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MEMORIAL

OF THE MERCHANTS, OF THE CITY OF NEW-YORK:

To the President of the United States, and the Senate and House of Representatives of the United States of America, in Congress assembled: The Memorial of the Merchants of the city of New-York.

Your Memorialists beg leave respectfully to approach the government of their country, on subjects of great importance, which have affected their minds with the deepest anxiety and alarm.

Confiding in the justice and friendly dispositions of the government of Great-Britain and entertaining a correspondent expectation that no unusual restrictions would be imposed on Neutral Commerce, without adequate motives and the most ample notice; presuming especially, that commercial enterprises, commenced under the sanction of established principles, would on no account be affected by a change of system; your memorialists have employed a vast capital in importing various colonial productions, the surplus of which, exceeding the demands of this country, they have been accustomed to export freely to the different markets of Europe.

After this commerce had been prosecuted without restriction for several years, and had attracted a great proportion of their wealth; after their insurers had assumed immense responsibilities, grounded on an opinion that this trade was strictly regular; having never received the slightest intimation, that it could be deemed incompatible with the rights of a belligerent nation, they have been suddenly confounded, by unexpected intelligence of the arrestation on the high seas, of a large portion of their property, which had been embarked with the most unsuspecting confidence.

The feelings of your memorialists are not only excited by the losses which they have actually sustained, in consequence of a measure unsusceptible of previous calculation, but also from the state of uncertainty in which they are placed, with respect to future commercial operations.

Your memorialists heretofore believed that commerce between the United States and colonies subject to the enemies of Great-Britain, when *bona fide* prosecuted on their own account, would be perfectly safe from interruption: They have also believed, that all articles, which might be securely imported into the United States, might be as securely exported; with the exception well understood, both in respect to the import and export trade of commerce with places blockaded, or in articles contraband of war.

In a recent interpretation of what is considered by the tribunals of Great-Britain as a *direct trade* between the colonies and the parent countries of their enemies, your memorialists perceive with concern, the development of a principle, which, if conceded on the part of the United States must prove fatal to their commercial importance.

It is understood to have been decided, that whenever it appears to be the intention of the importer of colonial produce, to export the same to Europe; or, whenever it is so exported by the original importer, such intention or exportation, shall be evidence of a *direct trade*, and subject the property, though neutral, to confiscation.

Your memorialists consider it their bounden duty to themselves and their country, to express their most decided opposition to this decision.

As to the evidence arising from the supposed intention of an importer, they readily admit, that the great quantities of colonial produce, which are acquired by means of the American commerce, exceeding the demand for consumption in the United States, will fairly justify a general presumption, that the surplus is ultimately destined for European markets. They assert however, that the intention of a merchant in respect to the future destination of his property, must, from the nature of things be inconclusive. All plans of business, formed by individuals are liable to be affected by circumstances, not to be foreseen or controlled: these plans are therefore necessarily revocable by those who form them; and an intention which has not been executed proves nothing more than might justly be inferred from a general presumption, arising from the course of our commerce.

To apply such an intention, in a particular case, to the prejudice of an individual; to presume that he has voluntarily incurred an immense risk, which consistently with the success of his main object, he might have fairly avoided, and to involve him in ruin for prosecuting a trade, which, if undertaken with a different motive, would have been declared lawful; would be in the opinion of your memorialists, to confound and reserve the best established principles of reason, equity and law.

Your memorialists contend for no innovations on the law of nations; and, except where special treaties have prescribed a different rule, they admit that they may lawfully be restrained from transporting the property of the parties engaged in war. In the recent decision which prohibits an importer of colo-

onial produce from exporting it to Europe, they however perceive with concern, either a nugatory and vexatious regulation, or a meditated blow, at what they deem an incontestible and valuable right.

Heretofore there existed clear and obvious circumstances of discrimination, between the *direct trade*, which Great-Britain has assumed the right of denying to neutrals, and the indirect or *circuitous trade*, which she admits to be lawful. The direct trade could be performed by a single shipment or voyage; whereas, the *circuitous trade* subjected the property to double freights and insurances, to deductions in favour of the revenue, and various other expences in this country.

If the arrival of a ship in the country to which it belongs; the landing of the cargo; the inspection of the Custom-House; the payment or security of duties; do not terminate a voyage; then we confess our ignorance on a point, which, never having been before questioned, has been assumed by us as an acknowledged truth. If the entry for exportation; the embarkation of merchandize; the re-inspection of the Custom-House; the bond for securing a delivery in a foreign country, and a public clearance, do not indicate the commencement of a new voyage, then we are yet to learn the meaning of the expression. If all the formalities and sanctions established for the security of our revenue; if operations of immense magnitude, transacted with the greatest publicity, and without any motives for concealment, are considered as *direct representations*, and merely colourable fraudulent contrivances to cover an illicit trade, between the colonies and the parent countries of the enemies of Great-Britain; then it becomes necessary, both in regard to our characters and interests, to inquire, whether the new regulations, establish a more definite criterion for the discovery of truth?

We repel with indignation the suggestion, that the trans-shipment of property for a foreign market, by the original importer, is evidence of fraud or chicanery; or that unsupported by other circumstances, it can justify a suspicion, that it is other than neutral. In our opinion, any discrimination between the rights of an importing merchant, and a vendee in the United States, is manifestly fallacious, as it virtually asserts, that the former can exercise only an imperfect dominion over property lawfully acquired, and possessed in this country, while at the same time he can convey to the latter a title to a privilege not enjoyed by himself: in short, that a trade is unlawful, when the advantage is to result to one person, but may be rendered lawful, by being participated with another.

If the new doctrine is executed in the mildest form, its operation must be highly injurious, by originating new questions for litigation, and of course, subjecting all our commerce to new hazards of interruption. We presume not, however, to comprehend to what extent, or in what manner the principle will be applied; we perceive, that the ancient land-mark has been removed, but we seek in vain for a beacon to direct our course; If we enquire whether a *bona fide* sale and delivery of Merchandize, by an importer, being a citizen to another known citizen of the United States, for a valuable consideration, will, as in ordinary cases, be conclusive evidence of a transfer of property, and the answer is affirmative; then we complain that our ships have been detained, the rates of insurance enhanced, and our property confiscated, for the establishment of a rule, which when once understood, will become nugatory, and cease to produce any commercial or political effect. If on the other hand, this evidence is not to be deemed conclusive, we profess ourselves to be utterly at a loss to discover, what proofs of ownership, and neutrality of property, can with safety, be relied on.

But these embarrassments, though perplexing and vexatious, are not those which principally occasion our solicitude. We are compelled to consider the late decisions of the British tribunals, as preliminary steps towards a system for controlling the importations and exportations of colonial productions, thereby annihilating the most lucrative branches of our foreign commerce.

If we owed this trade solely to the favour of Great-Britain; still we might ask, what urgent motive, what imperious necessity, required that the favour should be resumed, at a period when our commerce was spread over the ocean, and when a change so essential might destroy its security, and subject us to incalculable losses?

We deny, however, that the rights of commerce, as claimed by us, are to be deemed favours; on the contrary, if the law of nations is other than a temporary rule, prescribed by an arbitrary will, & enforced by power, then we appeal to its most universal and inviolable principle, in our defence. This principle is, that the goods of a NEUTRAL consisting of articles not contraband of war, in a NEUTRAL VESSEL, employed in a DIRECT TRADE, between NEUTRAL COUNTRIES and ports of a BELLIGERENT COUNTRY not invested or blockaded, are protected.

In the controversies which have existed at

different times, for extending the privileges of neutral vessels, and limiting the grounds of capture, we take no part: we appeal to the old law. If neutral rights can be reduced within more confined limits than this law prescribes, we perceive not how, amidst the collisions of national interests, any neutral commerce can exist, even in our native productions.

If it be intimated, that neutrals should be confined to a commerce with such places, and in such articles only as were allowed in peace, by the municipal regulations of the countries engaged in war; the doctrine may be repelled by the notorious fact, that no such principle has governed the conduct of nations, during any wars in which they have been engaged; all were free to vary, and in fact all have varied, their commercial system: whatever theoretical opinions may therefore have been advanced, there has existed no such practical rule, and to set up such a rule under the unparalleled circumstances of the present war, must infallibly destroy the commerce of this country.

It is a well known fact, that the people of the United States export to foreign countries a greater proportion of the aggregate annual value of the products of their industry, than any other people of the globe; they are consequently most deeply interested in the security and freedom of their trade: in short, being almost exclusively an agricultural and commercial people, those parts of our country, which, from recent settlement, or from other circumstances, are wholly agricultural are more immediately interested than any other, as they are in a greater degree dependent on foreign supplies, and consequently most liable to be affected, by any vibrations of the commercial system.

As our manufactures do not flourish in proportion to the progress of our population, wealth and luxury, the necessity of extending our commerce is constantly increasing.

The basis of all our trade is the aggregate value of our native productions, exceeding what are consumed in the United States: these are exported to various countries, from which we receive supplies for domestic use, or other articles for exportation. A very great proportion of all the results of our commerce with the world centre in the dominions of Great-Britain, and we receive almost exclusively from that country, our cloathing, and other necessary manufactures.

By the events of the late and present war, many countries with which we prosecuted an increasing trade, have been either diverted from manufacturing pursuits, or have been greatly impoverished, or conquered and subjected to the colonial system of Great-Britain.

With these preliminary facts in view, we request permission to detail some of the most important consequences of the assumed rule, that neutrals may be restrained, in time of war, to their accustomed trade in time of peace. The injustice of such a rule, in relation to the United States, will be more manifest: the individuals employed in commerce, would not alone be affected: all the internal relations of our country would be disturbed: the interests of those districts which are most remote from our principal ports, would, in proportion to their dependence on foreign supplies, be most severely depressed.

The effects of war cannot be confined to the countries engaged in war. The value of money; the price of labour; the rates of freight and insurance, are by war enhanced throughout the world; all articles of merchandize, both of export and import, are variously affected, in their quantities and value, by new wants; by the relinquishment of former pursuits, and by the new direction which is thereby given to the industry of different nations. Other consequences result from the effects of war; as the impoverishment of some, and the aggrandizement of other countries: also, from the acknowledged right of belligerent nations to interdict commerce in contraband articles, and to institute blockades. This last right is highly injurious to neutrals, as it frequently restrains them from proceeding to the best markets. It is obviously impossible, therefore, to confine the United States, in time of war, amidst all these changes and disadvantages, to their accustomed trade in time of peace without destroying all trade.

If in consequence of the war, certain articles usually exported from the United States to countries from which we received necessary supplies, cease to be demanded in those countries, may we not export other articles, and thereby obtain the supplies we need?

If articles usually imported into the United States in time of peace, cease to be demanded by us in time of war, in consequence of our ability to obtain substitutes which we prefer, shall we be required to renounce our export trade by being forbid to import other articles for consumption or for commerce? or shall we be compelled to receive in exchange, articles which we do not require?

If, in consequence of an increased demand for our exports to particular countries, we obtain in exchange, articles of commerce exceeding our domestic wants, shall it be required that the surplus perish on our hands?

If Great-Britain permits commerce be-

tween her subjects and the colonies of her enemies, may we not, with the consent of those colonies, participate in the same commerce?

If our commerce with the enemies of Great-Britain may now be confined to the system established in time of peace, may we not apprehend that the principle will be retaliated, in respect to our commerce with the colonies of Great-Britain? In that case, what can ensue but war, pillage, and devastation?

These are not imaginary suppositions; they illustrate the most important principles of our commerce; they evince the necessity of a *circuitous trade*, to enable us to realize the great value of exports in our native productions, by which alone we acquire the power to liquidate the balance against us, in our commerce with Great-Britain; they demonstrate, that the position against which we contend, is not a rule of the law of nations; the law of nations ordains no rule which is unequal and unjust.

But still we have other and more forcible objections; the concession which is required would deprive us of many advantages, connected with our local situation, our enterprise, our wealth, and our fortune; it would require us to divert much of our capital and industry to new employments; it would amount to an abandonment of views, as a commercial people, and might involve us in dangerous controversies, by virtual admission, that any essential articles of supply may, at the pleasure of a belligerent nation, be placed in a state of inhibition, equivalent, to being declared contraband of war.

Hitherto we have regarded it as a peculiar felicity incident to our neutral situation, that it was equally beneficial to ourselves, and to all the parties with whom we are connected: the articles exported by us to the enemies of Great-Britain, being convenient supplies—promised to secure to our ships in their ports a welcome reception and hospitable treatment. As the direct returns for these exports were inconsiderable, and as the products were almost exclusively remitted to Great-Britain, and thereby applied in payment for manufactures purchased on our account, we considered ourselves sure of receiving from them, at least that degree of protection, which was recommended by a regard to neutral interests.

It is however with much surprise that we have recently discovered, that the very circumstances upon which our hopes of security are reposed, have been urged as arguments to justify an invasion of our rights, and that, having totally suppressed the external commerce of her enemies, Great-Britain is now counselled to appropriate to herself that of her friends. If it be true that, as exporters of certain articles to the ultimate markets, our interest are in collision with her's yet it ought to be recollected, that it is a particular and minor interest only which suffers, and that the disadvantage is a necessary consequence of her colonial system: that the general results of our commerce are greatly in her favor; that they invigorate her manufacturing interests, which are the great basis of her wealth; and that these interests can never be promoted by the impoverishment of her best customers. Surely the security of neutral rights ought not to diminish, as their value is augmented: surely a maritime preponderancy, which enables its possessor to blockade any of the ports of its enemies, conveys no just title to a monopoly of the commerce of the world!

In the list of our complaints, we cannot forbear to enumerate the humiliating and oppressive conduct of ships of war, in the vicinity of our coasts and harbours. We respect the principle and emulate the conduct of Great-Britain, in regard to our own jurisdiction, and we wish merely to claim for ourselves the same measure of justice which she exacts from others.

But while we contend that we ought not to be exposed to humiliating inquisitions in the verge of our port, which by means of secret connexions with our city, may be rendered conducive to the indulgence of partiality, favor or malice, we disavow every wish to divert the belligerent nations of their rights.—If, in particular instances, the American flag, and the character of an American merchant, have been prostituted to unworthy purposes, we declare the individuals thus guilty to be our enemies, and we wish not to screen them from the just consequences of their misconduct. We also assert, that a comprehensive view of our commerce, affords conclusive evidence that of the property circulated through this port, the proportion which can possibly belong to the enemies of Great-Britain, is an object unworthy the attention of a great power; especially, if in a rigorous pursuit of its strict rights, it incurs the hazard of forfeiting the esteem of its friends.

If, therefore, the mode in which the American commerce is prosecuted, is allowed by the law of nations; if irrefragable evidence arises from our situation, wants, and necessary connexions with the rest of the world, that it is almost exclusively grounded on American capital; if the suggestions, that we are the mere agents of foreigners are ungenerous insinuations, contrived as apologies for in-