I beg to state that, considering the sum offered is less than what was paid for a four-weekly service at a slower rate of speed, I cannot submit the offer to Mr. Spreckels, fearing that it would probably cause him to break off negotiations with New Zealand, and lose a service that is without question far ahead of any other in its benefit to the colony.

Trusting that the Government will approach the matter in a more liberal manner,

The Secretary, General Post Office, Wellington.

I have, &c., GEO. DUNNET.

## No. 4.

The Secretary, General Post Office, Wellington, to Mr. Dunnet, Auckland. General Post Office, Wellington, 10th September, 1901. FR'isco service and Mr. Spreckels's proposals: Cabinet has again considered matter, and has now decided to recommend Parliament to approve of payment of £15,000 (fifteen thousand pounds) per annum for three years. This is final.

## No. 5.

Mr. Dunnet, Auckland, to the Secretary, General Post Office, Wellington. Auckland, 11th September, 1901. (Telegram.) WIRE to hand. Am wiring to San Francisco.

## No. 6.

Mr. Dunnet, Auckland, the Secretary, General Post Office, Wellington. (Telegram.) Auckland, 13th September, 1901. HAVE received reply from Mr. Spreckels. Offer declined.

Approximate Cost of Paper.-Preparation, not given; printing (1,450 copies), £1 7s. 6d.

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