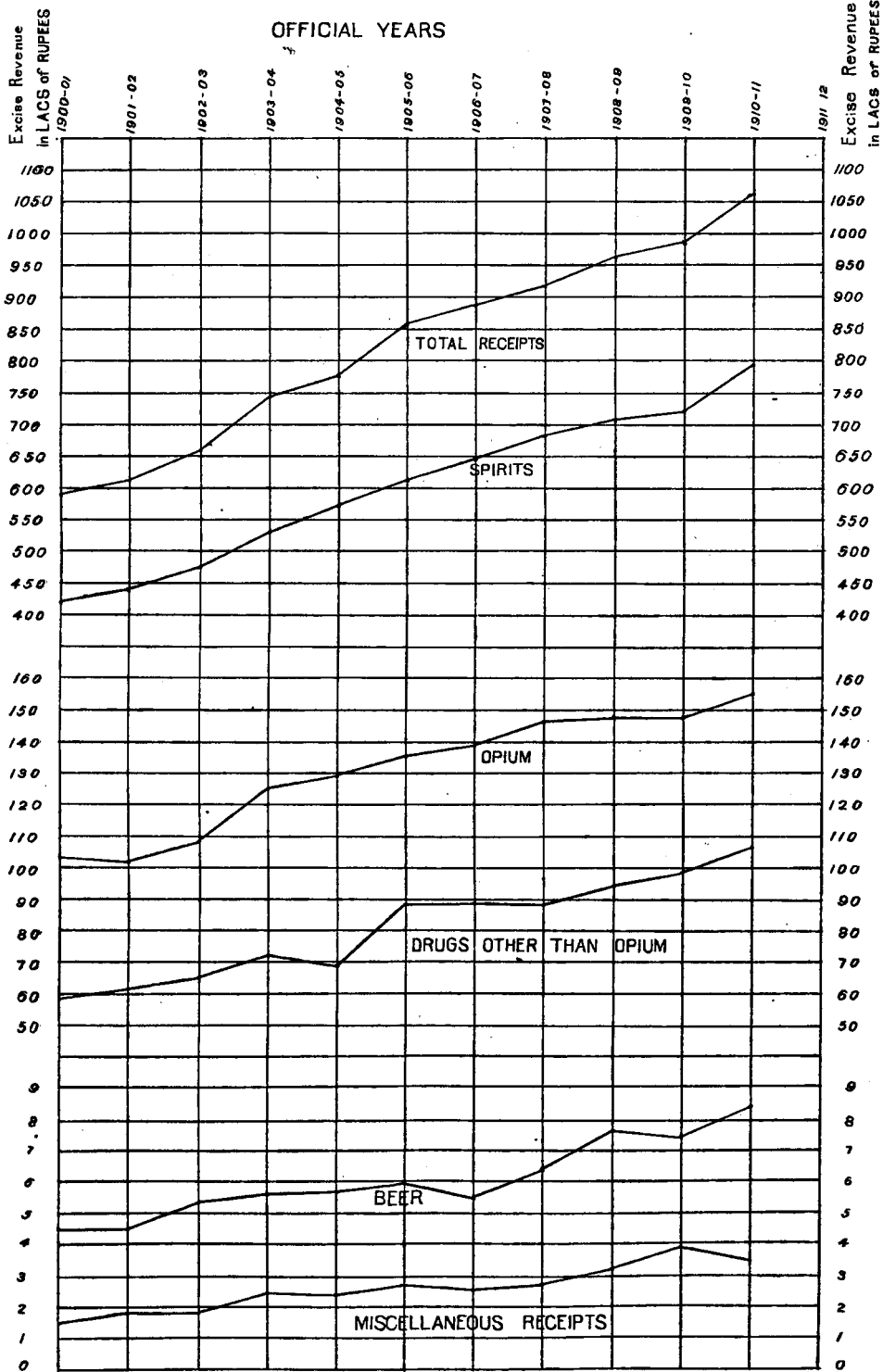
These figures are taken from the Statistics of British India for 1910-1911 and preceding years. Part iv, b, pages 136-137.

APPENDIX V.

Statistics for Convictions of Drunkenness in Municipal Areas.

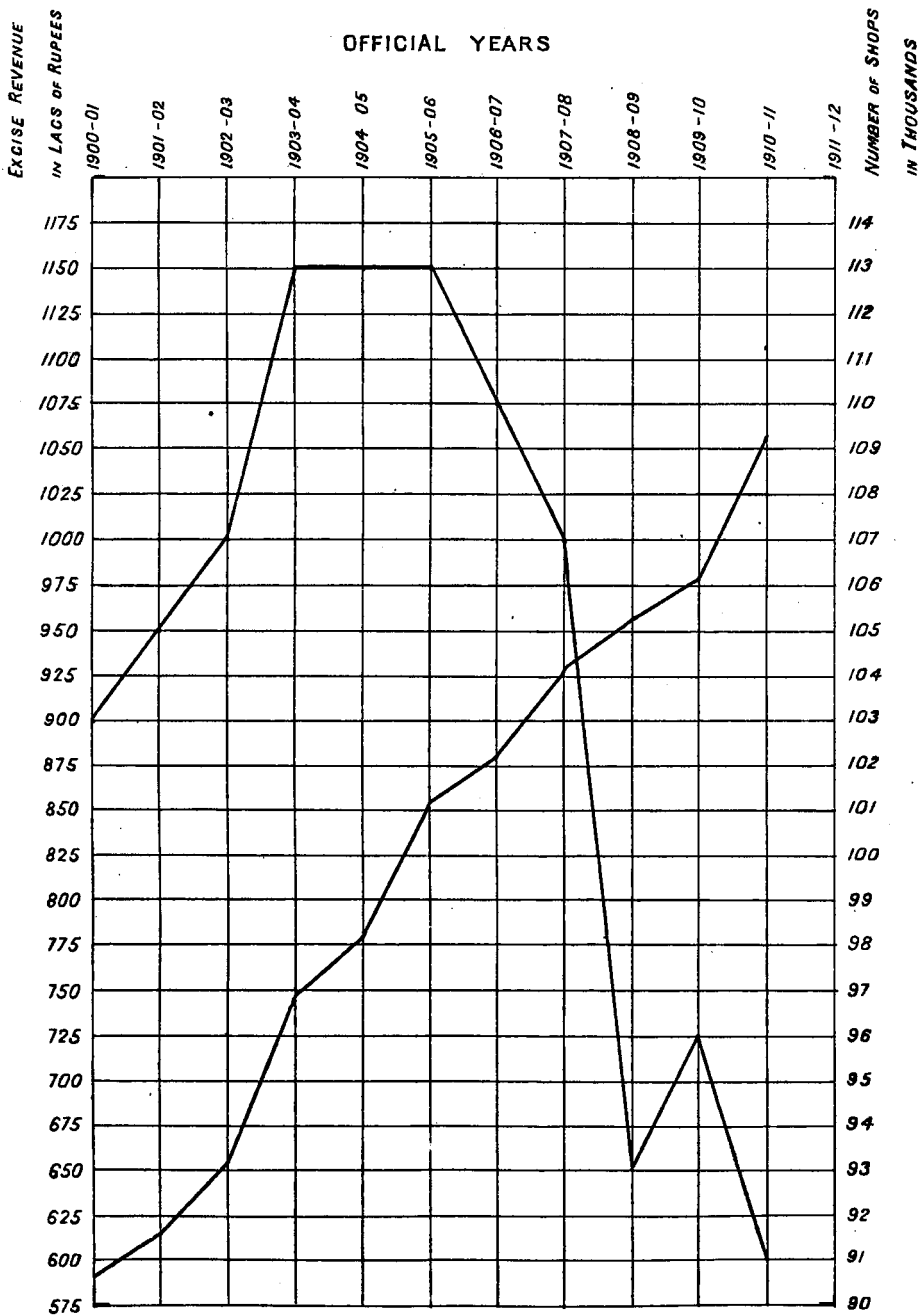
Province.	1909-1910.	1910-1911.	1911-1912.
Assam ...	.....	149	150
Bengal ...	9,088	9,237	9,247
Behar and Orissa ...	1,494	1,843	2,190
Bombay and Sind ...	.....	5,079	4,878
Burma ...	2,495	3,188	3,618
Central Provinces and Berar ...	397	336	356
Madras ...	9,655	10,133	9,161
Punjab ...	1,001	1,017	1,396
United Provinces ...	.....	1,508	1,757

DIAGRAM 1.—Showing increase in total receipts from Spirits Opium, other drugs, beer, etc., for British India, 1900-01 to 1910-11.



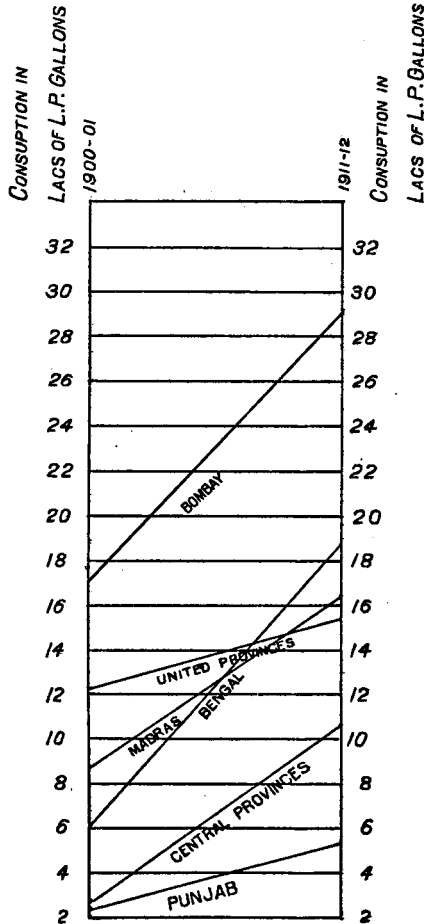
N.B.—This diagram is prepared from figures given on page 103 of Statistics of British India for 1910-1911 and preceding years. Part iv b.

DIAGRAM II.—Showing fluctuations in Excise Revenue and changes in the Number of Shops of all kinds for British India, 1900 to 1911.



N.B.—This diagram is prepared from figures given on pages 136 and 137 of Statistics of British India for 1910-11 and preceding years, Part iv b.

DIAGRAM III.—Showing increase in Consumption of Country Spirits in distillery areas in the chief Provinces of British India from 1900 to 1912.

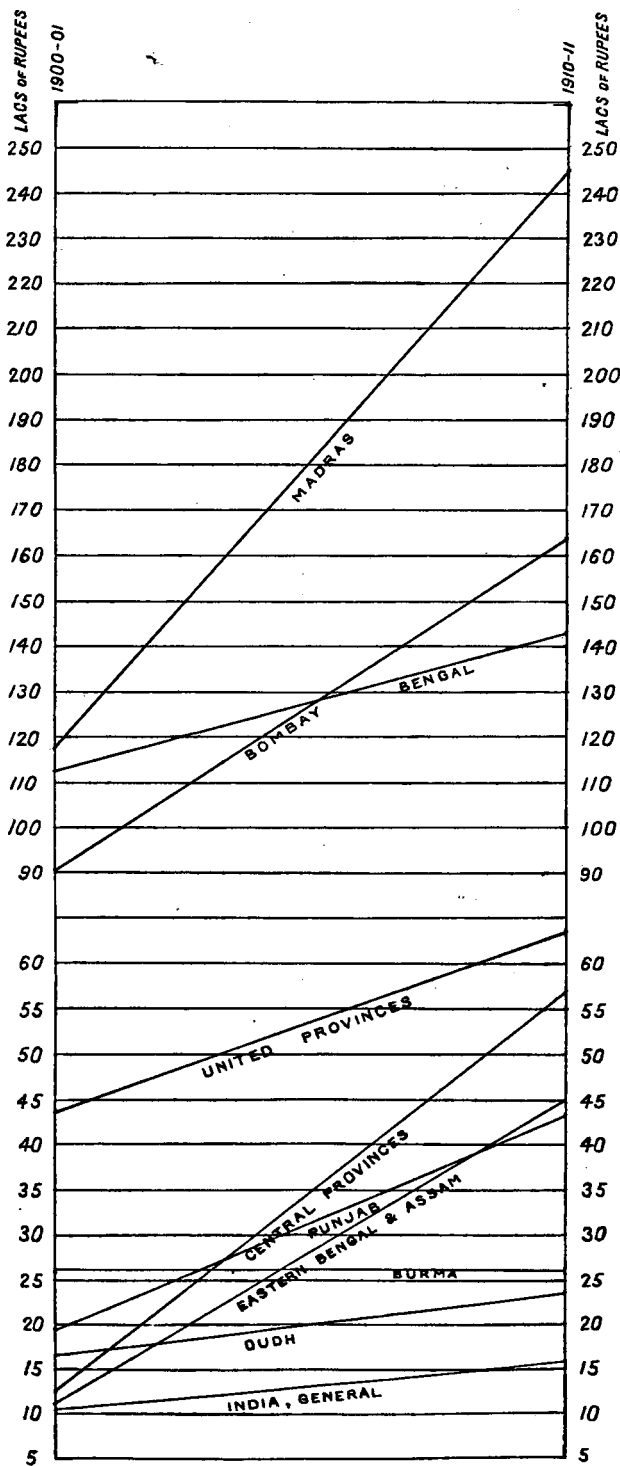


The statistics showing the above increases in Provincial Consumption of Country Liquor in L. P. Gallons are as follows:—

Province.	1900-1901.	1911-1912.
Punjab	2,43,524	5,65,233
Central Provinces	2,66,180	10,67,000
Bengal with Behar and Orissa	6,08,298	18,76,319
Madras	8,86,369	16,28,178
United Provinces	12,14,798	15,38,504
Bombay and Sind	17,17,776	29,33,034

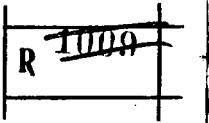
It should be stated, however, that distillery areas were considerably smaller in 1900-01 than in 1911-12, the outstill system having been gradually superseded.

DIAGRAM IV.—Showing increase in net receipts from 1900 to 1911 for Excise Revenue exclusive of Opium in the several Provinces of British India.



N.B.—This diagram is prepared from figures given on page 107 of Statistics of British India for 1910-11 and preceding years, Part iv b.

EAST INDIA (EXCISE ADMINISTRATION, ADVISORY
COMMITTEES).



RETURN to an Address of the Honourable The House of Commons,
dated 5 April 1911;—for,

“RETURN showing for each Province (a) the Names of Municipalities in which
Committees have been appointed; (b) the Number of Official and Non-official
Members respectively of each Committee; (c) the Number of Licences in respect
of which each Committee has recommended (i) Withdrawal, (ii) Change of Site;
and (d) the Number of Licences in respect of which the Recommendations have
been carried out.”

India Office,
2 November 1911. }

RICHMOND RITCHIE,
Under Secretary of State for India.

(6)

(*Sir Herbert Roberts.*)

Ordered, by The House of Commons, to be Printed,
2 November 1911.

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Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees.

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
North-West Frontier Province.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	<p>The Chief Commissioner refers to paragraph 12 of the provincial Excise Administration Report for the year 1908-09 from which the following is an extract :—</p> <p>“ In this connection the special conditions of the province, in so far as the questions of illicit distillation and excessive drinking are concerned, may be considered. Illicit distillation and excessive drinking are practically unknown. Whatever drinking there is, is confined to the large towns or cantonments: the rural population is entirely non-drinking. Hence the question of the number and location of liquor shops in the province is simple: local opinion is not touched by it as the consuming classes are foreign to the province, and consist of regiments and their followers, collections of labourers assembled to work on public works in progress, and a very small number of the residents of cantonments or towns. In the last few years, however, the question of the location and number of liquor shops has been constantly under consideration and a good deal of action has been taken since the year 1905-06. In that year the province had 22 foreign</p>

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd.).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
North-West Frontier Province— <i>contd.</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<p>liquor shops and 51 country liquor shops. In 1906-07 the number was 23 and 45; in 1907-08 it was 23 and 38; while in the year under report it was 23 and 36. Thus in these four years no less than 15 country liquor shops have been closed for one reason or another, while no risk of illicit distillation has been indicated. The present shops occupy situations which they have had for a number of years and supply a really existing demand. In their case no re-distribution is necessary. Hence no local committees have been established for the purpose noted and there is no non-official representation in this connection. On such rare occasions as, in these circumstances, a reference to a local opinion can be due, such reference is made: thus in the case of the proposed opening of a country liquor shop at Swabi the proposal was abandoned in deference to local opinion. Other instances of a similar kind can be quoted."</p> <p>He adds :—</p> <p>"The reasons which render superfluous the organization of local committees apply equally to the</p>

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd.).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended -		Number of licenses in respect of which the recommendations have been carried out as regards--		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
North-West Frontier Province— <i>consid.</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	laying down of a scale in any area fixing the maximum or minimum number of shops. The point has been very carefully considered. After consulting the local officers, I am of opinion that the present number of shops, judged by the criteria laid down in paragraph 2 of the Resolution No. 5086-Exc. dated under reference,* is fair and unobjectionable. It has been arranged that no new shop can be opened anywhere in the province without the Revenue Commissioner's knowledge or without fulfilment of the conditions, as far as they are applicable, described in paragraph 6 of the Resolution."

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd.).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Central Provinces ...	Nagpur Civil Station ... Nagpur Town Municipality.	3 1	4 5	1 2	Nil 2	1 2	Nil 2	In other towns with a population exceeding 20,000, local bodies, such as Municipal Committees, are required to be consulted with reference to the fixing of a maximum and minimum scale of shops and to their location. The question of appointing a special local Excise Committee for Jabulpore is also under consideration. As regards the question of further extending the system, the Chief Commissioner remarks as follows :— "For a long time past representations made by residents of particular quarters of a town have been given consideration in the matter of the location of shops; but the formation of special committees for this purpose is a new departure. Where such have been constituted their opinions have received due consideration. The extension of the system is a matter of time, as public spirit and public opinion overlap."

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd.).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Burma	Rangoon	4	3	Nil	Nil	Nil	Nil	
	Akyab	3	3	1	Nil	1	Nil	
	Pegu	3	2	Nil	Nil	Nil	Nil	
	Prome	3	2	Nil	1	Nil	1	
	Bassein	3	2	Nil	Nil	Nil	Nil	
	Henzada	3	2	Nil	2	Nil	2	
	Moulmein	3	2	10	5	10	5	
	Toungoo	3	2	Nil	2	Nil	2	
	Thayetmyo	3	2	Nil	Nil	Nil	Nil	
	Mandalay	3	2	Nil	2	Nil	2	

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Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd.).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Coorg ...	Mercara ... Virajpet ...	1 1	1 1	<i>Nil</i> <i>Nil</i>	<i>Nil</i> <i>Nil</i>	<i>Nil</i> <i>Nil</i>	<i>Nil</i> <i>Nil</i>	The suitability of each site in these two Municipalities is discussed by the Vice-President of the Municipality concerned and the member appointed for the ward with the adjacent residents, and on the recommendation made by them the question is finally settled by the Divisional Officers subject to the Commissioner's approval. The rest of the province may be regarded as a rural tract for which the constitution of advisory councils is impracticable or unnecessary.

Statement showing the number of local Exoise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd.).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2 (a)	3	4	5	6	7	8	9
Funjab	Delhi	2	2	1	2 (b)	1	Nil (b)	<p>(a) The experiment of appointing local Exoise Committees has been confined in the first instance to the 7 towns mentioned in column 2.</p> <p>(b) The Deputy Commissioner reports that it will take some time to find fresh sites for these two shops. Meanwhile the old premises are still in use.</p> <p>(c) The site of this shop has not been changed as the Deputy Commissioner reports that the premises which the committee suggested are not compatible with the Exoise Rules, and the proposal is objected to by the neighbours.</p> <p>(d) This shop was retained, after remodelling, on the advice of the late Exoise Commissioner as, including it, there are only four shops in Rawalpindi City and this number is not considered excessive.</p> <p>(e) For the third shop here referred to a suitable site in the suggested new locality could not be had last year. Efforts will be made to carry out the committee's proposal next year.</p>
	Amritsar	3	2	Nil	1 (c)	Nil	Nil (c)	
	Lahore	2	3	4	Nil	4	Nil	
	Jullunder	2	2	Nil	2	Nil	2	
	Ferozepore	2	2	Nil	Nil	Nil	Nil	
	Rawalpindi	3	2	1 (d)	Nil	Nil (d)	Nil	
	Multan	3	2	1	3 (e)	1	2 (e)	

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		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Madras ...	Chiccavole ...	2	1	8	11	8	11	
	Berhampore...	2	1	2	Nil	2	Nil	
	Parlakimedi ...	2	1	2	5	2	5	
	Vizagapatam ...	2	1	7	1	7	1	
	Vizianagram ...	2	1	7	4	7	4	
	Bimlipatam ...	2	1	2	Nil	2	Nil	
	Anakapalle ...	2	1	Nil	1	Nil	1	
	Rajahmundry ...	2	1	4	2	4	2	
	Cocanada ...	2	1	4	4	4	4	
	Masulipatam ...	2	1	6	Nil	6	Nil	
	Bezwada ...	2	1	2	4	2	4	
	Elloro ...	2	1	9	Nil	9	Nil	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Madras—contd.	Ungole ...	2	1	2	1	2	1	(f) The committee appointed in Madras Town recommended the closure of 194 shops of which 155 were toddy shops. All the 39 foreign liquor and country spirit shops have been closed and 46 toddy shops. In regard to the latter class of shops it was impossible to give effect to the committee's recommendations all at once. The toddy shops in Madras Town had, for many years, been disposed of on fixed rentals and the shop-keepers claimed to possess legal rights to regular annual renewal of licenses. When some licenses were withdrawn, notices of suit were given, and it was determined to terminate the system of fixed rentals and to introduce the auction system. This, however, could be done only gradually if a strike was to be avoided. Accordingly a certain number of shops have only been closed so far, but the principle of the auction system has now been established, and the closure of the remaining 109 toddy shops will be dealt with as fast as possible.
	Guntur ...	2	1	2	3	2	3	
	Tenali ...	2	1	2	2	2	2	
	Nellore ...	2	1	5	3	5	3	
	Cuddapah ...	2	1	4	Nil	4	Nil	
	Anantpur ...	2	1	2	2	2	2	
	Bellary ...	2	1	8	2	8	3	
	Adoni ...	2	1	4	2	4	2	
	Kurnool ...	2	1	4	Nil	4	Nil	
	Nandyal ...	2	1	2	1	2	1	
	Madras ...	2	1	194(f)	...	85 (f)	...	
	Chingleput ...	2	1	Nil	1	Nil	1	
	Conjeeveram ...	2	1	3	5	3	5	
Vellore ...	2	1	3	2	3	2		
Gudiyattam...	2	1	4	4	4	4		

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		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Madras—contd. ...	Wallajah ...	2	1	Nil	1	Nil	1	(g) In the Tanjore Municipality one arrack shop recommended for closure by the local committee was retained owing to its importance, but it was removed to a new site.
	Tirupati ...	2	1	Nil	Nil	Nil	Nil	
	Chidambaram ...	2	1	1	4	1	4	
	Tiruvannamalai ...	2	1	1	1	1	1	
	Cuddalore ...	2	1	3	Nil	3	Nil	
	Tanjore ...	2	1	9 (g)	1	8 (g)	1	
	Kumbakonam ...	2	1	11	Nil	11	Nil	
	Mayavaram ...	2	1	4	2	4	2	
	Negapatam ...	2	1	6	1	6	1	
	Mannargudi ...	2	1	2	Nil	2	Nil	
	Trichinopoly ...	2	1	Nil	1	Nil	1	
	Srirangam ...	2	1	Nil	Nil	Nil	Nil	
	Madura ...	2	1	4	1	4	1	
	Dindigul ...	2	1	Nil	2	Nil	2	
	Periyakulam ...	2	1	Nil	4	Nil	4	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd).

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		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	
Madras—contd.	Palni ...	2	1	Nil	1	Nil	1	(h) There was no shop in the Kodalkanal Municipality and none was considered necessary.	
	Kodalkanal ...	2	1	(h)	(h)	(h)	(h)		
	Tinnevely ...	2	1	1	3	1	3		
	Palamcottah ...	2	1	3	1	3	1		
	Tuticorin ...	2	1	Nil	Nil	Nil	Nil		
	Srivillipattur ...	2	1	Nil	1	Nil	1		
	Coimbatore ...	2	1	Nil	1	Nil	1		
	Erode ...	2	1	1	Nil	1	Nil		
	Karur ...	2	1	2	4 (i)	2	Nil (i)		(i) In the Karur Municipality the changes of sites recommended by the local committee in respect of four toddy shops were not carried out, as the committee's proposals were found not to be sufficiently precise to enable effect to be given to them.
	Ootacamund ...	2	1	1	Nil	1	Nil		
	Coonoor ...	2	1	1	1	1	1		
	Salem ...	2	1	Nil	2	Nil	2		
	Tiruppattur ...	2	1	2	5	2	5		
	Vaniyambadi ...	2	1	4	3	4	3		
	Mangalore ...	2	1	3	Nil	3	Nil		

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Madras—conold. ...	Cannanore	2	1	6	Nil	6	Nil	
	Tellicherry	2	1	4	Nil	4	Nil	
	Calicut	2	1	13	2	13	2	
	Palghat	2	1	3	1	3	1	
	Cochin	2	1	5	Nil	5	Nil	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd).

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1	2	3	4	5	6	7	8	9
Bergal	Burdwan ...	2	4	1	Nil	1	Nil	(j) In these cases the recommendations of the local committees were not accepted. But in each case the reasons put forward by the committees for withdrawal or removal of the licenses were fully considered by the Collector of the district, the Divisional Commissioner and the Excise Commissioner before final rejection.
	Bankura ...	2	5	Nil	Nil	Nil	Nil	
	Midnapore ...	2	4	Nil	3 (j)	Nil	Nil (j)	
	Hooghly ...	2	3	Nil	2 (j)	Nil	1 (j)	
	Serampore ...	2	2	Nil	1 (j)	Nil	Nil (j)	
	Baranagar ...	2	2	Nil	Nil	Nil	Nil	
	Bhatpara (k) ...	Nil	Nil	Nil	Nil	Nil	Nil	
	South Suburban Municipality Calcutta, including Howrah and Bally (l).	2	2	Nil	Nil	Nil	Nil	
	Krishnanagar ...	1	4	Nil	Nil	Nil	Nil	
	Santipore ...	1	5	Nil	Nil	Nil	Nil	
	Berhampore ...	3	5	1	Nil	1	Nil	

(k) No meeting was held as the Municipal Chairman approved of the existing arrangement.

(l) The figures for this area are for the triennial period 1910-11 to 1912-13. Those for others are for the year 1911-12.

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—contd.

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		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Bengal—contd.	Patna City ...	2	7	Nil	3	Nil	3	
	Bihar ...	1	4	Nil	Nil	Nil	Nil	
	Dinapore ...	1	3	Nil	Nil	Nil	Nil	
	Gaya ...	1	10	Nil	Nil	Nil	Nil	
	Arrah ...	2	5	Nil	Nil	Nil	Nil	
	Sassaram ...	3	5	Nil	Nil	Nil	Nil	
	Chapra ...	2	2	Nil	Nil	Nil	Nil	
	Bettiah ...	3	2	2	Nil	2	Nil	
	Muxaffarpur ...	1	1 (m)	10	Nil	10	Nil	(m) Only one member attended.
	Hajipore ...	2	4	1	4	1	4	
	Darbhanga ...	2	4	1	1	1	1	(n) In this case the recommendation of the local committee was not accepted. But the reasons put forward for the withdrawal of the license were fully considered by the Collector of the district, the Divisional Commissioner and the Excise Commissioner before final rejection.
	Monghyr ...	3	3	1	1	1	1	
	Jamalpore ...	3	3	1 (n)	Nil	Nil (n)	Nil	

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		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Bengal—concl'd. ...	Bhagalpore ...	2	2	Nil	7 (o)	Nil	1 (o)	(o) It was resolved by the local committee to remove the remaining six shops when suitable sites were found, and their recommendations will be given effect to as soon as possible.
	Darjeeling ...	2	3	Nil	Nil	Nil	Nil	
	Cuttack ...	3	2	Nil	1	Nil	1	
	Balasore ...	1	5	Nil	Nil	Nil	Nil	
	Puri ...	1	2	Nil	Nil	Nil	Nil	
	Ranchi ...	1	6	1 (p)	Nil	Nil (p)	Nil	(p) In this case the recommendation of the local committee was not accepted. But the reasons put forward for the withdrawal of the licenses were fully considered by the Collector of the district, the Divisional Commissioner and the Excise Commissioner before final rejection.

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd).

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		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
United Provinces (g)...	Saharanpur ...	3	3	1	Nil	1	Nil	(g) The figures are for the triennial period 1909-10 to 1911-12. (r) It has not yet been found practicable in these cases to effect the changes recommended by the local committees.
	Deoband ...	3	3	Nil	Nil	Nil	Nil	
	Dehra Dun ...	2	4	Nil	1	Nil	1	
	Mussoorie ...	2	4	Nil	Nil	Nil	Nil	
	Muzaffargarh ...	1	2	1	Nil	1	Nil	
	Meerut ...	2	4	4	1(r)	4	Nil(r)	
	Khorja ...	2	4	Nil	1	Nil	1	
	Aligarh ...	2	4	Nil	2(r)	Nil	Nil(r)	
	Hathras ...	3	3	Nil	1	Nil	1	
	Muttra ...	2	3	Nil	Nil	Nil	Nil	
	Brindaban ...	2	3	Nil	Nil	Nil	Nil	
	Agra ...	2	4	Nil	Nil	Nil	Nil	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
United Provinces— <i>contd.</i>	Farrukhabad ... <i>cum</i> Fatehgarh ...	2	4	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	(r) It has not yet been found practicable in these cases to effect the changes recommended by the local committees.
	Etawah ...	1	3	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	
	Bareilly ...	2	2	<i>Nil</i>	2(r)	<i>Nil</i>	<i>Nil</i> (r)	
	Nagina ...	2	4	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	
	Budann ...	1	4	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	
	Moradabad ...	4	4	2	3	2	3	
	Amroha ...	2	3	<i>Nil</i>	1	<i>Nil</i>	1	
	Sambhal ...	2	3	<i>Nil</i>	2	<i>Nil</i>	2	
	Chandauli ...	2	3	1	3	1	3	
	Shahjahanpur ...	2	2	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	
Pilibhit ...	2	4	<i>Nil</i>	2(r)	<i>Nil</i>	<i>Nil</i> (r)		

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd)

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
United Provinces— <i>contd.</i>	Cawnpore	2	4	1	Nil	1	Nil	
	Banda	2	3	Nil	1	Nil	1	
	Allahabad	3	3	1	2	1	2	
	Jhansi	2	1	2	Nil	2	Nil	
	Benares	2	4	Nil	Nil	Nil	Nil	
	Mirzapur with Bindhyaebal... ..	2	4	3	1	3	1	
	Jaunpur	2	4	3	Nil	3	Nil	
	Ghazipur	2	4	Nil	1	Nil	1	
	Gorakhpur	2	4	Nil	Nil	Nil	Nil	
	Nainital	1	3	Nil	Nil	Nil	Nil	
Luoknow	3	3	5	3	5	3		

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
United Provinces— <i>concl'd.</i>	Shahabad	2	3	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	
	Sitapur	2	2	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	
	Fyzabad	2	4	6	6	6	6	
	Tanda	3	3	1	<i>Nil</i>	1	<i>Nil</i>	
	Bahraich	2	2	<i>Nil</i>	1	<i>Nil</i>	1	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Ajmer-Merwara ...	Ajmer	8	10	1	2(s)	1	Nil(s)	(s) The local committee's recommendations in respect of the change of two sites to less public places have not been carried out as no other sites were considered more suitable.
	Beawar	2	5	Nil.	Nil.	Nil.	Nil.	
	Kekri	2	7	Nil.	Nil.	Nil.	Nil.	
	Nasirabad	6	2	Nil.	Nil.	Nil.	Nil.	
	Deoli	1	Nil.	Nil.	Nil.	Nil.	Nil.	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9
Baluchistan	Quetta	(t)	(t)	1	Nil	1	Nil	(t) A special committee has not been appointed; but the leading representatives of the Hindu and Muhamadan communities are always consulted in regard to the number and location of shops. The information in columns 5 to 8 shows the action taken on their advice.
	Sibi	2	3	Nil.	Nil.	Nil.	Nil.	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd.).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards withdrawal or change of site.	REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8
Bombay Presidency proper.	Bombay Town and Island ...	3 for each of the A, B, C, D, E, F and G Wards.	2 for each of the A, B, C, D, E, F and G Wards.	31	Nil(u)	23	(u) The committee recommended in 1908 that in the E Ward of the City some re-arrangement of shops was desirable.
	Ahmedabad ...	4	3	8	5	9	
	Godhra ...	3	2	Nil	Nil	Nil	
	Broach ...	4	3	7	4	11	
	Surat ...	4	3	73 (including 55 toddy shops).	9	40	
	Thana ...	3	2	3	1	3	
	Bandra ...	3	2	1	2	2	
	Ahmednagar City, Cantonment and Bhingar.	4	3	1	Nil	1	
	Dhulia ...	3	2	1	4	4	
	Nasik ...	3	2	2	2	2	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd.).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards withdrawal or change of site.	REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8
Bombay Presidency <i>propz—concd.</i>	Malegaon	8	2	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	(v) Out of the three shops recommended by the local committee for change of site, one has already been removed, while two are to be removed when suitable sites are selected.
	Poona City	8	2	8	3	6	
	Poona Cantonment and Suburbs ...	8	2	13	1	14	
	Satara	8	2	4	3(v)	5(v)	
	Sholepur	8	2	9	7	18	
	Belgaum City and Cantonment ...	4	8	5	2	3	
	Bijapur	8	2	1	1	1	
	Dharwar	8	2	1	8	2	
	Hubli	8	2	1	2	2	
	Gadag	8	2	<i>Nil</i>	<i>Nil</i>	<i>Nil</i>	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees—(contd.).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards withdrawal or change of site.	REMARKS.
		Official.	Non-official.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8
Sind	Karachi	3	2	Nil	4	3	
	Hyderabad	3	3	3	3	2 ^(a)	(a) The recommendations have been carried out in respect of two licenses, viz., one of withdrawal and the other of the change of site.
	Sukkur	4	2	7	Nil	3 ^(a)	(a) The three licenses were withdrawn.
	Shikarpur	3	2	Nil	Nil	Nil	

Statement showing the number of local Excise Committees appointed in each Province of India to deal with the number and location of liquor shops, and the action taken by the local authorities on the recommendations made by such committees.—(conold).

Province.	Names of Municipalities in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each Committee.		Number of licenses in receipt of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		REMARKS.
		Official.	Non-official.	Withdrawal	Change of site.	Withdrawal	Change of site.	
1	2	3	4	5	6	7	8	9
Eastern Bengal and Assam (y).	Dacca (z)	2	2	Nil	Nil	Nil	Nil	(y) The statistics are for the year 1910-11. (z) In the small municipalities and other rural areas no local committees have been appointed; but municipal rate-payers, managers of factories and tea estates and owners and occupiers of land are always consulted before new shops are opened or sites of existing shops are changed.
	Naraingunge	2	2	Nil	Nil	Nil	Nil	
	Chittagong	2	2	Nil	Nil	Nil	Nil	

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EAST INDIA (EXCISE ADMINISTRATION ADVISORY COMMITTEES).

S1542

RETURN, to an Address of the Honourable The House of Commons,
dated 23 June 1914;—for

“RETURN showing for each province (a) the names of municipalities in which committees have been appointed; (b) the number of official and non-official members, respectively, of each committee; (c) the number of occasions upon which each committee has met during the past three years; (d) the number of licences in respect of which each committee has recommended (i) withdrawal, (ii) change of site; and (e) the number of licences in respect of which the recommendations have been carried out.”

India Office,
15 March 1915.

T. W. HOLDERNESS,
Under Secretary of State for India.

(*Sir Herbert Roberts.*)

Ordered, by The House of Commons, to be Printed,
20 April 1915.

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liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
North-West Frontier Province.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	The Chief Commissioner refers to his remarks cited in the statement of local advisory committees furnished in 1911 and adds that they still hold good.
Coorg ...	(a)	(a)	(a)	(a)	(a)	(a)	(a)	(a)	(a)	(a) As remarked in the statement of 1911, there are only two municipalities in this province—Mercara and Virajpet—the rest of the province being regarded as a rural area. In these municipalities no formal advisory committees have been appointed; but the suitability of the site of each shop is discussed by the Vice-President of the municipality concerned and the member appointed for the ward with the adjacent residents and, on the recommendations made by them, the question is finally settled by the divisional officer subject to the Commissioner's approval. Under these arrangements a very considerable reduction has been effected in the numbers of arrack and toddy shops in the province during the last five years.
Delhi ...	Delhi ...	Delhi ...	3	3	3	1	2	1	2	
Baluchistan	Quetta-Pishin.	Quetta (b) ...	3	4	1	1	Nil	1	Nil	(b) The committee was formed in April 1913.
	Sibi ...	Sibi (c) ...	2	3	1	1	Nil	1	Nil	(c) The committee was formed in 1910, but has since been dissolved. The number of shops in the town of Sibi having been reduced to a minimum, viz., 2, and the question of alterations in the sites of existing shops never having arisen, the continuance of the committee was not considered necessary by the local authorities.

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Birma ...	Rangoon ... Town.	Rangoon	4	3	9	4	1	4	1	
	Akyab ...	Akyab	3	2	1	2	Nil	2	Nil	
	Pegu ...	Pegu	3	2	1	Nil	Nil	Nil	Nil	
	Prome ...	Prome	3	2	1	Nil	Nil	Nil	Nil	
	Bassein ...	Bassein	3	2	3	4	Nil	4	Nil	
	Henzada ...	Henzada	3	2	2	2	Nil	2	Nil	
	Amherst ...	Moulmein	3	2	1	2	Nil	2	Nil	
	Toungoo ...	Toungoo	3	2	1	Nil	Nil	Nil	Nil	
	Thayetmyo	Thayetmyo	3	2	1	Nil	Nil	Nil	Nil	
Mandalay ...	Mandalay	3	2	1	2	Nil	2	Nil		

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal.	Burdwan	Burdwan—1912-13	1	4	1	Nil	Nil	Nil	Nil	
		1913-14	1	2	1	Nil	Nil	Nil	Nil	
		1914-15	2	Nil (d)	1	Nil	Nil	Nil	Nil	(d) No one appeared on behalf of the municipality.
		Asansol—1912-13	1	8	1	Nil	2 (e)	Nil	2 (e)	(e) 1 pachwai shop and 1 taffi shop.
		1913-14	2	4	1	Nil	1 (f)	Nil	1 (f)	(f) Pachwai shop.
		1914-15	1	2	1	Nil	2 (g)	Nil	2 (g)	(g) 1 country spirit shop and 1 tari shop.
		Kalna (h)	2	2	1	Nil	Nil	Nil	Nil	(h) An advisory committee was appointed in this municipality for the first time in 1914-15.
		Katwa (h)	2	2	1	Nil	Nil	Nil	Nil	
		Baniganj (h)	1	2	1	Nil	Nil	Nil	Nil	
		Dainhat (h)	1	2	1	Nil	Nil	Nil	Nil	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal— <i>contd.</i>	Birbhum ...	Suri (A) ...	1	3	1	Nil	1 (f)	Nil	1 (f)	(f) Tari shop.
		Bankura ...								
		Bankura—1912-13 ...	2	4	1	Nil	Nil	Nil	Nil	
		1913-14 ...	1	3	1	Nil	Nil	Nil	Nil	
		1914-15 ...	2	2	1	Nil	Nil	Nil	Nil	
		Vishnupur—1912-13 ...	Nil (f)	Nil (f)	Nil	Nil	Nil	Nil	Nil	(f) No excise committee was held as the chairman of the municipality reported that there was no objection to the maintenance of the existing liquor shops at Vishnupur.
		1913-14 ...	3	3	1	Nil	Nil	Nil	Nil	
		1914-15 ...	2	3	1	Nil	Nil	Nil	Nil	
	Sonamukhi (A) ...	1	3	1	Nil	Nil	Nil	Nil		

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal— contd.	Midnapur	Midnapur—1912-13 ...	1	2	1	Nil	Nil	Nil	Nil	
		1913-14 ...	1	4	1	Nil	Nil	Nil	Nil	
		1914-15 ...	2	3	1	3 (k)	1 (i)	3 (k)	1 (i)	(k) 1 country spirit shop and 2 tari shops.
		Tamluk (h) ...	2	2	1	Nil	1 (i)	Nil	1 (i)	
		Ghatal (h) ...	2	3	1	Nil	Nil	Nil	Nil	
		Kharar (h) ...	2	3	1	Nil	Nil	Nil	Nil	
		Khirpai (h) ...	2	3	1	Nil	Nil	Nil	Nil	
		Chandrakona (h) ...	2	3	1	1 (i)	Nil	1 (i)	Nil	(i) Country spirit shop.
Ramjibpur (h) ...	2	3	1	Nil	2 (g)	Nil	2 (g)			

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.
Bengal—contd/	Hooghly	Chinsura - 1912-13 ...	3	3	1	1 (f)	1 (f)	1 (f)	1 (f)	
		1913-14 ...	2	1	1	Nil	Nil	Nil	Nil	
		1914-15 ...	1	3	1	Nil	1 (f)	Nil	1 (f)	
		Sorampur - 1913-13 ...	3	3	1	Nil	4 (m) (e)	Nil	3 (n) (e)	(m) 3 country spirit shops and 1 tari shop.
		1913-14 ...	3	4	1	Nil	3 (n) (p)	Nil	Nil (p)	(n) 2 country spirit shops and 1 tari shop.
		1914-15 ...	2	4	1	1 (f)	1 (f) (g)	1 (f)	1 (f) (g)	(e) In respect of one country spirit shop the recommendation could not be given effect to as it was found that the site proposed by the municipality was close to the local boys' and girls' schools and no other suitable site could be found.
										(p) The municipality withdrew its objection in respect of one country spirit shop as no other less objectionable site could be secured. The sites of the remaining country spirit and tari shops could not be changed as less objectionable sites could not be secured.
										(g) The site of the country spirit shop was objected to in 1913-14 also—vide remark

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
gal- <i>contd</i>	Honghly- <i>contd.</i>	Bhadreswar—1912-13 ...	1	4	1	1 (i) (r)	3 (l) (s)	Nil (r)	1 (l) (s)	(r) The tari shop was neither abolished nor removed as the site was found by the Collector not to be objectionable in any way.
		1913-14 ...	3	6	1	Nil	2 (g) (t)	Nil	1 (l) (t)	(s) The recommendations in respect of two country spirit shops were not given effect to as their removal would have had the effect of transferring the custom of the British to the French shops which are situated very close to the local mills.
		1914-15 ...	1	3	1	Nil	Nil	Nil	Nil	(t) The site of the tari shop was not changed as the present site was found to be unobjectionable. The municipal chairman agreed.
		Baldyabati—								
		1912-13 ...	3	3	1	Nil	1 (l) (u)	Nil	Nil (u)	(u) The shop was allowed to remain at its present site as the committee did not press for its removal.
		1913-14 ...	3	4	1	Nil	1 (i) (v)	Nil	Nil (v)	(v) The shop has been allowed to stand where it was as a less objectionable site could not be secured by the municipality.
		1914-15 ...	1	3	1	Nil	1 (r) (w)	Nil	Nil (w)	(w) The recommendation has not been given effect to for want of a suitable site. The site of the shop was also objected to in 1913-14.

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bihar—cont'd.	Hooghly— cont'd.	Kotrang (A) ...	2	3	1	Nil	Nil	Nil	Nil	
		Utterpara (A) ...	2	3	1	Nil	Nil	Nil	Nil	
		Arambagh (A) ...	2	4	1	Nil	Nil	Nil	Nil	
		Bansberia (A) ...	2	3	1	Nil	1 (C)	Nil	1 (C)	
	24 Parganas	Titagarh— 1912-13	2	3	1	1 (x)	Nil	1 (x)	Nil	(x) Imported liquor shop.
		1913-14 ...	2	3	1	Nil	Nil	Nil	Nil	
		1914-15 ...	2	1	1	Nil	Nil	Nil	Nil	

liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Bengal— <i>contd.</i>	24-Farganas— <i>contd.</i>	South Suburban Municipality (y)— 1912-18	1	2	1	Nil	Nil	Nil	Nil	(y) A portion of this municipality is within the excise jurisdiction of Calcutta.	
		1913-14	Nil (z)	Nil (z)	Nil (z)	Nil (z)	Nil (z)	Nil (z)	Nil (z)	(z) No excise committee was held as no objection was raised by the municipality to the sites and numbers of shops proposed.	
		1914-15	2	2	1	Nil	Nil	Nil	Nil		
		Garden Reach (y)—1912-18	1	2	1	Nil	2 (aa) (bb)	Nil	Nil (bb)	(aa) 1 country spirit shop and 1 imported liquor shop. (bb) As the shops have occupied the present site for a long time and no specific complaints have been brought against it, and as the Municipal Commissioner who objected to the site was not prepared to propose an alternative site, it was agreed that the shops should continue and that the Municipal Commissioner should make further inquiries and, if he considered it necessary, should submit a proposal for a new site next year. No meeting was held for the year 1913-14.	
		1913-14	Nil (z)	Nil (z)	Nil (z)	Nil (z)	Nil (z)	Nil (z)	Nil (z)	Nil (z)	
		1914-15	2	2	1	Nil	1 (l)	Nil	1 (l)		
		Tollyganj (A) ...	2	Nil (cc)	1	1 (i) (dd)	Nil	Nil (dd)	Nil	(cc) No representative of the municipality was present, though duly informed. The chairman, however, sent a written objection about the site of a tari shop. (dd) The tari shop was allowed to remain as the Collector did not think that the number of such shops in the municipality was excessive.	
Bajpur (A) ...	2	1	1	Nil	Nil	Nil	Nil				

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Name of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal—contd	24-Pargannas—contd.	Barulpur (A) ...	2	2	1	Nil	Nil	Nil	Nil	
		Jaynagar (A) ...	2	2	1	Nil	Nil	Nil	Nil	
		Budgo Budgo (A) ...	2	2	1	1 (i)	1 (i)	1 (i)	1 (i)	
		Baranagar—1912-18 ...	Nil (ee)	Nil (ee)	Nil	Nil	Nil	Nil	Nil	
		1913-14 ...	Nil (e)	Nil (e)	Nil (e)	Nil (e)	Nil (e)	Nil (e)	Nil (e)	
		1914-15 ...	2	2	1	Nil	1 (i)	Nil	1 (i)	

(ee) No excise committee was held as the chairman of the municipality reported that there were no objections to the sites of the liquor shops proposed for 1912-18.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal—contd.	24 Parganas—contd.	Kamarhati (A) ...	2	1	1	1 (i) (ff)	1 (i)	Nil	1 (i) (ff)	<p>(ff) The shop was recommended by the advisory committee for closure and not for removal. The Collector, however, removed it to an unobjectionable site. The other tari shop which was recommended for removal was opened at the old site at the outset. The license has since been cancelled for non-payment of license fee. The shop will be placed at the site selected by the advisory committee when the license is resettled.</p> <p>(gg) There were 4 tari shops in the municipality. It was considered that abolition should proceed more gradually than the committee recommended.</p> <p>(hh) The Collector was requested to find out an unobjectionable site for the shop, but no other suitable site having been found it has been retained at its old site.</p>
		North Barrackpur (A) ...	2	2	1	Nil	Nil	Nil	Nil	
		South Dum Dum (A) ...	2	1	1	3 (i) (gg)	Nil	1 (i) (gg)	Nil	
		Naihati (A) ...	2	2	1	Nil	1 (h) (hh)	Nil	Nil (hh)	
		Haldhabar (A) ...	2	1	1	Nil	Nil	Nil	Nil	
		Barasat (A) ...	2	2	1	Nil	Nil	Nil	Nil	
		Gobardanga (A) ...	2	2	1	Nil	Nil	Nil	Nil	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc. in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal—contd.	24 Parganas—contd.	Bhatpara—1912-13 ...	Nil (ee)	Nil (ee)	Nil	Nil	Nil	Nil	Nil	
		1913-14 ...	1	3	1	Nil	1 (i)	Nil	1 (i)	
		1914-15 ...	2	2	1	Nil	1 (i)	Nil	1 (i)	
		Baahirhat (A) ...	2	2	1	Nil	7 (ii) (jj)	Nil	Nil (jj)	(ii) 1 country spirit shop, 1 tari shop, 1 foreign liquor shop, 1 ganja shop, 1 opium shop, 1 bhaag shop and 1 charas shop. (jj) The country spirit, ganja, opium, bhaag and charas shops cannot be removed to the sites selected by the committee until the road is built. The Collector has been requested to place these shops in a less prominent position, if possible, pending the construction of the road. The question of removal of the foreign liquor shop is under consideration. No change in the site of the tari shop was considered necessary as the shop has been found not to be located in the heart of the market. (kk) 1 ganja shop and 1 bhaag shop.
		Baduria (A) ...	2	2	1	1 (i)	2 (kk)	1 (i)	2 (kk)	
		Taki (A) ...	2	3	1	Nil	Nil	Nil	Nil	

Provinces.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	-11
Bengal—contd.	24-Parganas—contd.	North Dum Dum (A) ... Panibati (A) ... Garulia (A) ...	Nil (11)	Nil (11)	Nil (11)	Nil (11)	Nil (11)	Nil (11)	Nil (11)	(11) There were no meetings held in these municipalities nor were any objections raised to the old sites of shops.

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the question of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal—contd.	Calcutta ..	Calcutta ... } Manicktola ... } Cossipur-Chitpur } Garden-Road ... } (mm) South Suburban Municipality. } Howrah ... } Bally ... }	3	3	2	3 (l)	3 (m) (nn)	3 (l)	3 (m)	(mm) The information given in regard to these municipalities is for the year 1913-14. In 1912-13 no advisory committee was appointed as the licenses for the retail sale of country spirit and the retail "on" and "off" sales of foreign liquor had been settled for 3 years from the 1st April 1910 and the sites of the shops had been considered and approved by the committee which sat in 1908-10. In 1914-15 special licensing boards were appointed in place of the advisory committees, for Calcutta and its suburbs. These boards exercise, subject to the control of the Local Government and to the exclusion of the Collector and the Superintendent of Excise Revenue, Calcutta, all the powers conferred by section 84, read with section 85, of the Bengal Excise Act, 1908, with the exception of that of granting the licenses. (nn) In addition to these shops the committee recommended the removal of 4 tari shops in the event of better sites being found for them. No such sites being, however, available, the recommendation was not carried out.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal—contd.	Nadia	Krishnauagar—1912-13...	2	1	1	Nil	1 (i) (oo)	Nil	Nil (oo)	(oo) Steps were taken to get a suitable site, but no unobjectionable site was obtained before 1914-15 when the shop was removed.
		1913-14...	2	2	1	Nil	2 (pp) (rr)	Nil	2 (qq) (rr)	(pp) 1 imported liquor and 2 tari shops. (qq) 1 imported liquor and 1 tari shop.
		1914-15...	2	2	1	Nil	1 (s)	Nil	1 (t)	(rr) One shop was continued on the old site as an unobjectionable site could not be secured. The site has been changed in 1914-15.
		Kushitia (h) ...	1	4	1	Nil	Nil	Nil	Nil	
		Kumarkhall (h) ...	2	6	1	Nil	Nil	Nil	Nil	
		Mohorpur (h) ...	1	4	1	Nil	Nil	Nil	Nil	
		Nadia (h) ...	1	2	1	Nil	Nil	Nil	Nil	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal—contd.	Nadia— concd.	Shantipur—1912-13 ...	2	5	1	Nil	Nil	Nil	Nil	
		1913-14 ...	4	9	1	Nil	1 (i) (ss)	Nil	Nil (ss)	(ss) The shop was removed after the close of the year.
		1914-15 ...	1	8	1	Nil	1 (i)	Nil	1 (i)	
		Ranaghat (A) ...	2	8	1	Nil	Nil	Nil	Nil	
		Birnagar (A) ...	1	8	1	Nil	Nil	Nil	Nil	
		Chakdab (A) ...	2	6	1	Nil	Nil	Nil	Nil	

of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal—contd.	Murshidabad	Berhampur—1912-13 ...	2	3	1	Nil	Nil	Nil	Nil	
		1913-14 ...	2	3	1	Nil	2 (g) (tt)	Nil	1 (h) (tt)	(tt) The shop has been allowed to stand where it was as a less objectionable site could not be secured. The advisory committee for 1914-16 raised no objection against the present site of the shop as being unsuitable.
		1914-16 ...	2	4	1	Nil	1 (i)	Nil	1 (i)	
		Murshidabad (A) ...	2	5	1	Nil	1 (i)	Nil	1 (i)	
		Asimganj (A) ...	2	6	1	Nil	Nil	Nil	Nil	
		Jangipur (A) ...	2	2	1	Nil	Nil	Nil	Nil	
		Dhulyan (A) ...	2	3	1	Nil	Nil	Nil	Nil	
		Kandi (A) ...	1	7	1	Nil	1 (j)	Nil	1 (j)	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc. in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal—contd.	Jessore ...	Jessore (A) ...	1	8	1	Nil	1 (I) (us)	Nil	Nil (us)	(us) The shop has been allowed to stand at its present site for want of a more suitable site.
		Kotechandpur (A) ...	2	8	1	Nil	Nil	Nil	Nil	
		Mohesipur (A) ...	2	8	1	Nil	Nil	Nil	Nil	
	Khulusa ...	Khulusa (A) ...	1	4	1	Nil	1 (S) (us)	Nil	Nil (us)	
		Satkbira (A) ...	2	8	1	Nil	Nil	Nil	Nil	
		Debhata (A) ...	1	8	1	Nil	Nil	Nil	Nil	

of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended -		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal— <i>contd.</i>	Dacca ...	Dacca—1912-13 ...	(ve)	(ve)	(ve)	Nil	Nil	Nil	Nil	(ve) Information not available. Papers have been destroyed in the Collector's office.
		1913-14 ...	1	1	1	Nil	Nil	Nil	Nil	
		1914-15 ...	2 (vw)	Nil (vw)	1	Nil	Nil	Nil	Nil		(vw) Only the Collector and Excise Deputy Collector held the meeting. None was present on behalf of the municipality. The chairman intimated in writing that no objection would be made.
		Narainganj—1912-13 ...	(ve)	(ve)	(ve)	Nil	Nil	Nil	Nil	
		1913-14 ...	3	Nil	1	Nil	1 (i)	Nil	1 (i)	
		1914-15 ...	1	1	1	Nil	Nil	Nil	Nil	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal— <i>contd.</i>	Mymensing	Mymensing (A) ...	1	4	1	Nil	Nil	Nil	Nil	
		Muktagecha (A) ...	1	5	1	Nil	Nil	Nil	Nil	
		Sherpur (A) ...	1	4	1	Nil	Nil	Nil	Nil	
		Jamalpur (A) ...	1	3	1	Nil	Nil	Nil	Nil	
		Tangail (A) ...	1	3	1	Nil	Nil	Nil	Nil	
		Netrokona (A) ...	1	3	1	Nil	Nil	Nil	Nil	
		Kishoreganj (A) ...	1	2	1	Nil	Nil	Nil	Nil	
		Bajitpur (A) ...	1	2	1	Nil	Nil	Nil	Nil	
	Faridpur	Faridpur (A) ...	1	3	1	Nil	5 (xx) (yy)	Nil	Nil (yy)	
		Madaripur (A) ...	1	4	1	Nil	Nil	Nil	Nil	

(xx) 1 country spirit shop, 1 foreign liquor shop, 1 opium shop, 1 ganja shop and 1 bang shop.

(yy) No more suitable site being available, the Collector has retained these shops at their present sites and ordered inquiries to be instituted with a view to finding better sites for the next year.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended -		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Bengal— contd.	Bakerganj...	Barisal (h)	2	3	1	4 (xx)	1 (i)	4 (xx)	1 (i)	(xx) 1 country spirit shop, 1 ganja shop, 1 opium shop and 1 bhanga shop.	
		Jhalakati (h) ...	Nil	3	1	Nil	Nil	Nil	Nil		
		Kalchitty (h) ...	1	2	1	Nil	Nil	Nil	Nil		
		Perojpur (h) ...	3	1	1	Nil	Nil	Nil	Nil		
		Patuakhali (h) ...	2	1	1	Nil	Nil	Nil	Nil		
	Chittagong	Chittagong—1912-13 ...	1	11	1	Nil	Nil	Nil	Nil		
		1913-14...	2	1	1	Nil	Nil	Nil	Nil		
		1914-15... {	1st meeting—1		4	} 2	Nil	Nil	Nil	Nil	
			2nd meeting—2		4						
		Cox's Bazar (h) {	1st meeting—1		4	} 2	Nil	2 (aaa) (bbb)	Nil	Nil (bbb)	(aaa) 1 opium shop and 1 ganja shop.
2nd meeting—3			4	(bbb) The Collector did not accept the recommendation, as it would be difficult to secure an equally safe house in the site proposed by the committee.							

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			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal— <i>contd.</i>	Noakhali ...	Noakhali (A) ...	2	1	1	Nil	Nil	Nil	Nil	
	Tipperah ...	Comilla (A)... ..	2	4	1	Nil	Nil	Nil	Nil	
		Chandpur (A) ...	2	3	1	Nil	Nil	Nil	Nil	
		Brahmanberia (A) ...	2	3	1	Nil	Nil	Nil	Nil	
	Bajshahi...	Rampore Boalia (A) ...	2	2	1	Nil	1 (1)	Nil	1 (1)	
		Natore (A) ...	2	2	1	Nil	1 (1)	Nil	1 (1)	

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal— contd.	Dinajpur...	Dinajpur (A) ...	2	4	1	Nil	Nil	Nil	Nil	
		Jalpaiguri (A) ...	1	2	1	Nil	Nil	Nil	Nil	
		Rangpur (A) ...	2	1	1	Nil	1 (2)	Nil	1 (2)	
		Bogra (A) ...	{ 1st meeting—1 End meeting—2	9 2	2	Nil	1 (2)	Nil	1 (2)	
		Shorpur (A) ...	1	1	1	Nil	Nil	Nil	Nil	
	Pabna ...	Pabna (A) ...	2	2	1	Nil	1 (2) (uu)	Nil	Nil (uu)	
		Serajganj (A) ...	1	2	1	Nil	Nil	Nil	Nil	

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Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of sessions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bengal— <i>concd.</i>	Malda ...	English Bazar (A) ...	1	4	1	Nil	2 (g) (ccc)	Nil	1 (g) (ccc)	(ccc) The site of the shop was objected to as it was close to the boys' school. The Collector was asked to look into the matter. He now reports that the site towards the school is being blocked up and the entrance to the shop is being shifted to another road which is not visible from the school.
		Nawabganj (A) ...	1	4	1	Nil	Nil	Nil	Nil	
		Old Malda (A) ...	1	3	1	Nil	Nil	Nil	Nil	
	Darjeeling	Darjeeling—1912-13 ...	2	4	1	Nil	Nil	Nil	Nil	
		1913-14 ...	2	5	1	Nil	Nil	Nil	Nil	
		1914-15 ...	2	3	1	Nil	2 (ddd) (eee)	Nil	Nil (eee)	
	Kurseong (A) ...	1	4	1	Nil	Nil	Nil	Nil	(ddd) 1 country spirit shop and 1 pachwai shop. (eee) The shops were allowed to remain at their present sites as no more suitable sites were available. The site proposed by the committee met with strong local opposition.	

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Madras ...	Ganjam ...	Chiccacole—								
		1911-12 ...			Nil	Nil	Nil	Nil	Nil	
		1912-13 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil
		1913-14 ...			Nil (//)	Nil	1 (f)	Nil	1 (f)	
		Berhampore—								
		1911-12 ...			Nil (//)	Nil	1 (f)	Nil	1 (f)	
		1912-13 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil
		1913-14 ...			Nil (//)	Nil	1 (f)	Nil	1 (f)	
		Parlakimedi—								
		1911-12 ...			Nil (//)	Nil	1 (f)	Nil	1 (f)	
		1912-13 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil
		1913-14 ...			Nil	Nil	Nil	Nil	Nil	Nil

(//) There were no formal meetings of the advisory committees, but the district Collectors consulted the other members by post or otherwise.

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 8 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras— contd.	Vizagapatam	Vizagapatam—									
		1911-12 ...	2	1	1	Nil	5 (i)	Nil	5 (i)		
		1912-13 ...			Nil	Nil	Nil	Nil			
		1913-14 ...			1	1 (i)	Nil	1 (i)	Nil		
		Visianagram—									
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...			1	Nil	1 (i)	Nil	1 (i)		
		1913-14 ...			2	2 (i)	7 (ggg)	2 (i)	7 (ggg)	(ggg) 5 country spirit shops and 2 tari shops.	
		Bimlipatam—									
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...			Nil	Nil	Nil	Nil	Nil		
		1913-14 ...			1	2 (i)	Nil	2 (i)	Nil		

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended —		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.		
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.			
1	2	3	4	5	6	7	8	9	10	11		
Madras— contd.	Vizagapatam —contd.	Anakapalle—										
		1911-12 ...	2	1	1	2(i)	1(i)	2(i)	1(i)			
		1912-18 ...			2	2(g)	1(f)	2(g)	1(f)			
		1913-14 ...			2	1(i)	5(AAA)	1(i)	5(AAA)			
		Godavari ...	Rajahmundry—									
		1911-12 ...	2	1	2	Nil	Nil	Nil	Nil	Nil		
	1912-18 ...	2			Nil	Nil	Nil	Nil				
	1913-14 ...	2			Nil	Nil	Nil	Nil				
		Cocanada —										
	1911-12 ...	2	1	2	Nil	Nil	Nil	Nil	Nil			
	1912-18 ...			2	Nil	1(i)	Nil	1(i)				
	1913-14 ...			2	Nil	Nil	Nil	Nil				

(AAA) 8 country spirit shops and 2 tari shops.

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras— contd.	Kistna ...	Masulipatam—									
		1911-12 ...			Nil	Nil	Nil	Nil	Nil		
		1912-13 ...	2	1	1	Nil	1 (I)	Nil	1 (I)		
		1913-14 ...			Nil	Nil	Nil	Nil	Nil		
		Bezwada—									
		1911-12 ...			Nil	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...	2	1	1	Nil	1 (I)	Nil	1 (I)		
		1913-14 ...			1	Nil	Nil	Nil	Nil		
		Ellore—									
		1911-12 ...			1	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...	2	1	2	Nil	2 (I)	Nil	2 (I)		
		1913-14 ...			5	Nil	Nil	Nil	Nil		

of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.									
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.										
1	2	3	4	5	6	7	8	9	10	11									
Madras— <i>contd.</i>	Guntur ...	Ongole—																	
		1911-12 ...	2	1	1	Nil	Nil	Nil	Nil										
		1912-13 ...									2	1	2	Nil	Nil	Nil	Nil		
		1913-14 ...											2	1 (?)	Nil	1 (?)	Nil		
		Guntur—																	
		1911-12 ...	2	1	2	Nil	Nil	Nil	Nil	Nil									
		1912-13 ...										2	1	2	Nil	Nil	Nil	Nil	
		1913-14 ...												2	Nil	Nil	Nil	Nil	
		Total—																	
		1911-12 ...	2	1	2	1	Nil	Nil	Nil	Nil	Nil								
		1912-13 ...											2	1	2	Nil	Nil	Nil	Nil
		1913-14 ...													2	Nil	1 (?)	Nil	1 (?)
		Nellore ...	Nellore—																
		1911-12 ...	2	1	2	2	Nil	Nil	Nil	Nil	Nil								
		1912-13 ...											2	1	2	Nil	Nil	Nil	Nil
1913-14 ...													2	Nil	Nil	Nil	Nil		

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Madras— contd.	Cuddapah...	Cuddapah—								
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...			Nil	Nil	Nil	Nil	Nil	
	1913-14 ...	Nil			Nil	Nil	Nil	Nil		
	Anantpur...	Anantpur—								
		1911-12 ...	2	1	1	Nil	1 (i)	Nil	1 (i)	
		1912-13 ...			Nil	Nil	Nil	Nil	Nil	
	1913-14 ...	Nil			Nil	Nil	Nil	Nil		
	Bellary ...	Bellary—								
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil
		1912-13 ...			1	Nil	3 (i)	Nil	3 (i)	
	1913-14 ...	Nil (iii)			Nil	1 (i)	Nil	Nil (iii)	(iii) The question of the removal of the tari shop has been postponed for 1914-15.	
	Adoni—	Adoni—								
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil
		1912-13 ...			1	Nil	2 (i)	Nil	2 (i) (ii)	(ii) The removal of the shops was carried into effect from 1st April 1914.
1913-14 ...	Nil	Nil			Nil	Nil	Nil			

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras— <i>contd.</i>	Bellary— <i>contd.</i>	Hospet—									
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil		
		1912-13 ...			1	Nil	Nil	Nil	Nil		
		1913-14 ...			Nil	Nil	Nil	Nil	Nil		
		Kurnool ...	Kurnool—								
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil	
	1912-13 ...	Nil			Nil	Nil	Nil	Nil	Nil		
	1913-14 ...	1			Nil	Nil	Nil	Nil	Nil		
		Nandyal—									
	1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil		
	1912-13 ...			Nil	Nil	Nil	Nil	Nil	Nil		
	1913-14 ...			Nil	Nil	Nil	Nil	Nil	Nil		
		Madras ...	Madras—								
	1911-12 ...	2	1	1	6 (i)	1 (i)	6 (i)	1 (i)	(kkk) 1 country spirit shop and 15 tari shops.		
	1912-13 ...			1	85 (i)	16 (kkk)	95 (i)	8 (lll)	(lll) 1 country spirit shop and 7 tari shops; of the latter, 5 were closed in 1913-14.		
1913-14 ...	1			86 (mmm)	10 (nnn)	86 (mmm)	8 (ooo)	(mmm) 1 country spirit shop and 85 tari shops.			
										(nnn) 1 country spirit shop and 9 tari shops.	
										(ooo) 1 country spirit shop and 7 tari shops.	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended --		Number of licenses in respect of which the recommendations have been carried out as regards--		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras-- contd.	Chingleput	Chingleput--									
		1911-12 ...			1	Nil	Nil	Nil	Nil		
		1912-13 ...	2	1	1	Nil	Nil	Nil	Nil		
		1913-14 ...			Nil	Nil	Nil	Nil	Nil		
		1911-12 ...			Nil (0)	5 (0)	Nil	5 (0)	Nil		
		1912-13 ...	2	1	2	1 (0)	Nil	1 (0)	Nil		
		1913-14 ...			Nil (0)	Nil	1 (0)	Nil	1 (0)		
	Chittoor ...	Tirupati--	1911-12 ...			Nil	Nil	Nil	Nil	Nil	
			1912-13 ...	2	1	Nil	Nil	Nil	Nil	Nil	
			1913-14 ...			Nil	Nil	Nil	Nil	Nil	

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.		
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.			
1	2	3	4	5	6	7	8	9	10	11		
Madras— <i>contd.</i>	North Arcot	Gudiyattam—										
		1911-12 ...	2	1	1	1 (5)	Nil	1 (4)	Nil			
		1912-13 ...			1	Nil	2 (2)	Nil	2 (2)			
		1913-14 ...			1	1 (5)	Nil	1 (4)	Nil			
		Tirupattur—										
		1911-12 ...	2	1	1	Nil	Nil	Nil	Nil	Nil		
		1912-13 ...			Nil	Nil	Nil	Nil	Nil			
		1913-14 ...			Nil	Nil	Nil	Nil	Nil			
		Tiruvannamalai—										
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil		
		1912-13 ...			Nil	Nil	Nil	Nil	Nil			
		1913-14 ...			2	2 (2)	5 (ppp)	2 (2)	5 (ppp)	(ppp) 3 country spirit shops and 2 tari shops.		
		Vaniyambadi—										
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil		
		1912-13 ...			Nil	Nil	Nil	Nil	Nil			
		1913-14 ...			Nil	Nil	Nil	Nil	Nil			

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	Districts.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended —		Number of licenses in respect of which the recommendations have been carried out as regards —		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras— <i>contd.</i>	North Arcot <i>—contd.</i>	Vellore—									(???) The question of the removal of the tari shop was ordered to be considered in 1913-14.
		1911-12 ...	2	1	3	Nil	1 (i)	Nil	1 (i)		
		1912-13 ...									
		1913-14 ...									
		Wallojah—									
		1911-12 ...	2	1	3	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...									
		1913-14 ...									
		South Arcot	Chidambaram—								
	1911-12 ...	2	1	3	2	Nil	Nil	Nil	Nil		
	1912-13 ...										
	1913-14 ...										
	Cuddalore—										
	1911-12 ...	2	1	3	2	Nil	Nil	Nil	Nil		
	1912-13 ...										
1913-14 ...											

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras— <i>contd.</i>	Tanjore	Tanjore—									
		1911-12 ...	3	1	2	Nil	Nil	Nil	Nil		
		1912-13 ...			2	3 (2)	Nil	3 (2)	Nil		
		1913-14 ...			2	Nil	Nil	Nil	Nil		
		Kumbakonam—									
		1911-12 ...	3	1	2	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...			2	1 (1)	Nil	1 (1)	Nil		
		1913-14 ...			2	Nil	1 (1)	Nil	1 (1)		
		Mayavaram—									
		1911-12 ...	2	1	2	1 (1)	Nil	1 (1)	Nil		
		1912-13 ...			2	2 (1)	Nil	2 (1)	Nil		
		1913-14 ...			2	Nil	Nil	Nil	Nil		

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras— contd.	Tanjore— contd.	Negapatam—									
		1911-12 ...	2	1	2	2 (g)	Nil	2 (g)	Nil		
		1912-13 ...			2	3 (i)	Nil	3 (i)	Nil		
		1913-14 ...			2	1 (i)	1 (i)	1 (i)	1 (i)		
		Mannargudi—									
		1911-12 ...	2	1	2	Nil	1 (i)	Nil	1 (i)		
		1912-13 ...			2	3 (e)	Nil	3 (g)	Nil		
		1913-14 ...			2	Nil	1 (i)	Nil	1 (i)		
		Trichinopoly	Trichinopoly—	1911-12 ...	2	1	Nil (ccc)	Nil	3 (e)	Nil	3 (e)
				1912-13 ...			Nil (ccc)	Nil	1 (i)	Nil	1 (i)
				1913-14 ...			Nil (ccc)	Nil	1 (i)	Nil	1 (i)
			Srirangam—	1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil
	1912-13 ...			Nil			Nil	Nil	Nil	Nil	
	1913-14 ...			Nil			Nil	Nil	Nil	Nil	

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended--		Number of licenses in respect of which the recommendations have been carried out as regards--		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Madras-- <i>conid.</i>	Trichinopoly <i>- conid.</i>	Karur--								
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...			Nil	Nil	Nil	Nil	Nil	
	1913-14 ...	Nil			Nil	Nil	Nil	Nil		
	Madura	Madura--								
		1911-12 ...	2	1	2	Nil	Nil	Nil	Nil	
		1912-13 ...			Nil (fff)	2 (f)	Nil	2 (f)	Nil	
	1913-14 ...	Nil (fff)			1 (f)	1 (f)	1 (f)	1 (f)		
	Dindigul--									
		1911-12 ...	2	1	1	Nil	Nil	Nil	Nil	
		1912-13 ...			1	Nil	Nil	Nil	Nil	
	1913-14 ...	Nil			Nil	Nil	Nil	Nil		
	Periyakulam--									
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...			Nil	Nil	Nil	Nil	Nil	
1913-14 ...	Nil	Nil			Nil	Nil	Nil			

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Madras— <i>contd.</i>	Madura— <i>contd.</i>	Palni—								
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...			Nil	Nil	Nil	Nil	Nil	
		1913-14 ...			Nil	Nil	Nil	Nil	Nil	
		Kodalkanal—								
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil	Nil
		1912-13 ...			Nil	Nil	Nil	Nil	Nil	
		1913-14 ...			1	Nil	Nil	Nil	Nil	
		Ramanad ...	Srivillipattur—							
	1911-12 ...	2	1	2	1 (5)	Nil	1 (5)	Nil	Nil	
	1912-13 ...			2	Nil	1 (5)	Nil	1 (5)		
	1913-14 ...			2	Nil	2 (5)	Nil	2 (5)		

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of Licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.					
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.						
1	2	3	4	5	6	7	8	9	10	11					
Madras— contd.	Tinnevely...	Tinnevely—													
		1911-12 ...	2	1	Nil (Nil)	Nil	1 (1)	Nil	1 (1)						
		1912-13 ...									Nil	Nil	Nil	Nil	
		1913-14 ...									1	Nil	Nil	Nil	
		Palamcottā—													
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil		Nil				
		1912-13 ...										Nil	Nil	Nil	Nil
		1913-14 ...										Nil	Nil	Nil	Nil
		Tuticorin—													
		1911-12 ...	2	1	Nil (Nil)	Nil	Nil	1 (1)	Nil		Nil				
		1912-13 ...										Nil	Nil	Nil	Nil
		1913-14 ...										1	Nil	Nil	Nil

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended -		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras— <i>contd.</i>	Colombatore	Colombatore—									
		1911-12 ...	2	1	1	Nil	Nil	Nil	Nil		
		1912-13 ...			1	Nil	Nil	Nil	Nil		
		1913-14 ...			Nil	Nil	Nil	Nil	Nil		
		Erode—									
		1911-12 ...	2	1	1	Nil	Nil	Nil	Nil	Nil	
	1912-13 ...	Nil			Nil	Nil	Nil	Nil			
	1913-14 ...	1			Nil	2 (g)	Nil	2 (g) (rrr)	(rrr) The tari shop was removed in 1914-15 to a site outside the municipal limits.		
	The Nilgiris	Ootacamund -									
	1911-12 ...	2	1	1	Nil	Nil	Nil	Nil	Nil		
	1912-13 ...			1	Nil	Nil	Nil	Nil			
	1913-14 ...			1	Nil	Nil	Nil	Nil			
		Coonoor—									
	1911-12 ...	2	1	1	Nil	Nil	Nil	Nil	Nil		
	1912-13 ...			1	Nil	Nil	Nil	Nil			
1913-14 ...	1			Nil	Nil	Nil	Nil				

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras— <i>contd.</i>	Salem ...	Salem—									
		1911-12 ...	2	1	Nil	Nil	Nil	Nil	Nil		
		1912-13 ...			Nil	Nil	Nil	Nil	Nil		
	1913-14 ...	Nil			Nil	Nil	Nil	Nil			
	South Canara	Mangalore—									
		1911-12 ...	2	1	Nil (M)	3 (f)	2 (s)	3 (f)	2 (s)		
		1912-13 ...			1	4 (m)	2 (f)	4 (m)	2 (f)		
	1913-14 ...	1			1 (f)	1 (f)	1 (f)	1 (f)			
	Malabar ...	Cannanore—	1911-12 ...	2	1	2	1 (s)	Nil	1 (s)	Nil	
			1912-13 ...			2	Nil	Nil	Nil	Nil	
			1913-14 ...			2	Nil	1 (f)	Nil	1 (f)	
		Tellicherry—	1911-12 ...	2	1	2	Nil	Nil	Nil	Nil	
			1912-13 ...			2	2 (s)	1 (f)	1 (s)	1 (f)	
			1913-14 ...			2	Nil	Nil	Nil	Nil	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Madras— <i>concid.</i>	Malabar— <i>concid.</i>	Calicut—									
		1911-12 ...	2	1	2	Nil	1 (i)	Nil	1 (i)		
		1912-13 ...			2	Nil	3 (i)	Nil	Nil		
		1913-14 ...			2	3 (k)	1 (i)	3 (k)	1 (i)		
		Palghat—									
		1911-12 ...	2	1	2	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...			2	Nil	Nil	Nil	Nil		
		1913-14 ...			2	1 (i)	Nil	1 (i)	Nil		
		Cochin—									
		1911-12 ...	2	1	1	2 (i)	Nil	Nil	Nil	Nil	
		1912-13 ...			1	Nil	1 (i)	Nil	1 (i)		
		1913-14 ...			2	3 (i)	Nil	3 (i)	Nil		

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
United Provinces.	Dohra Dun	Dohra Dun ...	2	4	1	Nil	Nil	Nil	Nil	
		Mussoorie ...	2	4	1	Nil	Nil	Nil	Nil	
	Saharanpur	Saharanpur ...	2	4	1	Nil	Nil	Nil	Nil	
	Muzaffarnagar.	Muzaffarnagar ...	2	5	1	Nil	2	Nil	2	
	Meerut ...	Meerut ...	2	5	2	Nil	2	Nil	2	
	Bulandshahr	Khurja ...	2	4	1	Nil	Nil	Nil	Nil	
	Aligarh ...	Aligarh ...	2	4	1	Nil	Nil	Nil	Nil	
		Hathras ...	2	4	1	Nil	Nil	Nil	Nil	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
United Provinces— <i>contd.</i>	Muttra ...	Muttra	2	4	1	Nil	Nil	Nil	Nil	
		Brindaban	2	4	1	Nil	Nil	Nil	Nil	
	Agra ...	Agra	2	3	1	Nil	Nil	Nil	Nil	
		Farrukhabad	2	5	1	1	Nil	1	Nil	
	Etawah ...	Etawah	2	4	2	Nil	Nil	Nil	Nil	
	Bareilly ...	Bareilly	2	2	1	Nil	Nil	Nil	Nil	
	Budaun ...	Budaun	2	2	1	Nil	Nil	Nil	Nil	

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
United Provinces—contd.	Moradabad...	Moradabad ...	2	4	1	Nil	Nil	Nil	Nil	
		Amroha ...	2	4	1	Nil	Nil	Nil	Nil	
		Sambhal ...	2	4	1	1	Nil	1	Nil	
		Chandauli ...	2	4	1	Nil	Nil	Nil	Nil	
	Shahjahanpur	Shahjahanpur ...	2	4	1	Nil	Nil	Nil	Nil	
	Pilibhit ..	Pilibhit ...	2	5	1	Nil	Nil	Nil	Nil	
	Cawnpore ...	Cawnpore ...	3	4	1	Nil	Nil	Nil	Nil	
Banda ...	Banda ...	2	4	2	Nil	1	Nil	1		

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
United Provinces—contd.	Allahabad ...	Allahabad ...	3	4	1	Nil	Nil	Nil	Nil	
	Jhansi ...	Jhansi ...	2	2	1	Nil	Nil	Nil	Nil	
	Benares ...	Benares ...	2	4	3	Nil	Nil	Nil	Nil	
	Mirzapur ...	Mirzapur with Bindhyachal	2	4	1	Nil	Nil	Nil	Nil	
	Jaunpur ...	Jaunpur ...	2	4	1	Nil	Nil	Nil	Nil	
	Ghazipur ...	Ghazipur ...	2	4	2	Nil	Nil	Nil	Nil	

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
United Provinces— <i>sanad.</i>	Gorakhpur..	Gorakhpur ...	2	4	1	Nil	Nil	Nil	Nil	
	Naini Tal ...	Naini Tal ...	2	2	2	Nil	Nil	Nil	Nil	
	Lucknow ...	Lucknow ...	2	4	1	1	Nil	1	Nil	
	Hardoi ...	Shahabad ...	2	4	1	Nil	Nil	Nil	Nil	
	Sitapur ...	Sitapur ...	2	4	2	Nil	1	Nil	1	
	Fyzabad ...	Fyzabad ...	2	4	1	Nil	Nil	Nil	Nil	
	Bahraich ...	Bahraich ...	2	4	1	Nil	1	Nil	1	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.		
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.			
1	2	3	4	5	6	7	8	9	10	11		
Assam (see ...)	Coochur ...	Silchar—								(see) Municipal Boards have been constituted local advisory committees in this province. A list of all retail excise shops is submitted annually to the Municipal Board concerned and is considered at a meeting of the Board. Any recommendations made at such meetings which the District Officer is unable to accept is required to be referred by him to the Chief Commissioner through the Excise Commissioner. The figures in columns 4 and 5 of the statement, therefore, indicate the numbers of official and non-official members of the various Municipal Boards, while those in column 6 indicate the number of times the several Boards have met to discuss the number and location of liquor shops. For the future it has been decided that Local Boards shall be constituted advisory committees for the rural areas of the province and shall be consulted in regard to the number and location of excise shops in those areas in the same way as Municipal Boards are at present consulted in respect of urban areas.		
		1911-12 ...	3	11	1	Nil	Nil	Nil	Nil			
		1912-13 ...	3	11	1	Nil	Nil	Nil	Nil			
	1913-14 ...	4	11	1	Nil	Nil	Nil	Nil				
	Sylhet ...	Sylhet—									(see) Municipal Boards have been constituted local advisory committees in this province. A list of all retail excise shops is submitted annually to the Municipal Board concerned and is considered at a meeting of the Board. Any recommendations made at such meetings which the District Officer is unable to accept is required to be referred by him to the Chief Commissioner through the Excise Commissioner. The figures in columns 4 and 5 of the statement, therefore, indicate the numbers of official and non-official members of the various Municipal Boards, while those in column 6 indicate the number of times the several Boards have met to discuss the number and location of liquor shops. For the future it has been decided that Local Boards shall be constituted advisory committees for the rural areas of the province and shall be consulted in regard to the number and location of excise shops in those areas in the same way as Municipal Boards are at present consulted in respect of urban areas.	
		1911-12 ...	2	13	1	Nil	Nil	Nil	Nil			
		1912-13 ...	2	13	1	Nil	Nil	Nil	Nil			
	1913-14 ...	1	14	1	Nil	Nil	Nil	Nil				
	Khasi and Jaintia Hills.	Shillong—										(see) Municipal Boards have been constituted local advisory committees in this province. A list of all retail excise shops is submitted annually to the Municipal Board concerned and is considered at a meeting of the Board. Any recommendations made at such meetings which the District Officer is unable to accept is required to be referred by him to the Chief Commissioner through the Excise Commissioner. The figures in columns 4 and 5 of the statement, therefore, indicate the numbers of official and non-official members of the various Municipal Boards, while those in column 6 indicate the number of times the several Boards have met to discuss the number and location of liquor shops. For the future it has been decided that Local Boards shall be constituted advisory committees for the rural areas of the province and shall be consulted in regard to the number and location of excise shops in those areas in the same way as Municipal Boards are at present consulted in respect of urban areas.
		1911-12 ...	6	9	1	Nil	Nil	Nil	Nil			
1912-13 ...		5	10	1	Nil	Nil	Nil	Nil				
1913-14 ...	5	10	1	Nil	Nil	Nil	Nil					

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Assam—contd.	Goalpara ...	Dhubri—									
		1911-12 ...	5	7	1	Nil	Nil	Nil	Nil		
		1912-13 ...	5	7	1	Nil	Nil	Nil	Nil		
		1913-14 ...	3	9	1	Nil	Nil	Nil	Nil		
		Goalpara—									
		1911-12 ...	3	7	1	Nil	Nil	Nil	Nil		
	Kamrup ...	Gowhati—	1912-13 ...	1	9	1	Nil	Nil	Nil	Nil	
			1913-14 ...	2	8	1	Nil	Nil	Nil	Nil	
			1911-12 ...	3	7	1	Nil	Nil	Nil	Nil	
		1912-13 ...	3	7	1	Nil	Nil	Nil	Nil		
			1913-14 ...	2	7	1	Nil	Nil	Nil	Nil	

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Assam— contd.	Kamrup —contd.	Darpeta—									
		1911-12 ...	8	7	1	NH	NH	NH	NH		
		1912-13 ...	8	7	1	NH	NH	NH	NH		
			1913-14 ...	8	7	1	NH	NH	NH	NH	
	Darrang ...	Tespur—									
		1911-12 ...	4	8	1	NH	NH	NH	NH		
		1912-13 ...	3	9	1	NH	NH	NH	NH		
			1913-14 ...	3	9	1	NH	NH	NH	NH	
	Nowgong ...	Nowgong—									
		1911-12 ...	3	8	1	NH	NH	NH	NH		
		1912-13 ...	3	8	1	NH	NH	NH	NH		
			1913-14 ...	3	8	1	NH	NH	NH	NH	

Provinces.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended --		Number of licenses in respect of which the recommendations have been carried out as regards--		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Assam— <i>conold.</i>	Sibsagar ...	Jorhat --									
		1911-12 ...	3	7	1	Nil	Nil	Nil	Nil		
		1912-13 ...	3	7	1	Nil	Nil	Nil	Nil		
	1913-14 ...	3	7	1	Nil	Nil	Nil	Nil			
	Lakhimpur	Dibrugarh --									
		1911-12 ...	4	10	1	Nil	Nil	Nil	Nil		
1912-13 ...		4	10	1	Nil	Nil	Nil	Nil			
		1913-14 ...	4	10	1	Nil	Nil	Nil	Nil		
Ajmer-Merwara.	(iii)	(iii)	(iii)	(iii)	(iii)	(iii)	(iii)	(iii)	(iii)	(iii) The Chief Commissioner reports that no meetings of local advisory committees were held in the province subsequent to those shown in the statement furnished in 1911.	

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Province.	District.	Names of municipalities, etc. in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bombay Presidency proper.	Bombay	Bombay Town and Island								
		A-Ward	3	2	1 (uuu)	Nil	1	Nil	1	(uuu) In addition the local advisory committee was consulted on three occasions by circular. Its recommendations were accepted in two out of the three cases mentioned. In the third case a license was refused although recommended by the committee.
		B-Ward	3	2	1	Nil	Nil	Nil	Nil	
		C-Ward	3	2	1 (vuv)	Nil	Nil	Nil	Nil	(vuv) In addition the local advisory committee was consulted on one occasion by circular. The recommendation made by it on that occasion was accepted.
		D-Ward	3	2	1 (vuv)	Nil	Nil	Nil	Nil	
		E-Ward	3	2	1 (www)	Nil	Nil	Nil	Nil	(www) In addition the local advisory committee was consulted on two occasions by circular. Its recommendations on both occasions were accepted.
		F-Ward	3	2	1	Nil	Nil	Nil	Nil	
		G-Ward	3	2	1 (uuu)	Nil	1	Nil	1	

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 8 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bombay Presidency proper—contd.	Ahmedabad	Ahmedabad	4	8	1 (xxx)	Nil	2	Nil	2	(xxx) In addition the local advisory committee was consulted on two occasions by circular.
	Branch ...	Branch City... ..	4	8	8	Nil	1	Nil	1	
	Panch Mahals	Godhra	8	2	Nil (yyy)	Nil	Nil	Nil	Nil	(yyy) The local advisory committee was consulted by circular on one occasion, as the Collector and the District Superintendent of Police were engaged at South Rampur in connection with a Bhil rising there, and the Collector's Assistant, the third official member, was also away in the district.
	Surat ...	Surat	4	8	8 (xxx)	10	5	7	1 (xxx)	(xxx) The change of site of two other shops recommended by the committee in 1913-14 was carried out in 1914-15.
	Thana ...	Thana	8	2	1	2 (aaaa)	Nil	Nil (aaaa)	Nil	(aaaa) One shop was closed in 1914-15; the other will be closed in 1915-16.
		Bandra	8	2	2	2 (bbbb)	1	Nil (bbbb)	Nil	(bbbb) The committee's recommendation was accepted in one case; the shop was closed in 1914-15.
	Ahmednagar	Ahmednagar City, Cantonment and Bhingar.	4	8	1	Nil	Nil	Nil	Nil	
West Khandesh.	Dhulla	8	2	1	Nil	1	Nil	Nil		

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Provinces.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7	8	9	10	11	
Bombay Presidency proper—contd.	Nasik ...	Nasik	3	2	Nil (cccc)	Nil	Nil	Nil	Nil	(cccc) The Nasik advisory committee was consulted by circular in 1912-13 regarding the grant of a foreign liquor license in Nasik City; as the committee was opposed to the grant, the application for the license was rejected. The Nasik and Malgaon committees were consulted in 1913-14 regarding the opening and closing hours of country liquor shops. A meeting of the committee was intended to be held at the time of issuing the licenses for the year 1913-14 but could not be convened owing to an unexpected change in the date of the licensing session.	
		Malgaon	3	2	Nil (cccc)	Nil	Nil	Nil	Nil		
	Poona ...	Poona City	3	2	1 (dddd)	Nil	3	Nil	3		(dddd) In addition the local advisory committee was consulted on four occasions by circular.
		Poona Cantonment and Suburban Municipality.	3	2	1 (cccc)	2	5	2	5		(cccc) In addition the local advisory committee was consulted on seven occasions by circular.

of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried-out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Bombay Presidency proper—concd.	Satara ...	Satara ...	3	2	4 (fff)	2 (ggg)	1	1 (ggg)	1	(fff) In addition the local advisory committee was consulted on one occasion by circular. (ggg) The second shop was closed in 1914-15. (hhh) The other two shops were closed in 1914-15. (iii) The Bijapur committee met once in 1910, since its constitution in 1908. A meeting of the committee was intended to be convened in April 1914 to consider the question of the proposed opening and closing hours of country liquor shops; but owing to the receipt in the meantime of the orders of the Local Government on the subject the meeting was cancelled, there being no other questions for consideration at the time.
	Sholapur ...	Sholapur ...	3	2	4	Nil	3	Nil	2	
	Belgaum ...	Belgaum City and Cantonment.	4	3	3	3 (hhh)	1	1 (hhh)	1	
	Bijapur ...	Bijapur ...	3	2	Nil (iii)	Nil	Nil	Nil	Nil	
	Dharwar ...	Dharwar ...	3	2	1	Nil	Nil	Nil	Nil	
	Hubli ...	Hubli ...	3	2	1	Nil	1	Nil	1	
	Gadag ...	Gadag ...	3	2	1	Nil	Nil	Nil	Nil	
Ratnagiri..	Ratnagiri ...	3	2	1	Nil	Nil	Nil	Nil		

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			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Sind	Karachi	Karachi	4	2	1	4	Nil	4	Nil	
	Hyderabad.	Hyderabad	4	3	3	1	1	1	1	
	Sukkur	Sukkur	4	3	2 (iii)	Nil	1	Nil	1	(iii) The committee also recommended the opening of a retail beer shop, and this recommendation was accepted.
		Shikarpur	3	2	Nil (kkkk)	Nil	1 (kkkk)	Nil	1	(kkkk) One meeting was held after the close of the year 1913-14 in which the committee recommended that the site of a liquor shop should be changed. The recommendation was carried out; but subsequently the site newly proposed having been found unsuitable, the shop was closed.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7	8	9	10	11
Punjab (III)	Amritsar ...	Amritsar	4	2	1	Nil (mmmm)	Nil	Nil (mmmm)	Nil	(III) Under orders issued in 1908 advisory committees have hitherto met in this province ordinarily once in three years. It is, however, proposed to summon these committees in the future whenever the opening of a new shop is contemplated. It is also proposed to consult local opinion more freely in the future in regard to other excise matters, and the services of advisory committees will be more frequently utilised. (mmmm) One new shop for the retail vend of beer was opened on the committee's recommendation.
	Lahore ...	Lahore	3	3	2 (nnnn)	7 (oooo)	3 (pppp)	7 (oooo)	2 (aa)	(nnnn) The first committee set in January 1910 and the second in January 1913. (oooo) 2 country spirit shops and 5 foreign liquor shops. (pppp) 2 country spirit shops and 1 foreign liquor shop.
	Jullundur...	Jullundur City ...	2	2	1	Nil (qqqq)	Nil	Nil (qqqq)	Nil	(qqqq) The number of foreign liquor shops was raised from one to two.
	Ferozepore	Ferozepore City and Cantonment.	2	2	1 (rrrr)	1	1	1	1	(rrrr) The committee met in 1913-14, but was postponed for the next year as the result of the experiment of opening beer shops in the city and cantonment affected the questions to be considered by the committee. No change was considered necessary and hence no committee was called in 1913-14.
	Rawalpindi	Rawalpindi	7	28	3 (ssss)	1	1 (tttt)	Nil	1 (tttt)	(ssss) The committee met twice in 1909-10 and once in 1913-14. (tttt) In addition 4 alterations in the buildings of a few shops were recommended by the committee and carried out.
	Multan ...	Multan	3	2	1	1	Nil	1	Nil.	

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			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7 (uuu)	8 (uuu)	9	10	11	
Bihar and Orissa.	Patna	Patna—									
		1911-12 ...	1	3	1	Nil	Nil	Nil	Nil	(uuu) The figures in these columns show the recommendations approved by the majority of the members of the committees.	
		1912-13 ...	1	3	1	Nil	Nil	Nil	1 (vuu)		
		1913-14 ...	2	0	1	Nil	Nil	Nil	Nil		
		Dinapur—									
		1911-12 ...	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
		1912-13 ...	Nil	4	1	Nil	Nil	Nil	Nil	Nil	
		1913-14 ...	1	3	1	Nil	Nil	Nil	Nil	Nil	
		Barh (uuuu)	...	1	2	1	Nil	Nil	Nil	1 (vuu)	(uuuu) An advisory committee was appointed in this municipality for the first time in 1913-14.
		Khagual (uuuu)	...	1	4	1	Nil	Nil	Nil	Nil	

Provinces.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members of each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7 (xxxx)	8 (xxxx)	9	10	11	
Bihar and Orissa— contd.	Patna— contd.	Bihar—									
		1911-12 ...	2	4	1	Nil	Nil	Nil	Nil		
		1912-13 ...	3	4	1	Nil	Nil	Nil	Nil		
		1913-14 ...	1	5	1	Nil	Nil	Nil	Nil		
	Gaya ...	Gaya—									
		1911-12 ...	1	3	1	2 (xxxx)	3 (xxxx)	2 (xxxx)	2 (xxxx)	(xxxx) Shops for the sale of liquors other than country spirit.	
		1912-13 ...	2	4	1	2 (xxxx)	7 (yyyy) (xxxx)	2 (xxxx)	2 (l)	(yyyy) 3 country spirit shops and 4 shops for the sale of other liquors.	
		1913-14 ...	1	4	1	1 (xxxx)	Nil	1 (xxxx)	Nil	(xxxx) The recommendation of the committee as to the change of sites of 4 shops for the sale of liquor other than country spirit was conditional on securing a better site.	
		Tikari (xxxx) ...	2	6	1	Nil	Nil	Nil	Nil		
Daudnagar ...	3	5	1	Nil	Nil	Nil	Nil				

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on such committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7 (uuu)	8 (uuu)	9	10	11	
Bihar and Orissa— <i>contd.</i>	Shahabad...	Arrah—									
		1911-12 ...	1	4	1	Nil	Nil	Nil	Nil		
		1912-13 ...	2	3	1	Nil	Nil	Nil	Nil		
		1913-14 ...	2	4	1	Nil	Nil	Nil	Nil		
		Jagdishpur (uuuu) ..	2	4	1	Nil	Nil	Nil	Nil		
		Buxar (uuuu) ...	2	4	1	Nil	1 (uuu)	Nil	Nil		
		Dumraon (uuuu) ...	2	3	1	Nil	1 (l)	Nil	Nil		
		Basrah—									
		1911-12 ...	1	3	1	Nil	Nil	Nil	Nil		
		1912-13 ...	2	7	1	2 (uuu)	3 (uuu)	2 (uuu)	3 (uuu)		
		1913-14 ...	1	6	1	2 (uuu)	1 (uuu)	2 (uuu)	1 (uuu)		
		Bhabua (uuuu) ...	1	4	1	Nil	Nil	Nil	Nil		

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7 (xxxx)	8 (xxxx)	9	10	11	
Bihar and Orissa— contd.	Saran ...	Sivan (xxxxx) ...	2	2	1	2 (xxxx)	Nil	2 (xxxx)	Nil		
		Chupra—									
		1911-12 ...	2	4	1	Nil	Nil	2 (1) (aaaa)	Nil		
		1912-13 ...	2	2	1	1 (1)	1 (xxxx)	1 (1)	1 (xxxx)		
		1913-14 ...	3	4	1	3 (bbbb)	1 (xxxx)	3 (bbbb)	1 (xxxx)		
	Revelgarj (xxxxx) ...	2	2	1	2 (xxxx)	Nil	2 (xxxx)	Nil			
	Champaran...	Motihari (xxxxx) ...	2	2	1	Nil	Nil	Nil	Nil		
		Bettiah—									
		1911-12 ...	2	2	1	Nil	Nil	Nil	Nil		
		1912-13 ...	2	2	1	Nil	Nil	Nil	Nil		
1913-14 ...		2	3	1	1 (xxxx)	2 (oooo) /	2 (xxxx) (dddd)	1 (1)			

(aaaa) No proposal of any kind was made by the members of the committee. A proposal was made by the Collector for the closure of two country spirit shops. None objected to it and it was carried into effect.
(bbbb) 1 country spirit shop and 2 shops for the sale of other liquors.

(oooo) 1 country spirit shop and 1 shop for the sale of other liquors.
(dddd) Includes one shop for the sale of liquors other than country spirit which the committee recommended for removal to a better site, but which had to be closed because no site could be found.

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7 (xxxx)	8 (xxxx)	9	10	11
Bihar and Orissa— contd.	Munaffarpur	Sitamarihi (xxxx) ...	2	3	1	Nil	1 (xxxx)	Nil	1 (xxxx)	
		Munaffarpur—								
		1911-12 ...	2	2	1	Nil	Nil	Nil	Nil	
		1912-13 ...	3	4	1	Nil	1 (xxxx)	Nil	1 (xxxx)	
		1913-14 ...	2	4	1	Nil	Nil	Nil	Nil	
		Lalganj (xxxx) ...	2	2	1	Nil	1 (xxxx)	Nil	1 (xxxx)	
		Hajipur—								
		1911-12 ...	2	5	1	1 (xxxx)	2 (xxxx)	1 (xxxx)	2 (xxxx)	
1912-13 ...	4	5	1	Nil	3 (xxxx)	Nil	3 (xxxx)			
1913-14 ...	3	5	1	1 (xxxx)	2 (xxxx)	1 (xxxx)	2 (xxxx)			

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7 (xxxx)	8 (xxxx)	9	10	11	
Bihar and Orissa— contd.	Darbhanga...	Madhubani (xxxx) ...	1	2	1	Nil	Nil	Nil	Nil		
		Darbhanga—									
		1911-12 ...	2	3	1	Nil	2 (xxxx)	Nil	2 (xxxx)		
		1912-13 ...	1	4	1	Nil	6 (xxxx)	Nil	6 (xxxx)		
		1913-14 ...	2	5	Nil	Nil	Nil	Nil	Nil		
		Bosera (xxxx) ...	1	5	1	Nil	Nil	Nil	Nil		
	Monghyr...	Monghyr—									
		1911-12 ...	1	3	1	2 (xxxx)	Nil	2 (xxxx)	Nil		
		1912-13 ...	1	16	1	Nil	1 (xxxx)	Nil	1 (xxxx)		
		1913-14 ...	2	4	1	Nil	Nil	Nil	Nil		

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7 (uuuu)	8 (uuuu)	9	10	11	
Bihar and Orissa— contd.	Monghyt— concid.	Jamalpur—									
		1911-12 ...	1	4	1	Nil	Nil	Nil	Nil		
		1912-13 ...	2	5	1	1 (uuuu)	Nil	1 (uuuu)	Nil		
		1913-14 ...	1	6	1	Nil	Nil	Nil	Nil		
	Bhagalpur	Bhagalpur—									
		1911-12 ...	3	3	1	Nil	5 (uuuu) (uuuu)	Nil	2 (uuuu) (uuuu)	(uuuu) 3 country spirit shops and 2 shops for the sale of other liquors. (uuuu) The recommendations in regard to the 3 country spirit shops could not be given effect to for want of suitable sites.	
		1912-13 ...	1	6	1	Nil	4 (uuuu)	Nil	3 (uuuu)		
		1913-14 ...	1	4	1	Nil	Nil	Nil	Nil		
		Colgong (uuuu)	...	2	4	1	Nil	Nil	Nil	Nil	

location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7 (uuuu)	8 (uuuu)	9	10	11
Bihar and Orissa contd.	Purnea ...	Forbesganj (uuuu) ...	2	2	1	Nil	1 (xxxx)	Nil	1 (xxxx)	
		Kisenganj (uuuu) ...	1	5	1	Nil	Nil	Nil	Nil	
		Purnea (uuuu) ...	1	4	1	Nil	2 (l) (yyyy)	Nil	Nil (yyyy)	(yyyy) The Collector personally visited the sites of these two shops and did not find them to be objectionable. Hence it was decided to maintain the existing sites.
		Kulbar (uuuu) ...	2	2	1	Nil	1 (xxxx)	Nil	1 (xxxx)	

Statement showing the number constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards —		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7 (uuuu)	8 (uuus)	9	10	11
Bihar and Orissa—contd.	Sonthal Parganas.	Deoghar (uuuu) ...	3 (AAAA)	2	1	Nil	Nil	Nil	Nil	(AAAA) The vice-chairman of the municipality who was one of the members happened to be an official. This resulted in an official majority.
		Madhupur (uuuu) ...	2	3	1	Nil	Nil	Nil	Nil	
		Dumka (uuuu) ...	1	2	1	Nil	1 (xxxx)	Nil	1 (xxxx)	
		Sahebganj (uuuu) ...	2	2	1	1 (xxxx) (iiii)	2 (i) (iiii)	Nil (iiii)	Nil (iiii)	(iiii) The proceedings of the advisory committee were received too late to admit of effect being given to the suggestions contained therein.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7 (uuuu)	8 (uuuu)	9	10	11	
Bihar and Orissa—Contd.	Cuttack ...	Cuttack—									
		1911-12 ...	2	6	1	Nil	Nil	Nil	Nil		
		1912-13 ...	2	4	1	Nil	Nil	Nil	Nil		
		1913-14 ...	2	4	1	Nil	2 (oooo) (ijij)	Nil	Nil (ijij)	(ijij) The country spiritshop was allowed to remain on its old site as no other convenient site was available. The site of the shop for the sale of other liquors was also not changed as the Government school, proximity to which had been objected to, was transferred to another place.	
		Kendrapara (www) ...	2	3	1	Nil	Nil	Nil	Nil		
	Jajpur (www) ...	2	2	1	Nil	Nil	Nil	Nil			
	Balasore ...	Balasore—									
		1911-12 ...	1	4	1	Nil	Nil	Nil	Nil		
		1912-13 ...	2	3	1	Nil	Nil	Nil	Nil		
		1913-14 ...	2	4	1	Nil	1 (i)	Nil	1 (i)		

Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

Province.	District.	Names of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended —		Number of licenses in respect of which the recommendations have been carried out as regards —		Remarks.	
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.		
1	2	3	4	5	6	7 (uuu)	8 (uuu)	9	10	11	
Bihar and Orissa—contd.	Puri ...	Puri—									
		1911-12 ...	1	2	1	Nil	Nil	Nil	Nil		
		1912-18 ...	2	5	1	1 (l)	Nil	1 (l)	Nil		
		1918-14 ...	1	10	1	1 (l)	Nil	1 (l)	Nil		
	Sambalpur...	Sambalpur (uuuu) ...	2	3	1	Nil	3 (l)	Nil	3 (l)		
	Hazaribagh	Hazaribagh (uuuu) ...	Nil (kkkk)	Nil (kkkk)	Nil	Nil	Nil	Nil	Nil	Nil	(kkkk) No committee were formed owing to a misapprehension of orders.
		Chatra (uuuu) ...	Nil (kkkk)	Nil (kkkk)	Nil	Nil	Nil	Nil	Nil	Nil	
Godih (uuuu) ...		Nil (kkkk)	Nil (kkkk)	Nil	Nil	Nil	Nil	Nil	Nil		

of liquor shops and the action taken on the recommendations made by such committees.

1	2	3 In which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		6 Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		11 Remarks.
			4 Official.	5 Non-official		7 (Withdrawal)	8 (Change of site)	9 (Withdrawal)	10 (Change of site)	
Bihar and Orissa—contd.	Ranchi ...	Ranchi—								
		1911-12 ...	1	0	1	Nil	Nil	Nil	Nil	
		1912-13 ...	2	4	1	1 (1)	Nil	1 (1)	Nil	
		1913-14 ...	1	5	1	Nil	Nil	Nil	Nil	
		Lohardaga (www) ...	2	2	1	Nil	Nil	Nil	Nil	
	Palamau ...	Daltonganj (www) ...	2	2	1	Nil	Nil	Nil	Nil	
	Maabbum...	Jhaldah (www) ...	2	2	1	Nil	Nil	Nil	Nil	

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Statement showing the number, constitution and meetings of local advisory committees appointed in each province of India to deal with the number and location of liquor shops and the action taken on the recommendations made by such committees.

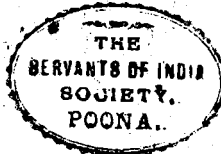
Province.	District.	Names of municipalities, etc. in which local committees have been appointed to deal with the number and location of liquor shops.	Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
			Official.	Non-official.		Withdrawal.	Change of site.	Withdrawal.	Change of site.	
1	2	3	4	5	6	7 (uuuu)	8 (uuuu)	9	10	11
Bihar and Orissa— conold.	Munbhum— encl.	Porulla—								
		1911-12 ...	2	3	1	Nil	Nil	Nil	Nil	
		1912-13 ...	2	3	1	Nil	Nil	Nil	Nil	
		1913-14 ...	2	2	1	Nil	Nil	Nil	Nil	
		Reghonathpur (www)...	2	2	1	Nil	1 (xxx)	Nil	1 (xxx)	
		Chaibasa ...	2	3	Nil (1111)	Nil	Nil	Nil	Nil	(1111) The members never met formally; but they were informally consulted by the Deputy Commissioner.

of liquor shops and the action taken on the recommendations made by such committees.

District.	of municipalities, etc., in which local committees have been appointed to deal with the number and location of liquor shops.			Number of members on each committee.		Number of occasions upon which each committee has met during the past 3 years.	Number of licenses in respect of which each committee has recommended—		Number of licenses in respect of which the recommendations have been carried out as regards—		Remarks.
	Official.	Non-official.	Withdrawal.	Change of site.	Withdrawal.		Change of site.				
1	2	3	4	5	6	7	8	9	10	11	
Central Provinces and Berar. (mmmm)	Nagpur ...	Nagpur ...	2	2	4	1	4	1	4	<p>(mmmm) Special advisory committees exist only in the towns of Nagpur and Jabalpur; elsewhere the municipal committees serve as such. Up to January 1914 the system of consulting municipal committees in regard to the number and location of excise shops was in force only in municipalities with a population of 20,000 and over, and the municipalities mentioned in the present statement are of this class. Since February 1914, however, the system has been extended to all municipal towns.</p> <p>(nnnn) The municipal committees in these towns were last consulted in regard to excise shops in 1911, when all their recommendations as regards the number and location of shops were accepted, except in the case of two shops. Details of these recommendations have not been furnished by the Local Administration.</p>	
	Jabalpur...	Jabalpur...	2	2	3	Nil	1	Nil	1		
	Raipur ...	Raipur ...	3	18	3	Nil	1	Nil	1		
	Saugor ...	Saugor ...	3	14	3	Nil	Nil	Nil	Nil		
	Nimar ...	Burhanpur ...	3	18	3	Nil	2	Nil	2		
	Amraoti ...	Amraoti ...	1	23	1	(nnnn)	(nnnn)	(nnnn)	(nnnn)		
		Ellichpur ...	4	20	1	(nnnn)	(nnnn)	(nnnn)	(nnnn)		
Akola ...	Akola ...	4	20	1	(nnnn)	(nnnn)	(nnnn)	(nnnn)			

(Issued as a Supplement to the Gazette of India, dated the 13th March 1915.)

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PAPERS RELATING
TO
EXCISE ADMINISTRATION
IN INDIA,
1914.

Resolution by the Government of India, Department of Commerce and Industry, No. 6306-6323-224,
dated the 25th July 1914, and annexures, Volume II.

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Enclosure No. 1.

No. 477—490—218.

GOVERNMENT OF INDIA.

DEPARTMENT OF COMMERCE AND INDUSTRY.

[EXCISE.]

FROM

THE HONOURABLE MR. R. E. ENTHOVEN, C.I.E., I.C.S.,
Secretary to the Government of India,

TO

THE SECRETARY TO THE GOVERNMENT OF MADRAS,
REVENUE DEPARTMENT.
THE CHIEF SECRETARY TO THE GOVERNMENT OF BOM-
BAY, REVENUE DEPARTMENT.
THE SECRETARY TO THE GOVERNMENT OF BENGAL,
FINANCIAL DEPARTMENT.
THE REVENUE SECRETARY TO THE GOVERNMENT OF
BURMA.
THE SECRETARY TO THE GOVERNMENT OF BIHAR AND
ORISSA, FINANCIAL DEPARTMENT.
THE SECRETARY TO THE GOVERNMENT OF THE
UNITED PROVINCES, SEPARATE REVENUE
(EXCISE) DEPARTMENT.
THE FINANCIAL SECRETARY TO THE
GOVERNMENT OF THE PUNJAB.
THE HONOURABLE THE AGENT TO THE GOVERNOR
GENERAL AND CHIEF COMMISSIONER,
NORTH-WEST FRONTIER PROVINCE.
THE HONOURABLE THE CHIEF COMMISSIONER OF THE
CENTRAL PROVINCES.
THE HONOURABLE THE CHIEF COMMISSIONER OF
ASSAM.
THE HONOURABLE THE CHIEF COMMISSIONER OF
AJMER-MERWARA.
THE HONOURABLE THE CHIEF COMMISSIONER OF
DELHI.
THE CHIEF COMMISSIONER OF
COORG.
THE HONOURABLE THE AGENT TO THE
GOVERNOR GENERAL AND CHIEF
COMMISSIONER IN BALUCHISTAN.

Delhi, the 24th January 1913.

SIR,

I am directed to forward for ^{the information of the Government of} _____ a copy of
_{your information}

the papers specified in the margin,* relat-
ing to certain criticisms made on the Excise
Administration in India by two Deput-
ations which waited upon the Right
Honourable the Secretary of State for
India in August 1907 and July 1912.

(1) Letter from the India Office No. R. and S.
2535, dated the 23rd August 1907, and enclosure.

(2) Despatch from the Secretary of State for
India No. 200-Revenue, dated the 15th November
1907, and enclosures.

(3) Despatch to the Secretary of State for India
No. 294, dated the 8th October 1908, and enclosures.

(4) Despatch from the Secretary of State for
India No. 85-Revenue, dated the 6th September
1912, and enclosures.

(5) Despatch from the Secretary of State for
India No. 2-Revenue, dated the 3rd January 1913,
and enclosures.

2. With reference to the Deputation of July last, I am to remark that the last occasion on which the Government of India addressed the Secretary of State on this subject was in their despatch of 8th October 1908, of which a copy forms one of the enclosures to this letter. In that despatch they discussed the views put before Lord Morley by a similar Deputation which waited upon him in August 1907. On the present occasion it has seemed to them desirable to consult Local Governments and Administrations before furnishing the Secretary of State with their conclusions on the recommendations made by the Deputation of 1912. While the general facts are known to them as to the progress which has been made in giving effect to the recommendations of the Excise Committee of 1905-06, as approved by the Government of India, in the matter of the extension of distillery areas, the enhancement of the duties on intoxicants, the reduction and redistribution of excise shops and the evolution of a system of local advisory committees, there are special aspects of the drink question in each province, and it is on these especially that I am to invite an expression of opinion. I am to ask that in dealing with this question statistics may be furnished in the forms annexed, showing the consumption of and taxation realised on excisable articles of different descriptions in _____, during each of the years 1905-06 to 1911-12. The statistics for the old provinces of Bengal and Eastern Bengal and Assam might be furnished by the Government of Bengal in consultation, if necessary, with the Governments of Bihar and Orissa and Assam.

3. The proposals of the Deputation of July last relating to the extension of the powers and scope of local advisory committees, a modification of their constitution and the further curtailment of the numbers of shops and the hours of sale also require consideration with reference to the special circumstances of each province. I am in this connection to forward a copy of a statement which was furnished by the Government of India to the Secretary of State in September 1911, showing the number of local advisory committees appointed in each province and the action taken on their recommendations. I am to enquire to what extent _____ the Government of _____ you _____ would be prepared to give effect to the recommendations of the Deputation in regard to the enlargement of the powers and functions of these committees and the modification of their constitution. The statistics asked for in the preceding paragraph will show the reductions already effected in the number of shops. I am also to enquire what further reductions (if any) will now be possible. In making recommendations on this subject the danger of reducing shops to such an extent as to give practical monopolies to the shopkeepers will no doubt be borne in mind. With reference to hours of sale, in paragraph 8 of the Finance Department's Resolution No. 5086-Excise, dated the 15th August 1907, these were fixed generally from sunrise to 9 P.M., earlier and later closing being allowed in special cases. It appears that in the Bombay Presidency a curtailment of these hours has already been effected in some cases on the recommendations of local advisory committees. Further advance in this direction would seem desirable, and I am to enquire what further progress is possible in that Presidency and elsewhere. It will also be observed that the Deputation again urged the desirability of abolishing the auction system. In the Bombay Presidency the system of disposing of licenses for the vend of country liquors has been replaced by one of fixed license fees in some districts as an experimental measure. The Government of India would be glad to receive any observations which _____ the Government of _____ you _____ may have to offer in regard to the working of the system in _____.

4. With reference to the complaint made by Lord Kinnaid in the course of his speech at the proceedings of the Deputation, that liquor shops are generally situated in undesirable localities, *e.g.*, between the school, the college and the railway station, I am to invite attention to paragraph 6 of the Resolution quoted above, and to suggest that instructions may again be issued to the local Excise officers, impressing upon them the necessity of selecting shop sites, as far as possible, in accordance with the principles therein approved. It is possible that the difficulty indicated in paragraph 22 of the Government of India's despatch of the 8th October 1908, of acquiring sites in strict conformity with those principles may have led to their being disregarded in some cases; but a close adherence to them is desirable.

5. With reference to the complaint made by Mr. Sarvadhikary in the course of his speech at the same proceedings, that in Calcutta sales of liquor at unauthorised hours are carried on at the shops with the cognizance of "every one, including the police," I am to express the hope that stringent measures will be taken by the Government of Bengal to put a stop to such an irregularity if, on enquiry, it is found to exist.

6. Finally, with reference to paragraph 10 (a) of the Statement presented by the Deputation to the Secretary of State, I am to suggest that statistics showing the wholesale and retail vend and consumption of foreign liquors such as those contained in Provincial Statements A and B of the Excise Administration Reports of the Punjab and the North-West Frontier Province for the year 1910-11, may be furnished in future in the Reports of other provinces also.

I have the honour to be,

SIR,

Your most obedient servant,

R. E. ENTHOVEN,

Secretary to the Government of India.

Enclosure No. 2.

No. 221-Exc., dated the 13th March 1913.

From—The HONOURABLE LIEUTENANT-COLONEL SIR GEORGE ROOS-KEPPEL,
K.C.I.E., Chief Commissioner and Agent to the Governor General in
the North-West Frontier Province,

To—The Secretary to the Government of India, Department of Commerce and
Industry.

In compliance with your letter No. 477-490-218-Exc. of the 24th January 1913, I have the honour to forward herewith the required statements duly filled up showing the consumption of and taxation realized on excisable articles in the North-West Frontier Province during the years 1905-06 to 1911-12 and to offer the following observations upon the points raised by the Deputation of July 1912 before the Secretary of State for India.

2. As previously reported, local advisory committees have not been formed in this province, nor does the need for such organizations exist. Conditions are practically the same now as in 1908-09 as far as Excise Administration is concerned here: no truly representative element exists, even in municipal areas, the consuming classes being mainly foreign to the province, and local committees would, I still consider, be entirely superfluous.

3. As regards the further curtailment of the number of licensed shops and the hours of sale it will be seen from Statement C that the number of shops has been reduced from 50 in 1905-06 to 37 in 1911-12, and with effect from April 1st 1913 the number is about to be reduced to 34 or perhaps to 33. The number as it stood in 1911-02 gives one shop only to every 357 square miles and 1.7 shops only per 100,000 head of population: this cannot be called excessive and probably the extreme limit is now being reached in this direction.

As to the hours of sale, in accordance with the recommendations of the Excise Committee they were fixed at between sunrise and 7 P. M. in winter and sunrise and 9 P. M. in summer, extensions being permitted upon payment of further fees at places where Collectors were satisfied that real demands existed. It is perhaps questionable whether shops need be opened for sale at sunrise and the hours might be curtailed, say, to between 12 noon and 7 P. M. and 9 P. M. in winter and summer respectively, but I do not anticipate that such an alteration would have any appreciable effect upon actual total consumption in this province.

4. The abolition of the auction system was fully discussed in the Excise Committee's Report. Country liquor shops are sold by auction in all the districts of the North-West Frontier Province and the system is the most suitable to local conditions. It has not in practice been found to lead to abuses or malpractices, and provision exists in the Excise Rules of this province for determining the highest and lowest annual fees at which shops may reasonably be licensed, the highest fees so determined not being made public. The incidence of total revenue per proof gallon has risen from Rs. 6.7 in 1905-06 to Rs. 8 in 1911-12, the revenue derived from fees under the auction system having risen from 1.17 lakhs to 1.73 lakhs in the same period, but the actual consumption shows no such marked increase. There does not, therefore, appear to be any good reason for altering the present system.

5. The localities of shops have from time to time been examined by Collectors: no complaints in this respect have been made; but, as desired, instructions will again be issued to the local officers to bear in view the principles already approved by the Government of India. The necessity for acquiring sites for liquor shops in this province has not been felt and is unlikely to arise for some time to come.

Enclosure No. 3.

NO. 2411-C. & L., dated the 24th March 1913.

From—The HONOURABLE MR. W. M. HAILEY, C.I.E., I.C.S., Chief Commissioner of Delhi,

To—The Secretary to the Government of India, Department of Commerce and Industry.

I have the honour to acknowledge the receipt of your letter No. 477-490-218, dated the 24th of January 1913, relating to certain criticism made on the Excise Administration of India, and in reply thereto to forward a copy of a letter from the Deputy Commissioner, Delhi, No. 93, dated 25th February 1913, giving cover to the statistics asked for in your letter.

2. As remarked by the Deputy Commissioner, there has undoubtedly been a large increase in consumption as judged by a comparison between the figures of 1905-06 and 1910-11. (It is necessary to take the latter year for the reason given by him). I summarise the principal figures below :—

Year.	Gallons of country spirit.	Hemp drugs (thousands of seers).	Opium (thousands of seers).
1905-06	12,157	48	17
1910-11	19,371	58	31

I do not think that the increase is excessive in view of the growing wealth of the city and rural population and of the admitted fact that an increase of prosperity always tends to show itself in an increased consumption of luxuries of this description. There is no complaint that the consumption of liquor in Delhi has reached a degree in which it can be said to have led to increased crime or a deterioration of public morals.

3. As regards the Excise Administration, the following figures are instructive :—

Year.	Retail shops for country liquor per 100,000 of the population.	Shops for foreign liquors.	Shops for hemp drugs.	Shops for opium.
1905-06	6	18	14	15
1910-11	3	19	8	7

It is clear that no effort has been made to stimulate consumption by opening new shops, and I do not think that it would be possible usefully to curtail the number now in existence. The matter will, however, be made the subject of further enquiry.

4. As regards the question of abolishing the auction system, I am doubtful whether in the circumstances of Delhi, the introduction of the fixed fee system would carry the advantages claimed for it. It is urged that the high prices paid in competition give the shopholder an interest in pushing the sale of liquor and also tend to make him adulterate. But it is by no means clear whether with fixed fees the motives of the shopholders would become any more altruistic. On the other hand, the fixed fee system constitutes a monopoly which it is difficult to administer; the number of persons interested in the liquor trade is large, and I know no non-official body in Delhi at present to whom the selection of licenses could safely be entrusted. The creation of such a body must follow the growth of civil and public spirit; at present, I fear that anybody appointed would be

subjected to a degree of social pressure which he would find it impossible to resist. If the day ever existed when Excise officers endeavoured to push up auction results, that day is certainly now past. So long as a careful watch is kept on the actual conduct of the auctions and the number of shops is duly restricted, the auction system, if not ideal, is at all events the alternative that seems to offer fewest objections.

5. The question of extending the powers of the advisory committee will be duly considered by me as opportunity arises. It has not so far been possible to accept their advice regarding the transfer of location of the two shops referred to in the "Statement showing numbers of local Excise committees, etc.," which formed one of the enclosures to your letter under reference. The question of the location of shops in the city is, however, shortly coming under reconsideration and the matter will receive full attention.

6. I do not think that anything is to be gained by attempting to carry out the suggestion of the Deputation that the hours of sale (which are locally fixed at sunrise to 8 P.M.) should be further curtailed. To shorten these hours would be a real inconvenience to the public and would, therefore, invite attempts to frustrate the rules.

No. 93, dated the 25th February 1913.

From—The Deputy Commissioner of Delhi;

To—The Chief Commissioner of Delhi.

In reply to your endorsement No. 1038-C. & I., dated the 5th instant, forwarding Government of India, Department of Commerce and Industry (Excise), letter No. 477-490-218, I have the honour to forward the statistics asked for and to make the following remarks.

2. *Reference Government of India letter, paragraph 2.*—In considering the statistics submitted the figures for 1911-12 should be omitted entirely from consideration, because the exceptional circumstances of the Durbar vitiate their value for comparison. The figures for 1910-11 should be considered, therefore, as the "most recent". It will be seen that the revenue has trebled; consumption has increased some 60 per cent.; the number of retail shops for country liquor has been largely reduced, *i.e.*, by more than 50 per cent.; and, finally, that the revenue from opium and hemp drugs has increased.

I do not think that much comment is needed because the returns are really for Delhi city, and after all the vicissitudes of a growing city cannot be considered emblematic of India as a whole. The increase in consumption is due to various minor causes which may be embodied in the words natural evolution. Just as cigarette-smoking has seized on the British and Indian publics, so has the practice of consuming liquor taken a hold of certain classes—generally the lower class of the Indian public. The increased consumption of these luxuries is one of the many visible signs of an increasing standard of comfort.

3. *Reference paragraph 3 of the Government of India letter.*—The hours of closing as laid down by the Punjab Government have been rigidly enforced and extensions have been allowed only on very special occasions, between specified dates. Further curtailment of the hours of sale would not, judging by the statistics of the past, reduce the consumption: it would probably lead to secret sales during prohibited hours and create hardship by rendering criminal what is now permissible.

I must confess that I do not understand what is to be gained by issuing licenses generally on fixed fees instead of auctioning them. There seems to be some idea prevalent in the minds of the Deputation, received by the Right Honourable the Secretary of State, that the Revenue officer gains personal kudos by obtaining good prices at the auctions or that his influence is used to increase the bids. So far as my experience goes these notions are fallacies. In holding the auctions and issuing licenses the Revenue officer is performing routine duties, the financial results of which are of no moment whatever to him. His superiors know perfectly well that, though a stray Revenue officer may

happen to be an efficient auctioneer, the influence of his position does not induce and is not utilised to induce, the keen business men who bid to offer a rupee more than their instinct urges them to risk. In this connection it might be very pertinently asked "who if not the Revenue officer would the Deputation like to hold the auctions"? Government could scarcely consent to a judicial officer or a non-official being asked to undertake this work.

4. *Reference paragraph 4 of the Government of India letter.*—I may say that in Delhi it would be difficult to find a locality which is not between a school or college and a railway station. The liquor shops are all situate in main public thoroughfares where there is no concealment and in places which were approved by the advisory committee who made a slight reduction in the numbers. There are no shops hidden away in by-streets such as are found in European cities. I cannot believe that Lord Kinnaird would wish that they should be.

5. It has been suggested to me that no licenses for country spirits should be issued and that all such licenses should be off licenses only. It is urged that the poor people who now waste a few pice in the liquor shops could not afford to buy a bottle at a time, and further that the retail contractors would not be able to sell adulterated liquor owing to the bottle having to be sold corked and sealed as issued from the distillery. This might from a Temperance Society's point of view be a good move; but it would be a very unfair one placing an additional hardship on the poor: it would not affect the fairly well-to-do as they would turn to the bars where imported spirits are sold.

I have this year issued as a trial licenses to sell beer on retail in a few shops in the city, and I rather fancy that this measure will check in some degree the retail sale of country spirit, for the simple reason that beer quenches thirst more effectively than spirit. For eight-months in the year Delhi is a thirsty spot.

Enclosure No. 4.

No. 1841, dated the 12th July 1913.

From—P. B. WARBURTON, Esq., I.C.S., Secretary to the Chief Commissioner of Coorg,

To—The Secretary to the Government of India, Department of Commerce and Industry.

With reference to the correspondence ending with your letter No. 3743-3754-104, dated the 12th May 1913, I am directed to submit the following report on the Excise administration in Coorg.

2. In recent years there has been a steady increase in the recorded consumption of liquor and the revenue derived therefrom. This is, however, largely due to more careful supervision, and the habits of the people of the country have undergone no change. The large floating coolie population in the province has increased of late years and the colder climate and high wages no doubt induce them to spend more on stimulants than they do in their own villages.

3. The statistics relating to the consumption of and taxation realised on excisable articles of different descriptions in Coorg during each of the years 1905-06 to 1912-13 are furnished herewith.

4. As regards extending the powers and scope of local advisory committees, it does not seem that, so far as Coorg is concerned, any extension is possible. The members of the two municipalities of Mercara and Virajpet, form the advisory committees. The member appointed for the ward and the adjacent residents are consulted as regards the number of shops and the suitability of each site within these limits. For the rest of Coorg, which is practically rural, it is not at present possible to establish effective advisory committees.

5. The question of curtailment of the number of shops is invariably kept in view. It will be seen from the statistics now submitted that the local authorities have been gradually decreasing the number of all kinds of shops with a view to arriving at a suitable minimum. It is, however, necessary to guard against illicit practices which would probably spring up when a reasonable local demand could not be met from licit sources. A shop licensee in rural tracts generally acts as a watchman over the people in the neighbourhood of his shop, and the Excise officers mainly depend on him for information as to illicit traffic in liquor.

6. In the Chief Commissioner's opinion the hours of sale may safely be curtailed in Coorg, where people come to market once a week from distant places and go back before 6 or 7 o'clock in the evening. The opening of a shop later than sunrise and its closure earlier than 9 P. M., as at present, will not make much difference in the sales. It is therefore proposed to fix the hours of sale at between 8 A.M. and 6 P.M.

7. With reference to the question of the replacement of the auction system by one of fixed license fees, it is not considered that any change is called for in the case of toddy (*tari*) shops. The existing system, under which the shops are sold to the actual vendor, was introduced only in April 1909, and has worked satisfactorily. It is more elastic and does away with the necessity for maintaining very elaborate accounts.

8. In the case of country liquor shops the Chief Commissioner does not advocate the adoption of the Bombay system of fixed license fees. The object in view is to discourage excessive consumption of liquor; but by allowing the licensee a fixed fee for every gallon of arrack sold by him, the incentive to push the sale is in no way removed or diminished. The position would be more or less the same as it is at present under the auction system. Moreover, physical conditions in Coorg render it impracticable to fix a uniform rate of licensee's expenses for each gallon sold in shops of the same class. The distance of each shop from the wholesale depôt has an important effect on a licensee's expenses. The rent of shop buildings also varies with the importance of the places in which shops are located. In the above circumstances, the Chief Commissioner would prefer to retain the auction system for country liquor shops.

9. The instructions given in paragraph 6 of your letter No. 477-490-218, dated the 24th January 1913, have been noted.

Enclosure No. 5.

No. 6057-M., dated the 27th August 1913.

From—A. W. BOTHAM, Esq., I.C.S., Officiating Second Secretary to the Chief Commissioner of Assam,

To—The Secretary to the Government of India, Department of Commerce and Industry.

I am directed to acknowledge the receipt of the Honourable Mr. Enthoven's letter No. 477-490-218, dated the 24th January 1913, with which were forwarded copies of papers relating to certain criticisms made on the Excise Administration in India by two Deputations, which waited on the Secretary of State in 1907 and 1912. The Government of India ask for statistics showing the consumption of and taxation realised on excisable articles of different descriptions in Assam during each of the years 1905-06 to 1912-13, and also invite an expression of opinion on the special aspects of the drink question in this province. In particular they ask that the proposals of the Deputation of July 1912 regarding (1) the extension of the powers and scope of local advisory committees, (2) the further curtailment of the number of shops, (3) the further reduction of the hours of sale, and (4) the abolition of the auction system of settling shops, should be considered. The Government of India urge also the necessity for observing the principles approved by them in the selection of sites of shops, and they ask that statistics showing the vend and consumption of foreign liquor may be furnished in future annual Excise Reports.

2. In reply, I am to forward a copy of letter No. 1033-E., dated the 30th June 1913, from the officiating Commissioner of Excise, dealing with the questions raised, and supplying the statistics required, and to communicate the views of the Chief Commissioner.

3. The views of the Government of India, as held in 1907 with respect to the ascertainment of local public opinion regarding the number and location of excise shops, are clearly indicated in paragraphs 4 and 5 of their Resolution No. 5086-Exc., dated the 15th August 1907. A set of draft rules in accordance with those views was submitted to the Government of India by the Government of Eastern Bengal and Assam with their letter No. 3506-M., dated the 18th May 1909, and the approval of the Government of India thereto was conveyed in Mr. Jukes' letter No. 3248-Exc., dated the 28th June 1909. These rules are now in force in Assam. Special local advisory committees were, in accordance with the views of the Excise Committee and the Government of India, formed only for certain large towns, none of which fell within the present province of Assam. In other urban areas, however, the rules practically constitute the municipal boards as advisory committees, and these advisory committees consider *all* excise shops within municipal areas. The list of shops is published and is considered, together with any objections, by the Municipal Commissioners at a meeting. If the district officer is not able to accept any recommendation made by the Municipal Board, he is bound to refer the case to Government [draft rules (3), (4) and (7), corresponding to rules 76, 77 and 80 of the rules published at pages 85 and 86 of the "Excise Hand Book for Eastern Bengal and Assam"]. The Municipal Commissioners are, of course, representative, and the majority of them are non-officials. The second recommendation, therefore, of the Deputation of 18th July 1912, is actually in force in this province. The Chief Commissioner prefers this system to the creation of *ad hoc* advisory committees off the lines suggested in paragraph 5 of the Government of India's Resolution of the 15th August 1907. The drink question, however, as the Commissioner of Excise points out, is not a very serious one in towns in Assam. Towns are small and semi-urban in character, and the vast majority of the drinking population of the province lives outside them. Shillong is the only town here which has more than two liquor shops, and there are only three towns which can boast of more than one shop.

4. As regards rural areas, I am to quote in the margin paragraph 3 of the Chief Commissioner's note on Chapter XIX of the Decentralisation Committee's Report, a copy of which was submitted to the Government of India, Department of Education, with Major Kennedy's letter

"3. Paragraphs 743 and 744 of the Report.— I agree generally, though I reserve my opinion as regards the location of liquor shops. As regards Assam it might be desirable to utilise the Local Boards in respect of that subject."

No. 2651-M., dated the 22nd August 1912, and to say that, on further consideration the Chief Commissioner adheres to his opinion that the Local Boards in this province, which have already for the most part non-official majorities, and which will, under the contemplated Local Self-Government Act, have in all cases such majorities, might very suitably be consulted as regards excise shops in the rural areas, in the same way as Municipal Boards are now consulted as regards shops in municipal areas. Sir Archdale Earle proposes to consult officials, Tea Associations and the Local Boards themselves as regards this proposal and the result will be communicated to the Government of India in due course. I am to explain that local self-government in this province is much more decentralised than in most of the other provinces, and that the Local Boards, which have jurisdiction over the area of a sub-division, are in a much better position to estimate requirements than the District Boards of other provinces. Sir Archdale Earle considers that it is impracticable to consult village organisations, and in this respect he ventures to disagree with the view expressed in paragraph 743 of the Decentralisation Committee's Report.

5. As to removing the licensing function from the Revenue authorities, as advocated in paragraph 18 of the Deputation's statement, signed by Sir Herbert Roberts, I am to say that the Chief Commissioner considers that the time is not ripe for any such step to be taken in this province. A decided advance will be made if, as proposed, public opinion is consulted as regards all excise shops in the province. It is, in his opinion, advisable to wait and see the result of these measures before proceeding further.

6. With regard to the curtailment of the number of shops, I am to say that the Chief Commissioner concurs in the opinion of the Commissioner of Excise that any substantial reduction is out of the question. The shops in this province are at present exceedingly few for the area and the population served by them.

7. As regards the curtailment of the hours of sale, according to the rules at present in force shops may be kept open from sunrise till 8 p. m. from 16th October to 15th March and till 9 p. m. from 16th March to 15th October. Country spirit shops, however, which are frequented by the garden coolies, are required to close at 4 p. m. on market days and holidays. Sir Archdale Earle would propose earlier closing hours all round and everywhere, and he proposes to consult local officers and those concerned as to the general proposition to close all excise shops at 4 p. m. all the year round. It is during the later hours of the day that evils are likely to occur, and it is during such hours that people return home or should be returning home. It would, in the opinion of the Chief Commissioner, be a good thing if all shops were closed early so that there might be no drinking during the later hours of the day and no chance of night overtaking the occasional drunken man. The Chief Commissioner will, however, await opinions on the proposal and acquaint the Government of India with the result hereafter.

8. The case as regards the abolition of the auction system has been stated by the Commissioner of Excise in his letter of the 30th June 1913 referred to above, and the Chief Commissioner agrees with the conclusion arrived at by that officer. We must improve our staff generally before adopting a system of fixed fees. The effect on consumption of the experiment, mentioned at the end of paragraph 3 of the letter from the Government of India under reply, of substituting the fixed fee system for auction vend in certain districts, does not appear to have been discussed in the Excise Report of the Bombay Presidency for the year 1911-12; and it is presumed that no decided results had so far been obtained.

9. With reference to the complaint made by Lord Kinnaid, referred to in paragraph 4 of the letter from the Government of India, I am to say that his remarks deal primarily with the location of shops in large towns and are scarcely applicable to this province. The recommendations in paragraph 237 of the Excise Committees' Report were accepted by the Government of India in paragraph 6 of their Resolution No. 5086-Exc., dated the 15th August 1907. The selection of a site is almost always difficult and it must generally be the result of a compromise of conflicting considerations. One of the recommendations of the Excise Committee, namely, that in the tea districts shops should never be placed

on a main road, is certainly not universally observed, and the Chief Commissioner thinks that it is very doubtful whether it would not be a mistake to enforce it. There are very great advantages in having shops under the eye of the managers of tea gardens who are closely interested in their good conduct.

10. In conclusion, I am to add that the whole of the liquor system has been re-organised during the years for which statistics are given in the annexed statements called for by the Government of India. The distillery system was introduced for the Sibsagar district only in 1905-06, and was extended to the greater part of the Lakhimpur district in 1907-08, and to the rest of the plains portion of the province, except part of the North Lakhimpur sub-division, where the difficulties of communications are at present insuperable, in 1908-09. A preventive and supervising establishment has been formed and shops are regularly inspected. Spirit is issued at fixed strengths and of irreproachable quality. Early closure has been enforced on market days and holidays in the case of shops frequented by tea garden coolies. The maximum limit of purchase has been reduced from six bottles to three. It is true that the consumption of distillery spirit has very largely increased between 1908-09 and 1912-13; but it would be most unfair to assume from this that drinking has increased proportionately or at all. The distillery liquor when first introduced was strange and not popular; and consumption for the first few years was, therefore, below the normal. The general opinion amongst both officials and tea planters, who are in the best position to judge, is that drunkenness has materially decreased since the introduction of the distillery system. The increase in consumption in 1912-13, as compared with 1911-12, was only 3.5 per cent, which, considering that the tea garden and ex-tea garden cooly population is continually increasing, can scarcely be considered serious.

11. The statistics showing the wholesale and retail vend and consumption of foreign liquor referred to in paragraph 6 of the letter under reply will be included in the Excise Administration Report for 1912-13 and for future years.

No. 1033-E, dated the 30th June 1913.

From—A. R. EDWARDS, Esq., B.A., I.C.S., Officiating Commissioner of Excise, Assam,

To—The Second Secretary to the Chief Commissioner of Assam.

With reference to your letter No. 1109-M., dated the 24th February 1913, under cover of which was forwarded a copy of letter No. 477-490-218, from the Government of India in the Department of Commerce and Industry with enclosures relating to certain criticisms made on Excise Administration in India, I have the honour to reply as follows:—

I enclose statistics for Assam from the year 1905-06 to the year 1912-13 in the form called for by the Government of India. Similar figures have also been forwarded to the Government of Bengal.

With reference to the second paragraph of your letter, I beg to state that statistics showing the wholesale and retail vend and consumption of foreign liquor, referred to in paragraph 6 of the letter of the Government of India, will be included in the Excise Administration Report of this and future years.

2. (a) I turn now to consider the questions raised by the Deputation of 1912. It will be convenient I think to deal *seriatim* with the specific recommendations which are summed up on page 23 of the printed matter; each of these is referred to in the letter of the Government of India. I take them in order.

(1) "That the licenses for the sales of intoxicants should be steadily reduced in number and that the hours of sale be further limited by later opening and earlier closing hours being fixed for all licensed premises".

In this province the only shops which are of any considerable importance are those for the retail sale of country liquor (Statement C). It is apparent from the figures that there has been a steady reduction in their number, which has fallen from 207 (this is exclusive of 31 distillery shops open only for six months) in 1905-06 to

188 in 1912-13. This means a reduction of 19, or rather over 7 per cent, within about 8 years. This statement further shows that the number of shops as compared with the area and population which they serve is remarkably small. The district officers of the eight plains districts have been consulted on this and other points and replies have been received from all, except the Deputy Commissioners of Kamrup and Goalpara. None of them recommends any further reduction. The Deputy Commissioner of Lakhimpur remarks:—

“There is no room for any reduction; the number of shops is at present hardly adequate to meet the demand”.

It must be remembered that during the years under review, the population from which the drinking classes are chiefly drawn, *i.e.*, that of foreigners, including garden coolies and ex-coolies, has very largely increased and still is increasing. The tea industry has been in a flourishing condition and wages have gone up; consequently, there has been more to spend in liquor. It is hardly necessary for me to point out that the distillery system has, over a large area, displaced the outstill system, for which accurate figures for consumption were not available. Again, the figures for prosecutions for distillation, sale and importation of spirit show that the preventive establishment has been more active, and it is probable that there has been a decrease in consumption of illicit spirit. Moreover, it is not unreasonable to suppose that, with the increase in the consumption of excise spirits, there may have been a decrease in that of laopani or pachwai, which is an uncertain quantity. This, within certain limits, may be brewed free for home consumption. Apart from the danger of giving practical monopolies for the vend of country spirits by the further closure of shops, there is that of vastly increasing the consumption of illicit spirits and laopani. Nor is it impossible that we might thus indirectly encourage the consumption of such drugs as ganja. Taking the whole circumstances into consideration, I am not at present prepared to recommend any further reduction in the number of shops.

I may add that the Excise Commission of 1905 found that the number of shops in Assam needed no change, *vide* paragraph 222, page 92 of the Report, read with paragraph 332 (*f*), page 143. It is clear, therefore, that in this direction, we have gone beyond the recommendations of the Commission.

(*b*) I turn now to the more difficult question of the curtailment of the hours of sale. The rule at present in force is that shops licensed for the sale of excisable articles may be kept open from sunrise till 8 p. m. in the cold season (16th October till 15th March) and till 9 p. m. in the hot season (16th March to 15th October). In the plains districts, however, shops for the retail sale of country spirit, in the vicinity of tea gardens, or to which tea garden coolies resort, shall be closed at 4 p. m. on market days and holidays (rule 206, page 125, Excise Hand Book). The Deputy Commissioners of Sylhet, Cachar and Nowgong are against any further reduction in these hours. The Deputy Commissioner of Lakhimpur thinks that the hours should not be materially curtailed but that shops might be closed at 8 p. m. summer and winter. He remarks that the earlier closing of the shops might prove a hardship to garden coolies. The Deputy Commissioner of Cachar refers to the not uncommon practice of sale after closing hours in coolie lines near established shops. He apprehends that earlier closing hours would encourage this. Major Playfair, Deputy Commissioner of Sibsagar, says that he would like to see liquor shops closed before nightfall, say 7 p. m. in summer and 6 p. m. in winter, “for” he adds “it must be during the hours of darkness that many acts of frauds on the consumers are practised and breaches of license committed with little chance of detection.” He goes on to say:—“But here again we must consider whether earlier closing hours will influence tea garden labour.” The Deputy Commissioner of Darrang also suggests that in rural areas closing hours should be reduced to 6 p. m. in winter and 7 p. m. in summer. In towns, he thinks, that further curtailment would cause hardship to consumers and would make no change. Early closure on market days should be enforced in all liquor shops, except those at district and sub-divisional headquarters. The Excise Commission seems to favour early closing, *vide* paragraph 248, page 106, of its Report, in which the following remarks are made:—“The Committee consider that, as a general rule, the closing hour should be fixed at 9 p. m. In some cases earlier closure is desirable. In Assam it has been proposed to

close shops frequented by tea garden coolies at 4 p. m. in the cold weather and 6 p. m. in the hot weather. The gentlemen who conducted the canteen experiment went even further and opened for only two hours in the afternoon on week days and in the mornings on Sundays. It may be desirable to enforce similar regulations where similar circumstances exist or arise."

As regards this province, I do not think that the early hours of opening afford much, if any, ground for criticism. A good deal, however, may be said against the practice of keeping shops open after dark, and I think that, all things considered, we might curtail the evening hours. 5 p. m. in winter and 7 p. m. in summer would, perhaps, not be too early. I doubt whether this would cause any real hardship; but, as garden coolies are chiefly concerned, it might be desirable to consult representatives of the tea industry before definite action is taken. I am, however, inclined to think with the Deputy Commissioner of Darrang that in district and sub-divisional headquarters, where circumstances are different, the present hours might remain. I am also inclined to agree with him in his suggestion as to the enforcement of early closing hours on market days and holidays in all rural shops. The reasons for this, though they may be stronger where tea garden coolies are concerned, apply in other cases and there seems no sufficient ground for making a distinction.

3. The next recommendation of the Deputation is as follows :—

(2) "That the system of excise advisory committees should be extended to all municipalities and that these committees should be made more representative and given power to deal with all licenses for the sale of intoxicants of every kind."

In connection with this may be considered (4) "That the licensing function be removed from the control of the Revenue Department and (with proper safeguards) placed in the hands of local committees or other independent authority."

In Eastern Bengal and Assam advisory committees were formed only in three large towns of Dacca, Narayanganj and Chittagong. There are none in Assam. The rules as to the ascertainment of local public opinion are to be found at pages 85 to 87 of the Excise Hand Book. Municipal bodies are consulted as to the sites of shops within municipal limits and objections as to sites generally are invited every year from the public. No new shop is opened or site changed, without notice being given to the manager of any factory likely to be affected by it. Though the Deputation refers specifically to municipal areas, I think that, as regards Assam, where municipalities are small and comparatively unimportant, it will be well to consider the question with reference to rural areas also.

The Deputy Commissioners of Sylhet, Lakhimpur and Nowgong are unreservedly against the appointment of advisory committees either for municipal or rural areas. The Deputy Commissioner of Sibsagar, after a careful consideration of the whole question, comes to the following conclusion :—

"There would be no difficulty in appointing committees in these places, (headquarters of districts and sub-divisions); but as they would deal at most with one shop for each kind of excisable article, it does not seem that they will fill any very useful purpose, when the district and sub-divisional magistrate is at hand to exercise control. My personal opinion is that though the appointment of committees would present no difficulties, they would not prove effective in putting down abuses and bringing offenders to book, either in urban or rural areas."

The Deputy Commissioner of Darrang is of opinion that there is at present no necessity for any special advisory committee in his district either at headquarters stations or in rural areas. He thinks that if it is decided that committees for rural areas are required, the Local Boards would probably be the best bodies; he points out, however, that there are certain strong objections to making use of them.

The Deputy Commissioner of Cachar thinks that committees with a majority of non-official members could be formed with advantage at the district and sub-divisional headquarters of Silchar and Hailakandi, but that such committees in rural areas are out of the question for the present.

As regards district headquarters stations, which would include municipalities, I think that, mainly for the reasons given by the Deputy Commissioner of Sibsagar, committees would be of little, if any use. In Assam the excise question is generally not of any great importance in municipal areas. Our municipalities are small and do not contain individually a large number of excise shops. There is not the same problem as exists in a town in England or a big city like Calcutta.

Then again there is the difficulty of forming a committee containing a majority of non-officials which would, in fact, be representative of local opinion. In this province we have to consider a population heterogeneous, among other things, in race, caste and religion. It would, I think, not be easy to secure members who would at the same time be representative and disinterested. I am inclined to think that, while dealing with such a committee would involve extra work, little would be gained and there would be some risk of intrigue and possible friction.

• It seems to me, in fact, that the question, as regards municipalities, is one which in this province scarcely arises. My conclusion is that such committees for municipalities would make little difference one way or the other. Though I would not strongly oppose their formation, I think that no good case has been made out.

As regards rural areas, the difficulty of forming and working such committees would be still greater. The Deputy Commissioners are unanimously against them. We have practically the same difficulties which I have referred to above, coupled with the fact that large areas, parts of which are not easy of access, have to be dealt with. In this connection two bodies might suggest themselves as possibly suitable, firstly, the existing Local Boards, and secondly, the proposed village organisations. A general objection to Local Boards is that they already have enough to do. There are also other objections of a more serious character. The Deputy Commissioner of Cachar remarks:—

“.....but it must be remembered that the members of the Local Boards are not of the classes for whom the excise preparations sold have much attraction, and their decisions would be in my opinion very apt to overlook the claims of the unrepresented classes”.

The Deputy Commissioner of Darrang points out that the members who have definite knowledge of any particular rural area would be small and there is a danger that the decisions of the Board might be governed by the advice of one or two possibly interested members.

I submit that the above objections are entitled to considerable weight. Personally, I think that Local Boards are not suited for the work. I may point out that the Decentralisation Commission was of this opinion (paragraph 743). In summing up my main reasons I would say that Local Boards already have enough to do, that the non-official members, as is to be expected, generally have no local knowledge of the sub-division as a whole, that they do not as a rule represent the classes concerned, and that they may not be free from bias.

As regards village organisations, most of the same objections apply. Several of the Deputy Commissioners have rightly, I think, argued that the members are not likely to be sufficiently educated and experienced for their opinion to be of much value and that their work should at least be tested for some years before the experiment of giving them power in excise matters is tried.

I agree that they, too, as far as we can judge, at present, would be unsuitable. In my opinion Assam is not as yet far enough advanced, and the difficulties are too great for any such experiment to be made in rural areas.

My finding on this point largely answers the question as to the removal of the licensing function from the Revenue Department. No suitable local committee could, in my opinion, be constituted. Nor do I think it practicable or desirable to substitute any other for the present licensing authority. The objections to the present arrangement appear to be theoretical.

4. (3) " That the auction system of licensing shall be superseded by a system of fixed license-fees, as recommended by the Government Excise Committee of Enquiry."

This was recommended by the Excise Commission, with certain reservations, in Chapter X of its Report. The Government of India in its Resolution No. 2997-Exc., dated the 16th May 1907, expressed its disagreement with the Excise Commission and laid down the conditions under which the auction system should be carried on. In circular No. 18 of November 1909, the substance of which is reproduced at pages 162-164 of the Excise Hand Book, the Board of Revenue, Eastern Bengal and Assam, gave detailed instructions on the subject.

The Deputy Commissioners of all the districts from which I have received opinions, with the exception of Sibsagar and Darrang, consider that no change is practicable. The Deputy Commissioner of Sibsagar suggests levying vend fees by a surtax on the consumption of the year in question. He says that he would give out at the sales for one year that in the following year excise shops would be settled with those lessees who have the best record and would calculate the surtax as a charge per seer or gallon of excisable article, calculated on the license sales for five previous years and the average quantity of the articles sold.

The Deputy Commissioner of Darrang thinks that as maximum prices for country liquor are fixed, and prices approximate to these, the profit could be accurately calculated. Shops could then be settled practically by selection.

The question is admittedly one on which much can be said on both sides. It would serve no useful purpose for me to recapitulate the various arguments for and against the system, and I am afraid that I can advance no original theories.

Undoubtedly the auction system is liable to various abuses, and our aim should be, I think, eventually to substitute a system of fixed fees. At present, however, I am inclined to think that to do so would be to open the door to still greater abuses. The two great objections are that a system of selection would throw too much power into the hands of the subordinate Excise staff and that, at present, we have not, and cannot collect, sufficient data for arriving at the actual value of excise licenses. The following sentences seem to me to sum up the case very fairly:—" Given a thoroughly efficient and reliable Excise staff in all its grades and materials for estimating the correct value of shops, it is probable that a system of selecting vendors with reference to the circumstances of each shop would give a better class of vendors. This is an end to be aimed at in the Excise system, but at the present time the two necessary conditions required for its success are wanting in this province." (*Vide* Excise Hand Book, paragraph 3, page 163.)

5. With reference to paragraph 4 of the letter of the Government of India, I may say that the principles to be observed in the location of shops, referred to therein, are reproduced at paragraph 65, page 83, of the Excise Hand Book. From enquiries it would appear that they are generally being carried out.

Enclosure 6.

Letter from C. G. Leftwich, Esq., I.C.S., Third Secretary to the Chief Commissioner, Central Provinces, to the Secretary to the Government of India, Commerce and Industry Department, No. 230—XV.1-2, dated Nagpur, the 12th September, 1913.

I am directed to reply to the Honourable Mr. Enthoven's letter No. 477-490-218, dated the 24th January, 1913, on the subject of certain criticisms made on the Excise administration in India by a Deputation which waited on the Right Honourable the Secretary of State for India in July, 1912. As desired in the second paragraph of that letter, I am directed to submit statistical information for the Central Provinces and Berar in the forms annexed to it.

2. It is evident that the members of the Deputation are not prepared to accept as satisfactory the explanations already given by the Government of India, in their despatch of the 8th October, 1908, of the increasing revenue from liquor, and they again raise certain questions connected with the Excise administration regarding which the Government of India in that despatch had returned a full and distinct answer. The Chief Commissioner does not propose in connection with the present reference, to enter into any great detail in dealing with the arguments that have now been brought forward. They have already been met, and in his opinion completely met, by the Government of India's previous communication to the Secretary of State. A consistent policy has been laid down by the Government of India—that policy has been quoted in paragraph 7 of the despatch of 1908—and in following it out, the Government in this country has to be guided by practical considerations, which, though they may not be altogether overlooked by temperance advocates, do not receive, and perhaps could hardly be expected to receive, from the latter that understanding which must be given them by the authorities who are responsible for the task of administration in India.

3. The Deputation evidently regard the expansion of the Excise revenue as indicative of expansion of consumption. I am, however, to point out that the statistics tabulated under the orders of the Government of India prove that the direct action of the Local Administration in continually raising the rate of duty, which reacts at once on the retail price of liquor, has had a marked effect in reducing consumption during the last seven years. The figures for Berar, where alone an exact comparison is possible, show a very substantial decrease in consumption. In the Central Provinces, owing to the changes that have taken place in the systems in force, the decrease cannot be so definitely stated. But whilst the area under the Distillery System has grown by 100 per cent. and the population served by it in the same proportion, the increase in consumption has amounted to only 70 per cent.

4. Since 1905-06 the area served by outstills in the Central Provinces proper has been reduced from 63 to 25 per cent. of the total area, and the population served by them from 49 to 13 per cent. of the total population. In the area served by Contract distilleries, being 79 per cent. of the total area of the combined Provinces, with 90 per cent. of the total population, the highest rate of duty has been raised in the same period from Rs. 3-6-0 to Rs. 5-15-0 per proof gallon, and the average rate has been raised from Rs. 2 to Rs. 4-2-0 in Berar and from Rs. 1-15-0 to Rs. 3-7-0 in the Central Provinces, and this in spite of the fact that, when backward tracts are newly brought under the Contract Supply System, a low rate of duty has to be imposed in the first instance. Total taxation has risen from Rs. 4 to Rs. 6 per proof gallon in the Central Provinces and from Rs. 5 to Rs. 7 in Berar. The rise in the retail price has risen in an even higher proportion. While in 1905-06 the price of a bottle of 60° U. P. liquor in the distillery area ranged from 3 to 9 annas, it is now from 4 to 16 annas according to locality: in this connection it may be pointed out that no less than 30,000 square miles have been converted from outstill areas in which the price ranged from 1½ to 2 annas a bottle. There were no means of ascertaining with precision the amount of liquor consumed in the areas served by outstills, but it must certainly have been much greater than at present, the price having been so low, and the conversion of such areas in the Central Provinces has, as already remarked, made it impossible to compare the incidence of consumption with exactitude. In Berar, however, where there has been no change in system, the total consumption has fallen from 526,000 to 436,000 gallons and the incidence from 19 to 14 proof gallons per 100 persons. The great advance made in reduction of the number

of licensed liquor shops and in reduction of the proportion of the licence fees to total taxation, will be noticed later when dealing with the subjects of local option and abolition of the auction system.

5. In regard to the future I am to say that it is not to be expected that the reduction in consumption effected in the last seven years can be maintained, nor that the expansion of revenue from Excise will be arrested. The prosperity of these Provinces has been advancing by leaps and bounds : agriculturists have enjoyed a series of good seasons with an ever-increasing value for the outturn of their crops, while the labouring classes throughout the greater part of the Provinces are able to choose their occupation owing to the great expansion of commercial and industrial activity. The expenditure of the Public Works Department of Government (exclusive of establishments) has risen from 49½ lakhs in 1905-06 to 96¼ lakhs in 1912-13 : large railway works of construction have been on hand, new mills and factories have been constructed and have started work, and new mines have been opened. The expansion would have been still greater but for the want of sufficient labour to meet the demand. In such circumstances labourers can command a high wage which enables them to pay more for their liquor. The limit is not yet in view. Enhancement of revenue is an inevitable corollary of such increasing prosperity and is likely to continue. In connection with the remarkable increase of Excise revenue I am to quote from paragraph 11 of the annual report on the Excise revenue of the Central Provinces and Berar for the year 1910-11 :—

“ The advance in the net Excise receipts from 43 lakhs in 1893-94 to 74 lakhs in the year under report may naturally give rise to the question whether our Excise policy is moral or immoral, to what extent the increased revenue is obtained at the cost of the degradation of the people. Now an increase in the revenue from Excise can arise in four ways—(1) from high taxation upon excisable articles, (2) from improved administration tending to a reduction in the profits of purveyors of excisable articles and also in the illicit traffic in such articles, (3) from a larger consumption following on an increase in population or in the purchasing power of persons accustomed to use intoxicants in moderation, and (4) from an obviously undesirable increase in consumption due either to greater prevalence of the excessive use of drink or drugs among any class formerly free from such habits. In a Province in which the conditions are so diversified and in which there has for some years been a series of changes in system calculated to put an end to the lax control over intoxicants, which still obtains of necessity in the more remote and wilder tracts, it is difficult to make comparisons of the consumption year by year in order to discover how far this large expansion in the Excise revenue is a cause for unmixed congratulation. The information which we have goes to show that it is to first three of the above causes and not to the fourth that our rise in Excise income is due.”

6. It has been noticed in paragraph 3 of this letter that the actual consumption of liquor has considerably decreased during the past seven years, in spite of conditions greatly in favour of its increase. This has been achieved by the direct action of Government. But the Deputation quote figures to show that drunkenness has increased, relying on statistics of convictions for drunkenness in public places in Municipal towns. The number of such convictions varies from year to year, being 384 in 1909-10, 490 in 1910-11, 356 in 1911-12, and 425 in 1912-13. Little reliance can be placed on these figures as criteria of the actual prevalence of drunkenness, and the Commissioner of Excise in his report for 1910-11 remarked on the variations from time to time and from place to place in the activity of the police. Thus in 1909-10, there had been 167 convictions in Jubbulpore and 132 in Nagpur : in 1910-11 the figures were 93 and 274 respectively. In the report for 1912-13 the return of convictions for drunkenness is blank for not less than eight districts. As regards rural areas Sir Benjamin Robertson is supported by the opinions of District officers in his view that not only has drunkenness not increased generally, but that in areas in which outstills have been abolished there has been a marked increase of sobriety. To quote one only, Mr. C. A. Clarke, Deputy Commissioner of Nagpur, writes, “ My information is that there is far less drunkenness now than in the old days when there was no control, that the liquor now consumed costs six times the old outstill liquor, and is far less injurious and far less intoxicating.”

7. The Deputation have returned to the charge against Revenue officers of a desire to spread the consumption of alcohol in order to raise the revenue. It is not

a charge which the Civil Servant would expect to have to meet in view of the whole history of British rule in India. Mr. Napier, the Commissioner of Jubbulpore, pertinently remarks that "A District officer of the poorest capacity must see that expenditure on liquor is unproductive and does not make for prosperity. I suppose that it is hopeless to expect a person to realise a District officer's position and feelings in a matter of this kind until he has been one, but those who have held the position know that there is very little interest evinced in the amount of revenue to be collected. Stress is only laid on the full collection of the amount which has been determined by other means." And again, "lately in Jubbulpore it was the District officer who had to intervene to prevent the opening of a new foreign liquor shop, the petition for which had been backed by a large number of respectable people." The charge brought against the British Administration generally, as contrasted with the old Hindu and Muhammadan dynasties, has already been met by the Government of India in their despatch No. 294 of 1908. But the present state of affairs outside British India is also worth considering. Mr. Napier writes, "The practice of Native States in the past in not regulating the liquor traffic and in collecting no revenue from drink seems to be held up by members of the Deputation to praise. I would contrast the state of affairs in Rewah, where numerous outstills are located all along our border, with, in several cases, two or three outstills situated in a single village." Such a result of State aloofness can scarcely be held up for emulation.

8. To come now to the specific recommendations made by Sir Herbert Robert's Deputation, the first is twofold, *viz.* :—

- (a) that licences for the sale of intoxicants should be steadily reduced in number, and
- (b) that the hours of sale be further limited.

As regards (a), it can be claimed that in the Central Provinces and Berar Government has gone very far already and it is probable that a point has been reached beyond which it would be dangerous to proceed further. The number of liquor shops has been reduced from 6,425 in 1905-06 to 3,714 in 1912-13, *i.e.*, by 42 per cent. The number of shops per 100,000 of population has in the same period been reduced from 61 in the Central Provinces and 34 in Berar to 28 and 23 respectively, and the average area served per shop has risen from 15 and 19 to 27 and 26 square miles. Similarly, the number of *tari* (or toddy) shops has been reduced in this period from 1,221 to 493 and the number of Foreign liquor licences from 176 to 140. With reference to this very considerable reduction the Honourable Mr. Walker, Commissioner of the Nerbudda Division, remarks, "It is to be remembered that, at the same time that we have reduced the number of shops, we have enhanced the rate of duty on spirits enormously, and in tracts where the outstill system with its easy methods has just vanished, caution must be observed lest we make licit liquor not only too expensive but too inconvenient to be obtained." Mr. Napier, Commissioner of Jubbulpore, writes, "The difficulty which a large portion of the population experiences in getting alcoholic liquor can well be imagined"; and again he gives "a few statistics which show the real danger that the reduction of facilities for obtaining alcohol drives the people to the use of more deleterious drugs." And Mr. C. A. Clarke, Deputy Commissioner of Nagpur, states, "It might fairly be argued that the recognition of legitimate refreshment has not been much regarded in the reduction of shops."

9. It seems certain that, for the present at any rate, it would be dangerous to proceed further in the reduction of liquor shops. The Commissioner of Excise writes, "I am of opinion that in some of the districts the reduction has been carried too far, and some shops may have to be re-opened as necessity arises. In the backward tracts, principally inhabited by aborigines, a centre of licit supply is a great check on illicit production. Another aspect of the case is that shops far apart, while they may discourage visits from people accustomed to drink in moderation, are apt to induce drunkenness when such deferred visits are paid." Again, "It may also be confidently asserted that any more rigorous measures towards putting down consumption would have brought more serious evils in their train, and would certainly have produced great discontent amongst the most loyal and law-abiding classes in this Province." In the report for 1912-13 the increase in offences of unlicensed sale of duty-paid liquor is noticed as pointing to the need of consideration

whether the shops in the tracts concerned are not too far apart. Apart from the danger of driving moderate drinkers to the use of more deleterious drugs, or the unwarrantable causation of discontent, there is the grave danger of illicit production accruing from too active a campaign for making liquor deterrently expensive. In 1912-13 as many as 290 cases of illicit distillation were detected, and it is certain that a great many must have gone undetected. A significant fact was the detection of such illicit production in open well-developed tracts of country such as the Nagpur, Amraoti and Akola Districts and the Warora Tahsil of Chanda District, in which the retail price of liquor had been forced up to a point making its production over-attractive for the smuggler.

10. The second portion of the Deputation's first recommendation is that the hours of sale be further limited. Opinions differ somewhat in regard to this point. The hours prescribed are from sunrise to 9 p.m. Some of the officers consulted would agree to their reduction to 12 hours, but the Honourable Mr. Walker writes, "Such curtailment seems to me to be dangerous, and I can see no reason for pressing it unless it is admitted (for some unexplained reason) that it is necessary to treat every day in India as if it were a Sunday in England." Mr. Chitnavis, Deputy Commissioner of Chhindwara, himself a Hindu, points out that "the requirements of different classes of people are varied: some require liquor in the morning, others in the evening, others again at noon for social and religious purposes." The Chief Commissioner is, however, inclined to think that the need, if any, for liquor in the morning can be met by its purchase on the previous evening, and it is not desirable that any encouragement be given to persons obtaining liquor on their way to the day's work. Sir Benjamin Robertson is, therefore, prepared to advance the opening hour for sale from sunrise to 8 a.m. He is not prepared to suggest any curtailment of the evening hours. It is the general opinion of doctors that the use of alcohol is best deferred till after sunset, and as the Commissioner of Excise points out, "In towns the labouring classes are not free till late in the evening, and it is desirable not to drive them from the field or factory straight to the liquor shop, which would be the case if shops are closed earlier than now. In rural areas, the shops are now far apart, and the above difficulty would be accentuated. 9 p.m. is by no means a late hour in India, and the drinking population would undoubtedly resent any change."

11. The second and fourth proposals of the Deputation can conveniently be considered together, viz. (ii) that the system of Excise Advisory Committees be extended to all Municipalities, and (iv) that the licensing function be removed from the control of the Revenue Department. Licensing Committees consisting of two members elected by the Municipality and of the Deputy Commissioner and the District Superintendent of Police have been constituted for the towns of Nagpur and Jubbulpore, and have worked satisfactorily. In all other towns with a population of over 20,000 the Municipal Committees are consulted as to the maximum and minimum number and the locality of shops in the towns, and their wishes have been met except in one instance where the Committee proposed the closure of two existing shops without due consideration of the public demand. The Deputy Commissioners' decisions are subject to the approval of their Divisional Commissioners: the Commissioner of Excise has no control in the matter. The Chief Commissioner proposes to extend the rule for consulting Municipal Committees to all such bodies, irrespective of the population of the Municipal town. At present these Provinces are not ripe for any further extension of the system of Special Licensing Committees. The Commissioner of Excise points out that "under present conditions none of the drinking classes could be represented on such Committees, and the non-official element would consist of persons who take either a purely academic or no interest in the matter, or of persons who by religion and training are absolutely hostile to the use of liquor or drugs." Even in Nagpur, when the Municipal Committee was first asked to consider the location and leasing of permanent liquor shops, the Committee refused to have anything to do with the liquor trade on the grounds of morality! Sir Benjamin Robertson believes that such an attitude will rarely be adopted, and is not therefore deterred from extending the practice of consultation to all Municipalities. These bodies, as observed in paragraph 24 of the despatch of 1908, are exponents of at least a certain section of public opinion to which attention should be paid, and their association with Government in this branch of the Administration is of some educative value.

12. The Chief Commissioner regards, however, the Deputation's further proposal to remove the licensing function from the control of Revenue officers as absolutely impracticable. The Honourable Mr. Walker points out that "a few years ago there were indications that a temperance movement might be engineered for political purposes with the object of hampering Government by loss of Excise revenue. The movement did not effect much, but it serves as an example of how impossible it is, in a system of Government like that of India, to entrust the power of final decision in Excise matters to any other authority than Government itself. A system of local veto, if practically applied, not only would result in class tyranny, as pointed out by the Government of India in their despatch of the 8th October, 1908, but also might possibly be used for purposes directly hostile to the British Administration in India." In Sir Benjamin Robertson's opinion the position has in no way altered since the Government of India dealt with this subject in 1908, and the question of a separate licensing authority is absolutely outside the bounds of practical politics.

13. There remains only the third proposal of the Deputation, viz., to abolish the auction system of licensing and substitute for it one of fixed license fees. I am to point out that this question has been thoroughly and exhaustively discussed in the Government of India's Resolution No. 2997-Excise, dated the 16th May, 1907, and the reasons there given for holding that the adoption of a non-competitive system for the disposal of the right of retail vend of country liquor is impracticable remain, Sir Benjamin Robertson thinks, unshaken. At the same time the policy of reducing the proportion of license fees to total taxation has been steadfastly followed by periodically raising the rate of duty. The proportion of license fees to total Excise taxation on country liquor in 1901-02 was 44·7 per cent. in the Central Provinces; it has now fallen to 34 per cent. Thus, without any violent change in policy, a rapid advance has been made towards the substitution of duty for license fees. Large profits from liquor monopolies continue to be realized in Berar where the incidence of vend fees to total taxation on country liquor still remains at about 42 per cent. While there is no proof that the licensees take active steps to enhance the consumption of liquor, it would appear that there is still a large margin of profit left to them in spite of the already high rate of duty, which brings the retail price within a short distance of that for inferior foreign spirits. Mr. Standen, the Commissioner of Berar, who has examined figures supplied by Deputy Commissioners, believes that "it is uncommon to find a very high bid followed by increased consumption. Occasionally, no doubt, a reckless Kalar will try to make good his prospective loss and at the same time perhaps damage a neighbouring rival by selling at a specially low price, but this is rare." He is, however, in favour of keeping in view the ultimate adoption of some system like that outlined by the Indian Excise Committee, 1905-06, in paragraph 202 of their report: but he is doubtful if a stage has yet been reached, even in Berar, at which it is possible to regard the rate of duty as sufficiently fixed to enable the Administration to obtain an accurate knowledge of shop values. As remarked in paragraph 29 of Government of India's Resolution No. 2997, dated the 16th May, 1907, a system similar to that adopted in the Bombay Presidency had been formerly tried in Berar and had to be abandoned. Sir Benjamin Robertson thinks it would be well to await for a few years the results of experience gained in Bombay before attempting the introduction of the system again in Berar.

14. The Chief Commissioner proposes, however, to tighten up the rule of general application concerning the rejection of speculative bids. The existing rule in the Central Provinces runs: "The officer holding the sales may reject bids he deems to be purely speculative, but where he considers it desirable to adopt this course he should at the time record his reasons in writing." This, in Sir Benjamin Robertson's opinion, is not sufficiently impressive, and he proposes to amplify the rule and to enjoin on all officers the necessity of carefully seeing that such bids are not accepted. Instructions will be issued to guide officers in applying the principle of rejection.

15. At the end of paragraph 13 of the statement submitted by Sir Herbert Roberts on behalf of the Deputation, the Chief Commissioner observes a motion brought before the United Provinces Council in April, 1911, to prohibit the grant of special licences for the sale of liquors and intoxicating drugs on the occasion of

religious festivals. I am to say that in accordance with the rules in force in these Provinces such "occasional licences" are not ordinarily granted. In special cases and for special reasons they may be given with the previous sanction of the Commissioner of Excise. This rule appears to the Chief Commissioner adequately to safeguard the issue of such licences.

16. The Chief Commissioner regrets the time that it has taken to reply to this reference. But the case was one in which he wished fully to consult Commissioners and Deputy Commissioners, and many of these officers have taken much time and trouble to examine the questions at issue and record their opinions. The result has been, as is shown in this letter, to give strong support to the views already expressed by the Government of India in their despatch to the Secretary of State of 1908

Enclosure 7.

Letter from the Honourable Sir Elliot Graham Colvin, K.C.S.I., Chief Commissioner, Ajmer-Merwara, to the Secretary to the Government of India in the Department of Commerce and Industry, No. 1382—1079, dated the 24th September, 1913.

I have the honour to acknowledge the receipt of your letter No. 477-490-218, dated the 24th January, 1913, forwarding a copy of papers relating to certain criticisms made on the Excise Administration in India by two Deputations which waited upon the Right Honourable the Secretary of State for India in August, 1907, and July, 1912, and inviting an expression of my opinion on certain points connected therewith.

2. As desired in paragraph 2 of the letter, statistics are enclosed in Forms A to P showing the consumption of, and taxation realised on, excisable articles of different descriptions in Ajmer-Merwara during each of the years 1905-1906 to 1912-13.

From Statement B it will be seen that the consumption of liquor in this district averages about 50,000 proof gallons and that it fell to 39,062 proof gallons in 1905-06, which was a year of famine, and rose to 65,214 proof gallons in 1910-11, which was an exceptionally good agricultural year. These statistics show that the consumption has not varied otherwise than normally and that the rise and fall noticeable in the figures are in accordance with the character of the seasons. The figures of the excise revenue given in the same statement show a large and steady increase from Rs. 1,04,000 in 1905-06 to Rs. 3,03,000 in 1912-13. This increase might, at first sight, be taken to indicate a corresponding growth in the drink habit, but the actual amount of the liquor consumed has not, as already stated, increased to any large extent.

The real explanation of the increase in revenue is the introduction, with effect from the 1st April, 1908, of the contract distillery system of Madras, the enhancement of still-head duty and the reorganisation of the Excise Department. The following table shows that the increase of revenue is due to enhanced taxation and supervision, inasmuch as the consumption for the year 1912-13 was less than that of the year 1907-08, while the revenue nearly doubled :—

				Consumption Proof gallons.	Revenue Rs.
1907-08	...	...	...	54,712	1,58,000
1912-13	...	...	...	51,779	3,03,000

3. The Government of India enquire, *inter alia*, to what extent this local Administration would be prepared to give effect to the recommendations of the Deputation of 1912 in regard to the enlargement of the powers and functions of the local advisory committees and the modification of their constitution. The local committees in Ajmer-Merwara were formed in 1907-08 and the particulars regarding them and the work which they have done were reported in my letters No. 788 of the 2nd August, 1911, and No. 796 of the 10th June, 1913. The committees are not deeply interested in the subject of temperance reform as yet, nor is there any strong public feeling in the matter. In fact, the committees have not shown any activity or initiative, and there is no doubt that the conditions prevailing in this district are not ripe for the introduction of the measures advocated by the Deputation.

4. The number of liquor shops was reduced from 136 in 1907-08 to 128 in 1908-09, and the present number is 128. The subjoined table shows the number of shops in the urban and rural areas and their ratio to the population :—

Population.			Number of shops.	Ratio to population.
Urban area—1,29,263	...	...	13	1 to 9,943
Rural area—3,72,132	...	...	115	1 to 3,236

Owing to the peculiar situation of Ajmer-Merwara in the midst of Native States, the local officers consider, and I agree with their view, that any further reduction in the number of shops will only result in the smuggling of liquor into the district which it will be very difficult to check. Moreover, the rural population

is scattered over a considerable area and the number of shops is by no means excessive.

5. The hours during which the sale of liquor is permitted are as follows :—
- | | | |
|----------------------|-----|---|
| In the rural area... | ... | From sunrise to 9 P.M.—throughout the year. |
| In the urban area... | ... | From sunrise to 9 P.M.—from 1st October to 30th April. |
| | | From sunrise to 10 P.M.—from 1st May to 30th September. |

In my opinion there will be no objection to the closing of the shops in the urban area at 9 P.M. at all times of the year, and I am issuing instructions accordingly.

6. As regards the abolition of the auction system and its replacement by a fixed fee system, I would explain that the system prevailing in Ajmer-Merwara is not really an out and out auction system. The practice followed is to work out the average sales of each shop for the preceding three years and to then fix an approximate price calculated to leave the shop-keeper a profit of 10 annas per gallon on an average year's sale; and if the late shop-keeper's management has been satisfactory, he is given the licence at that price if he is willing to pay it; otherwise it is put up to auction. In a good year the licensee's margin of profit is a little more, in a bad year less. Auction takes place in a comparatively small number of cases. The question of the continuance of that system is under consideration.

7. The direct taxation on liquor has been steadily raised during the last 5 years. The still-head duty, which was Rs. 2-10-6 per proof gallon before 1908-09, was increased to Rs. 3-12-0 for the urban area and Rs. 3-2-0 for the rural area with effect from the 1st April, 1908, when the contract distillery system was introduced in the district. On the 1st April, 1911, the rates were further increased to Rs. 4-6-0 and Rs. 3-12-0 for the urban and rural areas, respectively. In the circumstances, it was not considered advisable to enhance the duty further when the contract for the supply of liquor was given out on the 1st April, 1913, for a period of 3 years. On the termination of the present contract it may be possible to raise the duty again, but in that case I should be disposed to advise a simultaneous reduction in the amounts asked for the sale of shop leases. The latter measure would involve some loss of revenue to Government, but it would seem to be the proper policy, as it would reduce the incentive to licence-holders to effect large sales in order to cover their licence fees.

8. With reference to paragraph 4 of your letter under acknowledgment, the Collector of Excise Revenue reports that every care is taken in the selection of sites for liquor shops and none of them exists in any undesirable locality nor, so far as he is aware, have any complaints to this effect ever been received.

9. As suggested in paragraph 6 of the letter, statistics showing the wholesale and retail vend and consumption of foreign liquors will be furnished in the annual Administration Report of Ajmer-Merwara for the year 1912-13 and subsequent years.

Enclosure 8.

Letter from the Honourable Mr. R. A. Mant, I.C.S., Financial Secretary to Government, Punjab, to the Secretary to the Government of India, Department of Commerce and Industry. No. 2965 S. (C. & I.), dated Simla, 25th September, 1913.

* In your letter No. 477—490—218, dated the 24th January, 1913, an expression of the Lieutenant-Governor's opinion was invited in connection with certain criticisms made on the Excise Administration of India by the two deputations which waited upon the Secretary of State in August, 1907, and July, 1912.

2. In reply I am directed to forward a copy of a letter No. 296 S., dated the 2nd August, 1913, and its enclosures, from the Senior Secretary to the Financial Commissioners, Punjab, and to say that the Lieutenant-Governor is in complete agreement with the explanation given by Mr. Fenton in paragraph 4 thereof of the spread of the drink habit in certain parts of this province. I am to invite particular attention to the remarks made in this connection by Diwan Tek Chand, I.C.S., a Deputy Commissioner of long standing, who has also had considerable experience of administration in the Baroda State. The causes to which he attributes the growth of the evil—increasing prosperity of the people, relaxations of religious restrictions, imitation of Western manners, and the like—while they apply generally to British India, are perhaps more operative in the Punjab than anywhere else. These causes, His Honour considers, will continue to operate and to stimulate consumption in spite of preventive legislation, and it is only by the spread of an independent temperance movement among the people themselves that they can ultimately be checked. For this reason the efforts of the Temperance Societies recently inaugurated in the Sikh districts, which are the heaviest consumers, are receiving and will continue to receive the warmest sympathy and support from Government and its officers.

3. Meanwhile His Honour, who has seen something of the Excise Administration of Southern India, including Hyderabad, of the Native States in Central India and Rajputana, of Bombay and the United Provinces, ventures to affirm that in no part of India has the policy of the administration in recent years been more steadily directed than in the Punjab to the reduction of consumption to the lowest possible limit, beyond which any advance will only tend to stimulate further the illicit production already too common in parts of the province. In support of this assertion I am to quote a few salient statistics. Between 1905-06 and 1912-13 the taxation per proof gallon of country spirit according to the statements appended to the Financial Commissioner's letter has nearly doubled (from Rs. 4.7 to Rs. 9.06). The comparison is to some extent vitiated by the fact that the imports of Rosa spirit, on which duty is paid in the United Provinces and not included in the Punjab receipts, were much larger in 1905-06 than in 1912-13. But after allowing for this difference, it is clear that there has been a very marked increase in the rate of taxation, and it is now perhaps the highest in India. The number of shops has been reduced by more than one-third (from 1,237 to 795), so that there is now only one country liquor shop to every 25,000 of the population and to every 125 square miles of territory. Moreover the Excise Bill recently introduced in the Provincial Legislative Council will, it is hoped, strengthen the hands of the administration in dealing with illicit practices, while the feasibility of a further increase in the still-head duty is also under consideration.

4. This drastic action on the part of the administration would normally tend to discourage consumption. Indeed, His Honour considers that the administrative conditions now prevailing constitute the nearest approach to the ideal desired by temperance reformers, while they are also favoured by the fact that the outstill system has never had much vogue in this province, no less than half the population of which consists of orthodox Muhammadans. Nevertheless the natural causes already referred to have more than counterbalanced the efforts of Government, and the fact remains that during the years in question,—excluding the year 1905-06, when the sales of country spirit were artificially inflated by various causes, the chief of which was the experimental introduction of fixed fee licences for the sale of country liquor—consumption, though it fluctuated largely, rose by nearly 11

per cent. (from 414,692 to 459,528 gallons), while the revenue nearly doubled. The increase of revenue was, no doubt, due in some measure to a decline in illicit distillation owing to a more vigorous preventive policy on the part of Government.

5. It is, however, this increased revenue, rather than the increase in consumption, which appears to His Honour to have occupied more particularly the attention of the deputation, whose suggestions are now being considered. Sir Herbert Roberts remarked: "The outstanding fact is of course the steady, continuous and enormous increase in the drink revenue of India." In answer to this the Lieutenant-Governor would point out that practically every important excise reform in this country involves in the first instance a considerable increase of revenue. His Honour knows of one State in Central India where the abolition of outstills and the introduction of the Madras Central Distillery system caused the revenue to rise by four hundred per cent. in the last ten years: in another State, one of the largest, the rise was two hundred per cent. in five years, while in both cases there was an enormous fall in consumption. In both States the incidence of the total excise revenue is now nearly one rupee per head of the population, or three times the incidence in the Punjab, although in the British Province the duty on country spirit is more than double that of the two Native States in question.

6. There is another point in regard to which there appears to the Lieutenant-Governor to have been a good deal of misapprehension on the part of the deputation of 1912. In the memorial to the Secretary of State dated November 1st of that year the statement occurs that "the deputation brought forward facts to show that whereas the use of intoxicants is forbidden by the religious laws of Hindus and Moslems, and is opposed to Indian public opinion as represented in the expanded Legislative Councils, under the present licensing system there has been an increase of consumption, leading to the demoralization of large classes of the population." The assertion is doubtless based to a large extent on the remark of the Honourable Mr. Gokhale—a member of the deputation—that "the consumption of liquor, moderate or immoderate, is contrary to the sentiment of the great majority of the population of India, and in many classes of Indian society it has never been practised." His Honour concedes this statement to be true as regards the Muhammadan population, and, to some extent only, as regards the Brahman and Vaisya, that is, the priestly, clerical and trading castes of the Hindus. It is certainly not true as regards the Rajputs or the Sudras, who together form the majority of the Hindu population. Nor is it true of what are known as the Pariahs, Panchamas or out-castes, nor of the many millions of the aboriginals. Among these the drink habit is immemorial and universal, facilitated, as it is in all parts of India except the north-west, by Nature's provision of the Mahwa flower and the toddy palm as easy sources of supply. So far from our licensing system being a cause of increased consumption, His Honour firmly believes that the exact reverse is the case, and that if Government were to revert to what Mr. Gokhale describes as the pre-British system, neither regulating the traffic in alcohol nor deriving revenue from it, the drink evil would be infinitely worse than at present, and, in place of a community possibly the most temperate in the world, we should be confronted, throughout the greater part of India, and especially in the centre and south, by a demoralized and drink-sodden population.

7. There is at least one Native State in the Punjab where drinking is almost a religious rite, and the people make their own liquor free from all restrictions or imposition of duty. Moreover Sir Michael O'Dwyer recalls that when restrictions borrowed from the British Excise system were introduced within the last few years into certain States of Central India, he was on more than one occasion almost mobbed by crowds of Bhils, Sirvis, Patiyas and other aboriginal and agricultural tribes, who represented that their religious customs demanded the free use of liquor at festivals such as the Holi and Dasehra, both for personal consumption and for libations to their deities; that their gods were angered by the failure of these observances, refusing to accept such paltry substitutes as sugar, *ghi* and spices; and that scarcity and famine were the result. So strong was the feeling that it was found necessary to ease off the restrictions for some years at least, and to allow local distillation within limits at certain festivals. Recently in this Province Deputy Commissioners have refused to issue licences for the sale of liquor at some of the great religious fairs, and though they had good reasons for their action, in at least one instance it aroused a strong local protest as interfering with old-

established custom. I am to refer to this experience to show that while it is admittedly the duty of Government to discourage as far as possible the drink habit, it must not be forgotten that there is a vast body of public opinion unrepresented on the platform, in the Press, or in the Legislative Councils, which resents regulation and restriction of the traffic, and which cannot be left entirely out of consideration. His Honour has no doubt that something of this nature was present in the mind of Lord Morley when he quoted so aptly to the temperance deputation of 1907 Herbert Spencer's illustration of the fact that reforms cannot be made whenever and wherever the reformer chooses: "Take care you are not producing another evil when you are relieving a mischief: it is as though you have a great plate of metal with a bulge in it, and you come down with a blow from the hammer of State intervention: the bulge disappears, but it has reappeared at the other end of the plate."

8. These general considerations have been put forward not with a view to disproving the case for the reforms suggested by the deputation of 1912, but in order to demonstrate that some of the arguments upon which it rests are unsound, and that it is essential to approach the proposals with caution, and with due regard to the great though unorganized mass of Indian opinion, which is naturally hostile to State regulation, and all the personal restrictions which State regulation implies.

9. Turning now to the specific points raised by the Government of India, I am to say that the Lieutenant-Governor agrees generally with the conclusions formed by Mr. Fenton, namely, that—

- (1) there would be no practical advantage at present in any enlargement of the powers and functions of advisory committees. Irresponsible bodies of this kind invested with licensing powers will probably, if composed of temperance reformers, allow zeal to outrun discretion. If they are not so composed, results the very reverse of what is contemplated may ensue. It is a well-known fact that in many counties in Ireland the grant of the licensing power to the local (unpaid) Justices led in recent years to an appalling increase in the number of licensed premises, especially in rural tracts, with most demoralizing consequences. Owing, His Honour believes, to the representations of the Excise and Police authorities, the power was subsequently withdrawn from the Justices and vested in the stipendiary Resident Magistrates, who are also responsible for the maintenance of law and order in much the same way as the District Magistrates in India;
- (2) there is no further room, in view of the figures given in paragraph 3 of this letter, for any extensive reduction in the number of shops;
- (3) as a tentative measure the hour of closing of rural shops will be altered from 9 p.m. to 8 p.m. in the summer. His Honour is also prepared to advance it from 7 p.m. to 6 p.m. in the winter;
- (4) the question of the location of shops already receives and will continue to receive careful attention; and
- (5) the auction system, though imperfect in some respects, as pointed out in paragraph 18 of the Government of India despatch No. 294, dated the 8th October, 1908, seems to be the best that can be devised, and is at all events the most suitable for present conditions in the Punjab, where the fixed fee system has been tried and found to lead to a great increase in recorded consumption.

10. In conclusion the Lieutenant-Governor desires to refer to the unjustifiable insinuations against the administration, which have been so warmly dealt with by Mr. Fenton. His Honour would assert that there is not a shadow of truth in the suggestion that our officers have any inducement to foster the growth of excise revenue except by checking illicit consumption. The Punjab, by abolishing its Excise Commissioner, has deliberately adopted the policy of associating excise as closely as possible with the general administration. The Deputy Commissioner, who is the pivot of that administration, is thus able to view the drink question in its proper perspective. Its ill-effects are a matter of far greater concern to him than the revenue derived from it. He knows that drunkenness in this province

frequently leads to violent crime, and that this artificial stimulus is commonly resorted to by murderers and robbers to give them the necessary courage for acts of violence. While, as Collector of the district, he controls the issue of licences, his most important duty is the maintenance, as District Magistrate, of law and order, and he is therefore the last person to encourage habits which tend to increase crime. His Honour hopes that the Government of India will associate themselves with this Government in condemning these charges as cruel and unjust to the class of officers who form the backbone of our rule in India.

Annexure 1.

Letter from H. A. Smith, Esquire, Senior Secretary to the Financial Commissioners, Punjab, to the Financial Secretary to Government, Punjab, No. 296 S., dated Simla, 2nd August, 1913.

I am directed to submit the following remarks of the Financial Commissioner in compliance with your endorsement No. 306 C. & I., dated 4th March, 1913, with which was enclosed a printed copy of the correspondence on the subject of the two deputations which waited on the Secretary of State in 1907 and 1912 with reference to Excise administration in India.

2. In forwarding the papers to Local Governments the Government of India observe that while the general facts are known to them as to the progress which has been made in giving effect to the recommendations of the Excise Committee of 1905-06, as approved by the Government of India, in the matter of the extension of distillery areas, the enhancement of the duties on intoxicants, the reduction and redistribution of excise shops and the evolution of a system of local advisory committees, there are special aspects of the drink question in each province, and it is on these especially, the Government of India intimate, that an expression of opinion is desired. A request is made for statistics in a form indicated, and attention is called particularly to certain points raised by the Deputation of 1912 which the Government of India desire to be considered. In forwarding the Government of India letter and its enclosures the Punjab Government ask for an expression of the Financial Commissioner's opinion on the recommendations of the Deputation of 1912 so far as they concern the Punjab, as well as on the points specially noted in the Government of India letter.

3. One of the recommendations of the Deputation of 1912 is that "the causes at the root of the increase in consumption" of liquor should be investigated. The demand is made that the inquiry should be an independent one,—independent because, as Reverend Herbert Anderson remarked, the drink habit "is fostered by the present administrative methods"; Government and its officers are interested in the revenue; and, as Mr. Gokhale remarks, "that constitutes a serious difficulty in dealing with this question." Mr. Gokhale goes further and pronounces the British Government as disqualified from being an impartial judge, and the reason which he gives for this audacious statement is that "in pre-British times the State did not regulate the traffic." The Secretary of State in his reply to the Deputation dealt with the imputations and insinuations that with the officers of Government the desire to increase the revenue was a paramount motive, but he might also have pointed out that since the publication of Mr. Mitra's book "Indian Problems," to which reference is made in paragraph 6 of the Government of India despatch, No. 294, dated 8th October, 1908, a publicist like Mr. Gokhale had no excuse or justification for putting forward the insinuation, so often advanced by those who for political reasons desire to discredit British administration in India, that drink and its regulation by the State are the creation of the British power. Mr. Mitra's chapter on "Drink" gave a quietus to that libel.

4. As a matter of fact no inquiry into the main causes of the increase in the consumption of liquor is necessary. The causes lie on the surface. No inquiry on this point was made by the Financial Commissioner when circulating the present papers, but the following explanation has been volunteered by Diwan Tek Chand, I.C.S., Deputy Commissioner of Gujranwala, an officer who has also had some years' experience as a high official in the Baroda State :—

"The habit of liquor drinking is no doubt on the increase in the Punjab, but this is due more to the following causes rather than to the facilities which

in the interests of commerce and freedom we have provided for the disposal of spirituous commodities :—

“(a) Relaxation of old religious restrictions due to the spread of purely secular education.

“(b) Imitation by the people of Western modes of living.

“Curiously enough the majority of Indians think that the superiority of British physique and its splendid powers of endurance are due to the use of meat and liquor, and hence the increase in the demand for these articles in the India of to-day.

“(c) Effect of foreign travel. Indians who go abroad give up other forms of intoxicating drugs (*e.g.*, taking opium or *bang*) and contract the habit of drinking wines and spirits, especially when they go to France and Germany.

“(d) Increasing prosperity of the people, especially in canal, irrigated areas.

“People have now more to spend on luxuries, and drinking is no doubt a ‘luxury.’ It is considered fashionable now among the well-to-do Jats to offer liquor to visitors instead of ‘milk’ and ‘lassi.’”

The returns of customs duty on liquors confirm Diwan Tek Chand's diagnosis. Since 1903-04 they have gone up more than 50 per cent. It is notorious that the European in India is becoming not only more and more abstemious, but financially less and less able to afford expenditure on luxuries, so that it is not he but the Indian who has contributed these enhanced customs receipts. It is impossible to control the channels which the surplus profits of a nation growing in prosperity will seek in the pursuit of luxury. Whether the indulgence takes the form of brandy and champagne or motor cars, of gramophones and cigarettes, or the writings of Burke, Mill, Spencer, and Mazzini, the causes are the same—the enlargement of the horizons, geographical, political, social and economic of a very large population increasing in wealth and prosperity. It is true that the social stratum which contributes to the increase in the customs revenue under the head *liquors* does not as a rule furnish clients to the country liquor retailer, but the force of example is everywhere at work, and the increase in prosperity of the proletariat in the Punjab is perhaps even more marked than among the classes more directly subject to Western influences. The rise in wages in this province has been phenomenal, and though prices have also risen the rise of the latter has been much less by comparison and has not materially curtailed the spending power of the wage-earning classes. In a province where so large a proportion of the enhanced profits of agriculture, which accompany and account for the land boom, go to those who till the soil, and not, as elsewhere, to rent-receiving landlords, it is only natural to find an increased demand for luxuries among the rural communities, especially in the canal tracts. There are other causes no doubt for the increase in the consumption of liquor which, though a feature of the returns of the decade as a whole, has during the past year received a check. It is impossible not to credit the preventive establishment with something in the way of results in the matter of detecting and suppressing the illicit still and the smuggler. But the general proposition seems incontestable that more money is spent on liquor because, after provision for necessaries, there is more money than formerly left over for expenditure on luxuries.

5. If the foregoing be accepted as a correct diagnosis of the situation, there will perhaps be some appreciation of the difficulty of the task of the administrative officers of Government, who are called upon to devise methods for stemming the tide of this wave of indulgence, methods which will deal with the “evil” of drink while making provision for the legitimate requirements of the moderate drinker. To combat the “evil” of drink, that is to say drunkenness and crime, is the chief daily concern of the Collector in his capacity of District Magistrate, and it is not unnatural that an officer like Colonel Powney Thompson, Deputy Commissioner of Kangra, whose letter (No. 390, dated 21st June, 1913), is enclosed, should resent on behalf of himself and his brother officers such imputations as are made by members of the temperance party like the Revd. Herbert Anderson. The prohibition of the sale of drinks at fairs and on roads leading to fairs in the Kangra district which is mentioned by Colonel Thompson is only one illustration of the policy which has everywhere, more especially under the inspiration of our late Lieutenant-Governor, been pursued with a view to diminish the *real* “drink evil,” not the *statistical* drink evil, which consists in nothing more than enhanced Excise revenue figures, but the

real evil of drunkenness and crime wherever it is found to exist. Within the last 12 months orders have, at the instance of district officers, been issued for the discontinuance of liquor licences at important fairs in the Rawalpindi, Attock, Sialkot and Amritsar districts, and in one case recently two ordinary town shop retail licences have been cancelled and re-issued at a loss of over Rs. 6,000 in licence fees, because it was considered desirable to enforce the closure of the shops during the days of the periodical fair in the town (Tarn Taran). These illustrations of the trend of Provincial Excise policy are suggested by the mention of fair licences in the Deputy Commissioner of Kangra's letter, but they do not stand alone as a record of the policy of stringency. The outstill in the Punjab has now finally disappeared. Wastage allowances which put a premium on the removal of large quantities of spirit from the distilleries at one time, and thus wore the appearance of official stimulation of the wholesale trade, have been abolished with effect from the current year, and there has been no set-back in the policy of gradually reducing the number of shops.

6. But no such illustrations, no reports, discussions or explanations have in the past weighed with those who are ready to believe that revenue is the paramount consideration with administrative officers and that by their methods the drink habit is fostered. In giving prominence to Colonel Powney Thompson's protest against this sort of misjudgment the Financial Commissioner ventures to hope that some conviction may thereby be produced as to the *bonâ fides* of the administration; and that there may be a more ready acceptance of the proposition that the conclusions of those who are most in touch with, and best acquainted with, the actualities of the position, who are responsible for meeting and dealing with all the difficulties of the varying situations which arise, and who have most to gain by successfully combating the real drink evil, are entitled to be regarded with consideration and credence rather than in a spirit of suspicion and disbelief.

7. As desired by the Government of India, the statistics of consumption, &c., have been entered in the prescribed forms and are submitted herewith. It will be learnt from them that in the Punjab the consumption of country spirits per 100 of the population is relatively small and is not rising appreciably. In fact the figure for 1912-13 is below that of the year 1905-06. The incidence of the revenue per gallon has been steadily rising, and presumably there has been a corresponding increase in prices. The number of shops was 795 in 1912-13 as against 1,237 in 1905-06, there being now only 3.9 shops per 100,000 of the population and only one shop for every 125 square miles.

8. Coming now to the points noted in paragraph 3 of the Government of India letter No. 477-490-218, dated 24th January, 1913, I am to say that the Financial Commissioner regrets that he is unable to report that the few advisory committees which have been appointed have proved of any great utility. The Commissioner of Rawalpindi reports that the committee at that place consists of the Collector, the Superintendent of Police, the Vice-Chairman of the Municipality and one non-official member. It met once and proposed the closure of one shop. The Commissioner did not agree. The committee did not meet again. The Deputy Commissioner of Lahore says "Advisory committees as at present constituted are of little use. I need only instance the fact that the closure of a shop in Lahore in accordance with the recommendations of the advisory committee has caused general inconvenience, the site selected in its place having been objected to by the neighbouring residents, while the existence of the committee does not in any way form a break-water to the numerous requests for new shops and the numerous objections to existing ones." The Deputy Commissioner of Ludhiana pertinently asks what scope there is for an advisory committee in the town of Ludhiana with its population of 45,000 and only two shops or in Jagraon (population 15,000) with its one shop. The Deputy Commissioner of Gujranwala, Diwan Tek Chand, sounds a note of caution against any delegation of powers other than advisory to excise committees. He says:—

"The powers of this committee should be more advisory than executive. They should advise the Collector in the reduction or redistribution of shops, in the enhancement of licence fees, or in the removal of a bad licence-holder. But they should not on any account be given executive power to grant licences or to close shops on their own authority. Even our advanced municipalities have not yet learnt to exercise their powers of patronage with care and

moderation, and I do not think the Excise Advisory Committee would achieve any better results in this respect."

The Commissioner of Ambala remarks :—

"I cannot say that the local advisory committees have been of much assistance, but on the other hand I do not know of any instance in which they have been a hindrance to the Excise Administration. I do not, however, see how the powers and functions of the committee can be enlarged."

On the whole the Financial Commissioner has failed to obtain any useful suggestions in the matter of advisory committees from the replies of the officers who have been consulted. Mr. Fenton is disposed to hold that in the circumstances of the province the proper method of ascertaining local opinion in excise matters is that adopted by the Deputy Commissioner of Kangra, as described in paragraphs 3 and 5 of his enclosed letter. As between relying on the advice of an artificially created body acting as a "break-water," as Mr. Tollinton puts it, between the Collector and the numerous persons interested in such questions as arise, and the policy of personal investigation of such matters coupled with consultation with a much wider circle of advisors, Mr. Fenton would prefer the latter. After all the District Boards and the Municipal Committees are the most "representative" bodies which can be got together. There is a much too common inclination on the part of Indian politicians to ignore their existence and propose the creation of additional bodies, advisory or otherwise, in the vague hope that they will act as a drag on the Collector. The local temperance association would be the ideal excise advisory committee from the point of view of these publicists. It is true that District Board and Municipal Committees for the most part contain members who know little and care less about Excise Administration, but they are nevertheless generally capable of giving intelligent opinions on specific questions referred to them, and where local knowledge is relevant their advice may often be most useful. If in any particular localities there are temperance movements which are really influential, their representatives ought to be able to secure election to the Boards and Committees, where they can promote their policy. Accordingly if any new departure in the direction of what is called local option is desired by Government, the Financial Commissioner thinks that it should be of the nature of that suggested in paragraph 5 of Colonel Powney Thompson's letter, i.e., the systematised invitation of opinions from local bodies and the record and report of the results of such references. Otherwise the Financial Commissioner would leave matters as they are.

9. The Government of India ask what further reductions of shops will now be possible. The Financial Commissioner, with the permission of the late Lieutenant-Governor, decided to abstain from calling upon district officers to submit a programme of closures. The statistics of what has been done and is being done in the matter of reducing retail vend shops ought to afford a sufficient guarantee that it is the intention of the Excise Department to co-operate in this reform. The local conditions which render it possible from time to time to abolish shops are many and various, and cannot be expected to come under the cognizance of the responsible authorities just at the time that an order has issued that the question is to be considered. Nor is it possible to formulate from above any cut-and-dried rule to govern the decision of the question of retention or abolition of each and every shop. With this explanation I am to pass on to the next point raised in paragraph 3 of the Government of India letter.

10. The existing rules on the subject of the hours of opening and closing of liquor shops are the following :—

- (1) Without a special licence no shop shall remain open for the sale of liquor and no liquor shall be sold at any shop between 7 p.m. in winter and 9 p.m. in summer, and sunrise.
- (2) If the Collector is satisfied that there is a demand for liquor which it is reasonable to meet outside the ordinary hours for business fixed in the preceding clause, he may, with the sanction of the Commissioner, grant a special licence in Form No. XXI appended to these rules for the sale of liquor at any shop during such hours as may be specified in such special licence.

Many of the officers who have been consulted are opposed to any change. There is a concurrence of testimony to the effect that there is very little custom at the shops during the working hours of the day, purchases being made generally in the morning or evening, so that any small curtailment of the few hours during which

clients resort to the premises would undoubtedly tend to cause a considerable reduction in consumption. What the Financial Commissioner is prepared to recommend, though not without some misgivings as to possible inconvenience to the general body of moderate drinkers, is that in the case of shops in rural areas the hour of closure be altered from 9 p.m. to 8 p.m. in summer. This alteration would have effect from 1st April, 1914.

11. Perhaps the most controversial question raised by the deputation is the proposed abolition of the auction system. The Government of India in paragraph 17 of their despatch No. 294, dated 8th October, 1908, have dealt so fully and convincingly with the general aspects of this question that the Financial Commissioner feels confident that at any rate, so far as this province is concerned, little in the way of defence and justification of the present arrangements for disposing of licences by auction will be required by the Government of India, who are already in possession of the facts connected with the failure of the experiment of fixed fees—the alternative system—when tried during the five years 1906-10. In the paragraph cited the Government of India remark :—

“ Again, our recent experience in the Punjab does not support the view that the auction system must necessarily stimulate consumption. The experimental abolition of that system and the issue in the rural areas of four selected Sikh districts of licences for the retail vend of country spirit on low fixed fees led immediately to a large increase of consumption; while the sale by auction of the licences of all foreign spirit shops dealing principally with Indian customers has been found in that province to be a powerful check on the consumption of these spirits.”

It is only necessary to add that on account of the alarming increase in the consumption of spirits in the four districts in which the fixed fee shops were licensed, an increase due, it is believed, to the cheap price at which under that system the licensees found themselves able to retail drink, the experiment had to be abandoned with effect from 1st April, 1910. It is true that the Excise Commissioner of the day was of opinion that much of the increase represented consumption which otherwise would have been supplied from the illicit still. But however that may be Government could not afford to be exposed to the reproach that by a change in the licensing system it had reduced taxation and cheapened drink to such a degree that consumption was in consequence being vigorously stimulated.

12. In the Financial Commissioner's opinion the fallacy of those who apprehend that high fees paid at auctions for the monopoly of vend will stimulate consumption consists in the assumption that the demand for alcohol is an artificial one which has to be promoted by the action of the purveyor of spirits, and which would not develop in the absence of stimulus from such a source, Government and local bodies dispose of other monopolies by auction. Tolls on roads and at ferries, for instance, are auctioned. It is never asserted in such cases that it is in the power of the auction lessees to stimulate traffic and enhance their receipts by resorting to devices for promoting it. The auction bids in such cases represent what shrewd contractors with knowledge and experience estimate the tolls will yield and leave a fair profit. No less shrewd and experienced are the persons in the liquor trade who bid for excise contracts, and there is no warrant whatever for the theory that such persons, disregarding common prudence, base their estimate of receipts, not on the ordinary unstimulated custom and consumption of the shop, but on a volume of sales which can only be reached by extraordinary methods of forcing and advertising. In all other trades the usual method of stimulating consumption is reducing price. When, for instance, a Railway Company sees an opening in this direction it issues cheap week-end and excursion tickets. An auction licensee could not afford to resort to such an expedient without running serious risk of a balance on the wrong side at the end of the year, should the estimate of additional sales fail to counterbalance the reduction of profit on each transaction. On the other hand, the licensee on a fixed fee, which in the nature of the case is much lower than an auction fee, is not apprehensive as to the amount of such fee not being forthcoming from his sales, and he can therefore with much greater assurance embark on the speculation of lowering prices in order to stimulate consumption.

13. Further considerations affecting this question are noticed in paragraph 17 of the recently submitted Excise Report for 1912-13. For facility of reference the passage referred to is reproduced here :—

“ The incidence figures in the fourth column above indicate a progressive enhancement in the cost of country spirit to the consumer, and this of course.

is a tendency conformable to the general principles of Excise policy. To the largeness of the fluctuating element in the incidence figure the objection is sometimes brought that the licensee who pays a high auction price for his vend licence is compelled to push sales and stimulate consumption in order to recoup himself. But the licensee who pays a small price for his licence is affected by a no less powerful stimulus—that of making a profit. In either case profits vary directly with the quantities sold. So long as the profits of some shops greatly exceed the profits of others there will be competition for the former. Experience has demonstrated the impossibility of Government officers gauging the market value of such monopolies. Monopolies will always possess some market value whatever the still-head duty may be, and for determining that value no better method than the auction system can be devised. The only logical alternative—the fixed fee system—has had to be abandoned whenever it has been tried. The auction system also possesses the advantage of enabling the Excise Officer to determine when a shop may be closed in any locality. When there are no bids for the licence it may be fairly concluded that it is not required.”

A word of explanation is necessary in conclusion. In advocating the retention of the auction system for the disposal of country liquor licences Mr. Fenton does not wish to be regarded as expressing any opinion on the question of licence fees *versus* still-head duty. It is auction licence fees *versus* fixed licence fees that he has been discussing. Theoretically it is desirable that as large a proportion as possible of the taxation on liquor should take the form of still-head duty. Only practical difficulties of the nature of illicit distillation, smuggling, and the rates in other provinces prevent the wider adoption of that which is theoretically desirable. But this is a matter which is being separately considered, and it hardly arises out of the present correspondence.

14. Lastly, with reference to the question of the selection of shop sites, which is referred to in paragraph 4 of the Government of India letter, I am to convey the assurance that the principles already laid down by the Government of India to guide discretion and action in such cases are now thoroughly well known to, and, the Financial Commissioner believes, sedulously observed by, district officers and their advisory committees. The existing situation being that new shops are rarely established, and the question of selection and location not arising so definitely in connection with the policy of abolishing existing shops, it is not surprising that little is heard of this matter in the Punjab. The traditional policy in a province where the shop question in connection with the sale of beef and *jhatka* meat can, if precautions are not taken, become very troublesome and even dangerous, is *quieta non movere*; and conservatism in such matters is a policy which commends itself to all but the mischief-makers and notoriety-hunters.

Annexure No. 2.

Letter from Lieutenant-Colonel C. Powney Thompson, Deputy Commissioner, Kangra, to the Commissioner, Jullundur Division. No. 390, dated 21st June, 1913.

I have the honour to acknowledge receipt of a copy of letter No. 3203, dated the 2nd May, 1913, from the Senior Secretary to the Financial Commissioners, Punjab, to your address received with your circular endorsement No. 198—3389, dated the 26th May, 1913, in which you ask me to express an opinion on the constitution of advisory committees in the municipalities in this district.

I have read with much interest the correspondence attached to the Financial Commissioner, Punjab's, letter above mentioned. I hope I may be excused if this letter deals with questions not actually in the reference.

2. To begin with I claim for my class—the district officers who have spent and are spending the best years of their lives in daily touch with the peoples of all classes in the province—an intimate knowledge of the subject of the present controversy. As you are aware, in this province the Deputy Commissioner is the Excise authority for the whole of his district, and exercises very wide discretionary powers in the matter of licensing, etc., subject only to the control of the Commissioner and the Financial Commissioner. The Deputy Commissioner in this province is also District Magistrate and, as such, has to deal with all sorts of crime. For some years past it has been realised that the increasing “drink evil” is one of the most potential causes of the increase in violent crime, and the matter has been discussed in the annual Criminal Administration Reports. My object in making

the above remarks is to demonstrate that in the Punjab the Excise Administration is in the hands of officials whose most absorbing and important duty is the maintenance of law and order in the country, and who therefore are most unlikely to allow the "drink evil" to be "fostered by present administrative methods," merely to obtain an increase in Excise revenue, as insinuated by the Reverend Herbert Anderson on 18th July, 1912.

3. I venture to assert that the Deputy Commissioners freely discuss excise matters with the people of their districts. It was from conversations with people in various parts of this district that I learnt that the sale of drink at fairs and on the roads leading to fairs was the cause of much intoxication and of the spreading of the evil habit. I consulted the leading men of the district, and finally took the opinion of the members of the District Board on the subject. All were unanimously in favour of prohibiting such sales, and, as you know—*vide* the correspondence ending with your office letter No. 6159, dated the 22nd November last—all licences for the current year have been sold subject to prohibition of all drink booths at fairs and on roads leading to fairs.

4. To my mind the most curious part of the above-mentioned incident is that the licences sold this year (subject to the above-mentioned prohibition) for a considerably larger sum than they did last year. This to me is inexplicable, as I am personally aware that very large quantities of liquor were disposed of at fairs. I can only surmise that owing to the operation of the Land Alienation Act and the general prosperity of the country money held by the classes interested in this trade is "cheap," and that therefore the members of these classes are now willing to invest it in enterprises which are likely to return only small profits.

It is also possible that the recently increased Excise establishment and the grant of liberal rewards to informers have tended to decrease illicit production, and thereby have increased the sales and profits of licensees. I cannot believe that the increase in Excise revenue is mainly due to an increase in the drink habit.

5. As regards the constitution of advisory committees, I welcome any means which will obtain for us the assistance and advice of those unofficial gentlemen—both European and Indian—who are interested in temperance. Personally I much doubt if administrative action will be able to check the evil. To my mind we must look to education for any real improvement. As education spreads, public opinion will crystallize, and it is only "public opinion," guided and fostered by temperance reformers, which will help us to attain the desired result. I would not confine the constitution of advisory committees to municipalities only. In this province we have already in every district a local body representing the whole district, viz., the District Board, of which the Deputy Commissioner is *ex-officio* Chairman. Large and small towns are municipalities and notified areas, respectively. I suggest that Government by an executive order in the Excise Department should instruct the Deputy Commissioners to obtain in November or December every year from these local bodies their view and any suggestions they have to make regarding the Excise Administration of the areas they represent, and that all such suggestions should be noted and commented on in the annual report submitted by the Deputy Commissioners in the following April. The result of this will be that the elected representatives of the people will have opportunity to make known their views on the subject to the officers entrusted with the Excise Administration and their views will come to the knowledge of the head of the province (His Honour the Lieutenant-Governor of the Punjab) who reviews the administration report. The local bodies above mentioned might be instructed to consult, when possible, individuals and associations (religious or social) likely to be specially interested in the subject before forwarding their annual note to the Deputy Commissioner.

6. It will not always be possible to carry out suggestions made, as whatever our own convictions on the subject may be, we shall have to maintain the balance between the views of the temperance party on one side and the legitimate demands of the liquor-drinking public on the other side. The questions on which public opinion will help the executive will be chiefly regarding—

- (1) The methods of licensing and taxation.
- (2) The number of shops actually required.
- (3) The location of shops.
- (4) The decision between "on" and "off" licences.
- (5) Hours of closing.

Enclosure No. 9.

No. 572, dated the 30th September 1913.

From—The HONOURABLE MR. A. W. PIM, I.C.S., Secretary to Government,
United Provinces, Separate Revenue (Excise) Department,

To—The Secretary to the Government of India, Department of Commerce and
Industry.

I am directed to reply to Mr. Enthoven's letter No. 477-490-218, dated the 24th January 1913, with enclosures, relating to certain criticisms made on the Excise Administration in India. It has not been possible within the limits of time imposed to obtain as complete a statement of local opinion as would have been desirable; and the inevitable delay in the consultation of local authorities left Sir James Meston so little time within which to examine the views which have been elicited, while other urgent claims upon him were so many, that to his regret he had to content himself with a somewhat general expression of opinion on the subject.

2. Sir James Meston considers that the Government of India's Despatch, dated the 8th October 1908, gave a fair and reasonable statement of the Government's attitude towards Excise. He recognises that reform must advance, that the consumption of liquor is growing amongst classes in which its use was previously very limited and discredited, and that we cannot stand still and allow the evil to progress indefinitely. But our contention is that we have not stood still, and that every step we take is in the direction of making liquor dearer, less noxious and less of a temptation. The suggestion that the sale of liquor is pushed by Government for revenue purposes is, in the United Provinces, at least, wholly untrue. The fact must be emphasised that as stated by the Board of Revenue neither district officers, excise officers, nor even the Excise Commissioner himself have any interest personal or official in the growth of excise revenue or the consumption of liquor. The authority, which judges the capacities of such officers, regulates their promotion and controls their careers neither blames them for a decrease in the excise revenue of their charges, nor gives them credit for an increase. In point of fact, the authority in question is not even aware, when dealing with the case of any individual officer, whether the excise revenue of his particular charge has increased or decreased. It may be easy to seize upon occasional unguarded expressions of individual officers, when they are reviewing the results entirely from a revenue aspect. If they indicate gratification at the growth of the receipts, it is a purely technical and statistical gratification, which ought not in justice to be construed as satisfaction with the growth of consumption, or as indicating any effort to stimulate such growth. On the contrary, the whole policy of Government, avowed and accepted by our officers, is to keep consumption down and to secure the highest possible revenue out of the persons whose liberty of action we cannot further circumscribe in this respect.

3. That the use of stimulants does and will increase, seems inevitable in the present circumstances of India. The pace of advance, mental and economic, is now infinitely faster than India has been accustomed to. Its field of interests is being enormously expanded; and its response to all form of excitement, healthy or otherwise, is becoming quicker. It is in fact living more on its nerves than it has ever done. The result, as in all nations passing through a similar experience for the first time is a greater recourse to stimulants. This is facilitated by the unquestionably greater wealth of the country and the rise in the standard of comfort. It is a serious mistake to think that the growth of the liquor habit is restricted to the lower classes or agriculturists: it is no respecter of classes or creeds. So long as India remains in its present state of transition, Sir James Meston sees no hope of really checking the use, and the growing use of stimulants by drastic preventive action. Education and example will do much; and there is still great force in the general reprobation of intoxicants among the Indian public. But repression cannot be employed, as our experience shows, except in the most cautious and tentative manner, lest it lead to a steady degradation in the class of stimulants to which the people resort, and in the manner of their employment.

4. Subject to these general remarks I am directed to add the following observations on the questions to which the special attention of the Local Government has been directed by the Government of India in the letter under reply, and with reference to the main contentions put forward by the members of the Deputation which waited on the Secretary of State. I am also to forward the letters of the Board of Revenue and of the Excise Commissioner together with the statistics required to be furnished and the opinions of certain district officers who have most adequately represented the attitude of the local authorities. A copy of the resolution and report of the Benares Municipal Board on the functions or power of Excise Advisory Committees is also enclosed.

5. The points on which the Local Government have been specially required to report are the following :—

- (a) the powers and scope of advisory committees and the modification of their constitution,
- (b) the further curtailment of the number of shops and of the hours of sale due regard being had to the danger of reducing shops to such an extent as to give practical monopolies to the shop-keepers,
- (c) any observations which the Local Government may have to offer with reference to the working of the auction system for the disposal of licenses.

The attention of the Local Government is also called to the advisability of again issuing instructions to Excise Officers impressing upon them the necessity of selecting shop sites as far as possible in accordance with the principles already laid down by the Government of India. I am to call attention to the remarks made by the Commissioner of Excise on this subject and to state that while instructions will again be issued in the sense desired, the Local Government are satisfied that the principles referred to by the Government of India have been carried out in the practice of recent years and that further instructions are, therefore, in reality not required.

6. The consultation of local opinion with reference to the status and functions of advisory committees has yielded results of little value. Three of the less important municipal boards have passed resolutions in favour of local option, but the Municipal Board of Lucknow object to being burdened with licensing matters, and the other important municipal boards with the exception of Benares appear to have given the subject no attention and to be disinclined towards any practical action in the matter. The Municipal Board of Benares have alone recorded a reasoned opinion, a copy of which is forwarded for information. The character of the work done by advisory committees hitherto, and the great difficulty which has been found in securing the attendance of members—although their proposals have almost invariably been accepted—is not encouraging to a wide extension of their powers. In agreement with the Board of Revenue, Sir James Meston would, however, recommend the constitution of advisory committees in all municipalities. Such committees consist at present of the Collector, the Chairman of the municipality—or where the Collector is the Chairman, of a vice-chairman,—the Superintendent of Police and three members of the municipal board elected by the Board. Their constitution appears to be sufficiently representative, and Sir James Meston does not recommend any changes in it except possibly as suggested by the Municipal Board of Benares by allowing the Board to elect persons other than members of the Board to one or two out of the three places on the committee which have to be filled by them. An increase in the total number of members of the committee is not desirable.

The existing practice, as regards these committees, is that they are consulted annually as to the location of shops and also meet for the purpose of hearing any representations made in connection with Excise by the inhabitants of the town and for the purpose of making representations as to the maximum and minimum number of shops required by the town. The recommendations of the committee

are forwarded by the Collector to the Excise Commissioner, who, after recording his opinion thereon, submits them for the orders of the Board of Revenue. Further than this it is not advisable to go.

For rural tracts district advisory committees are not required as district boards are under the existing rules informed of the proposed location of all new shops and additional advisory committees would add no more intimate knowledge of local conditions or of the conditions of the lower classes chiefly concerned. Licensing committees would be open to the danger of leading to class tyranny but from the experience of municipal committees it is probable that the general tendency would be towards undue susceptibility to personal influences and pressure of all kinds of which an extreme instance is given by the Board of Revenue in the case of an increase in the number of liquor shops sanctioned by a municipal committee with the avowed object of stimulating competition and so making drink cheaper for the poorer people.

7. The total number of shops in this province for the years from 1905 onwards is given in Statement C. It shows that there has been a steady reduction though mainly in the out-still area. The average area and population per shop would now for example give a total number of only 7 public houses to the Isle of Wight, and no further large reduction is possible. Small reductions in special areas are still feasible and arrangements will be made for effecting them. Orders have already been issued for the reduction of the number of special licenses issued for fairs.

In addition to the danger of instituting monopolies by an undue reduction in the number of licenses illicit distillation is, as pointed out by the Excise Commissioner, a by no means negligible factor. The materials are available in every part of the provinces, the necessary plant can be constructed without difficulty from a bamboo and a couple of earthen pots. Public opinion gives little support to preventive action; it is in fact in many districts actively hostile and great difficulty is experienced in establishing such cases.

In urban areas conditions approach more closely to those of Europe which are postulated in many of the arguments put forward by members of the Deputation but the evidence before the Government shows that there is regular consideration of the number and location of city shops and consultation of the licensing committees whose recommendations are almost invariably accepted.

8. Several suggestions have been put forward for the earlier closing or later opening of shops and a considerable body of Indian opinion appears to support the latter course a likely to produce better results in checking habitual drinking. Local officers agree, however, that it would be impossible to enforce any such measure in rural areas, and even in the cities it could not be effectually carried out. Sir James Meston is, therefore, not of opinion that much advantage can be looked for from any changes in this direction.

9. With reference to the question of the working of the auction system in these provinces, I am to call attention to paragraphs 14-16 of the letter of the Excise Commissioner giving his views on this subject. The general arguments for and against this system have been fully set out in the report of the Excise Commission and the Lieutenant-Governor considers that the experience of the working of the system in recent years is strongly in favour of the views expressed by the Government of India in their Despatch No. 294 of 1908 to the Secretary of State. The arguments put forward by the Deputation on this subject are chiefly based on the assertion that increase of duty decreases consumption while the increase of license fees must increase consumption as the licensee can only recoup himself by increasing sales and not by raising his prices. An increase in license fees has no influence on the price of liquor unless all prices are raised in the same proportion. This argument is based on a misapprehension of the local conditions as it assumes a state of competition between shops, which as regards rural areas has practically no existence, being replaced by a partial monopoly over a definite area in accordance with the principle laid down by the Government of India, that if in any area a large body of people find it equally easy to get liquor from two shops, there is a *prima facie* case for thinking that the number of shops

should be reduced. It is, as the Excise Commissioner remarks, a commonplace of excise administration in these provinces that an increase in license fees does usually result in the licensee trying to recoup himself by raising the price of liquor until consumption falls off: he is slow to lower them and the small profit on the year's working results in a fall of the license fees at the next year's auction.

The arguments of the Deputation have more force as regards urban areas, but as stated above a specially close watch is kept over shops in such areas. The possible evil results of the auction system are, moreover, being provided against by the growing approximation of excise auctions to excise settlements. The sales-officer tends less and less to satisfy himself with taking the highest bid and acts with regard to the information which is at his disposal as to the histories of shops and of the principal bidders, estimates of the probable value of the shops and facts referring to the possible formation of rings, to avoid which he varies the placing of shops.

It has been pointed out in paragraph 2 how little reason there is for the sales-officer being influenced by the purely revenue aspect of the auction, and the Lieutenant-Governor agrees with the Board of Revenue that where the system has not worked satisfactorily, it has usually been due to the sales having been conducted by an officer with too little experience to make full use of the information at his disposal. This defect will be avoided in the future.

It is agreed by all officers consulted that licensing committees could not allot licenses satisfactorily and the Lieutenant-Governor fully concurs in this view for the reasons stated in paragraph 6.

To make over the work of licensing to the Sessions Judge would also be utterly impracticable owing to the amount of work which already devolves on that officer and would, moreover, be inadvisable because of his lesser opportunities and facilities for gaining the local knowledge on which a proper distribution of licenses must largely depend.

The present method of working the auction system in these provinces has been outlined above. Sir James Meston is of opinion that with a full recognition of its weak points it is still in its modern form the system best adapted to the conditions of these provinces. If, however, the Government of India so desire he is fully prepared to make an experiment in the introduction of the fixed-fee system in a few selected districts.

10. It has been shown in previous paragraphs how little substance there is in the arguments as to the subserviency of the licensing authorities to considerations of the income to be derived from liquor or drugs. The attitude of the Local Government to considerations of revenue is shown by the steady reduction in the area under the much more lucrative system of out-stills which has fallen from 36.5 per cent. of the total area in 1905-06 to 13.6 per cent. in 1912-13 representing the transfer of 6½ millions of people from an uncontrolled to a much more expensive but controlled system. There has also been a steady extension in the area under the system of central distilleries which results in a considerable reduction of income in the early years of the change. That system has now been adopted for 22 districts. It will be introduced into three more districts next year and into at least 3 and possibly 9 more in the year 1915-16. This extension represents a very considerable increase in the degree of control exercised in these districts as well as the introduction of much more wholesome but less intoxicating liquor.

11. Figures showing the consumption of country spirit in distillery areas are given in Statement B for a period of 8 years. For the year 1892-93, before bad seasons set in the total consumption was 1,115,672 gallons and as the statement shows this figure was not exceeded until 1910-11 while there was a heavy drop to 957,718 gallons in the bad season of 1908-09. A great increase has taken place in the three years from 1910-11, but it is necessary to allow for the area which has been transferred from out-stills during that period, and as the Excise Commissioner shows the comparable figure for 1912-13 would be 1,471,040 gallons representing an increase of 28 per cent over the figure for

1905-06. The increase is large and it has taken place in spite of progressive enhancements of duty for the purpose of checking expansion more especially in large towns. In every district the duty has been enhanced since 1906-07 and in 14 of the largest towns the rate has been successively raised until it now stands at four rupees per proof gallon the same duty as was paid by the foreign spirit in the year 1906-07. The increase in consumption has, however, as the Excise Commissioner and the Board of Revenue point out, followed on the greatly enhanced prosperity of the lower classes resulting from the good harvests of the last three years' and the increase in rates of wages more especially in the western districts of these provinces. The Honourable Mr. Gokhale in his statement, that the increase in wages is more than counter-balanced by the increase in prices, has overlooked the fact that over large tracts wages are still paid in grain so that the labourer has received the full benefit of the rise in prices, while as regards wages paid in cash an analysis of the record of prices and wages does not support his contention. The prevalence of plague and the general belief in its use as a prophylactic has also exerted a considerable influence. The industrial factor is, as pointed out by Mr. Gokhale, not of great importance, although owing to the fluctuating character of Indian factory labour its influence is wider than the figures would indicate and large public works have not been without some effect in the same direction.

While, however, the economic factor has been the primary one as regards the lower castes who are responsible for the bulk of the consumption, other general causes arising from the present stage of transition in India have as explained in paragraph 3 affected all creeds and classes. Religious sanctions and caste restrictions have weakened, and this tendency has by no means spent its force though there are some signs of a reaction more especially among the student classes. Temperance agitation is still in its infancy and with the exception of some work by the Arya Samaj practically no attempt has been made by the higher classes of Indian society to reach the lower castes.

Members of the higher castes have as a rule taken to drinking foreign liquor partly in imitation of western habits, partly owing to the absence of a strong smell diminishing the probability of detection. This tendency has been met by the Government by a reduction in the number of retail shops from 337 to 274, by raising the license fees for "on and off" licenses from Rs. 300 to Rs. 1,200, by trebling the duty on beer and by raising that on foreign spirits from Rs. 4 to Rs. 9-6-0. The result has been a considerable decrease in the receipts from license fees and from duty with many complaints from the poorer Europeans that the present prices are prohibitive. A further increase in the rates of duty is not desirable because reports indicate that the higher castes are tending to take to the more deleterious native liquor owing to the high prices of foreign liquor.

12. Sir James Meston considers that the facts which have been adduced in the preceding paragraphs fully explain the large increase which has taken place in the consumption of native liquor, and show clearly that the Government far from encouraging that increase on account of considerations of revenue, has, on the contrary, steadily followed the accepted principle of deriving the maximum of revenue from the minimum of consumption and has checked the tendency to increase as far as is possible without driving the people to other and more deleterious forms of indulgence. Too severe restrictions on the consumption of liquor have the effect of increasing the consumption of drugs and more especially of charas the most deleterious of these preparations.

In addition to the old standing alternatives of drugs a new and far more menacing evil has arisen in recent years in the spread of the cocaine habit which is having most pernicious effects more especially in the large cities.

In spite of the efforts of the preventive staff complaints are widespread that the use of cocaine is steadily extending and in view of the great difficulty of controlling that traffic, except by action at its source where the Local Government is powerless. Sir James Meston would emphasise most earnestly the great danger of giving a further stimulus to the infinitely more

detrimental trade in cocaine if too severely restrictive measures are adopted with reference to the trade in liquor.

No. 2772-N.-V.-E.-534-B., dated the 8th September 1913.

From—R. W. D. WILLOUGHBY, Esq., I.C.S., Officiating Secretary to the Board of Revenue, United Provinces,

To—The Secretary to Government, United Provinces.

In accordance with the orders conveyed in the correspondence ending with G. O. No. 500-XIII-21, dated the 19th August 1913, I am directed to forward for the information of the Government a letter No. 734-C-II-451, dated the 2nd September 1913, from the Excise Commissioner, together with the statistics required, being his review of the reports called for in connection with certain criticisms on the excise administration of India made by the Deputation which waited upon the Right Honourable the Secretary of State for India in August 1907 and July 1912. Attached to the Excise Commissioner's review are such divisional reports as had reached him by the date fixed for the submission of his review, together with such reports as have subsequently been received. These reports are, owing to the impossibility of arranging, in the time available, for their being copied, forwarded in original.

2. With regard to the views expressed by Mr. Wild in paragraph 2 of his letter, the Senior Member would suggest that in view of the suggestions pervading the representations made by the Deputation (of which no definite repudiation is to be found in the Secretary of State's speech) it may be desirable to emphasise the fact that neither district officer, excise officer or even the Excise Commissioner himself have any interest, personal or official, in the growth of excise revenue or the consumption of liquor. The authority which judges the capacities of such officers, regulates their promotion and controls their careers neither blames them for a decrease in the excise revenue of their charges, nor gives them credit for an increase. In point of fact, the authority in question is not even aware, when dealing with the case of any individual officer, whether the excise revenue of his particular charge has increased or decreased.

3. On the general question of the growth in the consumption of liquor as apart from the growth of the excise revenue two important considerations should be brought into relief. The first is that the figures do not take into account the very large decrease in real consumption which has resulted from the conversion of out-still tracts to the distillery system. In effecting that conversion the Government has sacrificed a large revenue. The negligible value assigned to the loss of revenue as a factor in the decision of Government to prosecute that policy shows how little the Government is in fact affected in its excise policy by considerations of loss of revenue. The second is that the last five years have seen a steady progression from seasons of famine and severe depression to the best and largest harvest within the memory of this province. Had this progression not been accompanied by an equivalent expansion in consumption it would be matter for surprise: it is in fact astonishing that the increase has not been greater. No intelligent critic would attribute credit to the administration for the contraction of consumption which followed in the wake of famine. It is equally irrational to impute blame to the administration for the expansion which has followed the years of growing prosperity. Careful analysis of the consumption figures leads to the conviction that they reflect the seasonal variations of prosperity among the drinking classes and that no interference as to the growth or diminution of the taste for alcohol can be safely based upon them. In considering the effect of these figures it must be remembered that the recent rise in the standard wage of the labouring class has far out-stripped the general upward trend of prices, as is sufficiently established by an examination of the statistics referred to by the Excise Commissioner and the views expressed by Mr. Moreland in his note on the subject.

It is further probable that the extent to which illicit distillation has in the past been practised has not been fully realised.

4. The impressions left on the Senior Member's mind by his recent enquiries in various parts of the province corroborate Mr. Wild's experience as set out in paragraph 3 of his letter. Mr. Tweedy found very little knowledge of, or interest in, excise matters. On one point only did he elicit a definite and unanimous expression of opinion—that for many years, and in particular, during the last ten years, drinking has been on the increase among the higher castes.

5. With regard to paragraph 4 of the Excise Commissioner's review the Senior Member considers it superfluous to lay stress on the importance of the figures here referred to. In eight years $6\frac{1}{4}$ millions of people inhabiting out-still tracts have been brought under the distillery system, at the cost of a considerable sacrifice of revenue and with the result of an immense and unrecorded reduction in consumption. It is also worthy of emphasis that more than half the increase in revenue under the distillery system is due to causes wholly distinct from consumption—the inclusion of out-still areas and progressive enhancements of duty. The Board doubt if it is adequately realised with what constant care consumption is watched (particularly in large towns) and the invariable enhancement of duty which is applied to check its expansion.

6. With reference to paragraph 5 it has already been stated that the increase of excise revenue accurately reflects the prosperity of the working classes. From this point of view such increase is a subject for congratulation as symptomatic of bumper harvests and high wages. The Board agree that the relaxation of social and religious restrictions on the use of liquor is a factor, though statistically an unimportant factor, in this increase. Hundreds of Indian gentlemen to whom the Senior Member has spoken on the subject admit, with hardly a dissentient voice, that the higher classes are drinking as they did not drink before, and that this increase goes on each year. It is due to the weakening of religious sanctions consequent on the spread of western education to facilities for travel and to other reasons. As one Indian official put it in a report: "Youths independent of home influences and religious leaders are inclined to drink". A highly educated Deputy Collector of Fyzabad says "curious ideas of freedom due partly to western education seem coming over people". It is also significant that Thakurs, Baniahs and Brahmins are to be found among licensed vendors. But these developments are in no way due to undue facilities given by Government, and the increase in revenue from this source is negligible. Figures showing the increase in consumption from foreign liquor are not available but license fees have fallen off and the fees themselves have been greatly raised (in particular the raising of the fee for an "on and off" license from Rs. 300 to 1,200 may be instanced) with the intention of discouraging consumption among the higher classes. The amount of attention which has been devoted to this side of the problem may be gathered from paragraph 7 of the review.

7. The figures exhibited in Statement C are of great importance as a comment on the generalities commonly indulged in by the Deputation concerning the increased facilities for drinking afforded by the Government. On the question of the number of shops the Board agree that generally speaking their number has been reduced as far as it is desirable, but according to custom the question will again be examined during the ensuing cold weather.

As regards the time for closing, it can not be said that 9 P.M. is an unnecessarily late hour when the hours observed in Europe are taken into consideration. The Board do not think any change advisable, but it would no doubt be feasible to close earlier in the winter. If the public convenience is met by a 9 P.M. closing in the hot weather and rains, 8 P.M. might be the hour from October to March.

8. As regards Advisory Committees (paragraph 11 of the review), the Board agree that it is desirable that they should be started in all municipalities and should meet once a year. Where they are already established they are invariably consulted and their recommendations are almost invariably accepted. Further than this it is not possible to go. The licensing of shops is a matter which requires study and an intimate knowledge of local conditions as they exist among the lower classes, a knowledge which municipal members do not as a rule possess. They are gentlemen of position who do not drink themselves and they know little of excise requirements. The Municipal Board of Lucknow (the largest of all the municipalities) have asked not to be burdened with licensing

matters. The members know well that if licensing were left in their hands they would be subject to continual pressure and annoyance from people asking for the use of their influence. The experience of the Collector of Banda would seem to justify the apprehension that the first step of a non-official licensing committee drawn from a municipal board might be to increase the number of shops and stimulate competition so as to make drink cheaper for the poor people. This is philanthropy of a kind which will hardly commend itself either to the temperance reformer or to the Government.

9. While agreeing with the remarks of the Excise Commissioner in paragraph 14 of his review, the Board would lay special emphasis on the vital difference between conditions in England and in this province. There is practically no competition in India, each shop has its own particular clientele and has virtually a monopoly of the neighbourhood, and this is an essential feature in Indian administration. Whether the system of fixed fees be adopted or the auction system retained the result is exactly the same. The vendor tries to sell as much as he can at a remunerative rate. There is some irony in the desire of the Deputation to replace the auction system by one which involves the creation of their pet political bugbear-vested interests in the liquor trade.

10. The Senior Member is in entire agreement with the Excise Commissioner's remarks in paragraph 15 of his review and is inclined to lay down that whenever a senior Joint Magistrate or Deputy Collector is not available, the settlements should be made by the Collector himself even though it may throw his ordinary work out of gear for a few days.

11. *Paragraph 17 of the review.*—The considerations formulated in rule 82 of the present Excise Manual seem to cover the whole ground on which the Parliamentary Deputation based their criticisms as to the location of shops. The provisions of this rule are strictly followed in these provinces, and, whatever may be the case in Presidency towns, the abuses pointed out do not exist in the United Provinces.

* * * * *

12. *Paragraph 21 of the review.*—It has been shown that one important reason for the increase of excise revenue is increased taxation. As regards consumption it is not shown that, beyond the trifling increase which is due to the extension of drinking habits among certain of the higher classes (an extension which, however much to be deplored, is unconnected with our excise policy), there is any real permanent increase greater than would naturally follow an increase in population. Some authorities go far as to assert that a decrease has occurred, since, owing to the high price of liquor, it costs more to get drunk. The drinking classes are not becoming drunkards—statistics show India to be the most sober country in the world—they drink a certain amount, as they have always done, in prosperous years, in lean years they appear to find little difficulty in greatly reducing their indulgence. However much the fact that the outward and visible sign of prosperity in the working classes is a rise in the excise revenue may be regretted, it cannot be disputed, and any change in the habits of the people must come from within. The field for temperance work in India is extensive and it is open. The Kayasth Sabha has done good work, and the influence of the Arya Samaj in discouraging the use of intoxicants is spreading. But what is wanted is real 'live' temperance work among the orthodox Hindu community, and among the Muhammadans. At the Budget debate in Council last month an Honourable Member, a Brahmin, called upon the Government to *lead the way* in the matter of temperance reform. Such reforms have always the cordial sympathy of Government, but they must come from within, and the fact that such a proposal was made only illustrates the unpractical attitude of the leaders of the educated community towards excise problems.

No. 734-C-II-451, dated the 2nd September 1913.

From—C. E. WILD, Esq., I.C.S., Commissioner of Excise, United Provinces,

To—The Secretary to the Board of Revenue, United Provinces.

I have the honour to submit the report called for in your endorsement No. 226-N/V.-E., dated the 12th May 1913. In your endorsement

No. 2466—N.V.-E.-534-B., dated the 23rd August 1913, you ask that the report may be sent in before the end of the month. The divisional reports are submitted in original, there being no time to get them copied. I also forward a report by Pt. Madho Prasad Misra, Assistant Commissioner of Excise. This officer is a Brahmin who served for some years as a Deputy Collector and has now served seven years in the Excise Department. His opinions are thus based on first-hand knowledge of the subject and are particularly interesting.

2. Before considering in detail the various questions propounded I should like to make a few remarks on the general subject. Sir Herbert Roberts' Deputation is unfair to the Government of India and its officers. It fixes its attention on the growth of revenue and makes no mention of the efforts that the Government has made and is continually making to check the increase of consumption. Its position involves a repetition of the often exploded charge that Government by its policy deliberately encourages drinking in order to get revenue. It charges the Government with dishonesty. The Honourable Mr. Gokhale while professing to believe that Government has no wish to spread the habit of drinking goes on to suggest the exact contrary. His words are "They (the Government of India) do not want to spread drinking but they are interested in the revenue that arises from it and that constitutes a serious difficulty in the question." District officers are attacked by the suggestion that in performing their duty as licensing authorities they disregard the principles laid down by Government for their guidance and subordinate them to increasing the revenue. Excise officers are attacked in a similar way. The Government of India is well able to defend itself from such a charge. As to district officers the rise or fall in the excise revenue of their districts is a matter in which they have no personal interest whatever except in so far as it is an index of the well-being or otherwise of their charge. So long as they follow the principles laid down by Government they are in no way held responsible for a decrease of revenue, nor do they gain any credit for an increase. Similarly, with Excise officers. No opportunity is lost to impress on them that considerations of revenue are subordinate to their chief duty, that of controlling the trade in and checking the abuse of intoxicants. These charges made so lightly are strongly resented by the officers concerned, and are sincerely to be deprecated. Officers are perfectly willing to welcome and assist temperance workers but attacks and insinuations such as those above alluded to obviously do not make for greater co-operation.

3. During my tour just completed, I have taken the opportunity of consulting a number of officials and non-officials on the questions raised. What struck me as very noticeable was the want of knowledge of the subject on the part of non-official gentlemen. It is quite clear to me that the questions are not live ones in these provinces. My visitors would express vague opinions betraying complete unfamiliarity with the subject but it was very rare that they could give any fact within their personal experience, *e.g.*, of any youth among their acquaintance who had taken to drinking, or instances of that kind. At one large town, I asked an experienced officer whether any members of the Municipal Board took any active interest in the question. He replied "Sir, there is not one who understands a single word of Excise." The gentlemen who make speeches in Council on the subject are gentlemen who have never touched intoxicants themselves and have no first-hand knowledge of Excise problems. They take up the subject in their role of social reformers. It is easy to make an eloquent and well-sounding speech in favour of temperance, and by ignoring some facts and colouring others much useful political capital can be made out of the subject.

4. I now come to a consideration of the questions referred to in paragraph 2 of the Board's letter of 12th May. The first refers to the special aspects of the drink question in these provinces as revealed by the statistics of the last seven years. It will be convenient to take the various statements in turn.

Statement A.—This shows the very progressive policy followed in reducing the areas under the out-still system. During the eight years the percentage of the out-still area to the total area has been reduced from 36.5 to 13.6. The population of the areas under the out-still system was, in 1905-06, 8,452,000. It

is now 1,817,000. That is to say the reforms have affected 6½ millions of people. This represents a great reduction in the consumption of liquor. Where under the out-still system a bottle of liquor as ordinarily consumed costs from 2 to 4 annas, under the distillery system it costs from 10 to 12 annas. The effect on consumption is obvious. It has to be discounted by some increase in the consumption of toddy in districts where toddy trees exist but the effect of this is relatively small. Moreover, toddy is a comparatively weak beverage. The conversion of out-still areas has involved considerable sacrifice of revenue, especially in the first few years after conversion. In the annual excise administration report for 1911-12, paragraph 10, there is a statement showing the financial results of conversion. To cite a few instances, in two tahsils of the Gorakhpur district in which the out-still was converted to the distillery system in 1906, the revenue from country spirit fell from Rs. 60,192 to Rs. 24,478 and three years later had only reached Rs. 43,135. In another part of the same district the revenue fell in the first year after conversion from Rs. 1,09,400 to Rs. 54,484 and in 1911-12 was only Rs. 81,947. In Ballia, the revenue fell from Rs. 93,752 to Rs. 33,425, and three years afterwards had only reached Rs. 47,787.

This Statement A shows the great rise in revenue during the last three years but it is the consumption which is the important thing in the present enquiry. More than half the increase in revenue under the distillery system is due to the inclusion of former out-still areas and to the progressive enhancements of duty.

5. *Statement B.*—This gives the figures of consumption of country spirit in distillery areas. They shew that from 1905 to 1908 consumption remained fairly constant. In 1909, there was a heavy fall due to the partial failure of the crops. Since then, there has been a continuous rise, the chief cause of which is undoubtedly the prosperous harvest of the last three years. Last year, in particular, was for the greater part of these provinces a bumper year. The Board of Revenue has recorded that the *rabi* of 1912 was one of the finest ever reaped. That of 1913 was little behind it. The statistics however, as they stand, do not represent the consumption of a fixed number of people. During these eight years the distillery area has been constantly extending owing to the conversion of out-still areas. In order to compare like with like it is necessary to analyse the figures. Taking the population of the area transferred from out-stills to distillery and applying the provincial rate of consumption we find this accounts for 219,000 L. P. gallons out of the total consumption of 1912-13. Deducting this we find that the consumption of the distillery area as it stood in 1905 has risen from 1,148,888 to 1,471,040 proof gallons, an increase of 28 per cent. This then is the true increase for the old distillery area over a period of eight years, the three last of which have been years of unbroken and increasing prosperity. The main cause of the increased consumption of the last few years is undoubtedly the prosperity of the agricultural and labouring classes. With good harvests and a strong demand for labour at high wages the consuming classes have been in funds and have had money to spend on the few luxuries within their reach. The years have been auspicious for Hindu marriages which are always the occasion for much feasting and some drinking. The Indian hostile critics of Government refuse to accept this plain and simple explanation of the bulk of the increase of consumption because it goes against their constant theme, that the country is being drained of its wealth by an alien Government and is in the last extreme of poverty. The explanation is nevertheless the true one and other causes are of comparatively small importance. The Honourable Mr. Gokhale in dealing with the subject stated that the rise in wages has been more than counter-balanced by the rise in prices. The truth is really quite the contrary. The rise in wages in most trades and employments has been in the last ten years considerably greater than the rise in prices of the staple food-stuffs in common use. In proof of this, I need only refer to the last volume of statistics of wages and prices and Mr. Moreland's note on the subject.

Other causes that have contributed to the increase in the recorded consumption of liquor that has paid duty are the increased activity in checking illicit distillation, the increased control over distilleries and the trade exercised by the reorganized excise staff, the growth of railways, factories and other forms of

industrial enterprise, and the relaxation of social and religious restrictions on the use of liquor.

The prevalence of plague is another factor. The belief that the use of liquor is a prophylactic against plague is widespread, and the idea is not altogether baseless.

One of the members of the Deputation objected to the suppression of illicit consumption as one of the reasons for a rise in licit consumption on the ground that the administration is now so well-established that illicit distillation ought to be negligible. This however is still far from being the case. Illicit distillation is still prevalent in many tracts of country and is very difficult to cope with. Distillery liquor has been made expensive owing to enhancements of still-head duty with the result that the whole country side sympathises with the smugglers and actively and passively obstructs the preventive men. The materials for distillation are at hand everywhere, molasses in the north and west, mohwa in the south and east; the apparatus required is of the simplest description so the running of a still is no difficult matter. There is still indefinite scope for the preventive staff. In the districts of Allahabad and Fatehpur alone there were in 1911-12 no fewer than 438 cases of illicit distillation brought to Court.

With reference to the question as to whether the habit of drinking is spreading to new classes there is no doubt that this is taking place but the process has been going on slowly for many years and has little to do with the increase in the period under consideration. A good many Mahommedans of the lower classes, especially nau-Muslims, butchers, and mill-hands, now drink openly. Among higher caste Hindus, Thakurs, Kayasthas and some classes of Brahmans have always used liquor, but it is not now uncommon among other classes of Brahmans and some classes of Vaisyas. The use of alcoholic liquors among the educated classes is no doubt spreading but here it is used in moderation and cases of drinking to excess are not common. At some Indian social clubs foreign liquors are to be seen but I have not heard of anyone being the worse for it. After making extensive enquiries, I am able to say with confidence that there has been no visible and alarming spread of the habit of drinking to excess in these provinces. I wish I could say the same of the vice of cocaine-eating. I do not see how Government can do more than it is doing to guard against the danger of excess in the use of alcoholic liquors.

Apart from the conversion of out-stills, a very real reform, consumption is carefully watched and wherever there appears to be a permanent material increase, apart from casual fluctuations duty is enhanced in order to check the increase. The reduction of the number of shops has been steadily carried on and the number is now about as low as is possible. In order to prevent secret drinking all retail shops for the sale of country spirit have to be constructed so that the interior shall be visible from the doorway. In municipalities there must be only one door opening into a public road and windows opening into the road have to be covered with wire netting. This it will be admitted is far beyond what is attempted in European countries.

6. *Statement C.*—This statement shows the progress made in the reduction of the numbers of shops. In some places, the cutting down of shops has been somewhat overdone with the result that some shops have a monopoly over a large area. The figures dispose effectively of the loose talk about "increased facilities for drinking."

7. *Statements D and E.*—Show the number of shops for the retail sale of foreign liquors and the license fees realised for wholesale and retail shops. The number of retail shops has been reduced from 337 to 274, neither of which numbers can be called excessive. With a view to check the consumption of foreign liquors by the well-to-do Indian classes the license fees were greatly raised in 1908. Ordinary "on and off" licenses were raised from Rs. 300 to Rs. 1,200. With the same object the duty on foreign liquors has been greatly enhanced. The duty on beer has been raised from one to three annas a gallon. The duty on foreign spirits was raised in 1906-07 from Rs. 4 to Rs. 7 a proof gallon and in 1908-09 to Rs. 9-6-0 a proof gallon. The imposition of this tremendous duty on foreign spirits has hit hard the European residents who are not very well-to-do.

8. *Statement F.*—Shows the falling off in consumption of foreign spirits since the last rise of duty.

Statement G.—Shows the revenue derived from toddy. There has been a considerable rise in the last four years chiefly due to the good seasons but partly due to the conversion of out-still areas and to the increasing cost of country spirit.

9. *Statement K.* concerns hemp drugs. During the period under review considerable progress has been made in the reduction of shops for the sale of these drugs, the net reduction being 302 shops. Consumption has decreased from 347,000 seers to 266,000, while revenue has increased from 19'37 to 23'16 lakhs. This result has been attained by a consistent policy of enhancing duty. The duty on ganja was raised by 40 per cent. in 1906, and on charas by 50 per cent. in 1912. A further enhancement of the duty on ganja has been sanctioned for next year.

10. *Statement L.* concerns opium. This as in the case of hemp drugs shows a substantial reduction in the number of shops, some decrease of consumption and a considerable increase of revenue. The issue price of opium was enhanced in 1910 and a further enhancement has been proposed for next year.

Statements M. to P need no comments.

11. I now come to the second of the points referred to in paragraph 2 of the Board's letter. In these provinces, special Excise Advisory Committees are constituted in all towns with a population exceeding 20,000 and in the hill-stations of Naini Tal and Mussooree. The committees consist of the Collector, the Chairman of the Municipality, or where the Collector is Chairman, of a Vice-Chairman, the Superintendent of Police and three members of the Municipal Board elected by the Board. The duties of the committees are to meet for the purpose of hearing any representations that may be made by the inhabitants of the town or by the shop-keepers and to make recommendations as to the maximum and minimum number of shops that will be adequate to the requirements of the town during the following three years. The Collector has annually to consult the committee as to the location of shops in the town, and the committee has the power to make recommendations as to the location of such shops. The recommendations of the committee are forwarded by the Collector to the Excise Commissioner who after recording his opinion thereon submits them for the orders of the Board of Revenue.

The powers of the committee though merely advisory are still considerable. It is only in exceptional cases that the Collector finds it necessary to recommend alterations, as a rule the committee's recommendations are accepted. In municipal towns with a population below 20,000, no new shop can be opened without notice to the Municipal Board which is thus given an opportunity of expressing its opinion on the proposal.

In rural areas notice has to be given to the District Board, and the proposal has to be published in the vicinity of the place. Any objection brought forward is duly considered.

12. Sir Herbert Roberts' Deputation desire to see the power of licensing all excise shops transferred from the Collector to a local committee on which there should be a non-official majority. The only argument put forward is that the Collector cannot be trusted not to sacrifice the principles laid down for his guidance in order to push up the revenue. The Honourable Mr. Gokhale considered it apposite to cite the saying that no person can serve God and mammon together. As I have observed above the Collector has no personal interest whatever in pushing up the revenue and the argument rests on an unfounded and unwarrantable assumption. There is nothing else in the shape of an argument. With reference to the proposal I have nothing to add to what is said in paragraph 23 of the Government of India's Despatch No. 294 of 1908.

I see no objection to extending these committees to all municipalities. That is as far as I would extend them at present. Reports and returns are frequently called for by the Secretary of State in connection with the working of

these committees. An indefinite extension of the committees for no real reason is to be deprecated as adding to correspondence and reports all up and down the chain of offices. The committees are in my opinion sufficiently representative of local opinion and I would deprecate any increase in their size. Any one having any representation to make can always have it placed before the committee. In these provinces, the committees already have power to deal with all licenses for the sale of intoxicants of every kind. As to frequency of meetings, annual meetings are quite enough for the purposes of the committees.

13. (3) The question of reducing unnecessary shops is constantly being considered. The present number of shops in these provinces is in no way excessive and there is no room for further sweeping reductions. Where reductions are feasible they are and will continue to be made.

As to the hours of sale these extend to 9 P. M. In special cases and on payment of an additional fee premises may be permitted to remain open till 11 P. M. Such special permits are rare and the general rule is 9 P. M. This cannot be called late. The bulk of the business is done with the working classes who are not free till 6 or 7 in the evening. Complaints of the early hour of closing are even now common. To close earlier than 9 o'clock would be a genuine hardship to the poorer classes of consumers and would certainly lead to illicit practices, bogus clubs, etc. I would strongly deprecate any alteration of the present closing time.

14. (4) *The working of the auction system.*—The Deputation renews the attempt to get the auction system of licensing abolished but does not attempt to deal with the objections to any alternative system. It quotes certain remarks by the Governor of Bombay and the Punjab Government as in its favour. It appears from the Government of India's letter that experiments are being made with fixed fee licenses in some Bombay districts as an experimental measure. The results of the first few years' working of the experiment will be awaited with interest. Similar experiments in the past have proved failures. My own opinion is strongly in favour of the view of the Government of India expressed in their Despatch No. 294 of 1908. In the statement submitted by Mr. Roberts in 1907 the decision of the Government of India adverse to the suggestion of the Excise Committee regarding the auction system of licensing was attacked. Mr. Roberts said "In practice any increase of license fees has no effect on the price of liquor, unless all fees are raised in the same proportion, which never happens. *If more is paid for the license, the licensee must recoup himself by increase in sales, and not by increase in prices.* There is no other way: the increase of taxation by license fee must mean inducement to sell more and more liquor. This is the basis of our condemnation of the auction system, which we consider encourages the consumption of liquor by giving the greatest inducement to sell as much as possible, and in this sense is inconsistent with the declared policy of the Government of India". The charge is repeated by the Deputation of 1912.

The statement above quoted is completely at variance with facts and is pure theorizing on false premises. It assumes a state of close competition between licensed shops such as exists in many towns in Great Britain where public-houses jostle each other all competing for custom. In this country conditions are quite different. Licensed shops are few and far between and have a practical monopoly of local custom. An increase in license fees *does* commonly mean an increase in prices. This is a common-place of excise administration. When the license fees have been run up too high at the auction the usual course is this. The vendor tries to recoup himself by raising prices till he has raised them so high that business falls off. I may note that in these provinces it has been considered futile to fix maximum retail prices as it would be impossible to enforce such a restriction. He is very slow to lower them again and so the year's working results in a loss. For the next year the license fees fall, probably below the true value. Thus in the system of annual licenses determined by competition there is a self-compensatory principle always at work, and over a series of years the system works out pretty correctly. To say that the system as a system definitely encourages is untrue. Whether the system be one of fixed fees or the auction system the interest of the vendor is the same, that is to make as much

profit as possible by selling as much liquor as he can at a remunerative rate. The auction system is not perfect but the charge brought against it by the Deputation is based on error.

15. The system if worked properly is in my opinion the best that is open to us under existing conditions. To work it properly, however, it is necessary that the settlements should be made by a fairly senior officer with knowledge of the subject and the personnel of the trade. Where unequal and unsatisfactory results have been obtained it has generally been due to the appointment of a junior inexperienced officer to conduct the settlements. This has probably been unavoidable. As district officer I have often had to arrange for the discharge by two officers of duties that would have fully occupied the time of four. In this matter excise has only had to share with other branches of the administration in the want of efficiency due to under-staffing. I understand the question of increasing district staffs is receiving attention, and better still, has some prospect of receiving funds.

16. As an illustration of the working of an attempt to introduce what was practically a fixed fee system I would quote an extract from the annual Excise Report for 1910 of the Province of Eastern Bengal. This was in connection with opium shops. "In Chittagong owing to the necessity for keeping down license fees in order to discourage smuggling from licensed shops maximum prices were fixed for opium shops above which bidding was not allowed to go. Only persons approved by the Collector were allowed to bid. Competitors were divided into two classes, *viz.*, those who were permitted to bid for all shops and smaller men who were permitted only to compete for the less important ones. The result was that every one bid much above the maximum and the shops were eventually distributed by lot."

17. (5) On this point, I have little to add to the remarks in my report for 1910-11 referred to in paragraph 5 of your letter. Further examination of shop sites has revealed very few cases to which exception can be taken. In the larger towns, however, there is increasing difficulty in obtaining suitable sites and it is probable that eventually action will have to be taken either by Municipal Boards or by Government in the direction of providing sites. The Collector of Gorakhpur has some interesting observations on this subject referring more particularly to his experience in Lucknow. The existing rules as to the criteria to be followed in deciding as to a site are rules 82 and 84 of the Excise Manual. They are in my opinion adequate and I have no additions to suggest.

* * * * *

21. In view of what has been said above it seems superfluous to comment in detail on the district reports. The main point is that the increase of revenue deplored by the Deputation is partly due to enhanced taxation and partly to a real increase of consumption. By far the most important cause of the increase of consumption is the succession of prosperous seasons and the consequent prosperity of the chief consuming classes. When the next failure of the rains occurs (far may it be) it is certain that consumption and revenue will both drop in a way to satisfy the most implacable critics of Government. Meanwhile, the question of checking the abuse of alcoholic liquors will continue to receive earnest and anxious consideration, and while no hopes can be held out to the total-prohibition men, any movement towards temperance will be welcomed and encouraged.

No. 2191, dated the 2nd July 1913.

From—W. S. MARRIS, Esq., I.C.S., District Officer, Aligarh,

To—The Commissioner of the Agra Division.

In compliance with your No. 1751-V.—11, dated the 22nd May 1913, forwarding copy of B. O. No. 225, dated 12th May 1913, I have the honour to submit the opinion called for on the five points to which the Local Government has directed attention. As instructed in your supplementary No. 1899-V.—11, dated

the 10th June 1913, figures for 1912-13 have also been given in the statements of statistics.

2. The consumption of country spirit in this district has increased from 14,281 gallons L. P. in 1905-06 to 21,761 gallons L. P. in 1912-13. This is a gross increase of about 50 per cent during the period. The figures of incidence in gallons per 100 head of population also show an increase of 50 per cent. *vis.*, from 1.2 to 1.8.

That consumption to a great extent fluctuates with the increase and decrease of population is shown by the sharp fall in the amount consumed in 1908-09, a year in which malarial diseases caused a very heavy mortality but the population is practically the same now as at the previous census so that the higher consumption cannot be adequately accounted for by an increase in population.

3. But a stationary population has had its indirect effect because it has been a contributory cause of the enormous rise of wages. This economic phenomenon has been general throughout India of recent years, but in this district it has been particularly marked, special local factors being among others :—

(a) The rise of the general standard of living due to increased prosperity in its turn largely due to improved irrigation.

This means not only that labour demands a higher remuneration to satisfy its increased needs, but that the total demand for labour is increased as what were luxuries for the employing classes become necessities. The effect of this improved standard of living on wages is then intensified progressively.

(b) The large building operations connected with the college.

(c) The extraordinary demand for labour caused by the proximity of new Delhi. This has naturally only affected the last year, but that effect has been very marked and is increasing.

The rise of wages, which has been accentuated in this district, has in the main benefited those classes who by tradition and habit have always been allowed and accustomed to drink liquor. The restriction on their consumption hitherto has been mainly their inability to buy. It follows perfectly naturally that an expansion of their purchasing power should have resulted in a largely increased consumption of the easiest and most essential concomitant of improved circumstances. An example of the increase of consumption following on prosperity is provided by the town of Hathras which is the main industrial centre and now shows signs of recovery from its temporary financial debacle. The revised impetus is of course reflected in a numerical increase of the consuming class of mill-hands, who are further in a financial position to purchase more largely than before.

4. There can be little doubt that outside what we may call hereditary wine drinkers, the use of liquor is spreading to other classes. Low class Mohammedans, especially butchers and nau-muslim kalwars, are becoming habitual consumers, especially those who have become rich by trade. This as being directed contrary to their religious tenets is of course to be deplored. But the moderate use of wine among Hindus even Baniyas and Brahmans, whose religious ordinances have been found capable of relaxation on this point, are not open to the same objection. A more liberal interpretation of their precepts has undoubtedly led to the use of stimulants by a considerable number of them, partly from a natural appreciation of liquor, partly from the example of the more educated who have adopted this among other Western and Northern habits. The tendency of the latter class was at first towards imported liquors and Rosa Rum, but the high duties in 1906 and 1910 have driven many of them back on to country liquor.

5. There is a minor contributory cause in the belief in the medical value of stimulants in the treatment or prevention of plague. This belief receives support, perhaps illogically, from the increasing popularity of medicated wines.

6. Lastly, an undoubted increase was caused during a period when the license fees and duty had not reached their full taxable limit. Want of competition, for which the Excise Department must (though only in a slight degree) be held

responsible, resulted in keeping license fees low. The result was that liquor sellers could afford to sell very cheap being secure from loss, and obviously this actively promoted consumption.

7. But apart from these minor causes, the main reasons for the increase in consumption lie in the following facts :—

- (a) Those to whom custom has made liquor a necessity have had their purchasing power vastly increased by the rise of wages.
- (b) The number of consumers is being continually added to by the adhesion of those who from the example of a more recent civilization and a latitudinarian interpretation of traditional precepts are adopting the use of stimulants.

While however consumption is increasing it would be a mistake to support that this implied any deterioration of the moral standard as evidenced by any marked increase of drunkenness.

Drunkenness is extremely rare and almost invariably among persons of a social and intellectual status where an excess of alcohol connotes but a small degree of ethical depravity.

8. To turn to the third point of the five under consideration, leaving the question of the advisory committees for treatment later, I would call attention to the figures for the shops at the beginning and end of the period.

In 1905-06, there were 64, or one shop to every 31 square miles and to every 18,747 persons : in 1912-13, there are only 52 shops or one to every 37·4 square miles and to every 22,417 persons. No further decrease is considered advisable at present ; in fact applications have been made to the Excise officer to increase both country and European liquor shops. These have been rejected, in the latter case on special local grounds (Aligarh having a large Moham-medan student element) but the demand sufficiently proves that the number is not in excess of legitimate requirement. I am, however, in further restricting the hours of sale as follows :—

8 A. M. till 8 P. M. October to March.

8 A. M. to 9 P. M. April to September.

This would not facilitate the supervision of shop-closing, but would put a check on nocturnal drinking in which there is much more opportunity for undesirable excess than at other times.

9. *The 4th point.*—In my opinion, though possibly a further increase in still-head duty may be practicable the auction system in practice is open to very few objections. I have found that a little foresight will usually ensure good competition, and a good revenue being obtained in license fees. This means that those who indulge in the luxury of liquor contribute largely to the revenue which is spent on consumers and non-consumers alike. It also means that the increase in license fees is mostly shifted on to the consumer, and the resultant high prices automatically check consumption. For these two reasons, I am one of those who, as Sir Herbert Roberts says, rejoice over an increase of revenue when derived from license fees. Occasionally, it is necessary to cancel an outrageously high bid for fear that the prospect of obvious loss to the contractor may lead to illicit practices or to the supply of such inferior and diluted liquor as the public may fairly claim to be protected from by the Excise Department as the monopolists of the article. With ordinary care to secure adequate competition on the one hand and to eliminate preposterous bids on the other, the auction system works admirably.

10. *The 5th point.*—The suitability of sites is the subject not of periodic consideration at more or less long intervals, but of perpetual scrutiny. The Excise Officer and Inspector and the Sub-divisional Officers, tahsildars, etc., always consider and report on the suitability of any shop inspected and these inspections are regular and frequent. The public are asked if they have any objection and any objection offered receives the fullest consideration. I do not see what additional severity of examination could be imposed.

11. *The 2nd point.*—The consideration of the other 4 points should have made it sufficiently clear that in no particular except an occasional failure (not always avoidable) to encourage competition, are the Excise authorities responsible for the increase of consumption. In no instance is increase of Revenue from Excise welcomed except as a tax on consumers for the benefit of non-consumers and as being itself a deterrent to consumption. I submit that the Excise authorities distinguish clearly between an increase in revenue from *still-head duty* as indicating a real and possibly undesirable increase in consumption, and an increase in revenue *from license fees* as constituting a testimony to their success in carrying out the cardinal precept of Excise administration that the maximum revenue from the minimum consumption is the goal at which to aim. The Collector is rarely his own Excise Officer, and the fact that he is the chief Revenue official of the district does not drown his faculty or readiness to criticize the administration of his subordinate Excise officer. Nor even if he retains excise directly in his hands is he likely to lose sight as District Magistrate of the resultant increase of crime which may be considered an inevitable accompaniment of any marked increase in drunkenness. Excise is only one of his minor duties and it is ludicrous to suggest that in order to show an inflated figure in a comparatively unimportant annual return he would deliberately undermine the well-being of a district for which he is directly responsible and in which he is personally interested. The supposition then that the Excise authorities attach any particular importance to revenue except for the two salutary reasons given above is readily disposed of. It remains, however, to consider whether the employment of advisory committees would add the local knowledge of the public-spirited member of the good intentions of the district officer. Ideally, this might be so. In point of fact, civil consciousness is in so undeveloped a condition that very few of the persons who could be put on an advisory committee have taken sufficient interest in the subject to obtain any greater knowledge of local excise needs and conditions that the district officer has acquired in the performance of his duties.

The Municipal members already are inclined to regard with some diffidence the growing extent and laboriousness of their duties, and the opinion would not be rare that in saddling them with those of a licensing authority, Government was improperly shirking its own functions.

A licensing authority constituted distinct from the revenue authority, *i.e.*, the Collector, would very often, whether rightly or wrongly, be accused of partiality in its decisions on matters where such large pecuniary interests were concerned. Lobbying and the application of personal influence would be tried, I trust ineffectively. The sole advantage of such a committee, *viz.*, its possibly more intimate knowledge of local conditions can be utilised by due consultation by the Collector with those whose opinion is worth having and it has not been shown that Collectors have been backward in obtaining such assistance.

12. In conclusion, I have to acknowledge my indebtedness to my predecessor Mr. Collett, who was for a long time Excise Officer for the foregoing report.

No. 2921-V-227 (IX), dated the 6th August 1913.

From—C. M. KING, Esq., I.C.S., Collector of Gorakhpur,

To—The Commissioner, Gorakhpur Division.

With reference to Board's Order, No. 225-V.E.—534-B., dated 12th May 1913, forwarded under your endorsement No. 957-V—25, dated 15th May 1913, I have the honour to submit the following report together with the statements A to P.

2. It is assumed by the critics of the Government administration that the consumption of liquor has increased. This assumption may be true of India as a whole, but it does not appear to be true of the Gorakhpur district. The consumption of distillery liquor has increased only because the area served by distillery liquor has increased and the out-still area has been correspondingly reduced. The conversion of out-still into distillery area undoubtedly reduced

consumption of liquor. It also resulted in a serious loss of revenue from liquor for some years. This point might be brought to the notice of those who think that the Excise authorities, in their greed for revenue, tend to encourage the consumption of liquor and could never bring themselves to check it. Taking the consumption of distillery liquor per 100 of the population we find that in 1905-06 the incidence in L. P. gallons was 2.88; in 1912-13 it had fallen to 2.84. In 1907-08 it fell as low as 1.92 due no doubt to bad harvests. The last few years have been times of agricultural prosperity. In spite of this the consumption of liquor per head of the population has fallen during the 8 years' period under report. Moreover, the fall is more marked than the figures would seem to indicate since allowance must be made for the following facts.

Firstly, that illicit distillation has been greatly checked owing to the increased activities of the excise preventive staff, so that the present recorded figures of consumption are practically accurate, whereas in previous years allowance must be made for unrecorded illicit drinking.

Secondly, the figures for the incidence of drink per 100 of population are based on the Census figures for 1901. We have not got the Census figures for 1911 for the distillery area, but we know that the population has risen.

It is, therefore, clear that there has been a distinct decrease in the consumption of liquor per head of population. This being so I feel it would be out of place for me to give reasons for an increase in consumption, for the simple reason that there has not been any increase.

The Excise Inspectors, however, report that certain castes which formerly did not drink have now taken to drink, and instance Mohammedans, Brahmans, Kshatriyas, Banias, Ahirs and others. Personally, I am not satisfied that the addiction to drink is at all recent. Probably Islam had its hard drinkers before the days of Omar Khayam. Coming to more recent days in these provinces although before the establishment of British rule, we find abundant contemporary evidence of the drinking habits of the Kings and Nawabs of Oudh. Similarly, I believe the historian would be able to find instance of drinking among the higher Hindu castes long before the day of distillery system and the auction of licenses. In this district I believe there is no good reason to suspect that the drink habit is spreading among Mohammedans and high caste Hindus to any appreciable extent. This, however, is a point on which divergencies of opinion are possible, since it is very difficult to obtain well-informed and unbiassed views from those who are in the best position to know.

The incidence of revenue per proof gallon has risen from Rs. 4-6-2 to Rs. 4-10-2 in the period under report. This must be regarded as satisfactory both from the revenue and from the temperance point of view.

The danger of raising the price of liquor too high is that it may result in driving people to more harmful intoxicants in the form of hemp drugs.

The figures for the consumption of hemp drugs are unreliable owing to the amount of smuggling which has hitherto prevailed from Nepal and Bengal, and to the illicit preparation of hemp drugs from the wild hemp plant. Enough hemp grows wild in this district to supply the wants of the whole province.

The figures for the consumption of hemp drugs show a very large increase. Although the figures must be partly discounted for the reasons above mentioned, still it would seem that there has been a real rise in consumption. Looking at the decrease in the consumption of liquor in the same period it is difficult to avoid the inference that people have to some extent taken to hemp drugs in place of liquor, finding the former a cheaper form of intoxicant. If this is so, it is clear that any proposals for raising the price of liquor and for reducing the number of liquor shops will have to be viewed with the utmost caution.

Hindus seem to have no religious prejudices against hemp drugs. Sadhus are notoriously addicted to the drug habit. A leading Brahman of the district has been actively engaged in smuggling drugs from Bengal.

3. *Para. 3 point 2.*—In this district an excise advisory committee was formed but no one could call it a success. In 1911, a committee was held and the Municipality appointed 3 members to represent un-official Indian opinion. Two of these members pleaded sickness at the last moment and did not attend; the third made a proposal which, if accepted, would have encouraged the consumption of *tari*. That member is a large owner of *tar* trees.

The main difficulty is to get the better class of educated Indians to take any interest in excise matters. The Excise preventive staff always complains of the apathy of zamindars, who not only do not help to bring to light cases of illicit distillation, etc., in their villages, but give every assistance to their tenants when prosecuted for excise offences. Offenders against excise regulations seem to incur no moral odium.

In rural areas, I am convinced that there is no public opinion that requires representation. In municipalities the Board should always be consulted before any new shop is opened or the site of an old shop shifted. Any representation they may make regarding the undesirability of any existing site should always receive prompt attention. As the Board is the acknowledged organ of public opinion in a municipality, it seems useless to constitute a special advisory committee.

If the attitude of Indian opinion towards excise matters is to be ascertained, the excise systems of Native States should form a fruitful ground for enquiry. In Nepal, I know that out-stills are licensed at a very low rate per annum, so that Nepalese liquor vendors are able to sell their liquor at prices far below those prevailing in this district.

4. *Para. 3 point 3.*—The number of liquor shops in the district has undergone a very marked reduction from 335 to 161 during the period under report. The number of shops per 10,000 of population has fallen from 11.40 to 5.49; and the number of square miles per shop has risen from 13.56 to 28.12. In view of these very drastic reductions the excise policy of this district is obviously not open to the charge of encouraging drink. The present number is about as low as it would be safe to go without inflicting undue hardship on the people, stimulating illicit distillation, and driving people to the use of hemp drugs.

There seems no point in curtailing the hour of sale. In the city, 9 P.M. is early enough. In villages, the strict enforcement of early closing is quite impracticable, and in my opinion unnecessary.

5. *Para. 3 point 4.*—The auction system seems to me the best means of raising the maximum of revenue from the minimum of consumption. There is only one point I would like to raise in this connection. In big cities the auction system in its present form is not suitable. The reason is that in cities the shifting of sites is difficult and objectionable. If the site is to remain unchanged the proprietor of that site is able to charge practically any rent he pleases. I know a case in Lucknow where the landlord who had been getting about Rs. 5 per mensem for certain premises was able to demand and obtain Rs. 200 per mensem for the same premises when leased for a liquor shop. The liquor contractors do not lose, since they allow for the rent when making their bids. The whole loss falls on Government which gets proportionately less in license fees. The landlord pockets his unearned increment.

The remedy is for Government, or the Municipality, to acquire, and if necessary to build, suitable premises which will be tenanted each year by the successful auction purchaser on whatever rent may be fixed.

There are many advantages in this system (a) the site can be deliberately selected in the least objectionable locality, (b) the shop can be built on the most approved plan for checking illicit practices—with only one outer door, opening on to the main street, with windows barred so as to prevent liquor being passed out after closing hours, and so forth, (c) sanitary requirements can be attended to, and (d) there is no loss of Government revenue.

I am quite aware that this course will be objected to on the ground that the good name of Government will suffer if it becomes the proprietor of liquor shops. Government will more than ever be accused of encouraging drink and deriving

revenue from a tainted source. It is hardly necessary for me to point out the futility of these accusations. People who are unable to see that the Government aims at controlling the consumption of liquor as well as at deriving revenue from such control must be either ill-informed or unable to reason clearly. Most reasonable people would be capable of seeing that the course which I suggest would really be a measure of control and desirable in the public interests.

The Municipal Board of Lucknow have in fact built one such liquor shop at my suggestion and I have never heard that their good name has suffered thereby.

6. *Para. 4. point 5.*—The question of the suitability of shop sites is continually receiving attention. Shops are regularly inspected by the Excise staff and also by the Sub-Divisional Officers and Tahsildars when on tour. This part of their duties is specially impressed upon them in tour instructions. Any complaints about the sites are at once brought to the notice of the Excise Officer. I fail to see what more can be done in this direction.

No. 3579, dated the 2nd September 1913.

From—W. J. E. LUPTON, Esq., I.C.S., Collector of Moradabad,

To—The Commissioner, Rohilkhand Division.

I have the honour to reply to B. O. No. 225-V.—E.—534-B., dated the 12th May 1913, received under your endorsement No. 2638-V.—132, dated the 19th July 1913. The delay is due to my two absences from the district on special duty with the Primary Education Committee, and to the matter having to await my return.

2. The excise statistics for this district for the period 1905-06 to 1912-13 under all heads as asked for in the letter under reply and in its enclosures, and in B. O.'s No. 740 and 2211 of the 20th June 1913 and 13th August 1913, respectively—as also in the Excise Commissioner's letter No. 1448 of the 6th June 1913, are appended to this letter.

3. These statistics shew for this district of Moradabad that :—

- (a) The Excise Revenue from all heads has increased from Rs. 1,83,292 to Rs. 2,82,821, *i.e.*, by roughly 54 per cent. In the period 1905-06 to 1912-13 under country liquor alone the increase is from Rs. 1,09,138 to Rs. 1,89,455 or of about 80 per cent.
- (b) The consumption of country liquor has apparently increased from 28,998 to 33,954 gallons or by 15 per cent.
- (c) The consumption of country liquor in gallons per 100 of the population, however, has decreased from 2.72 to 2.69 gallons.
- (d) The population of the district is now 1,262,933 as against 1,191,993—an increase of 70,940. But the whole district now is under the distillery system while in 1905-06 the population in the area under the distillery system was 1,066,460, so that the effective increase in population for the present purpose is 196,473 or 18 per cent.
- (e) Consumption of bhang has decreased from 4,000 seers to 2,200 seers or by 45 per cent, but on the other hand, charas has increased from 730 seers to 1,455 seers or by 100 per cent.
- (f) Consumption of opium has slightly decreased from 1,884 to 1,777 seers or by 6 per cent.
- (g) As regards foreign liquor, only two years' figures of consumption are available; so nothing can be said as to 1905-06. The figures of sales, however, of foreign liquor for the whole district are so small that their addition to the figures for country liquor would make no appreciable difference to the totals or the incidences of consumption.
- (h) The number of shops for sale of country liquor has been considerably decreased—the actual decrease is of 23 out of a total in 1905-06 of 83. On the other hand, shops for sale of foreign liquor have increased from 16 to 22, so that the total decrease is of 17 shops.

4. The above figures, however, require the following comments and qualifications:—

In the first place, in 1905-06 one-tenth of the district approximately was under the out-still system for country liquor—and the gallons of liquor supplied from these out-stills for consumption are not known and do not find a place in the above recorded figures for 1905-06 which are for the distillery area alone. But assuming that, roughly, they gave a gallonage of consumption at the same rate as for the rest of the district under the distillery system,—(and probably a greater rate should really be allowed),—the corrected figures for 1905-06 should be 31,201 gallons as compared with 33,954 now—that is a total increase of 2,753 gallons only or 8 per cent., which is small only, in view of the increase of population. And the fact remains that the present rate of consumption of 2.69 gallons per 100 of population is less than it was 7 to 8 years ago.

Secondly, the figures as to drugs show that there has been no increase; taste has merely changed from bhāng to charas, and the increase of population being taken into account, the incidence of consumption of drugs is, therefore, really less than it was, at any rate there has been no growth here in the habit of using these usual drugs.

Thirdly, while opium shows an actual decrease it has also to be remembered that a fair amount of opium purchased in this district is not consumed within it, but is removed for smuggling into Burma. No doubt some smuggling went on in 1905-06 also, but I think it probable that the amount of smuggling has been greater of recent years owing to the rise of prices.

As regards the rise in the Excise revenue, as consumption has in general, as shown, not increased, this rise is due practically entirely to—

- (1) Recent increases in the still-head duty for country liquor, a rise of 33 per cent. in the city and of about 40 per cent. in the rural areas.
- (2) A steady rise in the amount of license fees of Rs. 33,000 since 1905-06, these nearly doubling themselves in fact.

But as regards the latter, it is a truism that prices have been rising steadily and rapidly all the time, reducing the purchasing power of the rupee while at the same time the country has not been standing still in point of prosperity. This rise of 54 per cent. in the revenue, therefore, cannot be taken by itself as evidence of anything, if deception and fallacy are to be avoided.

5. In general, therefore, the figures for this district, so far from shewing any increase in drinking in the period in question, really show that on the average less is being drunk.

There is, however, the question of the individual drinker, and of the habits of particular castes. It is possible that while fewer people now drink, yet individual drinkers have taken to drinking more, or that, while the members of some castes have given up drinking or taken to drinking less, the members of other castes have taken to drinking more, or have formed the new habit of drinking.

On these questions, one can only give expression to generalities owing to the fact that no statistics, according to castes, exist here for the year 1905-06. For the last year of the period 1912-13 endeavour has been made to get figures, and after much discussion we have come in this district to the conclusion that the following figures represent fairly approximately what castes now drink, and what proportion each caste or section of the population now-a-days furnish of the persons who drink or use excisable articles, *vis.*—

1. Brahmans and Baniyas (about half and half)	...	10 per cent.	} 100 per cent.
2. Kayesths	... ..	15 "
3. Low caste Hindus and depressed classes	... ..	65 "
4. Mohammadans	... ..	10 "

Now it is possible that the figures, if available, for 1905-06 would have shewn a larger percentage in class (3) above and less in the other 3 classes. A number of people who were consulted on the question express the opinion that Brahmans and Banias and Kayesths had been taking more to drinking than they used to do, but when pressed for reasons for their opinion, the reasons they gave were vague and indefinite, or such as to shew that their experience in the matter was too limited to be of any real authoritative value.

6. There are, however, certain pieces of evidence that bear on the subject, that may be quoted here. In the first place, we know that the Arya Samaj has been preaching against drinking by its adherents for some time past, and that the Arya Samajists have in recent years started working among the depressed classes. That their efforts have not been in vain seems to be indicated by what I stated in the last Excise Report from this district, when remarking on the decreased figures of consumption of country liquor in the town of Chandausi; *viz.*, that this decrease was attributed to the chamars of the place having to a large extent given up drinking under the influence of the Arya Samaj. And of the adherents of the Arya Samaj the majority—at any rate a very large number, are Kayesths, so that possibly the number of Kayesths who now drink are less than in 1905-06. As regards the Mohammadans I can hazard no real opinion—but as the number of Mohammadans who have been to England or Europe is increasing yearly, I think it very probable, from what I have observed, that a number of Mohammadans who have learnt European ways have taken to the use of excisable articles. Lastly, I think that there is no doubt that a number of the higher castes, Brahmans, Banias and Kayesths in comfortable circumstances have taken in recent years to drinking foreign liquor—but that at the same time the number of these is so small as not to make any real difference in the total figures of the district.

7. On the whole, so far as this district is concerned, it seems to me that there has been no increase in the drinking habit among the lower caste Hindus and depressed classes in the period; on the contrary, I think it probable that, the increase in population being considered, there has been a proportionate decrease in the number of drinkers of this class—while, on the other hand, the number of drinkers among the Brahmans, and Banias, and Mohammadans are probably somewhat more numerous now than they were in 1905-06. But these are people who if they wish to drink would obtain their supplies no matter what restrictions might be placed on the number of shops, hours of supply, or system of administration; while, so far, the drinking habit does not appear to have spread among them in any wholesale manner.

8. With regard to the question dealt with in paragraph 2 (2) and paragraph 4 of the B. O. No. 225 of 12th May 1913, a copy of the Moradabad Municipal Board's resolution No. 30, dated 30th June 1913, on the subject is attached. I was not myself present at the meeting of the Board on that date, being away on special duty, and the Municipal Board resolution is not very full. But in the form in which it is stated it must be understood that that Board meant definitely to approve of and endorse the suggestions and recommendations made in paragraphs 15 and 21 of Sir Herbert Roberts' statement of the 18th July 1912. I very much doubt, however, whether the Municipal Board gave these suggestions and recommendations as full consideration as their importance would merit, and in sending on the Board's opinion as given in their resolution, I have to express my own dissent with these suggestions and recommendations—with them in general so far as their general tenor goes, and with individual recommendations in particular.

Thus, the giving effect to these suggestions and recommendations in the statement of 18th July 1912 in question as they stand would result in making these so-called local Advisory Committees not merely advisory bodies but Executive bodies with full power over the licensing function. But in conditions as they still are in this district at least, I could not agree to this step. The members of this Advisory Committee would be subjected to all kinds of back-door influence and be squeezed this way and that by interested persons—and in most cases, they would only give licenses either to persons unduly favoured by

them, or to persons whose importunities or whose friends had bothered or tired the members of this committee into giving them the licenses, with, in many cases, the result that the licenses would be given to unreliable and unsatisfactory persons, and administrative difficulties would arise. To take the work of the licensing function from the present Revenue officials, however, much theoretical reason there may be in the proposition—would, in my opinion, at present at any rate, be a great practical mistake. The present excise auctions that go on are not really *auctions* in the full usual sense of the word; but the Revenue officer conducting the sale determines his choice of the persons to whom the license shall be given by several other considerations than the mere one of the amount of bid. He looks to the previous history of the bidder and his reputation for reliability and the like, to the history of the shop and to whether the amount bid for it, is likely to be excessive or is inadequate, he has information as to the formation of persons who are in the trade into "rings" or "groups" and he accepts the bids and places the licenses so as, as far as possible, to obviate monopolies. He is also not subjectable to back-door influences and can maintain much more easily impartiality. In my opinion, the leaving of this work as at present to the Local Revenue officials will mean much less likelihood of combinations, with the consequent lowering of retail prices, and increased consumption, than if the work is made over as suggested in paragraph 21 (4) of the statement of 18th July 1912.

9. With regard to the hours of sale, the Moradabad Municipal Board recommend hours from sunrise to sunset. But here again, I cannot agree even with the present closing hours of 9 p.m. the rule is more evaded than observed, and if the hour is to be 6 p.m. or 7 p.m. it will become practically a dead-letter, unless Government will consent to very largely increase the preventive staff—practically every shop will have to be watched to ensure the working of the rule, evasions will still be numerous, as also, therefore, prosecutions, and general increase of work and trouble.

The fact is that very little is drunk usually until the evening, and the drinking goes on rather from sunset to midnight. If any change is to be made, I would advocate that the hours for sale be fixed from 10 a.m. or 12 p.m. to 10 p.m.—except for fairs, where shops are allowed, for which the hours for closing should be sunset.

10. As regards Advisory Committees, these already exist in the 4 towns of this district; so I have not to recommend that they be constituted for this district. They appear to have been consulted in the past as regards the number of shops within the areas under their care. But as regards their constitution, for much the same reasons as are stated by me in paragraph 8 above, I hold that of these committees the Excise Officer, or a local Revenue Officer should still continue to be the Chairman: though I have no objection to the majority of the Committee being non-officials. (*Vide* paragraph 15 of the statement of 18th July 1912 of Sir Herbert Roberts.)

11. With regard to the point raised in paragraph 2 (3) of the B. O. No. 225 of 12th May 1913,—with which I consider also their paragraph 2 (5),—as already noticed above in paragraph 3 (h) the number of shops for sale of country liquor has already been steadily reduced from 83 in 1905-06 to 60 now. And the number of shops of all kinds as at present was fixed 3 years ago upon the advice of the Local Committee appointed in this district for considering the questions of the number and location of shops. And since I have been here, I have, with the Excise Commissioner's sanction, closed one shop on the ground of unsuitable locality and because it did not seem required, (though one other shop has also been opened in another portion of the district, in order to cope with smuggling from Rampur which otherwise would go on).

Further, as a consequence of the present reference, the list of existing shops has been again submitted to scrutiny, with the result that, if the Excise Commissioner, or the Board of Revenue or Government pressed the matter, we would be prepared to recommend the further reduction of the numbers by 2—by abolishing one shop in the Moradabad City and one shop in the Amroha City—although otherwise I am personally of opinion that their abolition is not really

very necessary. Otherwise, the numbers for the district as at present appear to me to have about reached its minimum, unless there is a very decided change in policy.

12. I have already stated above my views as regards the hours of sale and I have also referred to the questions of the auction system. I would reiterate on this point that after all the Excise officer conducting the sales, or auctions, is not bound to accept the highest bid, irrespective of all other considerations; without this safeguard, the auction system is certainly vicious, but with it, and with an Excise officer gifted with ordinary common sense, and supplementing his own personal knowledge of the district and of the bidders, with that acquired by the Excise preventive staff and the other Revenue officials of the district, the evils of the system can be, and usually are, safely minimised. Possibly, the Deputation to the Secretary of State were not aware of these facts, or had not thoroughly appreciated them.

13. Lastly, I would add the remark that I am informed by persons in this district that Banias and Kayesths do not regard the use of intoxicants, more especially the drinking of liquor or spirits, as forbidden by their religion—on the contrary, I am informed that a Bania will drink freely and fearlessly if he has once taken to the taste. And from the not infrequent references to the "*soma juice*" (the then intoxicant) in the *Vedas* it is to be presumed that even the Brahmans could find a sanction in the foundations of their religion for the drinking of intoxicants. These higher castes, of course, drink, when they drink at their own homes usually and not at the places of sale.

No. 4533, dated the 5th September 1913.

From—H. G. S. TYLER, Esq., I.C.S., Collector of Cawnpore,

To—The Commissioner, Allahabad Division.

In compliance with your office endorsement No. 4322, dated 9th of May 1913, I have the honour to submit the statistics required together with an expression of my opinion on the points raised. I regret the delay which has taken place in doing this; but it took some time originally to get the necessary information together, since that was done my time has been so fully occupied that I have found it difficult to get an opportunity of going into this subject as fully as I desired to. I have discussed most of the points raised from time to time with many of the people who came to see me, and I am surprised to find how little interest generally is taken in the subject.

(1) The figures which have been called for reveal the state of affairs very fully. It is noticeable that of the 8 years, for which figures have been given, the revenue declined steadily during the first five years and increased during the last three, reaching its highest point last year. The figures for consumption of country spirit follow much on the same lines, except that in 1906-07 there was a rise followed by three years' steady decline and then by three years' steady increase. In this connection, it is worth noting that paragraph 9 of Sir Herbert Roberts' statement contrasts the figures for 1909-10 and 1910-11 with a view to showing the large increase which is taking place. Had he contrasted the figures for 1908-09 and those of 1909-10 the result would apparently have been very different at least in Cawnpore. It is also worth noting that the figures for 1911-12 closely approximate to the average of the five years, 1902 to 1907. The average consumption for those years was 86,900 proof gallons. The consumption in 1912-13 was 2 per cent. in excess of that average. On the other hand, the receipts from still-head duty and license fees averaged 467,733 in the five years 1902-07, and amounted to 536,780 in 1912-13, an increase of 14 per cent. Meanwhile, the number of shops has been reduced from 184 to 138, averaging latterly only 1 to 17 square miles. These figures are interesting, and I think put the matter in a clear light. On the same lines it is interesting to note that the average consumption of hemp drugs for the same period of 5 years, 1902-07, was bhang, 14,123 seers; ganja, 167 seers; charas, 3,730 seers, and the total duty on consumption Rs. 22,718; while in 1912-13, the figures were bhang 11,231; ganja 204; charas, 2,344, and total duty Rs. 31,505.

It will be seen from the above that if anything is to be explained it is the fluctuations rather than the increase of consumption. The figures indicate to my mind clearly that the main causes of such fluctuations are to be found in the condition of the lower or drinking classes. Agricultural and commercial depression are found to synchronize with a fall in consumption, while high labour prices and good crops are marked by a rise. It is noticeable also that the contract system was introduced in this district from April 1909. The liquor at first produced under the new system was, as you are aware, objected to on various grounds by the consumer, and was consequently at first unpopular. Improvements were introduced and a custom also had some part in overcoming the original objections with the result that the liquor is now probably as popular or nearly so as the old liquor used to be, and the growing popularity of the liquor had no doubt some effect along with the increasing prosperity of the consumers in extending the consumption.

In the city of Cawnpore the rates of wages have of course ruled high for a long time, and in the district it is getting more and more impossible to obtain agricultural labour on any terms which are considered reasonable by the landed gentry. In the neighbourhood of the new line under construction from Cawnpore to Banda these conditions have been perhaps most marked, but I have met with similar complaints all over the district.

I have consulted a number of people on the question whether drinking is spreading among classes other than those who are usually addicted to the habit. The general conclusion seems to be that though it is going on to some extent among Brahmans, Banias, Khattris, Thakurs and Muhammadans, yet the increase is probably very slight indeed; against this is to be set the fact that the drinking is markedly decreasing among Kayasthas. It is of course true to a certain extent that old social and religious barriers are weakening; but on the whole, I am of opinion that the habit of drinking is not spreading to any marked extent among fresh classes. One gentleman with considerable experience in educational matters informed me that some years ago a good deal of drinking used to go on in school and college boarding houses among boys who thought that it was rather a 'swagger' thing to do; but that this has lately considerably decreased. I mention this as it may have some element of truth in it, though I may say that I have found little confirmation of this opinion.

(2) Regarding the extension of the powers and functions of the Excise Advisory Committees and the modification of their constitution, I have in accordance with instructions obtained the opinion of the Municipal Board and I submit herewith a copy of the Chairman's letter No. 688, dated 28th July 1913, with its enclosures. It will be seen that the Chairman is of opinion that little interest is taken in the matter by the majority of the members, an opinion which I fully share. My experience of the Excise Advisory Committee is that the members composing it regard its proceedings as a little more than a formality. Sir Herbert Roberts' Deputation appears to aim at a system of local option throughout the length and breadth of India not only in urban but also in rural areas. It seems to me that the time for this has certainly not yet arrived. The argument against the control by the Revenue authority of licensing appears to be based largely on ignorance of local conditions and I think that an extended knowledge would show these gentlemen that there is no real justification for the implied theory that Collectors and Excise Officers are engaged in pushing sales regardless of the interests of the consumers. Moreover, it is difficult to conceive of the selection of any other fair licensing authority. The arguments advanced disregard the great objection that the so-called representatives of the people are in no way whatever representatives of the drinking classes. The so-called representatives are generally more or less bound by hereditary prejudices to regard drinking at least outwardly with marked aversion and are thus incapable at least in their public actions of holding the balance. Committees of the kind indicated, were they given full powers to deal with the licensing question, would probably either be apathetic or set themselves to stamp out drinking altogether. I would give every opportunity to people who take an interest in the question to make enquiries and lay their views before the Collector, and I have no doubt that he would in all cases consider their views carefully and act upon them wherever

reasonable but were they given absolute power there will be a danger of that power passing into the hands of faddists.

(3) I do not consider that the number of shops in the city is excessive. Enquiries have been made by the Excise Officer as to the number of shops which could be closed in the district on the principle laid down in paragraph 20 in Government of India's Despatch No. 294 of 1908, and he reports that a certain number of shops can be closed in four out of the six tahsils on these principles. In all 16 shops could be closed out of a total of 138 in the district.

With regard to the curtailment of hours of sale it seems to me that there is no special reason for opening the shops early in the morning. 9 o'clock is quite early enough for the purpose. Closing hours should be so arranged as to give people an opportunity of purchasing a little liquor if they require it after their work is over. This hour generally depends on the time of the year, and differs to some extent in the city and in the mofussil. I do not think it would be fair to close shops in the city before 8-30 as a great many of the labourers do not get back to their homes till 7-30. In the district I am inclined to think that an hour after sunset would be a reasonable time for closing. I am further inclined to think, however, that liquor shops in the city might reasonably be closed entirely on Sundays. Sunday is generally an idle day for the mill-hands and with their week's wages in their pocket they are exposed to special temptations to waste their money on drink almost as soon as they have got it. I am told by gentlemen who have had some experience of conditions in some of the workmen's dwellings that there is a good deal of intoxication in these places on Sunday; and on the whole, I think it would be a reasonable provision to give the liquor sellers an enforced rest on that day.

(4) On the working of the auction system I have little to say. The proposal to substitute fixed fees seems to me on a par with the proposals made from time to time for the permanent settlement of the Government revenue. I see no reason to believe that the fixing of fees would discourage the natural tendency for all license-holders to make the best profit they could out of their bargain. On the other hand, Government would no doubt lose a considerable amount of revenue. It is difficult also to see how the licenses should be distributed under a system of fixed fees. Sealed tenders would not answer the purpose, because the intending licensees would certainly put in for more shops than they required and probably find themselves with either fewer or more than they desired. There would be a tendency for a class of middlemen to spring up and appropriate a great deal of the revenue which should go to Government.

(5) The last point raised deals with the selection of sites for shops. The question is a delicate one. On the one hand, it is undoubtedly undesirable to locate shops in positions which have the effect of dangling temptations before the eyes of people who would not otherwise be attracted. On the other hand, it is in my opinion most undesirable to place shops in dark and unfrequented lanes. Such shops offer subtle temptations to youths of respectable families, who would not dare to risk observation by entering shops where they were likely to be observed either going in or coming out. Moreover, such shops are not easy for the authorities to supervise. The solution of the matter seems to be to find suitable sites where the publicity is sufficient to deter members of respectable families; but at the same time, the situation should not be such as to attract the casual wayfarer or act as an advertisement for the shop.

Proceedings of the Sub-committee appointed by the Benares Municipal Board's Resolution No. 205 of 5th July 1913, held on the 1st August 1913.

Present :—

Rai A. C. Sanyal Bahadur.

Pandit Ram Narayan Misra.

Babu Shiva Prasad Gupta.

The Secretary, Municipal Board.

Read papers relating to the formation and functions of Excise Advisory Committees.

The following Resolutions were passed :—

1. The Sub-committee is of opinion that the system of Excise Advisory Committee be extended to all Municipalities.
Application.
 2. In reference to Sir Herbert Roberts' suggestion that the Excise Advisory Committee might be made more representative, the Sub-committee is of opinion that while the numerical strength of the committee might remain as at present its constitution may be so changed that the representation of the Municipal Board might be restricted to a Vice-Chairman and one other member to be elected by the Board, and the remaining two places which under the present constitution are also required to be filled by members of the Municipal Board might be thrown open to the general public with a view to securing the appointment of representatives of local temperance organisations and other bodies. The Sub-committee recommends that these latter appointments should also be made by the Municipal Board.
Representation.
 3. As regards the powers of the Excise Advisory Committee the Sub-committee is of opinion that it should deal with the sale of intoxicants of every kind.
Powers.
 4. The Sub-committee is for want of data not in a position to recommend what further reductions in the number of shops is required. This function should belong to the Excise Advisory Committee.
Reduction of shops.
 5. The Sub-committee recommends that the hours of sale of all intoxicants should be from 9 A.M. to 9 P.M. As regards the closing at 9 P.M., the Sub-committee has reasons to believe that the rule is more violated than observed. It would, therefore, recommend that a stricter supervision be enforced.
 6. The Sub-committee recommends that the auction system be adhered to, and further recommends that liquor be not sold except in sealed bottles. As regards other intoxicating drugs the Sub-committee recommends that, as in the case of liquors sold in sealed bottles, a retail sale rate be fixed by the Advisory Committee and they be sold in sealed packets only.
Sale by auction.
- Babu Shiva Prasad Gupta dissented from the opinion of the majority of the Sub-committee on the question of sale by auction. In his opinion the rate of contract for each shop should be fixed by Advisory Committee. To counteract compensation he would stop the system of sale to the highest bidder.
7. The Sub-committee is of opinion that the licensing function be not removed for the present from the control of the Revenue Department. It would, however, recommend that no licenses should be granted and no new shops should be opened without the sanction of the Advisory Committee. Should there be a difference of opinion between the Collector or the Excise Officer and Advisory Committee the final decision of the matter should rest with the Board of Revenue.
Licensing function.
 8. Though not constituting a special point of reference the Sub-committee is strongly of opinion that no intoxicating liquors or drugs be sold to any person under 18 years of age.

Enclosure No. 10.

No. 3614-R., dated the 2nd October 1913.

From—The HONOURABLE LIEUTENANT-COLONEL J. RAMSAY, C.S.I., C.I.E.,
Agent to the Governor-General and Chief Commissioner in Baluchistan,

To—The Secretary to the Government of India, Department of Commerce and
Industry.

I have the honour to invite a reference to correspondence ending with Mr. Gruning's letter No. 6583-6593-104, dated the 14th August 1913, on the subject of suggestions in relation to the Excise system of India made by the Deputation which waited on His Majesty's Secretary of State for India in July 1912.

2. In reply I have the honour to submit statements in the forms prescribed showing the consumption of and taxation realised on excisable articles in Baluchistan during each of the years 1905-06 to 1912-13 and to report as follows regarding the suggestions made by the Deputation.

3. These suggestions were :—

- " (1) That the licenses for the sale of intoxicants should be steadily reduced in number, and that the hours of sale be further limited by later opening and earlier closing hours being fixed for all licensed premises.
- " (2) That the system of Excise advisory committees be extended to all municipalities and that these committees should be made more representative and given power to deal with all licenses for the sale of intoxicants of every kind.
- " (3) That the auction system of licensing shall be superseded by a system of fixed license fees as recommended by the Government Excise Committee of Enquiry.
- " (4) That the licensing function be removed from the control of the Revenue Department and (with proper safeguards) placed in the hands of the local committees or some other independent authority."

4. (1) The figures in Statements C, K and L show that the numbers of retail shops licensed for the sale of intoxicants in Baluchistan in 1905-06 and 1912-13, respectively, compare as below :—

			1905-06.		1912-13.
Country liquor	...	...	146	...	62
Intoxicating drugs	...	...	124	...	68
Opium	...	...	124	...	60

During the current year two more country liquor shops and one shop for the sale of intoxicating drugs and opium have been brought under reduction, and it is proposed to abolish six country liquor shops, twelve shops for the sale of drugs and twelve opium shops with effect from the 1st April 1914. These reductions are being effected mainly in the Zhob and Loralai districts, where the class which consumes intoxicants is small and where there is little danger of illicit manufacture or smuggling. It is not desirable to make further reductions at present in the Quetta-Pishin or Sibi districts, which contain relatively large numbers of consumers and where there is considerable risk of smuggling from Kalat and Afghanistan.

The hour for opening is at present 6 A.M. and the closing hour 10 P.M. in summer and 9-30 P.M. in winter. I am of opinion that the hours of sale might be further limited without much inconvenience, and it is proposed, therefore, with effect from the 1st April next, to fix them in the summer months from 7 A.M. to 9-30 P.M. and in the winter from 8 A.M. to 9 P.M.

(2) As previously explained, Quetta is the only municipality in Baluchistan and the only other place which may be described as a town is Sibi. A local advisory committee for Sibi consisting of three non-official and two official members was appointed in 1910.

A similar committee, comprising 4 non-official and 3 official members, has been appointed during the current year for Quetta. The question of the number and distribution of the shops in Quetta, the only town where there is any considerable number of shops, will be carefully considered in consultation with this committee. Elsewhere in Baluchistan the shops (usually single shops) are situated in small bazars, chiefly for the use of the alien Indian population. The inhabitants of such bazars are seldom persons of independent views, and take no particular interest in such questions as that of the drink traffic. There is thus no possibility at present of a further extension of the system of committees.

I do not consider that the time is yet ripe for giving the existing committees functions other than advisory.

(3) The system of auctioning licenses which has hitherto been in force is undoubtedly open to the objections that it encourages extravagant bids and gives the licensed vendors an inducement to push the sales of intoxicants. On the other hand, if still-head duties were increased and licenses issued for small fixed fees, the licensees would be less interested than they are at present in preventing the consumption of smuggled liquor and drugs, and a valuable safeguard against smuggling would be removed. The change would no doubt also tend to the establishment of vested interests. It has been suggested that in each district a list might be kept up of approved and respectable persons willing to take licensed premises in the various places where they are at present situated, and that such premises might be leased to them in alphabetical rotation for one year at a time, the fees being fixed at, or slightly below, the average of the three years preceding the introduction of the system. The system of alphabetical rotation would prevent the growth of vested interests, while the fees would remain high enough to form an inducement to the vendors to be on the watch against smuggling. The introduction of such a system would probably entail some sacrifice of growing revenue; but, if the Government of India approve, I shall be prepared to try it as an experiment, though I do not recommend it.

(4) It would not be practicable in Baluchistan to remove the licensing function from the control of the Revenue Department. As stated above, only two local committees exist and they are as yet in their infancy; while there is no authority independent of the Revenue Department which could be entrusted with the function of licensing.

5. The importance of preventing the location of liquor shops in undesirable localities referred to in paragraph 4 of Mr. Enthoven's letter of the 24th January 1913, has been and will be carefully kept in view. The Quetta town is the only place where the number of shops is sufficient to make their suitable location a question of any difficulty, and in dealing with this question the advice of the local committee should be of much value.

6. The suggestion contained in paragraph 6 of Mr. Enthoven's letter has been noted for compliance.

Enclosure No. 11.

No. 8992, dated the 2nd October 1913.

From—The HONOURABLE MR. G. CARMICHAEL, C.S.I., I.C.S., Chief Secretary to the Government of Bombay,

To—The Secretary to the Government of India, Department of Commerce and Industry.

I am directed to reply to Mr. Enthoven's letter No. 477-400-218, dated 24th January 1913, and to enclose the tabular statements therein asked for.

PRESIDENCY PROPER.

Country spirit.

2. In the period under review, *viz.*, from 1st April 1905 to 31st March 1913, an advance has been made in the following directions. The separate shop system has been extended till only a small area in the Konkan now remains under the monopoly system, and there the arrangement of exacting a minimum guarantee from the monopoly farmer has been abandoned. The auction system has been given up and the shops are disposed of by the selection of licensees. The rates of still-head duty have been raised all round, either in order to meet increases of consumption or having regard to more effective control over illicit distillation which the Excise staff have been able to enforce, or to the improvement in the Excise administration of neighbouring Native States. A substantial reduction has been effected in the number of shops and a curtailment of the hours during which they are allowed to be open. Lastly, advisory committees have been constituted in the larger municipal areas and in all rural areas where the proportion of shops to population is high.

3. The facts disclosed by the figures in the statements attached may be summarised as follows. Though the population has increased by 5·2 per cent., the total consumption of country spirit in the closing year of the period is greater by only 2·3 per cent. than in the opening year 1905-06, while the revenue has risen from 91 lakhs to 141, an increase of 55 per cent. The average consumption of country spirit in the seven years subsequent to 1905-06 is not more than 3·8 per cent. above the consumption in that year. The highest point was reached in 1910-11, since when there has been a fall sufficient to reduce the consumption per head of population below the figure for 1905-06, the decrease being from 16 gallons to 15 gallons per 100 of population. During the period under review the incidence of the total revenue per proof gallon has been gradually raised from Rs. 3-12-10 to Rs. 5-11-10, the average number of shops per 100,000 of population has been brought down from 16 to 13 and the average area served by each shop has increased from 30 to 36 square miles.

4. These results show that a steady rate of progress has been maintained in the control of traffic in liquor. The figures, however, cannot be properly appreciated without bearing in mind the points discussed in paragraphs 6 and 19 of Mr. Lucas's letter No. 1077, dated 1st February 1912. These were that in comparing the recorded consumption of one province with that of another, or in

arriving at an opinion whether the Excise policy of any province is proceeding on sufficiently progressive lines, regard must be had—

- (1) to the proportion of the total area under the distillery system ;
- (2) to the amount of illicit consumption of liquor as compared with the recorded licit consumption ;
- (3) to the varying force of the influences which affect the consumption of liquor in different areas ;
- (4) to the need of examining the circumstances of each tract in detail, before forming any conclusions from statistics based on averages obtained by lumping together totally different areas.

Without going into too much detail it is desirable to recapitulate the facts given in Mr. Lucas's letter under the above heads.

5. With regard to the first point the policy adopted in Bombay has been to make the distillery system almost universal and not to be deterred by the great difficulties presented by the more inaccessible tracts. The area under the out-still system has thus been reduced to 1 per cent. of the total area, and of the total population only one-tenth of 1 per cent. is under that system.

6. The second point can be dealt with only in general terms, but it is believed that the amount of illicit manufacture has in the greater part of the Bombay Presidency been brought down to a very low figure.

7. In discussing the third point a reference was made to paragraphs 66 to 71 of the Excise Committee's Report, and it was pointed out that the influences which affect consumption operate with varying force in different localities and that even the steady pressure of taxation does not always avail to counteract those influences in one locality to anything like the same extent as they do in another. A comparison in this respect was made between the cities of Madras and Bombay, the one with a consumption of 40·9 proof gallons per 1,000 of population and the other with 510 $\frac{5}{13}$ gallons. Since the letter was written the total taxation in Bombay city has been advanced from Rs. 6-10-10 to Rs. 8-10-10 per proof gallon and the consumption has fallen to 443 gallons per 1,000 of population. It would appear that the highest limit of taxation has almost been reached having regard to the tariff rate on cheap foreign liquor. These subsequent changes do not, however, affect the main argument.

8. In connection with the last point, *vis.*, the misleading nature of statistics when dissimilar areas are lumped together for the extraction of averages, the conditions affecting the various tracts in this Presidency were discussed and it was shown—

- (1) that climate and race are factors of the greatest importance in determining the consumption of liquor ;
- (2) that the industrial conditions in large towns and cantonments in this Presidency are such that taxation carried to a very high point may still be accompanied by consumption of liquor that is for India comparatively high ;
- (3) that facilities for the illicit manufacture and for obtaining cheap liquor from neighbouring States, whose Excise arrangements are imperfect, must be taken into account in deciding how far the limit of taxation may safely be raised and restrictions imposed on the traffic in liquor. The result of the examination of the various tracts in this Presidency was summarised in paragraph 16, which

for ready reference I am to reproduce with figures for the latest year available, *i.e.*, for 1912-13 :—

Group.	Incidence of taxation per proof gallon.	Consumption in proof gallons per 1,000 of population.
	Rs. A. P.	
I.—Deccan and Karnatak—Rural	6 10 5	44·2
II.—North Gujarat—Rural	3 1 1	64·8
III.—Ratnagiri and Kanara coast	1 14 10	80·7
IV.—Nasik—Khandesh—Rural	4 15 8	182·8
V.—North Gujarat City	5 7 7	211
VI.—South Gujarat and North Konkan—Rural	4 8 2	290·6
VII.—Deccan and Karnatak—Urban	7 2 8	479·9
VIII.—Bombay	8 10 10	443·9
IX.—Nasik—Khandesh—Urban	5 14 0	425
X.—South Gujarat and North Konkan—Urban	5 10 1	649·5

I.—High taxation and low consumption. A naturally abstemious people and no great difficulties from illicit manufacture and import.

II.—Low taxation and moderate consumption. The recorded consumption is much below the real, and difficulties from illicit manufacture and import are very great.

III.—Very low taxation and fair consumption. Difficulties from illicit manufacture and import extreme; real consumption much above the recorded; a people naturally addicted to liquor.

IV.—Fairly high taxation, high consumption. People much given to drinking; many facilities for illicit manufacture and some for illicit import; total consumption greater than recorded, but illicit consumption much diminished.

V.—Fairly high taxation, high consumption. A manufacturing city, with conditions as under II.

VI.—Moderate taxation and very high consumption. Total consumption is still higher, much illicit; conditions as under IV, only more pronounced.

VII, VIII, IX and X.—Consumption excessive. Probably none unrecorded. Taxation, though carried high, does not avail to counteract drinking habit due to race, climate and occupation.

Group I—(high taxation and low consumption) comprises ... ..	... ..	... ..	40 per cent. of the population.
Groups II and III—(low taxation and low consumption) comprise ... ..	... ..	20	" " "
Groups IV and VI—(high taxation and high consumption) comprise ... ..	... ..	28	" " "
Groups V, VII, VIII, IX and X—(urban areas) comprise ... ..	... ..	12	" " "

Toddy.

9. The number of shops has increased from 1,641 to 2,872 and the revenue from 17 to 20 lakhs. The increase has been permitted in accordance with the policy of encouraging the consumption of this less intoxicating drink at the expense of country spirit.

Hemp drugs and opium.

10. The consumption of hemp drugs has risen from 339 to 398 seers per 100,000 of population and the taxation thereon has increased by 45 per cent. The consumption of opium is now 275 seers per 100,000 of population as against 230 in 1905-06 and the revenue has risen by 104 per cent. On both these drugs further increases of taxation have been ordered in the current year. The use of these intoxicants and also of illicit supplies of cocaine is a factor that cannot be ignored in considering the restrictions to be placed on the consumption of liquor.

SIND.

Country spirit.

11. The statistics for the province of Sind disclose the following facts. Against an increase of 9·4 per cent. on the population, the total consumption of country spirit was higher by 15 per cent. in 1912-13 than in 1905-06, while the revenue increased by no less than 46·4 per cent. As the consumption per 100 of population increased by only '3 gallons, that is from 5·7 gallons to 6, the greater part of the increase in revenue is due to the rise in the total taxation from Rs. 5-4 to Rs. 6-10 per proof gallon. The number of shops has fallen from 9 to 7 per 100,000 of population and the average area served by one shop has increased from 161 to 191 square miles.

Toddy.

12. The consumption of toddy is insignificant and the statistics under this head call for no remark.

Hemp drugs.

13. In Sind, the consumption of hemp drugs is an item of more importance than in the Presidency proper. The figures show a large consumption, but, on the other hand, do not discriminate between ganja, the more deleterious drug, and bhang which is largely used in Sind for the concoction of a mildly stimulating drink. The number of shops has been reduced by 21 per cent.; the incidence of taxation per seer has doubled; the total revenue has increased by 63 per cent., while the consumption per head has fallen by about 22 per cent.

Opium.

14. The consumption per head of opium in 1912-13 was practically the same as in 1905-06, but the revenue has risen by 50 per cent.

15. In Sind, the same policy has been followed as in the Presidency proper and, though the province embraces very backward tracts like Kohistan and the Desert, which present great difficulties in the matter of Excise administration, the whole area has been brought under the distillery system. Illicit distillation is rare, but there are certain factors which set limits to the increase of taxation and to the imposition of restrictions on the traffic in country spirit. The province along almost the whole of its landward frontier borders upon Native States from which in the past liquor used to be smuggled in large quantities. This smuggling has been reduced but has not ceased, and excessive taxation and restrictions in British territory would lead to its immediate recrudescence. The Hindu population which, if small, is well-to-do and is less restricted by caste rules as to food and drink than elsewhere, show a tendency to resort to the consumption of cheap foreign liquor, and this tendency would no doubt be fostered by further enhancements of the tax on country liquor. Lastly, Sind is very much exposed to the smuggling of hemp drugs which would probably increase if country spirit were made too dear and difficult to obtain.

16. The province as a whole is singularly homogeneous as regards its natural features and the constitution of its population, so that in the matter of incidence of Excise taxation and of the relation of such taxation to the consumption of liquor, the consideration of it as a whole is perhaps not unfair, though the figures for the large towns of Karachi and Hyderabad are much above the general average. As compared with six gallons per 100 of population for the province as a whole, the consumption in Karachi and in Hyderabad is 50 gallons per 100. These high figures are doubtless due to the fact that it is in these towns that the Hindu population, many of whom take liquor freely, chiefly congregate. In Karachi too there is a large mixed population and wages are exceptionally high.

17. With regard to the proposal that the system of local advisory committees should be extended and that the powers and functions of these bodies should be extended, I am to submit the following remarks. In 1908, advisory committees were constituted for the larger municipal towns, that is, for those with a population of 20,000 and over. Having regard to the experience gained of the working of these

* Copy enclosed.

committees, Government decided in their Resolution No. 584*, dated 21st January

1913, that the system should be extended to the municipal town of Ratnagiri and to those rural areas which have a high incidence of consumption and an average of more than one country spirit shop per 6,000 of population. These new committees have been so constituted as to give representation upon them to the smaller municipalities that are included which have no separate committees of their own. The question having come under close examination so recently, the Governor in Council does not consider that any further extension of the system can be undertaken with advantage at present.

18. There is not the least objection to the hemp drug and opium shops being brought within the purview of these committees.

19. The proposal that the licensing function should be removed from the control of the Revenue Department and placed in the hands of the committees or of some other independent authority is not one to which the Governor in Council can give any countenance. It seems to be based on a misapprehension of the term Revenue Department and of the duties of a Revenue officer. It is perhaps hardly necessary to allude to the fact that the term Revenue Department is used merely as a convenient phrase and that the officers of the Revenue Department who grant licenses are the officers who are responsible for the good administration of the country. It is unfortunate that their functions should have been compared with those of Inland Revenue Collectors and land valuers in England. In Bombay, the officer who is primarily responsible for the regulation of the liquor traffic is the Collector and the District Magistrate of the district.

20. The case against Government divesting itself of the control of the licensing functions, and the dangers of entrusting that function to local committees, have been clearly stated in paragraphs 23 and 24 of the Government of India's despatch No. 294, dated 8th October 1908. The position has not materially changed since that despatch was written and the Governor in Council does not think it necessary to set forth the arguments anew. Substantial progress is being made under the present arrangements and there is more hope of success from the policy now being pursued than from the adoption of sudden and drastic measures that are certain to lead to disorganisation, hardship and discontent. The Governor in Council, therefore, considers that the committees should remain, as at present, advisory bodies and is not in favour of giving a non-official majority upon them, as that would result at times in the Collector being placed in a very invidious position.

21. As has been noted, a substantial reduction has been effected in the number of country spirit shops in the Presidency proper. The feasibility of still further reductions is being considered, and it is expected that it will be possible to close a certain number of shops before the licenses are granted for the ensuing year. In this connection the local committees newly constituted for rural areas are likely to give valuable advice.

22. The number of country spirit shops in Sind has been reduced from 292 in 1905-06 to 249 in 1912-13. Considering the area and population to be served there is no great scope for further reduction, but the matter continues to receive careful attention.

23. On the question of the curtailment of hours of sale, I am to say that the local committees were consulted on the matter and their proposals varied from 7 A.M. to 10-30 A.M. as the opening hour and from 7 P.M. to 9-30 P.M. as the closing hour. After carefully considering their views, Government fixed 9 A.M. (standard time) as the opening hour and 9 P.M. for closing for country spirit shops, but directed that where a committee had proposed an earlier closing hour that hour should be adopted provided that it was not earlier than 8 P.M. The question is being further examined; but in the circumstances there is not much scope for any further curtailment of hours in the Presidency proper. For toddy shops the closing hour is the same as for country spirit shops; but in order to encourage the consumption of toddy when it is least intoxicating, that is, when it is freshly drawn, the opening hour has been fixed at 6-30 A.M.

24. The hours during which liquor shops are permitted to be open in Sind are—

Country spirit shops,	$\left\{ \begin{array}{l} \text{sunrise to 10 P.M. in winter.} \\ \text{,, to 11 P.M. in summer.} \end{array} \right.$
Foreign liquor shops, 8 A.M. to 10 P.M.	

A suggestion made by the Government of India in their letter No. 3207-Exc., dated 24th June 1909, that these hours should be curtailed, was not accepted. It must be remembered that the situation of Sind makes standard time appear much later than it really is, 10 P.M., standard time being practically the same as 9 P.M. local time. Moreover, the heat of Sind makes the people take their meals and generally end the day later than in other parts of India. The Commissioner in Sind sees no grave objection now to 10 P.M. (standard time) being adopted as the closing hour for every description of shop. He will be requested to consider the question of fixing a later hour for the opening of shops.

25. The disposal of licenses on the fixed fee system was introduced generally from 1st April 1912. It is perhaps too early to generalize as to the success of the system and there has not been time enough to discover whether it has any inherent defects; but so far there is an almost unanimous consensus of opinion among district officers that the change from unrestricted auction has resulted in a noticeable improvement in the management of the liquor traffic. A better class of licensee is being obtained and the malpractices among them are diminishing.

Excise.

Extension to rural areas of the system of local advisory committees to deal with questions regarding the number and location of liquor shops in the Presidency proper.

No. 584.

REVENUE DEPARTMENT.

Bombay Castle, 21st January 1913.

Government memorandum* to the Commissioner of Customs, Salt, Opium and A'bkári, No. 2874, dated 22nd March 1911.

Letter* from the Commissioner of Customs, Salt, Opium and A'bkári, No. 6477, dated 16th September 1911.

Government memorandum* to the Commissioner of Customs, Salt, Opium and A'bkári, No. 10947, dated 20th November 1911.

Memorandum* from the Commissioner of Customs, Salt, Opium and A'bkári, No. 2075, dated 23rd March 1912.

Government memorandum* to the Commissioner of Customs, Salt, Opium and A'bkári, No. 3952, dated 24th April 1912.

Memorandum* from the Commissioner of Customs, Salt, Opium and A'bkári, No. 5869, dated 7th August 1912.

RESOLUTION.—Of the towns specified in Statement No. 1* accompanying the Commissioner's memorandum No. 5869,* dated 7th August 1912, the only one that in the opinion of Government should have a separate committee is Ratnágiri.

2. As regards rural areas, the Governor in Council considers that the experiment of appointing advisory committees should be taken up only in those talukas which have a high incidence of consumption and give an average of more than one country spirit shop per 6,000 of population. These conditions are fulfilled in the districts of Surat and Thána and in certain talukas of the districts of Broach, Panch Maháls, West Khándesh and Kolába, but the Panch Maháls must be excluded from consideration as the conditions there do not admit of the establishment of advisory committees. Local committees should accordingly be appointed in the town of Ratnágiri and in each of the following talukas :—

District.	Talukas.
Broach	... { 1. Ankleshwar. 2. Hánsot.
Surat	... { 1. { Chorási. Ránder. 2. Olpád. 3. Bárdoli, including Válod. 4. Jalálpur. 5. Chikhli. 6. Bulsár. 7. Párdi. 8. Mándvi.
Thána	... { 1. Sálsette. 2. Bassein. 3. Máhim. 4. Dáhánu and Umbergaon Petha. 5. Kalyán. 6. Bhiwndi. 7. Murbád. 8. Shábápur. 9. Váda, excluding Mokháda Petha.
West Khándesh	... { 1. Nandurbár. 2. Sákri. 3. Taloda. 4. Sháháda. 5. Shirpur. 6. Navápur Petha.
Kolába	... { 1. Alibág. 2. Pen. 3. Panvel. 4. Karjat. 5. Roha.

* Printed as an accompaniment to this Resolution.

3. As regards the constitution of the committees, the principles enunciated in paragraph 4 of Government Resolution No. 10429, dated 13th October 1908, should be borne in mind. The committees should be constituted as follows :—

Ratnágiri	...	...	{	The Collector. The Assistant Collector or District Deputy Collector in charge of the táluka. The District Superintendent of Police. Two* non-official members.
Táluka committees	...	...	{	The Collector. The Assistant Collector or District Deputy Collector in charge of the táluka. The District Superintendent of Police. The Mámlatdár. Three members representing the táluka Local Board and each Municipality within the táluka which has not an advisory committee of its own.

* The two non-official members should ordinarily be non-official members of the Ratnágiri Municipality elected from amongst themselves by such members.

The Commissioner should notify the appointment of the committees in accordance with the orders stated above.

4. The attention of the Collectors concerned should be invited to paragraph 7 of Government Resolution No. 10429, dated 13th October 1908, paragraph 1 of Government Resolution No. 1834, dated 20th February 1909, and to the orders contained in Government Resolution No. 5940, dated 1st July 1910, and they should be requested to instruct the committees now appointed to adjust the number of liquor shops in their respective areas so as to secure gradually a scale not exceeding one shop to every 6,000 people, due regard being had to geographical distribution, which in some cases may require a larger proportion.

5. The attention of the Commissioner of Customs, Salt, Opium and A'bkári, should be invited to Government Resolution No. 568, dated 19th January 1909, and paragraph 2 of Government Resolution No. 1834, dated 20th February 1909, and he should be requested to carry out the instructions contained therein in respect of the committees appointed under these orders.

C. W. A. TURNER,

Under Secretary to Government.

To

The Commissioner in Sind,
The Commissioner of Customs, Salt, Opium and A'bkári,
The Commissioner, N. D.,
The Commissioner, C. D.,
The Commissioner, S. D.,
The Collector of Bombay,
The Collector of Salt Revenue, Bombay,
All Collectors in the Presidency proper,
The Inspector General of Police,
The Deputy Inspector General of Police, Northern Range,
The Deputy Inspector General of Police, Southern Range,
All District Superintendents of Police in the Presidency proper,
The General Officer Commanding, 5th (Mhow) Division,
The General Officer Commanding, 6th (Poona) Division,
The Assistant Commissioner of Salt, Excise and Opium in Sind,
The Judicial Department of the Secretariat,
The General Department of the Secretariat.

Accompaniments to Government Resolution, Revenue Department, No. 584, dated 21st January 1913.

REVENUE DEPARTMENT.

No. 2874, dated 22nd March 1911.

The undersigned presents compliments to the Commissioner of Customs, Salt, Opium and A'bkari, and is directed to invite his attention to paragraph 3 of Government Resolution No. 10429, dated 13th October 1908, regarding the constitution of local committees, in which it was observed that the working of the system in larger towns should first be watched and that from the experience gained materials might be expected to be available on which to form an opinion whether a committee for each taluka or a separate committee for each small town would be of real service. Government consider that the experience gained of the working of the committees in larger towns justifies the extension of the system to rural areas. The Commissioner is accordingly requested to submit proposals to that effect.

R. D. BELL,

Under Secretary to Government.

No. 6477, dated 16th September 1911.

To—The Chief Secretary to Government, Revenue Department.

Sir,

With reference to Mr. Bell's memorandum No. 2874, dated the 22nd March 1911, I have the honour to submit the following remarks and proposals regarding the extension to rural areas of the system of local advisory committees to deal with questions regarding the number and location of liquor shops.

2. At the outset, I desire to point out that the expression "rural areas" has not been explained in the orders above cited, and it is not quite clear whether it is or is not intended to exclude small towns from the local areas for which committees are to be proposed. For the purpose of my reference to the Collectors I defined the term "rural areas" as including talukas or portions of talukas, as well as small towns with populations less than 20,000.

3. I have the honour further to remark that I do not understand from the orders under reference whether Government have finally decided that the committee system shall be forthwith extended to all rural areas in the Presidency regardless of varying local conditions or whether they desire that I should use my discretion to discriminate in respect of those conditions and to submit proposals for those areas only in which, in my opinion, the establishment of such committees will serve a useful purpose. I would myself deprecate the immediate and universal introduction of these committees throughout the whole of the Presidency, and I venture to think that the intention of the order of Government is to procure the submission of proposals framed in a spirit of reasonable discrimination, due regard being had to the circumstances of the local areas concerned.

4. These remarks are necessary because of the replies which I have received from the Collectors. The first reference I made to them was treated by the majority of them as implying that the question whether or not these committees should be appointed was no longer an open one. The result was that while the Collectors of six districts* reported that for various reasons, to

* Ahmedabad,
Kaira,
Panch Mahals,

Poona,
Ahmednagar,
Belgaum.

which I will allude below, they were not in favour of any addition to the numbers of committees which have already been appointed, the Collectors of the remaining thirteen districts submitted proposals, some for a committee in every taluka, some for committees in selected talukas: others recommended committees in

small towns only, and a few were in favour of introducing them in both towns and talukas. As it seemed to me that some of the proposals were on too extensive a scale and had perhaps been submitted under the impression that Government had already decided on the introduction of the committee system in all the rural areas of the Presidency, I addressed a further reference to the Collectors of the thirteen districts, in which I asked them whether they were satisfied that each of the committees proposed by them would serve a useful purpose or whether their proposals had been made on the understanding that the question of appointing such committees was no longer an open one. I pointed out that in some of the cases in which taluka advisory committees had been proposed there would be practically nothing for the committees to do owing to the smallness of the number of shops within the area. I added that there were also instances in which, as it seemed to me, it would be found that lack of interest and want of acquaintance with parts of the taluka distant from their homes would render almost valueless the opinion of the unofficial members. Lastly, as regards the smaller towns in respect of which proposals were made, I brought to the notice of the Collectors that in some of them the number of shops is only one or two, and I asked them to state their reasons for holding it to be desirable that in such places committees should be appointed. The result of this second reference was that eight out of

• Broach,
Surat,
Kolaba,

West Khándesh,
Ratnágiri.

the thirteen Collectors addressed withdrew all their recommendations for the appointment of committees, leaving five districts* only in which the Collectors are

of opinion that these committees will serve a useful purpose.

5. I should like now, before proceeding to submit my own proposals for the various districts of the Presidency, to state briefly, and on the assumption that the orders of Government are not intended to lay down a hard and fast rule for the universal introduction of the committee system in all rural areas, my own views in regard to the extension of that system beyond the larger towns. To me it appears that the principle underlying the system as worked in urban areas is altogether different from that on which the extension to rural areas would be based. I take it that by establishing in towns advisory committees of which some of the members are non-officials, we are applying what is known as "local option", which, as I understand it, means the right of the inhabitants of the local area concerned, through representatives on the committee, to have their say in respect of the number and location of liquor shops, the traffic in connection with which affects them personally in consequence of the intemperance or disorderliness which results from the existence of these shops. The persons who exercise the right of local option must then be persons who are residents of the local area in which the shops are situated, and the area must not be so large that the residents of any portion of it are so far distant from the shops concerned that the liquor traffic at those shops is a matter which in no wise affects them personally. Applying this to the case now under reference, it seems to me that while there are good reasons for extending the committee system to towns smaller than those in which such committees have already been appointed, it is not easy to see why committees should be established in rural areas so large as talukas. The non-official members who would be selected—leaving out of sight the fact that they would in no appreciable measure be representatives of the whole body of inhabitants of the taluka—could certainly not, in my opinion, claim any right to interfere in the affairs of villages situated often at very great distances from those in which they themselves reside. To my mind there would be nothing of "local option" in this. It may be said that there is no reason why the Collector should not have the advice of two or three non-official residents of the taluka when he is considering questions relating to liquor shops situated therein, and this is of course true. It is, however, open to the Collector to consult any one he chooses, and, as a matter of fact, the advice of local non-officials is, I believe, frequently obtained by Collectors. The ordinary villager who becomes member of a Taluka Local Board is not conspicuous for the interest he takes in affairs which have but little concern with him personally, nor is he possessed of much public spirit. I doubt whether his advice in the matter of liquor shops would be of any use to the Collector, and, as I have said before, I cannot see that he has any claim whatever to interfere in the affairs of villages other than his own under the plea of "local option." For these reasons, I am not in favour of the constitution of advisory

committees for talukas, or, as suggested by the Collector of West Khandesh, for sub-divisions of a district.

6. As regards small towns, I am of opinion that committees would be useful only where the number of liquor shops is so large or the drink habit is so much on the increase that there is room for the supposition that a reduction in the number or a refusal to add to them is, or may in the near future be, desirable. I can see no utility in appointing committees in towns or villages the number of shops in which is obviously not in excess of the legitimate requirements of the local population. The question of grouping villages for the purpose of these committees has not been alluded to by any of the Collectors. Such an arrangement, if the area were kept small enough, would be in accordance with the principle of local option, but the number of committees would be very large and there would be practical difficulties in working them. So for the present, I am not prepared to make any recommendation in favour of committees for groups of villages.

7. In view of the above considerations then, but looking also to the fact that it is the desire of Government to extend the system wherever its introduction may be found useful, I propose to confine myself to recommending the appointment of advisory committees only in (a) towns in which there are three or more liquor shops and (b) talukas in districts in which the Collectors have proposed them and in other districts in which it may be thought desirable to try the experiment.

8. I will now deal with each district separately.

Northern Division.

Ahmedabad.—Outside Ahmedabad City there is no town with more than two shops and Viramgam is the only town which has two. As regards rural areas, the Collector is strongly of opinion that committees would be useless as the non-officials would know nothing about any localities except their own and would not trouble to visit other villages to make enquiries. There are only 47 shops in the whole district, or one to every 17,000 of the population. Mr. Painter deprecates any extension of the system in the Ahmedabad District, and I would venture to support him.

Kaira.—In this district the committee system has not yet been introduced at all, and the Collector (Mr. Chuckerbutty) considers that there is no necessity for appointing committees now. There are only four towns in which there are more liquor shops than one. Nadiad alone has three. I would propose the appointment of a committee in Nadiad.

Panch Mahals.—In this backward district it would appear from the Collector's report that no interest is taken in the liquor-shop question. The advisory committee which has been appointed for the head-quarter town has not been a success. It was found difficult to persuade the members to attend a meeting, and when they attended they had no opinions to offer. Any extension of the system in this district seems uncalled for.

Broach.—The Collector (Mr. Rothfeld) expresses himself favourably as to the utility of these advisory committees and proposes one for each taluka town and one for each taluka. This is a proposal which, for reasons already stated, I am unable to endorse. I would recommend the appointment of a committee in each town in which there are three or more shops, and experimentally in one taluka in each sub-division.

Surat.—Mr. Henderson proposed the extension of the system to all the talukas of the district. Mr. Anderson, who dealt with my second reference, considers the committees useless but harmless, and supports Mr. Henderson's proposal, but would exclude all officials from the committees. Here again, I would recommend that the system be extended to all towns with more than two shops and to one taluka in each sub-division to be selected by the Collector. Surat is a heavy drinking district, and if the formation of committees rouses an interest in temperance some good may result.

Thana.—The Collector, Mr. Moysey, reported that town committees would have no work to do as there is no large number of shops in any town. He proposed the appointment of taluka committees in Salsette, Bassein and Mahim.

On receipt of my second reference, Mr. Henderson expressed his opinion that none of the committees would be useful. I now have the honour to recommend their appointment in the towns of Bassein, Kalyán, Kurla, Agáshi, Máhim and Bhiwndi, in each of which there are three or more shops, and, as an experiment, in the three tálukas of Sálsette, Bassein and Máhim. In this district also there is a large consumption of liquor.

Central Division.

Ahmednagar.—Outside the head-quarters of the district (including the cantonment) there are only 15 shops in this large district. The Collector reports that the joint excise committee appointed for the City, Cantonment and Bhingár Municipality have not met since 1909. He considers that there is no need for any more committees and I agree with him.

East Khándesh.—In reply to my first reference the Collector submitted a proposal for appointing committees in 10 tálukas and 3 pethas. He made no recommendation in respect of small towns, and his proposals were not accompanied by any remarks. My second reference drew from him an opinion to the effect that the committees would be absolutely useless and that the non-official members would probably refuse to work for fear of offending the drinking public. He added that the recommendations, if made by the committee, would probably not be sound as "there are few men here who really take an intelligent interest in public affairs". In the circumstances, I can only recommend that the experiment of appointing these committees be tried in the small towns which have three or more shops, and in three selected tálukas. The number of shops in the district is very large, as is also the consumption of liquor.

West Khándesh.—Mr. Bomanji first proposed a committee for each táluka, but he is evidently not much impressed with the utility of the system. In reply to my second reference he advocates sub-divisional instead of táluka committees. He remarks that there is a tendency to resent the non-acceptance of the committee's advice even though it is thoroughly gone into and found unsuitable, and that the same matters are brought up time after time. For reasons which I have stated above, I disapprove entirely of committees for areas so large as a sub-division of a district. I would recommend here the adoption of the general rule I have suggested, *viz.*, a committee for each town with three or more shops and two selected tálukas.

Nasik.—Mr. Garrett proposed committees for three municipal towns and each táluka. He is of opinion, however, that non-official members in rural areas would not have much weight as they take little interest in villages at a distance from their own. Mr. Maconochie is entirely opposed to the appointment of these committees. Here again, I would follow the general rule which I have proposed.

Poona.—Mr. Swifte, following the opinion of Mr. Carmichael, who considered this question some time ago, is of opinion that no more committees are required. Outside Poona City and Cantonment there is no town with more than one shop and there are, on the average, only four shops to each táluka. I do not recommend the appointment of any more committees in this district.

Sátára.—The Collector proposes one committee for each municipal town and none for rural areas. He does not think any extension of the system is necessary, but the committees are harmless. In this district there is only one country-liquor shop to every 21,000 people, and in the Tásgaon Táluka, for instance, there is only one shop to 90,000 people. No rural area committees can be recommended, but town committees might be appointed where there are more than two shops in one place.

Sholápur.—On the assumption that Government had decided on the appointment of a committee for every small town and area, the Collector proposed one for each municipality and each táluka. Subsequently, Mr. Hatch reported his opinion that the practical utility of the committees will be *nil*. There are only three towns in the district with more than two shops (including toddy shops), and there are only 22 shops in the whole district, or an average of about 3 to each táluka. I would recommend committees for Bársi and Pandharpur towns only.

Southern Division.

Belgaum.—The Collector reports that the shops in this district are scattered and that there is no need for any extension of the system. There are, however, 100 shops in the district, or one to about every 10,000 of the population. I would recommend an advisory committee being appointed in all towns with three or more shops, and in one táluka in each sub-division, to be selected by the Collector.

Bijápur.—The Collector at first proposed committees in the three municipal towns and in three of the tálukas. He subsequently expressed the opinion that no committee is required beyond that for the head-quarter town and that committees elsewhere would be useless except possibly for their educational effect. There are 66 shops altogether in the district. I would recommend committees for the towns with three or more shops and for one táluka in each sub-division.

Dhárwár has 119 shops. The Collector reports that no interest is taken in local option and that no advice has as yet been received from the Gadag committee, already established. Unless Government have decided on the appointment of committees in all rural areas, he does not recommend that any should be set up in the Dhárwár District. I think the general rule I have suggested may be followed in this case.

Kánara.—The Collector says that for general reasons similar to those I have already stated committees for tálukas would be useless, and he at first submits proposals for all towns only. In reply to my second reference he withdraws all his recommendations except that in respect of Kárwár. Here again, I would apply my general rule.

Kolába has a fairly large number of shops. The Collector makes no proposals for towns, but asks for committees in two tálukas. I would make the same recommendations as for Kánara.

Rainágiri.—Here, again, the number of shops is very considerable. The Collector sees no need for committees, but recommends that they may be given a trial in each táluka. I would recommend the adoption of my general rule in this district also.

The proposals which I have the honour to make may be summed up as follows:—

A committee for each town in which there are three or more shops, and for one táluka in each sub-division:—

Broach.	Belgaum.
Surat.	Bijápur.
Thána.	Dhárwár.
East Khándesh.	Kánara.
West Khándesh.	Kolába.
Násik.	Rainágiri.
Sholápur.	

In the Kaira District, a committee for the town of Nadiád; in Sátára District a committee for each town with three or more shops; and in the following districts no addition to the present committees:—

Ahmedabad.	Ahmednagar, and
Panch Maháls.	Poona.

9. As regards the constitution of these advisory committees, I have the honour to recommend that the matter may be left to the Collectors, with an intimation that, ordinarily, each committee should have five members, of whom two should always be non-officials.

I have, etc.,

H. O. QUIN,

Acting Commissioner of Customs, Salt, Opium and A'bkári.

REVENUE DEPARTMENT.

No. 10947, dated 20th November 1911.

The undersigned presents compliments to the Commissioner of Customs, Salt, Opium and A'bkári, and, with reference to his letter No. 6477, dated 16th September 1911, regarding the extension to rural areas of the system of local advisory committees to deal with questions relating to the number and location of liquor shops, is directed to state that Government are prepared to regard favourably the institution of an advisory committee in each municipal town of 10,000 population or over, in which the population per country spirit shop is less than 4,000. The Commissioner is accordingly requested to submit a list of municipal towns in which the population, according to the Census of 1911, is not less than 10,000, and the number of country spirit shops is not less than 3, together with their population and number of country spirit shops, and to report whether in any case there are special or local circumstances which render inadvisable the institution of an advisory committee in that town. He is also authorized to include in the list any municipal town of not less than 10,000 population in which the number of country spirit shops is less than 3, if in that town there are shops for the retail vend of other liquor at the rate of 1 per 3,000 or less of population.

2. The Commissioner is further requested to submit a list of tálukas in which the number of liquor shops of all kinds is more than 1 per 6,000 of population, giving the population and the number of shops of each kind. From the figures should be excluded those for the towns which already have advisory committees, or are included in the list of towns to be submitted under the preceding paragraph.

R. D. BELL,

Under Secretary to Government.

No. 2075, dated 23rd March 1912.

The Commissioner of Customs, Salt, Opium and A'bkári, returns compliments to the Under Secretary to Government in the Revenue Department, and, with reference to Mr. Bell's memorandum No. 10947, dated the 20th November 1911, has the honour to enquire whether he is correct in assuming—

- (1) that the expression "liquor shops" as used in paragraph 2 of the memorandum does not include shops for the sale of toddy only, and
- (2) that such shops are not to be reckoned among those for the retail vend of liquor other than country spirits, for purpose of carrying out the instructions contained in the last sentence of paragraph 1 of the memorandum.

H. O. QUIN,

Commissioner of Customs, Salt, Opium and A'bkári.

REVENUE DEPARTMENT.

No. 3952, dated 24th April 1912.

The undersigned presents compliments to the Commissioner of Customs, Salt, Opium and A'bkári, and, with reference to his memorandum No. 2075, dated 23rd March 1912, is directed to state that in the information called for in the last sentence of paragraph 1 and paragraph 2 of Government memorandum No. 10947, dated 20th November 1911, toddy shops should not be excluded from consideration.

R. D. BELL,

Under Secretary to Government.

No. 5869, dated 7th August 1912.

The Commissioner of Customs, Salt, Opium and A'bkári, returns compliments to the Under Secretary to Government, Revenue Department, and, with reference to Mr. Bell's memoranda No. 10947, dated the 20th November 1911, and No. 3952, dated 24th April 1912, has the honour to enclose two lists giving the information required by Government in connection with the extension to rural areas of the system of local advisory committees to deal with questions relating to the number and location of liquor shops.

2. In the districts noted in the margin none of the *tálukas* or municipal towns satisfies the conditions mentioned in Government memorandum No. 10947, referred to above.

Ahmedabad.
Kaira.
Ahmednagar.
Násik.

Poona.
Sátára.
Sholápur.
Bijápur.

3. As regards the municipal town of Ankleshwar (Broach District) the Collector reports that there are no special circumstances which render the appointment of an advisory committee inexpedient. For the municipal towns of Bulsár (Surat District) and Nandurbár (West Khándesh District) the Collectors concerned consider the institution of such committees unnecessary, but there would seem to be no special reason why their establishment would be inexpedient.

4. As regards the *tálukas* in which the number of liquor shops of all kinds is more than one per 6,000 of population, the Collector of the Panch Maháls is of opinion that his district is not sufficiently advanced to take any interest in the matter of committees and that it is, therefore, premature to establish them for rural areas in the district. The Collector of Surat also strongly deprecates for the present the institution of advisory committees for any of the *tálukas* in his district.

H. O. QUIN,

Commissioner of Customs, Salt, Opium and A'bkári.

I.

List of Municipal towns with population of 10,000 or over in which Advisory Committees are to be instituted.

Serial No.	Name of Town.	Population according to census of 1911.	Number of shops of each kind.			Remarks.
			Country spirit.	Foreign liquor.	Toddy including tree-foot booths.	
<i>Broach District.</i>						
1	Ankleshwar	11,344	2	1	2	
<i>Surat District.</i>						
1	Bulsár	13,082	3	1	6	
<i>Thána District.</i>						
1	Kurla	15,081	3	1	4	
2	Kalyán	11,386	4	1	5	
3	Bhiwndi	13,292	3	1	...	
<i>East Khándesh District.</i>						
1	Bhusával	15,272	2	4*	1	*Includes two refreshment rooms.
<i>Kanara District.</i>						
1	Kárwár	18,164	3	1	10	
<i>Ratnágiri District.</i>						
1	Ratnágiri	15,858	6	2	23	
2	Chiplun	10,504	3	1	...	

II.

List of talukas in which the number of liquor shops of all kinds is more than one per 6,000 of population.

Serial No.	Name of Táluka.	Population according to census of 1911.	Number of shops of each kind.			Remarks.
			Country spirit.	Foreign liquor.	Toddy including tree-foot booths.	
<i>Broach District.</i>						
1	Ankleshwar	33,739	10	...	41	
2	Hánsot	23,848	5	...	13	
<i>Panch Maháls District.</i>						
1	Kálol	43,865	8	...	...
2	Hálol	46,947	12	...	...
3	Jhálod	46,893	9	...	...
<i>Surat District.</i>						
1	Chorási	42,772	8	...	105	
	Ránder	10,352	2	...	6	
		53,124	10	...	111	
2	Olpád	53,403	13	...	56	
3	Bárdoli, including Válođ	86,163	25	...	39	
4	Jalálpur	75,196	16	...	84	
5	Chikhli	62,772	24	...	25	
6	Bulsár	75,631	7	...	38	Excluding Bulsár town.
7	Párdi	63,373	21	...	51	
8	Mándvi	53,027	33	...	16	
<i>Thána District.</i>						
1	Sálsette	98,895	35	2	171	
2	Bassein	79,978	47	1	98	
3	Máhim	92,958	43	...	132	
4	Dáhánu	84,673	31	...	75	No. 5 may be grouped with No. 4.
5	Umbergaon Petha ...	80,142	25	...	204	
6	Jawhár State	53,489	14	...	15	
7	Kalyán	71,157	25	...	55	
8	Bhiwndi	65,362	20	...	64	
9	Murbád	64,397	13	...	...
10	Sháhápur	86,196	17	...	5	
11	Váda	44,372	10	...	12	No. 12 may be grouped with No. 11.
12	Mokháda Petha ...	34,543	3	...	4	
<i>East Khándesh District.</i>						
1	Chálisgaon	99,235	16	1	...	
<i>West Khándesh District.</i>						
1	Nandurbár	71,762	18	...	...
2	Sákri	73,053	17	...	...
3	Taloda	47,835	14	...	...
4	Sháháda	68,409	12	...	...
5	Shirpur	57,642	10	...	...
6	Navápur Petha ...	32,211	18	...	7	No. 6 may be grouped with No. 1.

Serial No.	Name of Táluka.	Population according to census of 1911.	Number of shops of each kind.			Remarks.
			Country spirit.	Foreign liquor.	Toddy, including tree-foot booths.	
<i>Belgaum District.</i>						
1	Belgaum	95,960	14	...	9	Excluding Belgaum town and Cantonment.
2	Hukeri	109,990	10	...	11	
3	Gokák	123,225	8	...	23	
4	Parasgad	102,101	8	...	20	
5	Samppaon	117,950	13	...	16	
6	Khánápur	71,726	12	1	21	
<i>Dhárwár District.</i>						
1	Dhárwár (excluding the town).	76,865	10	...	12	
2	Kundgol Táluka (in Jamkhadi State attached to Hubli Táluka).	22,124	8	...	2	
3	Navalgund	88,816	10	...	5	
4	(i) Gadag (excluding the town).	101,838	14	...	22	
	(ii) Shiratti Táluka in Sângli State attached to Gadag Táluka.	46,216	10	...	10	
5	(i) Bankápur	77,111	9	...	10	
	(ii) Sávanur State (attached to Bankápur Táluka).	17,909	5	...	6	
6	Ránebennur	96,441	12	...	12	
7	Hángal	70,882	10	...	33	
8	(i) Karajgi	95,898	12	...	18	
	(ii) Laxmeshwar Táluka in Miraj State attached to Karajgi Táluka.	16,023	2	...	2	
	(iii) Gudgeri Táluka in Miraj Mala State.	13,764	2	...	2	
9	Kalghatgi	46,454	8	...	3	
10	Kod	96,345	10	...	23	
11	Ron	93,067	10	...	13	
<i>Kánara District.</i>						
1	Kárwár	40,814	8	...	37	
2	Ankola	39,310	3	...	20	
3	Kumpta	64,052	14	1	28	
4	Honávar (including Bhatkal Petha).	100,285	17	1	61	
5	Siddápur	37,477	18	...	11	
6	Sirsi	47,848	17	1	6	
7	Yelhápur (including Mundgod Petha).	34,713	16	...	6	
8	Haliyál (including Supa Petha).	46,965	23	3	4	
<i>Koldá District.</i>						
1	Alibég	80,862	33	2	35	

Serial No.	Name of Táluka.	Population according to census of 1911.	Number of shops of each kind.			Remarks.
			Country spirit.	Foreign liquor.	Toddy, including tree-foot booths.	
<i>Koldba District—concl'd.</i>						
2	Pen	70,016	20	1	5	The figures of the Pen Táluka do not include the shops in Sudhágad where there are 17 shops. The figures of the population of Sudhágad are not available.
3	Panvel	108,015	42	2	11	
4	Karjat	86,224	19	9	9	
5	Roha	46,327	11	1	11	
<i>Ratnágiri District.</i>						
1	Vengurla	45,443	10	...	5	
2	Málvan	111,257	22	1	13	
3	Rájápur	155,227	11	1	54	
4	Chiplun (including Gubágar Petha).	197,135	31	1	108	
5	Dápoli (including Mandaugad Petha).	159,746	37	1	151	
6	Ratnágiri	149,867	22	2	196	

Enclosure 12.

Letter from the Honourable Mr. E. L. L. Hammond, I.C.S., Officiating Secretary to the Government of Bihar and Orissa, to the Secretary to the Government of India, Department of Commerce and Industry, No. 11385F., dated Ranchi, the 8th October, 1913.

I am directed to invite a reference to the Honourable Mr. Enthoven's letter No. 477—490-218, dated the 24th January, 1913, dealing with certain criticisms made on the Excise Administration in India by a deputation which waited upon the Right Honourable the Secretary of State for India in July, 1912.

2. The Commissioner of Excise and Salt, the Honourable Mr. Ahsan-ud-din Ahmad, himself a strict and orthodox Muhammadan, and the Board of Revenue were consulted on the subject, and copies of their letters cited* are enclosed for the information of the Government of India. These two letters together deal fully with all the points at issue, and the Lieutenant-Governor in Council proposes, therefore, to confine his remarks to the most salient points only, treating, as far as possible, the various subjects in the order in which they are set forth in the letter of the Government of India under reference.

3. It has been urged by the Deputation that the consumption of liquor, moderate or immoderate, is contrary to the sentiment of the great majority of the population of India, and that in many classes of Indian society it has never been practised. This statement cannot be accepted without reservation so far as the province of Bihar and Orissa is concerned. The population of this province includes a large number of aboriginal tribes, who are naturally addicted to the use of alcohol and who are yearly becoming richer. Money comes to them from the Tea gardens, the Coal mines, and elsewhere. Their numbers are also increasing more rapidly than those of the Hindus and Muhammadans. On a rough calculation of the population of the drinking castes in Bihar and Orissa, made from the Census Tables of 1911, it may be safely asserted that not more than one-third of the people of this province are total abstainers. The Commissioner of Excise is right when he says in paragraph 20 of his report that with the majority of the population in this province (except Orissa), the use of alcohol was not an innovation introduced with western ideas and western education. The Bengal Excise Commission of 1883-84 in paragraph 97 of their Report stated that "in Bihar the mass of the people have always drunk largely," and in support of this statement they added:—"Any notices which are to be found of the abuse of liquor previous to 1790 refer to Bihar, where the cheapness of liquor and the facility with which it could be obtained were a subject of apparently frequent complaint. For instance, in the paper written by Lieutenant Hamilton in 1785, he stated that the spirit made from the *mowha* flower was so strong and cheap that any man could get completely drunk with the amount to be bought for one halfpenny. Mr. Kier writes of the cruel abuse of spirits that had been long so loudly and so justly complained of among the soldiers, lower Europeans, and servants in this country."

Besides country spirit, *tari* is consumed in considerable quantities in Bihar, and *pachwai* in Chota Nagpur and the districts of the Sonthal Parganas and Sambalpur, where it is regarded as a favourite drink by the aboriginal and semi-aboriginal tribes. In Orissa, as the Commissioner of Excise remarks, the conditions have been somewhat different. The spread of western education and the rapid growth of towns are probably responsible for the moderate drinking habit that has been acquired by the Oriyas. The total amount of drinking is, however, very small.

It is thus clear that, excluding Orissa, the general mass of the population of this province is naturally disposed to resort to intoxicants, and that it would not be possible, even if it were considered desirable, to enforce absolute prohibition of drinking among the people. As the Board of Revenue observes in paragraph 4 of its letter, the abolition of shops for the sale of liquor and the removal of all facilities for drinking are sure to lead not only to systematic illicit distillation, which can be practised with the greatest ease in spite of all possible preventive measures, but

* (1) Letter No. 95E., dated the 9th August, 1913, from the Commissioner of Excise and Salt, Bihar and Orissa, with the statements therein enclosed.

(2) Letter No. 23-59-18, dated the 4th September, 1913, from the Board of Revenue, Bihar and Orissa.

also to a development of the far more pernicious use of *ganja*, opium, and cocaine, the control of which is attended by greater difficulties.

4. Reference has been made in the Excise Commissioner's and the Board's letters to the experimental abolition of outstills in the Khondmals subdivision of Angul, but the circumstances of the case are so exceptional that the experiment cannot be quoted as a precedent in favour of wholesale prohibition. The population of the Khondmals is 74,218 of whom approximately two-thirds are Khonds, while the remainder include a large proportion of Páns who have taken no vow and who as a class are habitually addicted to drink. The desire to free themselves from the clutches of the Sundis, who were gradually depriving them of their lands, was the motive underlying the vow of the Khonds to abstain from liquor and their request for the closing of all liquor shops. It is a regrettable feature of the experiment that in the two years since its introduction the number of cases of illicit distillation reported has more than doubled, convictions for these offences having risen from 34 in 1910-11 to 77 in 1912-13. It is possible that the increase may be partly accounted for by the greater assistance rendered by the Khond headmen in the detection of these offences, and the local officers will be asked to note in future reports how far this is the case. The movement is one with which Government are in the fullest sympathy, but if illicit distillation continues to increase and no other means of checking it can be devised, the advisability of re-introducing a modified excise system into the subdivision may have to be considered.

5. The statistics furnished by the Commissioner of Excise in connection with the special aspects of the drink question are highly instructive, though the recent changes in the system of manufacture and sale of country spirit introduce necessarily an element of uncertainty. The figures of consumption of country spirit in distillery areas show at first sight a very large increase from 308,350 L. P. gallons in 1905-06 to 1,157,636 L. P. gallons in 1912-13, but this increase is only apparent and is due to the conversion of a large portion of the outstill area into distillery area. The distillery area has increased from 16,731 square miles in 1905-06 to 52,142 square miles in 1912-13, and the population served by the distillery system has also increased during this period from 7,899,000 to 27,487,000. The real increase in consumption, if any, in the distillery area, cannot therefore be considerable.

6. The figures of incidence of consumption of country spirit in distillery areas per 100 of population, shown in the Excise Commissioner's statement B, exhibit considerable variations, but Mr. Ahmad, in paragraphs 7-13 of his letter, has clearly shewn that these variations are not really the safe criterion of the increase in consumption, which they appear to be at first sight. Large extensions of distillery areas have been made ever since the year 1907-08, and as the proportions of spirit consumers to the total population are very different in different parts of these extended areas, the figures of average incidence of consumption must necessarily show fluctuations.

7. The Deputation laid great stress on the fact that since the time of the Excise Committee of 1905-06 the Excise revenue from drink has largely increased, and have drawn from it the inference that a steady increase in drinking has taken place which has not been sufficiently accounted for by the official explanation that a great part of the increase is due to the transfer of consumption from illicit to licit. The Excise Commissioner, in paragraph 25 of his letter, has shewn that the total revenue from country spirit in distillery and outstill areas has actually decreased since 1907-08 by 27 per cent. No reliable figures of consumption in outstill areas are available, but, taking approximate figures as his data, Mr. Ahmad has shewn that not only has there been no increase, but the total consumption of distillery and outstill liquor in the province as a whole has actually decreased between the years 1907-08 and 1912-13. He has also proved that since the extension of the distillery system began in 1907-08 there has been either a decrease in the amount of spirit consumed, or that the demand for liquor has not developed *pari passu* with the increase of revenue. It is natural that with the steady improvement in the material condition of the people there should for some time to come be an increase in the revenue derived from Excise, but the theory that an increase of revenue necessarily implies a corresponding increase in drinking is, so far at least as this province is concerned, sufficiently disproved by the facts of the past five years.

8. The abolition of outstills in favour of the distillery system gives effect to the recognised policy of Government of transferring a portion of the receipts from licence fees to duty. The direct effect of the introduction of the system is to raise the price of country spirit, and partly for this reason and partly owing to the prejudice of the people against distillery liquor, receipts in the first instance suffer. Experience, however, has shown that the Excise revenue recovers after a time as the people become accustomed to the use of the new article. It is also generally the case that the contraction of the consumption of country spirit consequent on the increase of price is accompanied by an increase in the consumption of either *tari* or *pachwai*. The Excise Commissioner thinks that such has been the case in this province, although he is satisfied that the total consumption of alcohol has not increased. No means of estimating the actual consumption of these fermented drinks exists, and it is, therefore, not safe to assert to what extent it has increased, if at all, or what future statistics may show. As the Board observes, these forms of drinking cannot be prohibited or to any great extent restricted, having regard to the extreme facility of their production, and as alcohol in the shape of *tari* or *pachwai* is comparatively harmless, a replacement of country spirit by these products is not a result to be very much regretted. Moreover, the contract distillery system has the advantage that, while effecting a salutary check on the consumption of country spirit and ensuring a stricter control over the liquor trade, it aims at the progressive improvement of the quality of the spirit supplied. The Lieutenant-Governor in Council agrees therefore with the Board that the policy of the Excise Department should be a steady extension of the system. It has already been extended to the greater portion of the province, and the outstill system is now confined only to the Rohtas plateau in Shahabad, the Sadr subdivision of Angul, the districts of Palamau and Singhbhum, and portions of the districts of Sambalpur, Hazaribagh, and Ranchi. These are, in the main, backward and inaccessible areas where the absence of facilities for communication is a great impediment to the introduction of the contract distillery system. The Local Government are doing all that is possible to develop communications in these tracts, but for some time to come it will be necessary to retain the outstill system, the evils of which are fully recognised.

9. Much has been done towards enhancing the rate of duty on country spirit. Before the year 1907-08, the general rate of duty was as low as Rs. 2 per gallon L. P., but in accordance with the recommendations made by the Indian Excise Committee in paragraph 94 of their Report, the rate has since been increased to Rs. 2-8 or more per L. P. gallon in most of the districts in which the distillery system is in force. It is not at present considered wise to raise the duty further, not only on account of the encouragement that it would give to illicit distillation but also because any further increase in the duty might lead to the use of more deleterious drugs, especially cocaine. This latter drug, which is daily growing in popularity in this province, is more baneful in its effect than any liquid intoxicant. The following extracts from the Excise Administration Reports will give some idea of the extent of the evil:—

Excise Administration Report for 1910-11.

“The use of this insidious drug as an intoxicant does not show any tendency to decline, in spite of the numerous prosecutions and the punishments inflicted. On the contrary, there is grave reason for fearing that the evil is more prevalent than ever and is on the increase.”

Excise Administration Report for 1911-12.

“The habit of using cocaine as an intoxicant seems to be on the increase, and although heavy punishments are generally inflicted in detected cases, they very often fail to have a deterrent effect, as the trade is very lucrative and temptation is consequently very considerable. In Patna the vice is reported to be on the increase, especially among Muhammadans. In Monghyr it is spreading to places where it was unknown before, and the Collector is of opinion that there is little chance of stamping out the pernicious habit unless more stringent measures are adopted to cut off the supply in Calcutta. In Bhagalpur the detection and successful prose-

cution of cocaine cases are becoming increasingly difficult; the offenders have grown clever by experience and often succeed in outwitting the detective officers."

10. The figures given in paragraph 33 of the Excise Commissioner's letter show that the total number of licences for the retail sale of intoxicants has been reduced since 1907-08 by 25.3 per cent., the reduction being most marked in the case of the *tari*, opium, and country spirit shops. The cases of the Patna, Gaya, and Muzaffarpur districts, where between 1905-06 and 1912-13 the total number of shops has been reduced by 37.5 per cent., 51 per cent., and 42 per cent., respectively, are cases in point. In Shahabad the number of *tari* shops has, in the past seven years, been reduced from 670 to 371 and in Saran from 1,154 to 640. While His Honour in Council hopes that further reductions may be possible, he agrees with the Board that any extensive further reduction is impracticable and might defeat its own object by encouraging resort to illicit practices and to the use of other and more noxious kinds of stimulants.

11. Exception was taken by the Deputation that waited on the Right Honourable the Secretary of State in August, 1907, to the sites of the shops for the sale of liquor in the Chota Nagpur Division, a very large proportion of which were said to be in positions prohibited by the rules of the Province. In regard to this question, the Excise Commissioner has stated in paragraph 67 of his letter that careful attention has been paid to the selection of sites for the location of these shops, but no detailed information has been furnished as to how far the complaints of the Deputation were justified and what action has been taken to remove them. A further report has been called for from the Excise Commissioner, and instructions have been issued that the District Boards of the Division should also be consulted in regard to the sites of shops in rural areas.

12. The Lieutenant-Governor in Council accepts the suggestion of the Commissioner of Excise and the Board that the system of Advisory Committees should be extended to all Municipalities. Paragraph 44 of the Excise Commissioner's letter shows the action that has been taken in the matter of the abolition of liquor shops or their removal from objectionable sites, on the recommendation of these Committees, since their first formation in 1908-09. Detailed information as to the action taken in the case of individual districts on the recommendation of the Committees formed in 1911-12 and 1912-13 will be found in the answer given to a question recently put at a meeting of the Bihar and Orissa Legislative Council, of which a copy is enclosed.

13. The suggestion made by Mr. Ahmad that the District Boards, Local Boards, and Local Associations should be consulted regarding the number, situation, and licensing of shops, does not commend itself to the Board, on the ground that the members lack the needful local knowledge and are for the most part drawn from a class which cannot really be said to be representative. There is much force in this criticism, and there is no doubt a risk that party friction might be an element in arriving at a decision. On the other hand, the criticism is one which applies to all attempts at Local Self-Government, and to consult the District Boards or Local Boards is a very different matter from allowing any local body the right to veto a licence. The Lieutenant-Governor in Council has therefore decided in the first instance to try the experiment of consulting the District Boards in the Chota Nagpur Division, more especially with reference to the sites of liquor shops. If the experiment proves successful, it will be extended to other parts of the Province. In connection with the mining area, His Honour in Council also proposes to instruct the Deputy Commissioner of Manbhum to consult the Mining Board of Health on the number and location of liquor shops in the area under its control.

14. As regards any possible enlargement of the powers of the Advisory Committees, which are at present purely consultative bodies, the local officers, the Commissioner of Excise and the Board are unanimous in considering that at present such a proposal is impracticable. With this opinion the Lieutenant-Governor in Council agrees.

15. In this connection the District Officers repudiate, with some warmth, the suggestion that they cannot, as Revenue authorities, divest themselves of a narrow regard for revenue irrespective of any possible increase in human misery consequent on an increase in the consumption of liquor. The proposal put forward by the Deputation that the licensing function should be entrusted to a Local Authority or a Judicial Officer is dealt with in paragraph 10 of the Board's letter, and a useful

deduction is made by the Board from the Honourable Babu D. P. Sarvadhikari's remarks as to the way in which such powers might be abused. The Lieutenant-Governor in Council endorses the views expressed by the Board. For many years to come, the Collector must, as the officer or person most cognisant of the needs of the district as a whole, remain the licensing authority. A transfer of these powers would probably lead, as pointed out by the Board, to evils far greater than those of which the Deputation complained. The control of the Excise Administration of a district by the Collector is essential, and the policy of Government is to render that control more effective by supplying him with a more adequate and better trained staff, so that he may have reliable information on which to act. In the opinion of the Lieutenant-Governor in Council, too much has in the past been left to the subordinate establishment of the Excise Department. The Collector had not, when the outstill system was in vogue, sufficient facts to justify interference with either sales or the management of liquor shops. With the expansion of the distillery system a change has taken place. Facts are now available which, with a reliable staff, should enable a Collector to reconcile the conflicting interests of revenue and temperance in a manner previously impossible. He at least, and he only, can attempt this difficult task.

16. The Lieutenant-Governor in Council endorses the views contained in paragraph 9 of the Board's letter regarding the proposal of the Deputation to substitute a system of fixed licence fees for that of disposing of shop licences by auction. The auction system, as at present conducted in this province, possesses many of the characteristics of the fixed fee system, for while on the one hand competition and reserve prices guard against the shops being settled at inadequate fees, they are on the other prevented from being sold at bids which are purely speculative. The contract distillery system should, with the increased establishment applied for in my letter No. 4257F., dated the 28th April, 1913, enable the Collector to form a fairly accurate estimate of what any shop properly managed can afford to pay. The competition of shops enables him to get rid of any undesirable vendor, and affords a means of effective control. The comparative merits of the two systems have been the subject of much discussion in the past, and His Honour in Council does not think that anything is to be gained from making an experiment of the fixed fee system in particular localities, as suggested by the Excise Commissioner. He is in entire accord with the views of the Government of India, expressed in their Resolution No. 2997Exc., dated the 16th May, 1907.

17. The proposal of the Excise Commissioner, endorsed by the Board, that country spirit shops should not be opened till 10 a.m. is approved by the Lieutenant-Governor in Council as an experimental measure, subject to revision if the restriction is found to cause inconvenience in the mining areas. No change in the closing hour is recommended either by the Excise Commissioner or by the Board, and the Local Government do not see any necessity for introducing a change.

18. To summarise the views of the Lieutenant-Governor in Council, the great majority of the population in this province is naturally addicted to drink in some form or other, and it is therefore not possible to enforce absolute prohibition of drinking without engendering far greater evils than those which it is sought to remove. As has been shown, even the case of the Khonds in the Khondmals subdivision of Angul cannot be cited as a precedent in favour of wholesale prohibition.

The real increase, if any, in the consumption of liquor is inconsiderable, and increase in revenue does not necessarily imply an increase in the habit of drinking. With the steady improvement in the material condition of the people, an increase in revenue is, for some time to come, inevitable. The duty of Government is to endeavour to restrict consumption by improved methods of Excise administration, while providing for the legitimate demand for liquor. The abolition of outstills and the introduction of the contract distillery system, which serves to reduce consumption and to provide the consumers with a wholesome liquor under stricter control, should be the goal of the Excise Department, and its extension should be steadily pursued as opportunities occur.

An appreciable advance has been made already in the matter of raising the duty on country spirit. Considerable reductions have been effected in the number of licences for the vend of intoxicants, and further extensive reductions are not possible without encouraging resort to illicit practices and the use of other and more noxious stimulants.

The system of Advisory Committees should be extended to all Municipalities. The system will be experimentally extended to District Boards in the Chota Nagpur Division, and thereafter to other parts of the province if the experiment proves a success. No enlargement of the powers of Advisory Committees is practicable; they should remain, as hitherto, purely consultative bodies.

The present system of modified auction should continue, and should not be replaced by a system of fixed fees.

The opening hour of country spirit shops will be fixed at 10 A.M., subject to revision, if necessary, in the case of mining areas.

While the direct control of the Collector must, for many years to come, be indispensable, the Lieutenant-Governor in Council is confident that the interests of temperance reform will not be, as they never have been, regarded as secondary to those of revenue. Restrictions on bidding at auctions will become more frequent, and local advice will be freely sought. A marked improvement in the administration of the Department is expected from the increase in the subordinate staff for which application has been made. As in England, so in India, the decrease of consumption can only really be effected by the spread of education amongst those who drink, and injudicious restrictions will only serve to aggravate the evil which they are intended to obviate.

Annexure No. 1.

Letter from the Secretary to the Board of Revenue, Bihar and Orissa, to the Secretary to the Government of Bihar and Orissa, Financial Department, No. 23—59/18, dated Bankipore, the 4th September, 1913.

I am directed to acknowledge the receipt of Government Order No. 1713, dated the 18th February, 1913, with which was forwarded copies of the Government of India's Circular No. 477-490-218, dated the 24th January, 1913, and connected papers relating to certain criticisms made on the Excise Administration in India by two deputations which waited on the Right Honourable the Secretary of State for India in August, 1907, and July, 1912, and in reply I am to forward a copy of a letter No. 95E., dated the 9th August, 1913, from the Commissioner of Excise and Salt, Bihar and Orissa, together with the enclosures in original.

2. As the report is urgently required by Government and as the points in issue have been fully and carefully dealt with by the Excise Commissioner the Board does not propose to add to any considerable extent to the already bulky correspondence.

3. The report of Mr. Ahmad is divided into two distinct parts, the first of which, comprising paragraphs 1 to 30, deals with the consideration of the drink question generally in the province of Bihar and Orissa and with the special aspects which prevail in that province, a discussion which was invited in paragraph 2 of the letter of the Government of India, dated 24th January, 1913, referred to above. The second portion of the Excise Commissioner's report deals with certain specific suggestions thrown out by the two Deputations which appeared before the Secretary of State.

Reduced to its shortest possible form the main contention of the Deputations as regards the general question of drinking in India was that since the time of the Excise Committee of 1905-1906 the Excise Revenue derived from drink had enormously increased, that the transfer of consumption from illicit to licit failed to account for the greater portion of this increase, and that it was therefore apparent that there has been a steady increase in drinking. The majority of the members of the Deputations contented themselves with assuming an increase of consumption from an increase of revenue, but the Right Honourable Lord Kinnaird, in the second deputation, went a step further and asserted categorically that there had been without doubt a great increase in consumption. With a view to the examination of this contention the Government of India called for certain statistics which have now been furnished by the Excise Commissioner in the enclosures to his letter. The statistics cover the period of eight years since 1905-06 when the Excise Committee sat, and in view of the contention of the members of the deputations the figures of consumption of country spirit (the form of drinking which evidently bulked most largely in the minds of the Deputations), as given in Table B are of special interest. The general figure of consumption of country spirit in distillery areas shows an enormous increase

from 3,08,350 L.P. gallons in 1905-1906 to 11,57,636 L.P. gallons in 1912-13, but this merely indicates a persevering extension of the Distillery system, with a corresponding decrease in the outstill area. The figures of consumption per 100 of the population would at first sight, as the Excise Commissioner points out, appear to be a safe criterion. They show an increase between 1905-6 and 1907-8, thereafter a decrease from 1907-8 to 1910-11, and thereafter again an increase in the past two years. The first portion of the Excise Commissioner's letter is devoted to showing that in consequence of the changing conditions of the Distillery area as it is gradually increased even the consumption per 100 of the population is no safe criterion of an increase in drinking. This, in the opinion of the Board, he has succeeded in doing, and he has further succeeded in showing that so far as the consumption of country spirit is concerned there has been a marked decrease since 1907-08 wherever the Distillery area has been enlarged, an enlargement which has been accepted as a definite policy, has been pushed on with steady perseverance and fair rapidity, and has now approached its limits until the more backward parts of the country are opened up and become accessible. The Excise Commissioner has also shown not only that there has been a decrease in consumption and that increase of consumption does not necessarily go hand in hand with increase of revenue; but he has also shown that since 1907-8 when the extension of the Distillery system began to be seriously pushed forward there has actually been a decrease in the revenue derived from country spirit.

It is evident that a contraction in the consumption of country spirit is accompanied by an increase of consumption in *tari* and *pachwai*. Owing to the extreme facility of production of these forms of drink and even of country spirit it is impossible in this country to put a prohibition on drinking or even to restrict to any very great extent the facilities of supply. The Board therefore agrees with the Excise Commissioner that a conversion from country spirit to the more harmless forms of drink found in the fermented liquors is not to be regretted, and that the policy of the Department should continue to be the yet further expansion of the contract Distillery system which, while effecting a salutary check on the consumption of country spirit, aims also at a constant improvement in the quality of the spirit supplied. As has been already pointed out, the ultimate limit of that expansion must come in time, but there is still a good distance to go. Progress must, however, be expected to be slower as the limit is more nearly approached.

4. The abolition in the year 1910 in the Khondmals Subdivision of Angul of all the outstills by which country spirit was supplied in that Subdivision has been specially mentioned by the Excise Commissioner. The question as to whether the experiment should be continued came before the Board during the present year. The Excise authorities were not in favour of continuing it, as illicit distillation had increased. In view of the singular origin of the move and with a desire to help to the last possible moment any possible genuine effort of the people themselves to do without drink, the Board held that the increase in illicit distillation was not so marked or so clearly proved as to warrant the discontinuance of the experiment, and its continuance for another year was accordingly directed. The Honourable Member is, nevertheless, by no means sanguine of the permanence of the reform. The self-denying ordinance of the Khonds appears to have been conceived in a spirit of pique somewhat akin to the spirit which led to the boycott of European goods in some parts of Bengal. The reports of the local officers, who like all officers serving in aboriginal areas have the strongest sympathy with and affection for the people, have so far been rose-coloured, but it is more than doubtful whether the renunciation will last and if it does not, the physical features of the country are such that prohibition will be impossible and a regulated facility of supply again become inevitable. Be this as it may, the Board considers that the Excise Commissioner is correct in representing in paragraph 28 of his report that the case of the Khondmals cannot be regarded as an argument for prohibition in other areas where no desire for it has been expressed by the drinking population. It seems obvious that the practical abolition of drinking shops, which appears to be the aim and object of the members of the Deputations, would in this country lead not only to systematic illicit distillation in spite of all possible preventive measures, but also to a development of the far more pernicious use of *Ganja*, opium, and cocaine, the control of which is more difficult. The materials for illicit distillation lie within the reach of the poorest classes in this province, and the spirit so distilled is deleterious in the highest degree. Our

policy must therefore continue to be not wholesale reduction of facilities, but better control and the provision of an increasingly superior class of liquor.

5. Turning now to the specific recommendations of the Deputations, the first is a reduction in the number of licences. The Excise Commissioner has shown that between the years 1907-8 (when the recommendations of the Excise Committee were taken in hand), and the present time a reduction in total Excise shops in this province has been made from 16,609 to 12,396 out of which the reduction in country spirit shops has been from 2,235 to 2,088. There is an unanimity of opinion among District officers that any extensive further reduction is impracticable, but such special cases of reduction as can be safely made will be carried out in future settlements. As pointed out in the preceding paragraph, the production of a noxious low class liquor in this province is easy and cheap, and the time when every effort is being made to introduce improved distillery liquor and to go on improving it is not the time at which it is expedient to violently shut down facility of supply.

6. With regard to the curtailment of the hours of sale the Board has no objection to the Excise Commissioner's proposal in his paragraph 41 to raise the opening hour for country spirit shops from sunrise to 10 A.M. with the reservation that if such a restriction in hours is found to work any inconvenience to consumers in the mining area the question can be reconsidered for that area. It is just possible that workers may take a legitimate supply of liquor with them when they go to work and may lay it in at sunrise. The Deputy Commissioner does not apparently imagine this practice to exist, as he has recommended that the opening hour should be 8 A.M. instead of sunrise, but the Board has no specific information on the point.

The Board does not consider the present closing hours of 8 P.M. from October to March and 9 P.M. from April to September to be in any way unreasonable, and agrees with the Excise Commissioner that it would be inexpedient to change those hours for the reasons given in paragraph 39 of his letter.

7. The next question relates to the extension of the Advisory Committees to all Municipalities. There is a consensus of opinion among all officers in favour of this extension and the suggestion may be adopted.

8. The Excise Commissioner would also like to see Advisory Committees established for rural areas in connection apparently with the District Board. The Board of Revenue doubts if any effective help would be rendered in respect of such areas. The object of the Advisory Committees is to bring to the notice of the Collector undesirable conditions in respect of particular shops by the light of the personal knowledge of the members of the Committee. This presupposes particular and individual local knowledge. It would not be possible to bring together a Committee possessed of local knowledge covering the rural areas. If the Advisory Committees are confined as now to Town areas they would appear to be sufficiently representative under their present constitution, which includes an un-official Municipal Commissioner for each ward.

The Board agrees with the Excise Commissioner that the extension to the Advisory Committees of the power to advise on drug shops as well as liquor shops would be ineffective in practice and is unnecessary.

The work done by the Advisory Committees in this province is detailed in paragraph 44 of the Excise Commissioner's report. They have effected a by no means inconsiderable amount of changes and have justified their existence.

9. The next recommendation of the Deputations was that the auction system of licensing should be superseded by a fixed fee system. This, as the Excise Commissioner points out, is an old controversy, and it has been thoroughly threshed out in the Government of India's Resolution No. 2997-Excise, dated the 16th May, 1907. With the views expressed in that Resolution the Board is entirely in accord, and there is nothing to add to the pros and cons as therein stated except that, perhaps, insufficient weight has been given to the fact that the auction system furnishes a working automatic method by which the Collector is enabled to select his licensees. If the licences are given out on a fixed fee system it becomes incumbent on the Collector to decide to whom they shall be given. In so deciding he must depend on the advice of his Excise Subordinate officers and an undesirable door is at once opened for the entry of objectionable practices. The auction system has the great advantage of being at least open and above board. To obviate the difficulty of a too frequent

scramble for licences among the many candidates a fixed fee system must be accompanied by some degree of fixity of tenure and the accompanying growth of vested interests. This growth is not imaginary. At the last settlement of the Distillery Contracts there was distinct evidence before the Board of a desire on the part of certain distillers to claim the establishment of a vested interest, and if efforts are made by contract distillers to establish such interests they will certainly be made no less by the shop licensees.

In his remarks recorded on page 6 of the report of the Deputation of July, 1912, Mr. Gokhale has made light of the idea that the Collectors will be at a disadvantage in making their settlements under a fixed fee system and has said that it is inconsistent to imagine that Government officers will be impartial as to revenue but partial in selecting abkars. The remark misses the point. There is no question of partiality so far as the Collector is concerned, and Mr. Gokhale has jumbled together in one basket all kinds of Excise officers from the Collector to the peon. The Collector will be as impartial in choosing his abkars as in considering the Revenue, but in the former task under a fixed fee system he will be dependent on the subordinate Excise officials. How far the lower grades of those officials will be able to turn the Collector's position to account is probably better known to Mr. Gokhale's experience than to the Board of Revenue. It is understood that the fixed fee system has been tried already in the Bombay Presidency and in the Central Provinces and the results in those areas should be sufficient to enable the Government of India to pronounce further on this debateable question, meanwhile the Honourable Member is not prepared to agree with the Commissioners of Bhagalpur and Tirhut and several of the District officers that the experiment should be introduced in this province.

It will be understood that unrestricted auction has never been the practice and is not advocated. The Collector must retain the fullest control over his auctions in order to avoid the occurrence of awkward and troublesome situations. If the recognised policy of subordinating licence fees to duty is kept steadily in view and the importance of the fees thus relatively reduced, there seems to be no reason why the auction system should be liable to serious abuse.

10. The fourth proposal of the Deputations was that the licensing function should be taken away from the Excise Revenue Department, and made over to the Advisory Committees. In the written statement submitted by the Deputation of July, 1912, the words "Or some other independent authority" were added, but no suggestion was made as to what that other authority might be. The opinion of all officers consulted is unanimous against such a course. In fact to place the licensing power in the hands of committees who would be drawn entirely from among total abstainers would be to create an unwholesome class tyranny which would be deeply resented by all moderate drinkers. Moreover, the result is not difficult to foresee. In his speech as a member of the Deputation, Mr. D. P. Sarbhadikari said plainly, "if we had our way, most of the drink shops would disappear to-morrow" (page 7 of the report of the Deputation, of the 18th July, 1912). That is just what would happen, but the remark evidences a blind disregard of the facilities for illicit supply in India and most of all in those parts of this province where drinking is most habitual. Drinking would continue as before though, perhaps, less in evidence. The worst possible type of liquor would again take the place of a constantly improving type. The revenue which at present goes to give a much-needed help to the administration of the province and of India would go instead to enrich the illicit suppliers.

The only alternative to the Advisory Committees that suggests itself for the establishment of an independent licensing authority would be to follow the English practice and hand over the licensing to the subordinate magisterial judiciary. It is sufficient to say that unless and until the separation of Executive and Judicial functions becomes an accomplished fact, the position would be clearly impossible, nor until then would any improvement in the situation be admitted inasmuch as it is a constant cause of complaint (justifiable or otherwise), that the subordinate magistrates are mere creatures of the District officer. The Board is unable, even apart from the question of cost, to see any advantages in the suggestion of the Excise Commissioner that the Collector should be given a special Deputy Collector to assist him in licensing work. The Collector would still remain the revenue officer, and would still be accused, however unjustly, of sacrificing public interests to revenue, while his Deputy would still be accused of subservience to the Collector's will.

11. With reference to paragraph 4 of the Government of India's Circular No. 477-490-218, dated 24th January, 1913, the Excise Commissioner reports in paragraph 67 of his letter that instructions are again being issued with regard to the locations of shops. The principles enunciated in the Government of India's Resolution No. 5086 Excise, dated the 15th August, 1907, have been embodied in the rules given on pages 66 to 68 of the Excise Manual, Volume 11, and under rule 24 on page 189 of the same volume, Sub-Inspectors are required, when inspecting, to report to Subdivisional officers any case in which the rules as to location of shops appear to have been disregarded.

Annexure No. 2.

Letter from the Honourable Mr. A. Ahmed, C.S., I.S.C., Commissioner of Excise and Salt, Bihar and Orissa, to the Secretary to the Board of Revenue, Bihar and Orissa, No. 95E., dated Ranchi, the 9th August, 1913.

I have the honour to invite a reference to the Board's Memo. No. 23-59-2, dated the 4th March, 1913, forwarding copies of the Government of Bihar and Orissa Memo. No. 1713-F., dated the 18th February, 1913, and asking for the reports called for in its enclosure (the Government of India letter No. 477-490-218 Commerce and Industry Department) dated the 24th January, 1913, which deals with certain points raised by a Deputation that waited upon the Right Honourable the Secretary of State for India in July, 1912.

2. The Government of India have asked in para. 2 of their letter for a report on the special aspects of the drink question in Bihar and Orissa, and for statistics showing the consumption of, and taxation realised on, excisable articles of different descriptions during each of the years 1905-06 to 1911-1912.

3. In para. 3 it is enquired to what extent the Government of Bihar and Orissa would be prepared, having due regard to the special circumstances of this province, to give effect to the recommendations of the Deputation relating to the extension of the powers and scope of local advisory Committees modification of their constitution and the further curtailment of the number of shops and the hours of sale; the Local Government is also invited to offer observations on the recommendation that the auction system of disposing of licences for the retail sale of excisable articles be replaced by a system of fixed fees. It has been incidentally remarked that it would seem to be desirable to take action in the direction of curtailing the hours of sale, and it has been added that the danger of reducing shops to such an extent as to give practical monopolies to the shopkeepers should be borne in mind in framing any proposals on the subject.

4. It has been suggested in para. 4 of the Government of India's letter that instructions may again be issued to local Excise officers impressing upon them the necessity of selecting shop sites as far as possible in accordance with the principles approved in para. 6 of their Resolution No. 5086-Excise, dated the 15th August, 1907. Para. 5 of the same letter has reference to circumstances peculiar to Calcutta and has, therefore, no concern for this province and para. 6 prescribes that statistics showing the wholesale and retail vend and consumption of foreign liquors, similar to those contained in Provincial statements A and B of the Excise Administration Reports of the Punjab and the N.-W. Frontier Province for the year 1910-11 may be furnished in future Administration Reports of other Provinces also.

SPECIAL ASPECT OF THE DRINK QUESTION IN BIHAR AND ORISSA.

5. The Right Honourable the Secretary of State has in his despatch No. 85 Rev., dated the 6th September, 1912, which has been forwarded with the India Government letter, requested that the various points raised by the Members of the Deputation that waited upon him be examined in the light of any new facts that have come into being or into notice since the date of the India Government Report No. 294, dated the 8th October, 1908, and I propose, therefore, to confine myself as far as possible to the condition of things between the year 1907-08 and the present date. I may note here that extensive changes in the administration of the Excise

Department have been effected during these years chiefly in furtherance of the recommendations of the Indian Excise Committee of 1905-06, on which the Deputation dwelt at some length, and as these changes were mostly introduced between the years 1908-09 and 1912-13 a comparison of the statistics for 1912-13 with those for 1907-08 cannot fail to be interesting.

6. The statistics prescribed in para. 2 of the Indian Government letter are appended to this report. Tables A, B and C are concerned with country spirit and show for each of the 8 years 1905-06 to 1912-13 the areas under the outstill and distillery systems, populations served by and revenue derived from these systems, the consumption of country spirit in distillery areas only in gallons L.P. and the number of shops for retail sale of country spirit under the two systems. The figures for area and population under the distillery system for 1906-07 are practically the same as in the preceding year, and during the preceding 15 years also there had been very little extension of the distillery system. A full programme of extension was, however, begun in 1907-08 in which year the whole of Manbhum was brought under the distillery system. In 1908-09 it was extended to certain portions of Monghyr, Bhagalpur, Muzaffarpur and Ranchi, which had formerly been under the outstill system. In 1909-10 it was extended to the whole of Monghyr, Bhagalpur and Purnea, and in the next year outstills were replaced by distillery liquor shops throughout the whole of the Patna Division (with the exception of the Rhotas plateau in Shahabad, a small area), the Districts of Saran and Darbhanga and the Sadr and Hajipur subdivisions of Muzaffarpur. The only addition to the distillery area during the course of the next two years was a small area in the district of Ranchi. In 1905-06 the number of persons residing within the distillery area represented only 23 per cent. of the total population of the province (British territory only, census figures of 1901); in 1907-08 the percentage was 28 but by 1912-13 it had increased to 80 (calculated on census figures of 1911, British territory only).

7. A cursory examination of columns 10 to 17 of the Table B would create an impression that the immediate effect of extension of the distillery system was a considerable increase in consumption of country spirit (from 3.9 gallons per hundred of the population in 1905-06 to 5.3 gallons in 1907-08); and that this was followed by a steady decline during the next 3 years (4.7 gallons in 1908-09 and 3.5 gallons in 1909-10 and 3.4 gallons in 1910-11) which has again been partially recouped during 1911-12 and 1912-13, also that the net result between 1905-06 and 1912-13 has been an increase in drinking. This, however, is not correct, and to understand the real import of the figures it is necessary to bear in mind that the proportion of spirit-consumers to the total population is very different in different parts of the province and that the figures for average incidence of consumption must in consequence fluctuate not only with actual increase or decrease in consumption in the same areas, but also with the varying relative proportions of areas of heavy drinking and areas of low drinking under the distillery system during the several years.

8. The province of Bihar and Orissa may roughly be divided into 4 natural groups with broad physical and ethnological affinities; and the drink question also has got somewhat different aspects in each of these 4 natural divisions. It would, therefore, be desirable to discuss separately for each of these groups the general aspect of the question as well as the effect of the extension of distillery system and other changes introduced on the recommendation of the India Excise Committee of 1905-06 before discussing the subject for the province as a whole. These divisions are—

(1) The area north of the Ganges consisting of the Tirhut Division, portions of Monghyr and Bhagalpur districts and the district of Purnea. As statistics are collected for districts as a whole, and as the conditions in this group are not very different from those in the next group which includes the portions of Monghyr and Bhagalpur south of the Ganges, so far as the drink question is concerned, it would be convenient to treat the whole of Bhagalpur district with North Bihar, as I propose to call this group, and the whole of Monghyr with the south Bihar districts. Monghyr has a large area south of the Ganges while the reverse is the case with Bhagalpur.

The group of six districts (Saran, Champaran, Muzaffarpur, Darbhanga, Bhagalpur and Purnea) comprises an area of 21,822 square miles and has a population of 14,102,000. The distillery system was in force in 1912-13, with the exception of the Sitamarhi subdivision of Muzaffarpur and the major portion of Champaran; the

respective figures for area and population for the distillery and outstill areas were 17,375 square miles with 11,384,000 people and 4,447 square miles with 2,718,000 people. The total quantity of distillery liquor consumed amounted to 3,26,855 gallons L. P. and the estimated figure for consumption in the outstill area was 1,35,803 gallons, so that the incidence of total consumption of country spirit per hundred of population was 3.3 gallons L. P. (2.9 gallons L.P. within distillery area and 5.0 gallons L. P. within outstill area). The other intoxicants favoured by the people are *tari* and to a smaller extent *ganja* in the 4 western districts and *ganja* and opium in Bhagalpur and Purnea. *Tari* brought in a revenue in the Tirhut districts, amounting to 4,47,011 or Rs. 4.5 per 100 persons, while the figures for incidence of consumption of drugs in Bhagalpur and Purnea were 7.9 chattaks of *ganja* and 1.7 chattak of opium.

(2) Patna Division and the portions of Monghyr and Bhagalpur south of the Ganges. As explained above, the whole of Monghyr will be treated as part of this group, while the whole of Bhagalpur will be excluded. South Bihar as the group of 4 districts Patna, Gaya, Shahabad and Monghyr may conveniently be described, comprises an area of 15,076 square miles and has a population 7,767,682. The distillery system was in force throughout this area with the exception of a very small portion of Shahabad and the total amount of country spirit consumed in 1912-13 was 5,61,798 gallons L. P., (5,58,628 gallons distillery liquor and 3,170 gallons outstill liquor) so that the incidence per hundred of population was 7.2 gallons L.P. *Tari* is very largely consumed in this area and the total revenue under this head amounted in 1912-13 to Rs. 6,56,232 or Rs. 8.4 per hundred of population. The total *ganja* consumed amounted to 773 maunds which works out at 6.4 chataks for every hundred persons; the consumption of opium also is heavy in Patna and Monghyr and amounted in 1912-13 to 119 maunds or 2.0 chataks per 100 souls.

(3) The whole of the Chota Nagpur Division and the districts of Santal Parganas, Angul and Sambalpur. This group, which may conveniently be described as the Chota Nagpur plateau, comprises an area 38,045 square miles and has a population of 8,431,979 of which aboriginals form a very large proportion. On account of the difficulties of communication the distillery system has not yet been extended to a very large portion of this area, the only portions under that system being the entire districts of Santal Parganas and Manbhum and small tracts in Sambalpur, Hazaribagh and Ranchi. The respective figures for area and population served by the distillery and outstill systems were in 1912-13 12,419 square miles with 4,139,199 people and 25,626 square miles with 4,292,780 people. The total amount of distillery liquor consumed was 2,53,326 gallons L.P. and the estimated quantity of outstill liquor consumed amounted to 8,90,527 gallons. Taking distillery and outstill liquor together, the incidence of consumption on the total population was 13.5 gallons per hundred souls, the figures for distillery and outstill areas separately being 6.1 gallons and 20.7 gallons L.P. respectively. There is very little demand for intoxicating drugs or *tari*, but *pachwai* is a very favourite drink. The revenue derived from *pachwai* shops is comparatively small, Rs. 1,29,070 or Re. 1.5 per hundred of population and gives no indication of the actual demand for this beverage, for extensive concessions regarding the brewing of this article at home are enjoyed by aboriginals throughout the Chota Nagpur Division and Sambalpur and by all classes in the Santal Parganas.

(4) The littoral districts of Orissa, *viz.*, Cuttack, Balasore and Puri. This group has an area of 8,238 square miles, wholly under the distillery system, and a population of 4,188,109. The demand for country spirit is small, only 18,827 gallons in 1912-13 or an average of 0.4 gallons per hundred of the population. There is some demand for *tari* in Cuttack and Puri which brought in a revenue of Rs. 48,444 or Rs. 1.5 per hundred of population, and *pachwai* is consumed to some extent by aboriginals in Balasore, but the intoxicants most favoured are opium and *ganja* of which 355 maunds and 307 maunds respectively were consumed during the year, the incidence per hundred of population being 5.4 chataks and 4.7 chataks respectively.

9. *North Bihar*.—The principal administrative changes in North Bihar during the period of 1907-08 to 1912-13 have been (a) the extension of the distillery system throughout the whole of Bhagalpur and Purnea and in parts of Muzaffarpur with effect from 1908-09 and in Saran, Darbhanga and the Sadr and Hajipur subdivisions

of Muzaffarpur with effect from 1909-10 and (b) a steady reduction in the number of *tari* shops. An examination of the effect of the distillery system must be confined to the statistics for Saran, Muzaffarpur, Darbhanga, Bhagalpur and Purnea, as there has been no change in the distillery area in Champaran for a very long time. The aggregate recorded consumption of country spirits in these districts in 1907-08 was 4,17,981 gallons L.P. (60,196 gallons distillery liquor and 357,785 gallons outstill liquor) which worked out at an incidence of 3·5 gallons per hundred of population (7·4 gallons within distillery area only and 3·1 gallons within outstill areas only); the aggregate in 1912-13 was 3,35,479 gallons L.P. (3,20,388 gallons distillery liquor and 15,091 gallons outstill liquor) or 2·8 gallons per every hundred persons. There has, therefore, been a reduction in recorded consumption of country spirit by 82,502 gallons L.P., or 19·7 per cent. This has been attended by increase in consumption of *ganja* from 798 maunds to 898 maunds or by 12·5 per cent. and also probably by some increase in consumption of *tari* indicated by the increase in revenue from Rs. 3,58,146 to Rs. 4,72,839 or by 32 per cent. in spite of a reduction in number of shops from 4,157 to 2,856. There has also been a marked increase in consumption of opium, but the discontinuance of opium cultivation and consequent removal of facilities for the use of non-duty-paid opium have probably had more to do with such increase than the extension of distillery area.

10. The introduction of the distillery system meant a substantial increase in the price of country spirit, especially in rural areas and accounts for the decrease in consumption. *Tari* is the chief competitor with country spirit in North Bihar and *ganja* is a good second, and the increase in *tari* revenue and in consumption of *ganja* indicate a tendency to substitute *tari* or *ganja* for spirituous drinks. There has been no extension of distillery area in Champaran during this period. The *tari* revenue has increased, it is true in spite of a reduction in number of shops but to smaller extent (*viz.*, 21 per cent.) than in the five districts mentioned above, and the consumption of *ganja* has actually undergone a decrease of 7·4 per cent. In the years immediately preceding 1907-08, the consumption of *ganja* had been steadily decreasing throughout North Bihar (thus 1,393 maunds in 1904-05, 1,097 maunds in 1905-06, 982 maunds in 1906-07, 958 maunds in 1907-08) and the revenue from *tari* was progressing very slowly, but consumption of country spirit had been steadily increasing. It would appear, therefore, that up till that year outstill liquor had been slowly but steadily replacing *ganja* and that *tari* could barely hold its own; in Champaran the outstill system continued till 1912-13 and the reduction in *ganja* consumption continued, but in the other districts there was a reaction and *ganja* has again been coming into favour. The increase in *tari* revenue in Champaran but to a smaller extent than in the districts in which there has been extension of the distillery system would indicate that reduction in number of shops is one factor in increasing *tari* revenue, and has been in operation throughout North Bihar, but that extension of distillery area is an additional factor which was absent in Champaran, but which has made itself felt in the other districts.

11. *South Bihar*.—The distillery area in South Bihar up to 1907-08 consisted of small tracts round the district headquarters stations. In 1909-10 the distillery system was extended to the whole of Monghyr and in 1910-11 it was further extended to the whole of the Patna Division, except a small area in Shahabad, where outstills still continue. The recorded consumption of country spirit in 1907-08 was 1,019,174 gallons L.P. (1,96,813 gallons distillery liquor and 8,22,361 gallons outstill liquor) which worked out at 13·1 gallons L. P. for every hundred persons (22·6 gallons in distillery areas only and 11·9 gallons in outstill areas only); the aggregate in 1912-13 was 5,61,798 gallons (5,58,628 distillery liquor and 3,170 outstill liquor) or only 7·2 gallons per hundred population. The distillery system has, therefore, brought about a decrease in consumption of country spirit by 4,57,376 gallons or 44·9 per cent. This has, however, been attended by an increase in consumption of *ganja* from 618 maunds in 1907-08 to 773 maunds in 1912-13 or by 25 per cent. and the increase in *tari* revenue (from Rs. 3,67,039 in 1907-08 to Rs. 6,56,232 in 1912-13 or by 78·8 per cent.) also indicates a large increase in consumption of that beverage. In the years immediately preceding 1907-08, exactly as in North Bihar, the consumption of *ganja* had been decreasing while the *tari* revenue had been making very slow progress. And the effect of the extension of the distillery area has been in exactly the same direction as in North Bihar, *viz.*, country spirit which had been replacing the use of *ganja* and against which *tari* could make little head has now been replaced to a very great extent by *tari* and *ganja*.

12. *Chota Nagpur Plateau*.—As already stated, a comparatively small proportion of the Chota Nagpur plateau has till now been brought under the distillery system. This system had been in force in the whole of Santal Parganas in portions of Sambalpur and the Giridih subdivision of Hazaribagh as well as in a very small tract in Manbhum from a very long time ago, and the principal additions to the distillery area during the period under review have been the whole of Manbhum district and about a fifth of the district of Ranchi. Statistics are not available separately for the portion of Ranchi brought under the distillery system and, to gauge the effect of the extension of that system, attention must, therefore, be confined only to the district of Manbhum. A comparison with the figures for 1907-08 would not suit the case of this district, as distillery system was already in force in that year, and I propose, therefore, to deal with the figures for 1906-07, the last year of the outstill system. In that year the recorded consumption of country spirit in Manbhum was no less than 2,00,797 L. P. gallons (2,00,000 gallons of outstill liquor and 797 gallons of distillery liquor), or 13 gallons per hundred of population (15·4 gallons in outstill area only and 9·9 gallons in distillery area only); in 1912-13 it was only 98,963 gallons L. P. or somewhat less than half what it was in 1906-07. Pachwai is the principal competitor with country spirit in Manbhum and in the other districts included in this group, and notwithstanding the extensive concessions enjoyed by aboriginal tribes, the pachwai revenue in Manbhum has expanded from Rs. 13,397 in 1906-07 to Rs. 34,184 in 1912-13 or by 155 per cent. In Santal Parganas during the same period, pachwai revenue has increased by only 32 per cent. and consumption of country spirit in 1912-13 (81,752 gallons L. P. which works out at an incidence of 4·3 gallons L. P. per hundred of population) was somewhat less than what it had been in 1907-08 (84,860 gallons L. P.); it is not clear, however, if these figures indicate a gradual replacement of country spirit by pachwai, or merely an appropriation of a larger share of the profits in the pachwai trade for the public coffers and a falling off in country spirit consumption owing to the lower prices now commanded by lac, one of the important products of the district. In Hazaribagh, Palamau, Singhbhum, and Sambalpur the figures for consumption of outstill liquor have been steadily rising from 4,12,624 gallons in 1907-08 to 5,76,977 gallons in 1912-13 while pachwai revenue has made practically no progress (Rs. 13,955 in 1912-13 against Rs. 13,438 in 1907-08). As shop-made pachwai represents only an infinitesimal percentage of the total amount of pachwai that is consumed, and as figures for consumption in outstills are always unreliable, it is unsafe to draw any inference from the slow progress that pachwai revenue has made and the large increase in recorded consumption of country spirit, but judging from outward appearances, country spirit has been steadily ousting pachwai in such portions of the Chota Nagpur Division to which the distillery system has not yet been extended. The recorded figure for consumption of outstill liquor in these districts shows an incidence of 18·8 gallons L. P. per hundred of population in 1912-13 as against 13·5 gallons in 1907-08; population increases very rapidly in this area—the increase during the decade in 1901-11 has been no less than 11·9 per cent.—and, as the figures for incidence for both 1907-08 and 1912-13 has been calculated on the same figure for population (the 1911 census figure), part of the increase in *per capita* consumption is only apparent, but clearly there has also been an actual increase in spirit-drinking.

13. In the area which we have described as the Chota Nagpur plateau, with the exception of Angul (the case of which will be considered separately later) we find, therefore, a general tendency on the part of the consumers to replace pachwai by country spirit, but wherever the distillery system has been introduced and the price of country spirit increased thereby, there has been a very marked reaction, and pachwai regains its position as the everyday drink.

14. The case of Angul has been deferred for separate examination, because in the Khondmals subdivision of this district an experiment is being undertaken which is of the very greatest interest in relation to the drink question to the whole country generally, and to areas peopled by aboriginal tribes in particular. The population of this subdivision is 74,218 almost all aboriginals, Khonds, Pans and others and spirit consumption used to be very heavy; (in 1909-10, the total consumption of outstill liquor amounted to 30,000 gallons L. P. or 40 gallons per hundred people). The outstill licensees were all Sundis from Ganjam in Madras, and had been gradually ousting the Khonds from their best lands. This was naturally very much resented by the Khonds, and in 1905 a number of them had assembled to take an

oath not to drink outstill liquor. Some Sundis, however, who had got scent of the affair managed to disperse them before they had made the contemplated vow. Matters grew from bad to worse, and in 1908 the Khonds again met, and this time they took a solemn vow never to take distilled liquor again. These facts reached the attention of Government in 1910 and a very careful enquiry was instituted. The local officers expressed their conviction that the Khonds were sincere in their desire to abandon the use of alcohol and that they would co-operate with Government officials in preventing illicit distillation. It was accordingly directed that all outstills in the Khondmals be abolished with effect from the 1st September, 1910, as an experimental measure and the result watched.

15. The Deputy Commissioner reported in May, 1911, that "the money which the Khonds were spending before in buying liquor is now utilized in improving their lands and paying up their debts. Socially there has been an improvement too. Drunken brawls and drunkenness generally appear to have disappeared. The abolition of shops has not resulted in any real increase in the offences against the Excise laws, on the other hand there has been a reduction in the number of cases of illicit distillation." A year later the report was "Crime has decreased to a considerable extent and the people were able to pay up arrears of Takavi advances for several years to the extent of Rs. 18,000. The material condition of the people has considerably improved which may be attributed in part to a good harvest. Cultivation has increased and new clearances of forest lands are visible in all directions." The latest report (dated May, 1913) says "The material condition of the people has improved. They asked for no takavi advances from Government and contracted fewer loans from money lenders. New jungle tracts and hillsides have been cleared all over the subdivision for raising turmeric and oilseeds which represent the growing industry of the people. They now spend their money on clothing, utensils, ornaments and confectionery and had sufficiency of food throughout the year."

16. So far, therefore, the results of the experiment which has now been continued for close upon three years have been hopeful. It is a distressing feature, however, that the number of illicit distillation cases has steadily increased throughout this period. In 1910-11 43 persons were sent up for illicit distillation in Khondmals and 34 were convicted; in 1911-12 61 were sent up, of whom 46 were convicted; in 1912-13 the number rose to 92 and 77, respectively, or more than double the figures for 1910-11 or the year previous (44 arrests, 38 convictions). It has still to be seen if this increase in reported cases is due to an increase in illicit distillation or only to better assistance rendered by the headmen in the detection of such cases.

17. *Tari* is consumed very largely in the Khondmals, most of the Khonds owing *tari* trees which they tap themselves for home consumption, their vow does not extend to abjuration of this beverage. There is no means of ascertaining what the consumption of alcohol in this form amounts to, and whether there has been any increase in *tari* drinking since the outstills have been closed.

18. *Littoral districts of Orissa.*—In Cuttack, Puri and Balasore the distillery system has been in force from a very long time, with the exception of a small tract adjoining the Garjhat States to which also it was extended in the year 1905-6. Country spirit is in very little demand in these districts, the incidence of consumption per hundred of population being only 0·4 gallons L. P. It is reported, however, from Puri that the unsettlement of popular ideas and beliefs due to the imbibing of western ideas and tendency in the younger generation to keep abreast of the times have resulted in increased drunkenness amongst the town people. The consumption of *tari* is not very large, and the decreasing revenue from licence fees would indicate that it is steadily on the decline.

19. Turning now to the question of the province as a whole we find the following broad facts:—

- (1) Alcoholic drinks are consumed in considerable quantities in Chota Nagpur and Bihar, but the demand for them is very small in Orissa.
- (2) The consumption of country spirit is heaviest in the Chota Nagpur plateau and decreases gradually towards the north and north-east, the consumption in South Bihar being very much heavier than in the trans-Gangetic area.
- (3) The forms other than country spirit in which alcohol is taken are *tari* in Bihar and Orissa and pachwai in Chota Nagpur. No figures are available for the aggregate consumption of *tari* or pachwai and it

is not even possible to make a guess, but it is safe to assert that consumption of alcohol in the shape of pachwai is very much larger in the Chota Nagpur plateau than that of *tari* either in South or in North Bihar. The consumption of *tari* appears to be larger in South Bihar than in North Bihar and much larger in either than in Orissa.

- (4) In all cases in which country spirit and *tari* or country spirit and pachwai are consumed in the same area, there is a keen competition between the more potent distilled spirit and the less nocuous fermented beverage. So long as country spirit was selling cheap, it was slowly but steadily making headway against pachwai; in the *tari* consuming area of Bihar also the consumption of spirit had been steadily increasing, but in the absence of any reliable data it is not possible to come to a conclusion if this was because country spirit was ousting *tari*.
- (5) With the increase in price of, and stricter control over the traffic in, country spirit incidental to the distillery system, there has been a reaction, and country spirit has to some extent been replaced by *tari* and pachwai. The reaction has been very marked in the pachwai area, but not quite so much in the *tari* area, which is but natural when it is remembered that practically all *tari* (unless it is illicitly consumed) has to pay a tax, while the major portion of the pachwai that is consumed pays none. Within the *tari* consuming area (North Bihar and South Bihar) again, the proportion of displacement of country spirit by *tari* has been very much more marked in the area of heavier drinking (South Bihar) than in the area of low consumption (North Bihar).
- (6) *Ganja* is in Bihar another competitor with country spirit, but to a much smaller extent than *tari*. The use of this drug had been steadily decreasing, probably because it was being replaced to some extent by country spirit, but since the introduction of the distillery system, *ganja* has again been rising in popular favour.

20. As stated before, it is not possible even to make a guess as to the quantity of pachwai or *tari* that passes into consumption and it is not possible, therefore, to say whether the total consumption of alcohol in different shapes has been increasing or decreasing during the period of our review, or even whether the consumption of alcohol at the present day is larger or smaller than what it was 10, 20, 30 or 40 years ago. Alcohol in some form or other has been indulged in always in Chota Nagpur and Bihar by a very large section of the population. About the aboriginal races, it may safely be asserted that the whole population is, and has always been, accustomed to drink. The Hindus also of Chota Nagpur and Bihar may be roughly divided into two classes, the castes to whom drinking is a sin, and the castes for whom drinking is not only not forbidden but who would consider any ceremony or function incomplete unless drink is provided for the people assembled. The latter class form a substantial majority, not less than 70 to 75 per cent. of the total population, and includes not only the lower classes whom the effects of English education have not reached, but also some of the higher castes, notably the Kayasths, who count among their number 17,066 persons literate in English out of a total of 81,888 for the whole province. Mahomedans are required to be total abstainers, but they represent only just over 10 per cent. of the population, and it can safely be said of such of them as belong to Chota Nagpur that they mostly drink. These conditions are very unlike those prevailing in Bengal, where although nobody would lose caste for indulging in alcohol, there is hardly any class (barring Bunas and others that originally came from Chota Nagpur and other spirit-consuming tracts) who are habitual drinkers or to whom drink is a social necessity. The spirit of western education which, it was found by the Bengal Excise Commission of 1883-84, had been tending to spread drinking by shaking the authority of orthodox opinion could not, therefore, have a similar effect in Bihar and Chota Nagpur, at least not to the same extent as in Bengal, for with majority of the population the use of alcohol was not an innovation introduced with western ideas. Moreover, western education has made comparatively little progress in Bihar, and the process of social disintegration which in the opinion of the Bengal Excise Commission was tending to spread drinking among classes that never drank before has been very much less noticeable in Bihar than in Bengal. Caste restriction and caste discipline are still living things in this province. Even now, except probably in the large towns, a Brahman, a Rajput, a

Bhuhinhar, or Saiyad who dares to defy society by indulging in spirituous drinks must pay the penalty for it and will be outcasted. And the effect of outcasting is much more real in Bihar than in Bengal, for the general body of the society is more orthodox.

21. The growth of towns is another factor—and probably a stronger one than the spread of western education—that has contributed to disintegration of society and has been responsible for increase in drinking in many parts of India. In Bihar this factor has not been very much at work, for although towns are pretty numerous the urban population is not growing. The total population in Bihar towns (Patna, Tirhut and Bhagalpur Divisions only) in 1911 was actually less than that in 1881 by 4 per cent., although the rural population has increased during the same period by 6 per cent.

22. In Orissa on the other hand towns have grown faster than rural tracts, and this has been particularly the case with Cuttack and Puri which in 1911 had 52,528 and 39,686 inhabitants respectively as against 42,656 and 22,095 in 1881. To the upper classes in Orissa alcohol was a forbidden article, but the spread of western education has taken away the strength of the orthodox antipathy to its use, and it is reported from Puri that “sons of Pandas and Pariharis who, by their caste, social standing and religion are prohibited from drinking have now taken to wine and the tendency to drink is on the increase.”

23. The total amount of drinking in Orissa is still, however, very small and the small increase that has taken place is almost negligible in comparison with the very large reduction in spirit consumption that has been effected in Bihar and parts of Chota Nagpur by the extension of the distillery system.

24. The grounds on which the deputation sought to establish their contention that there has been “a most substantial growth in the consumption of liquor” were mainly twofold, viz., that the revenue from country spirit has been steadily increasing and so also the figure for consumption of country spirit in distillery areas. I have stated in paragraph 6 above, how in the course of the last 8 years the distillery area in this province has expanded, and while in 1907-8, only 28 per cent. of the aggregate population of the province were living within the distillery area, it comprised in the year 1912-13 all but 20 per cent. of the total. Any inference that may therefore be drawn from columns 2 to 9 of Table B of the statistics (consumption of country spirit in distillery areas only for each of the 8 years from 1905-6 to 1912-13) is apt to be wholly misleading. Nor, as I have clearly explained in paragraphs 9 to 13 above, are the figures in columns 10 to 17 of the same table, representing incidence of consumption per hundred of the population any more reliable evidence to show that consumption is increasing. I have shown clearly in these paragraphs that the consumption of country spirit has very substantially fallen off during the last few years in all parts of Chota Nagpur and Bihar to which the distillery system has been extended, and that this falling off has ranged between 20 per cent. in North Bihar to over 50 per cent. in Manbhūm.

25. There has been some decrease in country spirit revenue during this period; from Rs. 55,52,000 in 1907-8 to Rs. 54,06,000 in 1912-13. This, however, furnishes no justification for the assumption that underlies the whole of the argument based on revenue figures that the Deputation put forward, viz., that the rise or fall in revenue indicates increase or decrease of consumption. (The Deputation profess, it is true, to give due weight to the contention of the Government of India that revenue figures do not furnish a reliable guide in arriving at the facts as to the increased intemperance, but all the same one member after another quoted the increase in revenue as evidence of increase in drinking.) While consumption has fallen off between 1907-8 and 1912-13 by no less than 11.5 per cent. (10,29,500 gallons outstill and 11,57,636 gallons distillery liquor = 21,87,136 gallons in 1912-13 against 19,73,410 gallons outstill and 4,97,328 gallons distillery liquor = 24,70,738 gallons in 1907-08), the decrease in revenue has amounted only to 2.7 per cent. The figures for a few selected districts will show in a very striking manner how very misleading an argument from the revenue figures can be. Thus in Manbhūm consumption has fallen off by over 50 per cent. since 1906-07 but revenue has increased by 19 per cent. and in the Santal Parganas fall in consumption by 3.7 per cent. (since 1907-8) has been attended with increase in revenue by 6.5 per cent., while on the other hand increase in consumption by 37 per cent. in Ranchi (also since 1907-08) has, instead of bringing any increased revenue, been attended with a smaller income by 1.1 per cent.

26. The very satisfactory decrease in spirit consumption that has resulted from the extension of the distillery system so far, indicates clearly that the goal for the Excise Department of this province should be steadily to push forward the distillery area still further. It is true that the consumption of fermented drinks (pachwai and *tari*) has increased with the falling off in that of country spirit, but there is no indication that the total consumption of alcohol has increased, and as alcohol taken in the shape of *tari* or pachwai is much less injurious to the system than distilled spirit, a replacement of country spirit by *tari* or pachwai is not a result to be very much sorry for.

27. The distillery system has already been extended this year to the whole of Champaran and Muzaffarpur and the only outstill areas now consist of the Rhotas Plateau in Shahabad, the districts of Palamau and Singhbhum, the Sadr subdivision of Angul and portions of Sambalpur, Hazaribagh and Ranchi. The whole of this country is comparatively inaccessible or is interlaced with Native States with very primitive systems of excise administration, circumstances that have till now stood in the way of extending the distillery system to these tracts. A large portion of Hazaribagh has now, however, been opened up by the E. I. Railway and in Ranchi the extension of the Railway line to Lohardagga is expected in a few months' time. Daltonganj also is now accessible by rail, and proposals for introduction of distillery system in a portion of Palamau and for extension in Hazaribagh and Ranchi are already under consideration. For the area not yet opened up by railways the extension of the distillery system must be a problem for the future.

28. The case of the Khondmals subdivision in Angul may be cited by some as an argument in favour of a policy of wholesale prohibition. This would overlook, however, some very salient points connected with the state of things in the Khondmals. For one thing, the movement for reform in the case of the Khonds came from the body of the consumers themselves and not from outside. Compulsory prohibition is a very different thing from voluntary abjuration, and serves but too often as a motive for breaking the law. The comparative failure of all measures that have been taken so far for suppressing the spread of the cocaine habit shows how very futile repressive measures very often are, when the people feel a craving for a prohibited article. It cannot be said that alcohol taken in moderation is an evil of a nature which the State should consider itself called upon to prevent and the policy of the India Government in this direction has been clearly set forth in paragraph 2 of their Resolution No. 5001 Exc., dated the 7th September, 1905, which begins as follows:—

“The Government of India have no desire to interfere with the habits of those who use alcohol in moderation; this is regarded by them as outside the duty of the Government and it is necessary in their opinion to make due provision for the needs of such persons.”

Any attempt to force upon a people accustomed to drink and who do not—or at least very considerable sections of whom do not—appear to have any inclination for giving up their habit, the extreme measure that has been found suitable to the peculiar circumstances of the Khonds will be interference of a nature that no reasonable Government should contemplate.

29. In the Khondmals the very bitter antipathy that the people of the country had to the small body of alien Sundis who were ousting them from their lands has been a very strong motive of action which has helped them in keeping their resolution; similar circumstances are very seldom met with in other areas. In the absence of such a strong motive, the craving for alcohol is almost sure to return (and the failure that *Kanthidhari* and similar movements generally met bears evidence of this) and it is almost equally certain that the craving will be met by illicit means. This will create a spirit of lawlessness and a contempt of authority among the people, and it is a matter of doubt if advantages consequent on a reduction in the amount of alcohol consumed compensate for these evils.

30. Education of the people and the preaching of temperance among them coming from within is a much surer and much more desirable way of attaining the object that the Deputation have in view, *viz.*, the practice of sobriety, than any measures that the Government can possibly take. Whenever it appears that the people of any particular locality have so far been convinced of the benefits of temperance as to abstain or even to make an honest attempt of abstaining from alcohol, Government will only be too willing to close the shops as they have already done in the Khondmals. Till, however, the people have reached this stage, the best

that Government can do is "to minimize temptation to those who do not drink and to discourage excess among those who do" while at the same time it must make provision for persons who drink in moderation.

SPECIFIC RECOMMENDATIONS MADE BY THE DEPUTATION.

31. Copies of the India Government letter with its enclosures were forwarded to all District Officers and Divisional Commissioners for expression of their opinion on the specific recommendations made in paragraph 21 of the statement submitted by Sir Herbert Roberts, Bart., M.P., on behalf of the Deputation to the Right Honourable the Secretary of State. Replies have been received from all these officers and necessary extracts are appended to this report.

32. The first recommendation made in the statement can be divided into two parts, *viz.*, (a) that licences for the retail sale of intoxicants should be reduced in number, and (b) that the hours of sale be further limited by later opening and earlier closing hours being fixed for all licensed premises. It will be convenient to discuss the two parts separately.

33.—(a) The statement below will show what action has already been taken in the matter of reducing the number of licences during the course of the last 7 years.

Name of excisable article.	Number of licences for retail vend.	
	In 1907-8.	In 1912-13.
Country spirit	2,235	2,088
Foreign liquor	89	116
Tari	11,752	7,657
Pachwai	307	355
Ganja	1,312	1,334
Bhang and Majum	261	278
Charas	9	5
Opium	642	563
	16,609	12,396

(Licences for the home-brewing of pachwai for the sale of medicated wines by druggists and other druggists' permits, licences, for denatured spirits and temporary licences of all kinds have been excluded from the statement.)

It will be seen that the total number of vend licences has been reduced during the 7 years by no less than 25·3 per cent. and that the reduction has been most marked in the case of *tari* (35 per cent.), opium (12 per cent.) and country spirit (7 per cent.). The increase in the number of imported liquor licences is more apparent than real, for the 1912-13 figure includes 25 licences for the *off* sale of liquor in Railway Refreshment Rooms, while such sales in 1907-08 used to be covered by the Railway Refreshment Room licences. In paragraph 221 of their report the Indian Excise Committee of 1905-06 observed that there was in Bihar room for considerable reduction in the number of *tari* shops, and a steady programme of reduction has been followed since then. In 1910-11, in pursuance of the recommendation of the International Opium Conference at Shanghai a very careful examination was made of the number and situation of opium shops in all districts, and all shops that appeared to be superfluous were closed from 1st April, 1912. A similar survey has also been made of country spirit shops, and maximum and minimum numbers of shops fixed for all districts as suggested in paragraph 234 of the Indian Excise Committee's Report; attempt is made to keep the actual as near the minimum as justified by circumstances, and considerable reductions in the number of country spirit shops have been effected in recent years in the Tirhut, Orissa and Chota Nagpur Divisions.

34. Many of the District Officers are of opinion that the limit up to which reduction is possible has already been effected in their districts. The only officers who think otherwise are:—

Mr. Weston of Patna who is of opinion that it is possible to close two or three of the spirit shops in Patna City and about 50 *tari* shops in the whole district.

Mr. Foley of Saran who thinks it will be possible to close one of the country spirit shops in Chupra town.

Mr. Rainy of Champaran who considers further reduction in country spirit shops possible; he would, however, defer his recommendation till he has had opportunity to watch for seven or eight months the result of the contract distillery system, which has just been introduced (from 1st April, 1913).

Mr. Kilby of Purnea who believes that some reduction is possible, especially in the number of *ganja* shops. A considerable reduction (14 per cent.) has already been effected since 1st April and a further reduction is in contemplation.

Mr. Rowland of Santal Parganas who believes that there are too many country spirit shops in certain portions of his district and that the number of pachwai shops can be reduced. The question of pachwai shops has already been the subject of considerable correspondence, and under Board's order contained in its letter No. 23-45-8, dated the 29th April, 1913, 10 shops have been closed as an experimental measure this year. If the experiment proves successful, and the closure of pachwai shops does not result in increased consumption of country spirit, further reductions will be made in the future.

Mr. Surendra Nath Ghosh, officiating Collector of Cuttack, who thinks that further reduction in the number of shops is possible, but does not mention what particular kind of shops is meant.

Pandit Ramaballabh Misra, Collector of Puri, who believes that there is one spirit shop and some six *ganja* shops in his district, which should be closed.

Rai Manomohan Ray Bahadur, Deputy Commissioner of Sambalpur, who thinks that it might be possible to abolish a few outstills in his district.

Mr. A. E. Scroope, officiating Deputy Commissioner of Ranchi, who believes that a further reduction in the number of spirit shops is feasible.

35. I agree generally with the District Officers. The few shops that appear to be superfluous will be closed from next year, but any considerable programme of reduction except of *tari* shops is not possible in this province without violating the very sound principle laid down by the Government of India in paragraph 2 of their Resolution No. 5086 Exc., dated the 15th August, 1907, *viz.*, "that if shops are allowed to be so sparse that each has a practical monopoly over a considerable area, prices will be inevitably raised and illicit practices encouraged." Every country spirit shop in this province serves on an average 40 square miles of country and population of 16,518 persons; Madras on the other hand has one shop for 4,386 persons, the United Provinces one for 9,897 persons, Bombay one for 7,501 persons and the Central Provinces one for every 3,482 persons. Of shops for the sale of country fermented liquors Bihar and Orissa has one for 4,298 persons, as against one for every 2,565 persons in Madras. The population served by each opium shop is 61,261 and that by each shop for the sale of hemp drugs 20,110, while the corresponding figures for Bengal are 44,347 and 20,896 and of the United Provinces 41,717 and 13,415 respectively.

36. The Honourable Mr. Oldham and the Honourable Mr. Kershaw, Commissioners of the Patna and Tirhut Divisions, are not in favour of any change in the direction of curtailing the hours of sale, and the Honourable Mr. Fischer, Commissioner of Orissa, has no faith in the efficiency of curtailment of hours of sale as a temperance measure. The Honourable Mr. Walsh, Commissioner of Chota Nagpur, would restrict sales to the hours 10 A.M. to 8 P.M. and the Honourable Mr. McIntosh, Commissioner of Bhagalpur also favours later opening and earlier closing hours than at present. Among District Officers Messrs. Whitty (Gaya), Foley (Saran), Lyall (Muzaffarpur), Vernede (Darbhanga), Kilby (Purnea), Berthoud (Balasore), and Taylor (Angul), are opposed to any curtailment of the present hours. On the other hand Mr. Dixon (Bhagalpur) and Mr. Ghosh (Cuttack) recommend that the opening hours be fixed at 8 A.M. instead of at sunrise, Pandit R. B. Misra (Puri), Rai Manomohan Roy Bahadur (Sambalpur) and Mr. Sen (Singhbhum) would have it at 10 A.M. and Mr. Rowland (Santal Parganas) proposes 7 A.M. in towns and 9 A.M. in rural areas. Mr. Rainy would close shops at 7 P.M., Pandit R. B. Misra at 7 P.M. in summer or 8 P.M. in winter, *i.e.*, one hour earlier in all seasons than at present, Rai Manomohan Roy Bahadur at 8 P.M. in all seasons, while Mr. H. W. F. Scroope (Hazaribagh) and Mr. A. E. Scroope (Ranchi) would watch the result of restricting sales to hours of daylight as an experimental measure. Mr. Coupland (Palamau) has no objection to an experiment being made with hours of vend restricted to the hours of 10 A.M. to 7 or 8 P.M. (according to the seasons) but is doubtful if any real

advantage would be gained by such prohibition. "It has been urged," he says, "that many people who do not venture to visit excise shops in daylight go there under cover of the night and that many respectable members of Indian society go to these shops in the early hours of the morning because they cannot drink at home in the presence of their friends and relatives. These remarks have no application here and are presumably based entirely on experience gathered in Calcutta or other large towns. The vast majority of drinkers in this district belong to the lower classes who are not ashamed to visit an outstall in broad daylight Cases of respectable members of the community seeking cover of darkness for obtaining their drink are rare, so far as this district is concerned."

37. Mr. Weston (Patna), Mr. Gruning (Shahabad) and Mr. Hignell (Manbhum) who have no objection to later hours for opening than at present protest strongly against earlier hours of closing. Mr. Hignell writes "Labourers employed in coal mines and lac factories form the bulk of consumers in this district. They begin work at sunrise and leave it almost at nightfall, when they go in for a wash and for some refreshment before they resort to the liquor shops. It is a matter of common knowledge that people do not as a rule seek relaxation before nightfall and before they have some rest after the day's work. In these circumstances it will prove a distinct hardship to the consumers if the shops are closed earlier than at present." Mr. Gruning points out that many consumers (in the rural areas presumably) have to go two to five miles to obtain their supply of liquor and "if earlier closing hours are fixed many of them will have considerable difficulty in reaching the nearest shop between sunset and the closing hour."

38. I believe with Mr. Coupland that cases of people who would not venture to visit Excise shops in daylight for fear of detection going there in the early hours of the morning must be extremely rare in this province. At the same time, cases do occur of persons frequenting spirit shops in the morning hours and very often with an empty stomach. The effect of alcohol must be disastrous in such cases and I consider it desirable to prohibit all sale of country spirit before the hour of 10 A.M. The prohibition is not likely to cause much inconvenience to people who drink in moderation, and will prevent people who cannot control themselves, from indulging in alcohol in the early hours of the day when they should be better employed.

39. As regards the hour of closing, I fear any restriction is likely to bring about evils much more serious than the one which it is proposed to remedy, and to cause considerable inconvenience to moderate drinkers. Consumers in the towns, colliery areas, and other industrial centres, are in many cases not free to obtain their supplies until after dark, as they are very often at work until 7 or even 8 P.M. and those in rural areas have very often to walk considerable distances to get their supply of liquor. It is in the evening hours, after he has finished his day's work that the artisan or labourer feels the need of stimulant, and a restriction which would make it impossible for him to get in a legitimate manner his daily dose at the very time that he needs it most is sure to be resented as most annoying. The almost inevitable result would be that the demand would be satisfied in an illicit manner; the sales would be transferred from the licensed premises to places very much more undesirable, to common houses and gambling dens where it would be almost impossible to check the illicit traffic.

40. The ground on which Pandit R. B. Misra bases his recommendation for earlier closing hours, *viz.*, that "it is a well-known fact that in India people who are beginning to drink generally resort to the shops under cover of night to sneak their drinks unseen and unnoticed by friends and people" deserves more than a passing notice. It is exactly the point that was urged by the Honourable Babu Deva Prasad Sarvadhikari before the Right Honourable the Secretary of State. The proposition, however, is not correct for this province, except probably for towns in Orissa, for, as I have explained above in Bihar and Chota Nagpur, the majority of the population belong to classes accustomed to drink. There are, of course, backsliders both in Bihar and Chota Nagpur and in Orissa among classes for whom drink is forbidden, and such of them as would sneak into grogshops after dusk when they could best avoid the public gaze are the very persons who would be first attracted to places, if any, other than licensed premises where liquor could be procured. A curtailment of the evening hours of sale would therefore do more harm than good to such men—it would lead them to greater temptation and deeper vice than drinking alone; while to the moderate consumer accustomed to his daily dose in the evening, earlier closing hours would mean a very annoying interference with his habits.

41. I would, therefore, leave unchanged the present hours for closing of spirit shops, *viz.*, 8 P.M. in the winter months and 9 P.M. in summer, but would fix the opening hour for all seasons at 10 A.M. The consumption of *tari* or pachwai in the morning hours is not as deleterious to the system as the consumption of country spirit, except when taken in large quantities, as *tari* and pachwai are not only alcohol but contain food as well, but as it is mostly never-do-well people who take these intoxicants in the morning hours and as later opening hours than at present are not likely to cause much inconvenience to moderate consumers, I see no objection to prohibit sale of pachwai and *tari* also before 10 A.M. in the morning.

42. Orders were issued last year prohibiting the sale of opium after sunset. No serious inconvenience appears to have been caused by the prohibition, but it has neither had any effect in reducing consumption, which is clearly the goal with which the recommendation for closing excise shops at an early hour has been made by the Deputation. This is natural as opium is not consumed on the premises, and can always be procured in sufficient quantity at a time to last for several days. Hemp drugs also are not consumed on the premises, can be easily carried and can be procured in sufficiently large quantities at a time. It is not likely, therefore, that restriction in hours of sale would result in any appreciable decrease of consumption; but some inconvenience is likely to be caused to the poorer class of consumers who cannot afford to make their purchases in large quantities at a time. The possibility of the cocaine habit replacing *ganja* smoking has also to be considered in contemplating any restriction on the facilities for obtaining *ganja*, and I am not, therefore, very much in favour of closing *ganja* and bhang shops at sunset. Any restriction in the opening hours also is not very desirable as it is generally at market-time that the purchase of *ganja* is effected; later opening hours would necessitate a double journey in most cases.

43. The second recommendation of the Deputation is (a) that the system of Excise Advisory Committees be extended to all Municipalities (b) that these committees should be made more representative and (c) that they should be given power to deal with all licences for the sale of intoxicants of every kind.

44. Advisory Committees are formed under Rule 70 of the Government Rules under Section 85 of the Excise Act (Bengal Government Notification No. 716 S. R., dated the 25th November, 1909) in towns with a population of 20,000 or more (of which there are 19 in this province) to consider and advise the Collector upon the proposals for licensing shops for the retail sale of liquor in such towns. These Committees were first formed in 1908-09, in which year four country spirit shops were closed and several had their sites changed on their recommendations. In 1909-10, on the advice of such committees one country spirit shop and 20 *tari* shops were abolished, and the sites of several country spirit and *tari* shops were changed. In 1910-11, 17 *tari* shops were closed on their recommendation and sites were changed of 56 spirit shops, 17 *tari* shops and two pachwai shops. In 1911, 12 country spirit and seven *tari* shops were abolished and the sites of 11 country spirit and nine *tari* shops changed. Last year the recommendations of such committees resulted in the closing of three country spirit and eight *tari* shops, and the removal of two country spirit and 16 *tari* shops from objectionable sites.

45. All the Divisional Commissioners are in favour of extending the system of Advisory Committees to all municipal towns, and district officers are generally of the same opinion. Mr. Foley, however, is afraid of "one abkar taking advantage of the existence of the committee to put obstacles in the way of another abkar and further his own ends." Mr. Rowland considers the smaller municipalities in his district are not yet ripe for the system. Mr. Verne observes that none of the towns with a population of less than 20,000 in his district have got more than one spirit shop and a few *tari* shops and adds that "the existing arrangement whereby the chairmen are consulted as to the location of shops and objections against any are quite adequate." Mr. Coupland also considers the consulting of Chairmen of municipalities sufficient but has nevertheless no objection to Advisory Committees for the smaller municipalities "if suitable members are available." Rai Manomohan Ray Bahadur is not in favour of having Advisory Committees for municipalities with population less than 10,000 unless they are at the district headquarters station.

46. I would like to see the system of Advisory Committees extended to all municipalities as well as to other areas where representative opinion is available. It gives the Collector an excellent opportunity of making himself acquainted with

different points of view from which the questions of number and location of shops may be examined. The power given to municipalities may be liable to abuse in rare instances, as apprehended by Mr. Foley, but unless the final decision in the matter of licensing rests with them, the consequences are not likely to be very serious. Moreover, the possibility of abuse in rare cases should not be allowed to stand in the way of real reform. The Advisory Committees have offered very valuable assistance in the past few years in the matter of licensing shops in the bigger towns, and it would be desirable to have similar assistance for the smaller towns as well as for rural areas. Mr. Coupland and Mr. Sen consider it impracticable to have any system of Advisory Committees for rural areas, but on the other hand Mr. Kilby believes it would be useful to know what the District Board thought of the Excise settlement proposals. Mr. A. E. Scroopé is "inclined to think that the District Board should be given some powers to make recommendations regarding mufassil shops." Pandit R. B. Misra recommends "that as in cases of municipal towns the Municipal Commissioners select members for the Advisory Committees, so in the case of the interior of the district the District Board should be given the same function, and representative members from all parts of the district should be appointed to form an Advisory Committee for the determination of number and sites of shops in the rural area." The Honourable Mr. McIntosh believes "it would be a wise policy which would undoubtedly yield most beneficial results if the District Boards were brought into association with the Revenue authorities in all matters relating to the Excise Administration of their districts." My own experience of the District Boards, Local Boards, village unions and similar representative bodies make me hopeful that Advisory Committees can be formed for advising the Collector regarding shops in rural areas, and that they would be in a position to make very valuable recommendations.

47. Local Advisory Committees formed last year were composed of—

The Collector, or in his absence the Sub-divisional Officer.

The Superintendent of Police, or in his absence a responsible Police officer not below the rank of Inspector.

The Chairman of the Municipality or in towns where the Collector or Sub-divisional Officer is the Chairman, the Vice-Chairman of the Municipality.

One Municipal Commissioner for each ward containing a liquor shop, such Commissioners to be elected by the general body of Commissioners.

48. The majority of Divisional Commissioners and District officers think that bodies so constituted were sufficiently representative, but the Commissioner of Orissa, the Collectors of Cuttack and Puri and the Deputy Commissioners of Manbhum and Singhbhum hold that Advisory Committees should be made more representative than at present. The Honourable Mr. Fischer, Pandit R. B. Misra and Mr. B. C. Sen do not explain how they propose to make the bodies more representative. Mr. Hignell's proposal is that persons interested in the various industries of the district should sit on the committee as well as the Municipal Commissioners. Mr. Ghosh says "The Advisory Committees may consist of the Chairman, Vice-Chairman, Ward Commissioner or Commissioners, and a limited number of persons nominated by the local people's associations, where there are any, besides the Collector, the Excise Deputy Collector and the Police Superintendent."

49. I think it would be a good thing to include in the committee a few persons nominated by local people's associations, if there be any as suggested by Mr. Ghosh, and also large employers of labour within the town areas. The idea should, however, be the ascertainment of all shades of opinion and not the creation of any non-official majority. The functions of these committees should, in my opinion, continue to be *purely advisory*, and as such the question of an official or non-official majority has no meaning, although as I may point out even now the committees have a non-official majority, and the addition of other persons as suggested above would further increase the proportion of non-officials.

50. On the point whether Advisory Committees should advise on shops for the sale of excisable articles other than liquor, *i.e.*, *ganja*, bhang, Charas and opium, many of the officers have offered no opinion. Among officers who have offered opinion, the Honourable Mr. Kershaw, and Messrs. Whitty, Rainy, Lyall, Dixon, Rowland and Hignell have no objection; Mr. Rainy adds, however, that it is to be remembered that licences for the sale of opium and *ganja* since the excisable article is not usually consumed on the premises, are in a different position from the spirit shops. The public generally are much less interested in questions affecting these

shops, e.g., the selection of sites, for the obvious reason "that they are not so liable to cause a nuisance if badly conducted." Messrs. Gruning, Foley and Deb are opposed to consulting the Advisory Committees in the matter of licensing shops other than those for the sale of liquor to be drunk on the premises. Mr. Foley says: "The use of these committees is to point out to the licensing authorities every kind of nuisance that arises from the shops, and every way in which they consider drunkenness might be suppressed. Shops for the sale of hemp drugs cannot very well constitute a public nuisance." Mr. Deb urges the very same thing and is also "not quite sure whether in view of the present constitution of the elective elements in municipalities the added power which the Deputation propose to vest the Advisory Committees with, would always be exercised in the interest of the public good."

51. While I do not see with Mr. Deb why Committees whom he would not suspect of underhand dealing in the matter of liquor shops should abuse their privilege when consulted with regard to drug shops, I believe there is very good reason in the argument which he as well as Messrs. Rainy and Foley have put forward, viz., that as drug shops are not likely to be public nuisances, the general public are likely to take very little interest in their number or location, and that the main functions of the Advisory Committees should be to point out to the licensing authorities every kind of nuisance that may, or do, arise from the shops and to make suggestions for the prevention of drunkenness. The advice of the Committees in matters other than such as constitute or likely to constitute public nuisances is apt to be purely theoretical and speculative, and I do not see the propriety of asking for such advice which it would very often be not possible to act upon.

52. The third recommendation of the Deputation that the auction system of licensing should be superseded by a system of fixed licence fees as recommended by the Government Excise Committee of Enquiry touches a very old controversy on which there has been considerable discussion on various occasions in the past.

53. The majority of officers now consulted are in favour of continuing the present system of auction with the safeguards imposed by the existing rules. The Honourable Mr. McIntosh, Mr. Dixon, Mr. Berthoud and Mr. H. W. F. Scroope would on the other hand introduce a system of fixed fees; and Mr. Deb would have fixed fees only in the case of shops for the sale of duty-paying articles. The Honourable Mr. Kershaw, Mr. Weston and Mr. Rainy would like to give the system of fixed fees a trial in districts where the conditions are settled and there are sufficient data for the determination of fair fees. Mr. Ghosh of Cuttack would dispense with licence fees altogether, and proposes that the entire Government demand should be taken in the shape of duty alone; which, instead of being at a fixed rate would be calculated on a sliding scale, "varying with the quantity consumed or issued, a higher rate being fixed for larger consumption and a lower rate for smaller consumption. For instance, there may be one rate of duty for issues below 25 or 50 gallons and another rate when the issues to the same shop exceed that limit up to say 100 gallons; when the total issues exceed 100 gallons the rate of duty may again be increased up to a limit say of 150 or 200 gallons." A scale like this will not, in his opinion, operate harshly on small shops with small annual consumption as compared with big shops commanding large sales, and will be more equitable. There will be contentment among vendors, sure as they would always be of some profit and it will "minimise their temptation to seek for increased consumption and to resort to all sorts of illicit practices to make up for losses consequent on enhanced licence fees, over which these men very often have no control." This proposal has clearly been made without due regard to the considerations that the distance of the shop from the place of supply and facilities or otherwise for transport are very important factors in determining whether the shop could work at a profit or not, and that a sharp distinction between a shop selling 51 gallons from one selling 49 gallons, while the latter pays no higher rate of duty than a shop selling 26 gallons cannot really be said to be a very equitable arrangement. The arrangements for checking duty must needs be very elaborate, and any mistakes made would be difficult to detect; these are other objections sufficient in themselves to condemn the proposals as unworkable in practice.

54. In the absence of actual experience, discussion of the merits or otherwise of the fixed fee system can be made only on *a priori* grounds. The arguments adduced by Messrs. Dixon, Berthoud and H. W. F. Scroope are by no means convincing and the Honourable Mr. McIntosh says no more beyond that he agrees with the Collector of Bhagalpur that all licences should be settled at fees calculated

according to issues, leaving a fair margin of profit to the vendor. Mr. Dixon meets only some of the objections ordinarily levelled against the fixed fee system, but does not put forward any positive argument why he would prefer it to a system of auction tempered by discretion. And his anticipation "that an increase in fee which is generally obtained by the auction system will be compensated by an increase in consumption which has been seen to follow settlements made on the principle enunciated above" would, if realized, be the best condemnation of the fixed fee system rather than otherwise, unless by "increase in consumption" he contemplates only a replacement of illicit supply by duty-paid articles. Messrs. Berthoud and Scroope's arguments assume that there are only two alternatives possible—either fixed fees or unrestricted auction—and lose sight of the third alternative, viz., the present sanctioned practice which is that of auction with very considerable limitations.

55. The question was discussed at great length by the Indian Excise Committee of 1905-06 in Chapter X of their Report, and they put forward a number of arguments in support of their recommendation of the fixed fee system. These arguments did not appear convincing to the Government of India, who in their Resolution No. 2997 Exc., dated the 16th May, 1907, pointed out some of the objections which the Indian Excise Committee had not met and declared in favour of a policy of auction which, however, was to be protected by very efficient safeguards.

56. The chief objections levelled against settlement by auction are—

- (1) that fees very often reach a point at which honest profit is not possible, and the licensee is therefore compelled to resort to illicit practices to save himself from loss; and
- (2) that by rendering fixity of tenure impossible, it removes all encouragement to respectable management.

57. The principal arguments against the fixed fee system are on the other hand that—

- (1) it creates vested interests—an evil which has proved in England the most serious obstacle to real temperance reform;
- (2) it fails to increase revenue in the same way as settlement by auction, while it gives no more guarantee of honest dealing or respectable management than the auction system, for the lust for profit may prove as great an inducement for resort to illicit practices as the necessity of saving one-self from loss.

58. A system of auction tempered by discretion on the lines indicated by the Government of India bears at least as much resemblance to a fixed fee system as to a system of unrestricted auction, for it is a system of auction within fixed minimum and maximum fees; while on the one hand competition among rival abkars and fixation of reserve prices guard against the shops being settled at inadequate fees, they are not on the other hand to be knocked down at bids which are purely speculative—fees at which the shops cannot be worked at a profit. This system, therefore, always ensures settlement of shops at fees at which honest profit is possible with respectable management, and while it tends steadily to increase revenue, without necessarily involving an increase in consumption, it makes the creation of vested interests impossible. It meets, therefore, some of the most important objections against either a system of unrestricted auction or an inelastic system of fixed fees. It must be admitted, however, that there is no more guarantee under this system than in any other that the management will be respectable or that the licensee's dealings would be above suspicion. Both the fixed fee system and the auction system tempered by discretion make respectable management and honest profits possible, but under either system, and very probably also under any other system imaginable, the problem of ensuring honest and respectable management is mainly a question of close and effective supervision.

59. It is possible, however, that one system may attract a better class of men than another, but this experience alone can show. While, therefore, I cannot give preference to the fixed fee system, on *a priori* grounds, to our system of auction tempered with discretion, I would nevertheless like to give effect to the suggestion of giving the fixed fee system a trial in particular localities most suited to it. If results show that, with the same amount of supervision, the fixed fee system gives a better class of abkars than what the auction system with its safeguards has done, it would be worth while sacrificing the increase in revenue that auction settlements

might have brought about and risking the possible danger from the creation of vested interests and to vote for the fixed fee system.

60. It is well, however, to make it clear at the outset that the system of fixed fees can never be applied to the settlement of outstills or to any similar cases where there are absolutely no reliable data for ascertaining consumption. In such cases the system of auction must continue, and such auction must be, in the absence of any reliable test by which the licensing authority can determine where the bidding begins to be speculative, as near an approach to unrestricted bidding as possible. This was recognized by the Indian Excise Committee who wrote in paragraph 192 of their Report: "This procedure is inevitable where there is no fixed duty levied, as in the case of outstills, licences for the manufacture and sale of country beers, and licences for the tapping and sale of *tari* where it is not subject to tree-tax." The evils incidental to unrestricted auction will continue, but they are necessary evils which it would not be possible to avoid and attempts to restrict auction are only calculated to give birth to abuses of far graver nature. The remedy in such cases lies not in the search for any improved system of fixing outstill licence fees, but in replacing outstill by distillery liquor shops. As stated above, this is mainly a question of improved communications, and the experience of the past few years should be sufficient guarantee that consideration of revenue will never stand in the way of the department pushing on the steady programme of extension of distillery area to keep pace with improved facilities of communication.

61. The fourth recommendation of the Deputation is that the licensing function be removed from the control of the Revenue Department and (with proper safeguards) placed in the hands of the local committee or some other independent authority. This is clearly in their eyes the most important change necessary in any programme of temperance reform, and the Deputation explain that it is with this end in view that they desire to see the non-official element strengthened in the Advisory committees.

62. All the officers protest with one voice against the radical change which this suggestion demands, and several of them observe that the recommendation could only have been made under very mistaken impressions regarding present-day conditions in this country. The Honourable Mr. McIntosh who would himself "welcome the transfer of the licensing function from the control of the Revenue Department if it were possible to do so" expresses his conviction that "we have not reached such a stage of development as would make it possible to place the licensing function in the hands of the Local Committees." Mr. Coupland says:—

"I have personally paid a considerable amount of attention to local excise matters while on tour during the last six years. I have constantly passed orders for the removal of outstills to less prominent and objectionable sites and have on several occasions recommended and secured the abolition of outstills which I considered unnecessary. On no single occasion, however, have I ever been asked by any private individual to move or close an outstill. On the contrary, I have frequently been asked by local people, zamindars, traders and the drinking classes to open new outstills, and not to interfere with existing ones. In this district applications from zamindars (otherwise enlightened) for the removal of a shop to, or the opening of a new shop in, some village in which they are running a weekly market, are frequent, and verbal representations from villagers that they have to go long distances to get their liquor are constant. The only result, therefore, of local committees in a district like this is likely to be an increase and not a decrease in the number of outstills, and their location in more prominent positions. The proposal is to my mind, therefore, thoroughly unpractical, so far as rural areas are concerned. If the idea is that the committee should consist of persons resident at or near the headquarters of the district, it is equally unpractical, as such persons neither know nor would take the trouble to learn, even if they had the time, by personal visits of enquiry, local conditions in places 50 and 60 or even only 10 miles from headquarters.

"The transfer of powers from the Revenue Department is presumably recommended on the ground that the Revenue Department has interests other than those of temperance and morality to consider, and is likely to set increase of revenue first. But who are the unbiassed persons or classes of persons who are likely to form an independent authority? Landholders are not unprejudiced as I have shown above; nor are the merchants whose trade depends on the local markets and the success of the latter more often than not on the local outstill. The others available in most headquarters stations are pleaders and mukhtears who cannot afford, as a rule, to

quarrel with either landholders, merchants or wealthy excise vendors, to whom they have to look for the bulk of their income. The ardent abolitionist is obviously out of place on such a committee unless the object is to abolish all facilities for consumption of licit liquor at any cost.

"So far as my knowledge of the subject goes, local option has not been an unqualified success even in countries where a much higher all-round standard of civilisation and education has been attained than is at present the case in rural India, and to experiment with it at present in this country would be to court disaster."

63. It is true that Mr. Coupland speaks from experience in comparatively backward districts (Palamau and Manbhum) and it is probable that no zamindar with any claim to being considered enlightened in a more advanced district will apply for opening a new shop in some village in which he has started a new market. At the same time, his complaint that persons resident at or near the headquarters of the district—and experience has shown that it is mostly persons of this class who would under present conditions find place in any assembly which is constituted by election or any other method ordinarily employed for securing "representative bodies"—neither know nor would take the trouble to learn, even if they had the time, by personal visits of enquiry, local condition in places 50 and 60 or even only 10 miles from headquarters, is unfortunately too real to be overlooked in a matter of such vital importance as the licensing of excise shops. Moreover, as pointed out by Mr. H. W. F. Scroope, such assemblies are likely to be composed mainly of gentlemen who are themselves total abstainers and who would not be in a position to represent the views or pronounce upon the wants of the very large majority addicted to the use of intoxicants, and could not be relied upon to deal with the question in a practical manner. They would be mostly theorists, looking upon the question from a purely prohibitionist standpoint, and the inevitable result of making over the licensing function to them would be class tyranny of a very annoying kind which is sure to be retaliated by illicit practices on a scale never known before. There is also the very great danger pointed out by Mr. Lyall of the number or location of Excise shops being made a party question by rival factions in any non-official committee to whom the licensing power might be transferred.

64. The District Officer is better in a position than anybody else in the district to be informed of all the facts and circumstances that must determine the number and location of shops for the vend of different excisable articles. This the Deputation presumably do not contend, but it is urged that "so long as the present arrangement continues the officials of the Government are under a constant temptation to obtain as much revenue as possible from the sale of liquor" and the Honourable Mr. Gokhale says in very expressive language "There is after all a good deal in the saying that no person can serve God and Mammon together, and no authority can take care of the Government revenue and at the same time take great interest in temperance." This is a very serious charge levelled against a whole body of officials, and I, as one of the condemned, find myself in a delicate position in answering that charge, for whatever I may have to say might be looked upon with suspicion as interested self-defence. Fortunately, however, the answer has been given, and in no unmistakeable terms, by the Right Honourable the Secretary of State who expresses his conviction that there are a great many officers of the Government of India "whose desire for the well-being of the people entrusted to their charge is such that they would scorn for the sake of adding something to the public revenue to encourage habits or practices obviously deleterious in character," and any observations of mine on this point would be wholly superfluous.

65. The Collector is, as I have said above, the person best informed of the conditions that should determine the question of licensing. There is no just reason to suspect that he would be actuated by any motive other than the well-being of the people placed under his charge, and it naturally follows that he is the person with whom the last word in the matter of licensing excise shops must rest. As I have said before, the local Advisory committees have rendered very valuable assistance in the last few years in the matter of licensing shops in the larger towns, and I have expressed my desire to see similar committees formed for the smaller towns also, and also for rural areas, wherever possible. The functions of the committees should, however, continue to be purely advisory as at present; the result of vesting them with larger powers which they are not in a position to exercise properly would be very different from what the members of the Deputation would like to see.

66. The Right Honourable the Secretary of State expressed, however, before the Deputation, his desire to see the apparent anomaly of the double function exercised by the same officer as a licensing as well as a revenue authority gradually disappearing and I believe I am expected to submit what I consider the best way of attaining that end. A complete separation of the two functions is not, I believe, possible, for somewhere in the hierarchy of office, the double function must be combined, so that there may be a final authority who would adjust the rival claims, where there are any, of revenue and temperance. The question for determination is, at exactly what rung of the ladder this should be. The decision should depend upon ascertaining up to what stage in the scale officers employed in the collection of revenue and processes incidental to it, are likely to be engrossed so much with the details as to lose sight to some extent of the broader question of the benefit of the subject, and to acquire a bias to place revenue before other considerations. There can be no question that the District officer is above this stage and the general interest of the public cannot, therefore, suffer if the line were drawn just below him between him and the Excise Deputy Collector. At present the Excise Deputy Collector is what one Collector has described the "expert adviser" to the District Officer in all matters relating to Excise in questions relating to revenue as well as to licensing and one step in the way of separating the dual function would be to confine the Excise Deputy Collector to purely revenue and preventive functions and to give the Collector a second "expert adviser" for questions of licensing and other similar functions. This second "expert adviser" must also be a touring officer and should be of at least the same status as the Excise Deputy Collector. His duties will be much too heavy to be tacked on to the work of another officer, for he will not only take over such portion of the Excise Deputy Collector's work as the latter is divested of but will also have to go over much of the ground that the Excise Deputy Collector will continue to cover as part of his reduced function, *e.g.*, inspection of shops and collection of information regarding illicit practices which are as essential for the purposes of the purely licensing as of the purely revenue officer and it will generally be necessary to post an additional Magistrate or Deputy Collector to each district for this purpose. This arrangement will add considerably to the cost of the administration, and it is a matter for consideration of the higher authorities whether such additional cost would be justified by the benefits to be derived from the separation of revenue and licensing control. My own impression is that the advantages to be obtained, while real, would not be very considerable for even under present conditions, although the Excise Deputy Collector may to some extent acquire a bias for considerations of revenue and offer advice regarding licensing from a purely revenue point of view, it is generally possible for the Collector to correct him, and to decide upon the course of action which the interests of the general public demand.

67. Very considerable attention to the selection of sites for the location of liquor shops has been paid during the last few years especially in the districts of the Chota Nagpur Division where such attention is particularly necessary on account of the large proportion of the aboriginal population. As desired, however, in paragraph 4 of the Government of India letter, I am issuing instructions again to District Officers as to the necessity of selecting shop sites as far as possible in accordance with the instructions contained in paragraph 6 of the Finance Department (Government of India) Resolution No. 5086, dated the 15th August, 1907.

68. Statements regarding the vend and consumption of foreign liquor referred to in paragraph 6 of the India Government letter have been furnished in the Excise Administration Report for 1912-13 and similar statements will be furnished in future reports. As explained, however, in the Administration Report, the figures shown in these statements give no idea whatever of the total consumption of foreign liquor in the province, for many consumers obtain their supplies by direct indent from Calcutta shopkeepers, and there is no means at present at our disposal for ascertaining the quantity so imported. The foreign liquor question, however, is not very important for this Province as its consumption is chiefly by Europeans and Anglo-Indians, and a very small section of the Indian community; for the large masses country spirit is the form in which distilled liquor is consumed.

Annexure No. 3.

Question asked by the Honourable Babu Bishun Prasad at the Meeting of the Bihar and Orissa Legislative Council held on the 29th August, 1913.

Will the Government be pleased to lay on the table a statement showing the number of shops reduced, or their sites changed, in each district of the Province separately, as a result of the representation of the Excise Advisory Committees since their formation?

Answer.

A statement showing the number of Excise shops reduced, or sites changed, in each district of the Province on the representation of the Excise Advisory Committees formed in 1911-12 and 1912-13 is laid on the table. The statement deals only with the changes effected since the creation of this Province. Information regarding the changes made on the representation of previous committees is not readily available.

Annexure No. 4.

Statement showing the number of Excise shops reduced, or their sites changed, in each district of Bihar and Orissa on the representation of the Excise Advisory Committees formed in 1911-12 and 1912-13.

District.	Action taken in 1912-13 on the recommendation of the Committees formed in 1911-12.		Action taken in 1913-14 on the recommendation of the Committees formed in 1912-13.		Remarks.
	Number and nature of shops closed.	Number and nature of shops of which sites were changed.	Number and nature of shops closed.	Number and nature of shops of which sites were changed.	
1.	2.	3.	4.	5.	6.
Patna	—	—	—	1 Tari.	
Gaya	2 Tari	2 Tari	2 Tari	2 Country spirit.	
Shahabad	—	—	2 Tari	3 Tari.	
Saran	2 Country spirit	—	1 Country spirit	1 Tari.	
Muzaffarpur	1 Tari	2 Tari	—	4 Tari.	
Darbhanga	—	2 Tari	—	6 Tari.	
Monghyr	2 Tari	—	1 Tari	1 Tari.	
Bhagalpur	—	2 Tari	—	3 Tari.	
Puri	—	—	1 Country spirit	—	
Ranchi	—	—	1 Country spirit	—	

Enclosure 13.

Letter from the Honourable Mr. H. L. Stephenson, C.I.E., I.C.S., Secretary to the Government of Bengal, to the Secretary to the Government of India, Department of Commerce and Industry, Excise No. 506 T.—S.R., dated Darjeeling, the 27th October, 1913.

I am directed to reply to the Honourable Mr. Enthoven's letter No. 477-490—218, dated the 24th January, 1913, with which were forwarded papers relating to certain criticisms made on the excise administration in India by two deputations which waited on the Secretary of State for India in August, 1907, and July, 1912. The Government of India desire to have an expression of opinion on the special aspects of the drink question in the Presidency of Bengal, and to be furnished with statistics showing the consumption of, and taxation realized on, excisable articles of different descriptions in the old Provinces of Bengal and Eastern Bengal and Assam and in the existing Province of Bengal during each of the years 1905-06 to 1912-13. The Government of India enquire to what extent this Government would be prepared to give effect to the recommendations of the deputation in regard to the extension of the powers and functions of local advisory committees and the modification of their constitution. They enquire what further reduction, if any, is now possible in the number of shops; and they also desire to be informed as to what further curtailment is possible with regard to the hours of sale. They also intimate that they will be glad to receive any suggestions which this Government may offer in regard to the working of a system of fixed licence fees.

2. The Excise Commissioner, who was consulted in the matter, has submitted a very exhaustive report dealing with all aspects of the drink question throughout the Presidency; and he has made a detailed examination of the excise statistics of the Presidency covering a period of more than 30 years. I am now to submit for the information of the Government of India a copy of this report together with the statistics called for. Statistics have been prepared not only for the Presidency of Bengal as now constituted, but also for the Provinces of old Bengal, Bihar and Orissa, Assam as at present constituted, and those portions of Bengal which formerly formed part of the respective Provinces of Bengal and Eastern Bengal and Assam.

3. I am in the first place to invite attention to the progress that has been made during the past seven years in improving the system for the supply of country liquor in this Presidency. In 1905-06, 26,570 square miles of present Bengal were under the outstill system, and 43,312 square miles under the distillery system. In that year the Dacca Division was under a system known as the central distillery system; while the outstill system prevailed in the Rajshahi and Chittagong Divisions and part of the Burdwan Division. The outstill system entirely disappeared from the Burdwan Division and the district of Darjeeling in 1907-08, from the Rajshahi Division in 1909-10, and with effect from the 1st April, 1913, has disappeared from the Chittagong Division. The Presidency is now entirely under the contract supply system. This system possesses an advantage over outstills in regard to the quality of liquor supplied for consumption; but apart from this its adoption renders it possible to ascertain with great accuracy the actual licit consumption of country liquor and thereby to exercise more effective control. During the period that the outstill system prevailed it was not possible to ascertain with any degree of accuracy the consumption in the areas obtaining their supply from outstills; and the figures of total consumption, based as they were on estimates or on inaccurate registers maintained at the outstills, did not really represent the actual state of affairs. And their existence in conjunction with a contract supply system prevailing in other parts of the Province tended also to vitiate the statistics of consumption in these latter areas owing to the smuggling that took place from outstills to contract areas. These uncertainties and complications have now disappeared. With the introduction of the contract system the exact account of the quantity of liquor sold from each shop is now possible; the smuggling of liquor from one district to another has been lessened; and it will be possible in the future to determine with great accuracy and certainty the variations in consumption in different districts, and to determine in consequence a line of action to check the growth of consumption.

4. The Excise Commissioner has dealt very fully with all the aspects of the drink problem in Bengal, and I am to invite the attention of the Government of India to his remarks on this question. The statistics now submitted contain certain salient features of importance. The various statements give figures for the distillery areas, where the consumption was known with fair accuracy; and I am to point out that although there has been an increase in the total consumption between the years 1905-06 and 1912-13, the consumption per hundred of the population of present

Bengal shows no great variation throughout the period. There was an increase in 1907-08, to which reference will be made later; but this increase was not maintained and has not again been worked up to. A comparison too of the average consumption in Bengal with that of Bihar and Orissa and Assam is greatly to the advantage of this Presidency. This is not surprising when it is remembered that a very considerable proportion of the total population of the Presidency consists of Muhammadans, who are not addicted to country liquor. The incidence of the total revenue from country liquor also compares very favourably with Bihar and Orissa and with Assam; and generally it must be admitted that, in so far as the districts of this Presidency are concerned, the Local Government has not been remiss in taking measures to check consumption. There has been a reduction in the number of country spirit shops and in the number of retail shops per 1 lakh of population, and the number of square miles per shop has in consequence largely increased: generally the facilities for the supply of country liquor are on the whole moderate.

5. While, however, the statistics for the Province generally indicate that the average consumption and the average number of shops in the Province as a whole are moderate and compare very favourably with the adjoining Provinces of Bihar and Orissa and Assam, the excise question in Bengal is really somewhat more complicated. The statistics of consumption show that nearly half the country spirit which is consumed in this Presidency is retailed in an area of less than 400 square miles, comprising Calcutta with its suburbs, the towns of Howrah and Bally, thana Serampore in the Hooghly district, the Barrackpore subdivision, and certain thanas in the 24-Parganas. In this area no less than 402,501 L. P. gallons were consumed in 1912-13 out of a total provincial consumption in the distillery areas of 851,534 L. P. gallons. This area contains a large industrial population employed in the mills, docks, and factories in the neighbourhood of Calcutta. Outside this area there are other tracts which contain a considerable industrial population—the rural areas of the Howrah district occupied by factories and mills, the Asansol subdivision of Burdwan with its coal fields, and the Jalpaiguri district with its tea gardens: all areas containing a large proportion of immigrants from spirit-consuming tracts. It will thus be realized that the drink question in the mufassal of Bengal generally is far from being a serious matter, and that the drink problem in Bengal is mainly confined to the industrial tracts in the neighbourhood of Calcutta. This is undoubtedly accounted for in a great measure by the constitution of the population. The Eastern Bengal districts are inhabited mainly by a Muhammadan population not addicted to liquor; and any comparatively high rate of consumption in these districts may generally be attributed to the existence of a few large towns which contain an industrial population. The situation is revealed to some extent in the separate statistics which have been furnished for the Burdwan and Presidency Divisions and the Darjeeling district, and that part of the Presidency which formerly formed part of the Province of Eastern Bengal and Assam. A comparison of the statistics for these two parts of the Presidency shows that the number of retail shops per thousand of population is considerably in excess in the Western divisions as compared with the Eastern Bengal districts, while the consumption of country spirit per thousand of population is also largely in excess in the former. While the special aspect of the drink problem in Bengal thus largely centres round the industrial area in the neighbourhood of Calcutta, it must be admitted that the policy followed in the past has not been without effect in increasing the consumption both in and outside this particular area. There has been a large increase in the consumption of country spirit during recent years, an increase which has not been confined to the industrial area. The increase first took effect in the year 1907-08, and was the result of the introduction of the contract supply system to the Presidency and Burdwan Divisions and to the district of Darjeeling. The situation is clearly explained in paragraphs 13-14 of the Excise Commissioner's report. With the introduction of the contract supply system there was an almost general reduction in prices. This was due in part to the introduction of the contract supply system itself, but it was intensified by the issue of orders which laid down maximum prices at which country spirit could be retailed. The main object in the fixation of a maximum price was to reduce the temptation to illicit distillation in what were formerly outstill areas. The spirit supplied under the contract system is of a somewhat different character from that manufactured in outstills and was not at first palatable to the consumer of country spirit. Illicit spirit too can be manufactured and sold at much lower prices than licit liquor, and since in many districts considerable facilities exist for illicit distillation it was considered essential to keep prices at such a level as to reduce the temptation to illicit distillation. The increase in consumption was to some extent a

proof of the success of this policy; and the fact that it occurred immediately, was not maintained, and has not gone above the level of the increase in that year tends to support this view. These maximum prices were based on a system which in itself was sound, namely, that country spirit should not be dearer in the rural districts than in Calcutta, where wages are higher and where a large proportion of the population consists of men living in circumstances which are likely to tempt them to indulge their taste for intoxicants. It would appear, however, that sufficient consideration was not given to the prices prevailing in Calcutta, and it seems to have been overlooked that the rate of duty on country spirit in Calcutta had not been raised for many years, and that the retail price of country spirit had not risen in proportion to the increase in wages and the cost of living. It would not, however, have been expedient to enhance the rate on country spirit unless the tariff rate on foreign liquor had been increased at the same time, as with an increase in the duty on country spirit this liquor would have been subjected to competition with cheap foreign liquor, whose price was determined by the tariff rate and could not have been increased except by a rise in that rate. The fact that the increase in consumption following the introduction of the contract supply system, was not maintained, and that there was a fall in the succeeding years up to the year 1912-13 is, as the Excise Commissioner has shown, proof that there has not been on the whole any general spread of the drink habit.

6. The large industrial area within which the bulk of the liquor is consumed in this Presidency consists of Calcutta and the numerous towns surrounding it along the banks of the Hooghly, all inhabited by men belonging to spirit-drinking classes and immigrants from areas where spirit is consumed: all working under conditions which tend to the consumption of intoxicants. The considerations which have been referred to relative to the fixation of maximum prices outside Calcutta and the level of prices in that city were, it must be admitted, responsible to some extent for the increase in consumption within this industrial area. But other causes have been at work. The Excise Commissioner has shown in his notes dealing with Calcutta and its suburbs that there has been a great influx of adult male immigrants from the great spirit-drinking tracts of Bihar, Chota Nagpur, and the United Provinces, a large proportion of whom belong to the classes which drink spirit in their own country. The immigrants have migrated from their own homes to the industrial centres in Bengal in search of employment at the docks, factories, and mills, where they earn high wages. The wages of these classes have increased considerably during recent years; and the prosperity that has prevailed in the various trades has been the means of attracting numerous immigrants to this locality. These immigrants too are working under conditions which tend to the consumption of intoxicants. It has been asserted that the existence of country spirit shops leads to temptation to drink and has been the means of inculcating the habit of spirit-drinking among classes who are not accustomed to take liquor. It is difficult to deal with this allegation without a very detailed investigation, but there can be no doubt that the changes in the conditions of life generally, apart from the existence of shops, have had an effect in towns of increasing the number of those who indulge in spirituous liquor. The Hindu population too of Western Bengal have in large numbers shaken off the trammels of religion in the matter of food and drink, and in doing so have increased the number of those who consume liquor. Even under these circumstances which tend to the consumption of intoxicants, the actual consumption does not, as the Excise Commissioner has shown in paragraph 22 of his report, prove that any great proportion of this population can be even regular moderate drinkers. This Government has however realized the necessity for increasing the rate of taxation, and with effect from the 1st April, 1913, the duty on country spirit has been raised by annas 10 per L. P. gallon in most districts of the Presidency. This increase in duty, which is one step in a definite policy of realising as much as possible of the total taxation by way of duty and as little as possible in licence fees, has not however been accompanied by any diminution in the fees paid for licensed shops, and it seems not unlikely that the whole incidence of taxation will closely approximate to that on foreign liquor. It is hoped that this increase in the duty will tend to check the growth of consumption, but it will be necessary to watch carefully the consumption of foreign liquor; and if any effective check on the consumption of country spirit, unaccompanied by competition with foreign liquor, is to be obtained, it will very soon be necessary to raise the tariff against foreign liquor, as otherwise it will not be possible to force up the price of country spirit to any point which will involve a substantial reduction in consumption.

7. With regard to ganja I am to observe that there has been a slight reduction in the number of shops, but despite this the consumption has increased con-

siderably. No change in the tariff duty took place during the period, and it remained at the uniform rate of Rs. 11 per seer. This Government did not fail, however, to notice the gradual growth in consumption, and with a view to checking the increase has raised the duty with effect from the 1st April, 1913, from Rs. 11 to Rs. 15. The result is shown in a diminished consumption during the present year. As regards opium the number of shops has largely been reduced, but the consumption and revenue have increased. The incidence of taxation has increased, as in ganja, entirely out of licence fees. On the whole, however, the consumption of both ganja and opium per 1 lakh of population shows very little increase.

8. The Governor in Council has given much consideration to the recommendations of the deputation in regard to the functions and powers of Advisory Committees. He is constrained to admit that, at any rate in the industrial area, the stage has not been reached at which it can be said with certainty that the number of shops is not excessive and that all existing shops are suitably located; and he is therefore prepared to welcome freely whatever local advice can be obtained. His Excellency in Council agrees, for the reasons which have been very clearly set forth in the reply of the Secretary of State to the deputation of July, 1912, that it is not possible to admit any form of local prohibition. It is impossible to ignore the fact that local gentlemen of position, whether Hindu or Muhammadan, would be bound by religious principles or caste rules, which have practically equal binding force, to adopt an attitude of total prohibition, regardless of the customs or desires of the low caste drinking population, or of the higher castes who have not the same rules as themselves or have broken through them. The Governor in Council is not therefore prepared to put local Committees formed on a popular basis in a position of complete control. He adheres to the view that the Collector should be the final authority in all questions relating to the location and number of excise shops. There is no one in the district who is so able to take a broad view of all the circumstances, and he is not in fact in such a position of subordination to the Excise Commissioner that considerations of revenue should have any undue weight with him; it is not the case that District Officers are influenced by considerations of revenue in determining the number and location of shops. His Excellency in Council is however ready to consent to a more extended application of the principle of Advisory Committees. The rules now in force in this Presidency restrict the appointment of such Committees to towns with a population of 20,000 or more in the Western Bengal divisions; while in the Eastern Bengal districts they are appointed for only a few towns of major importance. His Excellency in Council now proposes to extend the system to all municipalities throughout the Province. The powers of these Committees will also be amplified, and they will be entrusted with the duty of advising on all questions relating to the number and location of shops for the sale of intoxicants of every kind. Two questions have also been raised in connection with these Committees, viz., whether it is desirable to make the Committees more representative of public opinion, and if so how this can best be effected, and whether the Committees should contain a majority of non-official members. Hitherto representation of public opinion on these Committees has been confined to one or two members of the municipal body, who have assisted the principal Government officers in dealing with the licensing questions. The Governor in Council has, however, no objection to enlarging the representation of the non-official community, and he would not be averse to Committees with a non-official majority. There is, of course, the difficulty that if Committees be formed on a popular basis with a non-official majority, there will unquestionably be continuous pressure to give them more real control, but His Excellency in Council considers that it would be better to constitute Advisory Committees with a strong non-official element, leaving the final decision with the Collector, than to transfer the responsibility for licensing to a mixed committee with an official majority. It is of course really immaterial whether in the case of a purely advisory committee there shall be a non-official majority or not; the correct standard that should be followed is the representation of the parties most interested. The Governor in Council proposes therefore to lay down no hard and fast rules relating to the composition of these Committees; and he will modify the existing rules so as to vest in Commissioners of Divisions the power of appointment. The Commissioner of the Division is not so intimately connected with the administration of the Excise Department, and he is not influenced by considerations of revenue in dealing with excise matters. This officer has an intimate acquaintance with the leading representatives of public opinion, and the Governor in Council would therefore entrust him with the duty of appointing for each municipality a Committee of as many members as he may think fit to advise the Collector in regard to the number of licences and location of shops. The only conditions affecting his

discretion in this matter are that he shall make due provision for the representation of both the non-official community and the Excise Department.

Outside the towns no provision exists for the formation of Committees to advise the local authorities in the matter of licensed shops in rural areas. The Governor in Council is not unwilling to extend the principle of Advisory Committees to mufassal areas, and he proposes therefore to constitute the Local Boards that exist in each district and subdivision as Advisory Committees for the areas under their charge. As these Boards are in most cases composed in part of members elected from different parts of the local areas, they will be able to put before the Collector the local views in regard to the existence and location of licensed shops, and they will in this manner constitute a valuable source of information to the Collector.

While the Governor in Council is prepared to extend the principle of Advisory Committees to municipalities generally and to rural areas, he is of opinion that the time has come to make a further advance in licensing matters in the area which falls within the jurisdiction of the Superintendent of Excise Revenue, including Calcutta and its suburbs and the towns of Howrah and Bally in the Howrah district. The Advisory Committee which deals with this area is usually presided over by the Superintendent of Excise Revenue. The Governor in Council considers that this arrangement should no longer continue. The Superintendent of Excise Revenue, Calcutta, is, in excise matters, in complete subordination to the Excise Commissioner, his public interests relate mainly to the revenue, and it is on these grounds undesirable that he should have the main responsibility of deciding questions as to the number and location of shops. In considering an alternative arrangement His Excellency in Council has come to the conclusion that a licensing authority with the full and final power of determining the number of licensed shops and their location should be appointed for Calcutta and each of its suburban municipalities and for each of the towns of Howrah and Bally. The constitution of these Licensing Boards will provide for an official majority. For Calcutta the Board will consist of the Commissioner of the Presidency Division, who will be President, the Commissioner of Police, the Chief Presidency Magistrate, the Superintendent of Excise Revenue, two representatives of the Calcutta Corporation, and one representative of the leading Temperance Association. In the other towns the Board will consist of the Commissioner of the Division, who will be President, the Magistrate of the District, the Superintendent of Excise Revenue, the Superintendent of Police, two representatives of the respective municipalities, and one representative of the leading Temperance Association. With the exception of the Superintendent of Excise Revenue, none of the official members of these Licensing Boards have any special connection with questions affecting the revenue, and their interests in dealing with questions affecting the number and location of shops would have regard to the demands for facilities for the supply of intoxicants as well as to measures for the discouragement of intemperance. Committees constituted in the manner described should command great respect, and their appointment will go far to satisfy the wishes of the Temperance party.

9. With the institution of Advisory Committees and Licensing Boards on these lines, the Governor in Council is unable to agree to any further measures for the separation of the licensing and revenue functions; and he would not favour the suggestion of the Excise Commissioner that an experiment should be made by dividing the functions between Collectors and Additional Magistrates in districts where these additional officers are employed. Apart from the fact that Additional Magistrates are as a rule junior officers with limited experience of district work and with duties mainly of a judicial nature, the Governor in Council is unable to agree to any measure which will have the effect of divesting the Collector of the district of any portion whatever of his responsibility for the entire excise administration of his district.

10. The Excise Commissioner has shown in paragraph 32 of his report the measures that have been taken in recent years to deal with the question of the number of shops. A large reduction has been effected in the number of shops in the majority of districts in the Presidency, but the Governor in Council is constrained to admit that in the industrial area the opportunities for obtaining liquor seem somewhat excessive. In Calcutta and the towns of Howrah and Bally the question not only of the number but also of the location of shops will be left to the discretion of the Licensing Boards to which reference has already been made. In other places within the industrial area as well as in the more rural districts the Excise Commissioner will be directed to make further enquiries with a view to reduction where possible. I am however to observe that it may be found necessary not to reduce but

to increase the number of shops in certain districts. While this Government is prepared to take every measure possible to discourage and restrict consumption, it is impossible to deal effectively with this question without taking into consideration the facilities for illicit distillation. This Government is faced with a very serious problem in the matter of illicit distillation; but while it has always paid due regard to the risk and to the actual prevalence of illicit practices, it has not been deterred by them from measures to increase duty and diminish consumption. The greater part of the country west of the Damodar river, where the mahua tree is common, teems with illicit distillers who are with difficulty kept in check, and the Bakarganj and 24 Parganas districts, with their large jungly and inaccessible tracts, also afford facilities for illicit distillation on a considerable scale. In the former of these two districts it would appear that the spirit of reduction has been pushed too far, and it may be necessary to increase the number of shops in order to cope with illicit practices.

11. A question of some difficulty and of considerable importance, particularly in Calcutta, to which reference is made in paragraph 35 of the Excise Commissioner's report, arises in this connection—that relative to the sites of shops. Changes in the sites of shops or even in the settlements with licence-holders must necessarily be regulated by the ability to secure a suitable shop at the approved site or to obtain a transfer of an existing lease. A decision that the demand of a certain locality shall be met from a shop situated in a certain street cannot be given effect to unless a suitable shop can be secured in that street, and under the system by which settlements are made by auction, a successful bidder may find it impossible to secure the lease of a shop which has been approved as suitable and necessary in its particular location. The principles which underlie the auction system are to some extent defeated by the fact that an existing licensee has the great advantage of possession and can retain the lease of the shop site against a new-comer. The Governor in Council cannot but think that if effective measures are to be taken to deal with the question of the reduction of the number of shops in Calcutta and the removal of existing shops from undesirable to suitable sites, Government should have power to lease, and if necessary in the last resort to acquire, sites, otherwise decisions that a particular shop should be removed may remain inoperative. The Governor in Council does not propose, however, to press this question at the present time; the situation is not at present acute. But the Licensing Boards in Calcutta and the neighbouring municipalities will no doubt be faced with difficulties in dealing with licensed shops within their areas, and if they should find it impossible to carry out effective measures of reform without the power of acquisition, they will doubtless bring the matter to the notice of Government and action will then be taken.

12. The deputation to the Secretary of State suggested that the hours of sale might be limited by later opening and earlier closing hours being fixed for all licensed premises. The rules at present in force in this Presidency allow shops to be opened at sunrise; and fix as closing hours sunset in the Darjeeling district, 9 p.m. in Calcutta and in rural areas in hot weather, and 8 p.m. in rural areas in the cold weather. Various opinions have been expressed in regard to a suggestion that the sale of intoxicants should be limited to the hours between 8 a.m. and 8 p.m.; but there is a general consensus of opinion that no harm would result from the issue of orders directing that no shops should open before 8 a.m. Outside the industrial areas the consumption of intoxicants in the early morning can amount to very little; within the industrial area it has been urged that the shops should be opened in order to supply the wants of those who having indulged in liquor overnight require a stimulant to render them fit for work, or of those who have either been on a journey or have been at work during the night. The Governor in Council cannot accept the recommendations urged in favour of opening shops at an early hour to meet such demands. They are entirely out of accord with the principles and policy of Government, which aim at discouraging habits of intemperance. His Excellency in Council sees no reason why shops should be open at all in the early morning, and he proposes therefore to issue orders directing that no shop for the sale of intoxicants shall be opened before 8 a.m. in the hot weather and 10 a.m. in the cold weather.

The question of earlier closing hours presents more difficulty. It is, of course, essential that the moderate consumer should have opportunities for supplying his wants, for unless he can obtain stimulants in a legitimate manner, he would certainly satisfy his demand by illegitimate means. In rural areas outside towns the consumer is ordinarily able to visit the licensed shop before sunset and would suffer no inconvenience from a rule which directed the closure of all rural shops at that

hour. The case is different in towns, where the industrial population are at work till after sunset; and illëgitimate practices, which it would be difficult to check, would certainly occur if such labourers were unable to satisfy their demands, as it is often the case that these labourers work until 7 or 8 p.m. and in some places later. The Governor in Council would not, therefore, in the case of towns, depart from the existing rule by which country spirit shops are closed in Calcutta at 9 p.m. throughout the year and in other towns at 8 p.m. in the cold and 9 p.m. in the hot weather. In rural areas and throughout the Darjeeling district the rules will be modified to provide for the closure of all country spirit shops at sunset.

Opium shops are at present closed at sunset in the Burdwan and Presidency Divisions and the Darjeeling district. The Governor in Council proposes to extend this rule to the Presidency generally, and to apply it to the case of all shops licensed for the sale of drugs.

I am, however, to observe that in deciding to modify the existing rules as to the hours of sale the Governor in Council does not anticipate that any great reduction in consumption will take place. But the strict limitation of the hours of sale should tend to the disappearance of the more vicious and deleterious forms of drinking, *e.g.*, surreptitious indulgence, and to some extent remove the evils to which the deputation have referred.

13. On the question of closing licensed shops on the occasion of religious festivals or during the passage of processions, the Governor in Council is in entire agreement with the views expressed in paragraph 42 of the Excise Commissioner's report, that action in this direction is generally impracticable and undesirable. There may be occasions on which action of this kind is desirable; but the Governor in Council would leave it to the discretion of the Collector to close licensed shops on such occasions, should he deem it necessary or advisable.

14. The Excise Commissioner has set forth in paragraphs 43-49 of his report his views on the working of the auction system in the disposal of licences. With the views therein expressed the Governor in Council is in entire agreement, and he is not prepared to agree to a departure from the existing system. No other method exists which will enable Government to extract the maximum of revenue from the quantity of drink actually sold. Much has been written on the advantages of different systems for the settlement of licensed shops, and numerous discussions have taken place as to whether particular systems of licence fees did or did not stimulate vendors to sell more liquor. These discussions have been largely academic and infructuous. As long as a vendor has any pecuniary interest in the sale of intoxicants, he will make every endeavour to obtain the maximum profit regardless of the particular system on which his licence fee has been calculated, and nothing but considerations of profit will determine whether his policy will be to sell the largest possible quantity of watered and probably adulterated drink cheap, or a smaller quantity of strong drink very dear. The most effective check on this is the imposition of a still-head duty at as high a rate as possible, so that the margin remaining between that and the retail price is as small as possible. Over and above this such fees should be imposed as to make the profits to the vendor as low as possible: to allow a considerable margin of profit is only to encourage the trade.

15. With reference to paragraphs 4 and 5 of Mr. Enthoven's letter under reply, I am to invite a reference to paragraphs 50-53 of the Excise Commissioner's report, which indicate the measures that have been taken to give effect to the wishes of the Government of India and to put a stop to the abuses and irregularities that have taken place in the past. I am also to invite attention to the remarks contained in paragraph 54 on the subject of the statistics of vend and consumption of foreign liquors. These statistics have been furnished for 1912-13 in the Excise Commissioner's report for that year which was submitted to the Government of India with Mr. Donald's letter No. 421T.—S.R., dated the 30th September, 1913.

Annexure No. 1.

Letter from the Honourable Mr. A. N. Moberly, I.C.S., Officiating Commissioner of Excise and Salt, Bengal, to the Secretary to the Government of Bengal, Financial Department, No. 1743E., dated Calcutta, the 30th July, 1913.

I have the honour to invite a reference to your memorandum No. 288 S.R., with which you forwarded a copy of letter No. 477-490-218, dated the 24th January, 1913, from the Government of India, Department of Commerce and Industry, dealing with certain points raised by a deputation which waited upon the Right Honourable the Secretary of State for India in July, 1912.

I have been asked to report on the special aspects of the drink question in the Presidency of Bengal, and to furnish statistics showing the consumption of, and taxation realized on, excisable articles of different descriptions in the old provinces of Bengal and Eastern Bengal and Assam during each of the years 1905-06 to 1912-13. I have also been asked to express my opinion on questions relating to local advisory committees, further reductions in the number of shops, the curtailment of hours of sale, the working of the auction system and sales of liquor at unauthorized hours in Calcutta.

SPECIAL ASPECTS OF THE DRINK QUESTION IN BENGAL.

2. The statistics called for by the Government of India are annexed. In addition to those for the old provinces of Bengal and Eastern Bengal and Assam, the figures for (1) Bihar and Orissa, (2) Assam, (3) Eastern Bengal, (4) the Presidency and Burdwan Divisions together with the district of Darjeeling, and (5) the existing Presidency of Bengal, which comprises the two areas last mentioned, have been shown separately, since it is only with facts which relate to the existing Presidency of Bengal that this report will deal.

In explanation of the statistics relating to country spirit, it must be mentioned that in 1905-06 the outstill system was in force in part of the Bankura district and throughout the Chittagong and Rajshahi Divisions, including the district of Darjeeling. The system of contract supply was substituted for the outstill system in the Darjeeling district in 1906-07, and was introduced throughout the Bankura district in 1907-08, and the Rajshahi Division in 1909-10. The difference between the figures for the revenue from outstill liquor in Eastern Bengal in 1909-10 and in 1910-11 is mainly due to the fact that the outstill system was in force in the districts of Rajshahi, Jalpaiguri, Bogra and Pabna for two months of the former year. The differences in the population of equal areas in the two years are due to the fact that the figures ascertained at the census of 1901 have been taken up to 1909-10 and those of the census of 1911 from 1910-11. It may be added that the outstill system has been abolished in the Chittagong Division with effect from the 1st April, 1913, and that the system of contract supply is now in force throughout the Presidency of Bengal.

The following figures show the divisional consumption of country spirit under a fixed duty system in terms of London proof gallons in the years 1905-06 and 1912-13:—

	1905-06.	1912-13.
Burdwan	77,297	160,339
Presidency	340,861	434,667
Dacca	34,084	54,608
Chittagong	—	—
Rajshahi	—	199,924
Total	452,242	849,538

It will be seen that the increase in consumption as shown in the statement called for by the Government of India amounts to 397,296 L. P. gallons. 210,190 L. P. gallons of this increase are, however, accounted for by the Rajshahi Division, and part of the Bankura district in which the outstill system was in force in the earlier year. The actual increase therefore in the areas for which the licit consumption at both periods is known was 187,106 L. P. gallons, or 41 per cent.

3. In order to arrive at as definite conclusions as possible on the subject of the drink question in Bengal, I have made a detailed examination of the excise statistics of this Presidency covering a period of more than 30 years. The results will be dealt with generally in this report, but, as conditions vary widely in different places, I enclose notes which embody further details relating to smaller areas.

4. In Bengal alcohol is consumed in the form of country spirit, *tari*, *pachwai* and foreign liquor (which, under the present definition, includes not only imported liquors, but also country rum and certain other potable liquors which, though manufactured in India, are taxed at the tariff rate). Country spirit and foreign liquor are drunk in every district. *Tari* is consumed in considerable quantities in the districts of Hooghly, Howrah, 24-Parganas, Calcutta and Malda, and to a less extent in Burdwan, Midnapore and Murshidabad. *Pachwai* is extensively used in the districts of Burdwan, Birbhum and Bankura, in all of which it yields a larger revenue than country spirit. Much is also drunk in Jalpaiguri and Darjeeling. In these two districts as well as in all the other districts of the Rajshahi Division

and in Dacca and Mymensingh home-brewing is permitted, and, except in Darjeeling, there are no shops. *Pachwai* is also of considerable importance in Murshidabad, and is consumed, though to a smaller extent, in Midnapore, Hooghly, Nadia and Chittagong. Of all these articles country spirit is the only one of which the consumption in each district has ever been recorded in terms of a definite standard—the London proof gallon. And, even in the case of country spirit, statistics are only available for areas for the time being under the central distillery system or the system of contract supply. Statistics of consumption under an outstill system, however carefully they may have been framed, are at best approximate estimates and cannot be implicitly relied upon. And, of course, even the most reliable statistics refer only to country spirit which has paid duty and can take no account of the produce of illicit distillation. It is known that in several districts and notably in Burdwan, Bankura, Midnapore, Hooghly, 24-Parganas and Bakarganj the amount of liquor which is manufactured illicitly is considerable. As compared with the total consumption of the Presidency the amount is probably small, but the effect of a poor *mahua* crop on licit consumption in Midnapore and Bankura appears to indicate that, in some cases at any rate, it is sufficient to affect the figures of the districts concerned to a marked extent. At the same time any attempt to estimate the actual quantity of illicit liquor consumed would give even less reliable results than an estimate of consumption under an outstill system.

5. The consumers of *tari*, *pachwai* and foreign liquor are largely persons who do not drink country spirit. *Tari* is regarded by many as a comparatively harmless summer beverage; *pachwai* is chiefly consumed by aborigines who use no other intoxicant; whilst foreign liquor is the stimulant used by Europeans and by such Indians of the upper and middle classes as have taken to the use of alcohol. At the same time immigrants from the spirit-consuming areas of Bihar and the United Provinces drink *tari* in the hot weather; a certain number of aborigines and low caste persons of aboriginal extraction, especially in Western Bengal, prefer country spirit to *pachwai*, and mill hands in the neighbourhood of Calcutta and immigrants from Nepal have been known to consume the cheaper kinds of foreign liquor in considerable quantities. It will be shown below that a marked increase in the price of one form of alcohol tends to cause its partial displacement by other forms which may be rendered comparatively more attractive either by their cheapness or by other reasons; and, if its price remains high or increases, what may be regarded as the natural increase in its consumption tends to be diverted wholly or in part to other forms and to cause an abnormal expansion in their consumption, whilst the consumption of the form of alcohol, of which the price has been raised, increases less rapidly than might have been expected, remains stationary or actually declines according to the extent to which the increase in its price has placed it beyond the reach of those who might ordinarily be expected to use it.

6. The deputation did not lay very great stress upon the forms of alcohol other than country spirit, and this is perhaps natural, partly because country spirit is the form of alcohol which is most widely used by the people of India, partly because spirituous liquors are generally regarded as more deleterious than fermented liquor since a given quantity contains more alcohol, and partly because the published statistics afford a more direct indication of the consumption of country spirit in specified areas than of *tari*, *pachwai* or foreign liquor. It is, however, necessary to take the consumption of the latter forms of alcohol into consideration in attempting to deal with the drink question in this Presidency, not only because the amount of alcohol consumed in these forms is considerable, but also because they cannot be regarded as entirely independent of one another. The demand for alcohol may show a preference for satisfying itself by the consumption at one time of one form of alcohol and at another time of another form. This preference may sometimes be dictated by fashion, but price is more often the determining factor.

7. Before dealing with the main question of the taxation and consumption of country spirit, therefore, it is desirable briefly to examine the methods of taxation of the other forms of alcohol and to consider how far such statistics as are available can be regarded as an indication of the extent to which they are consumed. It may be mentioned here that the relative prices of liquors and drugs have also, in all probability, interacted upon their consumption at different times—it has certainly been reported that *ganja* has at some times and in some districts competed with country spirit. But there is little evidence that the competition between drugs and liquors has ever been so great as to affect the total consumption of either to any marked extent. The statistics of the consumption of opium have, moreover, been largely affected by smuggling; and those of *ganja* by changes in the form in which

the drug is manufactured, by alterations in the rate of duty, and by improvements in the measures taken to ensure that it does not reach the consumer without paying duty. The use of cocaine as an intoxicant is of comparatively recent growth, and is believed to be confined to Calcutta, and to certain towns in the districts of Burdwan, Hooghly, Howrah, 24-Parganas and Dacca. It is absolutely prohibited, and the amount consumed cannot even be estimated. These facts render this part of the subject so obscure that it seems best to abandon any attempt to estimate the effect of drugs on the consumption of alcohol.

8. In some districts *pachwai* may be manufactured for home consumption either without payment or on payment of a small annual fee. In these districts there are no means whatever of estimating the amount consumed. There is nothing to show how much *pachwai* each licensee manufactures, and the revenue is not an exact indication of the number of consumers. But except the districts of Dacca and Mymensingh, in which the effect of *pachwai* upon the consumption of country spirit has been of little importance in comparison with the effect of foreign liquor, all the districts in which the home-brewing system is in force are districts in which the outstill system has only recently been abolished, and in which, with the possible exception of Malda, there is little reason to believe that the consumption of country spirit has been appreciably affected by *pachwai*.

Elsewhere the taxation of *tari* and *pachwai* takes the form of a monthly licence-fee, which gives the right of manufacture and sale. Increasing licence-fees may indicate larger consumption or higher prices or both, but in what proportion cannot be ascertained with any great such degree of accuracy. Both *tari* and *pachwai* are considerably cheaper than distillery or contract liquor, though they are consumed at lower strengths. *Pachwai* is directly affected by the price of rice, which is the material from which it is manufactured, and this may be regarded as some evidence that in the case of *pachwai* higher licence-fees indicate increased consumption and not larger profits due to enhanced prices. For the price of rice has risen considerably during the last 20 years, and it would have been difficult for *pachwai* to retain its popularity, which is largely due to its comparative cheapness, if its price had risen more than in proportion to the general increase in the price of food grains. *Tari*, on the other hand, is only affected by high prices in the same indirect manner as all excisable articles, that is, by the smaller margin left to the consumer for expenditure upon luxuries. Both *tari* and *pachwai* are affected by illicit practices. The illicit manufacture of *pachwai* is prevalent wherever it is largely consumed, as its production is an extremely simple matter and the materials are always at hand. The illicit sale of *tari* is chiefly carried on by persons who tap the trees either on behalf of or with the connivance of licensed vendors or primarily for the manufacture of *gur* or molasses.

There is no certain method of enhancing the retail price of an article which is taxed solely by means of licence-fees and over the manufacture of which there is no regular supervision. An increase in the price of the materials from which it is manufactured may have this effect, and so may an increase in the amount of licence-fees. But, in the absence of accurate data as to the cost of materials, the extent of consumption and the actual selling price in each shop, it is impossible to regulate licence-fees with any degree of nicety; and whilst, in the absence of any obvious reason to anticipate a decrease in consumption or to regard the licence-fees of a particular year as excessive, the fees for each shop are not ordinarily allowed to fall much below the average of the last three years, the price which is ultimately paid is very much what the vendors settle between themselves at the auction, subject of course to the refusal of bids which are obviously speculative or malicious. And, when it is remembered that as consumption increases there is room for a more than proportionate increase of licence-fees and that this increase can be larger when an article is taxed by licence-fees alone than when part of the taxation takes the form of a duty on the amount of alcohol consumed, it will be seen that with a steady increase in consumption *tari* and *pachwai* can bear a very large increase in licence-fees before the vendors are forced to increase their prices. It may be taken as practically certain that the price of neither of these articles has ever been high enough in comparison with the price of foreign liquor or of distillery spirit to offer any inducement to a person who prefers them to abandon them for the latter articles, though a reduction in the price of country spirit may result in persons who prefer it, but who consume *tari* or *pachwai* because of their cheapness, taking to country spirit instead. On the other hand, a considerable increase in the price of country spirit may cause persons who normally drink it to give it up in favour of *tari* or *pachwai*. There are indications that both these results have taken place. They

will be referred to in greater detail below. I have been unable to discover any evidence that *tari*, *pachwai* and foreign liquor have ever competed with one another.

9. Foreign liquor is taxed by means of a fixed duty in addition to licence-fees. The fees for such classes of licences as those for sales on steamers or in hotels, restaurants and railway refreshment rooms are fixed. Fixed fees have always been charged for the privilege of selling foreign liquor in country spirit shops in Calcutta. Outside Calcutta all licences for the retail sale of foreign liquor in shops were formerly settled by auction, and they made no distinction between sales for consumption on and off the premises. In recent years the number of licences for the consumption of foreign liquor on the premises has been considerably reduced, and the right to sell by the bottle for consumption off the premises is now in most cases settled on fixed fees. This change of system, which was introduced gradually and which is still in progress, renders it impossible to base any estimate of recent fluctuations in consumption in the different districts upon a comparison of the licence-fees for different years. For the earlier years, when all foreign liquor shops outside Calcutta were settled by auction, the licence-fees are of more value as a guide, but, even so, they give no indication of the amount of liquor transported by private persons for their own use or of the amount consumed under licences for steamers, railway refreshment rooms, etc. It should also be borne in mind that it has always been the policy of Government to restrict the number of foreign liquor shops, as of shops for the sale of other excisable articles, to places in which there was a population habituated to its use, and that, although at one time the number showed a tendency to increase in certain districts owing to an increasing demand, it has never been admitted that the people of any locality consumed foreign liquor to the exclusion of country spirit. Foreign liquor shops have usually been confined to towns. In some districts they are found in important bazaars, but they have never been established in the smaller villages. The neighbouring rural population visits the places where these shops exist and has there had opportunities of obtaining foreign liquor. There is no restriction on the amount which may be possessed for private use. Whilst therefore the purely rural population has never had facilities for the habitual consumption of foreign liquor in the shops, its members have had some opportunity of obtaining it from them, and it is impossible to say how far the shops have influenced consumption beyond their immediate neighbourhood. With these reservations fluctuations in the licence-fees for the retail vend of foreign liquor outside Calcutta may be regarded as some indication of fluctuations in the consumption of that article, and especially of its consumption by the classes of which the members would not transport foreign liquor for their own use, that is to say, of the lower and less well-to-do classes, at any rate up to the year 1904-05. A large increase in such licence-fees in any district may be taken as an indication of increased consumption. This increase may have taken place among persons who had formerly drunk country spirit. In some places weak kinds of foreign liquor have at times been obtainable at a lower price and certainly in a more attractive form than a stronger form of country spirit, and in such places some persons probably abandoned country spirit for foreign liquor, and others, who would normally have taken to the use of country spirit, may on growing up have taken to foreign liquor instead. Part of the increase may also have been caused by the fact that persons who already consumed foreign liquor were enabled by increasing prosperity to drink more of it, and part by the accession of members of the upper and middle classes who had not previously taken alcohol in any form. The converse is true to some extent. A reduction in the price of country spirit or an increase in the price of foreign liquor, especially if combined with restrictions upon the form in which it may be sold, will cause those to whom cheapness is the primary consideration to turn from the latter to the former. Influences of this kind, have, however, only been at work in later years, and, as has been explained above, recent reductions in the amount of licence-fees cannot be regarded even as an approximate indication of their effect.

It is necessary to point out why it should be impossible to obtain accurate statistics of the consumption of an article which is primarily taxed by means of a fixed rate of duty per London proof gallon. Whilst the duty on country spirit is levied on the amount of alcohol issued to each retail shop, foreign liquor is chiefly imported into Calcutta by wholesale dealers, and the duty is levied at the time of import or of removal from bond. Accurate statistics of the amount of duty so levied are available, but they throw no light whatever on the subsequent history of

the liquor, and give no indication of the place in which the liquor is consumed or even of the year in which it is consumed. There was at one time a system under which imported liquor in transit from a wholesale dealer to a mufassal retail vendor was covered by a pass. This system has been discontinued, and, even whilst in force, it did not furnish statistics of sufficient accuracy for purposes of comparison. For the passes gave no indication of the strength of the liquor transported, and liquor transported by private persons for their own use was not covered by passes at all. Since the abolition of the pass system the only means of ascertaining consumption is an examination of the accounts kept by vendors. It is obviously to the interest of these persons to show as small consumption as possible. Cases have occurred in which vendors have willingly paid fees which, according to their accounts, must have involved them in heavy loss. Little reliance can therefore be placed on figures obtained from this source.

Theoretically it is easy to increase the price of foreign liquor to any extent that may be desired by merely increasing the tariff rate of duty. But there is the practical difficulty that it is the form of stimulant naturally used by certain classes which are accustomed to the use of alcohol, and not all the members of which are well-to-do. The tariff rate has been increased by more than 50 per cent. since January, 1906, and is now Rs. 9-6-0 per L. P. gallon. Although increases in the rate of duty on country spirit may require a further enhancement of the tariff rate, there must clearly be a limit to such enhancements.

10. The way has now been cleared for an examination of the subject of the consumption of country spirit, which is the form of alcohol to which the members of the deputation almost exclusively confined their speeches. In the course of this examination the effect on the consumption of other liquors of action taken primarily with the object of regulating the use of country spirit will be considered as occasion arises.

During the earlier years of management by the British Government there were repeated changes in the system of excise of country spirit, the outstill system and the central distillery system being the forms most frequently adopted. The last general change from the central distillery system to the outstill system was effected between the years 1870 and 1880. In 1883-84 a Commission was appointed to ascertain the causes of the serious increase in drinking and to make suggestions for their removal. The Commission made exhaustive enquiries. They attempted to estimate the number of consumers in each district, but, notwithstanding the care which they devoted to this subject, they were forced to admit that the result was unsatisfactory. From a series of elaborate calculations they arrived at the conclusion that the amount of country spirit produced in outstills and central distilleries in 1883-84 was more than double of that so produced in 1875-76, but the figures necessarily take no account of illicit distillation and smuggling which the Commission held to have been very common in the latter year, but to have largely disappeared with the extension of the outstill system. They found that there had been a general increase in the consumption of excisable articles, but that the increase had undoubtedly been greatest in the case of country spirit. They attributed this increase primarily to the effect of social, moral and religious changes in relaxing the restrictions, which at a former period had kept large classes from indulging in spirituous liquors, and in preparing those classes to take advantage of all opportunities for increased drinking afforded to them either by their own improved circumstances or by changes in the excise system. They arrived at the conclusion that the extent of the evil throughout the greater part of Bengal proper had been greatly exaggerated, and that the actual number of consumers was small except in the districts of the 24 Parganas, Hooghly, Howrah and Burdwan, in such cities as Calcutta, Dacca and Murshidabad, and in exceptional tracts like Serajganj in Pabna. At the same time they found that, whilst there was nothing to show that drinking had ever prevailed among many large sections of the population or that it had begun of late to spread among them, yet there were symptoms of its appearance among classes, which had hitherto been precluded from drinking by religious scruples or by social sanctions, and there was a marked and grave increase in the number of drinkers among the classes which had always been in the habit of drinking, especially in the towns.

11. With a view to an improvement of the system of the excise of country spirits, the central distillery system, which had been in force all along in Calcutta and its immediate neighbourhood, was extended to the towns of Burdwan, Murshi-

dabad and Dacca in 1885-86, to the whole of the districts of Howrah and the 24-Parganas in 1889-90, and throughout the Burdwan, Presidency and Dacca Divisions in 1890-01. A large reduction was also made in the number of shops. The effect of this measure was, except in the immediate neighbourhood of Calcutta, to cause a rise in the price of country spirit and a decrease in the licit consumption. It is unfortunately impossible to obtain accurate statistics under either head, though the reports of the period express no doubts as to the facts. It is always difficult to ascertain retail prices, and, when unrestricted, they vary from shop to shop and even in the same shop. It is clear, however, that the imposition of rates of duty, which were by no means low, must alone have necessitated an increase in prices whilst licence and distillery fees added to this result. The concentration of manufacture in one place did not reduce the cost of production, as the same primitive methods continued, whilst transit expenses added to the cost price in the outlying shops. There was not always sufficient accommodation for all the vendors in the central distillery, and those who could not manufacture their own liquor had to buy it from those who could do so at prices fixed by the latter, a fact which told against the small independent vendor and tended to throw the trade into the hands of a ring of monopolist distillers. The reduction in the number of shops tended to eliminate competition which might have operated to keep prices down. At the same time the anxiety of the vendors to secure a sufficient interest in the limited number of shops to enable them to live by their hereditary business tended to force licence-fees up and thus steadily to increase the incidence of taxation and the retail price.

The tendency for prices to increase was greatest in rural areas where the shops were few and small and at a distance from the source of supply. In urban areas and in larger shops it was less marked, whilst in the congested area in the neighbourhood of Calcutta, where shops were large and necessarily less distant from one another, the element of competition played its part and prices remained practically stationary. This result was exactly opposite to what would have been desirable. In all the agricultural districts, where, if anywhere, the influences of village life and of the caste system might have been expected to persist and public opinion to have some force, the incidence of taxation increased steadily and every factor combined to raise prices. In the congested industrial area, where restraints were less and the means to indulge in intoxicants greater, taxation and prices were little affected.

The immediate result of the rise in the price of country spirit was necessarily to cause a decrease in its licit consumption in the areas in which the outstill system had previously been in force. A considerable rise in the price of an article which is consumed by the poorest classes must inevitably have that effect. It is, however, impossible to say how great the decrease was. The figures estimated by the Excise Commission have been referred to in detail in the separate notes; but although considerable care was devoted to their preparation, and although the estimate was probably as near the mark as any estimate of consumption in an outstill area can be, they bear so little relation to the recorded consumption of 1890-91 that I think that they must be discarded. The fact that the revenue from country spirit decreased in every district in which the change of system was effected and that it did not immediately recover confirms the view that prices had increased and licit consumption declined. For there are three factors—taxation or revenue, prices and consumption. If prices and consumption had remained unchanged whilst the revenue fell, it must have meant that taxation was lower and profits higher. The result would have been competition to share in the increased profits and an immediate recovery of the revenue. If prices had increased the profits on an undiminished consumption would have been greater still and prices would only have been reduced if there had been prospects of larger profits from increased sales. But in the absence of any accurate data as to either prices or consumption before 1890-91 the fact of a diminished revenue is no guide to the extent of the decrease in consumption.

12. The 23 years which have elapsed since the general introduction of the central distillery system into the Burdwan, Presidency and Dacca Divisions may be divided into two periods. In the first, which covers the 15 years ending in 1904-05, conditions were fairly uniform. The tendency for prices to increase persisted, and, generally speaking, the increase, which was sudden and considerable in 1890-91, was gradual and continuous throughout the period except in areas in which the rate of duty was reduced. Similarly consumption did not reach its lowest point in the first year, though it nowhere decreased throughout the period. In most of the industrial areas there was a recovery and in some a large increase in consumption which, notwithstanding the increase in taxation, kept the incidence comparatively

low and prevented any marked increase in prices after 1890-91. In the other districts there were seasonal fluctuations, but, generally speaking, no increase in consumption, which remained fairly stationary, somewhat above its lowest level.

13. The second period, which comprises the last eight years, has been remarkable for a general increase in the recorded consumption of country spirit, which has not been confined to the industrial areas, and it is now necessary to consider the new influences, not present during the first period, which have contributed to this result. The most important of these, in the districts of the Presidency and Burdwan Divisions outside Calcutta, was beyond doubt the almost general reduction of prices which accompanied or followed the introduction of the system of contract supply. This system was introduced into the district of Midnapore in 1905-06, into Murshidabad, Jessore, Khulna and Darjeeling in 1906-07, into the remaining districts of the Presidency and Burdwan Divisions in 1907-08, and into the rest of the present Rajshahi Division in 1909-10. Where it replaced the central distillery system it would probably have operated in any case to reduce prices and thus to increase consumption, at any rate for a time, as it enabled the retail vendors to obtain their supplies at a low fixed price and removed the disadvantage under which those who were not also distillers had previously laboured. But the effect was intensified by the issue of orders fixing the maximum prices at which country spirit might be retailed in each area into which the system was introduced, with the exception of Calcutta and those districts of the Rajshahi Division into which the system was introduced in 1909-10. These prices were in most cases lower and in some districts much lower than the rates which had previously prevailed. Standard strengths, at which alone the liquor might be sold, were also fixed in all these districts except Calcutta, and vendors were no longer allowed to dilute their liquor as they chose. This measure was also probably not without its effect on the consumption, as consumers in many cases got more alcohol and less water in a bottle than before. The principle on which the maximum prices were ultimately fixed was that in areas in which the rate of duty was the same as in Calcutta the prices should be slightly lower than those in Calcutta, whilst in areas in which the rate of duty was lower prices should be nearly proportionate to the rate of duty. The weaker liquor was made slightly cheaper than the stronger in proportion to the amount of alcohol which it contained. These principles were departed from in two cases—in the areas of Midnapore, Bankura, and Darjeeling, in which the outstill system had previously been in force, a weak liquor of 70° U. P. was issued at a preferential rate of duty and a specially low price, and in Birbhum and the Asansol subdivision of Burdwan the maximum prices were fixed somewhat higher than in other areas in which the same rate of duty was in force, as there was some fear that country spirit might compete with *pachwai*.

The country spirit consumed in Calcutta was issued at strength of 18° U. P. and was believed to be sold at prices varying from Rs. 9 to Rs. 10 per gallon of that strength. As, however, the vendors were allowed to dilute the liquor before sale and as the bottles used varied considerably in size, it was impossible to ascertain the rate which actually prevailed with much certainty.

The standard strengths at which country spirit might be sold were fixed in 1907-08 at 20° U. P. and 50° U. P. The maximum prices per gallon were as follows:—

					Duty, Rs. 5-0-0.			Duty, Rs. 3-12-0.			Duty, Rs. 2-8-0.		
					Rs.	a.	p.	Rs.	a.	p.	Rs.	a.	p.
20° U. P.	...	...	...	...	8	12	0	7	0	0	5	4	0
50° U. P.	...	...	...	...	5	4	0	3	15	0	2	10	0

In Birbhum and the Asansol subdivision of Burdwan, where the rate of duty was Rs. 2-8-0, the maximum prices were fixed at Rs. 6-2-0 and Rs. 3-8-0 for the two strengths.

The principle on which maximum prices were fixed seems to have been generally correct. Country spirit should not be dearer in the rural districts than in Calcutta where wages are higher and where a large proportion of the population consists of men living in circumstances which are likely to tempt them to indulge their taste for intoxicants. But the fact that the rate of duty in Calcutta had not been raised for 20 years and that the price of country spirit had not risen in proportion to the

increase in wages and the cost of living seems to have been overlooked. The increase in the consumption of country spirit throughout the area in which the central distillery system had previously been in force might have been less marked if steps had been taken to increase the price of intoxicants in Calcutta and if the maximum prices in the other areas had been pitched correspondingly higher. It would, however, have been a doubtful expedient to enhance the rate of duty on country spirit in Calcutta unless the tariff rate had been increased at the same time. When the rate of duty was enhanced in 1908-09 foreign liquor appears again to have replaced country spirit to some extent, and the balance was only redressed when the tariff rate was enhanced in 1910.

14. Two points call for special notice in connection with the increase in the recorded consumption of country spirit which followed the fixation of maximum prices at a figure which was generally lower than the prevailing rate. The first is the question as to how far this increase was due to the fact that the reduction of prices checked illicit distillation by enabling those, who had been driven by high prices to satisfy their demand from illicit sources, to purchase what they required from the shops. It is certain that whilst the Bengal Excise Commission had recorded a finding that illicit distillation had largely disappeared under the outstill system, it was reported after the introduction of the central distillery system, that it was being very largely resorted to in several districts, especially in those in which the *mahua* tree is common. To such an extent did illicit liquor take the place of country spirit, which had paid duty, in the more hilly tracts of Bankura and Midnapore, in which *mahua* is abundant, that it was found necessary to reintroduce the outstill system into parts of these districts after the central distillery system had been in force for a year. But the prices which were fixed when the system of contract supply was introduced were in no case low enough to enable the contract liquor to enter into competition with the illicit article at an approximately equal price; and the fact that outstill liquor had apparently been able to do so is additional evidence of how large an increase in prices must have followed the introduction of the central distillery system. The increase in the recorded consumption of country spirit was not markedly larger in districts in which illicit distillation is known to be common than in districts in which it is believed to be rare. The number of cases detected in the former areas shows no tendency towards a permanent decrease. In the old outstill tracts of Bankura and Midnapore a bad *mahua* crop has more influence upon licit consumption than a number of successful prosecutions. Whilst it is possible that a reduction in the price of licit liquor may have caused some of the more law-abiding members of the public to use it instead of illicit spirit, there is nothing to show that this can be held to account for any large part of the increased consumption. Not only was its price too high for effective competition, but in some places consumers prefer the stronger flavour of spirit produced in the country still. At the same time it would not be safe to assume that the price of country spirit can be raised indefinitely without fear of adding to the amount of spirit which is distilled illicitly, especially in districts in which materials are abundant and cheap or in which the natural features of the country render detection difficult. But it would appear that the extent of the danger may easily be overestimated. The greater part of the illicit consumption, which followed the abolition of the outstills, remains and will continue until it is forcibly suppressed, as there is no possibility of enabling licit spirit to compete on equal terms with illicit liquor unless the price of the former article is reduced to a level which would stimulate consumption to a dangerous extent. Any increase in price will tend to drive a certain proportion of the consumers in such districts as have been specially referred to above to illicit practices just as a reduction in price will tend to check such practices. But, unless the change in prices is considerable, the effect in either case will probably be small in comparison with the total amount of liquor, which will be produced illicitly until the excise establishments have been strengthened sufficiently to put a stop to the practice.

In some places, and notably in the district of Bakarganj, illicit distillation appears to be due in part to the difficulty of obtaining duty-paid liquor owing to the small number of shops. Here, again, an alteration in prices will have little effect: the remedies must be sought elsewhere.

15. The second point which calls for notice is the fact that outside the industrial areas, in which the fixation of maximum prices has had comparatively little to do with the increase of consumption, since vendors are often able to sell below them, the increase in the consumption of country spirit took place in the first

year in which the reduced prices were in force and consumption has since been almost stationary. This appears to indicate that the reduced prices have caused no general spread of the drink habit. Had this happened, there would have been a continuous increase. The sudden increase in one year points to three causes, first, that consumers were enabled to obtain more alcohol for the same price and therefore drank more (though not necessarily more at a time or to excess), second, that some consumers gave up illicit distillation and drank licit spirit instead, and, third, that some consumers who had previously taken their allowance of alcohol in other forms now consumed it in the form of country spirit. The greater part of the increase must, I think, be attributed to the first of these causes.

16. But the contract supply system was not introduced into the Dacca Division, and no action was taken to reduce the price of country spirit in that area. Other reasons for an increased consumption of country spirit must therefore be looked for, and they are to be found in two factors which acted directly upon the consumption of foreign liquor. The first was the rise of the *swadeshi* movement in the latter part of 1905-06, one result of which was that it became fashionable to drink country spirit instead of foreign liquor; the second was the enhancement in the tariff rate from Rs. 6 to Rs. 7 per L. P. gallon in January, 1906, which was followed four years later by a further enhancement to Rs. 9-6-0 per L. P. gallon. The effect of the latter enhancement was intensified by the restrictions placed upon the strengths at which foreign liquor might be sold which excluded the weaker and cheaper forms from the market, by the control established over compounding and bottling, and, in the Dacca Division, by the withdrawal of the right of selling country rum in country spirit shops. The effect of the *swadeshi* movement was chiefly felt in the Dacca Division, but the enhancements of the tariff rate and the general restrictions which were placed upon the trade in cheap foreign liquor affected all the districts in which foreign liquor was consumed.

17. An attempt may now be made to ascertain the effects of the changes in the system of excise of country spirit and of the enhancements of the tariff rate upon the consumption of the different forms of alcohol. The following statements show, first, the recorded consumption of country spirit in each of the districts in which the central distillery system was in force for the years 1890-91, 1904-05 and 1912-13 together with the percentage of variation in each case, second, similar statistics for *tari* and *pachwai* (with the exception that the figures for revenue have been shown instead of those for consumption) for the years 1889-90, 1904-05 and 1912-13, for the districts in which these sources of revenue are of importance, and, third, statistics for foreign liquor for the years 1889-90 and 1904-05. The year 1889-90 has been taken instead of the year 1890-91 in the case of *tari*, *pachwai* and foreign liquor, as the revenue in 1890-91 appears to have been affected in several districts by the anticipated effect of the change of system in the taxation of country spirit:—

Country spirit.

District.	Consumption in 1890-91.	Consumption in 1904-05.	Percentage of variation between 1890-91 and 1904-05.	Consumption in 1912-13.	Percentage of variation between 1904-05 and 1912-13.	Percentage of variation between 1890-91 and 1912-13.
Burdwan ...	15,164	22,389	+ 47	46,675	+ 108	+ 207
Birbhum ...	3,922	3,859	- 1	7,149	+ 85	+ 82
Bankura ...	3,174	3,231	+ 1	17,551	+ 443	+ 452
Midnapore ...	11,592	11,200	- 3	36,261	+ 223	+ 212
Hooghly ...	20,139	19,731	- 2	35,363	+ 79	+ 75
Howrah ...	3,488	7,058	+ 102	17,340	+ 145	+ 397
24 Parganas ...	19,263	31,427	+ 63	55,943	+ 78	+ 190
Calcutta ...	168,670	264,187	+ 56	345,777	+ 30	+ 105
Nadia ...	5,938	4,380	- 26	10,709	+ 144	+ 80
Murshidabad ...	4,739	5,440	+ 14	9,964	+ 83	+ 110
Jessore ...	3,089	2,246	- 27	5,981	+ 166	+ 93
Khulna ...	3,332	2,383	- 28	6,292	+ 164	+ 88
Dacca ...	13,259	12,673	- 4	27,802	+ 119	+ 109
Mymensingh ...	12,927	7,764	- 39	15,300	+ 97	+ 18
Faridpur ...	4,183	4,681	+ 11	6,622	+ 41	+ 58
Bakarganj ...	5,133	3,060	- 40	4,881	+ 59	- 4

Tari.

District.	Revenue, 1889-90.	Revenue, 1904-05.	Percentage of variation, 1889-90 and 1904-05.	Revenue, 1912-13.	Percentage of variation, 1904-05 and 1912-13.	Percentage of variation, 1889-90 and 1912-13.
	Rs.	Rs.		Rs.		
Burdwan ...	5,791	11,166	+ 92	13,539	+ 21	+ 133
Midnapore ...	1,751	8,961	+ 411	15,851	+ 76	+ 805
Hooghly ...	28,198	36,162	+ 28	39,486	+ 9	+ 40
Howrah ...	23,904	32,978	+ 37	43,915	+ 33	+ 83
24-Parganas ...	74,652	99,975	+ 33	1,51,815	+ 51	+ 103
Calcutta ...	75,047	74,866	- 2	1,07,243	+ 43	+ 42
Murshidabad ...	8,302	10,944	+ 31	16,466	+ 50	+ 98
Malda ...	8,057	10,369	+ 28	26,498	+ 155	+ 228

Pachwai (shop licence-fees).

Burdwan ...	65,437	2,37,755	+ 263	4,27,392	+ 79	+ 553
Birbhum ...	66,875	1,29,293	+ 93	1,87,692	+ 45	+ 180
Bankura ...	10,973	22,280	+ 103	50,438	+ 126	+ 359
Midnapore ...	3,433	9,164	+ 166	26,293	+ 186	+ 666
Hooghly ...	1,673	6,014	+ 259	11,339	+ 88	+ 577
Nadia ...	2,022	3,572	+ 76	6,825	+ 91	+ 237
Murshidabad ...	14,811	24,460	+ 65	37,108	+ 51	+ 150
Darjeeling ...	18,071	25,802	+ 42	37,901	+ 46	+ 109

Foreign Liquor.

Hooghly ...	3,859	10,952	+ 183	—	—	—
Howrah ...	2,090	4,024	+ 92	—	—	—
24-Parganas ...	9,127	17,316	+ 89	—	—	—
Nadia ...	1,238	9,181	+ 641	—	—	—
Jessore ...	480	2,583	+ 438	—	—	—
Khulna ...	768	3,730	+ 385	—	—	—
Dacca ...	15,888	24,893	+ 56	—	—	—
Mymensingh ...	8,806	41,247	+ 368	—	—	—
Faridpur ...	5,409	8,950	+ 65	—	—	—
Bakarganj ...	4,569	19,247	+ 321	—	—	—
Darjeeling ...	10,172	19,082	+ 87	—	—	—

It will be seen that the consumption of country spirit increased considerably between 1890-1891 and 1904-1905 in Burdwan, Howrah, 24-Parganas and Calcutta, all of which contain industrial areas. Hooghly also contains an industrial area, but the rate of duty had been increased and the decrease in consumption was mainly due to that cause. There was an increase of 14 per cent. in Murshidabad, but the rate of duty in that district had been reduced by Re. 1-6-0 per L. P. gallon in 1900-1901; and prices had fallen and had not had time to reach their former level. I am unable to account for the small increase of 11 per cent. in Faridpur. The figures for Midnapore and Bankura are vitiated by the fact that different areas are represented in the two years. The eight remaining districts show a decrease, which is large in the case of Nadia, Jessore, Khulna, Mymensingh and Bakarganj. These were the five districts in which the revenue from foreign liquor increased most largely, the increase amounting to more than 300 per cent. in each. The percentage of increase in the *tari* revenue was large in Burdwan and very large in Midnapore, where it is consumed in that part of the district in which the central distillery system was in force. In the case of *pachwai* the increase was over 250 per cent. in Burdwan and Hooghly, and over 90 per cent. in Birbhum, Bankura and Midnapore. The increase was least marked in Murshidabad, where the consumption of country spirit showed some increase.

There has been a very large general increase in the consumption of country spirits since 1904-05. There has also been an increase in the revenue from *tari* and *pachwai*. But, as a rule, the rate of increase in the case of these articles has been much less than before, except in certain areas, in which a contrary result can be accounted for. The exceptions in the case of *tari* are Howrah, 24-Parganas and Calcutta, where the number of *tari*-drinking up-countrymen has increased considerably, and Murshidabad, where the previous increase had been comparatively small and where the consumption of country spirit had not decreased. In the case of *pachwai* the percentage increased largely in Bankura and Midnapore, where the

outstill system had been abolished in areas largely inhabited by aborigines. This result merely corresponds with that which had been produced by the abolition of outstills at an earlier date in the other districts. The rate of increase was also more rapid in Murshidabad for the same reason as affected *tari* in that district.

Similar tendencies may be observed in Malda and Darjeeling, for which figures have been given. The outstill system was in force in both districts during the whole of the earlier period but was abolished during the later period. In Darjeeling weak liquor was supplied at a preferential rate of duty under the contract system, and maximum prices were fixed. The rate of increase in the revenue from *pachwai* shops was greater during the later period, but not to a very marked extent. In Malda no maximum prices were fixed, and the price of country spirit rose. The *tari* revenue, which had only increased by 28 per cent. during 16 years up to 1904-05, has increased by 155 per cent. since that year.

As regards foreign liquor, it had been mentioned in the Annual Report for 1889-90 that in Nadia and elsewhere cheap imported liquor was even able to compete successfully with outstills which paid high licence-fees. The tariff rate was then Rs. 5 per gallon L. P. With the large increase in the price of country spirit under the central distillery system and with the tariff rate constant at Rs. 6 per L. P. gallon from March, 1890, till January, 1906, the competition of imported liquor with country spirit became increasingly effective. Country rum also competed successfully with country spirit at one time. A great stimulus was given to its consumption by the fact that from September, 1888, until April, 1892, the rate of duty was lower than that on country spirit in Calcutta and the neighbouring districts. Its popularity began to decline when the rates of duty were equalized, though for some years a large quantity was consumed, and, since its taxation at the tariff rate in 1898, it has ceased to influence the sale of country spirit to any great extent except, for a time, in the Dacca Division. The enhancement of the rate of duty on foreign liquor in 1906 was too small to cause any increase in the consumption of country spirit in districts, such as Nadia, in which the incidence of taxation was considerably higher than the tariff rate, though part of the increased consumption, which took place when the price of the latter article was reduced in districts in which foreign liquor was largely consumed, must be attributed to the fact that some persons who had preferred to drink foreign liquor because of its cheapness took to the use of country spirit for the same reason. Although there was no reduction in the price of country spirit in the Dacca Division, the *Swadeshi* movement and the enhancement of the tariff rate combined to increase the consumption of country spirit by 16,882 L. P. gallons, or by nearly 60 per cent., in two years. But the decline of the *Swadeshi* movement caused a steady decrease in the consumption of country spirit until 1909-10, except in Dacca, where the lower incidence of taxation caused the decrease to be much less marked than elsewhere, and where an influx of labourers brought about a recovery in that year. The consumption of country spirit in the other three districts of the Division in 1909-10 was still 14 per cent. less than it had been in 1890-91, although it was more than 20 per cent. more than in 1904-05. The last enhancement of the tariff rate in 1910 and the restrictions which accompanied it, however, completely rehabilitated country spirit in the districts in which foreign liquor still competed with it, and, speaking generally, it may be said that at the present moment country spirit and foreign liquor are consumed by different and well defined classes and that serious competition between them is exceptional.

18. In the districts of Mymensingh and Bakarganj, in which the competition of foreign liquor had been most severe, the consumption of country spirit per thousand of the male population was less in 1912-13 than it had been in 1890-91. In Mymensingh the actual quantity of country spirit consumed had increased by 18 per cent. in the 23 years. In Bakarganj it had decreased by 4 per cent. But the consumption in 1912-13 represents an increase of 97 and 57 per cent. in the two districts as compared with the consumption in 1904-05. The figures are interesting, because in these districts foreign liquor and illicit distillation are the only serious competitors which country spirit has ever had to meet. The system has been the same throughout the period,—no action has been taken to regulate the price of country spirit, no extraordinary measures have been taken to check illicit distillation, and the only alteration in the rate of duty has been a nominal increase of 4 annas per L. P. gallon. It may fairly be inferred that the gradually increasing price of country spirit and a gradual reduction in the price of foreign liquor coupled with the fact that it was offered for sale in a more attractive form resulted

in the demand for alcohol, which would normally have been met by country spirit, being partly met by foreign liquor. Action taken against the latter article has practically restored matters to a normal condition. A comparison of the figures of 1912-13 with those of 1904-05 indicate an enormous increase in the consumption of country spirit, for which it would be impossible to account except by vague theories of increased prosperity. But a comparison with the figures of 1890-91 show that there has been no such increase at all; and a further consideration of the history of the taxation of country spirit and foreign liquor points clearly to the conclusion that, in these districts at any rate, the fluctuations in the consumption of country spirit have been solely due to foreign liquor.

19. It is unfortunately impossible to make deductions from the statistics relating to districts in which the contract distillery system has been in force with the same degree of certainty. In Calcutta conditions are peculiar. In the other industrial areas the price of country spirit was not forced up to the same extent as in rural districts. And the attempts which have been made to regulate the price of country spirit outside Calcutta have resulted in most places in a reduction of price which must by itself have operated to increase consumption. But it is, I think, only fair to draw two conclusions. The first is that in districts in which the consumption of country spirit remained stationary or declined under the central distillery system, whilst the revenue from other liquors showed an increase, which can only be regarded as abnormal (though, as has been mentioned above, an increase of 200 per cent. in licence-fees cannot be regarded as evidence that consumption had increased in anything approaching that proportion), the central distillery system tended rather to divert the demand for alcohol from country spirit to other liquors than to reduce the amount of alcohol consumed. The consumption of *tari*, *pachwai* and foreign liquor might undoubtedly have been expected to increase in the ordinary course of events, but not at the rate at which it appears to have increased in these districts. The excise authorities of the period were certainly of opinion that in the western districts the consumption of alcohol took the form of *tari* and *pachwai* instead of that of country spirit, and in the annual reports which cover the earlier years of the central distillery system they show the revenue from *tari*, *pachwai* and country spirit together as indicative of the fact that what had been lost in one direction had been more than made up in another. The second conclusion is the converse of the above, viz., that in districts in which, since the fixation of the maximum prices at which country spirit may be sold, the consumption of that article has increased largely, whilst the rate of increase in the revenue derived from other liquors has become less rapid, part, at any rate, of the normal demand for alcohol in the form of country spirit, which had during the earlier period been met from other sources, has, during the later period, again been met by country spirit.

20. It follows that, in considering the consumption of country spirit, it will be fairer to take the years 1890-91 and 1912-13 for purposes of comparison than the years 1904-05 and 1912-13. Even when the years 1890-91 and 1912-13 are compared, however, it will be seen that the increase in the consumption of country spirit has been large except in a few districts and very large in many. But it must be remembered that, with the possible exception of Calcutta and the Dacca Division, the recorded consumption in 1890-91 was probably considerably less than the normal consumption, whilst even in Calcutta it was affected by the competition of country rum under conditions which favoured the latter article. There appears, moreover, to be some reason to believe that the increase in the consumption of *pachwai*, and in certain districts that of *tari* has been at least as great as that in the consumption of country spirit, and it is open to question whether this result has not been partly due to the stimulus given to their consumption by the increase in the price of country spirit during the central distillery period.

21. In some cases the increase in consumption has been due in part to an increase of population, and it will next be desirable to examine the consumption of country spirit from this point of view and also to ascertain its distribution. An examination of the statistics of consumption show that nearly half the country spirit which is consumed in this Presidency is retailed in an area of less than 400 square miles, which comprises Calcutta with the suburbs and the towns of Howrah and Bally, thana Serampore in the Hooghly district, the Barrackpore subdivision and thanas Behala, Tollyganj and Budge-Budge in the 24-Parganas. In 1912-13 out of a total provincial consumption (outside the Chittagong Division for which figures are not available) of 851,534 L. P. gallons no less than 402,501 L. P. gallons were consumed in this area. In the year 1910-11 the consumption in this area

averaged 312 L. P. gallons per thousand of the male population, whilst in the rest of the Presidency it averaged 20 L. P. gallons. And when it is remembered that the rest of the Presidency contains industrial areas, such as the excise district of Howrah and the Asansol subdivision of Burdwan, districts which contain a large proportion of immigrants from spirit-consuming tracts, such as Jalpaiguri and Darjeeling and a city of the size of Dacca, it will be seen that the consumption of country spirit is in most places far from being a serious matter. The following figures will show the distribution of consumption. The figures are in all cases given in L. P. gallons per thousand of the male population. Some females consume country spirit. They chiefly belong to the prostitute class, and, if they could be included, the consumption per head of the male population in urban areas would be slightly decreased. As a rule, however, only males drink, and I have accordingly excluded females altogether. The year 1910-11 has been taken as the census was taken in that year. The statistics for areas within districts are only approximate, as they are based on settlement proposals, but there is no reason to believe that they are very far from the mark. I have also shown figures based on the recorded consumption of the years 1890-91 and 1900-1901 per thousand of the male population in 1891 and 1901:—

District.	1910-11.	1900-01.	1890-91.
<i>Burdwan</i>	61	24	22
Asansol subdivision (618 square miles)	134	—	—
Thanas Burdwan, Katwa and Kalna (342 square miles)	86	—	—
Rest of the Burdwan district (1,731 square miles)	20	—	—
<i>Birbhum</i>	14	10	10
<i>Bankura</i>	26	5	6
		(part only).	
<i>Midnapore</i>	25	—	—
Thanas Midnapore and Kharagpur (394 square miles)... ..	137	9	8
		(part only).	
Rest of the Midnapore district (4,792 square miles)	15	—	—
<i>Hooghly</i>	56	38	39
Thana Serampore (22 square miles)	221	—	—
Rest of the Serampore and the Sadar sub-division (760 square miles).	35	—	—
Arambagh sub-division (406 square miles)	29	—	—
<i>Howrah</i> (exclusive of the towns of Howrah and Bally)	37	17	11
<i>Calcutta</i> (including the suburbs, Howrah and Bally)	389	321	299
<i>24-Parganas</i>	42	25	20
Barrackpore sub-division and thanas Behala, Tollyganj and Budge-Budge (303 square miles).	120	—	—
Rest of the 24-Parganas (4,499 square miles)	17	—	—
<i>Nadia</i>	12	6	7
Thanas Krishnagar, Ranaghat and Santipur (401 square miles)	43	—	—
Rest of the Nadia district (2,389 square miles)	7	—	—
<i>Murshidabad</i>	12	8	7
Thanas Sujaganj, Berhampore, Asanpur, Manullabazar and Sahanagar (126 square miles).	67	—	—
Rest of the Murshidabad district (2,017 square miles)... ..	7	—	—
<i>Jessore</i>	5	3	3
<i>Khulna</i>	7	3	5
<i>Dacca</i>	17	9	11
Dacca city	181	—	—
Narayanganj town	178	—	—
Rest of the Dacca district	6	—	—
<i>Mymensingh</i>	6	3	7
<i>Faridpur</i>	5	5	4
<i>Bakargani</i>	3	3	4
<i>Rajshahi</i>	20	—	—
<i>Dinajpur</i>	24	—	—
<i>Jalpaiguri</i>	52	—	—
<i>Rangpur</i>	19	—	—
<i>Bogra</i>	25	—	—
<i>Pabna</i>	17	—	—
<i>Malda</i>	31	—	—
<i>Darjeeling</i>	315	—	—

The areas which have been shown separately are either industrial areas or contain towns, though not always large towns. The consumption in these areas is sometimes swelled by consumers who come from outside to obtain their supplies. Separate statistics have only been worked out for a few of these areas, but it is

sufficiently clear that as a rule the drink question in Bengal is not one of pressing urgency in the rural tracts which go to make up by far the larger part of the Presidency. It is, however, equally clear that any tendency for consumption to increase in urban and industrial areas will need checking, and that the consumption in the industrial area round Calcutta, in Dacca and Narayanganj and in the district of Darjeeling is so large as to give cause for some anxiety. This anxiety will not be lessened when it is remembered that the amount of foreign liquor which is consumed in these areas is considerable. At the same time the large consumption in the Calcutta industrial area and Darjeeling can be in great measure accounted for by the number of male immigrants from spirit-consuming areas—Bihar and the United Provinces in the one case and Nepal in the other—and that in Dacca and Narayanganj by the great activity which prevails during the jute season; whilst the conditions of life in all large towns undoubtedly tend to the increased consumption of intoxicants.

22. It is too early as yet to attempt to deal with consumption in the districts of the Rajshahi Division which were until recently under the outstill system. It need only be mentioned that the system of contract supply was deliberately introduced into those districts with the object of enhancing the cost of country spirit and so reducing the excessive drunkenness caused by low prices. It was responsible for a great increase in illicit distillation, but it was reported to have diminished drunkenness and what evidence there is points to a decrease in consumption as compared with the period during which the outstill system was in force. The recent increase in the *tari* revenue in Malda, which has been noticed above, indicates that the decrease in the consumption of country spirit in that district has been considerable.

The outstill system has been abolished longer in Bankura, Midnapore and Darjeeling. In Bankura the consumption is higher than the provincial average, but the proportion of aboriginal consumers is larger in that district than in the other districts of Western Bengal. In Midnapore the bulk of the consumption is concentrated in thanas Midnapore and Kharagpore, which contain two considerable towns, in one of which the population is mainly industrial as connected with the Bengal-Nagpur Railway. In Darjeeling there has been a tendency for consumption to increase, though there is no reason to believe that it is as great as it was under the outstill system. Special action has, however, been taken to check it by an enhancement both of the rate of duty and of the maximum prices with effect from 1st April, 1913. Of the other districts the consumption in Jessore, Khulna, Mymensingh, Faridpur and Bakarganj is small and shows little variation as compared with 1890-91—in fact Mymensingh and Bakarganj show a decrease. The consumption in Birbhum, Nadia and Murshidabad is slightly larger, and in the two latter districts shows some increase. The number of aboriginal consumers is considerable in Birbhum, and in Nadia and Murshidabad the consumption outside the urban areas is very small. The consumption in the rural areas of the Burdwan district is practically the same as in the adjoining district of Birbhum; that in the Arambagh subdivision as in Bankura, that in the rural area of the 24-Parganas as in the rural area of Midnapore, and that in the rural area of the Dacca district as in Mymensingh. How small this consumption really is may be gauged by the consideration that if a bottle of whisky or brandy be taken to contain 12 pegs, and if the strength be taken as 25° under-proof (the lowest at which these liquors may legally be sold), a man who drinks one peg a day will consume 3·8 L. P. gallons of alcohol in a year. This is more than the average annual allowance of 1,000 males in Bakarganj, of 500 males in Jessore, Khulna, Mymensingh, Faridpur and the rural areas of Nadia, Murshidabad and Dacca, of 250 males in Birbhum, in Nadia and Murshidabad as a whole and in the rural area of Midnapore; whilst the districts of Burdwan, Hooghly, Calcutta, 24-Parganas, Jalpaiguri and Darjeeling are the only districts in which every 100 males drink more than the equivalent of one peg a day between them. In Calcutta, where the maximum is reached, the total consumption would be accounted for if one male in every 10 consumed a little more alcohol daily than is contained in one peg of the weakest kind of whisky on the market.

Of course it cannot be argued from this that a considerable number of persons do not drink alcohol to excess, though it follows that every person who does so must reduce the amount of alcohol available for other consumers on the present basis of consumption. But I think that a consideration of the statistics in this form makes it clear that, as far as country spirit is concerned, the drink evil has not attacked the vast majority of the people of this Presidency to any alarming extent even in some of the districts, such as Jessore and Khulna, which, as compared with 1904-05, show an increase in consumption of more than 150 per cent. It is well known that,

when a man has been seized with a craving for intoxicants, he will satisfy it at any cost, and it is doubtful whether any practicable increase in the price of country spirit would effect his reclamation. If there were any reason to believe that the majority or even a considerable number of consumers in these rural areas habitually drank country spirit to excess, there might be a case for an effort in this direction; but the amount of alcohol consumed in this form is only sufficient for a very small number of habitual moderate drinkers, and, in the absence of any evidence to the contrary, I think it must be assumed that the drunkards form a small minority. The first persons to be deprived of their stimulant would be the poorest of the moderate consumers, whilst the habitual drunkards would probably be among the last. Nevertheless, it is a matter for consideration whether an attempt should not be made, even in rural areas, to force consumption down to the level at which it was before the fixation of maximum prices caused it to increase, after making some allowance for an increase in population and the removal of the influence of foreign liquor, on the ground that the bulk of the increase must be due to the fact that those who drank before now drink more. The question really seems to turn upon the point as to whether more persons drink to excess or whether the increased consumption is mainly due to the fact that the poorest consumers, who may formerly have often had to go without a stimulant, can now obtain a reasonable but not excessive quantity for their money. It is to be feared that this question cannot be answered; no enquiries will throw much light upon it. It may be argued on the one hand that no reports have been received which would lead to a belief that drunkenness in rural areas is on the increase, and on the other that the number of drunkards in such areas must in any case be so small in comparison with the total population that a considerable increase in drunkenness would attract no notice. When the total consumption in such areas is as small as it is at present, I am inclined to think that no action is called for; all that is necessary is to take steps to see that it does not increase out of proportion to the increase in population and, in some districts, to the extent to which illicit practices can be checked. This is the principle on which action has been taken hitherto; and whilst no general attempt has been made to force consumption back to its old level, steps have been taken to check it by increasing the rate of duty whenever the rate of increase has appeared to be unduly rapid.

23. It is inevitable that consumption should be larger in urban than in rural areas and largest of all in industrial tracts; but it cannot be asserted, without detailed enquiries which will take a considerable time, that it is inevitable that the difference should in all cases be as large as appears from the statistics to be the case at present, or that the tendency for consumption to be so much higher in urban areas is not in some places an indication of a growth of the drink habit which needs to be checked. The recent increase of duty in the Burdwan and Presidency Divisions should do something to check the large consumption in urban and industrial areas in so far as it is due to the fact that the vendors have been selling below the maximum prices. The comparatively low incidence of licence fees has certainly enabled vendors to reduce their prices during the last two years in the districts of Hooghly and Howrah, and the same thing has probably happened in some other urban areas. In Calcutta maximum prices have not been fixed and are unnecessary. The increase in duty should reduce consumption, as it has always done in this city in the past, but consumption will need to be watched carefully in order that, if necessary, the duty may be further increased.

24. The whole question calls for further detailed investigation. It will first be necessary to ascertain the consumption in the different parts of each district for a series of years and to discover whether the fluctuations were due to temporary causes, such, for example, as the influx of labour employed on the construction of a railway. After the elimination of such causes, it will be necessary to ascertain how far permanent causes, such as the presence of immigrants from a spirit-consuming area, can be held to account for a specially high incidence of consumption in a particular tract. If, after this has been considered, it appears that consumption has shown a tendency towards steady increase in any area and that the increase is not merely due to the substitution of country spirit for foreign liquor or of licit for illicit spirit, there would be a case for an enhancement of taxation.

Of course there is no doubt that illicit practices of all kinds, both by vendors and by consumers, are far more frequent and more easily practised in rural than in urban areas, and that, until the preventive staff is strengthened sufficiently to cope more effectively with them than at present, the differences in the incidence of consumption will be accentuated. It is also true that in some districts the urban population is more accustomed to use spirituous than fermented liquors, whilst the reverse obtains

in rural tracts. These are, however, points which will have to be taken into consideration when enquiries are made and cannot be accepted as an adequate explanation of the differences in the incidence of consumption until they have been substantiated in each case.

25. When it is found to be desirable to check consumption in any given area, this object can be attained at any time by an increase of the maximum prices, if such prices have been fixed, together with such enhancement of taxation as shall force the vendors to sell at those prices. The most certain method of doing this, would be to impose a special rate of duty in such areas. The objection, except in the case of considerable areas, would be that unless the liquor which had been taxed at the lower rate were chemically treated so that the admixture of even small quantities could be detected by a simple test, or unless it were issued at very different strengths, it would be practically certain to find its way undetected into the urban shops. This would not merely be a fraud on the revenue; it would also go far to defeat the object in view, and it would to some extent vitiate the statistics of consumption in both rural and urban areas. The alternative method would be to force up the licence-fees of the urban shops, so that the vendors could not make a profit by selling much below the maximum price. There would be little difficulty in doing this, but it is opposed to the principle that the major portion of the revenue should be derived from duty. If, however, an attempt is to be made to check consumption in small areas, I think it would be best to begin in this way. The experience of a very few years would show how far it could be made effective; my own opinion is that it could be; and if it were effective in reducing consumption, no one could cavil at it.

26. In the Dacca and Chittagong Divisions and in the Rajshahi Division outside the Jalpaiguri and Darjeeling districts there is at present no system of maximum prices. In the former Division the rate of duty has been fixed tentatively on the introduction of the contract system at a higher rate than that previously in force, as the cost price of liquor has been reduced, and it will be necessary to watch the results and to take action accordingly. In the Chittagong Division there was no guide whatever to the proper rate of duty, as the outstill system had previously been in force. In the Rajshahi Division the rate of duty has been increased, but the licence-fees as fixed at the recent settlements have brought the incidence of taxation to a much higher level in the districts of Rangpur, Bogra and Pabna than elsewhere. It may be advisable to effect a further enhancement of duty in these three districts, but before this is done it will be necessary to ascertain whether there has been an undue enhancement of prices in the smaller rural shops in which a larger profit must be made on each gallon of liquor sold than in the larger shops. One of the chief difficulties of the fixed duty system has all along been that it tends to enhance prices disproportionately in rural areas in which, if anywhere, they should be kept at a reasonable figure. The system of maximum prices has done something to remedy matters, but even under this system the existence of a practical monopoly and the difficulty of supervision on the one hand, and competition and a failure to enhance licence-fees in proportion to the larger profits made from larger sales on the other tend to perpetuate the inequality. It may become necessary to introduce a system of maximum prices into Eastern Bengal if a recurrence of some of the less desirable features of the central distillery system is to be avoided.

27. One measure which might tend to cause a decrease in the amount of alcohol consumed would be to issue liquor at a strength of 25° U. P. in districts where it is now issued at a higher strength, without making any reduction in the maximum price. This will raise the price of the stronger liquor slightly and will favour the consumption of the weaker spirit. At the same time it will not increase the temptation to illicit manufacture as the price of the weaker liquor will not be raised.

28. The whole question of the enhancement of the price of country spirit appears to be one which needs very careful handling. The principle laid down by the Government of India is that they have no desire to interfere with the habits of those who use alcohol in moderation, and that they regard it as necessary to make due provision for the needs of such persons. At the same time, their settled policy is to minimize temptation to those who do not drink and to discourage excess among those who do. As will be noticed below, it seems doubtful whether, in an attempt to reduce the number of shops to a minimum, the necessity of making due provision for the needs of moderate consumers has not in some cases been lost sight of. It is only right that the price of country spirit should be raised in proportion

to the increase in the price of other articles of food and drink, and this has not always been done in the past especially in such areas as Calcutta. At the same time it must be noted that no increase in the price of country spirit will check the spread of the drink habit among the upper and middle classes, the members of which generally consume foreign liquor in so far as they use alcohol at all. Moral improvement amongst these classes can only be brought about by the force of Indian public opinion. Again, the immigrant labouring classes in the large towns, who are among the largest consumers of country spirit, are by no means the poorest of the poor, but earn good wages and have money to spend on small luxuries. To place country spirits beyond their reach, it would be necessary to place it beyond the reach of large numbers of moderate consumers who belong to classes which have used it for generations. Action of this kind would not be justifiable, and it would be likely to have undesirable results.

It cannot be too strongly insisted on that any action taken with a view to reduce the consumption of country spirit by increasing the price to the consumer will be ineffective if it merely leads to the substitution of one form of intoxicant for another. It has hitherto proved impossible to devise any method of increasing the price of *pachwai* by artificial means, and, even if it were possible, it would merely lead to an increase in illicit manufacture, which it is already extremely difficult to hold in check. The price of *tari* can be increased by means of the tree-tax system, and there are indications that steps in this direction, which were strongly recommended by the Indian Excise Committee, are desirable on other grounds. But it is impossible to take any action of this kind until the preventive establishments have been strengthened. Again, foreign liquor can still be sold at a very low price, and, if there is much further enhancement of taxation on country spirit in Calcutta and its immediate neighbourhood, foreign liquor will take its place. This can be remedied by a further considerable enhancement of the tariff rate, but a measure of this kind would be likely to provoke opposition, and it may be difficult to obtain the necessary orders, which would have to be applied to the whole of India.

Above all, it is necessary that the greatest care should be taken not to drive consumers from liquor to drugs, and especially to such deleterious drugs as morphia and cocaine. The spread of the cocaine habit in Calcutta is a far more serious evil than the spread of the drink habit has ever been, and the enormous number of prosecutions shows how ineffectual prohibition has been.

It is undoubtedly necessary to check any tendency towards an undue increase in the consumption of country spirit, and there are other directions in which action can be taken to minimize temptation. But it is equally necessary to guard against largely enhancing the price of country spirit merely in the hope that persons who might acquire the drink habit will not do so. Not only may they acquire the drink habit after all, notwithstanding the enhancement in price, but, if they are saved from that, they may acquire an even more pernicious drug habit which can be more easily concealed, whilst an undue enhancement of prices may lead many others to follow the same evil course.

Finally, it is necessary to point out to those who view the increasing excise revenue with anxiety that any measure which aims at checking consumption by enhancing prices must inevitably be followed by an increase in the excise revenue unless it is carried to an extent which will amount to an attempt at absolute prohibition, which has never been the policy of Government. The difficulty of enforcing any such measure has recently been illustrated by the case of cocaine; its absolute futility in the case of an article, such as country spirit, which can easily be manufactured, is too obvious to need demonstration.

ENLARGEMENT OF THE POWERS AND FUNCTIONS OF ADVISORY COMMITTEES.

29. The deputation made several proposals regarding the extension of the powers and functions of local advisory committees and the modification of their constitution. I have consulted Commissioners and district officers on the following points:—

- (i) Whether it is desirable that the system of local advisory committees should be extended to all municipalities;
- (ii) whether the committees should be given power to deal with all kinds of intoxicants;
- (iii) whether it is desirable to make the committees more representative of local opinion, and, if so, how this can best be effected;
- (iv) whether the committees should contain a majority of non-officials?

I will deal with these points in turn—

(i) Most of the officers consulted are either in favour of the extension of the system of advisory committees to all municipalities or see no objection to such a course. The officers who oppose it do so on the grounds that the Municipal Commissioners are already consulted, and that it would be superfluous to constitute separate committees in small towns in which there is often only one shop of each kind; that the adoption of the proposal would, in some districts, in which there are a large number of municipalities, give more trouble than any probable results would justify; that the existing committees take little interest in the matter; and that it is desirable to have more experience of their working before the system is extended.

I can myself see no valid objection to the proposal, provided that the committees are, as they are now, purely advisory, though at the same time it must be admitted that for all practical purposes it would represent a very nominal improvement upon the system which is already in force. It is likely to give a good deal of trouble in districts in which the number of municipalities is considerable and particularly in the 24-Parganas, but the Collector, the Subdivisional Officer and the Excise Deputy Collector visit all of them in the ordinary course of their duties and could arrange that their visits should take place at the time that the meetings were due. It would only be necessary for the Collector to deal personally with the matter when the other members were not unanimous.

(ii) No officer has raised any objection to the extension of the powers of the committees so as to enable them to deal with all licences for the sale of intoxicants, except the Superintendent of Excise, Calcutta (Mr. Baboneau), who sees no necessity for the change, and considers that any such extension of powers should be very cautiously introduced, as it tends to a duality of control by irresponsible persons. The existing committees deal with all licences for the retail sale of spirit, *tari* and *pachwai* for consumption on the vendors' premises. I can see no reason why they should not be empowered to deal with licences for the retail sale of hemp drugs and opium. I do not think that they should have any power to interfere as regards the grant of wholesale licences, compounding and bottling licences, druggists' permits, or licences for the sale of denatured or rectified spirit or medicated wines; nor do I think it desirable that they should deal with licences for the retail sale of foreign liquor by the bottle in Calcutta, as such licences are largely held by firms which deal with mufassal constituents. If this power is withheld in Calcutta it should not be extended to mufassal municipalities, though there would otherwise be no objection.

(iii) The majority of the officers consulted consider that the existing rules make sufficient provision for the representation of local opinion on the committees. The Collector of Birbhum (Rai Amrita Lal Mukherji Bahadur) suggests that they may best be constituted in consultation with the leading public bodies of the district. The Collector of Midnapore (Mr. Bradley-Birt) would publish a list of all proposed licences in municipal areas by beat of drum and call upon anyone who had any objection to submit it to the Collector or to the Chairman of the Municipality by a fixed date. The Collector of Nadia (Mr. S. C. Mukerjee) would appoint the head master of the local high or middle English school, some of the leading medical practitioners and others, to be selected by the district officer, as well as representatives of the Municipality and of the Police and Excise Departments. The Collectors of the Eastern Bengal districts have not, for the most part, had any experience of the working of an advisory committee, but several of them make suggestions as to how such a committee might be constituted.

It is difficult to see how the present arrangements can be improved on unless the Collector is empowered to nominate as additional members any persons whom he thinks would be interested in the matter. This would probably be regarded as official and departmental interference. The Municipal Commissioners should be able to voice local opinion, though it is to be feared that they sometimes fail to do so. It would clearly be useless to include any non-official who was not a resident of the municipality. Whatever is done, the large majority both of consumers and of the people generally will have no non-official representative. On the whole, I think it would be best to leave the constitution of the committees as it is now in the districts of Western Bengal. There would be no objection to making them more representative of local opinion—they should obviously be as representative as possible—but I do not think that this could be done unless the Collector were given a power of nomination, and this would probably be regarded as a retrograde measure. The suggestion of the Collector of Midnapore that objections should be invited by beat of drum might be adopted.

(iv) Opinion is divided as regards the appointment of a non-official majority, and several officers have not dealt with this particular point. The Collector of Bankura (Mr. Cook) does not think that the time has come when there should be a non-official majority if the committees are to remain advisory bodies. "To appoint a non-official majority, and not to give full power of control would be to give the shadow and withhold the substance." The Commissioner of the Presidency Division (The Honourable Mr. Lang) considers that a non-official majority would often cause inconvenience, and the Collector of the 24-Parganas (Mr. Dunlop) fears that the committees might become instruments in the hands of agitators and cause embarrassment to the Administration. The Superintendent of Excise, Calcutta, thinks that a non-official majority appointed independently of the Excise Department will, on occasion, cause serious difficulty, as, even though the Collector were not bound to accept their opinion, any disagreement with them would be liable to be interpreted as a disregard of the wishes of the people which would reduce the committee system to a farce. On the other hand, the Collector of Nadia is in favour of a non-official majority, and the Commissioner of the Rajshahi Division, the Deputy Commissioner of Darjeeling and the Collectors of Rangpur and Malda see no objection to the proposal. Personally I do not think that the question of an official or a non-official majority should be allowed to arise in connection with an advisory committee. The object of the committee's existence is that the Collector should be made aware of local opinion by the most representative body available, in order that he may come to as fair a decision as possible in the interests of the public. To borrow terms from the Code of Criminal Procedure the members of the committee should occupy the position of assessors rather than that of jurors. If they are not unanimous, the objections raised by any of them should be duly recorded and the Collector should give his reasons for his decision. If it were possible to make the committees really representative of local opinion (including the opinion of those who are not rate-payers or members of the educated class), and if it were certain that they would be actuated by the principles laid down by the Government of India, it might be possible to make an advance in this direction. But this is at present beyond the range of practical politics, and it appears to me that to discuss the question of official or non-official majorities is merely mischievous. The only object in insisting and laying stress upon the appointment of a non-official majority would be to enable the committee to bring pressure to bear upon the district officer. This would seem to be entirely beyond its scope. There can be no objection if a majority of the persons selected to bring local opinion to the knowledge of the Collector to the best of their ability are non-officials, and they usually are at present. But to make a parade of appointing a body with a "non-official majority" would be either to introduce the thin end of the wedge of local opinion, in which the option would be exercised by the committee and not by the people at all, or, in the words of the Collector of Bankura, "to give the shadow and withhold the substance" and thus to open the door to agitation.

30. The deputation frankly admit that their object in desiring that the non-official element on the advisory committees should be strengthened is that the licensing function should as soon as practicable be removed from the control of the Revenue Department, and they see no reason why the experiment should not be tried in certain districts of conferring the function of licensing upon the local committees, subject to such reservations as it may be found necessary to impose. It is towards this object that all their proposals tend, but it appears to me to be utterly impracticable that the committees should anywhere be given powers of this kind; and it would in my opinion be a most serious mistake if Government were to take any action which could lead anyone to believe that they even contemplated the possibility of the delegation of such powers to the committees at some far distant date. It will be time enough to do this when there is some likelihood that such a measure will be immediately possible. It is Government, and Government alone, which is responsible for seeing that the habits of those who use alcohol in moderation are not interfered with, and that due provision is made for the needs of such persons. This is an essential part of the subject, but it is one in which the committees are not likely to be interested, at any rate as regards such articles as country spirit and *pachwai*. I can see no advantage in setting up bodies, which, however they may be constituted, cannot under present conditions and are not likely for a long time, if ever, to be able adequately to represent all shades of opinion in order that they may pass resolutions based on one point of view, many of which must inevitably be vetoed. I am entirely in favour of measures which shall, as far as possible, ensure that the wishes and

opinions of every section of the public should be voiced, that they should be given the fullest consideration, and that they should, as far as possible, be met; but I am strongly of opinion that it should be laid down in no uncertain manner that, however the committees may be constituted and on whatever points they may be asked to advise, their functions are and will remain purely advisory and that the ultimate decision must rest with the officers of Government.

It appears to me to be unnecessary to lay down that the recommendations of the committees should only be disregarded when there are substantial grounds for exercising an official veto. If every objection is fully considered before orders are passed, it follows that grounds which appear to the officer who ultimately passes orders to be substantial, will exist if the objection is disallowed. To lay down a definite principle of this kind will serve no useful purpose, and may merely lead to discussions and agitations bearing upon the interpretation of the term "substantial." Nor can I see any reason for more frequent meetings than at present. The whole question of licensing comes up annually, except in Calcutta, where the intervals are not longer than three years at most. A shop, which is unobjectionable at the beginning of the period, is unlikely to do much harm before the end of it; and if there is any ground for objection in any particular case, the Collector is always easily accessible. At times at which there is no question of granting or renewing licences there would only be business for the committees to transact in very exceptional cases.

If it be agreed that the ultimate decision must rest with Government—and I would repeat that in my opinion it would be most unwise to let it be thought for a moment that any other course is even remotely possible—it is difficult to see how any change that could be made in the direction of separating the licensing and revenue functions would satisfy those who hold the opinion that the general system of licensing is framed so as to encourage as much as possible the use of liquor. The suggestion, which was once made, that licensing should be a judicial function in the hands of a judicial officer appears to me to be positively harmful. Apart from the objections pointed out by the Indian Excise Committee, Government would presumably appear in every case as the party interested in the maintenance of the shops, and, however unreasonable the objections made might be, there is no doubt that it would be placed in a position in which it could be plausibly accused of doing its best to foster the use of intoxicants. Unless the number of licences were largely reduced, the judicial officer himself would probably be accused of partiality. There would presumably be a system of appeals with the attendant uncertainty and delay; and, unless Government bore all the cost of the litigation, it might be said, and not wholly without reason, that the expense stifled reasonable objections.

31. The Government of India have expressed the opinion that the Collector of the district is, under the existing conditions of the Administration, the officer who is most likely to possess the local knowledge required for the satisfactory discharge of the licensing functions. They have also said that the subject is a most important one. The Right Honourable the Secretary of State for India stated in his reply to the deputation that he would be glad to see the double function gradually disappearing. The deputation desired to move in the direction of the establishment of an independent body to deal with the question of licensing, and proposed that the advisory committees should be strengthened, with the intention that the licensing functions should eventually be made over to them. I have already stated that in my opinion this cannot be regarded as a practicable line of development, and, after all, the committees would at best only deal with municipal areas, which form but a small part of the total area of this Presidency. Government must ultimately be responsible, and without doubt its most efficient local agent in this matter is the Collector. If any advance is to be made in the direction of separating the licensing and revenue functions, it should I think take the form of relieving the Collector of the revenue functions and making him directly responsible to Government for the regulation of the number and location of shops. It would also be his duty to watch the consumption of excisable articles and to propose measures for checking any tendency towards excess.

The functions of the district Excise Department are :—

- (i) to make due provision for the needs of persons who use alcohol in moderation, that is, to establish and maintain an adequate number of shops;
- (ii) to minimize temptation to those who do not drink and to discourage excess among those who do, that is, to see that the number of shops is not greater than is necessary to provide for the needs of moderate consumers and that their sites are unobjectionable;

- (iii) to dispose of licences for shops;
- (iv) to collect the revenue;
- (v) to inspect licensed premises with a view to seeing that they are properly managed, that the conditions of the licences are observed, and that drunkenness is discouraged;
- (vi) to perform various technical duties in connection with the supervision of the manufacture and supply of intoxicants;
- (vii) to prevent illicit practices;
- (viii) to collect information as to prices, consumption and consumers, in order that the effect of the orders of Government may be watched and that the need for further action may be ascertained.

The two first functions are the licensing functions; the third and fourth are the revenue functions; the sixth and seventh are the technical functions; the fifth and eighth are matters in which both the licensing and the revenue officers must be interested even if they are separate and independent.

Would it then be possible to relieve the Collector of the revenue and technical functions by making the District Excise Officer responsible for them and placing him under the direct control of the Excise Commissioner, and, if so, would such a course be advantageous? To answer the second part of the question first, it would remove the Collector from a position which is theoretically anomalous and would enable him to act with the single object of the welfare of the people of his district in accordance with the principles laid down by the Government of India. It would relieve him of a certain amount of work, and would to that extent enable him to devote more attention to giving effect to those principles. And it would render him independent of, and a useful check upon, the Excise Department if it showed any tendency to give undue weight to considerations of revenue. Whilst I do not believe that any Collector deliberately sacrifices what may be described as moral considerations to considerations of revenue, yet it is possible that if the duties of the Collectors were limited to carrying out the principles laid down by the Government of India, they might take action which it would not occur to them to take when they were in charge of the dual functions. On the other hand, there are obvious difficulties. I do not think that any question of prestige need arise; most Indians would think none the worse of the Collector if he were less intimately connected with excise than he is now. But there might be serious objections to the emancipation of all Excise Deputy Collectors, some of whom must be very junior officers, from all local departmental supervision, and it is questionable how far it would be desirable to centralize all control in the hands of the Excise Commissioner, for it would necessarily come to that. It is also doubtful how far the District Excise Officer and his staff would be able to manage their work at all without the authority of the district officer behind them.

It would in any case be impossible to give general effect to any scheme of this sort at once, as in only two districts are the functions of the District Excise Officer confined to excise and it would be impossible to withdraw him from the control of the Collector in respect of one department whilst leaving him in subordination in respect of others. But a step might be made in the direction of the separation of the licensing and revenue functions in districts in which there are Additional Magistrates, if the Collector were to take charge of the licensing functions whilst the District Excise Officer worked under the Additional Magistrate. An experiment of this kind would be free from any of the objections referred to above, and would afford some indication of the possible advantages of such a system. To go more into detail, the general management of the revenue and technical functions of the department would be in the hands of the District Excise Officer under the supervision of the Additional Magistrate. But when they had drawn up their proposals regarding the number and location of shops, they would submit them to the Collector. The latter officer would consult local opinion and would direct his Subdivisional Officers to do the same, and would then forward the proposals with any objections which had been made and his own opinion to the Excise Commissioner. If the Excise Commissioner disagreed with the Collector, he would refer the matter to Government for final orders. The settlements would be made by the Additional Magistrate, but the Collector would retain full power to inspect any licensed premises and to cancel any licence in case of misconduct. In order that he might be entirely unfettered by any connection with the Excise Department, it would be desirable to provide that appeals from his orders should lie to the Commissioner of

the Division, and not to the Excise Commissioner. Quarterly statements of consumption in each shop for a term of years with explanations of the variations would also be furnished to the Collector, and it would be his duty to take steps to verify the causes of any marked increase in consumption by independent enquiry and to propose measures to check it if it appeared to indicate a tendency to excess among consumers.

As regards Calcutta, it would be a great step in advance and might have a beneficial effect if it were possible for the Commissioner of the Presidency Division to preside over the advisory committee and to deal with the question of the number and location of shops instead of the Superintendent of Excise, who cannot be relieved of his revenue functions.

By action on the above lines the wishes of the advocates of temperance would be complied with in a practical manner. Objections would doubtless still be raised on the ground that the Collector is an executive officer whose promotion is in the hands of Government; but I can think of no other arrangement which would go so far towards a real separation of the licensing and revenue functions, and which would at the same time be so likely to result in fairness to all classes of the public and so little open to any real objection. If any experiment is to be made in this matter, I would recommend that it should proceed upon these lines, and not upon the lines of delegating licensing powers to committees which cannot possibly be made truly representative.

The members of the deputation appear to have overlooked the fact that Bengal, at any rate, bears no resemblance to England, where each town contains a much larger number of public houses within short distances of one another than would be required merely for the purpose of providing for the needs of persons who use alcohol in moderation. In many towns in Bengal there is only one shop for the sale of each kind of intoxicant, and in none, with the possible exception of Calcutta, are the facilities for obtaining intoxicants in any way comparable with those which exist in Europe.

REDUCTION IN THE NUMBER OF SHOPS.

32. The Government of India have enquired what further reductions (if any) will now be possible in the number of shops.

The Annual Report for 1911-12 shows that in 21 districts out of 27 the average area per country spirit shop is more than 50 square miles, and if the urban areas, where shops are naturally close together, are excluded, the average would, in several cases, be even higher. The exceptions are Burdwan, where the average area (30 square miles) is reduced on account of the large mining and industrial population in the Asansol sub-division, Bankura (38 square miles) where illicit distillation is very prevalent and easy, Hooghly, Howrah and Calcutta, each of which contains an urban and industrial population largely composed of immigrants from spirit-consuming tracts, and Darjeeling, which is similarly affected by immigration and where the natural features of the country render shops far less accessible than the average area served by each (38 square miles) would indicate. The following figures show how far the principle of reduction in the number of shops has been carried since 1882-83:—

District.	1882-83.	1911-12.
Burdwan	111	89
Birbhum	67	29
Bankura	125	69
Midnapore	170	80
Hooghly-Howrah	159	139
24-Parganas	99	97
Calcutta	136	111
Nadia	93	52
Murshidabad	55	36
Jessore	64	42
Khulna	33	41
Dacca	95	52
Mymensingh	83	59
Faridpur	64	26
Bakarganj	80	19
Chittagong	40	17

District.	1882-83.	1911-12.
Noakhali	13	9
Tippera	46	28
Rajshahi	63	31
Dinajpur	79	42
Jalpaiguri	36	44
Rangpur	61	49
Bogra	32	23
Pabna	40	21
Malda	78	42
Darjeeling	31	30

It will be seen that there has been a reduction in every district, except Khulna and Jalpaiguri, in both of which districts a good deal of land has been brought under cultivation during the last 30 years and in which the population has increased by 26 and 73 per cent., respectively. The reductions have as a rule been most marked in agricultural districts, such as Birbhum, Midnapore, Faridpur, Bakarganj, Chittagong and Rajshahi, in all of which the number is now less than half of what it was in 1882-83. It is far less marked in the great consuming areas of Hooghly, Howrah, 24-Parganas, Calcutta and Darjeeling. Whilst the number of shops must necessarily be larger in proportion to area in such places, the figures indicate that facilities for obtaining supplies have for the most part been reduced in several areas in which they were least to begin with, and that, in the attempt to show a large reduction in numbers, the necessity of making adequate provision for the needs of moderate consumers has not always been kept in view. The case of Bakarganj is particularly striking. The number of shops in 1882-83 was 80, or 1 to every 58 square miles. In 1911-12 it was 19, or 1 to every 244 square miles. Illicit distillation was formerly believed to be non-existent in this district; it is now very widely practised and very difficult to deal with. Communications are almost entirely by water and are therefore slow and difficult. It is hard to blame consumers, who have been deprived of reasonable facilities for supplying their legitimate requirements, when they resort to illicit practices. It is undoubtedly necessary to increase the number of shops in this district and this is gradually being done, but of course the annual returns will be affected to some extent and there will be a possibility of misunderstanding.

33. The proposals which are annually made by Collectors are personally scrutinized by the Excise Commissioner, and attention is also paid to the number and location of shops at the time of inspection. As a rule there is no room for further reduction in rural areas, and in some districts, besides Bakarganj, reduction may have been carried too far. Bankura is an exception—there appear to be a few shops in that district which can be dispensed with—and I have already asked the Collector to examine the question before he submits his settlement proposals for next year.

34. The only direction in which it is now likely to be possible to effect much in the way of a further reduction in the number of shops is in closing some of those in urban areas. In the Burdwan district, for example, there are 5 shops in Burdwan town and its immediate neighbourhood, 3 in Asansol, and 2 each in Raniganj, Katwa and Kalna, and, if it is found that any two of these shops are at no great distance from one another, it will probably be possible to close one of them. Their retention seems to have been due to an idea that it is desirable to stimulate competition; but there is certainly no greater need to keep prices down by competitive sales in urban areas than elsewhere. The question of a reduction in the number of shops in urban areas will be taken up at the same time as the enquiry into the causes of the disproportionately large consumption in such areas.

35. The most important area of all is, of course, Calcutta and its neighbourhood. There were 137 shops in Calcutta in 1904-05. The number was reduced to 127 in the following year. In 1907-08 the question of numbers was carefully dealt with by a committee which recommended reduction to 108. The Excise Commissioner, however, in a note of dissent expressed his inability to recommend any reduction below a standard of one shop to every 10,000 of the population and would have retained 116. The number was eventually reduced to 111 in 1909-10 and is 107 in the current year. This gives one shop to every 11,600 of the population according to the census of 1911. I am not prepared to assert that there is no room for further reduction, but, in view of the above opinion and of the fact that once the

number has been reduced it will be very difficult to increase it, I think it is necessary to proceed cautiously, and I should prefer not to commit myself to the opinion that a further reduction is advisable under existing circumstances until I have had more opportunity of visiting the shops and of examining the conditions under which they work than I have had at present. Another reason for caution is that the operations of the Calcutta Improvement Trust are likely to deprive vendors of the sites of several shops, which may have to be abolished altogether if other sites cannot be found. The conditions in Calcutta are peculiar. The number of sites is limited and objections are raised, perhaps not unnaturally, if it is proposed to open a shop on a new site even when it is close to the old one. I think that it might facilitate a reduction in the number of shops if Government were to acquire sites and construct premises, which would be leased to the vendor with whom settlement was made. The existing premises are often small and the number of consumers is generally large. If a shop is closed it means that the consumers have to resort to another shop where they increase the congestion. With the existing premises this is undesirable on sanitary and other grounds. But if large premises were constructed by Government, which would always be available, it might in several places be possible to substitute one large shop for two smaller ones. Another advantage in acquiring sites would be that the shops would be built in the places least open to objection. Other difficulties which would be mitigated by action on these lines are—

- (i) in several cases the premises do not satisfy the requirements of the Excise Department in every respect, but the defects have to be overlooked as no better premises are available, and the landlords will usually make no improvements whilst there is little inducement for the vendor to do so at his own expense;
- (ii) the difficulty of obtaining a site tends to prevent any person except the vendor in possession from bidding for a large number of the shops. The shops are sanctioned at particular sites. If the person who obtains settlement of the shop is unable to obtain possession of the premises on the sanctioned site, the question of location has to be gone into again by the Police and Excise authorities even if he be able to obtain another site in the neighbourhood, and this involves a considerable amount of harassment and delay. It is partly due to this that there is no real competition at auctions in Calcutta, that the incidence of licence-fees is so much less than in most of the adjacent areas, although consumption is so much larger and profit greater, and that the price of country spirit has been kept at a low level.

Whilst, however, I think that the acquisition of sites would enable Government to go further in meeting the wishes of the deputation than is likely to be possible under existing circumstances, and although I consider that such a course would be advantageous from an administrative point of view, I am not prepared to recommend such action unless Government is forced to it by its becoming absolutely impossible for vendors to obtain sites otherwise or unless there are clear indications that public opinion would regard it as a lesser evil than those which it would seek to prevent. Although the objections to the State ownership of premises for the sale of liquor do not appear to me to be very serious, there seems little doubt that action in this direction would raise a public outcry, and that it would be misunderstood. The object of the measure would, after all, be mainly to remove objections raised by members of the upper classes to the number and location of shops and to their construction and arrangement. It is doubtful whether the temptation afforded to passers-by by the existence of a few more shops than the minimum which would be possible if the area, which might reasonably be served by each, were alone considered without regard to the number of consumers, present or future, leads to the consumption of much liquor which would not be consumed in any case. It cannot be confidently asserted that consumption will diminish because there are fewer shops. Mr. Geake pointed out in his note of dissent to the report of the Calcutta Excise Committee of 1908 that the theory that fewer shops means smaller consumption was probably fallacious, and his views are supported by recent experience which has shown that a large reduction in the number of opium shops has not caused any decrease in the amount consumed. Of course opium and country spirit cannot be regarded as exact parallels—illicit manufacture is easier in the case of country spirit, and it is more easily replaced by other intoxicants. But if measures taken to meet the wishes of the advocates of temperance are likely to result

in more serious agitation among the classes which those advocates represent, I think they should be avoided and that action should continue on the old, though probably less effective, lines. Should there be any indication at a later date that public opinion would support the acquisition of sites, this remedy can be applied at any time.

36. The urban areas adjoining Calcutta are largely inhabited by mill hands who spend most of their time at work. Such persons cannot be expected to devote much of their leisure to walking long distances in order to obtain the liquor which they habitually consume, and, if reasonable facilities are not afforded to them, the means of meeting their requirements from illicit sources are not likely to be lacking. This fact must be borne in mind when the number of shops in those areas is dealt with. The shops are already further apart than in Calcutta. It should be possible for the Excise Commissioner personally to visit most of the shops in these areas during the coming cold weather and to judge for himself if any reduction can be effected; but, unless two shops happen to be very close together, it is doubtful whether much can be done except in the direction of efforts to find unobjectionable sites. It may be mentioned that the site question is almost as difficult in thana Serampore as in Calcutta; and that cheap liquor is freely smuggled from French Chandernagore into the surrounding British territory. It follows from this last fact that any considerable reduction in the number of British shops in the immediate neighbourhood of French Chandernagore is more likely to increase than to diminish drunkenness, as British subjects will merely go to French Chandernagore and drink more liquor for the same money.

37. There appears to be room for a reduction in the number of *pachwai* shops in certain districts. *Pachwai* in some places is more responsible for drunkenness than is caused by country spirit. The main difficulty in the way of large reductions in the number of shops is that illicit manufacture is so easy that any considerable decrease of facilities will merely lead to the substitution of illicit for licit liquor, and the cause of temperance will not be benefited. I have asked Collectors to make proposals for a reduction in the number of shops, but action will have to be gradual and cautious, and heroic measures should be avoided.

CURTAILMENT OF HOURS OF SALE.

38. I consulted the Commissioners and district officers as to what further progress is possible as regards the curtailment of the hours of sale of intoxicants, and enquired tentatively whether there would be any objection to fixing the hours from 8 a.m. to 8 p.m. in places in which the present hours are from sunrise to 9 p.m., or, outside Calcutta, to 8 p.m. in the cold weather. I also enquired whether it would be desirable to provide for the closure of shops during the hours when processions are likely to be actually passing, and whether orders directing such closure could be enforced effectively.

39. The majority of the officers consulted are of opinion that no serious inconvenience would be caused if shops were opened at 8 a.m. instead of at sunrise, and the Commissioner of Dacca (the Honourable Mr. Beatson-Bell) would fix the hour as late as 10 a.m. The Collectors of Hooghly (Mr. Prentice) and Howrah (Mr. Patter-son), however, report that the mills open at 7 a.m. and that persons who have indulged in liquor at night require a dose in the early morning or they are unfit for work for the whole day. They add that in the hot weather people prefer to make their purchases before 8 a.m. on account of the heat. The Commissioner of Burdwan (Mr. Hallifax) agrees with them that the hour of opening should not be changed, but the Superintendent of Excise, Calcutta (Mr. Baboneau), reports that those who drink in the early morning are largely habitual consumers of liquor who feel a craving for drink caused by depression after their overnight debauch. He further states, however, that in some cases shops in Calcutta are required to be open at a very early hour to meet a legitimate demand, for example, shops near the markets where the stall-keepers come for a drink after a long night's journey or those which supply labourers who have been working at night, often exposed to the weather, in connection with the mills, docks and shipping. With the exception of these two classes, it is unusual for anyone to drink in the early hours of the day. Mr. Baboneau believes that men who are only just acquiring the habit of drinking or who belong to the better classes rarely visit the shops in the morning, in the hope that there will then be less chance of their being observed, since, if they did so, they would smell of liquor all day, and the fact that they had been drinking could

easily be detected. The Commissioner of the Presidency Division (the Honourable Mr. Lang) considers that in rural areas generally the early morning and evening hours are the most convenient to customers, and that in his Division the extent of business is such as to render any curtailment of hours inadvisable and unnecessary. The Collector of the 24-Parganas (Mr. Dunlop), however, sees little objection to opening at 8 a.m., though he does not consider it to be a fact that persons who are ashamed to drink openly visit liquor shops in the early morning. The Collector of Jessore (Mr. Johnston) considers that the labouring classes of consumers would be seriously inconvenienced if shops were not opened until 8 a.m., as they obtain their supplies before they start for work. The Collector of Faridpur (Mr. Woodhead) would fix 6 a.m. in summer and 8 a.m. in winter. The Commissioner of the Chittagong Division (Mr. Radice) and the Collector of Tippera (Mr. Rankin) would not deprive the poor of facilities for obtaining opium at early dawn when sometimes they require it most. It is often taken medicinally and is hardly used as an intoxicant in the Tippera district. Similarly the Collector of Chittagong (Mr. Clayton) would make no alteration in the present hours, as the amount sold in the early morning is nominal and no advantage would be derived from restrictions, whilst inconvenience might be caused to persons who required spirits for medicinal purposes. The Collector of Dinajpur (Mr. Ezechie) would open the shops at 8 a.m. in the cold weather and 7 a.m. in the hot. The Deputy Commissioner of Jalpaiguri (Mr. Milligan) considers that any curtailment of the hours of sale would tend to increase smuggling in his district. All the other officers agree to the proposal that shops should not be opened till 8 a.m. At the same time no officer has said anything which would go to support the opinion formed by the deputation that persons who are ashamed to drink openly resort to the shops to any great extent in the early morning.

I do not think that there can be any great objection to the issue of orders that no shop for the retail sale of excisable articles shall open before 8 a.m. In so far as such orders tend to discourage excessive drinking overnight they will be advantageous, but I do not think that they will do this to any great extent, and their effect on the amount of alcohol consumed is likely to be small. Those who require intoxicants in the early morning can easily procure a sufficient stock overnight, and will probably learn to do so after the rules have been in force for a short time. There does not appear to be any very great danger that later opening hours will lead to illicit practices, except possibly to the illicit sale of *tari* by tappers and carriers. The probability that excisable articles may be required for medicinal purposes might be used as an argument for permitting sales at any hour of the day or night, and I do not think that the proposal should be negatived on that ground alone.

40. The question of earlier closing hours presents more difficulty. Several officers are in favour of the proposal. The Deputy Commissioner of Darjeeling, where the country spirit shops already close at sunset, would not object to closing all excise shops at that hour. The Collector of Nadia would close them at 7 p.m. The Collector of Midnapore would fix that hour in rural areas only, and the Collector of Faridpur would close at one hour after sunset. The Commissioners of the Dacca, Chittagong and Rajshahi Divisions and the Collectors of Birbhum, Bankura, Mymensingh, Bakarganj, Tippera, Noakhali, Rangpur, Bogra, Pabna and Malda would close the shops at 8 p.m. all the year round, though some of those officers admit that the change would be likely to result in an increase in illicit practices. The other officers are opposed to any change in the direction of earlier closing hours.

The main difficulty in the way of earlier closing hours is that consumers are, in many cases, not free to obtain their supplies until after dark. This is particularly the case with labourers in the industrial areas who are at work until 7, 8 or even 8.30 p.m. The close of the day's work is the time when the moderate consumer chiefly feels the need of stimulants, and it would certainly be a flagrant case of interference with his habits if the shops were closed at the only time when he could obtain them legitimately. The demand would certainly be satisfied illegitimately. It would be very difficult to check this illicit traffic which would after all, for the most part, be supplying a legitimate demand, but any failure to check it would be pointed to as another case in which Government closed its eyes, more or less deliberately, to the breach of its own rules, for fear that the revenue might be affected. Whilst it would be practically impossible to enforce early closing hours at all in rural areas except when a Government officer happened to be present, earlier hours would certainly lead to a serious extension of illicit practices in towns. The special circumstances of one or two areas would tend to render orders for earlier closing ineffectual on other grounds. The shops in

French Chandernagore do not close until 10 p.m., and there is nothing to prevent British subjects who live in the neighbourhood from resorting to them after the British shops have been closed. In Jalpaiguri again there are a series of outstills on the borders of Bhutan and Cooch Behar, which compete successfully with the British shops at all times; any additional restrictions placed upon the latter would merely lead to increased smuggling of outstill liquor. I do not think therefore that the present closing hours should be curtailed, as far as liquor shops are concerned. Such action would in many cases amount to interference with the habits of moderate consumers, it would lead to illicit practices which could not be checked, and it is very doubtful whether it would have any effect whatever in checking consumption or in saving persons who are ashamed to drink openly from acquiring the drink habit. Such persons do not ordinarily take to drink unless they are led to do so by their friends or acquaintances. In these cases they would have no difficulty in obtaining supplies through their associates, or, in the case of those who are well-to-do, through their servants or others. There is no need for them to go to the shop in person at all if they are ashamed to do so, and although they might not be seen on their way to the shop if they went after nightfall, it is the very time of all others when they could most easily be seen inside it.

41. There will be little harm in closing all drug shops at sunset. Opium shops are already closed at that hour in the Burdwan and Presidency Division and in Darjeeling and no serious inconvenience has been caused. Drugs are not consumed on the premises, they are easily carried, and a quantity sufficient to last for some days can usually be purchased at a time. The restriction would, however, like most restrictions, be likely to press most hardly on the poorest classes, who make their purchases in small quantities. It is unlikely to cause any decrease in consumption, and, in so far as it does so, may, in the larger towns, result in the substitution of cocaine which is sold illicitly at all hours.

42. There is a general consensus of opinion that any attempt to close shops in rural areas whilst processions were passing would be impracticable and undesirable. In most cases orders could not be enforced and the vendors would be placed at the mercy of the subordinate police. As regards towns it might be possible to enforce such orders, though they would lead to illicit practices. None of the Collectors support the theory that persons who would be ashamed to enter a shop at other times slip in whilst processions are passing, and several have pointed out that their opportunities would be very rare. Some practical difficulties have been referred to by the Collector of the 24-Parganas—"Licences for processions are usually obtained from the police who deal with them without reference to other authority. If liquor shops are to be closed, information must be sent to the Collector, who will in turn issue orders to have the shops closed. Besides the extra trouble, opportunities for blackmail and illegal gratification will arise, whilst the resulting benefit is problematical. At the last moment the promoters may find it inconvenient or impossible to hold the procession, but the shops will have been closed already; this will cause harassment to the vendors and further opportunities for illicit gain. If, however, persons who are ashamed to drink openly are on the watch for processions, so that they may follow and seek an opportunity of entering a liquor shop unobserved, their object would be attained by any incident that attracts a crowd, such as an upset vehicle, an arrest, or a quarrel. Processions do not pass every day in any locality nor are liquor shops as numerous as public houses in England." The Commissioner of the Presidency Division considers that shops for consumption of liquor on the premises might be closed with advantage during religious festivals where there are aboriginal customers. The Collector of Nadia does not think that there can be many instances of persons slipping into shops, whilst processions are passing, and getting intoxicated, but he would close shops for some hours or even for the whole day at particular festivals in particular places, where past experience has shown that serious drunkenness is likely to take place, and would restrict the quantity which might be sold in places where large numbers of people congregate. The Collector of Mymensingh would give the Collector a discretionary power to close shops during processions, if necessary. The Commissioner of Chittagong and the Collectors of Noakhali, Bogra and Pabna would close shops in towns when processions are likely to pass by them; and the Collector of Tippera would do so on the requisition of the processionists or of the police.

I do not think that any case has been made out for general action in the direction of closing shops at religious festivals or during the passage of processions. To close shops altogether on festival days would be no more justifiable than to close all public houses on a bank holiday in England. It would, moreover, lead to a large number

of illicit sales which could not easily be detected, as the detection of cases of this nature depends mainly upon information and not on chance, and before the information could be acted upon the festival would usually be over. An attempt to limit supplies, such as that suggested by the Collector of Nadia, will not ensure equal distribution among consumers; it will put a premium upon illicit sales and will have little or no effect in preventing drunkenness. There would, however, in my opinion be no harm in giving the Collector a discretionary power to close shops in towns during the actual passage of processions, if he had reason to believe that drunkenness would otherwise occur to any considerable extent.

THE POSSIBILITY OF ABOLISHING THE AUCTION SYSTEM.

43. The deputation pressed for the abolition of the auction system in the disposal of licences. Their argument is that in practice any increase in licence-fees has no effect upon the price of liquor unless all fees are raised in the same proportion, which never happens. If more is paid for the licence the licensee must recoup himself by an increase in sales, and not by an increase in prices. The auction system tends to force up licence-fees unevenly and thus definitely encourages consumption. It has further been urged against the auction system that, in so far as it determines the real value of a shop at all, it determines that value on the basis, not only of licit sales, but also of sales effected by every kind of illicit practice to which the vendor can possibly have recourse.

Much of this argument might be used against any proposal to increase the taxation of excisable articles in any way; it is merely a statement that when there is competition a vendor will use every means to extend his sales sooner than raise his prices.

44. In this Presidency the question must be considered separately in its relation to rural and urban areas. Throughout the greater part of the area competition between shop and shop is practically non-existent. It is obvious that in rural areas, where the shops are as far away from one another as they are in most districts, a vendor would not be deterred from raising his prices by the fear that other vendors might not do so and that they would thus attract his custom. His only fear would be that he might destroy his market altogether by driving consumers to other forms of intoxicants if he raised his prices too high, and there is abundant evidence from practically every rural area that this fear has not acted as a deterrent in the past. Under the central distillery system, when vendors were free to charge any price they liked, they met increasing licence fees, not by any attempt to increase their sales, but by increasing their prices. If the arguments put forward by the deputation held good for rural areas, there must have been a large increase in consumption, licit or illicit. But the statistics do not bear out this theory. A single instance will suffice, though the statistics of practically every purely rural area follow similar lines. The revenue from licence fees in Nadia in 1890-91 was Rs. 18,153. In 1906-07 it was Rs. 30,500. The consumption of country spirit was 5,938 L. P. gallons in 1890-91 and 4,554 L. P. gallons in 1906-07. The rate of duty was the same throughout the period, and illicit practices are not believed to have prevailed to any great extent, though the reason was chiefly that the place of country spirit could be taken by cheap foreign liquor.

It cannot be said therefore that the arguments put forward by the deputation are applicable to rural districts in which each vendor has a monopoly over a considerable area; in fact, the objections to the auction system in such places are of a precisely opposite nature. The tendency for the incidence of licence-fees on consumption to increase leads vendors in such places, if left to themselves, to raise their prices to a figure which drives consumers either to practise illicit distillation or to use other intoxicants. This difficulty has been surmounted in some districts by the fixation of maximum prices and by measures taken at the time of auction to check speculative bids. This system is not ideal. It is probable that the rural consumer, who is in a better position to practise illicit distillation, will have to pay more for his liquor than the urban consumer, even when the maximum price is the same, not only because the urban vendor may sometimes, under the stress of competition, sell below the maximum price, but because it is more difficult for the preventive staff to supervise rural than urban shops and to check dilution and short measure, and because these practices are more likely to be resorted to by a vendor who has a monopoly than by one who risks losing his customers if he adopts them. But after all this only follows the general rule that luxuries can be obtained more cheaply in large towns than in the country. Again the system of restricted auction may be

said to be a departure from the main principle, and depends too much upon the personal action of the officer who conducts the sales. But, at any rate, there is never likely to be any difficulty in increasing the price of country spirit in rural areas whenever it may be found desirable to do so.

45. The arguments put forward by the deputation were, however, probably intended to apply primarily to urban and industrial areas in which the shops are sufficiently close together to feel the effect of competition and in which alone the increase in the consumption of country spirit tends to become serious. The most important of these areas is Calcutta. It is somewhat difficult to ascertain what the actual retail prices of country spirit in Calcutta are, as the vendors are allowed to dilute spirit before sale and the bottles in which it is sold are of varying sizes. So little reliance can be placed upon the figures, which have been reported from time to time, that they cannot be accepted as a true indication of the fluctuations of price which may have taken place. There is, however, a general consensus of opinion that the fluctuations have been small. The fact as regards Calcutta appears to be that the vendors are an unusually astute body of hereditary liquor sellers who know their business most thoroughly. Unlike the vendors in rural areas, they are exposed to the influence of competition, and this alone tends to keep prices down. But they are also alive to the advantage of a system of small profits and quick returns. They will probably give short measure whenever they get a chance, but here again competition sets a limit to their exactions. There is also reason to believe that they sometimes transact sales at unauthorized hours. But they do not obtain liquor from illicit sources—illicit distillation is difficult and uncommon in Calcutta—and dilution is not prohibited. I am quite prepared to believe that they push sales by every means in their power and that they sometimes even try to encourage persons to drink who would not otherwise do so, a line of action which would be applauded in any other trade as showing enterprise and aptitude for business. But I do not think that this can be fairly attributed to the auction system or to the fact that licence-fees are unduly high. The vendors are generally disposed tacitly to recognize one another's rights, and they know their business too well to enter into cut-throat competition with one another at auction, which would lead to reprisals. Cases of rivalry occur sometimes, but as a rule the vendors would be more likely to combine to ruin an outsider than to interfere seriously with one another, a policy in which they are aided by the difficulty which a new vendor would usually have in obtaining a site. There is little real competition at auction. At the sales last March there was only one bidder each for 90 country spirit shops out of 107, and of the remaining 17 only four changed hands. Only a few weeks back a vendor appealed to Government against the abolition of a shop on the ground that he and his ancestors had held it for more than 150 years and that by its abolition he was being deprived of his means of livelihood. The general incidence of licence-fees on consumption is lower in Calcutta than in the neighbouring districts. The fees of some shops may occasionally be forced considerably above the average by competition at auction, but there is no reason to believe that the vendors of such shops are the only vendors who do their best to push their sales. It is the object of every vendor to make as much money as he can, and, even if licence-fees were abolished altogether, the vendor who could sell the most liquor would still make the largest profits. When there is competition between shop and shop there cannot be much variation in price, and in congested areas, which are largely peopled by consumers of country spirit, there can be no question of reducing the number of shops to a point at which competition would be non-existent.

It may be urged that a reduction of the amount paid as licence-fees would remove the temptation to commit illegalities and to push sales. A study of the licence-fees and consumption in the Barrackpore subdivision on the one hand and in thanas Behala, Tollygunge and Budge-Budge on the other in 1911-12 and 1912-13, however, will go far to dispose of this theory. The incidence of the licence-fees for 1911-12 on the consumption of 1910-11 was practically the same in both areas. In 1912-13 it was reduced in the former and increased in the latter. The result was that the vendors in the Barrackpore subdivision were enabled to reduce their prices whilst those in the other areas were unable to do so. Consumption increased by more than 18 per cent. in the Barrackpore subdivision whilst the increase in the other three industrial thanas of the 24 Parganas was less than 4 per cent. A failure to raise licence-fees to a sufficiently high figure has had very similar results in the Howrah district and in thana Serampore. Any marked reduction in the amount of licence-fees would certainly result in lower prices and increased consumption unless

it were accompanied by a corresponding increase of duty. And if the rate of duty were correspondingly increased, the inducements to push sales and to break the departmental rules would be precisely the same as now.

Licence-fees undoubtedly bear unevenly upon different shops, and it is said that the auction system accentuates this evil. The transfer of revenue from licence-fees to duty must, however, be limited by three considerations: the first is that it cannot be carried beyond the point at which the shop in which the incidence of licence-fees is lowest will pay no licence-fees at all; the second that, when there is a considerable difference in the rate of duty in adjacent areas, liquor, which has paid the lower rate of duty, will tend to find its way into the high-duty area; and the third that, some time before the rate of duty on country spirit reaches the tariff rate, the effect of the enhancement will merely be to substitute foreign liquor for country spirit. The combination of these limitations will prevent the policy of a transference of revenue from licence-fees to duty from being carried very far even in Calcutta. But however far it is carried, there will always remain a difference between one shop and another which can only be adjusted by means of licence-fees. Under no system is it possible that this adjustment can be made with absolute fairness, as the result will depend upon circumstances which cannot be accurately foreseen.

46. It may be considered what other systems can be substituted for the auction system and what prospects of more satisfactory results they promise. The first alternative is a system of fixed licence-fees. Certain classes of licences are at present settled at fixed fees, but they afford little indication of the probable results of a general adoption of such a system. These licences are:—

- (a) licences for drugs granted to chemists, medical practitioners, &c., at nominal fees;
- (b) certain licences for the sale of foreign liquor;
- (c) opium licences in the district of Chittagong.

In the first class the fee is merely a registration-fee and does not cover the sale excisable articles to the public for consumption as intoxicants.

The second class covers first sales by wholesale; second sales in hotels, restaurants, theatres, steamers, railway refreshment rooms, &c.; third sales by the bottle for consumption off the premises, and fourth sales for consumption on or off the premises in country spirit shops in Calcutta. In the first two cases settlement by any other system is impossible. In the fourth the practice only exists, because it was considered more desirable to continue it than to increase the number of shops for the consumption of spirits on the premises. No attempt is made to base the fee on the amount of alcohol sold, as this would be impossible in view of the varying strengths, prices, &c., at which different brands are retailed. The system is only a makeshift, and its chief effect is to make it more difficult to ascertain the real profits of the shop than it would otherwise be. It cannot be regarded as a true example of the fixed-fee system. Outside Calcutta licences for the sale of foreign liquor by the bottle are only issued in places in which they are needed to supply the wants of classes which are accustomed to use such liquor, and they are settled at low fixed fees with respectable persons, who are not connected with the country spirit trade, in the hope that the licensees will not try to make foreign liquor compete with country spirit. When a man of this class cannot be found or when a tendency to push sales is shown, these licences are auctioned in order that a high-licence-fee may prevent competition with country spirit. In Calcutta these licences are held by wine merchants.

The system of fixed fees for opium licences in Chittagong was devised in order to stop sales to smugglers. The amount of opium which may be issued to each shop is fixed, licence-fees are calculated so as to allow a fixed rate of profit per seer, on the assumption that the whole of the permissible issues will be sold at the average price which is believed to have prevailed in the shop during the previous year, a liberal allowance is made for shop expenses, and the shops are settled by lot among selected candidates. The result has probably checked smuggling from shops in Chittagong, but it has enhanced the price of opium enormously and has not checked smuggling into or through the district. It puts large profits into the pockets of those who are fortunate enough to draw the best shops, and they absorb a considerable part of the money which should come as revenue to the public purse.

The system was introduced with a definite object which has been attained. It is not necessary to consider here whether that object was worth the loss of revenue which it has involved. It need only be pointed out that the system could not be applied to country spirit shops. It depends entirely for its success upon the restriction of the supply of opium which has enabled the vendors to force up prices. The

supply of country spirit, which is an article which can be illicitly manufactured by anyone, cannot be restricted, nor can the price be forced up indefinitely, for this would merely lead to the substitution of an illicit for a licit article to a far greater extent than is possible in the case of opium.

47. A system of fixed-fee licences can be worked in several ways. Under the first method an attempt is made to fix the fee according to the value of the shop. If this could be done with accuracy, it would obviously be the best course to adopt. But this is impossible, and there can be little doubt that the vendors themselves are in a better position to form an opinion of the true value of a shop than the excise officers, however unimpeachable the honesty of the latter may be. Not only have the vendors an hereditary aptitude for the liquor business, but, for reasons of which the excise officers may not be aware, a particular shop may be of greater value to one man or he may be able to pay more for it than another. In Calcutta again there are two complicating factors—the difficulty of obtaining sites and the fact that the holders of many of the country spirit shops have the right, on payment of a fixed fee, of selling foreign liquor. It is practically impossible for an excise officer to ascertain the value of this foreign liquor business, but, as the fee is fixed, the profits made from it react upon the price which can be paid for the country spirit licence. With the best intentions a system of fixed fees is just as likely to be wide of the mark as an auction system. The management of such a system must be largely in the hands of subordinate officers in whose way great temptations would be placed. This difficulty might be overcome if, when the fees had been fixed, the actual vendors were selected by lot, but this would only be practicable in Calcutta if Government owned the sites.

A second method would be to fix licence-fees on the basis of past transactions. This would be open to the objection that it would tend to make a bad year pay for a good one and to perpetuate an increase in consumption which might have been due to a temporary cause. If the fees were modified in order to meet conditions of this kind, the method would tend to become a reversion to that which has already been discussed.

The third method would be the grant of a licence to sell country spirit on payment of a certain fixed sum, which would be larger in towns than in rural areas and in one district than in another. This system would have the advantage of being automatic, but I do not think that it would work in practice, as it would disregard the differences between different shops. In an industrial area, for example, one shop might be situated near several mills or mines, and a large number of consumers would resort to it; another might have a comparatively small clientele. One fee would obviously not suit both. A fee high enough to prevent the vendor of the larger shop from reducing his prices in order to increase his sales would be too high for the licensee of the smaller shop to pay at all. Of course, shops might be roughly classified according to the probable number of consumers, but this classification would necessarily be very rough indeed, or it would do away with the chief advantage of the system—that it worked automatically. Or this system might be combined with an arrangement under which the rate of duty was increased for every 100 gallons issued, but this would lay it open to the same objections as any system which depended on a differential rate of duty in a small area, viz., that liquor issued to a low duty shop would be sold in one which was liable to pay a higher rate.

A great objection to any system of fixed fees would be that it would increase the difficulty of abolishing a particular shop, as this might deprive a respectable vendor of his means of livelihood, whilst leaving less desirable persons in the trade. It would obviously be impossible to turn a vendor out, except upon the clearest evidence of malpractices, whereas it is now possible to do so in case of reasonable suspicion, and it might be difficult to resist a claim for compensation if a shop were abolished or a change of site were insisted on when a vendor had held a shop in one place for a number of years.

48. Another system, which has been suggested as an alternative to the auction system, is a system of confidential tenders. It has been urged in support of the tender system that the offer made would give a more accurate indication of the true value of the shop than bids made in the excitement of an auction, and that the presiding officer would be better able to decide between the claims of rival candidates at leisure. It seems, however, that a vendor who wishes to oust another or who is afraid of being ousted would be just as likely to make a speculative tender as a speculative bid, and both would equally be based on illicit as well as licit profits.

The tendency would be for the vendor to make a tender as high as the highest bid which he would be prepared to make if he expected competition, or to tender an entirely inadequate price if he were in a position (such as the possession of the only available site in a locality) in which he thought he could defy competitors. In neither case would the tender be a true indication of a fair price for the shop. The system would lend itself to blackmail as readily as the auction system. It would be next to impossible to keep tenders strictly confidential, and the lack of publicity would tend to destroy confidence and to create suspicion.

49. It seems doubtful whether the auction system is really responsible for the evils which are urged against it, and still more doubtful whether the substitution of any other system would result in inducing vendors to abandon their efforts to increase their sales in an area in which competition exists. In such areas the enhancement of licence-fees may not be a very effective way of increasing prices, and there is no doubt that this object can be attained with greater certainty by enhancing the rate of duty. But experience has shown that a failure to enhance licence-fees as consumption increases tends towards a reduction in prices and an increase in consumption. Shops paying high licence-fees do not as a rule attempt to stimulate consumption by cutting prices, though in exceptional cases a vendor may try to ruin a rival even at considerable cost to himself. The worst cases of cutting prices, which have come to my notice, have occurred where a shop near a town has been settled at a low licence-fee which enables the vendor to compete with the town shop by selling at prices which the town shop cannot adopt; and this might happen under any system. In rural areas, where competition is practically non-existent an enhancement of licence-fees will almost inevitably increase prices. The auction system may lead to inequalities in the incidence of taxation, but it is difficult to devise any system which would not do so to some extent; and the auction system has the great advantage of publicity.

One objection to the auction system which has not been mentioned by the deputation is that it tends to throw the trade into the hands of monopolists. This has been recognized by the rules, which lay down that, if a fair price can be obtained from a small local man of good character, his bid may be accepted in preference to that of a capitalist who bids higher. If sustained action is taken on these lines, the evil should disappear, and, if necessary, known monopolists can be definitely excluded from auctions for rural shops.

I am not at present prepared to recommend a departure from the auction system. If it is desired to make an experiment, I am inclined to think that the third system referred to under the head of fixed fees would probably be least harmful under existing conditions. But it would be necessary to introduce it tentatively at first and the details would have to be worked out with great care.

I have dealt above with the auction system as applied to country spirit shops. The same considerations are generally applicable to the disposal of licences for the sale of all excisable articles on which a fixed duty is levied. It has never been suggested that any alternative, except the tender system, can be applied to shops for the sale of excisable articles, such as *tari* and *pachwai*, from which the revenue is at present raised solely by means of licence-fees. My reasons for preferring the auction to the tender system have been given above.

THE SELECTION OF SHOP SITES.

50. In conformity with the suggestion contained in paragraph 4 of the Government of India's letter, instructions have again been issued to the local officers, with the exception of the Superintendent of Excise, Calcutta, impressing upon them the necessity of selecting shops sites as far as possible in accordance with the principles embodied in the Excise Manual. They have been asked to examine the sites of all liquor and *ganja* shops annually, and, when submitting their annual settlement proposals, to make a note against each shop, of which the site infringes any of the principles, showing in what respect it is objectionable and in what manner they propose to effect compliance with the rules. As regards Calcutta, the sites have been examined in detail as recently as December, 1912, and altogether three times in the last five years. Whilst it is known that in several cases the sites are not free from objection, it will be very difficult indeed to secure unobjectionable sites except by acquisition, and little advantage would be gained by a further detailed examination during the current year. Such an examination will again be made in the ordinary course towards the end of 1914.

SALES AT UNAUTHORISED HOURS IN CALCUTTA.

51. I have obtained reports from the Commissioner of Police and the Superintendent of Excise, Calcutta, regarding the alleged sale of liquor at unauthorized hours. The latter officer states that of five cases reported during the year 1912-13 the allegations were found to be groundless in two, and two others ended in acquittal. He points out that in the event of unauthorized sales of this kind being detected the licence becomes liable to cancellation—a contingency which involves the forfeiture of the large sums of money paid as advance fees—and that the vendors would be unlikely to run this risk for the sake of a trifling profit.

The Commissioner of Police has, however, reported, as the result of very extensive observations made during the current year, that a month's careful watching has resulted in the detection of after-hour sales in no fewer than 20 shops. These sales almost invariably consisted of non-ejection of persons who were in the shop at 9 p.m. In the majority of cases these persons were not turned out for periods of time ranging from five to 25 minutes. It may be mentioned that the general conditions of the licence only prohibit actual sales after 9 p.m., and do not prohibit consumption on the premises of excisable articles purchased before that hour. It is doubtful therefore whether, in most of the cases referred to above, any breach of the conditions of the licence had been committed. In four cases, however, sales by side doors were detected, and in three cases persons were admitted into the shop by unfastening the door after the shop had been closed.

It is, I think, clear that after-hour sales are carried on in Calcutta, though they are not as frequent as was suggested by the deputation which waited upon the Right Honourable the Secretary of State, and the Commissioner of Police admits that his enquiries point to the connivance of the beat constables. He is taking steps which he hopes will obviate this in future. He suggests that padlocks should be placed outside the doors of the liquor shops and that superior officers should be employed to observe the shops themselves or to depute reliable agents to do so. He mentions that some years ago when these unauthorized sales were particularly rife they were completely checked by the action of the Temperance Society, which placed gentlemen, whose word was beyond dispute, to watch and report on the shops.

52. I have instructed the Superintendent of Excise, Calcutta, to issue a general warning to all vendors that in future conviction for transacting sales after the authorized hours will invariably be followed by the cancellation of all licences held by the offender and by the attendant penalties of forfeiture of advance fees and of liability for any loss occurring on the resettlement of the shop. I have also instructed him that all charges of this nature should be taken into Court, and not dealt with departmentally, in order that they may be thoroughly and publicly sifted. I have further directed the Superintendent of Excise—

- (i) to order the vendors to place padlocks on the outside of every door leading into the shop when it is closed;
- (ii) to see that the superior officers under him personally watch the shops in order to satisfy themselves that the conditions of the licence are not broken.
- (iii) to enlist the aid of the Calcutta Temperance Federation, of which the Honourable Dr. Deva Prasad Sarvadhikary is President, in employing gentlemen, whose word is beyond dispute, to watch and report on the shops.

These measures should, I think, put a stop to the irregularities complained of as far as the shops are concerned, but I would suggest that the general condition of the licences should be amended from the next settlement so as to provide for the actual closure of shops at 9 p.m., and not merely for the cessation of sales at that hour.

53. There is, however, another class of sales, viz., sales at unauthorized places. Such sales are of course illegal at any time, and the question of hours does not arise in this connection. It is well known that a considerable quantity of liquor is sold by or through prostitutes at their own houses, but it is practically impossible to put a stop to this practice as it cannot be proved that the money paid to the prostitutes is actually paid for the liquor supplied. The Commissioner of Police reports that it was decided some years ago that inquisitorial visits by police officers to prostitutes' houses in order to check the sale of liquor were objectionable, and a similar objection would seem to apply to visits by excise officers. It would, moreover, be difficult to obtain respectable witnesses to such transactions. Prostitutes cannot be prevented from pur-

chasing liquor, and a reduction in the limit of retail sale of country spirit would merely lead to the substitution of foreign liquor. The question is a very difficult one. When in the majority of cases it would be impossible to prove actual sale, it is doubtful whether even the employment of an increased preventive staff and the adoption of inquisitorial methods would prove effective in checking the practice. Sales may be effected at other unauthorized places, but success in detecting such cases is dependent on information: it is hardly possible to discover them by chance. I have asked the Superintendent of Excise to enlist the aid of the Temperance Federation in this matter also, and to arrange that, if definite information as to such sales comes to their notice, it may be communicated to him confidentially, in order that the preventive staff may take steps to bring the offender to justice.

STATISTICS OF VEND AND CONSUMPTION OF FOREIGN LIQUORS.

54. With reference to the instructions contained in paragraph 6 of the letter from the Government of India, I would mention that the only information available is that contained in the accounts of the vendors which, in the case of retailers, are often unreliable. A further difficulty is that liquor frequently passes through three or four hands before it reaches the consumer. For example, one well-known Calcutta firm shows in its accounts all sales to its sole sub-agent in Calcutta. The sub-agent in his turn sells to other wholesale dealers before the liquor reaches the retail vendor who sells to the public. Again, sales by a Calcutta vendor direct to a mufassal customer will be shown as sales in Calcutta and the information will be misleading. It is difficult to see how accurate information can be obtained unless an elaborate system of accounts is insisted on. Such a system has been objected to in the past, and it has been held that the amount of harassment involved would be unjustifiable. Every effort will, however, be made to obtain as accurate figures as possible, and it will be reported in due course how far it is probable that reliance can be placed on them.

SUMMARY.

55. To recapitulate, alcohol is consumed in this Presidency in the form of country spirit, foreign liquor, *tari* and *pachwai*. The consumers of these four articles usually belong to different classes, but considerations of price and, occasionally, of fashion have favoured sometimes one form and sometimes another. An examination of the drink question is hampered by the fact that there are no certain means of ascertaining the actual consumption of alcohol in any district except in so far as it is consumed in the form of duty-paid country spirit.

56. Before the year 1890-91 the outstill system was in force throughout the Presidency, except in the neighbourhood of Calcutta and in two or three large towns. It has now been replaced by a fixed duty system. The first general advance in this direction was made in the year 1890-91, when the central distillery system was extended to the whole of the Burdwan, Presidency and Dacca Divisions. The chief effect of this system was to cause an increase in the retail price and a decrease in the licit consumption of country spirit. The demand for alcohol does not appear to have been checked, but it was diverted from country spirit to the other forms of alcohol which happened to be most in favour in any particular locality, and may have been partly diverted to drugs. Some portion of the demand was met by illicit distillation, and it was found to be so difficult to cope with this offence in the hilly portions of Bankura and Midnapore that the outstill system was reintroduced into parts of those districts in 1891-92. The tendency for prices to rise was greatest in rural areas, where this result was least needed, and in such areas consumption generally remained stationary or declined. In the towns the increase of prices was less marked, and in Calcutta and other industrial areas competition tended to keep prices down and the check to consumption was, as a rule, only temporary.

57. There was no change of system up to the year 1904-05. In 1905-06 the system of contract supply was introduced into the district of Midnapore and has since been gradually extended to the whole Presidency. Its main feature as affecting consumption in the rural areas of the Burdwan and Presidency Divisions was the fixation of maximum retail prices at rates which were usually lower than those which had previously prevailed, and the result was a large increase in the recorded consumption. Part of this increase may have been due to the use of licit in place of illicit liquor, but the extent to which the former article replaced the latter appears to have been over-estimated. Part, again, was probably due to the fact that some

consumers, who had taken to other forms of alcohol when the price of country spirit ruled high, returned to the use of country spirit when its price was reduced; in other words, consumption again took the normal course from which it had been diverted by the effects of the central distillery system. The enhancement of the tariff rate in 1906 contributed to this result. But the increase in the consumption of country spirit in the Burdwan and Presidency Divisions must be mainly attributed to the fact that those who already consumed it were enabled by the reduction in its price to consume a larger quantity. Practically the whole of the increase took place immediately the price was reduced, and it must be inferred from this that there was no general increase in the number of consumers after the first year of lower prices; in other words, that the reduction in price did not cause a continuous spread of the drink habit among persons who had not been accustomed to the use of alcohol. In the industrial areas in the neighbourhood of Calcutta the fixation of maximum prices caused no large sudden increase in consumption as prices were considerably lower than in the rural areas, and little or no reduction was effected. Consumption had, however, already increased and has continued to increase steadily. One of the chief causes of the increase in this area, including Calcutta, where maximum prices were not fixed at all, has been a failure to enhance taxation sufficiently to keep prices at a reasonably high level.

In the Dacca Division, where the central distillery system continued in force until the current year, the *swadeshi* movement, combined with the enhancement of the tariff rate, caused an increase in the consumption of country spirit. Consumption showed a tendency to decline as the *swadeshi* movement died down, but the further enhancement of the tariff rate in 1910 and the restrictions which were simultaneously placed on the sale of foreign liquor restored matters to their normal course, and there is now comparatively little competition between country spirit and foreign liquor.

58. In the Rajshahi Division the outstill system has only recently been abolished, and the Chittagong Division was under the outstill system until 31st March last. No data are available as regards the Chittagong Division, and in the Rajshahi Division it is believed that consumption is considerably less than it was under the outstill system.

59. Speaking generally, it would appear that the consumption of country spirit in this Presidency is probably less in proportion to the population than it was immediately before the abolition of the outstill system, except in certain urban and industrial areas. There appears, however, to be a general tendency for consumption to be much larger in proportion to the population in such areas than in rural tracts.

As a rule consumption in rural areas is small and stationary, and there is no indication that prices are too low, even though they are less than they were ten years ago. Certain areas, such as the district of Darjeeling and the Asansol subdivision of Burdwan, must, however, be regarded as exceptional, and the consumption in them is large. In urban areas there is a tendency for consumption to increase, though here again the tendency is not universal. A further detailed examination of the consumption in the different urban and rural areas in the Presidency is needed before it can be said with certainty where special action is called for and before definite proposals can be made as to what form that action should take. The recent enhancement of duty is likely to check consumption to some extent in districts in which there has also been a considerable increase of licence-fees, such as Calcutta, Rangpur, Bogra and Darjeeling.

60. The consumption of *tari*, *pachwai* and foreign liquor was greatly stimulated by the increase in the price of country spirit which followed the introduction of the central distillery system. The consumption of foreign liquor has decreased to some extent since the enhancement of the tariff rate, but as this article is chiefly consumed by persons who do not drink country spirit, the statistics of imports do not afford very satisfactory information. The consumption of *tari* and *pachwai* on the other hand does not appear to have decreased, except perhaps temporarily in a few districts. It is, however, difficult under existing methods of taxation to check the consumption of fermented liquors by increasing the retail price. In some cases the rate of increase appears to have been less rapid since the consumption of country spirit increased; in other areas, such as the Asansol subdivision, consumption has increased more rapidly than ever, but in this particular instance it has been accompanied by a gradual decrease in the consumption of country spirit.

61. The proposals that the system of local excise advisory committees should be extended to all municipalities, and that the committees should be given power to

deal with all licences for the sale of intoxicants are generally unobjectionable. At the same time it is doubtful whether the committee system is likely in practice to be an improvement on the arrangements under which local opinion is already ascertained in small municipalities. The more representative of all shades of opinion the committees can be made the better, and as long as the committees are purely advisory it is immaterial whether the majority of the members happen to be officials or non-officials. The publication of rules prescribing that the committees should contain a non-official majority or laying down the precise circumstances under which their opinions might be disregarded is to be deprecated. Government must be, under existing circumstances, and as far as can be foreseen must continue to be, the only judge of, and solely responsible for, such matters as the number and location of shops. This is a matter in which the interests of large classes, which cannot be represented on the committees, are concerned, and it seems to be most necessary that Government should retain a free hand and should take no action which can be interpreted as an implied promise that it will, either now or at any future time, fetter itself in any way whatever. If any step is to be taken in the direction of separating the licensing and revenue functions, it would be better that it should take the form of relieving the Collector of the revenue function than of setting up a judicial tribunal or of handing the licensing function over to a body which would not be representative of all the interests involved. The existence in some districts of Additional Magistrates affords an opportunity of making an experiment in this direction.

62. Reduction of the number of country spirit shops has, generally speaking, been carried to the furthest possible limit in rural areas and seems in at least one district to have been excessive. There is, however, room for a further reduction in the number of *pachwai* shops in some districts, and this matter will be taken in hand, though progress will have to be gradual owing to the ease with which *pachwai* can be manufactured from materials which are in daily use by all. It may be possible to effect some small further reduction in the number of country spirit shops in towns, and this question will be dealt with at the same time as the general question of consumption in urban areas. In Calcutta further reduction in the number of shops is largely blocked by the difficulty of obtaining sites, by congestion in the existing shops, and by the practical certainty that the operations of the Improvement Trust will result in the abolition of a certain number of shops for which it may be impossible to find premises elsewhere. This site question is the cause of other difficulties. It might be solved if Government were to acquire sites and build shops, but this course cannot be recommended unless Government is forced to it, or unless there are indications that public opinion would favour it. At present there would probably be an outcry that the evil of State-owned premises was worse than the evils which it was sought to remedy by such a measure, and the advantages to be derived from a reduction in the number of shops and an improvement in their situation and arrangement are not so certain as to make it worth while to face an agitation.

63. The curtailment of hours is a matter which affects the habits of the moderate consumers, and it appears to be doubtful whether action in this direction can be justified unless it can be shown that there is a reasonable probability that it will minimize temptation to those who do not drink and discourage excess among those who do. If it were intended to effect a gradual reduction of facilities with the intention of eventually arriving at prohibition, it would undoubtedly be time for another step in that direction. But this is not, and has never been, the policy of Government. Some inconvenience may be caused by a curtailment of the hours of opening, but it appears that little real hardship will be involved if the hour of opening is fixed at 8 a.m. instead of at sunrise; and as the Government of India have expressed the opinion that further advance in this direction would be desirable, I would raise no objection to this. At the same time it is unlikely that this will satisfy the temperance reformers, and the same arguments are likely to be brought forward again to press for a further measure of curtailment. To curtail the closing hours would certainly increase illicit practices, which already exist and which are difficult to deal with, besides causing real hardship to moderate consumers. It seems to be inadvisable to attempt to insist upon earlier closing. There would be no harm in empowering Collectors to close shops when processions were passing if there were reason to believe that widespread drunkenness would take place in the absence of such a measure; but the need for general rules of this kind does not seem to have been established, and in many cases it would be most difficult to enforce them.

64. There appears to be no clear evidence that the auction system has been responsible for the increase in the consumption of intoxicants in this Presidency; on the other hand, there seems to be some ground for holding that the increase has in some places been due to a failure to enhance licence-fees to the extent which would have been brought about by a less restricted system of auction. In Calcutta the auction system has been restricted by the difficulty of obtaining sites and by the general recognition of one another's claim to particular shops by the local vendors, and in some of the neighbouring districts by the theory that if licence-fees were kept down to a level which would ensure a considerable profit to the vendors they would not attempt to push their sales. It appears to have been overlooked that the vendors' object is to make as much money as possible, and whilst in rural areas in which each shop has a monopoly over a considerable area and in which there is little chance of increasing the number of consumers, they will usually sell at as high a price as possible, in areas in which there is competition they will effect their object by extending their market and will take advantage of any opportunity of reducing their prices that is offered to them. In such areas an enhancement of licence-fees may not have much effect in the direction of increasing prices, but high licence-fees certainly have a salutary effect in keeping prices at a reasonably high level. Lower licence-fees will not render the vendors any less desirous of extending their market whilst they will increase their means of doing so by enabling them to reduce their prices. No other system appears to promise better results. The experience gained from the settlement of certain classes of licences at fixed fees does not throw any light on the probable results of an extension of such a system to licences for the sale of country spirit, as the conditions under which such licences are held in this Presidency are entirely dissimilar.

65. Action has been taken in accordance with the instructions contained in paragraphs 4 and 5 of the Government of India's letter, and as accurate statistics as possible will be furnished in accordance with the request contained in paragraph 6, though there is reason to fear that they will be of little value as a guide to the amount of foreign liquor actually consumed in each district.

66. Whilst there can be no doubt that Government can by its methods of administration do much to promote temperance by taking measures to ensure that intoxicants should not be too cheap, that shops should not be too numerous or conspicuous, and that excess should be discouraged, it must be recognized that there are limits to the effectiveness of Government orders in enforcing moderation. The failure to prevent the use of cocaine as an intoxicant, notwithstanding its complete prohibition and the strenuous efforts of the preventive staff, is a well-known example. And the facts that the materials for the manufacture of cocaine are not available in this country, and that arrangements are made for the supply of certain other intoxicating drugs are circumstances which favour the effective enforcement of the orders of prohibition. It is unnecessary with this example so near at hand to refer at length to the unsatisfactory results of prohibition in Norway and Sweden as a measure for checking drunkenness. The Bengal Excise Commission, which sat 30 years ago, laid stress upon the effect of social, moral and religious changes in relaxing the restrictions which had at a former period kept large classes from indulging in spirituous liquors. Those changes are not less apparent now than they were in 1883-84, and it is probably to them that the disproportionately large consumption of country spirit in urban areas is mainly due. In rural areas, in which the influences are more conservative, the increase in the consumption of country spirit has been very small, if indeed consumption has increased at all. In the industrial centres the presence of large numbers of up-country immigrants, men who have come without their families and who earn good wages, is a disturbing element which makes for a still larger consumption. But the comparatively large consumption in the towns appears to be largely the result of social, moral and religious changes in the direction of relaxation from restrictions. The problem appears to be largely one of social reform, and it is hardly to be expected that any course of action open to Government can have much effect unless steps are taken to combat the drink evil by social reformers, who will create a strong body of public opinion in favour of moderation among the classes who drink. Real reform must come from the people. Nothing that Government can do will make a drunkard sober whilst there is some danger that an attempt by Government to do so would result in depriving moderate consumers of a necessary stimulant or of driving them to the use of more deleterious intoxicants.

Enclosure 14.

Letter from the Honourable Mr. W. J. Keith, I.C.S., Officiating Revenue Secretary to the Government of Burma, to the Secretary to the Government of India, Department of Commerce and Industry, No. 522M.—8E.-15, dated Maymyo, the 30th October, 1913.

I am now directed to reply to your letter No. 477—490—21 of the 24th January, 1913, regarding the criticisms of the Excise administration of India by a Deputation which waited upon the Right Honourable the Secretary of State for India in July, 1912. The Government of India invite an expression of the Lieutenant-Governor's opinion on the special aspects of the drink question in this Province, and ask to be furnished with statistics in the forms attached to your letter showing the consumption of and taxation realized on excisable articles of different descriptions in Burma during each of the years 1905-06 to 1911-12.

They further enquire—

- (a) to what extent this Government would be prepared to give effect to the recommendations of the Deputation in regard to the enlargement of the powers of local advisory committees and the modification of their constitution;
- (b) what further reductions, if any, are possible in the number of licensed shops; and
- (c) what further progress is possible in curtailing the hours of sale.

The Government of India also ask for any observations which the Lieutenant-Governor may have to offer in regard to the working of the auction system of disposing of licences in this Province, and they suggest—

- (i) that instructions should again be issued to local Excise Officers impressing upon them the necessity of selecting shop sites as far as possible in accordance with the principles laid down in paragraph 6 of Finance Department Resolution No. 5086-Excise of the 15th August, 1907; and
- (ii) that statistics showing the wholesale and retail vend of foreign liquors such as those contained in Provincial Statements A and B of the Punjab Excise Administration Report of the year 1911-12 may be furnished in future in the Excise Report of this Province.

2. The Lieutenant-Governor considered it advisable to consult all Deputy Commissioners and superior Revenue Officers on the suggestions of the Deputation, and I am to enclose copies of their replies for the information of the Government of India. The desired statistics have been prepared by the Commissioner of Excise, Burma, who comments on the figures in paragraphs 2 and 3 of his letter (Annexure 2). In view of the important changes in Excise administration which have taken place during the period to which they relate and of the fact that the Excise problems in Burma differ considerably from those of other provinces in India, which alone were referred to by the Deputation, the figures shown in the statements require some explanation before any proper conclusion can be drawn from them. In giving this explanation it will be convenient to deal with each statement separately.

(1) STATEMENT A.—*Country Spirit; Outstill and Distillery Systems.*—The Commissioner of Excise, in paragraph 2 of his letter (Annexure 2) describes the method followed in arriving at the area and population served by the outstill and distillery systems respectively. It may be said at once that these figures are of very little value and that any deductions based on them must be received with the greatest caution. The only figures in this statement of any value are those showing the revenue derived from the two systems. The revenue derived from the outstill system in 1912-13 was but little more than a third of that derived in the year 1905-06, the revenue from the distillery system has increased nearly tenfold within the same period, and the combined revenue from the two systems in the latter year was 2½ times as large as in the former year. Taken by themselves these figures would appear fully to justify all the charges brought by the Deputation. They are, however, the natural outcome of (a) the gradual substitution for outstills of country spirit shops under the Contract Distillery system, with effect from the 1st November, 1906, and of (b) the further experiment described in my letter No. 1161M.—8E.-8 of the 17th June, 1913, of substituting country spirit manufactured under the contract distillery system for country beer in some of the larger town areas in the Province. Statement B shows that the effect of this policy has

been a considerable rise in the incidence of the total revenue derived from country distillery spirit per proof gallon, and that, too, in spite of the fact that it has recently been found necessary to reduce the rate of still-head duty in certain parts of the Tenasserim Division to enable the local officers to make headway in the suppression of illicit manufacture. A part of the increase in revenue is due to the substitution of shops for the sale of country spirit manufactured in contract distilleries for shops for the sale of imported liquors.

(2) STATEMENT B.—*Country Spirit; Distillery System.*—The explanation given in respect of Statement A serves to explain the large increase in the consumption of country spirit between 1905-06 and 1912-13. The figures showing the consumption of such spirit per 100 of population in distillery areas are of no value in view of the uncertainty regarding the extent and the population of such areas.

(3) STATEMENT C.—*Country Spirit Shops, Outstill and Distillery Systems.*—The statistics showing the number of shops per 100,000 of population and the number of square miles per retail shop are of little value for the reasons already given in discussing Statement A. The statistics of shops in the years 1905-06 and 1906-07 differ somewhat from those shown in Form III. of the Provincial Reports on the Administration of the Excise Department for these years. Statement C shows that there were only three such shops in the distillery areas in 1905-06, whereas column 10, Form III. of the Report, shows 58; the latter total, however, includes shops licensed to sell Burma distillery spirits excised at the tariff rate. In regard to the figures for 1906-07, the statement shows the number of shops for the sale of outstill liquor open at the close of the year after the introduction of the Contract Distillery system, whereas the Excise Report shows the number licensed at the beginning of the year. The increase of 22 over the previous year's total in the number of shops in 1906-07, from 78 to 100, was due to the introduction of the Contract Distillery system towards the end of 1906. Several new shops were opened in the Thaton and Mergui Districts with a view to supply the demand met by illicit distillation which, in the former district at least, had been carried on for many years on a very large scale. Between 1906-07 and 1911-12 the extension of the Contract Distillery system made very little change in the total number of shops, that total in the latter year being only five in excess of the total of the former year. In 1912-13 their number was raised by 24 to 98 in pursuance of the experiment already referred to of substituting country spirit manufactured under the Contract Distillery system for country beer in some of the larger town areas.

(4) STATEMENTS A, B AND C.—The general conclusion to be drawn from the statistics regarding country spirit is that during the period covered by them a considerable advance has been made in the substitution of the Contract Distillery for the outstill system. The increased number of shops for the sale of country spirit and the increased revenue derived therefrom are attributable to a variety of causes, which may be summarised as improved administration. There is not the slightest reason to believe that the change has resulted in an increased consumption of spirits, but it is hoped and believed that some success has been achieved thereby in substituting a dearer supply from licensed sources for a cheaper supply from illicit outstills. It must be borne in mind that for many years an attempt was made in this Province to substitute country fermented liquors for country spirit in areas originally supplied with outstill liquor and that in furtherance of this policy all outstills were suppressed over the greater part of Lower Burma, save in areas where illicit distillation was exceptionally common and where the attempt to substitute country fermented liquors was a failure. It is now generally recognised that this policy has not been altogether successful and that despite the suppression of outstill licences the demand for country spirits has continued to be supplied illicitly and probably to some extent through the medium of the country fermented liquor shops. The preference for country fermented liquor, as being a less harmful intoxicant than country spirit, has been shown to have little foundation in fact; and the substitution of country spirit, manufactured in a Contract Distillery and paying revenue mainly in the form of a duty on each gallon consumed, for country fermented liquor, frequently adulterated or fortified with illicitly distilled country spirit, paying revenue wholly in the shape of licence fees, appears to be a change which the Deputation to the Secretary of State would welcome rather than deprecate.

(5) STATEMENT D.—*Wholesale and Retail Licence Fees for the Sale of Foreign Liquors.*—The figures in this statement include not only the licence fees for imported

spirits and beer but also licence fees for the sale of locally produced spirit excised at the tariff rate. They do not, however, include the licence fees for locally brewed beer; if these be included the figures shown in the table must be substituted for those in Statement D. They show considerable variations from year to year, but these variations are due in the main to fluctuations in the prices realised at the auctions and not to an increase in the number of licences. The number of ordinary shop licences for the sale of imported liquors, including distillery spirit manufactured in Burma, was reduced from 245 in 1904-05 to 130 in 1905-06; and, as explained in paragraph 3 of the Excise Commissioner's letter (Annexure 2), the number of ordinary licences for the sale of such liquors and for fermented malt liquor manufactured in Burma fell from 219 in 1905-06 to 212 in 1912-13. The conclusion to be drawn from Statement D therefore is that in the period under review the revenue from licence fees derived from shops for the sale of foreign liquors of all kinds and the numbers of such shop licences have remained more or less stationary.

		Rs.			Rs.
1905-06	...	11.69	1909-10	...	12.27
1906-07	...	10.27	1910-11	...	9.93
1907-08	...	12.05	1911-12	...	11.56
1908-09	...	11.97	1912-13	...	10.21

(6) STATEMENT E.—*Shops for the Retail Sale of Foreign Liquors, including Special Licences, in Hotels, &c.*—The variations of the figures in this statement are explained in paragraph 3 of the Excise Commissioner's letter (Annexure 2). Thus explained, the statement shows that there has been a tendency to decrease rather than increase in the number of licences issued for ordinary shops, the variations from year to year being caused in the main by fluctuations in the number of licences for public or private entertainments. The Excise Commissioner suggests that the number of such special licences might be largely restricted; this suggestion will be considered further below.

(7) STATEMENT F.—*Consumption of Potable Spirits manufactured in Burma after European Methods and taxed at Rates higher than Country Spirit.*—This statement shows the number of London proof gallons of potable spirits manufactured in Burma after European methods and excised at the full tariff rate of duty. The figures for the past three years show a very large decrease which is probably explained by the fact that the local distillers find it more profitable to devote their attention to the outturn of country spirits under the Contract Distillery system, and have in large measure abandoned the struggle to compete with the cheaper forms of imported liquor.

(8) STATEMENT G.—*Duty realised from Potable Spirits manufactured in Burma after European Methods and taxed at Rates higher than Country Spirit.*—The figures in this statement show the duty realised at the tariff rate on the quantity of spirits shown in Statement F. The fact that the fall in the amount of duty realised between the years 1905-06 and 1912-13 is proportionately less than the fall in the consumption is due to the gradual increase during the same period in the rate of duty from Rs. 6 to Rs. 9-6-0 per London proof gallon.

(9) STATEMENT H.—*Production of Beer in the Breweries in Burma.*—The figures given in this statement are taken from the Annual Return of Breweries and not from the Reports on the Provincial Excise Administration. The consumption of beer varies with the demand from the British regiments stationed in the Province. In paragraph 23 of the Excise Administration Report for the year 1912-13 the Excise Commissioner remarks: "Compared with the enormous increase of 308,900 gallons of imported ales the increase of 6,615 gallons only of the Mandalay-brewed beer is trivial. It is remarkable that this beer has failed to achieve a larger share of success with a population whose taste inclines to beer and ale more and more each year." There is only one brewery in the Province and the failure of its products to win popular favour renders it probable that the number will not be increased.

(10) STATEMENT I.—*Duty realised on Country Beer.*—This statement is blank. Country fermented liquors pay no duty in Burma. No practicable method of raising revenue from them in this form has been devised, and all receipts from this source come as hitherto from licence fees for the retail sale.

(11) STATEMENT J.—*Revenue realised from Tari and the Number of Retail Shops.*—Despite a decrease of nearly 30 per cent. in the number of shops for the

retail sale of *tari* during the period under review, the revenue shows a generally upward tendency. The receipts are wholly derived from licences for the retail sale, the introduction of a tree tax being deemed impracticable in the circumstances of the country. The policy of eliminating superfluous shops has been kept steadily in view during the past few years and the increase in the revenue must be ascribed in the main to the increased prosperity of the people.

(12) STATEMENTS K, M AND O, dealing with hemp drugs, are blank for Burma.

STATEMENTS L, N AND P, *dealing with the Consumption of Opium and its Preparations*.—The figures in these statements show for the period under review a small decrease in the number of shops; a very large decrease, from 78,000 to 48,000 seers, in the consumption and a decrease of over 7 lakhs, comparing the first year with the last, in the total revenue derived therefrom. The opium policy of Burma is a thing apart. Opium is sold under the eye of a Government officer, and a strict account is kept of the quantity sold to each purchaser, that quantity being limited to the quantity which is believed to be sufficient for his personal consumption so as to eliminate the possibilities of hawking. The incidence of the total revenue derived from each seer of opium and its preparations has risen from Rs. 62 in 1905-06 to Rs. 86 in 1912-13 when the prices were raised by a fourth. The opium policy of Burma is one to which none of the criticisms of the Deputation can be held to apply. The great bulk of the revenue is derived from duty on the quantity actually consumed; licence fees are fixed and the licences to sell are given to selected licensees and not disposed of by auction. The steady reduction during the past eight years in consumption would be a matter for congratulation were it certain that the place of opium sold in the licensed shops has not been taken by illicit opium or other more noxious drugs such as cocaine.

3. The Deputation of 1912 asked the Secretary of State to consider the question of the development of the drinking habit in India and the steps which could be taken to check it. The drink question cannot, however, be considered by itself so far as Burma is concerned. The control of the drug habit is at least as important as the control of the drink habit and a policy aimed at the suppression of the latter must include precautions to prevent a stimulus being given thereby to the former. The precautions adopted in this Province to check the spread of the opium habit have, on paper at least, achieved a very large measure of success. How far this success has been achieved at the expense of driving otherwise would-be opium consumers to drink or to the use of pernicious drugs such as cocaine can only be guessed at. Moreover in spite of the unremitting vigilance and energy of a large Excise establishment it must be recognised that the extent of opium smuggling remains an unknown quantity and that much of the demand formerly supplied by opium bought by authorised purchasers from the Government shops and by them retailed to unauthorised consumers may still be met by opium smuggled from other Provinces of India. The experience gained from the restrictive policy towards opium makes it doubtful whether any action taken by Government to regulate the taste of the people for intoxicants is not productive of more harm than good. As regards the drink question the views of the Deputation are based on the assumptions stated by Mr. Leif Jones, M.P., on page 10 of the enclosure to the Secretary of State's Despatch, No. 85, of the 6th September, 1912, that India is a temperance country and that the drink evil is an imported evil—a part of the price paid for coming into contact with our western system. In paragraph 4 of his letter (Annexure 1) the Financial Commissioner points out that this assumption is not correct so far as Burma is concerned. The fact that the Burmese civil and religious authorities before the period of British rule forbade the use of intoxicants does not indicate that they were unknown and that it was desired to prevent their introduction, but that their use was then common enough to constitute an abuse calling for interference. Contact with western civilisation and the opportunities thereby afforded for obtaining drink manufactured after western methods are responsible for creating the demand for such drinks but not for creating the demand for drink itself. It is possible that the fashion prevailing among Burmans of preferring imported articles to those produced locally is an incentive to increased drinking among those who would otherwise content themselves with a moderate quantity of country liquor and for this reason it is desirable as much as possible to restrict the facilities for obtaining imported liquor. The remarks regarding Statements D and E in paragraph 2 above show that this policy has been adhered to during the period under review. As regards country liquors, whether manufactured by Native or European methods, the present policy is to provide shops for the sale of the kind

locally in demand but to restrict their number as much as possible in order to reduce temptation to drink. An exception to this policy has been made in the case of *tari* in Upper Burma. The number of licensed shops there is quite inadequate to meet the requirements of the inhabitants of the *tari*-palm-growing tracts, but it has been deemed advisable to allow consumption to continue in these tracts unregulated rather than to license the necessary number of shops. As regards country spirit the present policy aims at the gradual substitution of shops under the Contract Distillery system for outstills. Illicit distillation is rife in many parts of the country and if it is to be checked some increase in the number of licensed shops will be necessary, for a time at least. The experiment of substituting country spirit shops under the contract distillery system for country beer shops, referred to above, has been justified in detail in my letter No. 1161M.—8E.-8 of the 17th June, 1913.

4. I am now to consider the recommendations of the Deputation of July, 1912, in regard to the enlargement of the powers of Local Advisory Committees and the modification of their constitution. These recommendations are contained in paragraphs 15, 18, and 21, of the statement submitted by Sir Herbert Roberts on behalf of the Deputation, which is printed on pages 14-23 of the enclosure to the Secretary of State's Despatch. In paragraph 15 the Deputation, with a view to making Local Advisory Committees a more efficient instrument for expressing the views of those who are concerned in the issue of licences, urge:—

- (1) that the appointment of the committees should be extended, as soon as practicable, to the whole of India;
- (2) that the committees should be made more representative of local opinion;
- (3) that they should in every case contain a majority of non-officials, appointed independently of the Excise Department;
- (4) that they should be empowered to deal with all licences for the sale of intoxicants;
- (5) that their meetings should be held more frequently than at present;
- (6) that their recommendations should only be disregarded when there are substantial reasons for exercising an official veto.

In paragraph 18 they recommend (7) that the licensing function should be removed, as soon as practicable, from the control of the Revenue Department, and suggest that the experiment should be tried in certain districts of conferring it upon the Local Advisory Committees, subject to such reservations as may be found necessary.

(1) The first of these recommendations, that the appointment of the committees should be extended as soon as practicable to the whole of India, is favoured by some and opposed by others of the officers consulted. The Excise Commissioner reports that there is no demand for any extension of such committees and he does not think that there is any need for change, though he sees no great objection to the application of the system to all Municipalities in the Province; if it be extended, he agrees with the Commissioner, Mandalay Division, that the Municipality itself might be made the Advisory Committee. The Financial Commissioner, while not sanguine that any great benefit will result from the extension, is willing to support the proposal in the hope that in the process of time the committees will be able to help the executive more than they have in times past. He is, however, exceedingly dubious of the advisability of establishing Advisory Committees in rural tracts; in this view the Lieutenant-Governor concurs. The opinions of the inhabitants of rural tracts, and more especially of the inhabitants of the village in which it is proposed to establish a new shop, should continue to be consulted as at present, and no new shop should be opened in the face of any strong opposition from them unless it is conclusively shown that such opposition springs from interested motives and has been engineered by persons engaged in illicit manufacture of liquor. As regards Municipalities and Notified Areas entrusted with certain powers of local self-government under the Municipal Act, Sir George Shaw considers that the system of Local Advisory Committees may be extended to all. There are 45 Municipalities and 15 Notified Areas in Burma Proper, and the Lieutenant-Governor's proposal therefore involves an increase in the number of Local Advisory Committees from 10 to 60.

(2) and (3) The second and third recommendations of the Deputation are that the Committees should be made more representative of local opinion and that they should in every case contain a majority of non-officials appointed independently of the Excise Department. Here, again, the views of the officers consulted are divided. The Excise Commissioner agrees with the Commissioner of the Mandalay Division

that the Municipal Committee itself might be made the Advisory Committee. The detailed recommendations of the Commissioner on the subject are set forth in paragraph 10 to his letter (Enclosure 27). Sir George Shaw is disposed to accept this suggestion. It is true that under the existing orders (Excise Rule 67) Municipal Committees are invited to express their views regarding proposals to establish new shops, but they are not empowered like the Special Excise Committees to frame proposals regarding the minimum and maximum scales of shops to be allowed nor do they submit annual recommendations regarding the location of shops. The non-official members of the Municipal Committee, in theory at least, represent local opinion; and when there is at hand a duly-constituted body representing local opinion and carrying on local self-government, it seems unnecessary to constitute another representative body for the purpose of the Excise Act. In the case of large Municipal Committees, a special Sub-Committee would naturally be appointed to deal with the question of Excise licences and to submit its recommendations to the whole Committee. Many Municipal Committees and Town Committees do not contain a majority of non-officials and in such a case the third recommendation of the Deputation would not be given effect to. This, however, is a defect which will gradually be cured in time as the constitution of the committees widens.

(4) The fourth recommendation of the Deputation, that the Advisory Committees should be empowered to deal with all licences for the sale of intoxicants, is somewhat ambiguous. If it means merely that the views of the committees should be sought in the case of all licences for the sale of intoxicants, it calls for no remarks in view of the fact that the existing rule imposes no restriction in the matter in regard to licences issued under the Excise Act. If it means more than this, it appears to be covered by the suggestion made in paragraph 18 of the memorandum which is dealt with below.

(5) The fifth recommendation of the Deputation, that the meetings of the Advisory Committees should be held more frequently than at present, does not appear to call for any action so far as Burma is concerned. Under Excise Rule 69 the existing committees are required to meet annually for the examination of existing and proposed shops. Shop licences are ordinarily issued for a period of twelve months, and so far as they are concerned an annual meeting of the Advisory Committee is sufficient. It seems hardly necessary to refer to them all applications for temporary licences for entertainments and the like. The advisability of the grant of such licences in specific cases can always be discussed at the annual meeting and the views of the Committee placed on record for the future guidance of the Collector. If, however, the duties of Advisory Committees are made over to Municipal and Town Committees, the ordinary meetings of those Committees are sufficiently frequent to satisfy all possible requirements.

(6) The sixth recommendation is that the advice of the Committees should only be disregarded when there are substantial reasons for exercising an official veto. This, it is believed, is the present practice, and the Lieutenant-Governor concurs that it may suitably be continued. In any case all alterations in the existing arrangements for the retail of liquor require the approval of the Commissioner and the Excise Commissioner and are not left to the Collector.

(7) The last proposal of the Deputation, that the licensing function should be removed as soon as practicable from the control of the Revenue Department and experimentally conferred upon the Advisory Committees in certain districts, is based on the assumption that Government officials are under constant temptation to obtain as much revenue as possible from the sale of liquor. The officers consulted are practically unanimous in protesting against this assumption. In Burma, with the exception of the Collector, Rangoon, the Collector of each district is also the District Magistrate and he is much more interested in the suppression of crime than in the enhancement of Excise revenue. The Excise Commissioner suggests that in Rangoon, where the Collector is not the District Magistrate and where he takes a very active part in directing Excise affairs, the licensing function should be vested in the District Magistrate. The Financial Commissioner concurs with the Excise Commissioner, that it would be quite impracticable to hand over the licensing function to the Advisory Committees, and the latter officer also condemns the alternative suggestion to make Sessions Judges the licensing authorities. The Lieutenant-Governor is of opinion that in the existing state of education and public opinion in this Province the Government cannot abdicate its powers of controlling and regulating the grant of licences in favour of Advisory Committees and that under the present rule all reasonable weight is given to their opinions.

5. In paragraph 16 of their statement the Deputation express the view that, without a considerable further reduction in the number of liquor shops and the carrying out of the other reforms which they advocate, no effective diminution in the consumption of liquor can be reasonably expected and in paragraph 21 they make the specific recommendation that the licences for the sale of intoxicants should be steadily reduced in number. The officers consulted by the Lieutenant-Governor are practically unanimous in declaring that with one or two unimportant exceptions no further reduction in the number of existing licences is possible. One Deputy Commissioner points out that the undeveloped condition of Burma makes it impossible to apply recommendations intended for a fully-developed province. The Commissioner of Excise considers that as the province develops moderate increases in the number of shops are more probable than decreases. If a reduction is considered desirable, he suggests (paragraph 3 of Enclosure 2) the abolition of licences for inland steamers and of licences for entertainments. The Financial Commissioner considers that the discontinuance of these licences would have absolutely no appreciable effect in reducing the drink habit and he does not consider it possible to suggest any systematic withdrawal of licences or any restriction on consumption in any particular locality of the Province. The Deputy Commissioner, Insein (Mr. G. F. Arnold, C.I.E.) [Enclosure 9] concurs in the view of the Deputation that the existence of shops is an incentive to drink and would be prepared to abolish about half the existing shops in his district. He considers it preferable that there should be a few breakers of law on account of the absence of shops rather than that the community as a whole should be drawn to liquor-drinking by their presence. This view is similar to that expressed by Sir Herbert White in this department letter No. 441—2E.-2 of the 28th June, 1909. Sir George Shaw considers that, while the desirability of a reduction in the number of shops should be kept in view and any proposals for additional shops accepted only after the most careful enquiries have established their necessity, no definite assurance of a reduction can be given. Reduction may be possible in some localities, but in others and especially in the areas where the distillation of illicit country spirit is rife some increase is essential if the liquor traffic is to be regulated at all.

6. In paragraph 21 of their statement the Deputation suggest that the hours of sale should be further limited by later opening and earlier closing hours being fixed for all licensed premises. The Excise Commissioner does not recommend any change and the Financial Commissioner, while remarking that the shops are usually empty in the morning, accepts this view. The Deputy Commissioner, Pegu, points out that in a country like Burma the habits of the people are nocturnal during the hot weather and during the light half of the moon. A few officers consider that shops need not be opened so early, as drinking in the morning has nothing to commend it. Some recommend that all shops should be closed at sunset or shortly after sunset so that consumers who are ashamed to be seen frequenting liquor shops by day and are afraid of illicit practices may be weaned from the liquor habit altogether by the impossibility of obtaining a supply from a licensed source after dark. The Lieutenant-Governor considers that in the case of Municipal and other towns with some measure of local self-government the hours of opening and closing might be fixed by the Municipal Committee within the limits at present authorised and that in rural areas all shops should be closed by sunset. As regards the hours of opening it seems probable that very few sales are made in the morning, but, as it is doubtless necessary in any case to open the shops at that time in order to have them cleaned and made ready for the business of the day, there does not seem to be much object in directing that no sales shall be made till an hour subsequent to the actual hour of opening.

7. In paragraphs 17 and 21 of their memorandum the Deputation again press for the abolition of the auction system for the disposal of liquor licences and suggest in its stead a system of fixed licence-fees as recommended by the Excise Committee of 1905-06. The Excise Commissioner reports that a system of fixed fees is practicable and advisable in the case of country shops under the contract distillery system but not in the case of other shops. This view is shared by several other officers. In the Mandalay Division the Commissioner and four out of its five Deputy Commissioners are in favour of the universal introduction of the fixed fee system, but the majority of other officers consider that the auction system with all its drawbacks is the one open to the fewest objections; in this view the Lieutenant-Governor concurs. The subject was discussed at length by the Government of India in their Finance Department Resolution No. 2997-Exc. of the

16th May, 1907, where they came to the conclusion that the best method for the disposal of the right of retail vend of country liquor is an auction system worked on the lines described in paragraphs 5 and 6 of the Resolution with power to Local Governments to fix a term of three years instead of one year for the currency of the licences. The greatest of the many objections to the fixed fee system is the danger of the growth of vested interests. To meet this danger officers are driven to suggest impracticable expedients, such as that of the Deputy Commissioner, Bhamo, that a rule could be made that the same person should not be given a licence for more than three years in his lifetime. Such a rule would, of course, deprive persons who have engaged all their life in the liquor trade of their means of livelihood. There is no objection to the same licensee obtaining the same licence time and again; the object of the auction system is not to prevent this, but to ensure the payment by him to the Government of the full value of the licence. In this connection I am to quote, with approval, the following observations of the Deputy Commissioner, Bassein, reproduced in the letter from the Commissioner of the Irrawaddy Division:—

“ I think the evils of the auction system are greatly exaggerated. It is suggested that a man who has paid for a shop a price which leaves him very little profit has a stronger motive for pushing the sale of liquor than one who is able to make a larger profit without any special exertion. It is not suggested in what way he can push the sale. I do not know of any legitimate means except advertising, which is not resorted to and would promptly be stopped if it were. As to illegitimate means, such as sending out liquors to be hawked about the neighbourhood, larger profits would certainly not check such practices if they are not restrained by the watchfulness of the Excise and Police Officers. The fixed fee system is hardly any check on malpractices unless the holder of the licence is given to understand that he is likely to enjoy it during his good behaviour, and this has the disadvantage of creating vested interests. Moreover the system is impracticable when applied to liquor manufactured on the spot, owing to the impossibility of ascertaining the profits. There is no great objection to its being applied to country spirit, and this is already being done. It could also be applied to foreign liquor, but I doubt if it would be worth while. If Burmans are to be prevented from taking the drink, such a system as that already enforced for opium must be introduced.”

Sir George Shaw considers that the auction system should continue to be the ordinary method of disposing of licences for retail sale. It might be advisable, while auctioning the right of retail sale for a year, to empower the Collector to offer to a licensee the renewal of his licence for a further period of two years at the same fee in cases where this fee is held to represent the value of the licence. In paragraph 13 of their Finance Department Resolution No. 2997-Exc. of the 16th May, 1907, the Government of India refer to certain proposals for the acquisition by the Government in Rangoon of sites for country liquor shops. The state of the provincial finances makes it impossible to hope that this Government will be able within any reasonable period to acquire liquor shop sites to any appreciable extent, but it might be possible, in order to obviate the trouble imposed on a new licensee of obtaining suitable premises for his shop, for Government to take a long lease of such premises and to require the licensee, as a condition of his licence, to occupy them as the sub-tenant of Government, paying the rent reserved in the lease.

8. The Government of India's request made in paragraph 4 of your letter under reply that instructions should again be issued to local Excise Officers impressing upon them the necessity of selecting shop sites as far as possible in accordance with the principles laid down in paragraph 6 of Finance Department Resolution No. 5086-Exc. of the 15th August, 1907, has been noted and the Financial Commissioner has been requested to draw the attention of Collectors to Rule 75 of the Rules under the Excise Act which reproduces these principles.

9. The great majority of the officers consulted agree in deprecating the suggestion that statistics showing the wholesale and retail vend and consumption of foreign liquors, such as those contained in Provincial Statements A and B of the Excise Administration Report of the Punjab for the year 1910-11 should be furnished for this Province. The Excise Commissioner points out that as the licensees of foreign liquor shops in Burma are usually either Chinese or Madrassis, keeping accounts, if any, in their own languages, great difficulty would be experienced in checking them by the agency of the present Excise staff. This difficulty might perhaps be got over by making it a condition of the licences that the accounts

should be kept either in Burmese or in English, but Sir George Shaw is disposed to think that no substantial advantage would be derived from such accounts. It has been pointed out by more than one officer, that in view of the geographical isolation of Burma from India the Customs figures of Import show the total quantity of imported liquors consumed in the Province, and this information appears to be sufficient.

10. The specific points referred for the views of the Local Government have been dealt with in the foregoing paragraphs and I am to conclude this letter with the following general remarks. Sir George Shaw is disposed to consider that the cause of temperance in India will best be forwarded not by any action on the part of Government but by the action of its advocates among the people themselves. The temperance cause in England has prospered entirely through the private efforts made to enlist the sympathies of the people on the side of temperance. In this connection I am to invite a reference to the remarks by the Commissioner, Irrawaddy Division, in paragraph 13 of his letter. Until the leaders of Indian opinion follow the example of temperance reformers in England and conduct campaigns for the spread of their principles, it is idle to hope that any lasting good can come from official action. In Burma propaganda against the eating of meat and the slaughtering of kine have been conducted with great success by some of the leaders among the Buddhist monks, and there is no reason why the cause of temperance should not be advanced by similar means. It is the tendency of natives of India and of Burma to look to the Government to do everything and to blame the Government for everything of which they do not approve: in accepting the view that official action is needed for the accomplishment of reform the English members of the Deputation appear to have overlooked the almost entire absence of any attempt at self-help on the part of their Indian colleagues. Temperance principles have been advanced in England not by closing shops for the sale of liquor but by inculcating on the people the advantages of temperance. If, as is maintained by the Deputation, India is a temperance country and the disposition of the people is in favour of temperance, there should be infinitely less difficulty in propagating temperance principles than was experienced in the less favourable soil of the British Isles.

Annexure No. 1.

Letter from C. R. P. Cooper, Esq., I.C.S., Assistant Secretary to the Financial Commissioner, Burma, to the Revenue Secretary to the Government of Burma, —No. 344—2E.-35, dated the 13th August, 1913.

In reply to your letter No. 201—8E.-15, dated the 14th of February, 1913, I am directed to submit a copy of letter No. 106—2E.-68, dated the 7th of July, 1913, from the Excise Commissioner forwarding the statistics required by the Government of India in their letter dated the 24th of January, 1913, and also copies of the enclosures to the Excise Commissioner's letter.

2. With regard to the statistics, the Excise Commissioner has pointed out in paragraph 2 of his letter the difficulties connected with their compilation for this province. It is to be noticed that in Statement A the areas under the outstill system and the areas under the distillery system have been arrived at by including the areas of any township in which a shop or shops under the respective systems existed. The total excise area has, however, been regarded as the total area of the province, excluding the Shan States and certain remote hill-tracts. In the statistics of population, the figures for 1910-11 were taken from the new census tables, and the sudden large increase is thus only apparent, not real. It was impossible to distribute a gradual increase over a number of years. The decrease in total revenue in 1906-07 was due to the fact that the contract distillery system was beginning to make itself felt in Tenasserim Division, and that there was much uncertainty regarding the period for which some of the outstill shops would be continued. In Statement B it has been assumed that only figures for areas served by central distilleries are required.

3. Major Stone has made a careful *resumé* of the opinions of the officers consulted and has also submitted his own opinion thereon on the various points raised. As the conditions existing in Burma differ so essentially from those obtaining in the rest of India, and as special attention has been invited in paragraph 2 of Mr. Enthoven's letter to an expression of opinion on the special aspects of the drink question in each province, Mr. Eales thinks that it would be as well to consider carefully the full value of the outstanding facts alluded to by Sir Herbert Roberts,

M.P., in his speech when introducing the deputation to the Honourable the Secretary of State for India on the 18th of July, 1912. The Honourable Member stated that 39 years ago the revenue stood at 1½ millions, whereas it is estimated to be close upon 8 millions now. Mr. Eales is unable to give any opinion as to the causes of this seemingly extraordinary expansion in India, but with regard to Burma he would venture to submit the following remarks which will to a great extent explain how the increase has been brought about in this province. The Excise Commissioner notes that the members of the deputation in their speeches generally confined themselves to the condition of the drink question in India, but as the returns of India are swollen by the revenue obtained from Burma, the causes which led to the increase in Burma are relevant to the consideration of this question, especially as they may to a certain extent indicate the causes of the expansion in India.

4. The population of Burma taken at the census of 1872 was 2,747,148. Thirty-nine years afterwards the population of Burma had risen to 10,610,256. This extraordinary increase has been brought about, firstly, by the annexation of Upper Burma, and secondly, by the abnormal growth of the population owing to the influx of large numbers of natives of India, Chinese and other nationalities. Apart from the increase of population, the value of these figures is considerably affected by the following factors:—In the last 39 years not only has the population quadrupled, but the increase in wealth has far exceeded even this great increase in population. The standard of living has risen very greatly. The cost of agricultural labour has doubled within the least 30 years and this means that the return to the labourer as calculated in rupees is probably at least twice as great as it was 30 years ago. Moreover, it must be remembered that in 1877 the value of the rupee, as measured in commodities, was about 70 per cent. greater than it is at present. Thus, though the figures would show an increase of revenue from 1½ millions to nearly 8 millions, the real rise would have been probably not much more than 5 millions had the value of the rupee been stationary. Viewed in the light of these facts, the outstanding features alluded to by the Honourable Member are not so striking as they would at first seem to be. But there is another factor which must be considered in Burma at least. During this period of 35 years an immense change has taken place in the administration of the Excise revenue. It is generally admitted that India is a very backward country and that parts of it have but recently emerged from the neolithic period. Burma was generally supposed to be one of the most backward provinces of the Indian Empire, and in the seventies the Excise Administration was comparatively in its infancy. Even if the population had not increased at the abnormal rate above noted, and had there been no abnormal increase in wealth and prosperity, yet the introduction of the more systematic administration would have meant an extension of the Excise revenue and an increase in the number of shops which the expansion and regularization of the administration would have rendered necessary. Mr. Eales has been himself 34 years in the province and during that time he has served chiefly on the executive branch of the administration, and at no time has there been any such tendency to increase the sale of excisable liquor merely for the purpose of increasing the revenue. It is hardly necessary, he thinks, to go further into this matter, because anyone acquainted with the facts would be willing to admit that there is no truth in any such charge. The refusal of Government itself at the time of the annexation to allow the sale of liquor to Upper Burmans would completely refute any such imputation. The Excise Commissioner has dilated to some extent on the difference of conditions obtaining in Burma from those obtaining in India, and Mr. Eales has nothing further to add to what Major Stone has written on this point. But he would like to emphasize the remark made by Mr. Carey, Commissioner of Sagaing, that it is untrue to say that "the use of alcohol was not freely practised" before we annexed the country. It is true that there is a very strong feeling amongst the best of the Buddhists against the use of alcoholic liquor, and there is the same feeling in England; yet the prevalence of drunkenness in England among the lower orders has long resisted the influence of the more religious sections of the community. Mr. Carey's remarks are worth a perusal, and Mr. Eales is able from his own experience to corroborate these statements. Indeed, Mr. Eales has an even longer experience of both Upper and Lower Burma than Mr. Carey, as he accompanied the expeditionary force that entered Upper Burma in November, 1885. On two occasions, at least, when attacks were made on the British forces, the prisoners who were taken after the rebels were repulsed were found to be in a state of semi-intoxication. They had been drinking freely of toddy before they attempted

to make the attack. Unfortunately it was not merely as a preliminary to these attacks that toddy was drunk by the people. Government has resolutely for the last 27 years set its face against the introduction of the sale of liquor to Upper Burmans. Opium also has been prohibited, and Mr. Eales thinks that it is only right to set forth these facts in order to remove any doubt which might exist in the minds of people who interest themselves so greatly in the people of India and Burma.

Before proceeding to deal with the other questions referred to in your letter, Mr. Eales would like to emphasize the remarks of the Excise Commissioner as to the danger,—which undoubtedly exists,—that total prohibition may do more harm than good. For the last 18 years the Government of Burma has endeavoured to restrict and diminish the use of opium by the Burmans in Lower Burma. It has never been allowed to be sold to the Upper Burmans. The Annual Reports of the Excise Department for the last few years show that we have successfully battled against and controlled the spread of the opium habit, and the opium habit is, Mr. Eales believes, decreasing in Lower Burma. Nevertheless it has been found that a new and far more pernicious habit is arising to take the place of the one that we have controlled. The use of cocaine and morphia imported from Europe has unfortunately obtained a foothold in Lower Burma, and Mr. Eales has reason to believe that the habit is beginning to spread among the inhabitants of the larger towns in Upper Burma. The efforts of the Excise staff have been especially directed to the suppression of smuggling of cocaine and opium, and while we can congratulate ourselves that we have, as before stated, obtained a certain measure of success so far as opium is concerned, the issue of the struggle in the suppression of cocaine is still doubtful.

5. In paragraph 3 of Mr. Enthoven's letter attention has been drawn to the powers and scope of Local Advisory Committees. Advisory Committees have been established in accordance with previous directions of the Government of India, and as President of the Rangoon Municipality for three years, the officiating Financial Commissioner was himself in a position to understand the full value of such a Committee in the town of Rangoon. The opinions of the members of the Municipality were carefully consulted, and on only one occasion, so far as Mr. Eales was aware, was any action taken by the members of the Committee which had not already been indicated or suggested by the executive. The instance in question was of no particular value except that it showed that the Committee displayed initiative only in cases where certain personal interests were affected. Nevertheless it is proposed to extend the scope of the Advisory Committees to all towns in Burma, and while Mr. Eales is not sanguine that any great benefit will result therefrom, he is willing to support the measure, in the hope that in process of time the Committees will be able to help the executive more than they have in times past. But the advisability of establishing such Advisory Committees in the rural tracts is exceedingly dubious. The Collector will himself assume that no fresh shop should be established unless there are very strong reasons for its establishment. The Excise Commissioner has quoted a case where the opinion of a rural tract was taken and was found to be contrary to the establishment of the shop, and the shop was not established. Nevertheless, shortly afterwards it was discovered that there was a large illicit distillery in this neighbourhood, and yet the very persons who voted against the shop thought it no business of theirs to help directly or indirectly the Excise Department to discover the existence of this distillery. Indeed, by objecting to the establishment of the shop, they practically abetted the continuance of the illicit distillery. Mr. Eales has reason to believe that this is not a solitary instance. The value of public opinion in rural tracts, therefore, is exceedingly problematical. The Collectors in Burma, however, are required to ascertain the public opinion before any fresh shop is established. Mr. Eales is in complete agreement with the opinion expressed in paragraph 6 of the Excise Commissioner's letter that it would be quite impracticable to hand over the licensing function to Local Advisory Committees.

6. With regard to paragraph 2 of your letter which concerns the necessity of selecting shop sites in accordance with the principle laid down under Rule 75 of the rules under the Excise Act, Mr. Eales would draw attention to the remarks made by the Excise Commissioner in paragraph 7 of his letter. Notwithstanding the difficulty which has been experienced in obtaining sites for shops in Rangoon, and elsewhere, the principles laid down in that rule have been faithfully followed as far as circumstances would permit, and revenue has been on more than one occasion foregone when the conditions laid down by the rule could not be fulfilled.

7. The Excise Commissioner has drawn attention to the difficulty which the Excise Department has to meet when attempting to diminish the number of shops for the sale of excisable liquor. With these views Mr. Eales is entirely in accord, and he would like to draw attention to the fact that the efforts of a previous Deputy Commissioner of Pegu to reduce the number of shops in his district led to such an increase in the consumption of illicit liquor that the subsequent Deputy Commissioner of the same district urged the re-establishment of the shops. It is somewhat remarkable that the Excise Commissioner, who has during his tenure of office endeavoured loyally to carry out the wishes of Government, is unable to make any suggestion for the reduction of shops for the sale of excisable liquor, except by proposing that temporary licences should not be issued for the sale of liquor during the occasion of dramatic and other performances, and for the withdrawal of the licences on board the riverine steamers. Mr. Eales does not support these proposals because he is satisfied that they would have absolutely no appreciable effect on reducing the drink habit. The temporary licences before mentioned are issued for the use only of Europeans and Anglo-Indians, as very few Burmans or natives of India attend these performances. In the same way, Mr. Eales, who has often travelled on board the riverine steamers has no reason whatever to believe that these licences are abused and that liquor is sold to people who should not be allowed to consume it. The value of these proposed restrictions is so infinitesimal that Mr. Eales does not feel justified in supporting them and he does not think that any appreciable harm is caused thereby. It is impossible therefore to suggest any systematic withdrawal of licences or to restrict consumption in any particular locality in the province; but the wishes of Government will be impressed on all executive officers.

8. It has been suggested that the hours of opening of shops, which are now generally fixed from 6 a.m. to 9 p.m., should be reduced. With regard to the first point of the opening of the shop so early, the matter is one of very little importance to the general public. In the course of his duty, Mr. Eales has often visited these shops, in the early hours of the day, and though these were surprise visits, he has generally found these shops quite empty when he visited them before 9 a.m. Still, if coolies go there on their way to work at 6 o'clock, as is suggested by the Excise Commissioner in his letter, it would be perhaps a dangerous thing not to open the shop for their use, as it would tend to the smuggling of liquor which would be taken home and drunk by the coolies before going to work or recourse would be had to illicitly distilled liquor. With regard to the proposal to close the shops before 9 o'clock, Mr. Eales has nothing to add to Major Stone's remarks.

9. The Excise Commissioner has drawn attention to the difficulty experienced in the preparation of the returns suggested in the last paragraph of Mr. Enthoven's letter to which you draw attention in paragraph 3 of your letter. He has nothing to add to what the Excise Commissioner said thereon. It might be possible to obtain returns from licensees, but under the present conditions these returns would probably be valueless.

10. The Excise Administration in Burma is now in a transitional stage. An attempt, so far successful, has been made gradually to extend the central distillery system advocated by the Government of India and good progress has been made within the last two years; but a change of this sort cannot be made summarily. The central distilleries are unable, at present, to keep pace with the increased demand. Moreover, there is much to be said for the old system of disposing of shops for the sale of country spirit by auction sale instead of at fixed prices. The question has been carefully handled in paragraph 6 of the Excise Commissioner's letter. Mr. Eales has but little to add to what the Excise Commissioner has said. The arguments against the old system are too well known to need repetition, but the arguments in its favour, perhaps, have not received the full consideration they deserve at the hands of those who have no personal knowledge of the working of the system, and it is quite possible that over-hasty substitution of the central distillery system with fixed prices for the various shops would merely lead to a serious loss of revenue without any countervailing advantages in the way of greater security against adulteration of liquor or restriction of sales. The officiating Financial Commissioner is able to assure the Government that every endeavour is being made to carry out the wishes of the Government of India so far as it is possible under present conditions. The change must be gradual, and perhaps this fact is not altogether disadvantageous in view of the experience we have already gained in carrying out these orders.

Annexure No. 2.

Letter from Major W. R. Stone, I.A., Commissioner of Excise, Burma, to the Assistant Secretary to the Financial Commissioner, Burma, No. 106, 2 E. 68, dated the 7th July, 1913.

With reference to your letter, No. 73, 2 E.-35, dated 5th March, 1913, forwarding enclosures regarding certain criticisms made on the Excise Administration in India by two deputations which waited upon His Majesty's Secretary of State for India in August, 1907, and July, 1912, I have the honour to submit copies of this office letter, No. 256—263—2 E.-68, dated 17th March, 1913, to Commissioners and Deputy Commissioners and of replies received, together with other papers as enumerated in the schedule attached.*

2. The statistics required by paragraph 2 of the Government of India letter dated 24th January, 1913, are furnished in the forms annexed, numbered A to P. I may observe that these forms have been drawn up with special reference to the excise conditions of the provinces of continental India and not with reference to existing conditions in this province. Every effort has been made to compile correct figures and much labour has been involved, as part only of the statistics could be taken from annual reports and returns. This is particularly the case in regard to Form A, *Country spirit*. It appears to be assumed that the area under the outstill system *plus* the area under the distillery system will be equal to the total excise area. This is far from being the case in Burma. Strictly speaking there is no outstill area in Burma. In 1911-12 there were 22 and in 1912-13, 23 (since reduced to 13) outstills scattered over the province in situations remote and difficult of access; each still being isolated and unconnected with other outstills. No definite areas are served; if the licensee is an active influential Chinaman he will be able to keep illicit distillation in check for some miles round, and customers will come from afar; if he has not these qualifications illicit distillation and sales will creep up close to the shop. It has been assumed that if there is no other licensed shop the area served may be as much as the whole township. In other cases a smaller area has been assumed. As regards the area under the distillery system here again, out of ten districts in which the contract distillery system was in force in 1911-12, Indian conditions were reproduced only in the Thaton District and parts of the Amherst and Mergui Districts of the Tenasserim Division. In the remaining seven districts the shops were widely scattered and isolated, each in fact having the same monopoly as was enjoyed by the outstills they replaced. The isolation of the shops (both outstill and distillery country spirit) is described by the Commissioner, Arakan Division, in regard to the Sandoway District, where the shortest distance between any two spirit shops is sixty miles. The total areas of such districts are assumed to be under the distillery system. In addition to the above-mentioned sparsely shopped areas, there are areas, even whole townships, where "no licence" conditions prevail. These areas are included in the total excise area of the province. Such areas are far from being tetotal.

3. From Statement E showing the number of shops for the retail sale of foreign liquors it would appear that there had been an increase of 90 licences (328 to 418) between 1905-06 and 1911-12. An analysis of the figures will however show that this is not really the case.

In spite of the rapid growth of a prosperous foreign liquor consuming population, due to the influx of persons connected with mines, plantations and the oil industry, the ordinary licences for imported liquors, locally produced spirits excised at the tariff rate and fermented malt liquor manufactured in Burma, fell from 219 in 1905-06 to 218 in 1911-12, and to 212 in 1912-13. Special licences however rose from 109 to 200 between 1905-06 and in 1911-12, falling again in 1912-13 to 149. Such licences are issued for hotels, proprietary clubs, refreshment rooms, trains, steamers, public or private entertainments and buffets at public places of amusement or entertainment. The growth of hotels and railway refreshment rooms proceeds *pari passu* with the expansion of the province and it is doubtless a convenience to travellers to be able to procure alcoholic refreshment, but if a reduction is considered desirable, the abolition of licences to inland steamers might be considered and the desirability of retaining licences for entertainments is doubtful. Reductions could be effected in special licences for foreign liquor on these lines with inconvenience to but few and they mostly travellers who could carry liquor if they required it; while spectators at entertainments cannot be in any real need of alcoholic refreshments while the entertainment lasts. It would not be unreasonable to expect that such

measures might assist in some degree in checking the spread of the drinking habit.

4. The deputation of 1912 like the deputation of 1907, confined itself wholly to a consideration of the conditions prevalent in continental India. No reference was made to this province nor were the local conditions investigated by the Indian Excise Committee of 1905-06. The conditions in this province are wholly different from those in the provinces of continental India and unless the differences are pointed out, the province runs the risk of having regulations imposed which may be admirably adapted to conditions in India but which might be inapplicable to Burma. Before dealing then with the specific recommendations contained in paragraphs 15 and 21 of the statement submitted by the Deputation on 18th July, 1912, and mentioned in paragraph 3 of the Government of India's letter, I will endeavour very briefly in this paragraph to point out some conditions peculiar to this province. The letters from Mr. B. S. Carey, Commissioner, Sagaing Division, Mr. J. J. Anderson, Deputy Commissioner, Amherst District, and Mr. Hardiman, Deputy Commissioner, Tavoy District, copies of which are attached, give interesting accounts of the excise conditions prevailing in the dry zone of Upper Burma and in the southern part of the province now being so rapidly opened up to the mining industry and rubber plantations. The great bulk of the population consists of Burman-Buddhists who on religious and traditional grounds are strongly opposed to the recognition by the State of the liquor traffic in any form. They are opposed to licences and regulations of any kind. They desire absolute legal prohibition but at the same time are firmly determined to do nothing to assist Government in making such prohibition effective. Before the annexation of the country such was the principle—absolute prohibition; the practice was no interference except occasionally in the case of scandalous and troublesome drunkenness, such interference being spasmodic. The Burman-Buddhist attitude remains unchanged and no Burman-Buddhist elder can give any other opinion or adopt any other attitude in view of his religious precepts and the recognized standard public opinion of his class. This is the leading factor in the provincial situation. The administration in Lower Burma permits Burmans to purchase alcohol in all forms while severely restricting facilities for purchase of imported liquors; but in Upper Burma, following the example of the Burmese régime, the sale of any spirit or fermented liquor to a Burman is prohibited with the single exception of *tari*; nor may any Burman hold a licence for the sale of any alcoholic liquor except *tari*.

In spite of his religious precepts and the avowed principles professed by his elders, the Burman is extremely prone to self-indulgence in both drugs and alcohol and generally speaking is quite unable to resist either, with the single curious exception of *ganja* (hemp drug). Wherever there are *groves* of the *tari* palm-tree or of the *dani* palm (*Nipa fuscans*), there the Burman drinks and there is no way of stopping him. If neither palm is present he ferments rice-beers or distils spirit. If a licit supply is provided by a licensed shop, he will patronize that to a certain extent, if he happens to reside in the immediate vicinity; but almost up to the shop door illicit supplies are generally procurable, while the further from the shop the more the illicit source of supply supplants the licit supply, in the more distant areas entirely taking its place. Non-official Burman-Buddhist interference with the illicit consumption of alcohol whether it be *tari* or in any other form is unknown, except in the case of informers seeking rewards or revenge.

In addition to this Burman-Buddhist population there are (a) Indians, (b) Chinese, (c) Europeans and Anglo-Indians, (d) indigenous hill tribes to be considered. The Indian population of the Province exceeded 800,000 at the last census and mostly consists of labourers who are accustomed to alcohol, mainly country spirit, in their own country and who feel the need of it even more in Burma with its damp climate and unaccustomed conditions. The labourer gets much higher pay than he did; he feels that he requires his accustomed stimulant and if a licit supply is not provided, he sets up a demand for an illicit supply which is supplied with ease by local manufacture either of fermented or distilled liquor as desired. The bases for country liquors are everywhere procurable on the spot, either rice, *jaggery* (sugar) palm juices or plantains; the choice is wide and in every village the art of distillation and fermentation is understood. The Chinese in Burma at the last census exceeded 80,000. Although comparatively small in numbers, by their industry, skill, hard work and ability they have won the foremost place among the Asiatic inhabitants of the country and they have acquired much wealth. Though the Chinaman has a national preference for opium, he also takes liquor in moderation and the liquor business of Burma is in his hands. The European population, still smaller than the Chinese, is even more conspicuous and the customs returns indicate how large

the amount of imported liquors is, the value of such imports in 1912-13 amounting to Rs. 19,35,883. It is not possible to say how much of this was consumed by the European and Anglo-Indian section of the communities but it was undoubtedly very considerable. The indigenous hill tribes who live mostly on the borders and not generally under regular administration are mostly exempted from the operation of the ordinary excise laws. Each of these sections demands consideration of its own requirements. In strong contrast to the conditions prevailing in an Indian province with its homogeneous population of liquor consumers (Mahomedans are excluded in both cases), it has seemed necessary to provide, even in small towns, for each section of the population one licence which covers the particular form of alcohol which that section of population is accustomed to and which it demands, on pain of introducing an illicit supply. This means that several licences are required to meet the needs of a cosmopolitan population which could be met by one licence with a homogeneous liquor consuming population. For example, the following licences are issued in some lower Burma towns to meet the wants of the population as shown:—

Form X.—General shop-keeper's or grocer's licence—an "off" licence to meet the requirements of European and Anglo-Indian residents

Form XIV.—Foreign liquor. This is a public house licence "on and off" to meet the general demand of Chinese and others for their own and other foreign liquors.

Form XIVA.—Country spirit, to meet the requirements of Indian labourers.

Form XVII.—Country beer (rice), to meet the demand of Indians and Burmans for this particular beverage which is very popular in parts of the country and which is the most easy of all alcoholic drink to manufacture illicitly.

Form XVIII.—*Tari*, to meet the Burman and Indian demand for the juice of the palm, where it exists.

In addition there is sometimes a beer shop licence to meet the growing and insistent demands of the Burmans for this supposed tonic; and miscellaneous licences for hotels, railway refreshment rooms, ferry steamers and proprietary clubs. With a less mixed population it is evident that these licences could be much reduced in number.

The *tari* question and the relation of drink to crime has been much under consideration in recent years.

In certain districts of both Lower and Upper Burma, the number of *tari* trees is very considerable; in Pakôkku District alone the number is estimated at a million. In Upper Burma these trees are ostensibly intended entirely for the supply of sap for the manufacture of molasses or *jaggery*: and this manufacture is an important economic factor in the precariously situated dry zone, and in famine years indeed has sometimes been almost the only harvest yield. But concurrently with the main object, the manufacture of *jaggery*, the villagers ferment and drink the *tari* and a good deal of drunkenness occurs. In Upper Burma *tari* in all places outside a radius of five miles from a licensed *tari* shop is exempt from all the provisions of the Excise Act and both in Upper and Lower Burma persons selling *tari* to manufacturers of molasses or *jaggery* are not required to have licences.

This freedom from restriction outside a five-mile limit is considered desirable to prevent harassment of the people by petty officials and informers who could not be efficiently supervised: without doubt the exemption is necessary and the evils of subjecting the people in distant tracts in Upper Burma to the danger of frequent extortion and oppression would far outweigh any supposed advantage to temperance, and with people who could not readily obtain redress except at a disproportionate cost in time and money, the political effects would be undesirable. The Government would be blamed for actions which it could not readily prevent. In Lower Burma, which is more advanced, there is no exemption but the districts have more shops in *tari* areas. The results of the presence of *tari* groves however are the same. When *tari* is in season the people drink it. The possibility of regulating *tari* consumption by means of a tree tax such as is in force in Madras Presidency was fully considered and there was a universal consensus of opinion that such a tax or means of regulation was totally unsuited to the conditions in this Province.

It has been the fashion to attribute much of the existing wave of crime to drink, just as crime in this Province used to be attributed to the consumption of opium, but the statistics which all Magistrates' Courts are now required to furnish regarding cases in which drink has been the cause of or contributory to crime have disproved such assertions. The proportion of criminal cases (apart from ordinary drunkenness) in which drink was either the cause or a contributory factor is surprisingly

small and the greater portion of them has been shown on investigation to be due to illicit drink.

The Excise staff of the Province was placed upon a permanent footing last year and its cost far exceeds the usual proportion of 5 per cent. of the Excise revenue. The percentage for 1912-13 was 9.3. This staff, like the temporary Excise staffs which preceded it, was sanctioned and entertained for moral and not revenue reasons and those reasons are to keep opium, cocaine and other deleterious drugs from the population of the country, which is so remarkably prone to the use of drugs and which shows such an utter want of control in their use. To attempt to keep the flood of drugs out of the country and to prevent their spread inland absorbs the greater part of their energies and the staff is much more of a moral police force than a revenue staff. The latter aspect is indeed so much relegated to the back ground that it is almost lost sight of and the Excise revenue dealt with altogether by revenue officers. This Excise staff is grouped in the places where drugs can be most effectively dealt with and consequently in a large proportion of the districts where *tari* is most grown there is either no Excise preventive staff or it is so small that systematic regulation would be impracticable. The staff already costs quite as much as the Provincial finances can afford and both for that reason and because undue harassment of the people is much to be deprecated, no increase of staff can be contemplated. In districts where both illicit drugs and liquor are consumed the staff, under the general control of the Collector, pay as much attention to liquor as they have time for: but the facilities for the manufacture and distribution of illicit liquor are so great, while the sources of licit retail supply are so scattered, shops each having a monopoly of licit supply over a large area, that it has rarely been found possible to establish really effective excise control or to maintain it, if it has been established by a special effort.

These conditions may not all be peculiar to this province but they constitute a set of conditions and a state of things which were not within the purview of either of the deputations which waited upon His Majesty's Secretary of State and which have not been taken into account in any of the papers which formed enclosures to your letter under reply.

5. I now proceed to deal with the specific recommendations made by the Deputation of 1912 which are alluded to in paragraph 3 of the Government of India letter (a) *That the system of local Excise Advisory Committees be extended to all municipalities and that these committees should be made more representative and given power to deal with all licences for the sale of intoxicants of all kinds.*

6. *That the licensing function be removed from the control of the Revenue Department and (with proper safeguards) placed in the hands of the local committees or some other independent authority.* It will be convenient to consider these recommendations together.

For reasons given in paragraph 4 of this letter, in a municipality mainly Burman-Buddhists, the Advisory Committee, if it represents the standard Buddhist view held by the majority of the inhabitants, must recommend the prohibition of all liquor licences however much these may be required by the non-Buddhist minority. If they are overruled or over-persuaded the results are equally unsatisfactory from a representative point of view.

In seaport towns where the non-Burman population predominates advisory committees would be more useful, though self-interest is likely to have a large part in the decisions arrived at. Such committees in Burma would not have the necessary expert knowledge nor would they have the breadth of view necessary to deal fairly with all classes of a mixed population. The genuine consumer would be largely unrepresented, while the committees would be mainly composed of and swayed by persons desirous of depriving others of their customary privileges. Such committees could not safely be given independent authority and must remain advisory.

At present local advisory Excise Committees have been constituted in the following ten towns only: Rangoon, Akyab, Pegu, Prome, Bassein, Henzada, Moulmein, Toungoo, Thayetmyo and Mandalay. There is no demand for any extension and there does not appear to be any need for change: but if an advance is considered advisable, there would not appear to be any great objection to the extension of the system to the whole 45 municipalities in the Province (Lower Burma 32, Upper Burma 13). As already mentioned such committees if they take any active part in deliberations, will have to be overruled not infrequently: but it is probable that apathy and want of interest on the part of Burman-Buddhist members will leave the decisions to others.

So long as the committees remain advisory there appears to be no objection to a non-official majority.

The licensing function cannot be handed over to such committees nor does it appear that in this Province the suggestion of making sessions judges licensing authorities would be practicable.

In every district except one in Burma the Collector is also District Magistrate and as one Deputy Commissioner says the Deputy Commissioner is fully as much interested in maintaining peace and order in his district as in securing a few hundred or thousands of more rupees excise revenue. It is possible to go much further than this, however, and to state that every Deputy Commissioner is far more interested in maintaining the peace of his district and good administration all round, than in improving excise revenue.

The first ensures a good record; the second is a negligible quantity. The freedom of consideration regarding excise revenue in considering excise policies is strikingly shown in correspondence regarding excise matters in this Province and is indicated in some of the enclosures to this letter.

Two recent instances of the sacrifice of large amounts of excise revenue to principle may here be cited, as typical of the policy followed.

In Rangoon Town a country beer licence sold for 1913-14 for Rs. 30,000 could not be located in accordance with Excise Rule 75, owing to prohibited buildings having sprung up. When it was definitely ascertained that the licence could not be located in the prescribed area, according to rule, the licence was cancelled by order of the Financial Commissioner and the portion of fees paid refunded.

In the second instance, a proposal to grant a licence for a rice beer shop in Toungoo Town was negatived in accordance with the wishes of the special excise committee, although there is a great demand for this beverage and although over Rs. 20,000 a year was tendered for the licence. Government thus unhesitatingly gave up a revenue of over Rs. 50,000 a year for temperance principles.

The Collector and District Magistrate known in this province as the Deputy Commissioner is usually the only impartial person available in a district as licensing authority: but he should be subject as at present to the control of the Divisional Commissioner and the ultimate control of the Financial Commissioner.

In the case of the Rangoon Town District where the Collector is not District Magistrate and where he takes a very active part in directing excise affairs, it would perhaps be desirable to remove the licensing function from his hands. This might be vested in the District Magistrate, whose decision would be final if he agreed with the local Advisory Committee, but who would be obliged to refer the matter to higher authority in case he was unable to come to an agreement with them with regard to the number and kind of licences. The licences approved in the way suggested would be issued by the Collector as at present.

If it is decided to extend the system of local excise committees, I agree with the Commissioner, Mandalay Division, and the Deputy Commissioner, Bhamo (Mr. Lewisohn), that the Municipal Committee might be made the advisory committee.

(c) *That the licences for the sale of intoxicants should be steadily reduced in number, and that the hours of sale should be further limited by later opening and earlier closing hours being fixed for all licensed premises.*—As pointed out by Mr. Anderson, Burma is the least developed of all the major provinces and to apply the standard of a fully developed province is to ignore existing facts. The Deputation had not in fact the Burma conditions in view.

There are divergent schools of thought in the province on this subject, some holding that where there is a legitimate steady demand sufficient to support a shop, which demand is now illicitly met, that a licence should be granted. Others would do away with all licences or greatly reduce the present number, even where most sparse, in the belief that by doing away with the licit supply the total consumption would be reduced *pro tanto*; and experience in America and elsewhere would appear to indicate that with the total absence of a licit supply, the increase in illicit supplies might not attain to the total volume of licit plus illicit supplies. The point is doubtful but it is certain that the law would be openly broken and would fall into disrepute. Others hold to a policy of compromise and in the present transitional stage which the province is undergoing this is probably the soundest.

On the whole moderate increases are more probable than decreases as the Province develops.

As regards reduction of hours no evil results have been noted and no complaints have been made regarding the normal hours of sunrise to 9 p.m.

If closed earlier in the evening the consumers would be inconvenienced and positive evil might easily follow as pointed out by Mr. Andrew, Deputy Commissioner, Mergui, for consumers would be tempted to drink in the day time or to hurry away earlier from their work in the evening if the time were further restricted. As regards the morning hour there is no object in making a change; no complaints have been made and no abuse of morning drinking has been brought to notice; if a labourer or a fisherman, for example, does occasionally like a morning drink before starting out to expose himself in bad weather it would not appear particularly harmful. The more rules and regulations the larger staff is needed to enforce them; such staff is not available. I do not recommend any change.

(d) *That the auction system of licensing shall be superseded by a system of fixed fees as recommended by the Government Excise Committee of Enquiry.*—This is practicable and advisable in the case of country spirit shops under the Contract Distillery System, as the gallonage is known as well as the cost price and actual or probable proceeds. In such cases excessive auction bids are a very real evil.

The main factor in the taxation is the still head duty and this can be regulated according to requirements.

Where country spirits form the staple drink as in Bombay Presidency and elsewhere, no great difficulty arises in introducing fixed fees.

In Burma, however, the most important licences are country rice beers, *tari*, foreign liquor. Country spirits are a comparatively recent introduction and are still comparatively unimportant, though growing in importance. In the case of country beers and *tari* the gallonage is not known and it was decided after full consideration in 1911-12 that a quantitative taxation of country beers was impracticable. Present excise policy in the province tends to the gradual substitution in the towns at least of country spirits, subject to exact control, for country beers. In the case of foreign liquors the "off" trade is mostly carried on under fixed fee licences (Form X, general shop keeper; Form III, Wholesale); but in the case of public houses (Form XIV) the amounts realized are so large and vary so greatly in different years that no fixed fees could be arranged, just alike to licensees and Government. The wealth of the foreign liquor consuming class who buy at public houses is so great and they are willing to pay such prices that the conditions in Burma differ from those of any other Province in India. A reference to the table showing the receipts from foreign liquor licence fees for all the provinces will show this at a glance.

7. The principles laid down in Excise Rule 75 regarding the location of shops are fully complied with in Burma. The Commissioner, Mandalay Division, considers that these may now and again be inadvertently disregarded, but this can very seldom be the case and other observers do not agree with the Commissioner.

8. The furnishing of the statistics suggested in paragraph 10 (a) of the statement presented by the Deputation and referred to in paragraph 6 of the Government of India letter, showing the wholesale and retail vend and consumption of foreign liquors such as those contained in Provincial statements A and B of the Punjab and North-West Frontier Province for the year 1910-11 appears to be quite impracticable in this Province; because the licensees of foreign liquor shops, usually either Chinese or Madrassis, cannot keep accounts in either Burmese or English, cannot afford to keep clerks who can keep accounts in English or Burmese, and the staff is insufficient and untrained in this work. If taken off their primary duties and required to undertake such formal revenue and statistical duties, the object of keeping up this most expensive preventive staff would be largely lost.

The Chinese are adepts in concealing what they do not wish known and even a highly trained and numerous Excise Staff would have difficulty in securing returns of retail sales of any value. Returns of wholesale sales would leave no value apart from the retail figures and it would appear that here again the peculiar conditions of this Province suggests a different solution. The Province is isolated and practically all the liquor imported is consumed in the Province. Little, if any, liquor is believed to be re-exported; if any is re-exported the figures could be obtained from the Customs authorities at other ports to which steamers ply from Rangoon. The Customs figures then supply all the information required and to attempt a duplication of statistics in a complicated and detailed form would only result in great waste of effort and money for extra staff.

Enclosure No. 15.

No. 3289 Revenue, dated the 12th November 1913.

From—F. B. EVANS, Esq., I.C.S., Deputy Secretary to the Government of Madras,

To—The Secretary to the Government of India, Department of Commerce and Industry.

I am directed to reply to your letter No. 477-490-218, dated the 24th January 1913, regarding the criticisms made upon the Excise administration in India by the two Deputations which waited upon the Right Honourable the Secretary of State for India in August 1907 and July 1912. The statistics called for in the second paragraph of the letter have already been forwarded with letter No. 166A—13-5, dated 4th October 1913.

2. The Deputations and those who spoke on their behalf enunciate the two propositions, that the consumption of intoxicating liquors is alien to the customs or religion of the vast majority of the population of this country, and that there has been an increase in the consumption of such liquors since the time of the last Deputation of 1907, which cannot be explained by normal causes, but represents an increasing "drink evil" fostered by administrative methods. They go on to express the opinion that this growth in the consumption of liquor cannot be checked unless the present system of Excise administration is changed, by taking away the licensing function from the Revenue authority and by abolishing the system of selling the privilege of retail vend by auction. They do not consider that the Government is an impartial authority in determining where liquor shops shall be located and what their number shall be, and recommend that the constitution of the present Advisory Committees in which there is an official majority be so changed as to leave it to the representatives of the people to decide these questions.

3. The Government of Madras are unable to accept the premises on which the Deputations have based their conclusions. However it may be in other provinces, it is not true of this Presidency that the vast majority of its population are abstainers either by religion or rule. The consumption of intoxicants is prohibited by the Muhammadan religion, but alcohol is only forbidden to some Hindus of the higher castes. Accurate information as to which castes drink and which do not is difficult to obtain, but the statistics available in the District Manuals supplemented by those given in Dr. Thurston's "Castes and Tribes" go to show that of the castes which contain over 10,000 males the following are supposed to abstain from alcohol:—

Ambattan ...	...	...	...	...	105,199
Baliya ...	...	...	...	...	514,770
Bedaru ...	...	...	...	...	24,783
Boya ...	...	...	...	...	215,714
Brahmins ..	...	...	...	...	650,265
Idiga ...	...	...	...	...	126,756
Indra ...	...	...	...	...	26,535
Jain ...	...	...	...	...	14,166
Kammalan (Tamil)	...	...	...	...	274,693
Kanakkan ...	...	...	...	...	31,640
Karnam ...	...	...	...	...	23,499
Kshatriya ...	...	...	...	...	80,372
Lingayet ...	...	...	...	...	66,375
Muhammadans ...	...	...	...	...	1,351,119
Odiya ...	...	...	...	...	46,419
Satani ...	...	...	...	...	23,533
Telaga ...	...	...	...	...	245,812
Vellala ...	...	...	...	...	1,248,052
				Total	5,070,702

These figures prove that at the most 25 per cent. of the total male population in this Presidency consider it a vice to take liquor ; and show that the goal of total abstinence at which the Deputations appear really to aim is far off and must long remain so, even if there existed in India, as there does not, that practical missionary zeal which abounds at home.

4. The next contention is that the great expansion of revenue from Abkari since the date of the last Deputation proves a largely increased consumption of liquor and increased intemperance, and justifies the conclusion that the Government have failed to carry out their avowed policy of regulation and reasonable restriction. Taking first country spirits, the quantity consumed and the revenue derived have been as follows :—

Year.	Quantity consumed. Proof gallons.	REVENUE		
		Derived from rentals paid for shops.	Derived from excise duty on consumption.	Total.
		- Rs.	Rs.	Rs.
1906-07	1,410,844	21,09,515	61,51,794	82,61,309
1907-08	1,566,944	24,30,164	71,41,068	95,71,232
1908-09	1,707,136	29,10,968	81,63,539	1,10,74,507
1909-10	1,511,570	36,20,085	77,89,572	1,14,09,657
1910-11	1,538,475	34,35,325	79,48,791	1,13,84,116
1911-12	1,628,178	35,28,308	90,22,820	1,25,51,128
1912-13	1,773,673	39,35,928	1,01,06,802	1,40,42,730

The total revenue from country spirits has increased by nearly 70 per cent., but for present purposes only the revenue derived from excise duty on the quantity of country spirits consumed need be taken into account, and this revenue, it is observed, has increased by Rs. 39½ lakhs or 64 per cent. All this increase, however, is not the result of increased consumption. It will be seen from the above figures that of the 39½ lakhs by which the total excise duty was increased between 1906 and 1912, more than 23 lakhs was the result of the enhancement of the rates of duty, and less than 16 lakhs is to be attributed to increased consumption. In other words the quantity of country spirits consumed increased in the six years by only 25 per cent. Compared with the year 1908-1909, however, when consumption reached the high figure of 1,707,136 proof gallons, the increase in 1912-13 was only 3·8 per cent. while the consumption per 100 of the population which was 4·37 proof gallons in 1908-09 was only 4·39 proof gallons in 1912-13. The increase can hardly, therefore, be considered abnormal, and is to some extent to be attributed to the decrease in the quantity of foreign liquor imported—vide figures in annexure I—and to the decrease in the number of trees licensed to be tapped for fermented toddy.

5. Taking next toddy revenue, the figures are as under :—

Toddy year (October to September).	Number of trees licensed to be tapped.	REVENUE FROM		
		Rentals of shops.	Tree-tax.	Total.
		Rs.	Rs.	Rs.
1905-06	2,755,261	50,47,891	45,50,725	95,98,616
1906-07	2,668,152	46,96,712	53,64,586	1,00,61,298
1907-08	2,784,680	51,57,546	60,18,935	1,11,76,481
1908-09	2,752,631	57,11,588	61,38,041	1,18,49,629
1909-10	2,733,593	62,26,136	64,79,061	1,27,05,197
1910-11	2,717,790	66,79,251	67,14,265	1,33,93,516
1911-12 *	2,809,197	73,46,994	70,53,740	1,44,00,734

* This is the latest complete year for which statistics of tree-tax are available.

The total revenue has increased by Rs. 48,02,118 or 50 per cent., but, for present purposes, only the revenue under tree-tax need be considered. This exhibits an increase of Rs. 25,03,015 or 55 per cent. But of this again over 24 lakhs is the result of the enhancement of the rates of tree-tax and less than a lakh is to be attributed to an increase in the number of trees tapped. As a matter of fact, the number of trees tapped has increased by only 53,936 or 19 per cent., while the number of trees licensed per head of population has decreased from '073 to '071.

6. Under opium also the revenue has increased by 93 per cent. while consumption has only increased by 3.7 per cent. as shown by the following figures :—

Year.	No. of shops.	Consumption in thousands of seers.	REVENUE IN LAKHS OF RUPEES FROM		Total in lakhs of rupees.
			Duty.	Vend fees.	
1906-07	1,121	38.1	4.56	3.36	7.92
1907-08	1,117	39.1	5.06	3.55	8.61
1908-09	1,118	46.2	5.33	4.35	9.68
1909-10	1,068	44.0	6.72	4.68	11.40
1910-11	1,028	41.5	8.41	4.22	12.63
1911-12	955	41.4	8.40	4.85	13.25
1912-13	851	39.5	10.0	5.21	15.21

Bengal excise opium was first introduced in this Presidency in April 1908 and duty was then fixed at Rs. 20 per seer for issues from storehouses. This was rather low as compared with previous issue prices for Malwa opium and, as a result, consumption rose in 1908-09. This tendency to rise was, however, checked by successive enhancements of the price to Rs. 23 in April 1909, Rs. 28

in April 1910, and Rs. 33 in April 1912, with the result that consumption which went up in 1908-09 to 46,200 seers has gradually fallen to 39,500 seers in 1912-13.

7. The revenue from hemp drugs again has increased from 4.46 lakhs to 6.81 lakhs of rupees or by 52.7 per cent. while consumption has increased from 47.6 to 52.4 thousand seers or by 10 per cent. Here again there is a great reduction on the figures of 1908-09 when the consumption was 56.6 thousand seers.

8. These figures prove that the increase in revenue by no means justifies the inference of a corresponding increase in consumption. Considerable fluctuations from year to year are inevitable in a country where the seasons are so variable, and taxation has to be settled in advance; but His Excellency the Governor in Council trusts that he has made it clear that the weapon of taxation has not been wielded without effect in the past seven years; and the policy of increasing taxation to check growth in consumption will be steadily pursued.

9. The other great weapon in Government hands is the restriction of facilities for drinking. The figures furnished in paragraph 21 of this letter show to what extent the number of liquor shops has been reduced in recent years, I am also to invite attention to the figures given in Annexure II, which show that the policy of reduction has been as vigorously pursued in areas in which there are no Advisory Committees as in those in which there are; and to enter a strong protest against the insinuation that the Government are not in earnest in this matter, and that there is a conflict between the Government's avowed policy and its practice or between the Government and a *department* which it is unable to control. The Government of course expect their Abkari officers to ensure that no licitly produced liquor escapes taxation and that no illicitly produced liquor enters into competition with it. That is a duty which the Government owe to the general tax-payer in respect of every taxable article, and it is especially necessary in the case of an article which is taxed not purely for revenue purposes but on social and moral grounds. But the suggestion that the department has an unavowed mission to discover new outlets for the consumption of licit liquor for the benefit of the public revenue is, in the opinion of His Excellency the Governor in Council, as absurd as it is unfounded; and it is hardly necessary to assure the Government of India that there has never been a case of a Collector being congratulated or marked out for promotion on account of the increase in the Abkari revenue of his district, or of an Excise officer being recommended for his ingenuity in suggesting new opportunities for pushing sales.

10. I am now to deal briefly with the several suggestions and recommendations of the Deputations.

First, in the matter of the grant of liquor licenses and the location of liquor shops, their recommendations are—

- (1) That the Advisory Committees should be made more representative of local opinion.
- (2) That they should in every case contain a majority of non-officials appointed independently of the Excise Department.
- (3) That the Committees should be empowered to deal with all licenses for the sale of intoxicants.
- (4) That meetings should be held more frequently than at present.
- (5) That the recommendations of the Committee should only be disregarded when there are substantial reasons for exercising an official veto.
- (6) That the appointment of the Advisory Committees should be extended as soon as practicable to areas other than Municipalities.

11. In the first two recommendations the Deputations practically advocate a system of local option on the pretext that, if the power of regulating shops is placed in the hands of the representatives of the people, it will be exercised with

more impartiality and with greater stringency than it is at present by the Government. Both the Excise Committee of 1903-06 and the Government of India have expressed the opinion that it would be impossible to introduce any system of local option into India without throwing the whole administration into confusion and in many places creating an intolerable class tyranny which might have very serious political effects, and the Government can only repeat their concurrence in that opinion. In other countries where local option has been tried it is based on a broad popular franchise. In this Presidency, the voters even in Municipalities number less than 1 to 3 per cent. of the population (in rural tracts they are considerably less) and their representatives are almost exclusively drawn from the higher non-drinking classes. The Government have consulted the Board of Revenue and agree with it in considering that, if the constitution of the Advisory Committees were enlarged so as to give them non-official majorities, these would almost certainly consist of men of the higher castes who would have little sympathy with the drinking population; they would inevitably tend to use their power of regulation in furtherance of their own views and, in their anxiety to diminish open drinking, to disregard the secret evils that so often take its place. The Government have with much trouble reduced illicit distillation and kindred offences within manageable limits, and any injudicious step towards the reduction of reasonable facilities for drinking might lead to a serious recrudescence of such practices.

The Government would, however, have no objection to the number of non-officials in the Committees being increased, provided an official majority is maintained. The Committees might consist of the Collector, the Superintendent of Police, the local Magistrate and the Abkari officer with the Municipal Chairman and two members elected by the Municipal Council. But they doubt whether the practical results would be to get more effective representation of the classes directly affected by the closure of shops.

12. The Deputations' third recommendation is that the Committees should be empowered to deal with all licenses for the sale of intoxicants. The Government consider that there is no necessity to extend the Committee's powers to foreign liquor licenses which are issued on payment of fixed fees; but have no objection to their being empowered to deal with auctioned shops of all kinds.

13. The fourth recommendation is that meetings should be held more frequently than at present. The questions with which the Committees deal come up for discussion once a year in connection with the proposals for the following year and there is no current business. The Government accordingly consider it unnecessary to issue any orders in regard to the frequency of the meetings of the Committees and would leave it to the Committees to meet whenever there is any matter to be discussed.

14. The fifth suggestion, that the recommendations of the Committees should only be disregarded when there are substantial reasons for exercising an official veto, is urged by the Deputations as a corollary to their first three recommendations; but the principle is observed in existing practice.

15. With regard to the sixth recommendation I am to say that for the reasons given in paragraph 5 of the Resolution of the Government of India No. 5086-Excise, dated 15th August 1907, *viz.*, that members of District and Local Boards are rarely in a position to gauge the requirements of the rural population in the same way as the leading citizens of large towns can judge the number of shops required in the smaller and more densely populated areas with which they are familiar, this Government decided in 1908 not to appoint Advisory Committees for rural areas but to leave the question of shops in those areas to be dealt with by Collectors in consultation with the District Superintendent of Police. They have consulted the Board of Revenue now and agree with it in considering that it would be quite impossible to extend the system of Advisory Committees to rural areas for a long time to come. It might, however, be possible to extend it to unions which, though in rural areas, are really of an urban character, and the Government intend to ask the Board of Revenue to submit proposals for such extension. As the Government of India are aware, the system has already been extended to all Municipalities in the Presidency.

16. The Deputation next condemn the system of selling shops by auction. It is needless for Government to recapitulate the arguments in favour of the retention of the system. They would merely refer the Government of India to paragraph 11 of their letter No. 1540-Exc., dated 20th March 1901, paragraph 31 of their Resolution No. 2997-Exc, dated 16th May 1907, paragraph 10 of their Resolution No. 2996-Exc., dated 16th May 1907, and paragraph 17 of their despatch No. 294, dated 8th October 1908, and add that nothing has occurred to induce this Government to change their opinion.

17. They would in this connection invite the attention of the Government of India to the results of the change made in Madras town and Saidapet taluk in respect of the disposal of toddy shops. The shops in these areas were for a long time assigned on license fees to the last holders of the license, the fee being Rs. 25 for shops paying a tree-tax of Rs. 400 and less, and Rs. 25 extra for every Rs. 400 paid as tree-tax in addition. There were 245 toddy shops thus assigned in Madras town and 206 in the Saidapet taluk in 1907-1908. In September 1908, the Government directed the introduction of the auction system in the disposal of these shops and a gradual reduction in their number. The auction system was gradually introduced till it was thoroughly established in these areas in 1912-13. It will be seen from the results of the auction of the shops for that year (October 1912 to September 1913) that 286 shops fetched a rental of Rs. 4,22,555 whilst the average fixed license fee collected before 1908-09 for the 451 toddy shops then in existence was Rs. 39,925.

One of the objections urged by the Deputation against the auction system is that if a licensee has, by competition in auction, to pay increased license fees, he must recoup himself by increase in sales and not by increase in prices. They add "the increase of taxation by license fee must mean inducement to sell more and more liquor". Taking for instance the figures for the Madras Town Circle referred to above, according to the Deputation, the shopkeepers who before 1908-09 were tapping 1,09,557 trees to obtain the toddy required for issue to their consumers should in 1912-13 have tapped over ten times the number of trees to recoup the enhanced rental paid by them; but the number of trees actually tapped in 1912-13, was only 185,713. There cannot, in the opinion of His Excellency in Council, be a stronger refutation of the objection urged. It is obvious that in order to pay the enhanced rents the shopkeepers have not been stimulating drinking by offering toddy cheaper than before, but must have been charging higher prices and so tending to reduce consumption. It would be comforting if Government could accept the view that consumption could be reduced by enabling shopkeepers to pocket more than the fair profit to which they are entitled on their capital and business capacity; but though if rentals were less, the shopkeeper could of course afford to sell cheaper, it is doubtful if he would, therefore, exercise restraint in pushing his wares, while his customers would be able to buy more for the same money.

18. The figures for country spirits suggest the same conclusion. The issues for consumption in 1906-07 when the rentals for shops amounted to Rs. 21,09,515, were 1,410,844 proof gallons. When rentals under the auction system went up to Rs. 39,35,928 in 1912-13, the shopkeepers, according to the contention of the Deputation, ought to have sold 2,623,952 proof gallons, but the actual consumption of that year was only 1,773,673 proof gallons. The point is made still clearer by the figures relating to opium as, unlike country spirits and toddy which are taxed at different rates in different districts, opium is subject to a uniform rate of duty throughout the Presidency. When vend fees in 1906-07 were Rs. 3'36 lakhs, consumption of opium was 38,100 seers, *vide* paragraph 8 *supra*. In 1912-13, when vend fees rose to Rs. 5'21 lakhs, consumption should have risen to 59,000 seers but the actual consumption was only 39,500 seers. In arguing that increased shop rents must lead to increased sales rather than to increased prices the Members of the Deputation appear to have overlooked the fact that increased sales involve the payment of additional excise duty; and the figures now quoted are sufficient to refute the argument. This Government would, therefore, prefer to continue the present system of selling shops by auction.

19. With reference to paragraphs 2 and 3 of the letter under reply, I am to state that as compared with 1905-06 there has been a gradual reduction in the number of shops for the sale of intoxicants,

the number of arrack shops in distillery areas having fallen from 10,155 in 1905-06 to 8,324 in 1912-13;

the number of arrack shops in outstill areas from 1,364 in 1905-06 to 652 in 1912-13;

the number of toddy shops from 19,080 in 1905-06 to 14,478 in 1912-13;

the number of foreign liquor taverns from 214 in 1905-06 to 63 in 1912-13;

the number of beer shops from 41 in 1905-06 to 27 in 1912-13;

the number of ganja shops from 633 in 1905-06 to 538 in 1912-13;

and the number of opium shops from 1,211 in 1905-06 to 851 in 1912-13.

I am to add that in 1913-14—

415 arrack shops in distillery areas,

93 arrack shops in outstill areas,

10 taverns,

2 ganja shops, and

93 opium shops

have been closed.

The results of the auction sale of toddy shops for the lease commencing from October 1913 have not yet been reported, so that it is not possible to say how many toddy shops in the Presidency will be closed in 1913-14. This information will be submitted as soon as it is received; but it may be stated at once in regard to the Madras Town Circle that 47 toddy shops will be closed from 1st October 1913, and 33 more will be closed from 1st October 1914. I am to add that the reduction effected has been rendered possible only by the fact that illicit practices have been reduced to manageable dimensions and that such further reduction as may be found expedient will be carried out; but that there is a point beyond which the restriction of legitimate facilities cannot go, not only from the danger to which the Government of India advert in paragraph 2 of their Resolution No. 5086-Exc., dated 15th August 1907, of giving individual shopkeepers a practically unrestricted monopoly, but from the far more serious danger of stimulating a recrudescence of those illicit practices which are so difficult to control.

20. The Deputation next ask that a change be made in the hours of opening of shops. They say that no Hindu or Muhammadan worthy of the name and no respectable member of Indian society would take a bottle of drink into his own house and consume the contents in the presence of his family and friends. They add that these people will not venture to go to the shops in day-light but are tempted to go into them in the early hours of the morning and in the late hours of the day, and accordingly suggest that the shops be not opened early in the morning or till a late hour in the evening.

As the Government of India are aware (*vide* this Government's letters Nos. 70, dated 7th January 1910, No. 940, dated 30th March 1911, and No. 147, dated 19th January 1912) excepting hotels and refreshment rooms in Madras town which have been permitted to close at 10 P.M., no depot or shop is allowed in this Presidency to be opened before sunrise or kept open after 9 P.M. except under special authority. The Government have more than once on the motion of Additional Members of the Legislative Council considered the question of curtailing the hours of sale, but they fear that they cannot be reduced without causing considerable hardship and inconvenience to the labouring classes who usually take arrack or toddy either in the mornings before they commence their daily work or in the evenings after their daily work is over and without giving an additional weapon in the hands of the subordinate officers of the Government to harass the shopkeepers and customers alike. In their opinion

of 8 P.M., fixed in parts of Bombay is too early for liquor shops to close either in the towns in this Presidency or in the villages where agricultural labourers are kept in the fields till 7 or 8 P.M. If the shop were closed at the time when the consumer would naturally go to have his drink, he would make arrangements to have it at home, and any measure which would increase drinking at home is an evil. If the object of curtailing the hours is to reduce consumption, I am to say that experience in Madras town has been quite the reverse. There the hour of closing country spirit shops was 10 P.M. before 1910; it was then changed to 9 P.M., and yet there was an increase in the consumption of country spirits. In the opinion of His Excellency the Governor in Council any general curtailment of the present hours would be an unwarranted interference with the liberty of the subject, and he has accordingly thought it sufficient for the present to add a condition to the general conditions applicable to Abkari and Opium licenses giving power to Collectors, on the report of the Police or for other sufficient reasons, to order the closure of any particular shop at 8 P.M., or even at an earlier hour, if they consider such a course to be advisable in the interests of the public.

21. The last point with which I am to deal is the Deputations' reference to the question of the situation of liquor shops. This question has received full consideration at the hands of the Board and Government, and I am to forward to the Government of India a copy * of the instructions issued by the Board of Revenue in correction slip No. 530 to the Excise Manual in pursuance of the orders of Government given from time to time, and to add that His Excellency in Council regards them as sufficient.

* Annexure III.

ANNEXURE I.

Statement showing issues of locally made foreign liquor, and imports of foreign liquor.

Year.	Locally made foreign spirits.			Beer.			Imported liquors.			
	Malabar arrack.	Other kinds of spirits.	Total.	Nigeria.	Bangalore.	Total.	Ale, Beer and Porter.	Cider and other fermented liquors.	Spirits including Cochin and Java arrack and liquors.	Wines.
	P. Gallons.	P. Gallons.	P. Gallons.	P. Gallons.	Gallons.	Gallons.	Gallons.	Gallons.	Gallons.	Gallons.
1906-07	1,890	4,910	6,800	572,280	163,445	735,725	624,704	2,087	199,815	52,360
1907-08	17,036	7,164	24,200	754,420	168,624	923,044	566,236	1,280	187,381	50,822
1908-09	15,884	4,216	20,100	687,719	109,633	797,352	561,494	2,019	207,050	52,601
1909-10	15,008	4,392	19,400	607,042	113,335	720,377	529,388	4,192	191,456	53,276
1910-11	14,513	1,987	16,500	585,546	104,111	689,657	466,245	2,095	165,752	51,734
1911-12	15,809	1,291	17,100	551,122	150,982	702,104	479,957	2,047	144,909	51,775
1912-13	10,847	2,222	13,069	542,813	170,675	713,488	376,705	2,650	165,314	53,792

ANNEXURE II.

Year.				Number of arrack shops closed in		Total.
				Municipal areas.	Rural areas.	
1909-10	...	...	...	94	929	1,023
1910-11	...	...	...	13	184	197
1911-12	...	...	...	10	166	176
1912-13	...	...	...	9	398	407

Year.				Number of toddy shops closed in		Total.
				Municipal areas.	Rural areas.	
1909-10	...	...	...	46	901	947
1910-11	...	...	...	17	367	384
1911-12	...	...	...	19	326	345
1912-13	...	...	...	58	954	1,012

Year.				Number of foreign liquor taverns and liquor shops closed in		Total.
				Municipal areas.	Rural areas.	
1909-10	...	...	...	No information available.		26
1910-11	...	...	...	...	3	3
1911-12	...	...	...	2	...	2
1912-13	...	...	...	23	7	30

Year.				Number of opium shops closed in		Total.
				Municipal areas.	Rural areas.	
1909-10	...	...	...	Information	not available.	51
1910-11	...	...	...	3	36	39
1911-12	...	...	...	1	72	73
1912-13	...	...	...	19	85	104

ANNEXURE II—*concl'd.*

Year.	Number of ganja shops closed in		Total.
	Municipal areas.	Rural areas.	
1909-10	Information	not available.	8
1910-11	1	8	9
1911-12	4	4	8
1912-13	9	70	79

ANNEXURE III.

Number, locality and sites of shops, etc.

The number of shops for any tract is fixed in order to meet the reasonable requirements and convenience of the people without encouraging illicit sales.

B. P. No. 92, 15th February 1892.

2. The declared policy of Government is to secure the maximum of revenue with a minimum of consumption of intoxicating drugs and liquors and the Excise arrangements should, therefore, be such as to restrict consumption, so far as is consistent with making provision to meet the demand by ensuring a licit supply. It is for Collectors to determine where shops are required and what number should be allowed, and they have full power to refuse to permit shops to be opened in localities in which they do not consider that they are really required. Too great a restriction in the number of shops involves a danger of the licit supply being inadequate and of an illicit one being substituted. The number of arrack and toddy shops to be actually opened should represent the number considered necessary to meet reasonable requirements and shops should neither be so sparse as to give their owners practical monopoly over particular areas nor so numerous as to make it equally convenient for any considerable number of persons to choose between two or more shops. A maximum and a minimum limit for the number of shops in each taluk or division or municipal town will be fixed by the Board so as not to exceed, nor fall below the number considered necessary to meet present requirements by more than 5 per cent. The minimum should represent the number of shops absolutely necessary to meet reasonable requirements of each locality, while the maximum should serve as an effective check on the undue growth of shops in any area and at the same time give the local authorities sufficient scope to provide for varying circumstances. These limits will be subject to revision once in five years.

NOTE.—Until the number of arrack and toddy shops necessary for the present requirements of each tract is ascertained with a greater degree of accuracy, Collectors should propose only maximum numbers of shops. The existing minima should be considered to have been cancelled.

B. P. No. 24-183-R., Abk., 17th February 1912.

3. Except in the case of arrack and toddy shops in municipal areas, Collectors will determine, in consultation with the District Superintendent of Police, the limits within which shops should be opened. In locating a shop the following principles should be followed :—

Its position should be so far public that persons entering it should not escape observation and that supervision should be rendered easy, but it should not be so prominent as to compel attention, *e.g.*, by occupying a whole side of a public square, etc. It should never occupy a position to which the near neighbours object on grounds which upon enquiry appear to be other than grounds of personal spite. So far as possible, it should be at a distance from bathing ghats, market places and other places of public resort, schools, hospitals, places of worship, factories and should not be in the interior of a village, at the side of a road leading to a ghat or other place of water-supply, or in a bazaar or at the entrance to a bazaar.

Local opinion and where necessary the opinions of persons who may be specially interested, such as Railway authorities, Forest officers and large employers of labour, should be obtained and representations from District or Taluk Boards or from village panchayats should receive attention. To this effect, a list of the shops proposed to be opened during the ensuing lease, with the prescribed limits, should be forwarded each year to the District or Taluk Board concerned in time to allow of any representations as to number or limits being received and duly considered by the Collector. Moreover, a notice in the subjoined form, setting forth the limits within which a shop is to be opened.

should be put up each year in the chavadi of the village concerned as well as at or near the proposed site, and the proposal should be notified in the village by beat of drum.

B. P. No. 82-746-R., Abk., 3rd May 1910.

B. P. No. 595-D., Abk., 16th May 1911.

B. P. No. 216-1131-R., Abk., 26th November 1912.

NOTICE.

It is hereby notified for the information of the public that ^{an arrack} ~~a toddy~~ shop will be opened in the locality specified below from ^{1st April} ~~1st October~~ 191 . Any objections to the proposed limits must be submitted by (*) to

Number and name of shop.	Limits within which the shop may be opened.

* Here enter date.

Where possible, a local and personal enquiry should be made by a responsible officer. A personal enquiry will secure knowledge of the actual opinion of the respectable law-abiding inhabitants, while other methods are apt to elicit only the contentions of persons of extreme views or litigious character.

B. P. No. 139, 2nd April 1891.

B. P. No. 140, 3rd April 1891.

B. P. No. 205, 12th May 1891.

B. P. No. 99-R., Abk., 22nd January 1908.

B. P. No. 216-1131-R., Abk., 26th November 1912.

4. In planting districts, the local Planting Association should be consulted, whenever any liquor shop is to be opened anywhere else than in a recognised public market..

B. P. No. 214-1323-R., Abk., 9th September 1909.

5. In municipal towns local committees appointed for the purpose will propose the number of arrack and toddy shops to be actually opened and the maximum and minimum limits for these shops. In this work the committee will be guided by the instructions in paragraphs 2 and 3 *supra*. It will suffice if the maximum and minimum limits are thus revised once in five years, but a list of the shops proposed to be opened during the ensuing lease with the prescribed limits should be forwarded each year to the Municipal Council in sufficient time to allow of its remarks being received and considered both by the local committee and by the Collector. The final decision as regards the number and location of

shops in municipal towns within the maximum and minimum limits fixed by the Board rests with Collectors, but the recommendations of committees should be accepted wherever possible.

B. P. No. 82-746-R., Abk., 3rd May 1910.

B. P. No. 391-R., Abk., 24th March 1911.

B. P. No. 216-1131-R., Abk., 26th November 1912.

Note.—The committees will be constituted as follows :—

(a) In the case of municipalities at the head-quarters of districts and of those having a population of 30,000 and over, the Committee will consist of the Collector (President), the District Superintendent of Police, and the Chairman of the Municipality.

(b) In the case of other Municipalities, the Committee will comprise the Divisional Officer (President), the Chairman of the Municipality and the Assistant Superintendent of Police or other local Police Officer to be appointed by the District Superintendent of Police. When the Divisional Officer is himself the Chairman of the Municipality, a member of the Municipal Council, selected by the Council, will act with the Divisional Officer and the local Police Officer.

B. P. No. 99, Abk., 22nd January 1908.

6. Where shops are sold separately, the limits within which shops may be opened should be set forth in the sale notification published in the District Gazette, and the successful bidder will be allowed to establish a shop at any place within those limits approved by the Tahsildar or Deputy Tahsildar in independent charge. It is not desirable that the *sites* of shops should be too precisely fixed and notified, as this might throw the purchaser into the hands of the *owners of the only possible house or houses*, and should he be unable to come to terms with them, complication with other shopkeepers may result from his being permitted to use a site outside the notified limits. A reasonable and well-marked area should be notified for each shop, *i.e.*, the *locality* of the shop and not its *exact site* should be notified. In towns, the street or streets in which a shop may be opened can be specified. Where there is only one shop in a village, it will generally suffice if it is notified that it must be within the village, but it may often be desirable to state that it should be in a specified part of the village; where there are two or more, the village can be divided between them.

B. P. No. 303, 4th June 1892.

B. P. No. 327, 15th August 1896.

B. P. No. 99-R., Abk., 22nd January 1908.

7. Collectors may order the transfer of shops from one locality to another or their closure or the opening of new shops subject to the minimum number of shops being always sold and the maximum not being exceeded. But no new shops should be opened unless notice of the sites selected has been published in the District Gazette six months before the commencement of the lease and no such changes as affect the interests of adjacent shopkeepers should be made during the currency of a lease except under the special sanction of the Board. Tahsildars may, subject to the control of Divisional officers, permit at any time the transfer of a shop within the notified limits for the shop in the sale notice.

B. P. No. 166, 17th May 1890.

B. P. No. 345, 17th November 1898.

B. P. No. 99, Abk., 22nd January 1908.

B. P. No. 38-135, Abk., 6th February 1909.

8. Shops situated along the Mysore border should not be moved nearer the border without reference to the Mysore Excise authorities through the Board of Revenue.

B. P. No. 932, Abk., 25th May 1903.

B. P. No. 107-574, Abk., 6th May 1909.

9. Except in the case of foreign liquor, shops must not be located in the same building with depôts, and in the case of arrack, they should always be a considerable distance apart. Shops and depôts for the sale of any one kind of intoxicant must not be located in the same building with shops or depôts for the sale of any other kind.

NOTE.—The case of chemists and druggists and medical practitioners is an exception to the rule.

B. P. No. 342, 7th August 1891.

B. P. No. 92, 15th February 1892.

B. P. No. 424, 18th September 1893.

B. P. No. 474, 9th October 1895.

10. The number of shops for the sale of foreign liquor for consumption on the premises should not be increased without very strong reasons, in order that there may be no interference with country spirit vendors,

11. In rented areas where outstills are allowed, Collectors should endeavour to reduce the number of stills as much as can be done without encouraging illicit distillation.

Country spirit.

Province,	Area under the outstill system, in square miles.								Area under the distillery system, in square miles.								Percentage of the outstill area to the total excise area.								Province.		
	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.		1	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	1		
Madras	10,530	10,406	10,300	10,330	10,333	10,108	10,016	18,847	122,169	123,545	122,594	122,731	123,721	123,471	123,650	123,727	14	14	14	14	14	14	13	13	13	Madras.	
Bombay	808	808	808	808	805	805	805	805	75,110	75,110	75,110	75,110	75,113	75,113	75,113	75,113	1	1	1	1	1	1	1	1	1	1	Bombay.
Sind ... ..	...	...	...	...	...	...	...	...	47,011	47,011	47,011	47,011	47,011	47,011	47,167	47,656	...	...	...	...	...	...	...	...	...	...	Sind.
Bengal	26,570	25,400	24,730	24,730	6,035	6,035	6,035	6,035	43,312	44,478	45,158	45,158	45,247	45,247	45,247	45,247	38	38	35	35	9	9	9	9	9	9	Bengal.
Bihar and Orissa	60,303	60,303	62,106	60,340	43,105	31,620	31,445	30,882	16,731	16,731	20,838	23,684	34,910	31,404	31,679	33,143	80	80	75	73	56	38	38	37	37	37	Bihar and Orissa.
Burma (a)	45,073	37,355	30,127	30,452	30,452	21,259	18,020	18,402	2,075	19,081	10,107	15,843	15,843	35,464	38,703	40,138	94	73	60	70	70	37	33	33	33	33	Burma. (a)
United Provinces	39,325	35,748	31,801	30,237	27,341	22,255	14,504	14,594	98,027	71,607	78,301	78,015	70,011	84,997	93,673	92,673	37	33	30	27	25	21	14	14	14	United Provinces.	
Punjab (including Delhi)	2,348	2,348	2,348	2,348	2,034	...	...	...	94,861	94,861	94,861	94,861	95,175	97,309	90,779	90,779	2	2	2	2	2	...	...	...	...	...	Punjab (including Delhi).
North-West Frontier Province ... ..	...	...	...	...	...	...	...	...	15,171	15,171	15,171	15,171	15,171	15,171	15,171	15,171	...	...	...	...	...	...	...	...	...	...	North-West Frontier Province.
Assam	40,730	40,730	39,430	14,137	14,037	14,157	14,157	4,900	4,900	7,303	31,595	31,075	31,075	31,075	31,031	31,031	80	80	84	31	31	31	31	31	31	31	Assam.
Central Provinces	51,859	49,148	45,071	41,075	37,178	28,344	20,433	20,580	30,879	31,589	37,168	41,059	44,966	53,900	59,634	61,477	63	58	55	50	45	36	27	25	25	25	Central Provinces.
Berar ... ..	...	...	...	...	...	...	...	...	17,707	17,707	17,707	17,707	17,707	17,707	17,707	17,706	...	...	...	...	...	...	...	...	...	...	Berar.
Ajmer-Merwara ... ..	...	...	...	...	...	...	...	...	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	...	...	...	...	...	...	...	...	...	...	Ajmer-Merwara.
Coorg ... ..	...	...	...	...	...	...	...	...	1,582	1,582	1,582	1,582	1,582	1,582	1,582	1,582	...	...	...	...	...	...	...	...	...	...	Coorg.
Baluchistan	55,836	55,836	55,836	55,836	10,315	10,315	10,315	10,315	...	...	...	...	45,521	45,521	45,521	45,521	...	...	...	...	18	18	18	18	18	18	Baluchistan.
TOTAL	348,377	332,111	317,268	294,792	303,745	154,303	137,410	135,377	543,914	623,927	578,608	611,174	603,221	745,033	705,774	770,273	30	37	36	32	23	17	13	13	13	13	TOTAL.

NOT FOR PUBLICATION

Province.	Population served by the outfall system, in thousands.								Population served by the distillery system, in thousands.								Percentage of total population served by the outfall system.								Province.		
	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.			
Madras	1,617	1,844	1,944	1,802	1,823	1,470	1,414	1,405	36,677	36,679	36,675	36,671	36,670	36,667	40,017	40,020	4	4	4	3	3	4	3	3	3	Madras.	
Bombay	38	38	38	38	38	38	38	38	15,530	15,530	15,469	15,503	16,083	16,084	16,061	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Bombay	
Sind									8,211	8,211	8,211	8,211	8,211	8,211	8,211	8,211										Sind	
Bengal	14,321	13,973	13,743	13,748	4,613	5,240	5,240	5,240	27,797	28,046	28,375	28,375	27,405	40,060	40,060	40,060	84	83	83	83	11	13	13	13	13	Bengal	
Bihar and Orissa	36,848	35,337	35,030	35,323	17,773	7,232	7,031	7,030	7,809	7,914	8,303	8,400	15,468	27,375	27,375	27,407	76	76	73	70	83	21	20	20	20	Bihar and Orissa.	
Burma (a)	1,121	755	729	730	730	617	606	615	839	839	839	839	839	1,034	1,034	1,638	94	88	80	86	88	87	87	87	Burma (a)		
United Provinces	8,453	8,327	8,243	8,240	8,606	8,213	1,817	1,817	30,219	31,844	32,329	32,831	33,333	33,835	34,337	45,135	16	13	11	10	6	6	4	4	4	United Provinces.	
Punjab (including Delhi)	440	440	440	440	408				19,800	19,800	19,800	19,800	20,023	20,330	19,975	19,975											Punjab (including Delhi)
North-West Frontier Province									2,120	2,120	2,120	2,120	2,120	2,120	2,120	2,120											North-West Frontier Province.
Assam	5,161	5,161	4,975	433	491	491	491	654	598	598	598	598	598	5,268	5,268	5,268	90	90	85	9	9	9	10	10	10	Assam.	
Central Provinces	4,508	3,969	3,940	3,973	3,955	1,753	1,663	1,443	4,728	5,277	5,397	5,489	5,620	5,744	5,817	6,417	40	43	43	37	29	10	10	10	10	Central Provinces.	
Berar									2,764	2,754	2,764	2,764	2,764	2,764	2,764	3,057											Berar.
Ajmer-Merwara									477	477	477	477	477	501	501	501											Ajmer-Merwara.
Coorg									181	181	181	181	181	181	175	175											Coorg.
Baluchistan	403	403	403	403	70	70	70	70					333	344	344	344						17	17	17	17	17	Baluchistan.
TOTAL	61,197	57,720	54,087	48,678	31,851	20,705	18,806	18,275	160,008	164,820	167,670	173,781	180,667	210,731	214,825	215,687	28	26	25	23	14	9	9	9	9	TOTAL	

A—concl'd.

Provinces,	Revenue from the outstill system, in lakhs of rupees.								Revenue from the distillery system, in lakhs of rupees.								Percentage of the outstill revenue to the total revenue from country spirit.								Provinces,		
	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.		1	
Madras	8'00	8'00	8'08	8'31	8'11	8'78	8'35	8'14	78'08	88'09	90'87	111'47	114'47	115'76	120'35	141'43	4	3	3	3	3	3	3	3	3	3	Madras.
Bombay	'10	'11	'11	'10	'07	'07	'10	'08	90'99	90'60	108'20	108'79	118'38	124'38	135'11	140'59	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Nom.	Bombay.
Sind ... ..	...	...	...	...	...	...	...	...	9'53	10'19	11'04	11'26	11'20	12'35	13'88	13'96	...	...	...	...	...	...	...	...	...	...	Sind.
Bengal	9'41	8'10	8'43	8'55	1'05	'08	'07	'03	34'45	33'43	40'15	42'89	51'41	57'53	60'84	63'27	21	17	17	17	3	3	3	3	3	1	Bengal.
Bihar and Orissa	30'32	29'27	29'09	28'90	24'80	18'45	17'00	16'11	9'89	11'98	18'83	18'41	20'78	20'99	24'16	27'98	79	77	71	64	54	34	23	20	20	20	Bihar and Orissa.
Burma	1'00	1'23	'08	'09	1'01	'07	'03	'00	'18	'06	1'23	1'14	1'01	1'43	1'73	3'54	90	85	63	46	30	26	20	14	14	14	Burma.
United Provinces	7'04	8'07	4'90	4'11	3'03	2'30	1'20	1'40	40'38	43'18	51'33	46'27	46'05	63'02	73'50	81'20	14	9	9	8	6	4	3	3	3	3	United Provinces.
Punjab (including Delhi) (a)	'02	'02	'02	'02	'02	...	...	...	25'95	25'25	29'58	29'31	24'93	25'74	40'36	40'61	Nom.	Nom.	Nom.	Nom.	Nom.	...	...	...	...	...	Punjab (including Delhi) (a).
North-West Frontier Province ... ..	...	...	...	...	...	...	...	...	1'13	1'20	1'27	1'40	1'43	1'46	1'96	2'11	...	...	...	...	...	...	...	...	...	...	North-West Frontier Province.
Assam	8'23	8'07	8'07	'21	'20	'20	'24	'26	'07	1'94	4'55	8'61	10'00	11'24	11'21	13'81	89	75	66	5	3	3	3	3	3	3	Assam.
Central Provinces	8'05	8'10	4'19	3'06	2'46	2'60	2'21	2'06	18'10	27'07	25'25	24'32	24'95	20'14	25'87	43'03	33	18	14	14	12	9	7	6	6	6	Central Provinces.
Betar	'02	...	...	...	...	...	...	...	20'94	20'44	24'61	17'54	19'10	20'85	27'06	31'07	Nom.	...	...	...	...	...	...	...	...	...	Betar.
Ajmer-Merwara ... ..	...	...	...	...	...	...	...	...	1'05	1'24	1'58	2'03	2'23	2'28	2'98	3'08	...	...	...	...	...	...	...	...	...	...	Ajmer-Merwara.
Coorg ... ..	...	...	...	...	...	...	...	...	1'33	1'38	1'50	1'70	1'40	1'54	1'66	1'91	...	...	...	...	...	...	...	...	...	...	Coorg.
Baluchistan	1'27	1'19	1'13	1'15	'04	'04	'04	'08	...	...	...	...	1'04	1'35	1'54	1'27	...	...	...	...	4	3	3	3	3	3	Baluchistan.
TOTAL	54'78	70'04	66'32	53'30	27'11	24'05	20'13	20'18	343'38	381'05	418'02	435'05	448'51	500'73	508'33	619'27	18	18	14	12	8	5	4	4	4	4	TOTAL.

Province.	Consumption of country spirit in distillery areas, in gallons London proof.								Consumption of country spirit per 100 of the population in distillery areas, in gallons London proof.								Province.
	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	
	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	
Madras	1,281,819	1,410,844	1,508,944	1,707,138	1,511,070	1,538,475	1,628,179	1,773,073	3'33	3'33	4'25	4'03	4'08	3'85	4'07	4'43	Madras.
Bombay	2,328,423	2,527,509	2,551,294	2,314,618	2,390,913	2,606,059	2,545,205	2,448,954	15'65	15'53	16'46	14'04	15'23	15'20	15'53	15'23	Bombay.
Sind	183,175	195,893	215,959	217,911	214,878	210,255	216,658	211,021	5'70	6'10	7'04	6'79	6'69	5'89	6'17	6'08	Sind.
Bengal	462,243	547,291	630,981	663,945	705,984	776,543	796,794	851,634	1'63	1'95	2'25	1'99	1'89	1'94	1'98	2'15	Bengal.
Bihar and Orissa	308,350	349,753	497,328	473,410	548,355	634,954	1,079,635	1,107,330	3'00	4'43	5'35	4'74	3'85	3'48	3'93	4'21	Bihar and Orissa.
Burma (a)	4,850	11,432	19,519	17,539	13,801	25,300	30,738	37,301	6'79	2'13	3'36	3'02	3'39	2'46	2'69	3'46	Burma (a).
United Provinces	1,146,899	1,229,771	1,126,344	957,718	1,013,888	1,229,271	1,538,504	1,089,938	2'04	3'10	3'06	2'34	2'31	3'03	3'41	3'74	United Provinces.
Punjab (including Delhi) (b)	470,651	414,699	434,144	396,040	393,497	479,848	479,154	473,660	2'27	2'08	2'19	2'00	1'61	2'33	2'40	2'37	Punjab (including Delhi) (b).
North-West Frontier Province	17,368	19,343	19,395	21,040	20,053	19,385	21,380	24,390	'83	'86	'88	1'02	'95	'91	'95	1'07	North-West Frontier Province.
Assam	20,520	45,688	90,640	179,407	202,601	211,694	238,947	247,363	3'43	7'64	10'25	3'43	3'85	4'03	4'00	4'14	Assam.
Central Provinces	449,835	649,761	647,346	499,613	499,378	650,633	671,285	765,052	9'51	12'29	11'99	8'53	7'61	8'72	7'31	8'13	Central Provinces.
Berar	525,793	539,271	469,340	364,636	384,063	389,065	394,935	436,314	19'09	19'93	19'23	19'24	19'21	14'13	13'63	14'27	Berar.
Ajmer-Merwara	20,442	46,835	55,023	43,065	46,915	65,108	63,349	51,780	8'27	7'02	11'54	9'01	10'25	13'00	10'68	10'34	Ajmer-Merwara.
Coorg	26,027	26,876	31,606	27,209	21,058	29,365	23,206	26,428	14'40	14'19	17'51	15'07	11'43	12'31	12'75	15'14	Coorg.
Baluchistan	...	...	...	...	8,940	19,394	23,902	23,699	...	...	...	...	8'06	5'04	6'95	6'86	Baluchistan.
Total	7,201,108	8,027,638	8,408,631	7,704,697	7,826,684	9,279,080	9,737,073	10,239,357	4'51	4'90	5'01	4'43	4'11	4'40	4'68	4'75	Total.

(a) The figures in columns 10 to 17 have been calculated on the basis of the population shown in Statement A.
(b) In the absence of details the figures include consumption of "foreign" spirit of Indian manufacture in the Punjab and Delhi.

Province.		NUMBER OF SHOPS FOR THE RETAIL SALE OF COUNTRY LIQUOR.																									Province.
		Outstill areas.								Distillery areas.								Total.									
		1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.		
1	2	3	4	5	6	7	8	9	10.	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	1		
Madras	1,864	1,812	1,814	1,864	978	792	720	653	10,160	10,239	10,264	10,133	9,009	8,900	8,794	8,834	11,524	11,451	11,476	11,287	10,072	9,692	9,444	9,976	Madras.		
Bombay	5	5	5	5	5	5	5	5	2,500	2,500	2,507	2,428	2,333	2,177	2,143	2,109	2,514	2,514	2,513	2,433	2,233	2,182	2,146	2,114	Bombay.		
Sind	...	...	...	...	...	...	...	...	292	293	293	280	280	265	265	249	292	293	293	280	280	265	265	249	Sind.
Bengal	418	386	380	338	50	25	54	54	938	909	1,026	1,011	1,233	1,236	1,233	1,233	1,356	1,355	1,379	1,349	1,269	1,283	1,277	1,287	Bengal.		
Bihar and Orissa	1,809	1,856	1,856	1,832	1,201	641	594	576	433	427	576	656	916	1,487	1,491	1,513	2,242	2,233	2,235	2,133	2,146	2,128	2,085	2,068	Bihar and Orissa.		
Burma	75	85	55	56	58	34	31	33	3	45	47	48	46	73	74	98	78	100	103	104	102	107	105	130	Burma.		
United Provinces	1,464	1,100	914	813	710	674	276	274	4,487	4,464	4,674	4,358	4,244	4,212	4,401	4,468	5,071	5,084	5,488	5,170	4,654	4,888	4,767	4,742	United Provinces.		
Punjab (including Delhi)	17	18	19	19	18	...	...	...	1,230	1,200	947	915	856	643	640	795	1,237	1,218	968	964	699	643	640	795	Punjab (including Delhi).
North-West Frontier Province	...	...	...	...	...	...	...	...	51	45	38	36	37	37	37	37	51	45	38	39	37	37	37	37	North-West Frontier Province.
Assam	175	164	149	11	9	9	9	9	31	33	50	164	179	180	181	179	206	197	199	195	187	189	180	188	Assam.		
Central Provinces (c)	3,027	2,388	2,212	1,764	1,545	1,158	898	790	2,023	2,076	1,968	2,047	2,072	2,161	2,260	2,270	5,653	4,464	4,200	3,811	3,617	3,339	3,158	3,060	Central Provinces (c).		
Berar	...	...	...	...	...	...	...	...	927	806	807	786	756	690	698	699	927	806	807	786	746	690	698	699	Berar.
Ajmer-Merwara	...	...	...	...	...	...	...	...	137	136	136	136	128	128	128	128	137	136	136	128	128	128	128	128	Ajmer-Merwara.
Coorg	...	...	...	...	...	...	...	...	43	39	40	37	37	36	36	33	43	39	40	37	37	36	36	33	Coorg.
Baluchistan	146	90	82	84	5	15	15	15	...	...	...	...	40	43	46	47	146	90	82	84	45	67	61	62	Baluchistan.
TOTAL	9,120	7,274	6,659	5,785	4,673	3,383	2,902	2,407	22,256	22,301	22,293	22,037	22,180	22,400	22,027	22,181	22,376	20,575	20,093	22,822	20,733	20,632	20,320	24,688	TOTAL.		

(c) The figures include temporary shops.

Province.	NUMBER OF RETAIL SHOPS PER 100,000 OF THE POPULATION.																							Province.		
	Outstall areas.								Distillery areas.								Average.									
	1906-06.	1906-07.	1907-08.	1908-08.	1909-10.	1910-11.	1911-12.	1912-13.	1906-06.	1906-07.	1907-08.	1908-08.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-08.	1909-10.	1910-11.	1911-12.		1912-13.	
1	26	27	28	29	30	31	32	33	34	35	36	37	38	39	40	41	42	43	44	45	46	47	48	49	1	
Madras	90	90	90	89	74	54	81	46	28	28	28	27	25	23	23	21	20	20	20	20	26	23	23	22	Madras.	
Bombay	15	15	15	15	23	23	23	23	16	16	16	16	14	14	13	13	16	16	16	10	14	14	13	13	Bombay.	
Sind ... ..	...	...	...	...	...	...	...	...	9	9	9	9	8	7	7	7	9	9	9	9	8	7	7	7	Sind.
Bengal	3	3	3	2	1	1	1	1	3	3	4	4	3	3	3	3	3	3	3	3	3	3	3	3	3	Bengal.
Bihar and Orissa	7	7	7	7	7	9	8	8	5	5	6	7	6	5	5	6	7	7	7	7	6	6	6	6	Bihar and Orissa.	
Burma (a)	7	7	8	8	8	8	5	5	4	8	8	8	8	7	7	6	7	8	8	8	8	7	8	8	Burma (a).	
United Provinces	18	17	17	17	18	18	16	15	11	11	11	10	10	10	10	10	13	13	13	11	10	10	10	10	United Provinces.	
Punjab (including Delhi)	4	4	4	4	4	6	6	5	5	4	4	4	4	6	6	5	5	4	4	4	4	4	Punjab (including Delhi).
North-West Frontier Province	2	2	2	2	2	2	2	2	2	3	3	3	3	2	2	2	2	North-West Frontier Province.
Assam	3	3	3	2	2	3	1	1	5	6	6	4	3	3	3	3	4	3	3	3	3	3	3	3	3	Assam.
Central Provinces	30	30	28	22	28	26	24	25	43	30	37	35	33	29	25	24	61	48	45	41	39	36	29	28	Central Provinces.	
Berar	34	29	29	29	27	25	23	23	34	29	29	29	27	25	23	23	23	Berar.
Ajmer-Merwara	29	29	29	27	27	26	25	26	29	29	29	27	27	26	26	26	26	Ajmer-Merwara.
Coorg	23	23	22	20	20	20	21	19	23	23	23	20	20	20	21	19	19	Coorg.
Baluchistan	35	23	20	21	7	21	21	21	...	...	...	...	12	13	13	14	26	23	20	21	11	14	15	15	Baluchistan.
Total	15	13	13	12	14	14	13	13	14	14	14	13	12	11	11	10	15	14	13	13	12	11	11	11	TOTAL.	

NUMBER OF SQUARE MILES PER RETAIL SHOP.

Province.	NUMBER OF SQUARE MILES PER RETAIL SHOP.																								Province.	
	Outsell areas.								Distillery areas.								Average.									
	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.		
1	50	51	52	53	54	55	56	57	58	59	60	61	62	63	64	65	66	67	68	69	70	71	72	73	1	
Madras	14'33	15'01	15'08	15'53	16'37	16'13	20'41	28'01	13'08	11'07	11'94	12'12	13'49	13'87	14'16	14'88	13'30	12'40	12'37	13'58	14'15	14'71	15'10	15'88	Madras.	
Bombay	161'80	161'80	161'80	161'00	161'00	161'00	161'00	161'00	20'94	20'94	20'98	30'93	33'04	34'50	35'05	36'02	30'20	30'20	30'23	31'20	33'02	34'79	35'34	35'61	Bombay.	
Sind ... ..	...	...	...	...	...	...	...	...	161'00	160'45	160'45	167'80	178'78	184'36	184'67	191'39	161'00	160'45	160'45	167'80	176'73	184'36	184'67	191'39	Sind.
Bengal	63'58	65'02	70'05	73'15	118'48	120'84	123'87	123'87	45'17	45'00	44'01	44'06	51'30	51'50	51'71	51'30	51'84	51'87	50'70	51'80	54'31	54'47	54'72	54'30	Bengal.	
Bihar and Orissa	36'55	35'73	37'49	36'39	40'05	46'33	53'94	53'61	38'64	38'18	38'16	34'58	36'05	34'57	34'59	34'49	37'03	36'37	37'15	37'95	38'69	39'08	39'23	39'76	Bihar and Orissa.	
Burma (a)	300'97	279'78	559'85	650'98	650'98	633'28	631'20	678'84	661'07	310'03	343'98	330'04	344'39	486'81	533'00	400'47	612'15	518'88	512'69	502'83	512'69	530'12	540'21	460'00	Burma (a).	
United Provinces	26'48	32'60	34'86	36'01	38'31	33'02	52'68	53'26	15'16	15'95	16'48	17'80	18'83	20'18	20'64	20'74	17'06	19'31	19'54	20'75	21'53	21'93	22'50	22'63	United Provinces.	
Punjab (including Delhi)	128'12	130'44	123'59	123'59	150'46	...	...	...	77'75	79'05	100'17	103'67	111'19	115'31	118'73	125'51	78'58	79'81	100'63	104'08	111'36	115'31	118'78	125'51	Punjab (including Delhi).
North-West Frontier Province	397'47	337'13	399'24	421'42	410'03	410'03	410'03	410'03	297'47	337'13	399'24	421'42	410'03	410'03	410'03	410'03	410'03	North-West Frontier Province.
Assam	232'78	246'39	237'91	1,286'18	1,561'80	1,661'80	1,573'00	1,573'00	181'16	151'39	146'08	171'71	177'95	175'97	174'78	170'71	232'00	232'14	230'21	234'53	244'06	241'07	240'00	243'55	Assam.	
Central Provinces	14'30	20'16	20'00	23'03	24'06	24'48	24'98	28'05	15'24	16'66	18'70	20'06	21'76	24'07	26'38	27'08	14'04	18'63	19'70	21'71	22'71	24'00	25'08	26'63	Central Provinces.	
Berar ... ..	...	...	...	...	...	...	...	...	19'10	21'07	21'84	23'58	23'74	25'66	25'45	25'48	19'10	21'07	21'84	23'53	23'74	25'08	25'45	25'48	Berar.
Ajmer-Merwara	19'41	19'56	19'56	20'78	20'78	20'78	20'78	20'78	19'41	19'56	19'56	20'78	20'78	20'78	20'78	20'78	20'78	Ajmer-Merwara.
Coorg ... ..	...	...	...	...	...	...	...	...	37'07	40'66	39'55	42'76	42'76	43'94	43'94	47'04	37'07	40'66	39'55	42'76	42'76	43'94	43'94	47'04	Coorg.
Baluchistan	382'44	630'40	660'83	864'71	8,063'00	867'67	867'67	867'67	...	...	...	...	1,138'02	1,083'83	989'20	608'53	382'44	630'40	660'83	864'71	1,240'80	970'68	015'34	300'58	Baluchistan.
TOTAL	33'19	45'05	47'65	46'23	44'34	46'64	53'81	56'20	23'95	24'16	24'84	26'58	31'28	33'20	33'84	34'73	27'43	29'27	30'91	31'09	32'52	34'63	35'80	36'83	TOTAL.	

D.

Statement showing the wholesale and retail license fees realised from shops for the sale of foreign liquors of all kinds.

(In lakhs of rupees.)

Province.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	Province.
1	2	3	4	5	6	7	8	9	1
Madras	4.47	5.95	5.14	4.44	5.74	4.88	5.57	5.61	Madras.
Bombay	1.98	1.97	1.30	2.06	2.20	1.87	1.98	2.01	Bombay.
Sind ... ..	.19	.18	.20	.20	.25	.31	.35	.29	Sind.
Bengal	4.28	3.94	3.62	3.99	4.14	3.98	3.54	3.46	Bengal.
Bihar and Orissa ... ..	.23	.24	.27	.33	.32	.30	.28	.32	Bihar and Orissa.
Burma	12.35	10.27	12.06	11.97	12.27	9.93	11.56	10.21	Burma.
United Provinces ... ..	.77	.57	.55	.56	.64	.61	.57	.58	United Provinces.
Punjab (including Delhi)	1.27	1.65	1.85	2.13	1.64	1.87	1.92	2.01	Punjab (including Delhi).
North-West Frontier Province ... ..	.26	.26	.33	.35	.41	.26	.33	.45	North-West Frontier Province.
Assam ... ..	.18	.19	.17	.20	.19	.19	.15	.17	Assam.
Central Provinces ... ..	.07	.11	.06	.09	.08	.11	.14	.10	Central Provinces.
Berar ... ..	.04	.03	.03	.03	.04	.03	.05	.04	Berar.
Ajmer-Merwara ... ..	.02	.01	.01	.03	.02	.03	.02	.02	Ajmer-Merwara.
Coorg ... ..	.01	.01	.01	.01	.01	.01	.01	.01	Coorg.
Baluchistan ... ..	.04	.04	.04	.04	.08	.09	.10	.11	Baluchistan.
TOTAL	26.11	23.42	25.64	26.43	28.03	24.42	26.57	25.39	TOTAL.

Statement showing the number of shops for the retail sale of potable foreign liquors, including special licenses for the sale of such liquors, e.g., in hotels, refreshment rooms, steamers, etc., and temporary refreshment room stalls.

Province.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	Province.
1	2	3	4	5	6	7	8	9	1
Madras ...	745	840	911	898	792	785	797	737	Madras.
Bombay...	360	348	353	342	548	554	535	563	Bombay.
Sind ...	134	110	121	115	120	137	138	170	Sind.
Bengal (a) ...	572	585	549	550	520	635	627	504	Bengal (a)
Bihar and Orissa (a) ...	104	108	107	135	127	136	139	132	Bihar and Orissa (a).
Burma ...	325	333	335	365	394	386	418	361	Burma.
United Provinces (a) ...	337	331	339	333	293	283	313	276	United Provinces (a).
Punjab (including Delhi) ...	304	283	298	289	316	296	294	264	Punjab (including Delhi).
North-West Frontier Province ...	45	47	46	46	46	49	40	49	North-West Frontier Province.
Assam (a) ...	87	87	90	94	93	96	98	102	Assam (a).
Central Provinces ...	143	100	95	105	129	105	123	125	Central Provinces.
Berar ...	28	25	26	23	21	16	15	15	Berar.
Ajmer-Merwara ...	9	9	10	8	12	12	12	11	Ajmer-Merwara.
Coorg ...	8	7	6	7	8	8	8	9	Coorg.
Baluchistan ...	32	33	37	35	33	45	40	41	Baluchistan.
TOTAL ...	3,288	3,246	3,323	3,280	3,452	3,543	3,306	3,419	TOTAL.

(a) The figures include temporary shops.

Statement showing the consumption of potable spirits manufactured in India after European methods and taxed at rates higher than those imposed on country spirit (exclusive of duty-free issues to the Supply and Transport Department).

[In thousands of gallons (a).]

Province.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	Province.
1	2	3	4	5	6	7	8	9	1
Madras (b)	5	7	24	20	19	17	18	13	Madras (b).
Bombay	Nom.	Nom.	Nom.	Nom.	...	...	...	...	Bombay.
Sind	Nom.	Nom.	Nom.	...	...	...	...	...	Sind.
Bengal (b)	44	31	32	33	27	33	24	28	Bengal (b).
Bihar and Orissa (b)	1	1	Nom.	...	...	...	...	...	Bihar and Orissa (b).
Burma (b)	47	27	30	32	33	21	14	13	Burma (b).
United Provinces (b)	384	103	24	16	18	27	22	26	United Provinces (b).
Punjab (including Delhi) (c) ... ..	...	...	...	...	...	...	...	...	Punjab (including Delhi) (c).
North-West Frontier Province (b) (d) ... ..	...	...	...	...	Nom.	Nom.	3	1	North-West Frontier Province (b) (d).
Assam ... ..	...	...	...	...	...	...	...	...	Assam.
Central Provinces ... ..	...	...	...	...	...	...	...	...	Central Provinces.
Berar ... ..	...	...	...	...	...	...	...	...	Berar.
Ajmer-Merwara ... ..	...	...	...	...	...	...	...	...	Ajmer-Merwara.
Coorg ... ..	...	...	...	...	...	...	...	...	Coorg.
Baluchistan ... ..	...	...	...	...	...	...	...	...	Baluchistan.
* TOTAL	481	169	110	100	97	98	81	81	TOTAL.

(a) Except where otherwise stated, the figures are in bulk gallons and represent issues from local distilleries, excluding issues at reduced duty for consumption by the troops.

(b) The figures are in proof gallons.

(c) In the absence of details the figures have been included in Statement B.

Statement showing the duty realised on potable spirits manufactured in India after European methods and taxed at rates higher than those imposed on country spirit.

(In lakhs of rupees.)

Province.	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	Province.
1	2	3	4	5	6	7	8	9	1
Madras	·89	·48	1·69	1·41	1·40	1·58	1·64	1·22	Madras.
Bombay	·02	·01	·02	...	...	...	·01	...	Bombay.
Sind	·01	·01	·01	Nom.	Nom.	...	...	...	Sind.
Bengal	1·80	1·41	1·66	1·61	1·46	1·91	1·99	2·26	Bengal.
Bihar and Orissa ... ..	...	...	...	...	...	...	...	...	Bihar and Orissa.
Burma	2·85	1·92	2·09	2·24	2·29	1·95	1·93	1·24	Burma.
United Provinces (a)	11·82	2·22	1·49	1·12	1·25	1·04	·89	·90	United Provinces (a).
Punjab (including Delhi) (b) ... ..	...	...	...	...	...	...	...	...	Punjab (including Delhi) (b).
North-West Frontier Province ... ..	...	...	...	...	...	...	...	...	North-West Frontier Province.
Assam ... ..	...	...	...	...	...	...	...	...	Assam.
Central Provinces ... ..	...	...	...	...	...	...	...	...	Central Provinces.
Berar	·04	·05	...	...	...	...	...	...	Berar.
Ajmer-Merwara ... ..	...	...	...	...	...	...	...	...	Ajmer-Merwara.
Coorg ... ..	...	...	...	...	...	...	...	...	Coorg.
Baluchistan ... ..	...	...	...	...	...	...	...	...	Baluchistan.
TOTAL	16·86	6·10	6·96	6·98	6·40	6·48	5·86	5·62	TOTAL.

(a) The figures represent total receipts from duty realised on Bosa rum and similar spirits in the United Provinces, including that on spirits exported to other provinces.

(b) In the absence of details the figures have been included in Statement A.

Statement showing the number of breweries in the different provinces and the production of beer therein.

Province.	Number of breweries in operation.								Production in thousands of gallons.								Quantity purchased by the Supply and Transport Department in thousands of gallons.								Province.
	1905.	1906.	1907.	1908.	1909.	1910.	1911.	1912.	1905.	1906.	1907.	1908.	1909.	1910.	1911.	1912.	1905.	1906.	1907.	1908.	1909.	1910.	1911.	1912.	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	1
Madras	4	3	3	3	3	3	3	3	480	551	697	700	619	584	568	548	...	...	Nom.	Nom.	Nom.	...	...	...	Madras.
Bombay (b)	1	1	1	1	1	1	2	2	344	208	219	407	308	278	307	288	...	...	...	...	...	...	...	...	Bombay (b).
Sind ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Sind.
Bengal	2	2	2	3	3	3	3	3	93	40	50	64	104	94	105	72	50	45	37	30	30	38	41	27	Bengal.
Bihar and Orissa ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Bihar and Orissa.
Burma	1	1	1	1	1	1	1	1	198	88	128	186	222	209	247	240	...	...	...	...	...	...	...	...	Burma.
United Provinces (b)	6	6	6	6	6	6	6	6	1,269	1,152	1,009	894	850	639	504	390	659	510	463	107	64	82	82	24	United Provinces (b).
Punjab (including Delhi)	7	7	7	7	7	6	6	6	2,323	2,321	2,309	2,067	1,800	1,580	1,527	1,318	(a)	(a)	(a)	(a)	(a)	(a)	(a)	(a)	Punjab (including Delhi).
North-West Frontier Province ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	North-West Frontier Province.
Assam ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Assam.
Central Province	1	1	1	1	1	1	1	1	121	114	106	39	80	43	35	5	112	161	119	85	68	34	2	3	Central Province
Berar ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Berar.
Ajmer-Merwara ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Ajmer-Merwara.
Coorg ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Coorg.
Baluchistan	1	1	1	1	1	1	1	1	282	200	255	322	277	272	310	310	176	124	141	181	222	218	275	268	Baluchistan.
Total	23	22	23	23	23	21	22	22	6,133	4,086	4,772	4,630	4,367	3,722	3,712	3,157	1,005	800	750	403	362	372	400	227	TOTAL

Statement showing the duty realised on country beer in the different provinces of India.

(In lakhs of rupees.)

Province.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	Province.
1	2	3	4	5	6	7	8	9	1
Madras	·30	·35	·44	·89	·77	1·08	1·08	1·02	Madras.
Bombay... ..	·22	·18	·15	·51	·46	·51	·58	·54	Bombay.
Sind ... ..	...	...	...	...	...	...	...	...	Sind.
Bengal	·05	·03	·03	·08	·18	·17	·18	·12	Bengal.
Bihar and Orissa ... ..	...	...	...	...	...	...	...	...	Bihar and Orissa.
Burma	·11	·07	·13	·19	·32	·46	·43	·45	Burma.
United Provinces '... ..	·65	·61	·71	1·11	·86	1·03	1·01	·82	United Provinces.
Punjab (including Delhi)	1·85	1·34	1·26	2·26	2·11	2·12	2·88	2·37	Punjab (including Delhi).
North-West Frontier Province ... ..	...	...	...	...	...	...	...	...	North-West Frontier Province.
Assam ... ..	...	...	...	...	...	...	...	...	Assam.
Central Provinces	·07	·07	·07	·09	·09	·06	·01	·01	Central Provinces.
Berar ... ..	...	...	...	...	...	...	...	...	Berar.
Ajmer-Merwara ... ..	...	...	...	...	...	...	...	...	Ajmer-Merwara.
Coorg ... ..	...	...	...	...	...	...	...	...	Coorg.
Baluchistan	·13	·13	·15	·27	·34	·50	·80	·52	Baluchistan.
TOTAL	2·88	2·73	2·94	5·40	5·08	5·88	6·72	5·65	TOTAL.

Statement showing the revenue realised from toddy (tari) and the number of shops for its sale.

Province.	1906-06.				1906-07.				1907-08.				1908-09.				Province.
	No. of shops (a).	Revenue in lakhs of rupees.			No. of shops (a).	Revenue in lakhs of rupees.			No. of shops (a).	Revenue in lakhs of rupees.			No. of shops (a).	Revenue in lakhs of rupees.			
		Tree-tax.	License fees.	Total.		Tree-tax.	License fees.	Total.		Tree-tax.	License fees.	Total.		Tree-tax.	License fees.	Total.	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18
Madras	10,080	45'31	50'02	05'33	16,686	50'54	48'00	00'23	18,535	58'30	40'21	107'51	17,162	61'15	54'43	115'58	Madras.
Bombay	1,641	0'93	0'94	10'77	1,710	10'44	0'78	17'22	1,865	11'03	7'36	18'39	1,797	10'64	7'53	18'16	Bombay.
Sind	10	...	'01	'01	8	...	'01	'01	4	...	'01	'01	4	...	'02	'02	Sind.
Bengal	998	...	3'29	3'28	885	...	3'48	3'46	678	...	3'60	3'60	667	...	3'75	3'75	Bengal.
Bihar and Orissa	12,518	...	8'10	8'10	12,261	...	8'16	8'16	11,762	...	8'50	8'50	10,713	...	8'93	8'93	Bihar and Orissa.
Burma	1,015	...	0'28	0'28	885	...	0'78	0'78	611	...	5'32	5'32	778	...	6'80	6'80	Burma.
United Provinces	4,506	...	1'06	1'06	4,261	...	1'53	1'53	3,632	...	1'57	1'57	3,061	...	1'73	1'73	United Provinces.
Punjab (including Delhi)	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Punjab (including Delhi).
North-West Frontier Province	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	North-West Frontier Province.
Assam	1	...	Nom.	Nom.	...	...	...	...	...	...	...	...	...	...	...	...	Assam.
Central Provinces	550(4)	...	'41	'41	506	...	'73	'73	346	...	'54	'54	268	...	'75	'75	Central Provinces.
Berar	666	...	'37	'37	634	...	'31	'31	634	...	'26	'26	215	...	'28	'28	Berar.
Ajmer-Merwara	...	...	...	...	...	...	...	...	...	...	...	...	6	...	Nom.	Nom.	Ajmer-Merwara.
Coorg	223	...	'19	'19	229	...	'17	'17	208	...	'24	'21	208	...	'25	'25	Coorg.
Baluchistan	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Baluchistan.
Total	41,326	54'24	77'78	133'00	60,073	60'38	76'61	137'59	38,605	60'33	77'11	146'43	35,207	71'79	64'46	156'25	TOTAL.

Statement showing the revenue realised from toddy (tari) and the number of shops for its sale.

Province.	1909-10.				1910-11.				1911-12.				1912-13.				Province.
	No. of shops (a).	Revenue in lakhs of rupees.			No. of shops (a).	Revenue in lakhs of rupees.			No. of shops (a).	Revenue in lakhs of rupees.			No. of shops (a).	Revenue in lakhs of rupees.			
		Tree-tax.	License fees.	Total.		Tree-tax.	License fees.	Total.		Tree-tax.	License fees.	Total.		Tree-tax.	License fees.	Total.	
1.	18	19	20	21	22	23	24	25	26	27	28	29	30	31	32	33	1
Madras	16,315	64'49	59'62	124'11	15,223	66'94	64'49	130'43	15,427	69'48	70'10	139'58	14,478	74'38	77'86	152'24	Madras.
Bombay	2,070	12'20	5'63	18'03	2,335	11'97	6'22	18'25	2,613	13'44	6'43	19'87	2,872	13'53	6'44	19'96	Bombay.
Sind	3	...	'02	'02	4	...	'01	'01	4	...	'01	'01	4	...	'01	'01	Sind.
Bengal	943	...	8'90	8'90	830	...	4'23	4'23	820	...	4'26	4'26	853	...	4'50	4'50	Bengal.
Bihar and Orissa	9,875	...	9'01	9'01	9,043	...	10'48	10'48	8,441	...	11'93	11'93	7,657	...	12'66	12'66	Bihar and Orissa.
Burma	750	...	6'26	6'26	718	...	6'89	6'89	718	...	7'43	7'43	713	...	7'21	7'21	Burma.
United Provinces	3,051	...	1'99	1'99	3,052	...	2'51	2'51	3,049	...	2'86	2'86	3,023	...	3'10	3'10	United Provinces.
Punjab (including Delhi) ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Punjab (including Delhi).
North-West Frontier Province ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	North-West Frontier Province.
Assam ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Assam.
Central Provinces	369	Nom.	'84	'84	359	Nom.	'95	'95	352	Nom.	1'07	1'07	335	...	1'26	1'26	Central Provinces.
Berar	172	...	'27	'27	158	...	'23	'26	155	...	'23	'23	159	...	'43	'43	Berar.
Ajmer-Merwara	3	...	Nom.	Nom.	5	...	Nom.	Nom.	4	...	Nom.	Nom.	5	...	Nom.	Nom.	Ajmer-Merwara.
Coorg	126	...	'33	'33	111	...	'37	'37	103	...	'44	'44	88	...	'45	'45	Coorg.
Baluchistan ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Baluchistan.
TOTAL	33,476	78'69	68'67	166'36	32,448	77'61	66'49	174'40	31,746	82'02	104'85	187'77	30,185	87'90	113'93	201'83	TOTAL.

(a) The shop license figures exclude domestic consumption and hawking licenses and licenses for the sale of fresh tari, but include shops for the joint sale of country spirits and toddy, unless the latter have already been included in Statement C.

Statement showing the revenue realised from and the consumption of hemp drugs, and the number of shops for their sale.

Provinces.	1905-06.					1906-07.					1907-08.					1908-09.					Provinces.
	No. of shops, excluding drug-gist's licences, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gist's licences, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gist's licences, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gist's licences, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			
			Duty.	Vend fees.	Total.			Duty.	Vend fees.	Total.			Duty.	Vend fees.	Total.			Duty.	Vend fees.	Total.	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	1
Madras	688	40'38	1'38	2'62	4'20	636	47'04	1'83	2'68	4'46	638	51'07	2'01	2'78	4'77	639	56'04	2'00	2'07	5'07	Madras.
Bombay	589	51'02	1'00	1'41	3'31	571	51'70	2'40	1'89	3'09	576	53'00	2'53	1'87	4'10	574	60'20	2'09	1'70	4'36	Bombay.
Bird	461	136'71	1'41	1'45	3'86	468	112'36	1'02	1'43	3'35	468	119'12	2'04	1'39	3'43	460	123'35	2'20	1'78	3'98	Bird.
Bengal	1,806	130'20	11'28	11'83	23'70	1,608	120'00	10'59	11'81	21'00	1,977	121'10	11'39	11'28	23'61	1,876	120'80	11'73	12'00	23'81	Bengal.
Bihar and Orissa	1,597	101'70	3'09	7'35	10'04	1,564	93'00	7'20	7'75	16'85	1,609	96'90	3'08	7'85	15'68	1,616	96'30	3'23	3'06	16'31	Bihar and Orissa.
Burma ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Burma.
United Provinces	3,753	247'06	4'06	14'43	19'37	3,721	201'70	5'37	14'59	19'06	3,730	206'08	5'26	13'71	18'97	3,701	211'47	4'98	13'76	18'09	United Provinces.
Punjab (including Delhi)	900	119'71	2'27	1'91	4'13	979	116'78	3'26	2'07	5'35	708	113'21	3'32	2'22	5'54	684	104'40	3'55	2'02	5'17	Punjab (including Delhi).
North-West Frontier Province	101	10'43	'12	'44	'56	97	9'00	'21	'44	'66	93	11'10	'16	'47	'63	91	8'07	'22	'47	'69	North-West Frontier Province.
Assam	260	29'48	3'07	2'94	5'31	262	23'47	2'04	2'27	4'91	268	25'54	2'80	2'20	5'00	274	23'13	3'09	2'33	5'43	Assam.
Central Provinces	1,300	43'18	1'01	1'30	2'31	1,000	40'15	2'00	1'33	3'33	938	43'30	2'08	1'10	3'24	917	38'68	1'79	1'09	3'48	Central Provinces.
Berar	192	9'10	'44	'83	'97	173	8'06	'59	'63	1'01	183	8'64	'43	'60	'98	186	7'50	'37	'68	'95	Berar.
Ajmer-Merwara	17	3'40	'04	'11	'15	17	2'03	'06	'11	'17	16	2'08	'08	'09	'11	16	2'08	'06	'06	'13	Ajmer-Merwara.
Coorg	8	'48	'03	'01	'08	5	'21	...	'01	'01	5	'33	'03	'01	'03	5	'49	'04	'01	'06	Coorg.
Baluchistan	124	5'35	'04	'24	'28	94	4'50	'07	'21	'28	89	3'73	'06	'14	'20	87	4'83	'12	'16	'28	Baluchistan.
TOTAL	11,504	1,037'90	37'20	46'96	23'26	11,524	923'12	20'26	44'26	24'08	11,513	967'58	40'14	45'14	25'28	11,112	875'15	41'00	46'41	26'41	TOTAL.

Statement showing the revenue realised from and the consumption of hemp drugs, and the number of shops for their sale.

Province.	1909-10.					1910-11.					1911-12.					1912-13.					Province.
	No. of shops, excluding drug-gate licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gate licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gate licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gate licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			
			Duty.	Vend. fee.	Total.			Duty.	Vend. fee.	Total.			Duty.	Vend. fee.	Total.			Duty.	Vend. fee.	Total.	
1	23	23	24	25	26	27	28	29	30	31	32	33	34	35	36	37	38	39	40	41	1
Madras	655	57'00	2'02	2'42	5'44	629	51'42	1'22	3'41	5'23	617	47'42	2'01	2'08	6'09	558	52'42	2'32	2'40	6'23	Madras.
Bombay	670	54'28	1'23	1'26	4'79	556	62'03	2'26	1'29	4'28	560	62'09	2'57	1'28	5'55	572	64'12	2'74	2'27	6'02	Bombay.
Sind	455	120'44	2'24	1'20	4'24	448	125'51	2'41	2'02	4'42	432	120'31	2'25	1'24	4'70	378	115'23	2'51	2'02	4'66	Sind.
Bengal	1,212	141'40	12'06	12'77	25'83	1,214	151'72	12'28	14'16	26'44	1,247	156'25	14'06	16'27	29'72	1,227	121'24	12'24	15'22	26'76	Bengal.
Bihar and Orissa	1,620	100'20	2'24	2'17	17'01	1,626	112'22	1'22	2'24	12'27	1,627	124'29	1'22	2'22	20'22	1,642	121'45	1'20	1'22	21'42	Bihar and Orissa.
Burma	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Burma.
United Provinces	2,222	200'41	4'22	12'47	12'29	2,221	241'22	5'22	12'24	12'29	2,217	202'12	2'22	12'22	12'22	2,422	220'22	2'22	12'22	22'22	United Provinces.
Punjab (including Delhi)	600	110'25	2'20	2'22	0'12	612	112'22	4'22	2'22	2'22	574	121'22	4'22	2'22	2'22	542	117'42	4'22	2'24	7'44	Punjab (including Delhi).
North-West Frontier Province	82	20'42	2'22	2'22	2'22	82	2'22	2'22	2'22	2'22	72	2'22	2'22	2'22	72	2'22	2'22	2'22	2'22	1'22	North-West Frontier Province.
Assam	220	22'17	2'22	2'22	2'22	222	22'22	2'22	2'22	2'22	220	22'22	2'22	2'22	220	22'22	2'22	2'22	2'22	2'22	Assam.
Central Provinces	220	22'22	2'22	2'22	2'22	212	22'22	2'22	2'22	2'22	212	22'22	2'22	2'22	220	22'22	2'22	2'22	2'22	2'22	Central Provinces.
Berar	201	2'22	2'22	2'22	1'22	202	2'22	2'22	2'22	1'22	222	2'22	2'22	2'22	202	2'22	2'22	2'22	2'22	1'22	Berar.
Ajmer-Merwara	12	2'22	2'22	2'22	2'22	12	2'22	2'22	2'22	2'22	12	2'22	2'22	2'22	12	2'22	2'22	2'22	2'22	2'22	Ajmer-Merwara.
Coorg	2	2'22	2'22	2'22	2'22	2	2'22	2'22	2'22	2'22	2	2'22	2'22	2'22	2	2'22	2'22	2'22	2'22	2'22	Coorg.
Baluchistan	22	2'22	2'22	2'22	2'22	22	2'22	2'22	2'22	2'22	22	2'22	2'22	2'22	22	2'22	2'22	2'22	2'22	2'22	Baluchistan.
TOTAL	10,222	222'22	22'22	22'22	22'22	10,222	222'22	22'22	22'22	22'22	10,222	222'22	22'22	22'22	22'22	10,222	222'22	22'22	22'22	22'22	TOTAL.

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(a) The shop license figures include temporary licenses.
 (b) The figures relating to revenue and consumption are for British districts only.

Statement showing the revenue realized from and the consumption of opium and its preparations, and the number of shops for their sale.

Province.	1906-06.					1906-07.					1907-08.					1908-09.					Province.
	No. of shops, excluding drug-gists' licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gists' licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gists' licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gists' licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			
			Duty.	Vend fees.	Total.			Duty.	Vend fees.	Total.			Duty.	Vend fees.	Total.			Duty.	Vend fees.	Total.	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	1
Madras	1,211	37'40	3'83	3'63	7'46	1,121	38'10	4'56	3'36	7'92	1,117	39'18	5'06	3'55	8'61	1,118	40'27	5'38	4'35	9'68	Madras.
Bombay	818	36'33	4'50	1'10	6'73	811	37'28	4'24	1'18	5'43	813	41'40	4'70	1'27	5'97	809	42'91	5'05	1'48	6'63	Bombay.
Sind	271	8'88	1'40	'87	2'06	279	9'09	1'30	'03	1'93	263	10'00	1'42	'03	3'04	264	10'06	1'46	'63	3'09	Sind.
Bengal	1,173	59'00	12'44	4'20	16'73	1,100	61'70	12'90	5'33	18'43	1,168	70'90	14'91	5'50	20'31	1,101	78'05	12'83	5'06	21'49	Bengal.
Bihar and Orissa	650	28'40	5'49	3'53	9'02	634	29'80	5'93	2'37	8'40	652	32'10	6'29	2'51	8'80	653	31'85	6'04	2'63	8'66	Bihar and Orissa.
Burma	128	78'39	40'03	1'05	42'23	126	74'73	38'61	1'88	40'37	126	70'46	39'73	1'72	41'44	126	62'93	35'63	1'00	37'23	Burma.
United Provinces	1,283	65'82	5'79	2'08	8'47	1,190	68'86	6'07	2'40	8'47	1,183	68'13	5'04	2'53	3'47	1,174	63'81	5'56	2'99	8'55	United Provinces.
Punjab (including Delhi)	1,380	58'82	1'75	4'73	6'46	1,344	59'01	2'35	4'95	7'30	921	60'81	2'71	5'03	7'74	958	61'41	2'75	6'14	8'69	Punjab (including Delhi).
North-West Frontier Province	95	3'16	'09	'36	'45	96	2'64	'10	'42	'52	86	3'06	'84	'49	'82	'82	3'34	'36	'55	'01	North-West Frontier Province.
Assam	730	56'36	16'07	2'78	19'82	707	60'05	17'42	3'90	21'32	610	60'16	18'88	4'50	23'36	495	63'99	18'24	5'27	23'51	Assam.
Central Provinces	1,102	29'32	3'96	2'77	6'73	767	28'61	4'29	2'70	7'06	729	30'10	4'51	2'45	6'90	720	27'96	4'19	3'24	7'43	Central Provinces.
Berar	421	17'49	2'94	2'90	5'90	363	19'76	2'84	2'05	5'70	367	18'95	2'85	2'38	5'23	357	17'45	2'62	2'86	5'48	Berar.
Ajmer-Merwara	55	2'04	'12	'15	'27	50	2'80	'06	'17	'23	48	2'47	'31	'22	'53	42	2'65	'09	'17	'26	Ajmer-Merwara.
Coorg	3	'03	Nom.	'01	'01	3	'04	Nom.	'01	'01	3	'06	Nom.	'01	'01	3	'07	Nom.	'01	'01	Coorg.
Baluchistan	124	'71	...	'19	'19	98	'05	...	'17	'17	88	'08	...	'12	'12	87	'09	...	'12	'12	Baluchistan.
TOTAL	9,487	482'87	99'13	32'45	131'68	8,751	496'52	100'77	32'50	133'36	8,224	518'04	107'52	32'80	140'41	8,001	571'25	109'16	37'70	140'06	TOTAL.

(a) The shop license fees include temporary shops.

Statement showing the revenue realised from and the consumption of opium and its preparations, and the number of shops for their sale.

Provinces.	1909-10.					1910-11.					1911-12.					1912-13.					Provinces.
	No. of shops, excluding drug-gate licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gate licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gate licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			No. of shops, excluding drug-gate licenses, etc. (a).	Consumption in thousands of seers (b).	Revenue, in lakhs of rupees (b).			
			Duty.	Vend fees.	Total.			Duty.	Vend fees.	Total.			Duty.	Vend fees.	Total.			Duty.	Vend fees.	Total.	
1	23	23	24	25	26	27	28	29	30	31	32	33	34	35	36	37	38	39	40	41	1
Madras	1,068	44'09	5'72	4'08	11'40	1,028	41'49	5'41	4'28	12'64	655	41'39	5'40	4'85	13'25	861	39'53	10'00	5'21	15'21	Madras.
Bombay	804	45'39	5'54	1'14	5'68	788	47'06	5'53	1'05	6'59	768	45'05	5'02	2'41	8'48	786	44'26	9'29	2'08	11'67	Bombay.
Sind	207	10'08	1'54	'85	2'39	207	10'31	1'09	'08	2'31	251	10'39	1'09	'73	2'41	248	9'70	2'27	'67	3'04	Sind.
Bengal	1,051	54'26	13'50	5'84	19'34	1,054	55'04	14'05	6'99	20'04	1,039	56'73	14'41	5'13	23'53	908	57'00	14'00	8'97	23'63	Bengal.
Bihar and Orissa	659	24'30	3'41	2'68	9'04	673	25'27	3'41	2'69	9'10	671	26'28	3'68	2'90	9'59	673	27'05	3'81	3'25	10'08	Bihar and Orissa.
Burma	124	61'41	33'25	1'57	25'13	124	57'73	31'73	1'44	33'18	124	53'12	23'00	1'48	30'32	124	47'70	20'14	1'16	27'30	Burma.
United Provinces	1,162	67'07	5'85	3'50	9'35	1,149	61'22	7'78	2'05	10'74	1,131	61'61	7'22	3'30	11'12	1,094	64'37	8'13	3'73	11'90	United Provinces.
Punjab (including Delhi)	916	25'30	2'27	5'17	8'74	913	23'37	4'33	5'28	10'09	911	23'46	5'05	5'39	11'04	903	22'54	6'41	5'23	13'24	Punjab (including Delhi).
North-West Frontier Province	23	3'08	'53	'63	1'16	23	2'74	'40	'53	1'01	70	2'22	'39	'50	'59	70	5'71	'55	'54	1'19	North-West Frontier Province.
Assam	443	60'05	18'90	4'85	23'65	416	60'34	18'95	5'55	24'00	409	60'10	18'92	6'22	25'20	402	61'93	20'45	6'50	27'35	Assam.
Central Provinces	739	20'00	4'42	3'56	7'98	740	22'02	4'95	3'63	8'28	750	24'57	5'20	4'46	9'69	751	24'50	6'53	4'72	11'24	Central Provinces.
Berar	343	17'00	2'54	2'21	5'25	304	19'31	2'90	2'28	5'78	298	19'79	2'99	2'44	6'43	298	19'28	3'80	3'37	7'17	Berar.
Ajmer-Merwara	43	2'55	'10	'17	'27	42	2'73	'08	'27	'35	41	2'66	'08	'20	'28	41	2'84	'07	'23	'30	Ajmer-Merwara.
Coorg	3	'07	'01	'01	'02	3	'06	Nom.	'01	'01	3	'05	'01	Nom.	'01	3	'06	'03	Nom.	'02	Coorg.
Baluchistan	63	'70	'02	'15	'17	71	'63	'05	'27	'22	59	'71	'05	'17	'22	60	'73	'05	'20	'26	Baluchistan.
TOTAL	7,775	500'07	108'30	37'76	141'06	7,639	501'00	107'84	38'68	146'42	7,501	500'07	107'23	44'25	151'53	7,107	502'85	136'68	46'64	173'67	TOTAL.

(a) The shop license figures include temporary shops.

(b) The figures relating to revenue and consumption are for British districts only.

Statement showing the incidence of total taxation on hemp drugs.

Province.	Total revenue derived from hemp drugs, in lakhs of rupees.								Incidence of the total revenue derived on each acre of hemp drugs consumed, in rupees.								Province.
	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	1
Madras	4.20	4.40	4.77	5.07	5.44	5.28	5.09	5.02	5.23	5.26	5.34	5.25	10.45	10.17	12.88	13.00	Madras.
Bombay	2.31	3.09	4.10	4.30	4.39	4.68	5.55	6.01	6.38	7.72	7.65	7.74	7.88	7.47	8.94	9.37	Bombay.
Sind	3.26	3.58	3.42	3.98	4.24	4.43	4.70	4.68	3.00	2.98	2.97	3.23	3.25	3.27	3.70	4.02	Sind.
Bengal	22.70	21.00	22.61	23.61	25.63	22.04	22.73	20.76	17.50	18.18	17.12	17.40	18.27	18.48	18.94	19.00	Bengal.
Bihar and Orissa	16.04	15.55	15.08	16.31	17.01	18.37	20.63	21.45	16.77	16.50	16.18	16.50	16.98	16.08	16.45	17.06	Bihar and Orissa.
Burma	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Burma.
United Provinces	19.37	19.08	18.97	18.68	18.39	18.50	19.06	23.16	6.58	6.74	6.41	6.83	6.78	7.70	6.54	6.70	United Provinces.
Punjab (including Delhi)	4.18	5.35	5.54	6.17	6.13	6.70	7.02	7.44	3.40	4.58	4.89	5.91	5.87	5.73	5.79	6.34	Punjab (including Delhi).
North-West Frontier Province	.06	.06	.03	.09	.73	.70	.77	1.38	5.37	6.77	6.68	7.09	7.00	8.02	3.43	13.40	North-West Frontier Province.
Assam	5.91	4.91	5.00	5.42	6.33	6.73	6.89	6.83	18.02	20.57	19.57	19.27	19.08	20.62	19.96	20.22	Assam.
Central Provinces	3.91	3.33	3.24	3.42	3.81	4.12	4.26	5.74	6.74	6.29	7.06	9.52	9.80	10.07	11.06	14.40	Central Provinces.
Bihar	.97	1.01	.98	.95	1.08	1.06	1.31	1.30	10.55	12.55	11.48	12.67	13.17	10.65	12.51	15.24	Bihar.
Ajmer-Merwara	.15	.17	.11	.13	.14	.16	.16	.17	4.41	5.37	2.76	6.44	5.36	5.36	4.26	5.25	Ajmer-Merwara.
Coorg	.03	.01	.02	.05	.05	.03	.05	.06	6.07	4.78	9.38	10.20	14.79	6.08	12.20	8.11	Coorg.
Baluchistan	.28	.29	.20	.26	.25	.27	.24	.26	5.28	6.22	5.36	5.80	4.92	6.69	11.76	13.90	Baluchistan.
TOTAL	81.08	84.02	86.22	90.41	93.72	92.71	100.14	115.37	9.00	9.17	8.91	10.00	10.00	10.00	10.00	10.00	

Statement showing the incidence of total taxation on opium and its preparations.

Province,	Total revenue derived from opium and its preparations, in lakhs of rupees.								Incidence of the total revenue derived on each seer of opium and its preparations consumed, in rupees.								Province.
	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	1
Madras	7'45	7'92	8'61	9'08	11'40	12'64	13'25	15'21	19'89	20'79	21'99	20'93	25'86	30'47	32'01	38'48	Madras.
Bombay	5'73	5'48	5'97	6'53	6'68	6'59	8'43	11'07	10'19	14'54	14'42	15'23	14'73	13'99	13'25	20'37	Bombay.
Sind	3'03	1'93	2'04	2'09	2'29	2'31	2'41	3'04	22'93	19'93	19'25	20'78	22'73	22'41	22'20	31'34	Sind.
Bengal	16'73	12'43	20'31	21'49	19'34	20'64	22'53	23'63	22'07	29'27	28'65	28'29	29'98	31'73	33'76	34'80	Bengal.
Bihar and Orissa	9'03	8'40	8'90	8'66	9'04	9'10	9'59	10'06	31'76	29'19	27'41	27'18	25'90	25'60	28'38	27'15	Bihar and Orissa.
Burma	42'23	40'27	41'44	37'23	35'12	33'16	30'32	27'30	53'84	54'02	52'61	59'16	67'19	67'39	67'06	78'20	Burma.
United Provinces	8'47	8'47	8'47	8'55	9'35	10'74	11'13	11'90	12'27	12'30	12'43	12'40	13'94	17'37	17'99	18'49	United Provinces.
Punjab (including Delhi)	6'48	7'30	7'74	8'89	8'74	10'69	11'04	12'24	11'02	12'18	12'73	14'48	14'69	16'67	17'39	19'39	Punjab (including Delhi).
North-West Frontier Province	'43	'53	'53	'61	1'16	1'01	'99	1'19	15'19	19'70	26'80	27'85	28'23	30'86	34'75	20'84	North-West Frontier Province.
Assam	19'62	21'39	22'36	23'61	23'65	24'00	25'20	27'35	35'17	34'98	35'31	36'74	39'38	40'77	41'27	44'18	Assam.
Central Provinces	6'73	7'06	6'96	7'43	7'98	8'58	9'00	11'24	22'91	24'75	23'12	26'27	27'52	28'02	28'03	32'58	Central Provinces.
Berar	5'90	5'79	5'23	5'48	5'95	5'73	6'43	7'17	33'73	29'30	27'60	31'40	33'24	29'33	32'49	35'29	Berar.
Ajmer-Merwara	'27	'23	'53	'29	'27	'35	'29	'29	8'88	8'21	21'46	9'81	10'59	12'69	10'73	10'21	Ajmer-Merwara.
Coorg	'01	'01	'01	'01	'02	'01	'01	'02	33'33	25'00	16'07	14'29	22'67	18'07	20'00	23'33	Coorg.
Baluchistan	'19	'17	'13	'13	'17	'22	'22	'26	20'76	20'15	17'65	21'08	22'97	25'42	20'99	25'33	Baluchistan.
TOTAL	151'58	133'36	140'41	140'68	141'06	146'48	151'52	172'67	27'25	29'21	27'26	27'55	29'21	29'23	30'20	34'32	TOTAL.

Statement showing the incidence of consumption of hemp drugs.

Provinces.	Consumption of hemp drugs, in thousands of seers.								Consumption of hemp drugs per 100,000 of the population, in seers.								Province.
	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1906-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	1
Madras	49'36	47'64	51'07	56'54	53'00	51'43	47'48	53'48	132'97	124'64	133'61	143'16	135'07	134'14	114'03	126'69	Madras.
Bombay	51'02	51'70	53'00	56'70	54'38	63'63	63'09	64'12	838'84	837'40	846'30	365'23	361'56	368'39	368'34	397'94	Bombay.
Sind	186'71	119'36	119'13	132'35	130'44	185'51	130'21	118'63	4,367'68	3,469'23	3,709'75	3,941'48	4,063'29	3,817'39	3,680'30	3,297'16	Sind.
Bengal	180'30	130'60	133'10	136'40	141'40	151'73	156'08	151'84	306'87	367'03	314'39	323'67	306'53	334'03	345'47	335'19	Bengal.
Bihar and Orissa	101'70	93'00	96'90	98'30	100'30	118'33	124'00	131'45	305'95	363'48	301'51	305'73	301'43	343'39	361'06	351'96	Bihar and Orissa.
Burma ... ..	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	...	Burma.
United Provinces	342'05	301'79	306'06	311'47	309'41	341'28	305'18	366'33	738'03	613'09	631'05	443'40	439'38	508'14	649'98	567'24	United Provinces.
Punjab (including Delhi)	119'71	116'74	113'31	104'40	110'05	116'98	121'29	117'43	388'33	574'48	359'36	613'33	541'33	574'31	607'31	547'33	Punjab (including Delhi).
North-West Frontier Province	10'43	9'00	11'10	8'07	10'43	8'73	10'36	10'15	401'98	453'98	536'58	433'11	491'08	411'79	455'18	445'96	North-West Frontier Province.
Assam	30'46	33'37	36'35	36'13	33'17	33'79	34'53	34'03	511'55	414'46	443'65	469'48	575'97	530'37	531'30	513'69	Assam.
Central Provinces	43'15	40'15	42'30	36'56	33'33	40'30	43'55	36'36	467'19	434'71	467'64	398'30	421'67	443'73	391'34	367'07	Central Provinces.
Berar	9'19	8'05	8'54	7'30	8'20	9'35	10'47	10'43	333'70	362'30	310'09	273'33	307'75	361'39	345'40	341'16	Berar.
Ajmer-Marwar	3'40	3'03	3'36	3'03	3'01	3'09	3'31	3'34	713'79	436'68	634'68	423'48	547'17	590'31	640'73	545'71	Ajmer-Marwar.
Coorg	'45	'21	'33	'49	'35	'43	'41	'74	245'63	116'03	179'30	370'73	198'37	337'67	334'29	423'66	Coorg.
Baluchistan	3'35	4'30	3'73	4'33	5'08	3'73	3'04	1'67	1,330'85	1,119'40	937'66	1,301'49	1,363'96	653'43	693'75	441'09	Baluchistan.
TOTAL (a)	1,037'30	633'18	637'36	676'16	636'30	979'33	1,050'35	689'79	420'35	417'68	433'40	396'19	468'33	624'35	653'42	437'31	TOTAL (a)

Statement showing the incidence of consumption of opium and its preparations.

Province.	Consumption of opium and its preparations, in thousands of seers.								Consumption of opium and its preparations per 100,000 of the population, in seers.								Province.
	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	1905-06.	1906-07.	1907-08.	1908-09.	1909-10.	1910-11.	1911-12.	1912-13.	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	1
Madras	87'45	38'10	39'15	40'37	44'09	41'49	41'39	39'33	98'08	99'08	103'45	131'05	115'30	100'17	99'03	95'48	Madras.
Bombay	56'38	57'38	41'40	42'91	46'39	47'09	45'95	44'30	230'37	243'29	270'15	270'39	292'37	262'39	235'17	274'00	Bombay.
Sind	8'98	9'09	10'30	10'05	10'08	10'31	10'39	9'70	275'55	301'78	330'12	313'30	313'03	303'48	295'73	270'13	Sind.
Bengal	59'00	61'70	70'30	75'95	64'36	65'04	66'73	67'30	141'34	145'84	163'74	180'73	153'05	143'58	147'31	149'39	Bengal.
Bihar and Orissa	23'40	20'30	22'10	21'36	24'00	23'27	23'38	27'05	85'44	89'65	96'67	98'65	104'09	103'21	103'43	107'37	Bihar and Orissa.
Burma	73'39	74'73	70'46	63'08	61'41	67'73	63'13	47'70	633'27	313'43	766'95	664'03	698'27	646'67	604'23	463'79	Burma.
United Provinces	65'53	63'36	63'13	63'31	67'07	61'33	61'31	64'37	136'07	144'45	143'03	133'36	140'30	136'08	131'05	137'10	United Provinces.
Punjab (including Delhi)	53'23	50'21	60'31	61'41	59'50	63'37	63'46	60'54	239'33	204'09	290'11	303'07	293'37	311'71	317'30	333'13	Punjab (including Delhi).
North-West Frontier Province	3'16	2'34	3'08	3'34	3'03	3'74	3'33	3'71	146'03	124'53	144'34	137'35	143'23	123'25	123'30	250'33	North-West Frontier Province.
Assam	66'35	60'45	66'13	63'39	60'05	60'34	60'19	61'33	973'64	1,058'34	1,148'31	1,111'13	1,043'39	1,019'75	908'94	933'23	Assam.
Central Provinces	26'38	26'31	30'10	27'36	29'00	32'38	34'37	34'50	313'10	306'77	325'36	303'70	314'37	337'36	313'35	317'71	Central Provinces.
Berar	17'49	19'73	18'35	17'45	17'00	19'31	19'79	19'38	635'03	717'50	633'09	633'33	639'07	701'16	647'37	653'53	Berar.
Ajmer-Merwara	3'04	2'30	2'47	2'55	2'55	2'73	2'39	2'34	637'32	537'00	517'33	553'59	534'59	534'39	633'33	593'37	Ajmer-Merwara.
Coorg	'08	'04	'06	'07	'07	'06	'06	'06	13'67	23'10	33'15	33'37	36'37	33'15	33'37	34'20	Coorg.
Baluchistan	'71	'55	'33	'59	'73	'33	'71	'73	173'33	181'00	169'13	146'77	169'05	149'73	171'30	183'41	Baluchistan.
TOTAL (a)	433'37	493'53	515'04	511'35	500'07	501'00	500'07	502'35	200'35	215'33	233'30	221'03	217'10	203'47	206'45	207'00	TOTAL (a).

Enclosure No. 17.

**STATEMENT submitted by Deputation to His Excellency
Baron Hardinge of Penshurst, P.C., G.C.B., G.M.S.I., G.M.L.E.,
G.C.M.G., G.C.V.O., I.O.M., Viceroy and Governor General of
India, relative to Excise Administration in the Indian
Empire.**

May it please Your Excellency,

1. We, the representatives of the Temperance organizations in India, and of a much larger community deeply interested in the important relation that drinking habits bear to all questions of national and social regeneration, desire first of all to express our deep gratitude for the privilege Your Excellency has granted us of this interview.

2. The Honourable Dr. Deva Prasad Sarvadhikary as President of the Ninth All-India Temperance Conference, Bankipur (at which a resolution was adopted requesting Your Excellency kindly to receive this Deputation), has, we understand, already acquainted Your Excellency with the spirit in which, and the purpose for which, we have humbly sought Your Excellency's presence. In regard to that department of administration in which this Deputation and those that it represents are more directly interested, we welcome the oft-repeated declaration of Government that it is their desire to minimise temptation to those who do not drink, and to discourage excess among those who do. Provincial Governments cannot possibly wish to spread the habit of drinking or drug-taking at the same time that they seek the material and moral improvement of the people. But while gratefully admitting all that can be urged in favour of the Excise administrations of provincial Governments in dealing with the many and complex problems by which they are faced, we desire to submit for Your Excellency's consideration a non-administrative view of what many of the best informed leaders of the people begin to regard as one of the greatest evils facing modern India to-day. It is the steady growth of the drink and drug habit. If our contention be admitted, we respectfully submit that the subject is of such vital importance to the future well-being of all classes of the people in every province, and to the cause of order and progress, that it demands an independent and comprehensive enquiry into both the causes and the remedies for the evil set forth.

3. Your Excellency has had official intimation of the Deputation that waited upon the Most Noble the Marquess of Crewe, K.G., at the India Office, Whitehall, on the 18th July, 1912, and we understand that the proceedings of that interview and the Statement drawn up by Sir Herbert Roberts, Bart., M.P., in connection therewith, is still engaging the attention of Your Excellency's Government. We do not therefore feel it necessary to recapitulate the facts, figures and arguments urged on that occasion, but rather to deal with the present situation, and briefly to set forth a policy of reform for which we humbly ask Your Excellency's sympathetic consideration.

4. What is the present situation? The administrative Excise reforms recommended by the Excise Committee of 1905 have been partially adopted. These administrative reforms have secured substantial revenue increases in almost every province—so much so that the Honourable the Finance Minister in his Financial Statement for 1913-14 budgets for a net increase of revenue of thirty-seven lacs in all provincial areas (Appendix I). He states, however, that for certain reasons "provision has generally been made only for a moderate growth of revenue in 1913-14". This moderate growth of revenue is a fair financial expectation based upon the steady and, to the Temperance view, alarming growth that has characterized revenue expansion during the years in which the machinery of administration has been receiving so thorough an overhauling with a view to great administrative efficiency. In this connection it appears to us significant that one Finance Secretary in a province that leads the Empire in successful Excise administration, pointed out last year that one-half

of the annual increase of the total revenue for his province came from Excise, and that if these sources ceased to expand it would be quite impossible to continue to find money for the improvement of Education, Public Works, Irrigation, Agriculture and other objects of expenditure in his Presidency. The figures in Appendix II give the increase in revenue receipts, and net revenue income for eleven years. During this period the receipts from all taxation have only risen about 25 per cent, whereas in the same period the liquor receipts have increased by more than 80 per cent. Put in another way the Excise revenue in 1901-02 was only about one-fifth of the total taxation receipts, while last year it had risen to nearly one-third. Since 1904 it has become the largest item of revenue and seems likely to remain in that position. Diagrams I and IV may also be referred to in this connection.

5. Expansion in consumption of both drink and drugs has risen concurrently with expansion in revenue, and the dictum of the Secretary of State for India in 1907, that "there was an undoubted increase in the drinking habits of the people" is now admitted in every Excise Administration Report that is published—the only difference of opinion being upon the causes and extent of the increase. The latest figures for all provincial areas of the consumption of country liquor, which is rightly regarded as the principal index to the growth of the liquor habit among the people, are conclusive proof of great expansion. In the distillery areas of the various provinces the actual consumption of this liquor has in ten years increased by very high percentages (Diagram III and Appendix III). If an analysis is made of the average sale per shop in the major provinces, comparing 1902 with 1912, the increases vary from one hundred to four hundred per cent. Other alcoholic liquors such as tari, pachwai and foreign liquor are also extensively consumed, and while it is admitted that the price of one reacts to some measure upon the consumption of others, Excise Administration Reports show expansion in the consumption of all. The remarkable absence of accurate data as to the extent of consumption is one outstanding feature of the present situation.

In regard to drugs, provincial Excise Reports are constantly mentioning large expansions in consumption, *e.g.*, the consumption of cocaine is a growing evil of a particularly deleterious character in Bengal and the United Provinces, where the Excise Commissioner also states the rise in drug consumption gives cause for alarm. Other drugs seem in other areas to be getting a steadily growing constituency. Side by side with these facts it is clear that social changes of a deep and far-reaching character are going on in the cities and villages of the Empire, and those in closest touch with these changes report that among the educated classes of the community, also among the lower castes of Hindus and to some extent among the great middle-classes, there is a steadily increasing tendency towards the indulgence in drinks and drugs that did not exist ten years ago.

6. Equally patent is the fact of the rapid change in the Empire's economic life and in the industrial conditions that give rise to a steady flow of workers from village to city life, from agricultural to industrial conditions, though it is easy to exaggerate the numerical significance at present of this fact. The Empire is passing through a period of comparative prosperity—itsself a temptation to indulgence—and there has been evident to all investigators an incipient breaking down of caste regulations and of religious restrictions that have through past centuries been bulwarks of the temperate life of India's millions. Hence we are not surprised at a statement made by the Commissioner of Excise in Bengal for 1912-13, that the large increase in Calcutta in the consumption of country liquor occurred in the neighbourhood of markets, docks, mills, factories and in localities inhabited by prostitutes mainly due, he thought, to general prosperity. The same might be predicated of all the Presidency and other large cities of the Empire. When the situation is fairly faced it seems impossible to come to any other conclusion regarding the Empire than that to which the Lieutenant-Governor of the Punjab was driven in his investigation of the conditions in his own province. "There can be no doubt that the chief cause of the growth of the revenue is the increase of consumption and the spread of the liquor habit. It can only be concluded that apart from the very serious increase of drunkenness in certain districts, such as Ferozepur,

the number of persons who have acquired the habit of indulgence is steadily increasing throughout the province."

7. Your Excellency is, no doubt, aware of the difference of opinion that has existed for years between official and unofficial opinion upon the question of the causes of this growth of consumption. There is no question in which Temperance workers are more deeply interested and to which they have given more constant and earnest consideration. The official view may be summed up by saying that enhanced consumption, wherever found, is due—

- (1) to the prevalence of favourable economic conditions,
- (2) to stricter Excise control, especially over illicit production, and
- (3) to the increase of population.

The non-administrative view which the members of this Deputation may be said to represent accepts the above reasons as explaining a proportion of the enhancement of consumption, but as not justifying its large and increasing growth, nor recognizing its social significance. Your Excellency will not misunderstand our frankness when in view of our privilege of presenting our case in person before you, we would add to the official explanation :—

- (i) The direct action of the Imperial Government in budgetting, upon the estimates prepared by provincial Excise Departments, large annual increases in revenue, and thus making fiscal consideration so important an element in provincial Excise administration.
- (ii) The administrative procedure in provincial areas which places licensing functions under the control of the Revenue Department, which must from the nature of things be mainly interested in the efficiency of its own working and in the production of the revenue anticipated by the Imperial as well as its own provincial Government.
- (iii) The general system of licensing, which gives the greatest inducement to all vendors to sell as much as possible. The high proportion which revenue from license fees bears to the total taxation on both liquor and drugs definitely encourages the enhancement of consumption. At the same time the interest of the vendors in increased sales is also a continual stimulus to the consumption.
- (iv) The apparent inability of provincial Governments to deal with the problems of the number and location of drink and drug shops in any method inducing restriction of consumption.
- (v) The location in urban areas of shops for the vend of liquors and drugs on sites infringing Excise Manual Rules, and affording direct temptation to all classes of the community, especially the working classes. And finally,
- (vi) The ignorance of the majority of the classes concerned regarding the dangers incident to even a moderate use of the drink and drugs offered so widely for their acceptance.

It will be seen therefore that while the official view suggests that the increase in alcohol and drug habits depends largely on material conditions and only partially on Excise administration, Temperance advocates lay stress upon the changes and developments of the present Excise policy as being the greater factor in what both admit to be a complex and serious problem.

8. We would not dwell at any length upon the dangers, social and economic, that lie before this Empire should a rapid expansion in consumption fix the habit of drug and drink taking upon the people. We do not believe the habits of the people need yet be characterized as intemperate. Statistics about convictions for drunkenness are as yet of comparatively little value, and indeed much of the statistical information is for the purposes of an inquiry into the progress of drink and drug habit in India of no help whatsoever. We agree with the Commissioner of Excise for the Central Provinces when he states that

until we reach the stage of a village census showing the number of people who actually drink, the population basis of statistical returns appears to be useless, if not misleading. The whole subject of statistical standards of area and population needs investigation. The figures for conviction for drunkenness in provincial areas (see Appendix V) for 1909-11 show a slight increase, but such figures only relate, as is pointed out in the Excise Report for Burma, to areas in which special Acts to deal with drunkenness are in force. Their object is to give an accurate view of facts in selected places rather than an inaccurate view over the whole Empire. The connection between drunkenness and conviction for drunkenness is not very close. The result of an investigation into tari drunkenness went to show that it was a stupefying rather than an exciting drink. The same may be said of the cocaine habit. The vast majority of alcoholic excesses especially among aboriginal tribes do not amount to a public nuisance leading to Police attention, and we are therefore precluded from drawing any clear conclusions as to the dangers of a large increase in intoxication, resulting from the spread of the habit of drinking which may not at the present time have formed a sufficient hold on the community to lead them to excess. An inquiry which included this aspect of the problem would be of exceptional sociological and administrative interest. It is rather such dangers as experience has proved to be connected with the spread of the drink habit in Western nations that we would emphasize. Money spent on drink and drugs is money wasted, and the poorest of the people who have no real need or justification for drinking are usually those most impoverished. Whatever pleasure may be derived from the habit, centuries of testimony show pauperism, disease and crime are distinctly traceable to it. All civilized States guard children from unnecessary contamination with its evil effects. A growing and serious problem in India connected with the drink and drug habit is slowly immersing on the horizon of this Empire's vast life. This is the deliberate conviction of those who believe they have the fullest opportunity of seeing things as they really are below the surface of the people's social progress.

9. We pass on to lay before Your Excellency various suggestions that we believe would help to promote an advance in Temperance among the people of the country. We approve of the policy that has been one clear outcome of the reforms suggested by the Excise Committee, that of making the tax on liquor as high as it is possible to raise it without stimulating illicit production. We understand, however, that this has not been raised as high as it might have been, because it is considered necessary that the tax on country liquor should not exceed that on foreign liquor. We are in hearty sympathy with all the legislation that aims at more effective and real consultation with local opinion through local Advisory Committees, and trust that the opinion expressed by the Noble Marquess of Crewe is in accord with Your Excellency's views in his statement:—"Indian Excise is one of the administrative matters on which I shall look for much provincial and local devolution, with the hope that ultimately it may be possible to go very far indeed in the direction of local control." We view with satisfaction the change that has been manifest since Your Excellency came to India, in the greater regard of certain provincial Excise administrations, of which we would specially mention Bengal and the Punjab, for Temperance movements and those specially interested in Temperance reform. We believe that it is along the lines not of uninformed criticism from either side, but of sympathetic co-operation, that the best results will follow. Real reform must come from among the people themselves, while the provincial administrations can render great assistance if they are keen not only to prevent the spread of intemperance but to minimize temptation to those who do not drink. May we then briefly touch on the reforms we regard as of urgency, if the growth of the drink and drug habit is to be checked?

10. For many years we have been urging the desirability of some advance The separation of the licensing from the revenue functions of Excise administration. in the direction of separating the licensing and revenue functions, and the Secretary of State for India in his reply to the Deputation said that he would be glad to see the dual function disappearing. There are obvious practical difficulties but they are not insurmountable. If the executive officer in charge of a district could be relieved of other Excise responsibilities apart from the charge of the

licensing functions and with the assistance of the Advisory Committees direct his main attention to the carrying out of the principles laid down by the Government of India in its Excise policy, undue weight to considerations of revenue would be no longer so necessary. District Excise officers dealing with revenue and other administrative functions could be placed under the supervision of some other officer. We believe this to be an initial step in securing greater control over the rapid spread of the drink and drug habit.

11. We would respectfully urge that the powers and functions of Advisory Committees be reconsidered in the light of the modern conditions we have set forth. The limitation of facilities, the number and sites of liquor and drug shops, curtailment of hours of sale and other reforms directly affecting consumption will follow if increased powers are transferred to local Excise Committees. And admitting that it is necessary to provide for retention by Government itself of the ultimate responsibility in such matters, we should approve the policy of the present system in giving official members a majority on these Committees, provided executive powers are entrusted to them. May we suggest, however, that as *Advisory* Committees retaining the safeguard from the official standpoint of the Commissioners' or Collectors' veto, they should be made more representative of local opinion, in every possible case contain a majority of non-official members, be consulted more frequently, be empowered to deal with all licenses for the sale of both liquors and drugs, and as soon as possible be extended to every municipal town and also to areas outside municipalities. It would also be very useful to have powers given to the members of these Committees to visit and inspect at any time, premises licensed for the sale of liquors or drugs. This would give friends of Temperance the opportunity of helping the Administration in having its rules carried out.

In asking for these additional opportunities of giving local opinion as to the number and sites of shops greater emphasis, may we point out that the effect during the short period that the system of local Advisory Committees has been in force has been little more than the closing of unprofitable shops and the shifting of a few objectionable sites? It has not touched the problem of expanding consumption.

12. We respectfully request that the auction system of vend should be succeeded as soon as possible by some such system as the Bombay Government is seeking to introduce, by which the license-holder is not compelled to push his trade and sell the maximum amount of liquor or drug possible during the period of his holding the license. The Administration Reports from provincial Governments for 1911-12 give instances of the various pernicious effects of the present system.

Bengal.—"In the 24-Perganahs immediately after the auctions in March 1911 a large number of petitions was filed for reduction of fees, and it was then observed that the fees had been allowed to rise to a limit which made it difficult for vendors to work on honest lines at the maximum price fixed for country spirit."

Bihar and Orissa.—In Shahabad the sales were settled with the highest bidders though the figures reached a limit beyond which no profit would be made. The Collector "subsequently proposed to reduce the license fees on the ground that they would not admit of the shops being worked without heavy loss, unless there was an enormous increase in consumption; but the proposal was disallowed by Mr. Oldham, who has made the following remarks in forwarding the Shahabad Administration Report as Divisional Commissioner: "In my opinion the settlements were mismanaged. At the same time it is entirely opposed to the expressed principles of the Government of India's policy that the fees once settled at public auction should be subsequently altered. The abkars bid at the sale with full local knowledge, and if they paid too high they should accept the consequences and learn a salutary lesson for the future." The public aspect of this unfortunate business was an increase in consumption of country liquor for the district of 24,956 gallons L. P. 1

Central Provinces and Berar.—"In Raipur good harvests no doubt stimulated competition and there was probably wild bidding at the auctions, as

reported by the Deputy Commissioner. A few shops had to be re-sold soon after the auctions and Rs. 2,000 had to be remitted."

Burma.—The increase in license fees in Rangoon Town for sale of imported liquors—Rs. 1,59,308—is "intrinsicly unjustifiable in view of the slight rise of imports, but is due to the competition of two Chinese factions who were more concerned in outbidding their rivals than in considering the probable losses or profits of the business. The same competition caused a rise in license fees for country beer shops of Rs. 2,13,800."

Such evidence from the official Administration Reports for 1911-12 shows that the auction system of vending fees forces increased consumption, induces illicit practices, and gives a speculative value to each shop that without doubt forces the vendor, if he wishes to make money, to spread his custom in any and every direction. It is surely possible to introduce a system such as that suggested by the Excise Committee, which will save the Government of India from the evils attendant on the fixed fee system of Western nations with its undesirable security of privileges to the vendors. We respectfully submit that the Government of provincial areas cannot make the auction system carry out the avowed policy of Your Excellency's Government of minimizing temptation to those who do not drink.

13. The problem of sites is a very important factor in encouraging or discouraging consumption. We ask

The location of drink and drug shops.

no more than that the Bengal rule be carried out. It prohibits the presence of shops in a bazaar or at the entrance to a bazaar, or near a bathing ghat, school, hospital, place of worship, factory, workshop, or tea-garden, or in the interior of a village. Most other provincial Administrations have a similar counsel of perfection as to sites of licensed premises, which are broken in both letter and spirit in innumerable cases. The problem is to meet the just demand of the moderate drinker without encouraging the habit among those who do not drink. In our Presidency Cities, departmental rules as to location are broken in from 20 to 40 per cent of cases, and the authorities reply that their attempts to secure sites to which the rules would apply, and to which local objection would not be raised, always end in insuperable difficulties, so that the present objectionable sites have to be retained. Our reply has been that if the site itself is against rules and objectionable for that reason, the license should be revoked until a proper site was forthcoming. We would respectfully ask Your Excellency to suggest to all provincial Governments that the prescribed rules regarding sites must be observed.

14. The spread of the liquor and drug habit is encouraged by the multiplication of facilities as well as by the site of shops. It is a matter of satisfaction

The number of licenses.

that there has been a steady decrease in the grant of facilities (Diagram II and Appendix IV), but the result of that decrease has not been to check consumption. If local Advisory Committees be given greater powers and the question of facilities be more fully entrusted to their judgment as well as to the judgment of the Revenue officers, we should anticipate a greater restriction on liquor and drug consumption, which as we have endeavoured to show is eminently desirable.

15. Different regulations are in force all over the Empire regarding hours of sale. We believe this to be necessary

Hours of sale.

by the differing conditions. But in the interest of the working classes much more might be done to prevent the enhancement of consumption. The Commissioner of Excise, Bombay, reports that "the early closing of shops has had a marked effect on consumption," and "the late opening, *viz.*, 9-30 A.M., prevents mill-hands and labourers generally from drinking before going to their work." It is not desirable to deal with the hours of sale in a way to drive customers to obtain their drugs or drink from illicit sources; but we believe a welcome reform would be to close all premises licensed for the vend of liquor or drugs on Sundays, on the occasion of religious fairs and festivals, and at such hours morning and evening

as shall be in the general interests of the community as well as to the best advantage of the consumer.

16. We would recommend further that the Educational Department of all provincial Governments be requested to see that special instruction in Temperance principles and the evils of the abuse of drink or drugs be given in the class books dealing with general hygiene and physiology or in the recognized Readers. We are glad to say that the opinion of Your Excellency's Government in letter No. 730—737 of 12th September, 1907, "that a few sensible lessons on the subject of Temperance should be included in the sanctioned Readers in schools" has led to some slight response in one or two provincial areas. But we believe the ultimate effect would be so beneficial to the people at large that we press for a definite order requiring scientific Temperance teaching in all schools and colleges, not indeed by way of discouraging intemperance among the students—for no such necessity happily exists—but by way of affording them greater light regarding the effects of alcohol, and by encouraging them to combat the evil wherever it exists, which unfortunately is in most cities and towns in India.

17. We desire further respectfully to remind Your Excellency that Governments in Western countries, without the intimate connection in Excoise matters between themselves and the classes they govern found in India, regard some expenditure of funds in the way of preventive action permissible and prudent. In view of the enormous revenue the provincial Governments obtain from Excise administration, we would suggest the setting aside of a grant for some positive measures in order to prove to the people that Government is on the side of abstinence. We would suggest that the long-felt want of a hospital for inebriates might be met, that parks and open spaces in our cities now so delightful a feature in our civic life, might be made still more attractive by music: municipalities might be aided, where prepared to establish Tea and Coffee shops. We have learned with supreme gratification that Your Excellency has quite recently given orders for promotion of facilities for Common Rooms for Indian clerks in Simla and Delhi, which will not only prove a great boon to those immediately concerned, but are instructive object lessons in innocent recreation which may be copied elsewhere with success and effect.

Major Bedford in his report on Alcoholic Liquors in India states (page 97): "The idea seems very prevalent that alcoholic liquors tend to prevent cholera and plague, and in the terai it also stated malaria. This is a specially pernicious popular delusion, for over-indulgence in alcohol markedly tends to lower the individual's resistance to all these, in common with other acute and specific diseases." Might not provincial Governments adopt some means, by the issue of leaflets in the vernacular, to acquaint the village population with this and similar facts? We accept the position that the promulgation of Temperance among the masses of the people is a matter for private effort and enterprise, but it can hardly be denied that at least some of the revenue obtained from Excise administration aiming at minimizing temptation and discouraging excess might be used for the more positive accomplishment of that end, particularly on lines that responsible medical officers of Government, like Major Bedford, have not hesitated openly to proclaim in official documents.

18. We would also urge the growing importance of securing more accurate data in regard to the consumption of liquors and drugs. The consumption of country spirits is recorded in terms of a definite standard—the London Proof gallon, made possible by the Central Distillery System or the system of Contract Supply; but all areas under an outstill system furnish no statistics—and cannot do so—upon which reliance can be placed. Statistics of the consumption of foreign liquor are unobtainable. The amount of duty paid is accurately recorded, but when and where the liquor is consumed Excise administration has devised no means of checking. In districts where liquors other than country or foreign may be manufactured

for home consumption no one knows the amount consumed. It need hardly be stated that the actual quantity of illicit liquor of any kind manufactured and sold defies computation, suggesting the need of strengthening Excise establishments to forcibly suppress consumption stimulated illegally. It is clear, therefore, that upon the data at present secured in statistical returns the extent to which the drug habit is competing with the liquor habit cannot be gauged in any satisfactory manner, any more than the growth of the drink habit in its full extent and seriousness can be measured. We would respectfully submit that among the serious social problems in India to-day the substitution of one form of intoxicating liquor for another or of drugs for liquor is important enough to demand fuller and more reliable statistical data of the consumption of all liquors and all drugs.

19. We have noted the fear expressed in recent provincial Excise Reports that any attempt to make drink harder to obtain or more expensive is likely to drive consumers to more deleterious drug habits. The growth of the opium habit in Assam, the tendency in some tracts of the Central Provinces and Berar to substitute ganja as cheaper than liquor, and the extraordinary statement from the same area that 40 per cent of the total consumption of opium is due to what is given to children under three years of age; the spread of the cocaine and morphia habits in Burma and of the cocaine habit in the United Provinces and Bengal where even menial servants, coolies and labourers are being affected, all suggest the necessity of a closer study of the conditions that prevail in the relation of the drug to the drink habit and of more effective Police control and Magisterial vigour. Both vices are growing, both need checking, and it is in the power of the Administration to secure the fuller data desirable, and apply the restriction necessary.

20. In conclusion we desire to re-affirm our conviction that the Administrator and the Temperance reformer have a common aim—the highest material and moral welfare of the community—and to some extent similar ideals in regard to the community in its relation to the drink and drug habit. The restriction of consumption is the crux of the situation, and in all the suggestions we have desired most respectfully to lay before Your Excellency in the above statement we have sought to keep in view the well-known ideals of Your Excellency's administration, which is to confer abiding blessings upon the masses of the people throughout the Indian Empire.

On behalf of the Deputation,

DEVA PRASAD SARVADHIKARY,

President, NINTH ALL-INDIA TEMPERANCE CONFERENCE, Bankipur.

Dated Calcutta, November 1st, 1913.

APPENDIX I.

Anticipated net increase in Excise provincial revenues in the Budget for 1913-14.

Provinces.	Rs.
Imperial	1,53,000
Assam	84,000
Bengal	2,90,000
Bihar and Orissa	2,42,000
Bombay and Sind	4,54,000
Burma	55,000
Central Provinces and Berar	4,41,000
Madras	16,81,000
Punjab	—2,000
United Provinces	3,88,000

Total anticipated net increase in revenue for 1913-14:

Rs. 37,80,000=£252,000.

(See copy of Indian Financial Statement and Budget for 1913-14, page 143, from the figures of which the above is calculated.)

APPENDIX II.

Revenue returns for years 1901-1911.

Receipts for liquor, drug and total, including miscellaneous receipts.

Year.	Total receipts.	Drugs.	Liquor.
	Rs.	Rs.	Rs.
1910-1911	10,54,10,448	2,62,52,486	7,88,01,710
1909-1910	9,80,26,271	2,47,56,141	7,28,71,760
1908-1909	9,58,10,224	2,42,58,618	7,12,35,741
1907-1908	9,36,80,714	2,40,35,195	6,93,74,110
1906-1907	8,84,56,697	2,28,08,261	6,53,81,513
1905-1906	8,53,37,424	2,24,67,869	6,25,77,495
1904-1905	7,76,81,150	1,97,96,327	5,76,45,223
1903-1904	7,49,57,002	1,99,21,309	5,47,88,760
1902-1903	6,53,89,954	1,75,03,872	4,82,24,975
1901-1902	6,16,87,846	1,63,41,483	4,51,79,518

(The above figures are taken from Statistics of British India for 1910-1911 and preceding years, Part IV, b, page 137.)

Net revenue income from Excise.

Year.	Net income in Rupees.	Net income in £.
1911-1912	11,29,93,200	7,532,880
1910-1911	10,48,60,685	6,957,379
1909-1910	9,69,33,390	6,462,226
1908-1909	9,47,06,685	6,313,779
1907-1908	9,24,46,665	6,163,111
1906-1907	8,75,31,930	5,835,462
1905-1906	8,43,15,885	5,621,059
1904-1905	7,94,37,945	5,295,863
1903-1904	7,38,32,625	4,922,175
1902-1903	6,56,07,495	4,373,333
1901-1902	6,02,31,494	4,015,433

(The above figures are taken from the Return of net Increase and Expenditure of British India for 1901-12, pages 4-10.)

APPENDIX III.*Consumption of country liquor in gallons, L.P.*

Province.	1910-11.	1911-12.	Increase in 1911-12.
Assam	211,594	238,947	27,353
Bengal	776,542	796,734	20,242
Bihar and Orissa	934,954	1,079,535	144,581
Bombay and Sind*	3,004,486	2,933,034	Decrease 71,452
Burma	25,200	26,788	1,588
Central Provinces and Berar	1,040,000	1,067,000	27,000
Madras	1,533,475	1,623,178	89,703
Punjab	554,047	565,233	11,186
United Provinces	1,329,271	1,538,504	209,233

*A review over a period of years shows, however, a large increase.

APPENDIX IV.

Licensed shops for the vend of drugs and liquor.

Year.	Drug shops.	Liquor shops.	Total.
1910-1911	20,014	71,052	91,066
1909-1910	19,754	76,762	96,516
1908-1909	20,005	73,350	93,355
1907-1908	20,244	86,758	107,002
1906-1907	21,072	89,214	110,286
1905-1906	21,865	91,447	113,312
1904-1905	21,978	91,138	113,116
1903-1904	22,051	91,323	113,374
1902-1903	20,984	86,757	107,741
1901-1902	20,155	84,925	105,080

* (These figures are taken from the Statistics of British India for 1910-1911 and preceding years, Part IV, b, pages 186-187.)

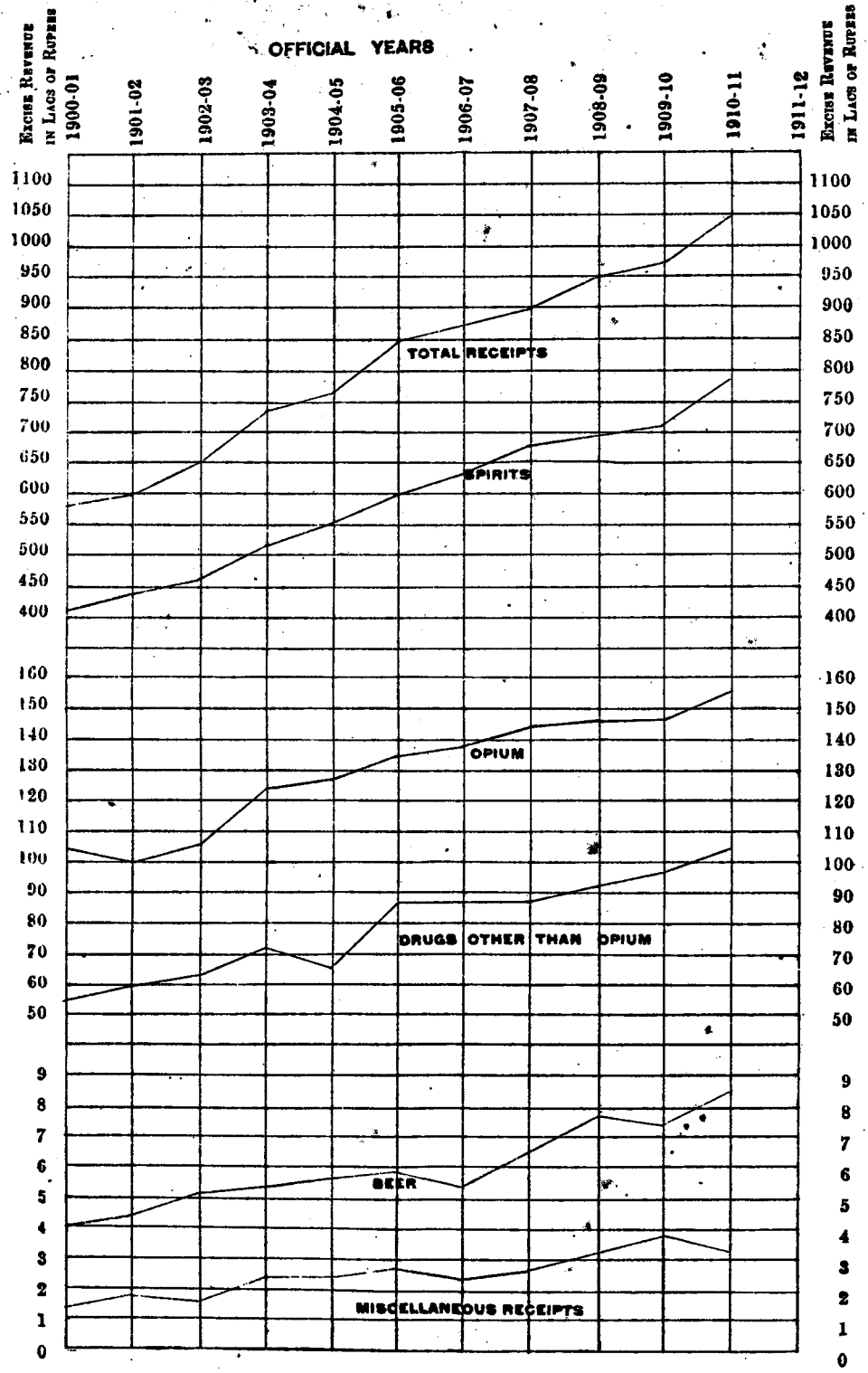
APPENDIX V.

Statistics for convictions of drunkenness in municipal areas.

Province.	1909-1910.	1910-1911.	1911-1912.
Assam	...	149	150
Bengal	9,088	9,287	9,247
Bihar and Orissa	1,494	1,848	2,190
Bombay and Sind	...	5,079	4,878
Burma	2,405	3,188	3,618
Central Provinces and Berar...	397	336	356
Madras	9,655	10,133	9,161
Punjab	1,001	1,017	1,396
United Provinces	...	1,508	1,757

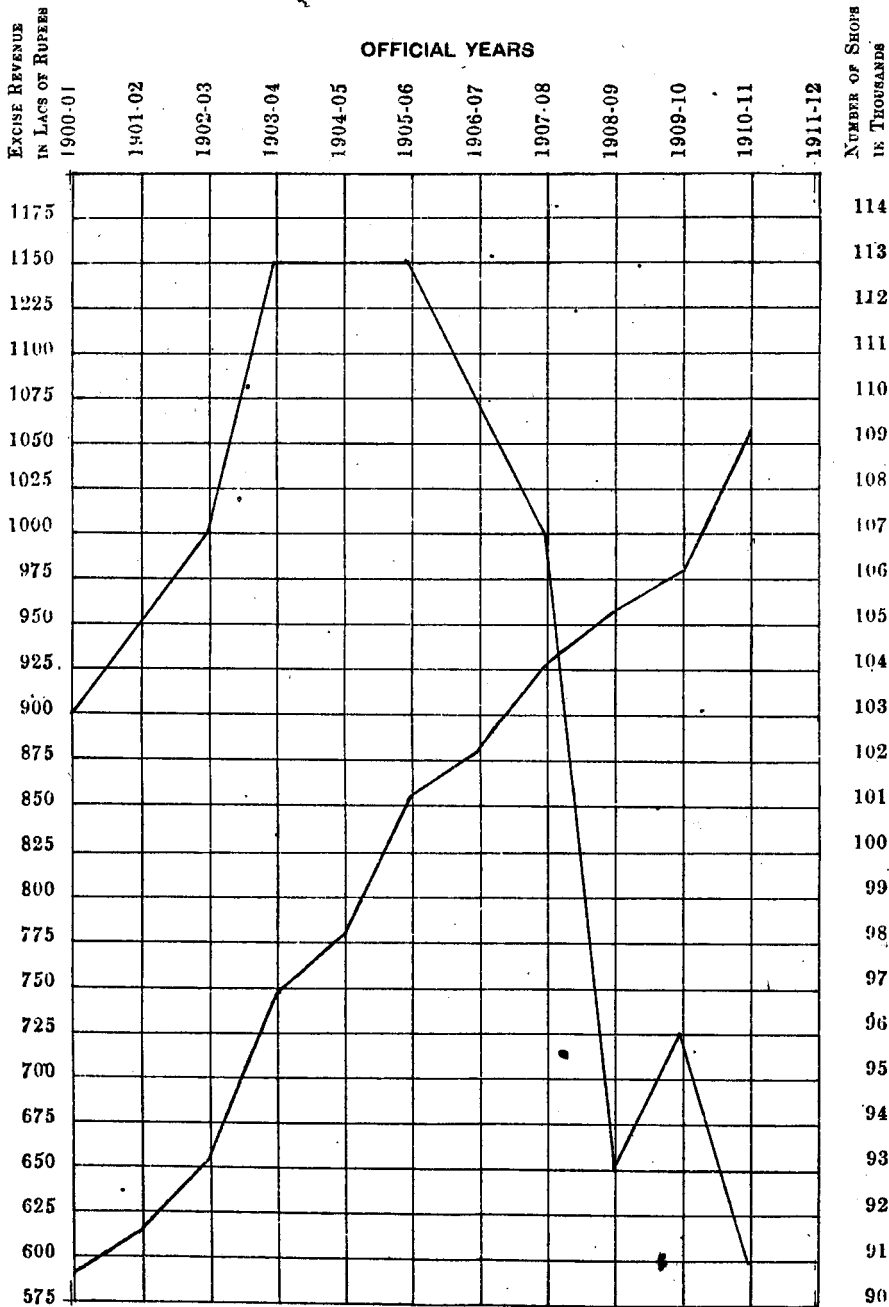
220

DIAGRAM I.—Showing increase in total Receipts from Spirits Opium, other drugs, beer, etc. for British India, 1900-01 to 1910-11.



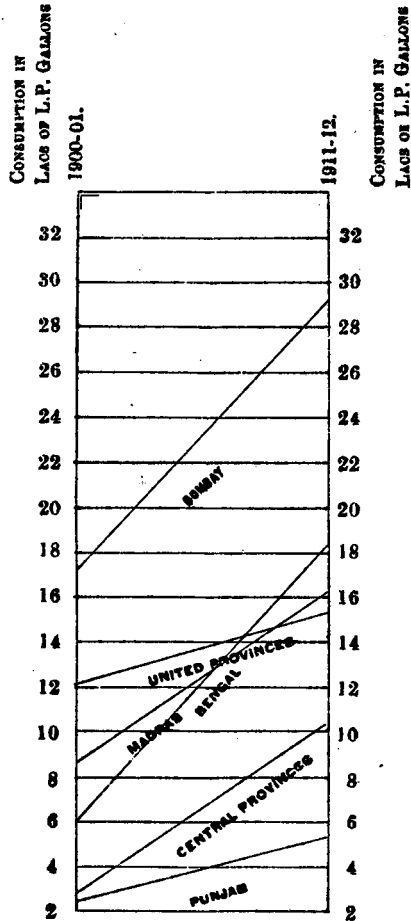
N.B.—This diagram is prepared from figures given on page 103 of Statistics of British India for 1910-1911.

DIAGRAM II.—Showing fluctuations in Excise Revenue and changes in the Number of Shops of all kinds for British India, 1900 to 1911.



N.B.—This diagram is prepared from figures given on pages 136 and 137 of Statistics of British India for 1910-1911 and preceding years, Part iv b.

DIAGRAM III.—Showing increase in Consumption of Country Spirits in distillery areas in the chief Provinces of British India from 1900 to 1912.

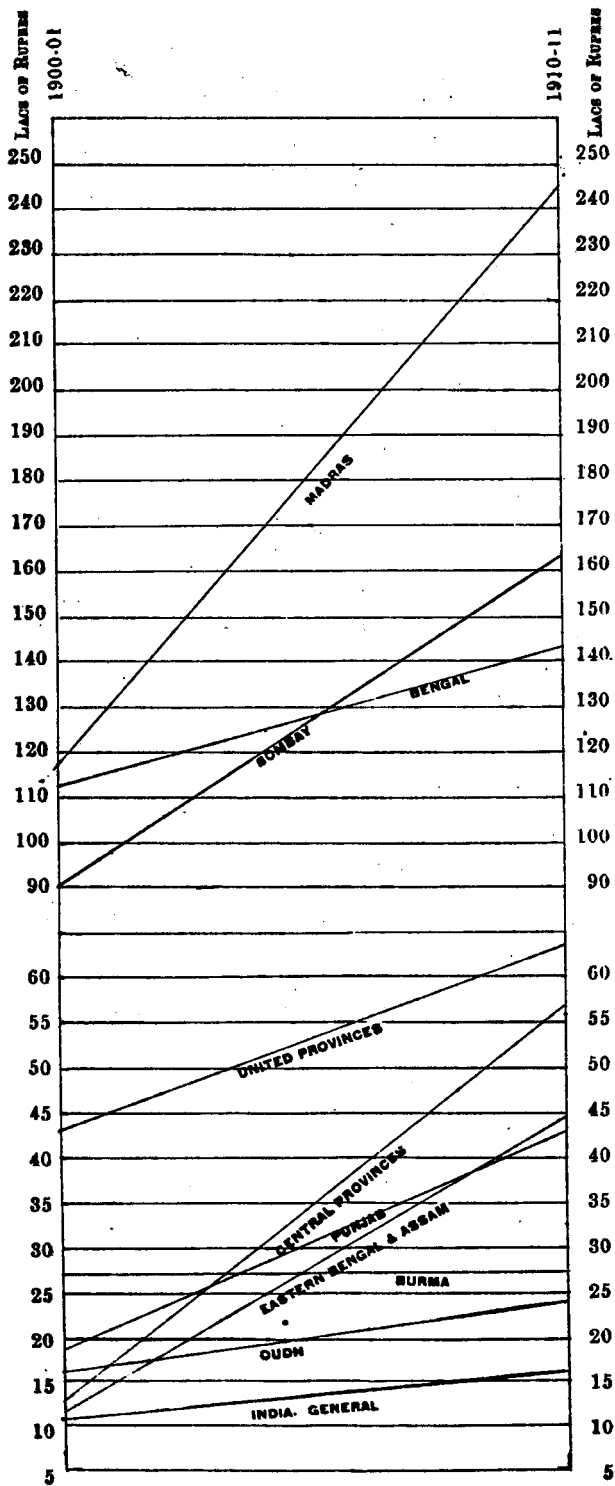


The statistics showing the above increases in Provincial Consumption of Country Liquor in L. P. Gallons are as follows :—

Province.	1900-1901.	1911-1912.
Punjab	2,48,524	5,65,233
Central Provinces	2,66,180	10,67,000
Bengal with Behar and Orissa	6,08,298	18,76,319
Madras	8,86,369	16,28,178
United Provinces	12,14,798	15,88,504
Bombay and Sind	17,17,775	29,38,034

It should be stated, however, that distillery areas were considerably smaller in 1900-01 than in 1911-12, the outstill system having been gradually superseded.

DIAGRAM IV.—Showing increase in net receipts from 1900 to 1911 for Excise Revenue exclusive of Opium in the several Provinces of British India.



N.B.—This diagram is prepared from figures given on page 107 of Statistics of British India for 1910-11 and preceding years. Part iv h.

Enclosure No. 18.

Speech by His Excellency the Viceroy.

I thank you, Dr. Sarvadhikary, and you, My Lord Bishop, very cordially for the very kind and friendly references to myself and my administration contained in your speeches introducing the Deputation, and I can assure you, Gentlemen, that it gives me no little pleasure to receive your Deputation to-day. I need hardly tell you that the object which you have at heart is one which has my cordial sympathy and approval, and I should like at once to assure you that the Government of India, the Local Governments and Administrations, and their officials, are unanimous with you in desiring to promote the cause of Temperance in this country by all means within their powers.

Your memorial, Gentlemen, appears to me to cover very much the same ground as a similar representation recently made to the Secretary of State by a Deputation that waited upon him in July of last year. The Government of India have taken the occasion to review the results of our excise policy since the changes introduced after consideration of the Report of the Excise Committee which was appointed in 1905. Local Governments and Administrations have been consulted upon the main questions raised in the memorial presented to the Secretary of State, and the Government of India will shortly be addressing the Secretary of State on the whole subject. Your Deputation, therefore, has waited on me at a specially opportune moment.

You call attention, in the first place, to the increase in revenue from excise duties and the increase in consumption of liquor and drugs which have taken place since 1905. I have carefully studied the portion of your memorial in which you deal with this aspect of the case, and I am sure you will not attribute to me any desire to minimise the possible dangers of the present situation if I suggest that you appear to attach an excessive importance to increase in revenue as an indication of increase in consumption. There are many factors which make fluctuations in revenue a misleading measure of fluctuations in consumption. I desire to invite your close attention to certain statistical tables which have been specially drawn up in this connection, copies of which are available for the use of the members of the Deputation. An examination of these statistics shows that during the last seven years,—that is, in the period that has elapsed since the revision of our excise arrangements which followed the Report of the Excise Committee of 1905-06,—while the revenue per proof gallon or seer from country spirits, from opium, and from hemp drugs, has increased by 28, 26 and 46 per cent., respectively, the consumption of these articles per hundred of the population has in the case of country spirits increased by only 5 per cent., surely a comparatively insignificant figure. The consumption has remained stationary in the case of opium; and in the case of hemp drugs it has decreased by more than 8 per cent. Again, if we take the case of foreign liquors, while the total receipts from customs duty have increased by over 29 per cent., the total imports have fallen off by about 6 per cent. It is true that during this period the *recorded* consumption of country spirits shows an increase of nearly 41 per cent.; but I desire to draw attention to the fact that this increase is largely misleading, since the recorded consumption increases with every increase in the substitution of our central distillery system for the outstill system, under which no record of consumption can be maintained. During the last seven years, this process of substitution has occurred in very large areas. You are doubtless aware also that the suppression of illicit manufacture due to greater vigilance and more efficient control necessarily leads to an increase in the total recorded consumption. I am inclined to think, therefore, that the general position we have attained in connection with the consumption of intoxicants in India is scarcely so alarming as your memorial would appear to suggest. At the same time, the matter undoubtedly merits the close attention of Government, with a view to measures being taken to prevent any undue expansion of consumption. Our chief means for the attainment of this end has been a steady and judicious raising of the duties on all classes of intoxicants, accompanied by a reduction in the facilities for obtaining them. The duties have been substantially increased during the last seven years; and to this fact must

for the most part be attributed the great rise in the excise revenue which you deplore; in fact, the rise of revenue is the effect of increased duties rather than the result of increased consumption. Large reductions have at the same time been made in the number of shops licensed to sell intoxicants, and, as the statistical tables will show you, the net number of shops abolished during the last seven years reaches the striking total of 11,500. These reductions have naturally caused an increase in the sales of shops, a fact to which you draw attention, though I am unable to discover that the increase is in any case as large as you suggest. But you will remember that an important result of these reductions is necessarily that, besides offering less inducement to intemperance, there is less competition between the shops, less tendency to force down prices in order to undersell rivals, fuller scope for the operation of high duties and vend fees as items in the cost of production—all of which lead to a general rise in the retail price and a corresponding discouragement of consumption. The Local Governments are in fact constantly using their powers to increase the duties on intoxicants and to reduce the facilities for their sale. It may indeed fairly be claimed that the settled policy of the Government of India, of securing maximum taxation with a minimum of consumption, has been steadily kept in view and is being steadily kept in view. At the same time, we cannot afford to forget that in India there is a practical limit to the amount by which the duties can be increased owing to the difficulty of preventing illicit manufacture and smuggling. It would be easy to do lip-service to the cause of Temperance by recklessly raising the duties and thus diminishing the recorded consumption; but it would be impossible in many areas to prevent the almost certain consequence of a more than corresponding increase in illicit consumption, which would be a far more serious evil in its effect on the health and morals of the people.

The main requests affecting our excise administration which are contained in your statement are that the licensing functions of the administration should be separated from the revenue functions; that the powers and functions entrusted to local advisory committees should be reconsidered; and that the fixed fee system or some similar system of licensing should be substituted for the auction system of vend of licenses. I entirely appreciate the spirit in which these suggestions have been put forward, and you need have no apprehension that I should misunderstand your action in stating your views to me with complete frankness. One of my motives in receiving your Deputation was that you should be enabled to do so. At the same time, I cannot accept the assumption underlying the first of your proposals, namely, that the desire to secure larger revenue is a paramount motive in the mind of revenue officers when dealing with questions of excise. Your contention is that such a result must follow as an inevitable consequence of the combination of the dual functions in one officer. I think you overlook the high ideals which have always animated the officers of Government in their care for the true interests of the people entrusted to their charge. The Collector is responsible as Magistrate for the peace and sobriety of his district: this is his primary duty; the revenue interests of Government, important as they are, must come and do come after it. I can find no evidence that officers aim at securing a large excise revenue through an increased consumption of intoxicants, or that they receive any encouragement to do so from their superiors. Such a procedure would be contrary to the whole spirit of British administration in India. I cannot, therefore, regard this objection to the present system as in itself a ground for the adoption of your second proposal that wider executive powers should be entrusted to advisory committees. Do not, however, think that I am not in sympathy with your desire to see an eventual development of local control. You will agree with me, however, that the introduction of such an important change in our administration is one which requires very careful examination and should not be embarked upon by Government unless they are very sure that the time is ripe. I doubt myself whether the moment has yet arrived, at least so far as the greater part of India is concerned, for entrusting wider executive control to local committees. At the same time, I think it very desirable that Local Governments and Administrations should make free use of these committees and that they should be as representative as possible. Substantial progress has been made in achieving this ideal. In this connection I attach great importance to the interesting

experiment which you have been kind enough to attribute to my influence, but which has in fact been initiated by the Government of Bengal, of establishing Licensing Boards in Calcutta and its suburbs and in Howrah and Bally. The results of this experiment will be very carefully watched, and, should it prove successful, I think the way will be cleared for a similar experiment in other large towns also. Meanwhile, it seems to me that it would be unwise to attempt to hasten a movement which has developed and is developing naturally on healthy lines of its own. Such a course might lead to results very different to that which you desire. Cases, for instance, have occurred in which the intervention of the executive authorities has been necessary to prevent an actual increase in the number of liquor shops being effected by an advisory committee. Nor do I think it possible to lay down any general instructions concerning the constitution of these committees: that is a matter which must clearly be left to the discretion of the Local Governments concerned.

I have read with interest your remarks concerning the auction system of vend which for many years past has formed one of the most controversial questions connected with the excise policy of the Government of India. The main objection usually urged against the auction system is that it may result in the license fee being in effect too high, and consequently forming an inducement to the licensee to press sales and to indulge in malpractices in order to increase consumption and recoup himself. The alternative fixed fee system, on the other hand, while involving the acceptance of a lower license fee, tends to create vested interests. One of these two difficulties is inherent in practically any system of licensing, and it is a matter of extreme difficulty to decide—indeed it can only be decided by experiment—which is the best type of system for a country such as India. You will remember that in 1907, Lord Morley, who had a lifelong knowledge of and interest in Temperance questions, in replying in England to a Deputation similar to your own, emphasised this difficulty,—the immense difficulty of deciding upon what is the best system of licensing the sale of liquor. Both the auction and the fixed fee systems have theoretical disadvantages and it is not easy to decide by which the cause of Temperance may best be served. You remark that the system now in force in Bombay does not compel the license-holder to push his trade and sell the maximum amount of liquor or drug possible during the period of his holding the license. In cases, no doubt, where the licensee has paid too much for his license in relation to its true value, he may be tempted to press consumption unduly; but I am afraid that human nature is never averse to gain and it would be rash to assume that because a man has paid a small fee for his license he will not wish to see his customers consume and pay for the largest possible quantity of liquor. As I said just now, this question appears to me one which can only be finally decided by experiment. Hitherto, it cannot be said that experience has been decisive. According to information contained in the Excise Administration Report of the Bengal Presidency for 1912-13, in certain districts a reduction in the license fees on country spirits during the year was followed by an increase in the consumption of such spirits. We know also that the trial of the fixed fee system in certain selected districts of the Punjab in substitution for the auction system a few years ago was accompanied by an increased consumption. An experiment, however, is now in progress on a larger scale from which we may expect more conclusive results. The Government of India on the representation of the Government of Bombay sanctioned in 1911 the introduction of the fixed fee system in that Presidency as an experimental measure. It is reported that the working of the system has so far been attended with a fair measure of success, but it is too early yet to draw a general and decisive conclusion. I cannot at the moment say more than that the Government of India do not regard this question as closed. They are watching the Bombay experiment with close interest and, should its results prove satisfactory, they will consider the advisability of suggesting to other Local Governments that similar experiments might be initiated in suitable areas within their provinces.

With regard to your complaint that drink and drug shops are occasionally located on undesirable sites, I would remind you that instructions have already been issued to the local authorities to adhere as closely as possible to

the rules which have been laid down on the subject, and I see no reason to doubt that this will lead to the gradual abandonment of undesirable sites in the future.

I have already referred to the large reductions which have been made in the number of shops for the sale of intoxicants of all kinds. Statement III of the statements which have been supplied to you shows that there has been a slight increase in the number of foreign liquor shops. A large portion of this increase, however, is due chiefly to improvements in our system, whereby licenses are now insisted on in the case of bars, canteens, etc., for which they were not previously required. In other cases the reductions have been considerable.

You have very rightly drawn attention to the importance of restricting the hours of sale to reasonable hours. There is no doubt that early opening and late closing tend to increased consumption. But much has already been done by the Local Governments to check this tendency by reducing the hours, and such further measures as may be practicable, bearing in mind the reasonable needs of the people, will be taken to secure still further reductions.

In regard to your suggestion that the influence of the Education Department should be utilised to secure Temperance teaching in schools, I understand that in the majority of the larger provinces school readers already contain such lessons. But, as you observe, the necessity of Temperance teaching in schools and colleges does not really exist in India so far as discouraging intemperance amongst the students is concerned. The Government of India addressed Local Governments on this subject in 1907, and declared that it would be sufficient if the subject of intemperance were dealt with in a few sensible lessons in the sanctioned readers. The Local Governments have kept this suggestion steadily in mind.

I am in sympathy with your suggestion to provide counter-attractions to intemperance, and I am ready to bring your suggestions on this head to the notice of Local Governments for such action as may be feasible. It seems to me, however, that some of the detailed recommendations which you have made on this point, for instance, the dissemination of Temperance leaflets, and the like, relate to matters in which action might more appropriately be taken by the organisations which you represent than by Government; and I commend this proposal to your earnest consideration. I also agree with you in attaching importance to the maintenance of as accurate and complete statistics as possible of the consumption of liquors and drugs, so as to secure a true measure of the position from time to time in this country, and it is a question to which the Excise Department give constant attention. Statistics of the consumption of intoxicating articles can, however, be maintained by the Department only in so far as data are readily available. Those we publish are reasonably accurate so far as the consumption of the chief intoxicants is concerned. It is true that no statistics of the consumption of outstill country spirit or of toddy and other country fermented liquors are available; but the outstill system is now universally regarded as obsolete, and is being gradually and consistently ousted by the distillery system. In the case of toddy and other country fermented liquors it is clearly impossible to obtain any reliable statistics of consumption without an undue amount of interference with the consumers and vendors. In any case, these liquors are generally of low strength and much less deleterious than spirit. You are correct in asserting that the distribution of imported liquors between different provinces has not hitherto been accurately known; but statistics of their sale in each province are now furnished in the provincial Excise Reports in accordance with the instructions issued by the Government of India in 1911. To minimise illicit consumption, the extent of which cannot in the nature of things be accurately ascertained, the excise establishments of all provinces have also lately been, or are being, strengthened and revised.

Your anxiety that attempts to make drink harder or more expensive to obtain may drive consumers into more deleterious drug habits, is one which for long has been the concern of my Government. Under present conditions, however, it cannot be said that either opium or hemp drugs or potable liquors

(country or foreign) compete successfully with each other; and you will find that this is borne out in the statistical tables which I have handed to you. As to cocaine, I and my Government have for some time past regarded the serious increase in the use of that dangerous drug with the gravest anxiety, and we, together with the Local Administrations, have devoted much attention to the problem of its prevention. Within the last eighteen months legislation has been passed or initiated in several provinces greatly increasing the penalties for unlawful dealings in it with a view to render punishments more deterrent. Very special efforts have been made by our preventive officers to detect cocaine offences, and in spite of the fact that the drug is capable of being very easily smuggled, these efforts have, I am glad to say, met with a considerable measure of success. But the most efficient method of checking the illicit trade in this drug, which unfortunately is now a feature of several great ports of India, lies in the imposition of control over its manufacture and sale in the countries of production. You are no doubt aware of the part which the Government of India have taken in the recent Opium Conferences at the Hague with the object of designing international control over such manufacture and sale. It is hoped in this way to make it difficult to bring out to India large quantities of the drug, which offers, owing to the very high price at which it sells, an irresistible temptation to smuggling and illicit possession. The Government of India, I may add, have no revenue interest whatever in the traffic in cocaine which, as you are aware, can only be obtained from abroad.

I have put freely before you, Gentlemen, recognising the important and representative nature of this Deputation, what Government are doing, and are prepared to do, to control the consumption of drink and drugs in India. But you must remember that there are natural forces outside Government's control which are making for indulgence in intoxicants in this country. The population, agricultural and industrial alike, is becoming increasingly prosperous. We observe, too, in India the beginnings of a tendency, of which the development is giving much anxiety in western countries, for the people to flow from the rural districts into the towns where drinking habits are far more rife. An even more important influence, perhaps, is the gradual relaxation of social and religious restrictions on drinking. Were Government, therefore, to adopt extreme measures of restriction, or to endeavour to force the pace unduly upon the path which they have marked out for themselves, there would be the gravest danger of creating a stimulus to illicit manufacture and consumption which might lead to a general breakdown of control. My Government and Local Administrations will not relax their steady policy of watchfulness and of restriction based on practical expedients for checking excessive consumption. In our endeavours, Gentlemen, I am glad to hear from you, that we may be assured of your sympathetic co-operation. Government can do much, and our efforts will not be spared; but I cannot better conclude what I have to say to you to-day than by borrowing from your memorial a sentence with which I am in the fullest agreement—"Real reform must come from among the people themselves."

I.

Statement showing the consumption per 100 of the population of excisable articles of different kinds in the different provinces of India for each of the years 1905-06 and 1912-13.

Province.	COUNTRY SPIRIT.		OPIUM.		HEMP DRUGS.		REMARKS.
	1905-06.	1912-13.	1905-06.	1912-13.	1905-06.	1912-13.	
1	2	3	4	5	6	7	8
	Proof gals.	Proof gals.	Seers.	Seers.	Seers.	Seers.	
Madras	8.38	4.43	.10	.10	.13	.13	
Bombay	15.65	15.22	.28	.27	.34	.40	
Sind	5.70	6.03	.28	.28	4.26	3.90	
Bengal	1.63	2.13	.14	.15	.31	.34	
Bihar and Orissa	8.90	4.21	.09	.11	.31	.35	
Burma	6.79	3.46	.85	.45	...	...
United Provinces	2.94	3.74	.14	.14	.79	.57	
Punjab	2.37	2.37	.29	.33	.59	.59	
North-West Frontier Province ... ..	.82	1.07	.15	.25	.49	.45	
Assam	3.43	4.14	.98	.94	.51	.51	
Central Provinces	9.51	8.12	.32	.32	.47	.37	
Berar	19.09	14.27	.64	.65	.33	.34	
Ajmer-Merwara	8.27	10.34	.64	.57	.71	.65	
Coorg	14.40	15.14	.02	.08	.25	.42	
Baluchistan ... ..	...	6.86	.18	.19	1.33	.45	
Total	4.51	4.75	.21	.21	.47	.43	
Increase (+) or decrease (-) in 1912-13 ... ..	...	+ .24	...	...	...	-.04	

II

Statement showing the total imports into India of potable foreign liquors of all kinds.

(In thousands of bulk gallons.)

Year.								Fermented liquors.	Potable spirits.	Liqueurs.	Wines.	Total.	Year.
1								2	3	4	5	6	7
1905-06	...	...	...	...	...	...	...	5,011	1,370	16	342	6,739	1905-06
1906-07	...	...	...	...	...	...	...	4,927	1,191	12	329	6,459	1906-07
1907-08	...	...	...	...	...	...	...	4,889	1,319	13	347	6,568	1907-08
1908-09	...	...	...	...	...	...	...	4,807	1,368	13	339	6,026	1908-09
1909-10	...	...	...	...	...	...	...	4,194	1,317	13	338	5,862	1909-10
1910-11	...	...	...	...	...	...	...	4,254	1,202	13	332	5,801	1910-11
1911-12	...	...	...	...	...	...	...	4,251	1,213	15	336	5,815	1911-12
1912-13	...	...	...	...	...	...	...	4,746	1,248	15	342	6,351	1912-13
Increase (+) or decrease (-) in 1912-13 as compared with 1905-06								-265	-122	-1	...	-388	Increase (+) or decrease (-) in 1912-13 as compared with 1905-06

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III.

Statement showing the number of shops for the retail sale of excisable articles of different kinds in the different provinces of India in each of the years 1905-06 and 1912-13.

Province.	COUNTRY SPIRIT.		FOREIGN LIQUORS.		OPIUM.		HEMP DRUGS.	
	1905-06.	1912-13.	1905-06.	1912-13.	1905-06.	1912-13.	1905-06.	1912-13.
1	2	3	4	5	6	7	8	9
Madras	11,524	8,976	745	737	1,211	851	633	538
Bombay	2,514	2,114	360	563	815	786	559	572
Sind	292	249	134	170	271	246	481	378
Bengal	1,355	1,287	572	564	1,173	908	1,896	1,787
Bihar and Orissa	2,242	2,088	104	182	650	573	1,597	1,643
Burma	78	130	325	361	128	124	...	...
United Provinces	5,971	4,742	337	276	1,223	1,094	3,765	3,463
Punjab	1,237	795	304	264	1,380	902	969	641
North-West Frontier Province	51	37	45	49	95	70	101	75
Assam	206	188	87	102	736	402	296	249
Central Provinces	5,653	3,060	148	125	1,192	751	1,269	911
Berar	927	699	28	15	431	296	192	192
Ajmer-Merwara	137	128	9	11	55	41	17	16
Coorg	42	22	8	9	3	3	5	5
Baluchistan	146	62	32	41	124	60	124	68
Total	32,376	24,588	3,238	3,419	9,487	7,107	11,904	10,388
Increase (+) or decrease (-) in 1912-13	...	-7,788	...	+181	...	-2,380	...	-1,516

Statement showing the incidence of revenue derived per proof gallon or seer from the sale of excisable articles of different kinds in the different provinces of India in each of the years 1905-06 and 1912-13.

Province.	COUNTRY SPIRIT.		OPIUM.		HEMP DRUGS.		REMARKS.
	1905-06.	1912-13.	1905-06.	1912-13.	1905-06.	1912-13.	
1	2	3	4	5	6	7	8
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
Madras	5.98	7.97	19.89	38.48	8.53	13.00	
Bombay	3.80	5.74	16.19	26.37	6.38	9.37	
Sind	5.20	6.59	22.86	31.34	2.09	4.02	
Bengal	7.61	7.43	28.07	34.80	17.50	19.60	
Bihar and Orissa	3.21	3.28	31.76	27.15	15.77	17.66	
Burma	3.96	6.17	53.94	73.20	...	...
United Provinces	4.34	4.80	12.87	18.49	5.58	8.70	
Punjab	5.51	8.57	11.02	18.39	3.49	6.34	
North-West Frontier Province	6.80	8.68	15.19	20.84	5.37	13.40	
Assam	4.24	5.58	35.17	44.16	18.02	20.22	
Central Provinces	4.02	5.62	22.91	32.58	6.74	14.40	
Berar	5.12	7.24	33.73	35.89	10.55	15.34	
Ajmer-Merwara	2.86	5.85	8.88	10.21	4.41	5.25	
Coorg	5.07	7.21	33.33	33.33	6.67	8.11	
Balnchistan ... ..	...	6.65	26.76	33.33	5.23	13.90	
Total	4.73	6.05	27.25	34.32	7.99	11.66	
Increase (+) or decrease (-) in 1912-13 ... ..	...	+1.32	...	+7.07	...	+3.67	

V.

Statement showing the gross amount of Customs duty collected in British India on imported liquors of all kinds in each of the years 1905-06 to 1912-13.

(In lakhs of rupees.)

Year.	Fermented liquors.	Spirits and liquors.	Wines.	Total.
1	2	3	4	5
1905-06	8.12	90.81	8.97	97.40
1906-07	8.09	77.98	3.83	84.90
1907-08	8.85	92.66	4.00	100.51
1908-09	5.27	95.27	3.97	104.51
1909-10	5.46	95.57	4.13	105.15
1910-11	8.00	106.87	5.71	120.58
1911-12	8.00	110.83	5.75	124.58
1912-13	8.88	111.31	5.80	125.97
Increase (+) or decrease (-) in 1912-13 as compared with 1905-06	+5.74	+21.00	+1.83	+28.57

Statement showing the rates of duty per proof gallon imposed on country spirit in the four Presidency towns of Calcutta, Bombay, Madras and Rangoon in 1905-06 and 1912-13.

	Towns.	1905-06.	1912-13.
		Rs. A. P.	Rs. A. P.
(a) Figures are for 1911-12, the latest available	Calcutta	5 0 0	5 10 0
	(a) Bombay	4 0 0	6 0 0
	{ Mhowra spirit		
	{ Toddy	2 12 8	4 12 8
	(a) Madras	5 10 0	7 8 0
	Rangoon	...	7 0 0

Rates of tariff duty per gallon imposed on imported potable liquors in 1905-06 and 1912-13.

	Descriptions of liquors.	1905-06.	1912-13.
		Rs. A. P.	Rs. A. P.
	Fermented liquors	0 1 0	0 8 0 per imperial gallon.
(b) Rate in force up to 26th February 1906	Liqueurs	6 10 0 (b)	13 0 0 per imperial gallon.
		10 0 0 (a)	
(c) Rate in force from 26th February 1906	Other potable spirits and all sparkling and still wines containing more than 42 per cent of proof spirit.	6 0 0 (b)	9 6 0 per proof gallon.
		7 0 0 (c)	
	Wines	2 8 0	3 12 8 per imperial gallon.
	{ Champagne and all other sparkling wines not containing more than 42 per cent of proof spirit.	4	
	{ All other sorts of wines not containing more than 42 per cent of proof spirit.	1 0 0	1 8 0 per imperial gallon.

EAST INDIA (EXCISE).

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CORRESPONDENCE

(9)

REGARDING

INDIAN EXCISE ADMINISTRATION.

Vol. I.

Presented to both Houses of Parliament by Command of His Majesty.

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EAST INDIA (EXCISE).

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CORRESPONDENCE

REGARDING

INDIAN EXCISE ADMINISTRATION.

No. 1.

Letter from the Government of India, Department of Commerce and Industry, to the Most Honourable the Marquess of Crewe, K.G., His Majesty's Secretary of State for India, No. 12 of 1914 (Excise), dated Delhi, the 26th February, 1914.

We have the honour to reply to despatches No. 85, Revenue, dated the 6th September, 1912, and No. 2, Revenue, dated the 3rd January, 1913, in which Your Lordship asked for our views on the questions raised by Sir Herbert Roberts, Bart., M.P., and the other members of the Temperance Deputation which waited upon you on the 18th of July, 1912. Your Lordship referred to despatch No. 294, of the 8th October, 1908, from Lord Minto's Government on the subject of Sir Herbert Roberts' earlier Deputation of August, 1907, and asked that the recommendations contained in the statement recently submitted by Sir Herbert Roberts should be examined in the light of any new facts which might have come to notice since the issue of that despatch. You desired that we should again give the subject our most careful consideration, and that we should acquaint Your Lordship with our conclusions on the specific reforms suggested in the statement. As the Deputation have raised questions closely connected with the principles on which our whole excise policy is based, we considered it desirable in the present instance to consult Local Governments before submitting our views. We now enclose copies of a circular letter which we addressed to them on the subject on the 24th January, 1913, and of their replies, together with copies of statements A to P, containing statistics of the consumption, revenue, etc., in each province for each of the years 1905-06 to 1912-13, which we have had compiled from figures furnished by Local Governments.* We also enclose copies of an address recently presented at Calcutta to His Excellency the Viceroy by representatives of temperance organizations in India and of the reply made to it.* We desire to draw Your Lordship's attention to the singular unanimity underlying the replies to our letter of the 24th January, 1913. Indeed, apart from the one question of the relative merits of the auction and fixed fee systems for the disposal of shop licences, a question on which divergent opinions are expressed and which we admit to be still *sub judice*, it is apparent that Local Governments are agreed both as to the ideals to be kept in view and the methods by which it is hoped to attain them.

2. That our excise policy has developed slowly and after mature consideration of all the problems which confront it, Your Lordship is well aware. Confining our examination of the question to the developments which have taken place since the year 1888, it will be remembered that in the despatches from the then Secretary of State, Lord Cross, No. 28, Revenue, dated the 19th April of that year, and No. 31, Revenue, dated the 14th March, 1889, the following were laid down as the correct principles on which Indian excise policy should be based :—

(i) that any extension of the habit of drinking was to be discouraged;

* The enclosures will be issued as Vol. II.

- (ii) that taxation was to be as high as was possible without encouraging illicit manufacture and vend;
- (iii) that, subject to these considerations, a maximum revenue was to be raised from a minimum consumption of intoxicating liquors.

These principles were re-affirmed in Lord Cross's despatch, No. 52, Revenue, dated the 16th May, 1889; and in paragraphs 103 to 105 of their reply No. 29, dated the 4th February, 1890, Lord Lansdowne's Government accepted them in full, and indicated the lines on which effect would be given to them. The following were the practical measures suggested in the despatch :—

- (i) the abolition of the outstill system where practicable;
- (ii) the gradual introduction of the central distillery system;
- (iii) the imposition of as high a rate of duty as possible on country liquor, but the duty not to exceed the tax on imported liquor;
- (iv) the restriction of the number of shops.

The policy thus outlined was fully accepted by Lord Cross in his despatch, No. 25, Revenue, dated the 27th March, 1890, and has been consistently followed ever since. The general effect of the recommendations of the Excise Committee of 1905-06 was to carry forward this policy on the same lines, but in greater detail. The various Resolutions issued on a consideration of their Report are known to Your Lordship, and do not require recapitulation. They give full and clear expression to the policy which we still approve, and to which Local Governments, under our instructions, continue to give effect.

3. We now turn to the specific recommendations made by the Deputation as summarised in the 21st paragraph of the statement prepared by Sir Herbert Roberts. The first is as follows :—

- “ That the licences for the sale of intoxicants should be steadily reduced in number, and that the hours of sale be further limited by later opening and earlier closing hours being fixed for all licensed premises.”

These questions were dealt with in paragraphs 220 to 235 and 248 of the Excise Committee's Report; and our attitude towards them is expressed in paragraphs 2, 3, and 8 of Resolution No. 5086, Exc., dated the 15th August, 1907. Reference is also invited to paragraphs 19 and 20 of the despatch from Lord Minto's Government No. 294, dated the 8th October, 1908. In the views expressed in that despatch on the desirability of steadily reducing the number of shops we entirely concur. A statement (III) has been prepared from the replies submitted by Local Governments, and is appended to enclosure No. 18 of this despatch, indicating the extent to which reductions have been effected since 1905-06. It will be observed that country spirit shops have been reduced by 7,788; opium shops by 2,380; and shops for the retail sale of hemp drugs by 1,516. Foreign liquor shops have, it is true, increased by 181; but this increase is largely illusory, and is due chiefly to improvements of system whereby licences are now insisted on for bars, canteens, etc., for which they were not previously required. Toddy shops have also been reduced to the extent of 11,150. The net number of shops abolished during the last seven years thus reaches the striking total of 22,653. The replies received from Local Governments indicate that all possible measures are being taken to reduce the number of shops, and we are entitled to claim that these measures have been attended with considerable success.

4. The Local Governments are also paying full attention to the question of the limitation of hours of sale. In paragraph 12 of their letter of the 27th October last, the Bengal Government intimate that they propose to issue orders directing that no shop for the sale of intoxicants shall be open before 8 A.M. in the hot weather and 10 A.M. in the cold weather; they will also provide for the closure of all country spirit shops at sunset in rural areas. In Bihar and Orissa, the Punjab, the Central Provinces and Sind, in particular, steps are being taken still further to limit the hours during which such shops will remain open. On a careful consideration of all the replies received, we do not consider that it would be advisable to press for further limitations at present.

5. The next recommendation runs as follows :—

- “ That the system of excise advisory committees be extended to all municipalities and that these committees should be made more representative and given power to deal with all licences for the sale of intoxicants of every kind.”

The desirability of ascertaining and deferring as much as possible to reasonable public opinion was intimated to Local Governments so long ago as in 1889, and the same principle has constantly been re-affirmed in subsequent communications. In

paragraph 238 of their Report, the Excise Committee drew attention to the dangers to be anticipated from a system of local option, and in paragraphs 240 to 244 they advocated the appointment of advisory committees. Their conclusions were confirmed in paragraphs 4, 5, and 6 of Resolution No. 5086, Exc., dated the 15th August, 1907. We invite attention to our despatch, No. 48, dated the 20th September, 1911, which indicates the number of advisory committees appointed in each province and the action taken by the local authorities on their recommendations. Part of this information was brought up to date in the statement reproduced in the proceedings of the meeting of our Legislative Council held on the 9th September last. The number of shops closed during 1910-11 on the recommendation of advisory committees was 105; during 1911-12, 63; and last year, 120. These figures do not, however, adequately represent the extent to which the system is developing. The Bengal Government in particular have recently made a decided step forward in constituting all Local Boards committees for the rural areas in which they are situated; in delegating to Commissioners of Divisions power to appoint committees for the municipal areas under their charge; and in appointing fresh committees with licensing powers for Calcutta and its suburbs. In Assam, the Municipal Boards act as advisory committees in urban areas, and the Chief Commissioner proposes that the Local Boards should be similarly consulted in future with regard to rural areas. In the Central Provinces, municipal committees advise regarding licences in all large towns, and the system will be still further extended to all urban areas. In the Punjab and the United Provinces, advisory committees are employed, though they have not yet been found very helpful. In Bombay, the system is widely in force. In the United Provinces and in Bihar and Orissa, it has hitherto been in force in the principal towns; but will now be extended to all municipalities, and in the latter province it will also be tried in rural areas. In Burma, the Local Government propose to increase the number of committees from 10 to 60. In Madras, the system is already in force in all municipalities, and the question of its extension to unions is under consideration.

6. We have already expressed our opinion that the danger to be anticipated from the grant of full licensing powers to committees possessing a non-official majority is that a system of local option would thereby be created, the effects of which could not but be antagonistic to genuine progress in the cause of temperance. The case against local option was well put in paragraph 8 of the despatch from Lord Lansdowne's Government No. 157, dated the 25th May, 1889, and again in paragraph 98 of their despatch of the 4th February, 1890; and we believe that conditions have not since altered to such an extent as to require a reconsideration of the arguments then adduced. It is only too likely that, if non-official committees received full licensing powers, one of two tendencies would at once manifest itself. If the temperance element prevailed, shops would be abolished at the first opportunity, and an immense field would thus be thrown open to illicit manufacture. On the other hand, in more backward areas, the apathy of the members would afford openings to those interested in the trade, and licences would be indiscriminately granted. These apprehensions are by no means illusory, but are based on actual experience. The former tendency is well illustrated by the remark made by the Honourable Dr. D. P. Sarvadhikary, as reported in the proceedings accompanying Your Lordship's despatch under reply, that "if we had our way, most of the drink shops would disappear to-morrow." Its dangers are noticed by the Government of Madras in paragraph 11 of their letter of the 12th November, 1913. Instances of the latter tendency are cited in paragraph 6 of the letter of the 30th September last from the Government of the United Provinces and in paragraph 7 of the Central Provinces letter of the 12th idem. In the United Provinces, an increase in the number of drinking shops was sanctioned by a municipal committee with the avowed object of stimulating competition and so reducing the retail price of liquor. In the Central Provinces, the Collector of Jubbulpore "had to intervene to prevent the opening of a new foreign liquor shop, the petition for which had been backed by a large number of respectable people." The possibility of alterations between both tendencies is mentioned in paragraph 9 (1) of the letter from the Government of the Punjab. On a considered view of all the circumstances we are of opinion that it would be not merely unwise but dangerous for Local Governments to surrender licensing functions to committees possessing non-official majorities. By retaining this power in the hands of experienced officers or of committees with official majorities they ensure its exercise by the one authority capable of forming an unbiased opinion on the desirability of granting or withholding licences. There is

no doubt, however, that the advice of the committees is generally salutary. The system, as already observed, is gaining ground steadily; the views of the committees command great and increasing attention; and we consider that it would be most imprudent to attempt to hasten unduly a movement which has developed and is developing naturally on healthy lines of its own.

7. The third recommendation is :—

“ That the auction system of licensing shall be superseded by a system of fixed licence fees as recommended by the Government Excise Committee of Enquiry.”

The question here raised is admittedly controversial. In paragraphs 190 *et seq.* of their Report the Excise Committee of 1905-06 recommended the adoption of the fixed fee system when the duty had been raised “ to the highest pitch possible for the time being,” and when illicit manufacture had been reduced to a minimum. Lord Minto's Government, however, decided, for the reasons set forth in their Resolution No. 2997, Exc., dated the 16th May, 1907, in favour of the auction system, with safeguards to minimise the risk of licences falling to undesirable persons on purely speculative bids. On the relative merits of both systems the opinions of the Local Governments, as expressed in the correspondence appended to this despatch, are of considerable interest. It will be observed that the Government of Bombay have adopted the fixed fee system, and, although they are not prepared to express a final opinion at present, they report that their local officers are almost unanimous in its favour. In Ajmer-Merwara, shops are only put up to auction if the incumbent is unwilling to retain his licence at a fee calculated to bring him a fair profit during the ensuing year. The Chief Commissioners of the Central Provinces and Assam admit that it is the ultimate ideal, but prefer the auction system under present conditions. The Government of the United Provinces prefers the latter system, but is prepared to experiment with fixed fees if the Government of India desire. The Chief Commissioner of Baluchistan is willing to undertake, but does not recommend, a similar experiment. The Punjab Government has tried the fixed fee system and has deliberately rejected it as it was found “ to lead to a great increase in recorded consumption.” The remaining Local Governments and Administrations prefer the auction system.

We do not consider that it is possible to add materially to the opinions already expressed on this difficult question. On the one hand, the auction system prevents the growth of vested interests which have admittedly given rise to considerable difficulties in the United Kingdom. It also provides an automatic indication of the extent to which duty may with safety be enhanced, retail prices increased, and a rise of consumption checked. On the other hand, there is the danger that under this system licences may pass into undesirable hands and practices may thus be encouraged which the local excise staff will find difficulty in suppressing. Possibly, when conditions become more settled, when the material prosperity of the lower classes becomes less exposed to the fluctuations contingent on good and bad harvests, and above all, when provincial excise establishments have attained a greater degree of efficiency, an alteration of system may be found desirable. For the present, therefore, while we desire to retain the existing systems as they have developed to meet local needs, we do not regard the question as closed. The Bombay experiment is being watched with close interest, and we are considering the advisability of suggesting to other Local Governments the desirability of initiating similar experiments in suitable areas.

8. The fourth recommendation of the Deputation is :—

“ That the licensing function be removed from the control of the Revenue Department and (with proper safeguards) placed in the hands of the local committees or some other independent authority.”

This proposal, together with the suggestions contained in paragraph 15 of Sir Herbert Roberts' statement for the improvement of the advisory committee system, has already been partially dealt with in the fifth and sixth paragraphs of this despatch. We do not propose to repeat the arguments already adduced in favour of the retention of licensing powers in the hands of the local officers, or of advisory committees constituted with an official majority. We are glad to observe that Your Lordship, while expressing the opinion that you would like to see the double function gradually disappear, drew the attention of the Deputation to the unfairness of charging Government officers with greater consideration for the public revenues than for the social well-being of the people. The imputation has been

frequently made by critics of Indian excise policy. It was fully met by Lord Minto's Government in paragraph 14 of their despatch of the 8th October, 1908, and again in the reply given by His Excellency the Viceroy to the Indian Temperance Deputation at Calcutta. We desire to repeat the assertion made in that reply, that we can find no evidence that officers aim at securing a large excise revenue through an increased consumption of intoxicants, or that they receive any encouragement to do so from their superiors. Such a procedure would be contrary to the whole spirit of British administration in India, and we fully endorse the Punjab Government's condemnation of these charges "as cruel and unjust to the class of officers who form the backbone of our rule in India."

9. We have now dealt with the major recommendations contained in Sir Herbert Roberts' statement. Other suggestions have also been offered, and we notice these in the order in which they were made. In paragraph 10a of the statement it is suggested that, if possible, more complete and uniform statistics should be furnished in the official returns, particularly those representing the consumption of outstill and imported liquors. We regret that we are unable to furnish figures representing consumption in outstill areas as they could only be obtained by inquiries which would cause undue harassment to vendors and consumers. It is further very unlikely that, if obtained, they would be reliable; and their value would be still further depreciated by the fact that the outstills are being gradually ousted by the contract distillery system under which full statistics are given. We have, however, in one respect been able to meet the wishes of the Deputation by the issue of instructions under which statistics of the local consumption of imported liquors are now given in the annual provincial Reports. In paragraph 11 of the statement the request contained in paragraph 10a is extended to statistics of convictions for drunkenness. The subject was dealt with in paragraph 267 of the Excise Committee's Report and in paragraph 15 of the Resolution, dated the 15th August, 1907. Uniformity has already been introduced in the preparation of these statistics, and we do not consider that further action is at present desirable to supplement that already reported to Your Lordship in our despatch, No. 35, dated the 27th June, 1912.

In dealing with the question of statistics we invite attention to the suggestions contained in your Revenue Secretary's letter, No. R. & S. 3688, dated the 28th November last. We propose to examine carefully the methods by which the statistics attached to the provincial Excise Reports are collated and, if necessary, we will issue instructions designed to ensure greater uniformity in their preparation in future. Divergencies of system are chiefly due to the inclusion or exclusion of figures for Native States, of collections made in advance of the year to which they relate, and of duty on liquor and drugs transferred to other provinces for consumption. These and similar inconsistencies have been rectified in the statements forwarded with this despatch. It is for this reason that the figures now furnished differ in many cases both from those contained in the annual Excise Reports and from those supplied with the despatch from Lord Minto's Government, No. 294, dated the 8th October, 1908.

10. It is further suggested in paragraph 20 of the statement that definite instructions should be issued as to our attitude in relation to excise policy. The first definite pronouncement of this kind was made in circular No. 4393, of the Department of Finance and Commerce, dated the 11th August, 1888, and its enclosures. Similar instructions have frequently issued since; we need only mention those contained in circulars No. 3392, dated the 3rd July, 1889; No. 2053, dated the 26th April, 1890; No. 2455-S. R., dated the 21st April, 1904, with which a copy of a memorandum by Sir F. S. P. (then Mr.) Lely was brought to the notice of local authorities, the opportunity being taken to re-affirm the general principles on which our Indian excise policy is based; and Resolution No. 5001, Exc., dated the 7th September, 1905, appointing the Excise Committee of that year. We have no objection, however, to the proposal that Local Governments should again be addressed on the subject, and we propose to do so after the issue of this despatch.

Finally, it is suggested in the last paragraph of the statement that "the facts submitted in regard to the growth of the drink habit in India justify a consideration of the situation through an independent inquiry." We would urge upon Your Lordship that there are no adequate grounds for accepting this suggestion, and we consider that such an inquiry would not serve any useful purpose. The Report submitted by the Excise Committee of 1905-6 was most detailed and helpful; its recommendations cannot reasonably be considered to be out of date,

but continue to occupy fully the attention of Local Governments and of the Government of India; and any special inquiries which are considered necessary to supplement information contained in the Report are made by Local Governments and Administrations on their own responsibility. Instances may be found in the Bombay Foreign Liquor Committee of 1908-09; in the inquiry made by Messrs. Comber and Stephen in 1910 into opium smuggling from India to Burma; and in the recent Assam Committee on Opium. In these circumstances, we consider that all reasonable steps are being taken at present to ensure the assimilation of excise experience of the past and steady progress on sound and well-considered lines in the future.

11. That our excise administration is capable of still further improvement we are ready to admit, and it is a subject which receives our constant and watchful attention. We trust, however, that we have said sufficient to convince Your Lordship that its foundations have been carefully and wisely laid, and that any attempt to attain by short cuts the objects which we set as permanently and consistently before us as do those most interested in temperance reform, could only end in a breakdown of the system. We are convinced, in short, that we differ from our critics not so much on general principles as in the methods by which we attempt to realise them. At the same time, in perusing the speeches made by members of the Deputation, we are driven to the conclusion that they have not adequately realised the difficulties with which a sound excise policy is beset in this country, and we are glad to observe that Your Lordship drew their attention to this fact. We notice, in the first place, that many of the speakers have not merely confused increased revenue with increased consumption but have also frequently overlooked or misrepresented the effect of the former in raising retail prices and thus checking consumption. The error was to our minds adequately exposed by Lord Minto's Government in their despatch No. 294, dated the 8th October, 1908; and in view of the clear explanation given in that despatch we venture very strongly to deprecate the tendency displayed in the memorial under consideration still to rely on the same arguments. The natural tendencies operating towards increased consumption were fully and clearly given in 1908, and, beyond observing that there was evidence of a disposition on the part of the speakers to minimise the individual importance of each of these tendencies and to overlook their collective effect, we do not consider it necessary to refer to them. We desire to draw attention in detail, however, to the statements (I—VI) appended to enclosure No. 18 to this despatch, which prove how dangerous it is to take it for granted that increased revenue indicates an increase in actual consumption. While the revenue from country spirits, opium, and hemp drugs has increased by 28, 26 and 46 per cent., respectively, since 1905-06, the consumption per hundred of the population has in the case of country spirits increased by only 5 per cent.; that of opium has remained stationary; and that of hemp drugs has decreased by over 8 per cent. The Deputation realise, it is true, that the effect of the conversion of outstills into distillery shops is to exaggerate the figures representing the recorded consumption; this point was clearly brought out in paragraph 4 of the despatch of the 8th October, 1908. They have, however, considerably under-estimated the effects of the conversion, and in order to make the point clear we have indicated in statements A, B and C, which are included in enclosure No. 16, the annual progress made in substituting distilleries for outstills. We invite a reference also to statement I in enclosure No. 18, giving the annual statistics of the consumption of country spirit calculated on the actual population of the areas into which the system has been introduced, the population figures naturally expanding with each annual extension of the system. Calculated on this basis,—the only one which ensures accuracy and fairness,—the increase of consumption during the last seven years amounts to only a quarter of a gallon per hundred of the population. We trust Your Lordship will agree that this increase is almost negligible, and proves that the measures already taken by raising the still-head duty, by reducing the number of shops, by the careful selection of shop sites and the regulation of hours of sale, and finally, but not least, by the general strengthening of excise establishments, have curtailed the increase of consumption which would otherwise, in view of the increasing prosperity of the lower classes, have attained considerable proportions. We desire, in this connection, specially to invite Your Lordship's attention to the remarkable increase in wages and general prosperity which the labouring classes in India have experienced during the last decade. In the absence of such progress, it would not have been possible for the still-head duty to be raised as it has been. Similarly, if the duty had

not been raised, the increase in consumption would, we are convinced, have been very marked. It has, in fact, been trifling.

12. In this connection we also desire to draw attention to the theory advanced in more than one of the reported speeches that the consumption of liquor, moderate or immoderate, is contrary to the sentiment of the great majority of the population of India, and that in many classes of Indian society it has never been practised. Similar statements have been repeatedly made by critics of Indian excise policy, and our predecessors have frequently had occasion to refute them. We need only refer to despatch No. 166, dated the 25th June, 1887, to paragraph 101 of despatch No. 29, dated the 4th February, 1890, and to paragraph 6 of that of the 8th October, 1908, to show that indulgence in liquor and drugs was widespread before British rule. It was definitely stated in paragraph 4 of despatch No. 166, dated the 25th June, 1887, that "the classes whose habits of life are framed with a strict regard to religious or social restrictions form in India no larger a proportion of the population than in other countries." This conclusion is no less true now than it was then. In support of it we would refer to the general tenor of the replies now received from Local Governments, and particularly to paragraph 3 of the letters from Madras and Bihar and Orissa, and to paragraph 6 of the letter from the Punjab Government. The attention of the Deputation was drawn to this misconception in Your Lordship's reply, and we consider it unnecessary to expand the argument further.

13. A third misconception under which the Deputation appear to labour reveals itself in the tendency on the part of more than one speaker to minimise the dangers from illicit manufacture and vend. Not only the replies now received from Local Governments but also the opinions recorded in their annual Excise Reports show that this danger is very serious, if not the most serious which confronts us. The question is perhaps one on which we differ most vitally from the Deputation, and for this reason we venture to deal with it in some detail, although it was noticed in Your Lordship's reply to the address. It seems to us that, from all points of view, our primary duty, and one of greater importance even than the reduction of licit consumption, is the complete suppression of illicit manufacture and vend. Until this preliminary object has been effected no stability can be looked for in our excise policy, the results of which would be seriously undermined if they involved any palliation of illicit methods or any undue encouragement to illicit distillation. We desire to dissociate ourselves entirely from the theory that if the licit supply were completely stopped, consumption would diminish. It is difficult under present conditions to guard against illicit manufacture. If licit supplies were stopped the task, hard as it is, would become impossible, and the result would be completely to defeat the ideals to which both the Deputation and we ourselves aspire. Possibly, the immediate result of such a course might be a reduction in the total number of consumers, but intemperance would certainly increase, as a result of lower retail prices, and we have no doubt that ultimately consumption would rise considerably beyond the level which it has now attained. Nor could any moral principles justify the demoralising effect on large sections of the population of the evasion of laws which it would be impossible to enforce. In these circumstances, we do not consider that we should be justified in prohibiting moderate consumption even with a view to check occasional abuse. We are only justified in expecting, by the measures already indicated, to secure the enhancement of retail prices and thereby to impose an artificial check on the increase of consumption which would otherwise occur as a result of natural tendencies. In short, we still follow the principles laid down in the second paragraph of the Resolution issued by Lord Curzon's Government on the 7th September, 1905, as summarised in paragraph 7 of the despatch from Lord Minto's Government No. 294, dated the 8th October, 1908. Our policy is not aimed against those who use alcohol in moderation. We merely attempt by raising retail prices to minimise temptation to those who do not drink and to discourage excess among those who do. We are chiefly concerned with the reduction of actual consumption, and this can only be effected when illicit supplies are suppressed by all such measures as are reasonable and practical.

14. Basing our policy, then, on these principles, and bearing in mind the limitations to which it is subject, we may fairly claim that a considerable measure of success has already been attained. The persistent pressing by the Government of India of the policy of substituting distilleries for outstills has had a very great effect, and is being steadily pushed forward. Distilleries are ousting the more primitive outstills, duty is being steadily pushed up, the numbers of shops are being widely reduced, and excise establishments are being generally strengthened. We

would add that statutory penalties against smuggling and other illegal methods are being gradually enhanced, particularly in the direction of securing firmer control over the cocaine traffic. The statements attached to this report enable a close estimate to be formed of the success which has attended our efforts. In the period that has elapsed since the revision of our excise administration which followed the Report of the Excise Committee of 1905-06, we have transferred no less than 213,000 square miles of territory from the outstill to the distillery system; while in 1905-06 39 per cent. of the total excise area of India, and 28 per cent. of the population of that area, were served by outstills, the proportions at the present time are only 15 and 8 per cent., respectively. In the third paragraph of this despatch we have already indicated the extent to which we have been able to effect reductions in the numbers of shops for the retail sale of liquors and drugs. The number of country spirit shops per 100,000 of the population has fallen from 15 to 11, and the area served by each has risen from 27½ to nearly 37 square miles. The abolition of shops of other kinds has been carried out no less effectively, and the total net reduction amounts to 22,653. It is true that our excise revenue has increased enormously and is still increasing. We have, however, already shown that this increase is a necessary result of the system, and in no way constitutes the object in view. That there has been in fact no proportionate increase in consumption is evident on a reference to the statements enclosed. We have shown in paragraph 11 of this despatch, that, while the revenue from country spirit, opium, and hemp drugs has increased considerably since 1905-06, the consumption of country spirit has only increased by 5 per cent. during the same period; that of opium is practically stationary; and that of hemp drugs has diminished by over 8 per cent. It is true that the recorded consumption of country spirit in distillery areas has risen from 7 to 10 million gallons, but almost the whole of the increase can be accounted for partly by the substitution throughout extensive areas of the distillery for the outstill system under which no record of consumption can be maintained, and partly by the imposition of closer control over illicit manufacture. Other statistics point to the same conclusions. Although the customs duty on imported liquors increased, as statement V shows, from nearly a crore to over a crore and a quarter, the increase was entirely due to the enhancements of duty summarised in statement VI; the actual imports declined during the period from 6,739,000 to 6,351,000 gallons (statement II). Finally, although, for the reasons already given, it is impossible to give statistics of the consumption of other country liquors, the rates of taxation of toddy have been raised by more than 50 per cent. and it is more than probable that enhancements of the retail prices have checked, if not actually diminished, consumption.

15. We claim, in conclusion, that our policy is realising its avowed object of checking the increase of consumption. Progress must be slow, for, as we have already shown, we consider the suppression of illicit methods to be a *sine quâ non* to success. There is one direction in which we feel that much still remains to be accomplished. Our Local Governments frequently draw attention to the desirability, and indeed the necessity, of resolute and sympathetic work by temperance leagues among the people themselves. A certain number of leagues of this kind have, it is true, been formed. The special need of the country is not merely the formation of more leagues, but also more sustained effort after formation. There is evidence that the promoters are too frequently content with memorialising Government, on whom they are inclined to throw the whole burden of the struggle against intemperance. While fully cognisant of our own responsibilities and resolved that they shall be adequately discharged, we are assured that, until the advantages of temperance principles are resolutely and systematically brought home to the masses by the independent efforts of non-official leagues, the natural tendencies in favour of increased consumption will continue to operate in some degree, however much we may try to counter them by increased taxation.

We have, &c.,

(Signed) HARDINGE OF PENSHURST.
O'MOORE CREAGH.
R. W. CARLYLE.
HARCOURT BUTLER.
SAYID ALI IMAM.
W. H. CLARK.
R. H. CRADDOCK.
W. S. MEYER.

No. 2.

Circular letter from the Honourable Mr. R. E. Enthoven, C.I.E., I.C.S., Secretary to the Government of India (Department of Commerce and Industry) to Local Governments, Administrations, &c., No. 1766-1783-81 (Excise), dated Simla, the 18th March, 1914.*

In reference to your letter, I am directed to forward copy of a despatch addressed to the Secretary of State for India on the subject of the suggestions offered by the Temperance Deputation which was received at the India Office in July, 1912 (and of the despatch to which it is a reply). Attention is also invited to the enclosed copies of a statement submitted by representatives of the Indian Temperance organizations to His Excellency the Viceroy at Calcutta on the 26th of December last, and of the reply thereto.

2. It will be observed that the Government of India have taken the opportunity, in addressing the Secretary of State, of re-affirming the general principles on which their excise policy is based. They now desire that these principles should again be brought to the notice of all Local Governments and Administrations, for information and for communication to local officers, in order to ensure that, so far as is possible, provincial excise administration may be conducted on uniform lines. It is recognised that complete homogeneity is not possible. At the same time uniformity of principle and co-ordination of effort are essential; and it is hoped, by drawing attention to questions of general application and importance, to ensure that, in the provincial administration of excise, the fundamental principles at stake shall not be overlooked.

3. Reference is made in the second paragraph of the despatch to correspondence indicating the lines on which the excise policy of the Government of India has developed. In the tenth paragraph will be found references to general instructions which have been issued from time to time to Local Governments on the subject. I am to request that the attention of local officers may be drawn to these instructions, which may now be brought up to date in the light of the recommendations made by the Excise Committee of 1905-06 and of the experience since gained. The attitude of the Government of India in excise matters is clearly stated in the second paragraph of the Resolution in the Finance Department No. 5001-Exc., dated the 7th September, 1905, and the passage is quoted here for convenience of reference:—

“The Government of India have no desire to interfere with the habits of those who use alcohol in moderation, this is regarded by them as outside the duty of the Government and it is necessary in their opinion to make due provision for the needs of such persons. Their settled policy, however, is to minimise temptation to those who do not drink and to discourage excess among those who do; and to the furtherance of this policy all considerations of revenue must be absolutely subordinated.”

The general measures by which effect should be given to this policy may be briefly indicated as follows:—

- (1) Every effort should be made to suppress illicit methods of all kinds;
- (2) in order to effect this, the excise staff should be utilised in directions calculated to maintain the closest possible control and supervision over the liquor and drugs traffic and their work should be facilitated by the adoption, where feasible, of the contract distillery in lieu of the outstill system;
- (3) so far as is possible without unduly encouraging illicit methods, consumption should be discouraged—
 - (a) by the levy of as high a rate of duty as is possible, taking into account the special conditions obtaining in the locality and neighbourhood;
 - (b) by reducing, as far as possible and with due regard to legitimate requirements, the number of retail shops for the sale of liquor and drugs;

* Madras, Bombay, Bengal, Burma, Bihar, and Orissa, United Provinces of Agra and Oudh, Punjab, North-West Frontier Province, Central Provinces, Assam, Ajmer-Merwara, Delhi, Coorg, Baluchistan, Central India, Rajputana, Resident in Mysore, and Resident at Hyderabad.

‡ (To Central India, Mysore, Rajputana and Hyderabad only.)

- (c) by regulating and closely supervising the hours of sale, the selection of sites, and the general practices adopted in manufacture and vend.
- (4) Advisory Committees should be appointed where possible, and effect should be given to their recommendations in so far as they are consistent with the general principles now laid down.

I am to ask that these principles may be brought to the notice of local officers with the request that they may be borne in mind in the excise administration of their districts.

*[4. In connection with the appointment and powers of Advisory Committees I am to invite special attention to the terms in which His Excellency the Viceroy referred; in his reply to the Indian Temperance Deputation, to the Licensing Boards recently constituted for Calcutta and neighbouring municipalities under the Notification of the Bengal Government No. 1812-S.R., dated the 11th November, 1913. I am to request that a full report on the results of the experiment may be submitted to the Government of India when a Local Government consider that they are in a position to express a considered opinion on the subject.]

†4. Paragraph 7 of the despatch deals with the difficult question of the best system for the disposal of vend licences, a question on which there is considerable divergence of opinion. The subject is also mentioned in the reply given by His Excellency the Viceroy to the representatives of the Indian Temperance organizations. ‡[I am to enclose extracts of the correspondence noted indicating the measures adopted by the Bombay Government in substituting the fixed-fee for the auction system in the Presidency. The Government of India are watching this experiment with interest; but, until its results are known, they do not intend to make a final pronouncement on the subject. They merely desire to suggest, leaving the decision for the present in (in the hands of the Local Government), (your hands), that should the conditions in any particular area within the province of (limits of your jurisdiction) indicate that the results of the auction system are not satisfactory and that a change of system is desirable, an experiment might be made in such area with the fixed-fee system on the lines which have hitherto been successful in the Bombay Presidency or on such other lines as the Government of (you) may prefer. The Government of India would be glad to be kept informed of the introduction and progress of any experiment made on these lines.]

§[I am to state that the Government of India are watching with interest the results of the experiment now being conducted in the Bombay Presidency in the adoption of the fixed-fee system. I am to request that, with the permission of His Excellency the Governor in Council, the progress of the experiment may continue to be noticed in the annual Excise Reports of the Presidency; and that a full report on the subject, indicating the chief developments of the system, any defects which may have been observed in its operation and remedies suggested for their correction, may be submitted for the information of the Government of India when the Local Government consider that the system has developed sufficiently to justify generalisations on the experience obtained.]

||5. I am now to draw attention to the recommendation contained in paragraph 10a of the statement submitted by Sir Herbert Roberts to the Secretary of State which forms an enclosure to the despatch to the Government of India No. 85-Revenue, dated the 6th September, 1912, "that, if possible, more complete and uniform statistics should be furnished in the official returns to show the total consumption of intoxicants in India." It will be observed that the statistics which you furnished in response to the letter in this Department No. 477, 490-218, dated the 24th January, 1913, have undergone some modification prior to their inclusion in Statements A to P appended to the despatch to the Secretary of State No. 12-Excise, dated the 26th February, 1914. The reasons for which these modifications were made are indicated briefly in the ninth paragraph of the despatch. The Government of India are now examining the forms of the statistics appended to the annual provincial Excise Reports with a view to secure greater uniformity, if possible, in their compilation, and a further communication will shortly be addressed to you on the subject.

* To Bengal only. † 5 in Bengal letter.

‡ To Bombay only.

‡ Not to Bombay.

| 6 in Bengal letter.

*6. Finally, I am to refer to paragraph 17 of the statement submitted to His Excellency the Viceroy by the representatives of Indian Temperance organizations, recommending the application of provincial revenues to the provision of counter-attractions to intemperance. In his reply, His Excellency stated that he would bring this suggestion to the notice of Local Governments, and I am now to request that attention may be drawn to it, and that such action may be taken in regard to it as may be considered to be feasible.

No. 3.

Despatch from the Secretary of State for India to His Excellency the Right Honourable the Governor-General of India in Council, No. 77 (Revenue), dated 29th May, 1914.

I have given my close attention in Council to Your Excellency's despatch No. 12, of 1914, dated the 26th February, 1914, relating to the Excise policy of your Government. I have to express my satisfaction at the careful consideration which has been given to the subject both in Your Excellency's general summary and in the detailed Reports annexed to your despatch, which have been obtained from the Local Governments, upon the situation in the respective provinces of India. These surveys throw light on the marked progress that has followed from the Report of the Excise Committee of 1905-06, showing that the original impulse of improvement due to the work of that Committee is not yet exhausted. They constitute a valuable record, both of the policy and of the methods that have been applied to the problem, and should serve to remove misapprehensions that appear to have been entertained in this country, as in India, with regard to the work of Government in the sphere of excise administration.

2. I concur in what I conceive to be the main position taken up in Your Excellency's despatch. For the last 25 years the aim of the Government of India, in an often-quoted declaration, has been, first, to discourage any extension of the habit of drinking, and secondly, within the limits prescribed by the necessity of suppressing unauthorised manufacture and sale, to raise a maximum revenue from a minimum consumption of intoxicating liquors. The expansion of revenue from intoxicants in recent years has been represented by temperance deputations both here and in India as concurrent with, or as evidence of, a heavy increase of consumption; and the suggestion has been put forward that the Government or its officials were fostering the increase of drinking habits to secure the expansion of revenue. The statistical table giving the consumption of country spirit in Distillery areas (Statement I. in Enclosure No. 18) emphatically disposes of this contention so far as country spirit is concerned. It appears to establish that for India as a whole the increase of the consumption of country spirit per 100 of population is but slight,—not more than five per cent. during the period of seven years. It is true that this figure generalised for the whole of India doubtless loses sight of local variations and increases in particular areas; still, the broad fact that emerges is that during the period under review, a general increase of consumption, which in the present social and industrial conditions of India might have been apprehended, has in effect been held in check. Your despatch makes clear that the means by which this result has been attained are, first, the more stringent administrative control of the trade, whether through the extension of the distillery system or otherwise, secondly, a very appreciable reduction of drinking facilities, and thirdly, the application of the economic check upon consumption effected by the increased taxation of intoxicants and the enhancement of prices that ensues.

3. I observe with sympathy the strong protests made alike in your despatch and in the reports from Local Governments against the suggestion that district officers and other officials should be thought willing to subordinate the good order and welfare of the people to considerations of revenue. As I have before now stated, I am convinced that that aspersion is entirely without foundation.

4. The general conclusion that the action of Government has checked any widespread expansion of consumption over India as a whole is, unfortunately, qualified by the fact that in certain areas alluded to in the Local Governments' Reports, an increase alike of consumption and of intemperance must be admitted and faced. Higher wages, and a rising standard of prosperity, the growth of industrial and urban conditions, the relaxation of social and religious restrictions, and an imitation of Western manners in an unfortunate direction, tend to, and account for, these local increases of consumption apart from any action of Government. When it is remembered that a large mass of the people, in some cases from immemorial custom, is not averse to the use of intoxicants (I observe, for instance, that in Madras three-fourths, and in Bihar two-thirds, of the population are classed in the reports as drinkers of alcoholic liquors), it is impossible not to view with some concern the influences and tendencies referred to above. The present attitude of vigilance and restriction on the part of Government is thus seen to be essential. In an address to the Calcutta Temperance Federation (Enclosure No. 18) Your Excellency declared that "the Government of India, the Local Governments and Administrations and their officials are unanimous in desiring to promote the cause of temperance in this country by all means within their powers." Those powers are clearly limited by the habits of the drinking portions of the population, and by the grave possibilities that might be involved in driving consumption to a more deleterious class of drug or to illicit and cheaper sources of supply. But with due recognition of those limits, I concur with your declaration. Doubtless the Local Governments will continue to give attention to the areas of heavy or increasing consumption, and the Government of India can count on my support for any well devised expedients to safeguard the prevalent sobriety of India and to counteract any tendencies that threaten to undermine it.

5. I pass to the consideration of the detailed points on which the opinions of the Local Governments have been obtained. Your despatch records the considerable progress already realised in several directions.

In these points of excise administration too rigid a uniformity of system is clearly unsuitable, and my inclination would be to respect the discretion of Local Governments and their right to make well-considered experiments for the control of the trade. I note that since 1905-6 no less than 22,653 shops, licensed for the sale of liquor or drugs, have been closed and that while in some areas reduction has been carried as far as at present seems advisable, in others a further diminution may still be looked for. I agree with Your Excellency's Government not at present to press the Local Governments to make further limitation of the hours of sale than they now express their willingness to effect. I approve the changes for which some of the provinces are prepared. Such experiments as the later opening hour of 10 a.m. in Bihar and Orissa, or even of noon in the exceptional circumstances of the North-West Frontier Province, and as the closing hour of sunset suggested for rural areas in Bengal or even of 4 p.m. which the Government of Assam is ready to consider, will doubtless be carefully watched; and if successful, such examples may be followed in those other parts of India which are not at present prepared for any change.

6. Similarly I am ready to accept your view as to the extension and powers of the Advisory Committees, subject to certain observations, which I should desire to make. In the first place, the widely-spread establishment of these Committees in municipalities and rural areas implies the practical acceptance of the principle that licensing is a function which, without sacrificing the avowed aims and the responsibilities of Government, should be exercised in concert with local advice and as far as possible in deference to local opinion. That principle may be worked out with considerable flexibility of detail according to the circumstances of each locality. It appears suitable to utilise, for rural areas, Local Boards, as is proposed in Bengal and Assam, or District Boards, as in the Punjab, in place of creating new administrative machinery. Where the Local Government, however, does not consider it expedient to set up Advisory Committees in rural areas, there might be less formal means of consulting local opinion. For instance, I observe that in Madras the existing rule is that:—

"Local opinion and where necessary the opinions of persons who may be specially interested, such as railway authorities, forest officers, and large employers of labour, should be obtained, and representations from District or Taluk boards or from village panchayats should receive attention."

In Burma it is stated that "the opinions of rural tracts, and more especially of the inhabitants of the village, in which it is proposed to establish a new shop, should continue to be consulted as at present, and no new shop should be opened in the face of any strong opposition from them, unless it is conclusively shown that such opposition springs from interested motives."

These rules of practice seem to me to be appropriate.

Secondly, I hope that it may be found possible not to limit the functions of the Advisory Committees merely to questions of the number or location of shops. They may well serve as a channel through which local opinion may be consulted as to matters of excise, for instance, methods of trading, hours of sale (on which they have been consulted in Bombay), or generally as to abuses and irregularities. It might also be within their recognised sphere to call attention to special cases and localities, in town or country, in which it might seem desirable and likely to be in consonance with the wishes of the inhabitants that the ward or special area should be kept altogether immune from the sale of intoxicants. In this connection I may refer to the instance of the Khondmals sub-division in Bihar and Orissa, where an aboriginal tribe, accustomed to heavy spirit drinking, petitioned for, and obtained in 1910, the entire removal of country liquor shops from their area. It would be a matter for regret if illicit selling were to threaten the breakdown of this experiment. Such cases are no doubt exceptional and may seldom come under the observation of an Advisory Committee. But a committee should have power to draw attention to any case of the kind coming to notice within their respective local areas. I entirely approve the principle stated by the Commissioner of Excise in the following passage:—

"Whenever it appears that the people of any particular locality have so far been convinced of the benefits of temperance as to abstain or even to make an honest attempt of abstaining from alcohol, Government will only be too willing to close the shops as they have done in the Khondmals."

Thirdly, Your Excellency's Government take the view that without prejudice to the eventual development of local control, it is not desirable at present to grant executive powers to the Advisory Committees. I accept the opinion that their institution is as yet too recent to warrant a further extension of their functions. In some cases their inactivity is criticised, though on the whole they appear to have justified their existence. It may be unwise to force a premature development, but their future working should be closely watched. I can see no reason why, while their powers are of a consultative nature, these bodies need necessarily have an official majority—a point which is not objected to in Bengal and elsewhere, though it is not conceded in Madras. I am glad, however, to observe the experiment of instituting Licensing Boards with full and final powers of determining the number and location of licensed shops for Calcutta and each of its suburban municipalities, and for each of the towns of Howrah and Bally. This proposal, under which the Excise Department and the leading temperance associations are to have each one representative on a board of seven, will preclude the suggestion that financial considerations can have a predominant voice in licensing decisions. I await with interest the Report upon the subject asked for in your circular letter of the 18th March, 1914, and I share the hope expressed by Your Excellency in your address to the deputation that waited upon you at Calcutta that if the experiment should prove successful, the way will be cleared for a similar experiment in other large towns.

7. I observe that Your Excellency's Government treat the auction system of licensing as the one question among excise problems, on which diversity of opinion is expressed by the Local Governments. In place of the definite decision in favour of a modified auction system taken up by the Excise Resolution of 16th May, 1907, the subject is held in your despatch to be admittedly controversial, an open question that is regarded as being *sub judice*. At the same time the experiment of a fixed fee system for country liquor shops was sanctioned by the Government of India on the application of the Bombay Government for the year 1909-10 in three selected districts, and from the commencement of the year 1912-13 the auction system for the disposal of country liquor shops was practically abolished everywhere in the Presidency, save for the discretionary power reserved to the Collector of resorting to auctions in rare and exceptional cases.

I shall not attempt to cover the ground of a well-worn controversy. The arguments are to be found in documents alluded to in the Despatch, and they were doubtless duly weighed before the Government of India gave permission to the Bombay

Government to try its experiment. Any and every licensing system is open to some objections, and often there is but a choice of evils. Whatever may be the practical difficulties which Indian conditions present, there is much to be said in favour of a fixed fee system which would secure to the State the full profits but not more than those profits accruing from the monopoly which the State itself creates. Such a system would leave to the liquor seller the average trading profits which he might expect to obtain from the sale of ordinary commodities with which the State does not interfere. It is one of the defects of the auction system, that even when speculative bids are rejected, it is liable to encroach on the fair profit of the trader, who in turn is tempted to recoup himself by illegitimate practices. Under a properly constituted fee system, based on accurate information intelligently and honestly used, the selection of the licensee would be on grounds of respectability, good record, and business. While no colour would be left for the suggestion that revenue was the predominant consideration, the revenue that would be derived primarily from still-head duties, and in a secondary degree from fees representing the monopoly profits of the individual shop, would be in practice as high as under a properly worked auction system the State ought in theory to exact.

Such a system of adequate fixed fees differs widely from a system in which the fee is intentionally fixed at a low rate as part of a plan for lowering the price of liquor. This appears to have been the case with the unsuccessful Punjab experiment. It is enough to say that the object so avowed is in clear opposition to the spirit of your Government's policy, and that, as is now recognised, other means must be found of coping with illicit distillation. A proper fixed fee system should, as above stated, secure all the monopoly profits to which the State has a fair claim. On the other hand there are some indications that in Calcutta and in towns in the United Provinces, where there is no free choice of sites, the auction system does not in fact secure for the State all such profits.

I note that among the reasons which led the Government of India to reject the fixed fee system recommended by the Excise Committee of 1905-06 the experience of England seems to have been emphasised. In paragraphs 20 to 22 of the orders of the Government of India on chapter X of the Report of the Excise Committee, the fixed fee system it is stated, "has proved the most serious obstacle to real temperance reform in England." And you dwell on the considerable difficulties that the growth of vested interests in England has given rise to. I agree that the old English system, under which low conventional fixed fees were levied, aiming merely at the recovery of an arbitrary and limited amount of revenue, inasmuch as it left most of the monopoly profits in private hands, tended to the creation of vested interests. But the later experience of England should not be overlooked. The new system introduced under the Licensing Act of 1904 for new licences—of which it is true that only a comparatively small number are granted—does succeed in preventing the creation of vested interests in this class of licence, and no compensation is paid when these licences terminate or are not regranted. It is not suggested that in its details this reformed English system should be copied, or that its precise machinery could be reproduced in India. Under the contract distillery system there is far better provision possible in India for determining precisely the proper annual fees of licences. But the principle is in essence the same as that now working in Bombay.

The Bombay system, which began as a limited experiment six years ago and is now in its third year of universal operation through the Presidency, may not have been working long enough to make it possible to gauge accurately the full effects of the abolition of the auction system. But so far it appears to give satisfaction, though in the last Excise Report of the Bombay Government for 1912-13, the Commissioner of Customs remarks that "the scale which has been tentatively prescribed for working out the fees, and which is a very important feature of it, is, I am inclined to think, susceptible of modifications which will improve it." In a matter of this kind I should hesitate to override the objections which are felt by some of the Local Governments to the fixed fee system. You state that "the Bombay experiment is being closely watched and that you are considering the advisability of suggesting to other Local Governments the desirability of initiating similar experiments in suitable areas." I trust that before long it may be found practicable to try these experiments in different localities, and that taking full advantage of the details of the Bombay experience, those excise officials who have expressed their willingness to undertake this experiment should have the opportunity of doing so.

8. I have only further to observe that stress is laid throughout the Reports on the importance of education and of the independent efforts of temperance workers as the real means of securing reform. On the first point your Lordship, in replying to the Calcutta deputation, referred to the question of temperance teaching in schools. I would venture to suggest that the syllabus of lessons on temperance, which received the support of the British Medical Association, and was issued by the Board of Education in 1909, a copy of which is appended* to this despatch, might be adapted for use in schools in India; and that at least two or three lessons a year in those schools should be based upon it. It would doubtless need some recasting to meet Indian conditions; even though Indian students may not personally need warning, there is some evidence that it is among the educated classes that the tendency to imitate Western manners may serve to weaken the influence of traditional restrictions, and it may be desirable to emphasise the attitude of leading scientific authorities of the West. I also endorse the appeal that is made more than once in the Reports for the co-operation of temperance reformers in India. A fruitful field is opened to them by the representation offered to members of the leading Temperance Associations on the Advisory Committees and on the new Licensing Boards in Calcutta. But there is need for a movement of reform from within, springing from the people themselves, without which, as you rightly point out, the administrative efforts of Government must be hampered in the successful attainment of the objects that it has in view.

I have, &c.,
(Signed) CREWE.

* Not printed.

institution is as yet too recent to warrant a further extension of the temperance
In some cases the

EAST INDIA (EXCISE).

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CORRESPONDENCE

REGARDING

INDIAN EXCISE ADMINISTRATION.

No. 1.

Letter from the Government of India, Department of Commerce and Industry, to the Most Honourable the Marquess of Crewe, K.G., His Majesty's Secretary of State for India, No. 12 of 1914 (Excise), dated Delhi, the 26th February, 1914.

We have the honour to reply to despatches No. 85, Revenue, dated the 6th September, 1912, and No. 2, Revenue, dated the 3rd January, 1913, in which Your Lordship asked for our views on the questions raised by Sir Herbert Roberts, Bart., M.P., and the other members of the Temperance Deputation which waited upon you on the 18th of July, 1912. Your Lordship referred to despatch No. 294, of the 8th October, 1908, from Lord Minto's Government on the subject of Sir Herbert Roberts' earlier Deputation of August, 1907, and asked that the recommendations contained in the statement recently submitted by Sir Herbert Roberts should be examined in the light of any new facts which might have come to notice since the issue of that despatch. You desired that we should again give the subject our most careful consideration, and that we should acquaint Your Lordship with our conclusions on the specific reforms suggested in the statement. As the Deputation have raised questions closely connected with the principles on which our whole excise policy is based, we considered it desirable in the present instance to consult Local Governments before submitting our views. We now enclose copies of a circular letter which we addressed to them on the subject on the 24th January, 1913, and of their replies, together with copies of statements A to P, containing statistics of the consumption, revenue, etc., in each province for each of the years 1905-06 to 1912-13, which we have had compiled from figures furnished by Local Governments.* We also enclose copies of an address recently presented at Calcutta to His Excellency the Viceroy by representatives of temperance organizations in India and of the reply made to it.* We desire to draw Your Lordship's attention to the singular unanimity underlying the replies to our letter of the 24th January, 1913. Indeed, apart from the one question of the relative merits of the auction and fixed fee systems for the disposal of shop licences, a question on which divergent opinions are expressed and which we admit to be still *sub judice*, it is apparent that Local Governments are agreed both as to the ideals to be kept in view and the methods by which it is hoped to attain them.

2. That our excise policy has developed slowly and after mature consideration of all the problems which confront it, Your Lordship is well aware. Confining our examination of the question to the developments which have taken place since the year 1888, it will be remembered that in the despatches from the then Secretary of State, Lord Cross, No. 28, Revenue, dated the 19th April of that year, and No. 31, Revenue, dated the 14th March, 1889, the following were laid down as the correct principles on which Indian excise policy should be based :—

(i) that any extension of the habit of drinking was to be discouraged;

* The enclosures will be issued as Vol. II.

- (ii) that taxation was to be as high as was possible without encouraging illicit manufacture and vend;
- (iii) that, subject to these considerations, a maximum revenue was to be raised from a minimum consumption of intoxicating liquors.

These principles were re-affirmed in Lord Cross's despatch, No. 52, Revenue, dated the 16th May, 1889; and in paragraphs 103 to 105 of their reply No. 29, dated the 4th February, 1890, Lord Lansdowne's Government accepted them in full, and indicated the lines on which effect would be given to them. The following were the practical measures suggested in the despatch :—

- (i) the abolition of the outstill system where practicable;
- (ii) the gradual introduction of the central distillery system;
- (iii) the imposition of as high a rate of duty as possible on country liquor, but the duty not to exceed the tax on imported liquor;
- (iv) the restriction of the number of shops.

The policy thus outlined was fully accepted by Lord Cross in his despatch, No. 25, Revenue, dated the 27th March, 1890, and has been consistently followed ever since. The general effect of the recommendations of the Excise Committee of 1905-06 was to carry forward this policy on the same lines, but in greater detail. The various Resolutions issued on a consideration of their Report are known to Your Lordship, and do not require recapitulation. They give full and clear expression to the policy which we still approve, and to which Local Governments, under our instructions, continue to give effect.

3. We now turn to the specific recommendations made by the Deputation as summarised in the 21st paragraph of the statement prepared by Sir Herbert Roberts. The first is as follows :—

- “ That the licences for the sale of intoxicants should be steadily reduced in number, and that the hours of sale be further limited by later opening and earlier closing hours being fixed for all licensed premises.”

These questions were dealt with in paragraphs 220 to 235 and 248 of the Excise Committee's Report; and our attitude towards them is expressed in paragraphs 2, 3, and 8 of Resolution No. 5086, Exc., dated the 15th August, 1907. Reference is also invited to paragraphs 19 and 20 of the despatch from Lord Minto's Government No. 294, dated the 8th October, 1908. In the views expressed in that despatch on the desirability of steadily reducing the number of shops we entirely concur. A statement (III) has been prepared from the replies submitted by Local Governments, and is appended to enclosure No. 18 of this despatch, indicating the extent to which reductions have been effected since 1905-06. It will be observed that country spirit shops have been reduced by 7,788; opium shops by 2,380; and shops for the retail sale of hemp drugs by 1,516. Foreign liquor shops have, it is true, increased by 181; but this increase is largely illusory, and is due chiefly to improvements of system whereby licences are now insisted on for bars, canteens, etc., for which they were not previously required. Toddy shops have also been reduced to the extent of 11,150. The net number of shops abolished during the last seven years thus reaches the striking total of 22,653. The replies received from Local Governments indicate that all possible measures are being taken to reduce the number of shops, and we are entitled to claim that these measures have been attended with considerable success.

4. The Local Governments are also paying full attention to the question of the limitation of hours of sale. In paragraph 12 of their letter of the 27th October last, the Bengal Government intimate that they propose to issue orders directing that no shop for the sale of intoxicants shall be open before 8 A.M. in the hot weather and 10 A.M. in the cold weather; they will also provide for the closure of all country spirit shops at sunset in rural areas. In Bihar and Orissa, the Punjab, the Central Provinces and Sind, in particular, steps are being taken still further to limit the hours during which such shops will remain open. On a careful consideration of all the replies received, we do not consider that it would be advisable to press for further limitations at present.

5. The next recommendation runs as follows :—

- “ That the system of excise advisory committees be extended to all municipalities and that these committees should be made more representative and given power to deal with all licences for the sale of intoxicants of every kind.”

The desirability of ascertaining and deferring as much as possible to reasonable public opinion was intimated to Local Governments so long ago as in 1889, and the same principle has constantly been re-affirmed in subsequent communications. In

paragraph 238 of their Report, the Excise Committee drew attention to the dangers to be anticipated from a system of local option, and in paragraphs 240 to 244 they advocated the appointment of advisory committees. Their conclusions were confirmed in paragraphs 4, 5, and 6 of Resolution No. 5086, Exc., dated the 15th August, 1907. We invite attention to our despatch, No. 48, dated the 20th September, 1911, which indicates the number of advisory committees appointed in each province and the action taken by the local authorities on their recommendations. Part of this information was brought up to date in the statement reproduced in the proceedings of the meeting of our Legislative Council held on the 9th September last. The number of shops closed during 1910-11 on the recommendation of advisory committees was 105; during 1911-12, 63; and last year, 120. These figures do not, however, adequately represent the extent to which the system is developing. The Bengal Government in particular have recently made a decided step forward in constituting all Local Boards committees for the rural areas in which they are situated; in delegating to Commissioners of Divisions power to appoint committees for the municipal areas under their charge; and in appointing fresh committees with licensing powers for Calcutta and its suburbs. In Assam, the Municipal Boards act as advisory committees in urban areas, and the Chief Commissioner proposes that the Local Boards should be similarly consulted in future with regard to rural areas. In the Central Provinces, municipal committees advise regarding licences in all large towns, and the system will be still further extended to all urban areas. In the Punjab and the United Provinces, advisory committees are employed, though they have not yet been found very helpful. In Bombay, the system is widely in force. In the United Provinces and in Bihar and Orissa, it has hitherto been in force in the principal towns; but will now be extended to all municipalities, and in the latter province it will also be tried in rural areas. In Burma, the Local Government propose to increase the number of committees from 10 to 60. In Madras, the system is already in force in all municipalities, and the question of its extension to unions is under consideration.

6. We have already expressed our opinion that the danger to be anticipated from the grant of full licensing powers to committees possessing a non-official majority is that a system of local option would thereby be created, the effects of which could not but be antagonistic to genuine progress in the cause of temperance. The case against local option was well put in paragraph 8 of the despatch from Lord Lansdowne's Government No. 157, dated the 25th May, 1889, and again in paragraph 98 of their despatch of the 4th February, 1890; and we believe that conditions have not since altered to such an extent as to require a reconsideration of the arguments then adduced. It is only too likely that, if non-official committees received full licensing powers, one of two tendencies would at once manifest itself. If the temperance element prevailed, shops would be abolished at the first opportunity, and an immense field would thus be thrown open to illicit manufacture. On the other hand, in more backward areas, the apathy of the members would afford openings to those interested in the trade, and licences would be indiscriminately granted. These apprehensions are by no means illusory, but are based on actual experience. The former tendency is well illustrated by the remark made by the Honourable Dr. D. P. Sarvadhikary, as reported in the proceedings accompanying Your Lordship's despatch under reply, that "if we had our way, most of the drink shops would disappear to-morrow." Its dangers are noticed by the Government of Madras in paragraph 11 of their letter of the 12th November, 1913. Instances of the latter tendency are cited in paragraph 6 of the letter of the 30th September last from the Government of the United Provinces and in paragraph 7 of the Central Provinces letter of the 12th idem. In the United Provinces, an increase in the number of drinking shops was sanctioned by a municipal committee with the avowed object of stimulating competition and so reducing the retail price of liquor. In the Central Provinces, the Collector of Jubbulpore "had to intervene to prevent the opening of a new foreign liquor shop, the petition for which had been backed by a large number of respectable people." The possibility of alterations between both tendencies is mentioned in paragraph 9 (1) of the letter from the Government of the Punjab. On a considered view of all the circumstances we are of opinion that it would be not merely unwise but dangerous for Local Governments to surrender licensing functions to committees possessing non-official majorities. By retaining this power in the hands of experienced officers or of committees with official majorities they ensure its exercise by the one authority capable of forming an unbiased opinion on the desirability of granting or withholding licences. There is

no doubt, however, that the advice of the committees is generally salutary. The system, as already observed, is gaining ground steadily; the views of the committees command great and increasing attention; and we consider that it would be most imprudent to attempt to hasten unduly a movement which has developed and is developing naturally on healthy lines of its own.

7. The third recommendation is :—

“ That the auction system of licensing shall be superseded by a system of fixed licence fees as recommended by the Government Excise Committee of Enquiry.”

The question here raised is admittedly controversial. In paragraphs 190 *et seq.* of their Report the Excise Committee of 1905-06 recommended the adoption of the fixed fee system when the duty had been raised “ to the highest pitch possible for the time being,” and when illicit manufacture had been reduced to a minimum. Lord Minto's Government, however, decided, for the reasons set forth in their Resolution No. 2997, Exc., dated the 16th May, 1907, in favour of the auction system, with safeguards to minimise the risk of licences falling to undesirable persons on purely speculative bids. On the relative merits of both systems the opinions of the Local Governments, as expressed in the correspondence appended to this despatch, are of considerable interest. It will be observed that the Government of Bombay have adopted the fixed fee system, and, although they are not prepared to express a final opinion at present, they report that their local officers are almost unanimous in its favour. In Ajmer-Merwara, shops are only put up to auction if the incumbent is unwilling to retain his licence at a fee calculated to bring him a fair profit during the ensuing year. The Chief Commissioners of the Central Provinces and Assam admit that it is the ultimate ideal, but prefer the auction system under present conditions. The Government of the United Provinces prefers the latter system, but is prepared to experiment with fixed fees if the Government of India desire. The Chief Commissioner of Baluchistan is willing to undertake, but does not recommend, a similar experiment. The Punjab Government has tried the fixed fee system and has deliberately rejected it as it was found “ to lead to a great increase in recorded consumption.” The remaining Local Governments and Administrations prefer the auction system.

We do not consider that it is possible to add materially to the opinions already expressed on this difficult question. On the one hand, the auction system prevents the growth of vested interests which have admittedly given rise to considerable difficulties in the United Kingdom. It also provides an automatic indication of the extent to which duty may with safety be enhanced, retail prices increased, and a rise of consumption checked. On the other hand, there is the danger that under this system licences may pass into undesirable hands and practices may thus be encouraged which the local excise staff will find difficulty in suppressing. Possibly, when conditions become more settled, when the material prosperity of the lower classes becomes less exposed to the fluctuations contingent on good and bad harvests, and above all, when provincial excise establishments have attained a greater degree of efficiency, an alteration of system may be found desirable. For the present, therefore, while we desire to retain the existing systems as they have developed to meet local needs, we do not regard the question as closed. The Bombay experiment is being watched with close interest, and we are considering the advisability of suggesting to other Local Governments the desirability of initiating similar experiments in suitable areas.

8. The fourth recommendation of the Deputation is :—

“ That the licensing function be removed from the control of the Revenue Department and (with proper safeguards) placed in the hands of the local committees or some other independent authority.”

This proposal, together with the suggestions contained in paragraph 15 of Sir Herbert Roberts' statement for the improvement of the advisory committee system, has already been partially dealt with in the fifth and sixth paragraphs of this despatch. We do not propose to repeat the arguments already adduced in favour of the retention of licensing powers in the hands of the local officers, or of advisory committees constituted with an official majority. We are glad to observe that Your Lordship, while expressing the opinion that you would like to see the double function gradually disappear, drew the attention of the Deputation to the unfairness of charging Government officers with greater consideration for the public revenues than for the social well-being of the people. The imputation has been

frequently made by critics of Indian excise policy. It was fully met by Lord Minto's Government in paragraph 14 of their despatch of the 8th October, 1908, and again in the reply given by His Excellency the Viceroy to the Indian Temperance Deputation at Calcutta. We desire to repeat the assertion made in that reply, that we can find no evidence that officers aim at securing a large excise revenue through an increased consumption of intoxicants, or that they receive any encouragement to do so from their superiors. Such a procedure would be contrary to the whole spirit of British administration in India, and we fully endorse the Punjab Government's condemnation of these charges "as cruel and unjust to the class of officers who form the backbone of our rule in India."

9. We have now dealt with the major recommendations contained in Sir Herbert Roberts' statement. Other suggestions have also been offered, and we notice these in the order in which they were made. In paragraph 10a of the statement it is suggested that, if possible, more complete and uniform statistics should be furnished in the official returns, particularly those representing the consumption of outstill and imported liquors. We regret that we are unable to furnish figures representing consumption in outstill areas as they could only be obtained by inquiries which would cause undue harassment to vendors and consumers. It is further very unlikely that, if obtained, they would be reliable; and their value would be still further depreciated by the fact that the outstills are being gradually ousted by the contract distillery system under which full statistics are given. We have, however, in one respect been able to meet the wishes of the Deputation by the issue of instructions under which statistics of the local consumption of imported liquors are now given in the annual provincial Reports. In paragraph 11 of the statement the request contained in paragraph 10a is extended to statistics of convictions for drunkenness. The subject was dealt with in paragraph 267 of the Excise Committee's Report and in paragraph 15 of the Resolution, dated the 15th August, 1907. Uniformity has already been introduced in the preparation of these statistics, and we do not consider that further action is at present desirable to supplement that already reported to Your Lordship in our despatch, No. 35, dated the 27th June, 1912.

In dealing with the question of statistics we invite attention to the suggestions contained in your Revenue Secretary's letter, No. R. & S. 3688, dated the 28th November last. We propose to examine carefully the methods by which the statistics attached to the provincial Excise Reports are collated and, if necessary, we will issue instructions designed to ensure greater uniformity in their preparation in future. Divergencies of system are chiefly due to the inclusion or exclusion of figures for Native States, of collections made in advance of the year to which they relate, and of duty on liquor and drugs transferred to other provinces for consumption. These and similar inconsistencies have been rectified in the statements forwarded with this despatch. It is for this reason that the figures now furnished differ in many cases both from those contained in the annual Excise Reports and from those supplied with the despatch from Lord Minto's Government, No. 294, dated the 8th October, 1908.

10. It is further suggested in paragraph 20 of the statement that definite instructions should be issued as to our attitude in relation to excise policy. The first definite pronouncement of this kind was made in circular No. 4393, of the Department of Finance and Commerce, dated the 11th August, 1888, and its enclosures. Similar instructions have frequently issued since; we need only mention those contained in circulars No. 3392, dated the 3rd July, 1889; No. 2053, dated the 26th April, 1890; No. 2455-S. R., dated the 21st April, 1904, with which a copy of a memorandum by Sir F. S. P. (then Mr.) Lely was brought to the notice of local authorities, the opportunity being taken to re-affirm the general principles on which our Indian excise policy is based; and Resolution No. 5001, Exc., dated the 7th September, 1905, appointing the Excise Committee of that year. We have no objection, however, to the proposal that Local Governments should again be addressed on the subject, and we propose to do so after the issue of this despatch.

Finally, it is suggested in the last paragraph of the statement that "the facts submitted in regard to the growth of the drink habit in India justify a consideration of the situation through an independent inquiry." We would urge upon Your Lordship that there are no adequate grounds for accepting this suggestion, and we consider that such an inquiry would not serve any useful purpose. The Report submitted by the Excise Committee of 1905-6 was most detailed and helpful; its recommendations cannot reasonably be considered to be out of date,

but continue to occupy fully the attention of Local Governments and of the Government of India; and any special inquiries which are considered necessary to supplement information contained in the Report are made by Local Governments and Administrations on their own responsibility. Instances may be found in the Bombay Foreign Liquor Committee of 1908-09; in the inquiry made by Messrs. Comber and Stephen in 1910 into opium smuggling from India to Burma; and in the recent Assam Committee on Opium. In these circumstances, we consider that all reasonable steps are being taken at present to ensure the assimilation of excise experience of the past and steady progress on sound and well-considered lines in the future.

11. That our excise administration is capable of still further improvement we are ready to admit, and it is a subject which receives our constant and watchful attention. We trust, however, that we have said sufficient to convince Your Lordship that its foundations have been carefully and wisely laid, and that any attempt to attain by short cuts the objects which we set as permanently and consistently before us as do those most interested in temperance reform, could only end in a breakdown of the system. We are convinced, in short, that we differ from our critics not so much on general principles as in the methods by which we attempt to realise them. At the same time, in perusing the speeches made by members of the Deputation, we are driven to the conclusion that they have not adequately realised the difficulties with which a sound excise policy is beset in this country, and we are glad to observe that Your Lordship drew their attention to this fact. We notice, in the first place, that many of the speakers have not merely confused increased revenue with increased consumption but have also frequently overlooked or misrepresented the effect of the former in raising retail prices and thus checking consumption. The error was to our minds adequately exposed by Lord Minto's Government in their despatch No. 294, dated the 8th October, 1908; and in view of the clear explanation given in that despatch we venture very strongly to deprecate the tendency displayed in the memorial under consideration still to rely on the same arguments. The natural tendencies operating towards increased consumption were fully and clearly given in 1908, and, beyond observing that there was evidence of a disposition on the part of the speakers to minimise the individual importance of each of these tendencies and to overlook their collective effect, we do not consider it necessary to refer to them. We desire to draw attention in detail, however, to the statements (I—VI) appended to enclosure No. 18 to this despatch, which prove how dangerous it is to take it for granted that increased revenue indicates an increase in actual consumption. While the revenue from country spirits, opium, and hemp drugs has increased by 28, 26 and 46 per cent., respectively, since 1905-06, the consumption per hundred of the population has in the case of country spirits increased by only 5 per cent.; that of opium has remained stationary; and that of hemp drugs has decreased by over 8 per cent. The Deputation realise, it is true, that the effect of the conversion of outstills into distillery shops is to exaggerate the figures representing the recorded consumption; this point was clearly brought out in paragraph 4 of the despatch of the 8th October, 1908. They have, however, considerably under-estimated the effects of the conversion, and in order to make the point clear we have indicated in statements A, B and C, which are included in enclosure No. 16, the annual progress made in substituting distilleries for outstills. We invite a reference also to statement I in enclosure No. 18, giving the annual statistics of the consumption of country spirit calculated on the actual population of the areas into which the system has been introduced, the population figures naturally expanding with each annual extension of the system. Calculated on this basis,—the only one which ensures accuracy and fairness,—the increase of consumption during the last seven years amounts to only a quarter of a gallon per hundred of the population. We trust Your Lordship will agree that this increase is almost negligible, and proves that the measures already taken by raising the still-head duty, by reducing the number of shops, by the careful selection of shop sites and the regulation of hours of sale, and finally, but not least, by the general strengthening of excise establishments, have curtailed the increase of consumption which would otherwise, in view of the increasing prosperity of the lower classes, have attained considerable proportions. We desire, in this connection, specially to invite Your Lordship's attention to the remarkable increase in wages and general prosperity which the labouring classes in India have experienced during the last decade. In the absence of such progress, it would not have been possible for the still-head duty to be raised as it has been. Similarly, if the duty had

not been raised, the increase in consumption would, we are convinced, have been very marked. It has, in fact, been trifling.

12. In this connection we also desire to draw attention to the theory advanced in more than one of the reported speeches that the consumption of liquor, moderate or immoderate, is contrary to the sentiment of the great majority of the population of India, and that in many classes of Indian society it has never been practised. Similar statements have been repeatedly made by critics of Indian excise policy, and our predecessors have frequently had occasion to refute them. We need only refer to despatch No. 166, dated the 25th June, 1887, to paragraph 101 of despatch No. 29, dated the 4th February, 1890, and to paragraph 6 of that of the 8th October, 1908, to show that indulgence in liquor and drugs was widespread before British rule. It was definitely stated in paragraph 4 of despatch No. 166, dated the 25th June, 1887, that "the classes whose habits of life are framed with a strict regard to religious or social restrictions form in India no larger a proportion of the population than in other countries." This conclusion is no less true now than it was then. In support of it we would refer to the general tenor of the replies now received from Local Governments, and particularly to paragraph 3 of the letters from Madras and Bihar and Orissa, and to paragraph 6 of the letter from the Punjab Government. The attention of the Deputation was drawn to this misconception in Your Lordship's reply, and we consider it unnecessary to expand the argument further.

13. A third misconception under which the Deputation appear to labour reveals itself in the tendency on the part of more than one speaker to minimise the dangers from illicit manufacture and vend. Not only the replies now received from Local Governments but also the opinions recorded in their annual Excise Reports show that this danger is very serious, if not the most serious which confronts us. The question is perhaps one on which we differ most vitally from the Deputation, and for this reason we venture to deal with it in some detail, although it was noticed in Your Lordship's reply to the address. It seems to us that, from all points of view, our primary duty, and one of greater importance even than the reduction of licit consumption, is the complete suppression of illicit manufacture and vend. Until this preliminary object has been effected no stability can be looked for in our excise policy, the results of which would be seriously undermined if they involved any palliation of illicit methods or any undue encouragement to illicit distillation. We desire to dissociate ourselves entirely from the theory that if the licit supply were completely stopped, consumption would diminish. It is difficult under present conditions to guard against illicit manufacture. If licit supplies were stopped the task, hard as it is, would become impossible, and the result would be completely to defeat the ideals to which both the Deputation and we ourselves aspire. Possibly, the immediate result of such a course might be a reduction in the total number of consumers, but intemperance would certainly increase, as a result of lower retail prices, and we have no doubt that ultimately consumption would rise considerably beyond the level which it has now attained. Nor could any moral principles justify the demoralising effect on large sections of the population of the evasion of laws which it would be impossible to enforce. In these circumstances, we do not consider that we should be justified in prohibiting moderate consumption even with a view to check occasional abuse. We are only justified in expecting, by the measures already indicated, to secure the enhancement of retail prices and thereby to impose an artificial check on the increase of consumption which would otherwise occur as a result of natural tendencies. In short, we still follow the principles laid down in the second paragraph of the Resolution issued by Lord Curzon's Government on the 7th September, 1905, as summarised in paragraph 7 of the despatch from Lord Minto's Government No. 294, dated the 8th October, 1908. Our policy is not aimed against those who use alcohol in moderation. We merely attempt by raising retail prices to minimise temptation to those who do not drink and to discourage excess among those who do. We are chiefly concerned with the reduction of actual consumption, and this can only be effected when illicit supplies are suppressed by all such measures as are reasonable and practical.

14. Basing our policy, then, on these principles, and bearing in mind the limitations to which it is subject, we may fairly claim that a considerable measure of success has already been attained. The persistent pressing by the Government of India of the policy of substituting distilleries for outstills has had a very great effect, and is being steadily pushed forward. Distilleries are ousting the more primitive outstills, duty is being steadily pushed up, the numbers of shops are being widely reduced, and excise establishments are being generally strengthened. We

would add that statutory penalties against smuggling and other illegal methods are being gradually enhanced, particularly in the direction of securing firmer control over the cocaine traffic. The statements attached to this report enable a close estimate to be formed of the success which has attended our efforts. In the period that has elapsed since the revision of our excise administration which followed the Report of the Excise Committee of 1905-06, we have transferred no less than 213,000 square miles of territory from the outstill to the distillery system; while in 1905-06 39 per cent. of the total excise area of India, and 28 per cent. of the population of that area, were served by outstills, the proportions at the present time are only 15 and 8 per cent., respectively. In the third paragraph of this despatch we have already indicated the extent to which we have been able to effect reductions in the numbers of shops for the retail sale of liquors and drugs. The number of country spirit shops per 100,000 of the population has fallen from 15 to 11, and the area served by each has risen from $27\frac{1}{2}$ to nearly 37 square miles. The abolition of shops of other kinds has been carried out no less effectively, and the total net reduction amounts to 22,653. It is true that our excise revenue has increased enormously and is still increasing. We have, however, already shown that this increase is a necessary result of the system, and in no way constitutes the object in view. That there has been in fact no proportionate increase in consumption is evident on a reference to the statements enclosed. We have shown in paragraph 11 of this despatch, that, while the revenue from country spirit, opium, and hemp drugs has increased considerably since 1905-06, the consumption of country spirit has only increased by 5 per cent. during the same period; that of opium is practically stationary; and that of hemp drugs has diminished by over 8 per cent. It is true that the recorded consumption of country spirit in distillery areas has risen from 7 to 10 million gallons, but almost the whole of the increase can be accounted for partly by the substitution throughout extensive areas of the distillery for the outstill system under which no record of consumption can be maintained, and partly by the imposition of closer control over illicit manufacture. Other statistics point to the same conclusions. Although the customs duty on imported liquors increased, as statement V shows, from nearly a crore to over a crore and a quarter, the increase was entirely due to the enhancements of duty summarised in statement VI; the actual imports declined during the period from 6,739,000 to 6,351,000 gallons (statement II). Finally, although, for the reasons already given, it is impossible to give statistics of the consumption of other country liquors, the rates of taxation of toddy have been raised by more than 50 per cent. and it is more than probable that enhancements of the retail prices have checked, if not actually diminished, consumption.

15. We claim, in conclusion, that our policy is realising its avowed object of checking the increase of consumption. Progress must be slow, for, as we have already shown, we consider the suppression of illicit methods to be a *sine qua non* to success. There is one direction in which we feel that much still remains to be accomplished. Our Local Governments frequently draw attention to the desirability, and indeed the necessity, of resolute and sympathetic work by temperance leagues among the people themselves. A certain number of leagues of this kind have, it is true, been formed. The special need of the country is not merely the formation of more leagues, but also more sustained effort after formation. There is evidence that the promoters are too frequently content with memorialising Government, on whom they are inclined to throw the whole burden of the struggle against intemperance. While fully cognisant of our own responsibilities and resolved that they shall be adequately discharged, we are assured that, until the advantages of temperance principles are resolutely and systematically brought home to the masses by the independent efforts of non-official leagues, the natural tendencies in favour of increased consumption will continue to operate in some degree, however much we may try to counter them by increased taxation.

We have, &c.,

(Signed) HARDINGE OF PENSHURST.
O'MOORE CREAUGH.
R. W. CARLYLE.
HARCOURT BUTLER.
SAYID ALI IMAM.
W. H. CLARK.
R. H. CRADDOCK.
W. S. MEYER.

No. 2.

Circular letter from the Honourable Mr. R. E. Enthoven, C.I.E., I.C.S., Secretary to the Government of India (Department of Commerce and Industry) to Local Governments, Administrations, &c., No. 1766-1783-81 (Excise), dated Simla, the 18th March, 1914.*

In reference to your letter, I am directed to forward copy of a despatch addressed to the Secretary of State for India on the subject of the suggestions offered by the Temperance Deputation which was received at the India Office in July, 1912 (and of the despatch to which it is a reply). Attention is also invited to the enclosed copies of a statement submitted by representatives of the Indian Temperance organizations to His Excellency the Viceroy at Calcutta on the 26th of December last, and of the reply thereto.

2. It will be observed that the Government of India have taken the opportunity, in addressing the Secretary of State, of re-affirming the general principles on which their excise policy is based. They now desire that these principles should again be brought to the notice of all Local Governments and Administrations, for information and for communication to local officers, in order to ensure that, so far as is possible, provincial excise administration may be conducted on uniform lines. It is recognised that complete homogeneity is not possible. At the same time uniformity of principle and co-ordination of effort are essential; and it is hoped, by drawing attention to questions of general application and importance, to ensure that, in the provincial administration of excise, the fundamental principles at stake shall not be overlooked.

3. Reference is made in the second paragraph of the despatch to correspondence indicating the lines on which the excise policy of the Government of India has developed. In the tenth paragraph will be found references to general instructions which have been issued from time to time to Local Governments on the subject. I am to request that the attention of local officers may be drawn to these instructions, which may now be brought up to date in the light of the recommendations made by the Excise Committee of 1905-06 and of the experience since gained. The attitude of the Government of India in excise matters is clearly stated in the second paragraph of the Resolution in the Finance Department No. 5001-Exc., dated the 7th September, 1905, and the passage is quoted here for convenience of reference:—

“The Government of India have no desire to interfere with the habits of those who use alcohol in moderation, this is regarded by them as outside the duty of the Government and it is necessary in their opinion to make due provision for the needs of such persons. Their settled policy, however, is to minimise temptation to those who do not drink and to discourage excess among those who do; and to the furtherance of this policy all considerations of revenue must be absolutely subordinated.”

The general measures by which effect should be given to this policy may be briefly indicated as follows:—

- (1) Every effort should be made to suppress illicit methods of all kinds;
- (2) in order to effect this, the excise staff should be utilised in directions calculated to maintain the closest possible control and supervision over the liquor and drugs traffic and their work should be facilitated by the adoption, where feasible, of the contract distillery in lieu of the outstill system;
- (3) so far as is possible without unduly encouraging illicit methods, consumption should be discouraged—
 - (a) by the levy of as high a rate of duty as is possible, taking into account the special conditions obtaining in the locality and neighbourhood;
 - (b) by reducing, as far as possible and with due regard to legitimate requirements, the number of retail shops for the sale of liquor and drugs;

* Madras, Bombay, Bengal, Burma, Bihar, and Orissa, United Provinces of Agra and Oudh, Punjab, North-West Frontier Province, Central Provinces, Assam, Ajmer-Merwara, Delhi, Coorg, Baluchistan, Central India, Rajputana, Resident in Mysore, and Resident at Hyderabad.

† (To Central India, Mysore, Rajputana and Hyderabad only.)

- (c) by regulating and closely supervising the hours of sale, the selection of sites, and the general practices adopted in manufacture and vend.
- (4) Advisory Committees should be appointed where possible, and effect should be given to their recommendations in so far as they are consistent with the general principles now laid down.

I am to ask that these principles may be brought to the notice of local officers with the request that they may be borne in mind in the excise administration of their districts.

*[4. In connection with the appointment and powers of Advisory Committees I am to invite special attention to the terms in which His Excellency the Viceroy referred; in his reply to the Indian Temperance Deputation, to the Licensing Boards recently constituted for Calcutta and neighbouring municipalities under the Notification of the Bengal Government No. 1812-S.R., dated the 11th November, 1913. I am to request that a full report on the results of the experiment may be submitted to the Government of India when a Local Government consider that they are in a position to express a considered opinion on the subject.]

†4. Paragraph 7 of the despatch deals with the difficult question of the best system for the disposal of vend licences, a question on which there is considerable divergence of opinion. The subject is also mentioned in the reply given by His Excellency the Viceroy to the representatives of the Indian Temperance organizations. †[I am to enclose extracts of the correspondence noted indicating the measures adopted by the Bombay Government in substituting the fixed-fee for the auction system in the Presidency. The Government of India are watching this experiment with interest; but, until its results are known, they do not intend to make a final pronouncement on the subject. They merely desire to suggest, leaving the decision for the present in (in the hands of the Local Government), (your hands), that should the conditions in any particular area within the province of (limits of your jurisdiction) indicate that the results of the auction system are not satisfactory and that a change of system is desirable, an experiment might be made in such area with the fixed-fee system on the lines which have hitherto been successful in the Bombay Presidency or on such other lines as the Government of (you) may prefer. The Government of India would be glad to be kept informed of the introduction and progress of any experiment made on these lines.]

§[I am to state that the Government of India are watching with interest the results of the experiment now being conducted in the Bombay Presidency in the adoption of the fixed-fee system. I am to request that, with the permission of His Excellency the Governor in Council, the progress of the experiment may continue to be noticed in the annual Excise Reports of the Presidency; and that a full report on the subject, indicating the chief developments of the system, any defects which may have been observed in its operation and remedies suggested for their correction, may be submitted for the information of the Government of India when the Local Government consider that the system has developed sufficiently to justify generalisations on the experience obtained.]

‡5. I am now to draw attention to the recommendation contained in paragraph 10a of the statement submitted by Sir Herbert Roberts to the Secretary of State which forms an enclosure to the despatch to the Government of India No. 85-Revenue, dated the 6th September, 1912, "that, if possible, more complete and uniform statistics should be furnished in the official returns to show the total consumption of intoxicants in India." It will be observed that the statistics which you furnished in response to the letter in this Department No. 477, 490-218, dated the 24th January, 1913, have undergone some modification prior to their inclusion in Statements A to P appended to the despatch to the Secretary of State No. 12-Excise, dated the 26th February, 1914. The reasons for which these modifications were made are indicated briefly in the ninth paragraph of the despatch. The Government of India are now examining the forms of the statistics appended to the annual provincial Excise Reports with a view to secure greater uniformity, if possible, in their compilation, and a further communication will shortly be addressed to you on the subject.

* To Bengal only. † 5 in Bengal letter. ‡ Not to Bombay.
 § To Bombay only. | 6 in Bengal letter.

*6. Finally, I am to refer to paragraph 17 of the statement submitted to His Excellency the Viceroy by the representatives of Indian Temperance organizations, recommending the application of provincial revenues to the provision of counter-attractions to intemperance. In his reply, His Excellency stated that he would bring this suggestion to the notice of Local Governments, and I am now to request that attention may be drawn to it, and that such action may be taken in regard to it as may be considered to be feasible.

No. 3.

Despatch from the Secretary of State for India to His Excellency the Right Honourable the Governor-General of India in Council, No. 77 (Revenue), dated 29th May, 1914.

I have given my close attention in Council to Your Excellency's despatch No. 12, of 1914, dated the 26th February, 1914, relating to the Excise policy of your Government. I have to express my satisfaction at the careful consideration which has been given to the subject both in Your Excellency's general summary and in the detailed Reports annexed to your despatch, which have been obtained from the Local Governments, upon the situation in the respective provinces of India. These surveys throw light on the marked progress that has followed from the Report of the Excise Committee of 1905-06, showing that the original impulse of improvement due to the work of that Committee is not yet exhausted. They constitute a valuable record, both of the policy and of the methods that have been applied to the problem, and should serve to remove misapprehensions that appear to have been entertained in this country, as in India, with regard to the work of Government in the sphere of excise administration.

2. I concur in what I conceive to be the main position taken up in Your Excellency's despatch. For the last 25 years the aim of the Government of India, in an often-quoted declaration, has been, first, to discourage any extension of the habit of drinking, and secondly, within the limits prescribed by the necessity of suppressing unauthorised manufacture and sale, to raise a maximum revenue from a minimum consumption of intoxicating liquors. The expansion of revenue from intoxicants in recent years has been represented by temperance deputations both here and in India as concurrent with, or as evidence of, a heavy increase of consumption; and the suggestion has been put forward that the Government or its officials were fostering the increase of drinking habits to secure the expansion of revenue. The statistical table giving the consumption of country spirit in Distillery areas (Statement I. in Enclosure No. 18) emphatically disposes of this contention so far as country spirit is concerned. It appears to establish that for India as a whole the increase of the consumption of country spirit per 100 of population is but slight,—not more than five per cent. during the period of seven years. It is true that this figure generalised for the whole of India doubtless loses sight of local variations and increases in particular areas; still, the broad fact that emerges is that during the period under review, a general increase of consumption, which in the present social and industrial conditions of India might have been apprehended, has in effect been held in check. Your despatch makes clear that the means by which this result has been attained are, first, the more stringent administrative control of the trade, whether through the extension of the distillery system or otherwise, secondly, a very appreciable reduction of drinking facilities, and thirdly, the application of the economic check upon consumption effected by the increased taxation of intoxicants and the enhancement of prices that ensues.

3. I observe with sympathy the strong protests made alike in your despatch and in the reports from Local Governments against the suggestion that district officers and other officials should be thought willing to subordinate the good order and welfare of the people to considerations of revenue. As I have before now stated, I am convinced that that aspersion is entirely without foundation.

4. The general conclusion that the action of Government has checked any widespread expansion of consumption over India as a whole is, unfortunately, qualified by the fact that in certain areas alluded to in the Local Governments' Reports, an increase alike of consumption and of intemperance must be admitted and faced. Higher wages, and a rising standard of prosperity, the growth of industrial and urban conditions, the relaxation of social and religious restrictions, and an imitation of Western manners in an unfortunate direction, tend to, and account for, these local increases of consumption apart from any action of Government. When it is remembered that a large mass of the people, in some cases from immemorial custom, is not averse to the use of intoxicants (I observe, for instance, that in Madras three-fourths, and in Bihar two-thirds, of the population are classed in the reports as drinkers of alcoholic liquors), it is impossible not to view with some concern the influences and tendencies referred to above. The present attitude of vigilance and restriction on the part of Government is thus seen to be essential. In an address to the Calcutta Temperance Federation (Enclosure No. 18) Your Excellency declared that "the Government of India, the Local Governments and Administrations and their officials are unanimous in desiring to promote the cause of temperance in this country by all means within their powers." Those powers are clearly limited by the habits of the drinking portions of the population, and by the grave possibilities that might be involved in driving consumption to a more deleterious class of drug or to illicit and cheaper sources of supply. But with due recognition of those limits, I concur with your declaration. Doubtless the Local Governments will continue to give attention to the areas of heavy or increasing consumption, and the Government of India can count on my support for any well devised expedients to safeguard the prevalent sobriety of India and to counteract any tendencies that threaten to undermine it.

5. I pass to the consideration of the detailed points on which the opinions of the Local Governments have been obtained. Your despatch records the considerable progress already realised in several directions.

In these points of excise administration too rigid a uniformity of system is clearly unsuitable, and my inclination would be to respect the discretion of Local Governments and their right to make well-considered experiments for the control of the trade. I note that since 1905-6 no less than 22,653 shops, licensed for the sale of liquor or drugs, have been closed and that while in some areas reduction has been carried as far as at present seems advisable, in others a further diminution may still be looked for. I agree with Your Excellency's Government not at present to press the Local Governments to make further limitation of the hours of sale than they now express their willingness to effect. I approve the changes for which some of the provinces are prepared. Such experiments as the later opening hour of 10 a.m. in Bihar and Orissa, or even of noon in the exceptional circumstances of the North-West Frontier Province, and as the closing hour of sunset suggested for rural areas in Bengal or even of 4 p.m. which the Government of Assam is ready to consider, will doubtless be carefully watched; and if successful, such examples may be followed in those other parts of India which are not at present prepared for any change.

6. Similarly I am ready to accept your view as to the extension and powers of the Advisory Committees, subject to certain observations, which I should desire to make. In the first place, the widely-spread establishment of these Committees in municipalities and rural areas implies the practical acceptance of the principle that licensing is a function which, without sacrificing the avowed aims and the responsibilities of Government, should be exercised in concert with local advice and as far as possible in deference to local opinion. That principle may be worked out with considerable flexibility of detail according to the circumstances of each locality. It appears suitable to utilise, for rural areas, Local Boards, as is proposed in Bengal and Assam, or District Boards, as in the Punjab, in place of creating new administrative machinery. Where the Local Government, however, does not consider it expedient to set up Advisory Committees in rural areas, there might be less formal means of consulting local opinion. For instance, I observe that in Madras the existing rule is that:—

"Local opinion and where necessary the opinions of persons who may be specially interested, such as railway authorities, forest officers, and large employers of labour, should be obtained, and representations from District or Taluk boards or from village panchayats should receive attention."

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6. Similarly I am ready to accept your view as to the extension and powers of the Advisory Committees, subject to certain observations, which I should desire to make. In the first place, the widely-spread establishment of these Committees in municipalities and rural areas implies the practical acceptance of the principle that licensing is a function which, without sacrificing the avowed aims and the responsibilities of Government, should be exercised in concert with local advice and as far as possible in deference to local opinion. That principle may be worked out with considerable flexibility of detail according to the circumstances of each locality. It appears suitable to utilise, for rural areas, Local Boards, as is proposed in Bengal and Assam, or District Boards, as in the Punjab, in place of creating new administrative machinery. Where the Local Government, however, does not consider it expedient to set up Advisory Committees in rural areas, there might be less formal means of consulting local opinion. For instance, I observe that in Madras the existing rule is that :—

"Local opinion and where necessary the opinions of persons who may be specially interested, such as railway authorities, forest officers, and large employers of labour, should be obtained, and representations from District or Taluk boards or from village panchayats should receive attention."

In Burma it is stated that "the opinions of rural tracts, and more especially of the inhabitants of the village, in which it is proposed to establish a new shop, should continue to be consulted as at present, and no new shop should be opened in the face of any strong opposition from them, unless it is conclusively shown that such opposition springs from interested motives."

These rules of practice seem to me to be appropriate.

Secondly, I hope that it may be found possible not to limit the functions of the Advisory Committees merely to questions of the number or location of shops. They may well serve as a channel through which local opinion may be consulted as to matters of excise, for instance, methods of trading, hours of sale (on which they have been consulted in Bombay), or generally as to abuses and irregularities. It might also be within their recognised sphere to call attention to special cases and localities, in town or country, in which it might seem desirable and likely to be in consonance with the wishes of the inhabitants that the ward or special area should be kept altogether immune from the sale of intoxicants. In this connection I may refer to the instance of the Khondmals sub-division in Bihar and Orissa, where an aboriginal tribe, accustomed to heavy spirit drinking, petitioned for, and obtained in 1910, the entire removal of country liquor shops from their area. It would be a matter for regret if illicit selling were to threaten the breakdown of this experiment. Such cases are no doubt exceptional and may seldom come under the observation of an Advisory Committee. But a committee should have power to draw attention to any case of the kind coming to notice within their respective local areas. I entirely approve the principle stated by the Commissioner of Excise in the following passage:—

"Whenever it appears that the people of any particular locality have so far been convinced of the benefits of temperance as to abstain or even to make an honest attempt of abstaining from alcohol, Government will only be too willing to close the shops as they have done in the Khondmals."

Thirdly, Your Excellency's Government take the view that without prejudice to the eventual development of local control, it is not desirable at present to grant executive powers to the Advisory Committees. I accept the opinion that their institution is as yet too recent to warrant a further extension of their functions. In some cases their inactivity is criticised, though on the whole they appear to have justified their existence. It may be unwise to force a premature development, but their future working should be closely watched. I can see no reason why, while their powers are of a consultative nature, these bodies need necessarily have an official majority—a point which is not objected to in Bengal and elsewhere, though it is not conceded in Madras. I am glad, however, to observe the experiment of instituting Licensing Boards with full and final powers of determining the number and location of licensed shops for Calcutta and each of its suburban municipalities, and for each of the towns of Howrah and Bally. This proposal, under which the Excise Department and the leading temperance associations are to have each one representative on a board of seven, will preclude the suggestion that financial considerations can have a predominant voice in licensing decisions. I await with interest the Report upon the subject asked for in your circular letter of the 18th March, 1914, and I share the hope expressed by Your Excellency in your address to the deputation that waited upon you at Calcutta that if the experiment should prove successful, the way will be cleared for a similar experiment in other large towns.

7. I observe that Your Excellency's Government treat the auction system of licensing as the one question among excise problems, on which diversity of opinion is expressed by the Local Governments. In place of the definite decision in favour of a modified auction system taken up by the Excise Resolution of 16th May, 1907, the subject is held in your despatch to be admittedly controversial, an open question that is regarded as being *sub judice*. At the same time the experiment of a fixed fee system for country liquor shops was sanctioned by the Government of India on the application of the Bombay Government for the year 1909-10 in three selected districts, and from the commencement of the year 1912-13 the auction system for the disposal of country liquor shops was practically abolished everywhere in the Presidency, save for the discretionary power reserved to the Collector of resorting to auctions in rare and exceptional cases.

I shall not attempt to cover the ground of a well-worn controversy. The arguments are to be found in documents alluded to in the Despatch, and they were doubtless duly weighed before the Government of India gave permission to the Bombay

Government to try its experiment. Any and every licensing system is open to some objections, and often there is but a choice of evils. Whatever may be the practical difficulties which Indian conditions present, there is much to be said in favour of a fixed fee system which would secure to the State the full profits but not more than those profits accruing from the monopoly which the State itself creates. Such a system would leave to the liquor seller the average trading profits which he might expect to obtain from the sale of ordinary commodities with which the State does not interfere. It is one of the defects of the auction system, that even when speculative bids are rejected, it is liable to encroach on the fair profit of the trader, who in turn is tempted to recoup himself by illegitimate practices. Under a properly constituted fee system, based on accurate information intelligently and honestly used, the selection of the licensee would be on grounds of respectability, good record, and fitness. While no colour would be left for the suggestion that revenue was the predominant consideration, the revenue that would be derived primarily from still-head duties, and in a secondary degree from fees representing the monopoly profits of the individual shop, would be in practice as high as under a properly worked auction system the State ought in theory to exact.

Such a system of adequate fixed fees differs widely from a system in which the fee is intentionally fixed at a low rate as part of a plan for lowering the price of liquor. This appears to have been the case with the unsuccessful Punjab experiment. It is enough to say that the object so avowed is in clear opposition to the spirit of your Government's policy, and that, as is now recognised, other means must be found of coping with illicit distillation. A proper fixed fee system should, as above stated, secure all the monopoly profits to which the State has a fair claim. On the other hand there are some indications that in Calcutta and in towns in the United Provinces, where there is no free choice of sites, the auction system does not in fact secure for the State all such profits.

I note that among the reasons which led the Government of India to reject the fixed fee system recommended by the Excise Committee of 1905-06 the experience of England seems to have been emphasised. In paragraphs 20 to 22 of the orders of the Government of India on chapter X of the Report of the Excise Committee, the fixed fee system is stated to "have proved the most serious obstacle to real temperance reform in England." And you dwell on the considerable difficulties that the growth of vested interests in England has given rise to. I agree that the old English system, under which low conventional fixed fees were levied, aiming merely at the recovery of an arbitrary and limited amount of revenue, inasmuch as it left most of the monopoly profits in private hands, tended to the creation of vested interests. But the later experience of England should not be overlooked. The new system introduced under the Licensing Act of 1904 for new licences—of which it is true that only a comparatively small number are granted—does succeed in preventing the creation of vested interests in this class of licence, and no compensation is paid when these licences terminate or are not regranted. It is not suggested that in its details this reformed English system should be copied, or that its precise machinery could be reproduced in India. Under the contract distillery system there is far better provision possible in India for determining precisely the proper annual fees of licences. But the principle is in essence the same as that now working in Bombay.

The Bombay system, which began as a limited experiment six years ago and is now in its third year of universal operation through the Presidency, may not have been working long enough to make it possible to gauge accurately the full effects of the abolition of the auction system. But so far it appears to give satisfaction, though in the last Excise Report of the Bombay Government for 1912-13, the Commissioner of Customs remarks that "the scale which has been tentatively prescribed for working out the fees, and which is a very important feature of it, is, I am inclined to think, susceptible of modifications which will improve it." In a matter of this kind I should hesitate to override the objections which are felt by some of the Local Governments to the fixed fee system. You state that "the Bombay experiment is being closely watched and that you are considering the advisability of suggesting to other Local Governments the desirability of initiating similar experiments in suitable areas." I trust that before long it may be found practicable to try these experiments in different localities, and that taking full advantage of the details of the Bombay experience, those excise officials who have expressed their willingness to undertake this experiment should have the opportunity of doing so.

8. I have only further to observe that stress is laid throughout the Reports on the importance of education and of the independent efforts of temperance workers as the real means of securing reform. On the first point your Lordship, in replying to the Calcutta deputation, referred to the question of temperance teaching in schools. I would venture to suggest that the syllabus of lessons on temperance, which received the support of the British Medical Association, and was issued by the Board of Education in 1909, a copy of which is appended* to this despatch, might be adapted for use in schools in India; and that at least two or three lessons a year in those schools should be based upon it. It would doubtless need some recasting to meet Indian conditions; even though Indian students may not personally need warning, there is some evidence that it is among the educated classes that the tendency to imitate Western manners may serve to weaken the influence of traditional restrictions, and it may be desirable to emphasise the attitude of leading scientific authorities of the West. I also endorse the appeal that is made more than once in the Reports for the co-operation of temperance reformers in India. A fruitful field is opened to them by the representation offered to members of the leading Temperance Associations on the Advisory Committees and on the new Licensing Boards in Calcutta. But there is need for a movement of reform from within, springing from the people themselves, without which, as you rightly point out, the administrative efforts of Government must be hampered in the successful attainment of the objects that it has in view.

I have, &c.,
(Signed) CREWE.

* Not printed.

~~In some cases their inactivity is criticised, and it is suggested that a further extension of their functions~~