

September, 1881, but no answer was ever returned by that Government to the proposal.

While, however, the Venezuelan Minister constantly stated that the matter was under active consideration, it was found that in the same year a Concession had been given by his Government to General Pulger, which included a large portion of the territory in dispute. This was the third breach by Venezuela of the Agreement of 1850.

Early in 1884 news arrived of a fourth breach by Venezuela of the Agreement of 1850, through two different grants which covered the whole of the territory in dispute, and as this was followed by actual attempts to settle on the disputed territory, the British Government could no longer remain inactive.

Warning was therefore given to the Venezuelan Government and to the concessionaires, and a British Magistrate was sent into the threatened district to assert the British rights.

Meanwhile, the negotiations for a settlement of the boundary had continued, but the only replies that could be obtained from Señor Guzman Blanco, the Venezuelan Minister, were proposals for arbitration in different forms, all of which Her Majesty's Government were compelled to decline as involving a submission to the Arbitrator of the claim advanced by Venezuela in 1844 to all territory up to the left bank of the Essequibo.

As the progress of settlement by British subjects made a decision of some kind absolutely necessary, and as the Venezuelan Government refused to come to any reasonable arrangement, Her Majesty's Government decided not to repeat the offer of concessions which had not been reciprocated, but to assert their undoubted right to the territory within the Schomburgk line, while still consenting to hold open for further negotiation, and even for arbitration, the unsettled lands between that line and what they considered to be the rightful boundary, as stated in the note to Señor Rojaz of the 10th January, 1880.

The execution of this decision was deferred for a time, owing to the return of Señor Guzman Blanco to London, and the desire of Lord Rosebery, then Secretary of State for Foreign Affairs, to settle all pending questions between the two Governments. Mr. Olney is mistaken in supposing that in 1886 "a Treaty was practically agreed upon containing a general arbitration clause, under which the parties might have submitted the boundary dispute to the decision of a third Power, or of several Powers in amity with both." It is true that General Guzman Blanco proposed that the Commercial Treaty between the two countries should contain a clause of this nature, but it had reference to *future* disputes only. Her Majesty's Government have always insisted on a separate discussion of the frontier question, and have considered its settlement to be a necessary preliminary to other arrangements. Lord Rosebery's proposal made in July, 1886, was "that the two Governments should agree to consider the territory lying between the boundary lines respectively proposed in the 8th paragraph of Señor Rojaz' note of the 21st February, 1881, and in Lord Granville's note of the 15th September, 1881, as the territory in dispute between the two countries, and that a boundary line within the limits of this territory should be traced either by an Arbitrator or by a Joint Commission on the basis of an equal

division of this territory, due regard being had to natural boundaries."

Señor Guzman Blanco replied declining the proposal, and repeating that arbitration, on the whole claim of Venezuela, was the only method of solution which he could suggest. This pretension is hardly less exorbitant than would be a refusal by Great Britain to agree to an arbitration on the boundary of British Columbia and Alaska, unless the United States would consent to bring into question one-half of the whole area of the latter territory. He shortly afterwards left England, and as there seemed no hope of arriving at an agreement by further discussions, the Schomburgk line was proclaimed as the irreducible boundary of the Colony in October 1886. It must be borne in mind that in taking this step Her Majesty's Government did not assert anything approaching their extreme claim, but confined themselves within the limits of what had as early as 1840 been suggested as a concession out of friendly regard and complaisance.

When Señor Guzman Blanco, having returned to Venezuela, announced his intention of erecting a lighthouse at Point Barima, the British Government expressed their readiness to permit this if he would enter into a formal written agreement that its erection would not be held to prejudice their claim to the site.

In the meanwhile, the Venezuelan Government had sent Commissioners into the territory to the east of the Schomburgk line, and on their return two notes were addressed to the British Minister at Caracas, dated respectively the 26th and 31st January, 1887, demanding the evacuation of the whole territory held by Great Britain from the mouth of the Orinoco to the Pomeroun River, and adding that should this not be done by the 20th February, and should the evacuation not be accompanied by the acceptance of arbitration as the means of deciding the pending frontier question, diplomatic relations would be broken off. In pursuance of this decision the British Representative at Caracas received his passports, and relations were declared by the Venezuelan Government to be suspended on the 21st February, 1887.

In December of that year, as a matter of precaution, and in order that the claims of Great Britain beyond the Schomburgk line might not be considered to have been abandoned, a notice was issued by the Governor of British Guiana formally reserving those claims. No steps have, however, at any time been taken by the British authorities to exercise jurisdiction beyond the Schomburgk line, nor to interfere with the proceedings of the Venezuelans in the territory outside of it, although, pending a settlement of the dispute, Great Britain cannot recognise those proceedings as valid, or as conferring any legitimate title.

The question has remained in this position ever since; the bases on which Her Majesty's Government were prepared to negotiate for its settlement were clearly indicated to the Venezuelan Plenipotentiaries who were successively dispatched to London in 1890, 1891, and 1893 to negotiate for a renewal of diplomatic relations, but as on those occasions the only solutions which the Venezuelan Government professed themselves ready to accept would still have involved the submission to arbitration of the Venezuelan claim to a large portion of the British Colony, no progress has yet been made towards a settlement.

It will be seen from the preceding statement that the Government of Great Britain have