by purchase from the Natives, the Government already is, or shortly will be, in possession of considerable detached portions of land on the western, or mainland, side of the Bay. The Bill enables the Government to take possession of certain adjacent lands in the hands of Europeans, compensating the owners for the loss of their property. It is contemplated to increase the tract of land thus acquired by further purchases from the Natives. Upon this territory it is intended to establish a new settlement. Notwithstanding that the anchorage of Kororareka, or Russell, is the best in the Bay, that town can never become the outlet of the district. It is cut off from all communication with the mainland. site on a rugged peninsula is inconveniently confined, and, as a military position, it is indefensible. After a careful inspection of the district, the north western arm of the Bay, into which the Keri-keri falls, has been decided upon as the best site for the Port Town of the intended Settlement. inhabitants of the Bay District, European and Native, are almost without exception, desirous of seeing the Government provided with the necessary powers for undertaking the systematic colonization of this part of the country; to which, although it contains the oldest of the British settlements, a regular stream of emigration has never yet been directed. It is part of the scheme, to dispose of a considerable proportion of the sections in the new settlement to Natives, either gratuitously, or in exchange for their inland possessions. The proceeds of the remainder will be devoted to Immigration and Public Works.

17. The Ngapuhi, who inhabit this part of New Zealand, are perhaps the finest of its Tribes. They have been longer and more closely in contact with Europeans than any other, and are at the present time, more loyally disposed, and more anxious to promote European settlement. It is hoped that the present scheme may induce them to ascend another step in the social scale, by acquiring separate holdings in an European community, the local affairs of which will be administered by old and experienced settlers, individually known to the Natives for a long series of years, and possessing a thorough knowledge of their character.

## v.-Individualization of Native Title, "Native Territorial Rights Bill."

18. The "Native Territorial Rights Bill" affects the most difficult and delicate question with Remarks by the Governor-which the British Government in New Zealand has to deal; and the Legislature in touching on it Vide my despatch. No. has shewn a corresponding caution.

19. The subject has two aspects; the one relating to the civilization of the Natives, the other to the promotion of the settlement of the country by Europeans. Ministers hold that these two objects, truly viewed, are ultimately inseparable. The purpose of the measure is however, to place in the hands of the Government a new and powerful instrument for the civilization of the Natives, and by no means to increase the immediate facilities for the acquisition of land by Europeans.

20. It is notorious that the most frequent and bloody Maori feuds arise, and have always arisen, from disputed title to land. The four existing quarrels which have been referred to have all this origin, and others that could be mentioned are at this moment smouldering. It is equally indisputable that the communistic habits of the Aborigines are the chief bar to their advancement. Separate landed holdings are indispensable to the further progress of this people. Chastity, decency, and thrift cannot exist amidst the waste, filth, and moral contamination of the Pas.

21. In order to strike at the root of these evils, the Bill provides,—first, for the ascertainment and registry of Tribal Title—Secondly, for the issue of Crown Grants to individual Natives of Lands

ceded for the purpose by their respective Tribes.

22. The propriety of making at least an attempt to provide means for the extrication of Native Title from its present entanglement, for reducing it to fixed rules, and for subjecting it to the jurisdiction of regular Tribunals, can hardly admit of a doubt. Even if it appeared that such an attempt might involve a certain amount of risk, that surely, ought not to deter a great Christain Power from some effort to avert the shame and the sin of remaining, what Her Majesty's Representative in these Islands is at this moment, the passive witness of murderous affrays between Her Majesty's subjects,

almost under the guns of Her garrisons.

23. But no such risk is really incurred. The interference of the Executive Government to adjust land disputes remains under the Bill purely optional. The Bill throughout all its provisions is permissive, and the plan must by no means be confounded with the Compulsory Registration of Native Title provided for by the Royal instructions of 1846. Ministers are aware that good can only be effected by proceeding with the greatest caution. They desire nevertheless to make a timely step in advance as being not only the justest but the safest course—as the surest means of avoiding future advance, as being not only the justest, but the safest, course—as the surest means of avoiding future complications. This is a case in which it would be found that "a froward retention of Custom is as " turbulent a thing as an innovation."

24. The Grants to individual Natives will effect a gratuitous transmutation of the Native Title of occupancy into an English fee-simple. It is a difficult question whether lands so granted should, or should not, be alienable to Europeans. Perhaps no general rule can be laid down. In some cases it might be desirable to secure the heirs of a spendthrift Chief against the effects of his extravagance. In other cases no sufficient reason might exist for withholding the full powers of ownership. It has, therefore, been left discretionary with the Government to impose restrictions on alienation. Occasionally it is probable that the power of restraining alienation might be usefully employed to prohibit acquisitions of land by Europeans in remote districts. At all events, it will be seen that under the provisions of the Bill, the Government retains, undiminished, its present power of checking dispersed settlement of the country by Europeaus.

covers this Bill.