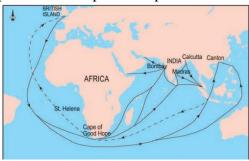
Chapter – 2: From Trade to Territory

- Aurangzeb last Mughal ruler control large territory India
- After his death 1707 Mughal governors / zamindars authority establish regional kingdoms –
 Delhi no longer capital
- 2nd half of 18th century new power British
- British came for trade started controlling politics

East India Company Comes East

- 1600 East India Company acquired rights (royal charter) Queen Elizabeth I (England) monopoly (sole right) of trade in East no other Company can compete
- Company travel across oceans new lands buy cheap sell at high price make profits by eliminating competition
- Royal charter could not prevent European competition



- By the time first British ship sailed through west coast of Africa Cape of Good Hope crossed the Indian Ocean
- Portuguese (Portugal) already establish in India Goa their base
- Vasco da Gama Portuguese discover sea route to India 1498
- Early 17th century Dutch (Netherlands) trade in Indian ocean
- Soon French came
- Problem- everyone wants same thing fine qualities of cotton and silk pepper, cloves, cardamom and cinnamon
- Competition European companies pushed up buying price reduced profits
- Only way to survive eliminate the competition led to fierce (dangerous) battles
- 17th and 18th centuries sank ships, blockaded routes
- Trade carried out with arms and ammunition posts fortified
- Fortification led to conflicts with local rulers

East India Company begins trade in Bengal

- First English factor banks of river Hugli 1651 base traders (factors) operated
- Factory
 - o Warehouse goods for export stored
 - o Offices Company officials operated
- Trade grew Company persuaded local merchants settle near factory
- 1696 built fort around settlement

- 2 years later bribed Mughal acquired zamindari rights 3 villages including Kalikata later became city of Calcutta now Kolkata
- Persuaded Aurangzeb issue *farman* trade duty (tax) free
- Company press for more concessions (special priviledges) and manipulating existing ones
- Aurangzeb's *farman* Company can trade duty free BUT officials trade as side business paid no taxes enormous loss of revenue for Bengal

How trade led to battles

- Early 18th century conflict between Company and nawabs of Bengal intensified (increased)
- After death of Aurangzeb nawabs of Bengal establish authority like others
- Murshid Ali Khan then Alivardi Khan then Sirajuddualah nawab of Bengal
- Each strong ruler refused to give concessions demanded huge taxes denied minting (making) coins stopped fortifications
- Accused Company deceit cheating and stealing huge revenues from Bengal government disrespecting authority of nawabs
- Company declared unjsust demands local officials ruining trade
- Trade only possible taxes removed settlements and fortifications expanded
- This conflict led to Battle of Plassey

The Battle of Plassey

- Alivardi Khan died in 1756 Sirajuddualah new nawab
- Company worried power of Sirajuddualah wanted puppet nawab continue concessions in trade
- Tried Sirajuddualah's rival become new nawab unsuccessful
- Sirajuddualah angry asked Company pay taxes, stop fortification and meddling in politics
- Negotiations failed nawab 30,000 soldiers English factory, Kassimbazar captured Company officials locked warehouse took away weapons blockaded ships
- Then marched to Calcutta control Company's fort there
- On hearing news of Calcutta Company in Madras sent army with navy under Robert Clive
- A lot of negotiations happened BUT everything failed
- 1757 Robert Clive against Sirajuddualah at Plassey
- Main reason Sirajuddualah lost part of army led by Mir Jafar (commanders / *senapati*) never fought the Battle
- Clive persuaded Mir Jafar promising him the crown after defeat of Sirajuddualah
- Battle of Plassey famous 1st major victory of Company in India
- After defeat Sirajuddualah killed Mir Jafar new nawab
- Company prime objective expansion of trade not administration if possible with help from local rulers territory not taken forcefully
- Soon Company knew above mentioned objective not possible puppet nawabs not always helpful
- When Mir Jafar protested Company installed Mir Qasim
- When Mir Qasim complained Company defeated him in Battle of Buxar (1764) thrown out of Bengal Mir Jafar again new nawab
- Nawab pay Rs. 500,000 to Company BUT Company wanted more territory and revenue
- 1765 Mir Jafar died Company's mood changed Clive declared 'We must become nawabs ourselves'
- 1765 Mughal emperor appointed Company Diwan of Bengal

- Allowed Company use revenue of Bengal
- Early 18th century trade with India expanded BUT buy goods in India gold / silver imported from Britain
- Britain nothing to sell
- Import of gold slowed after Battle of Plassey AND stopped after Diwani rights
- Revenue from India manage Company expenses purchase cotton and silk in India maintain Company army – build Company fort and offices at Calcutta

Company officials became 'nabobs'

- Company more power and authority
- Company servant visions life like nawabs
- After Battle of Plassey actual nawabs gave land and money gifts to Company officials
- Robert Clive came to Madras 1743 age 18 1767 left India with € 401,102
- 1764 Robert Clive appointed as governor of Bengal tasked to remove corruption 1772 British Parliament examined him on corruption (because of his vast wealth)
- He was found innocent committed suicide 1774
- All officials did not make such money
- Many died early war or disease
- Many simple backgrounds wanted to earn enough in India live comfortable in Britain
- Those who earned a lot flaunted (demonstrated) wealth called 'nabobs' were made fun of in plays

Company Rule Expands

- Analyse annexation of state 1757 to 1857 company rarely attacked anyone instead used politic, economy and diplomacy – extend influence
- After Battle of Buxar (1764) company appointed Residents political agents job help with company's interests
- Through Residents company influenced internal affairs Indian states
- Tried to decide successor and appointments on administrative posts
- Sometimes company forces subsidiary alliance
 - o Indian rulers no army paid protection money to company's army
 - o Failed to pay penalty part of territory
- 1801 Richard Wellesley Governor-General nawab of Awadh gave half territory to company
- Similarly Hyderabad gave some territory

Tipu Sultan - The "Tiger of Mysore"

- Company direct fight in case of threat
- Mysore grew stronger powerful rulers Haidar Ali (1761 1782) his son Tipu Sultan (1782 1799)
- Mysore controlled profitable trade from Malabar coast company purchased pepper and cardamom
- Tipu Sultan stopped export sandalwood, pepper, cardamom disallowed merchants trade with company
- Close relation French modernize his army
- British angry Haider and Tipu dangerous rulers had to be controlled

- Four wars with Mysore
 - o 1767 1769
 - \circ 1780 1784
 - o 1790 1792
 - 0 1799
- Last war Battle of Seringapatam company won Tipu Sultan died former rulers Wodeyars back in business – subsidiary alliance forced

War with the Marathas

- Late 18th century company destroy Maratha power
- Defeat in 3rd Battle of Panipat 1761 Maratha dream ruling Delhi broken
- Divided into states under chiefs (sardars) Sindhia, Holkar, Gaikward, Bhonsle
- Chiefs together under alliance Peshwa (main leader) base in Pune
- Mahadji Sindhia and Nana Phadnis famous Maratha soldiers 18th century
- Marathas were controlled in series of wars
 - o First war ended in 1782 treaty (deal) of Salbai no winner
 - Second war (1803-05) different places British won Orissa and places north of Yamuna including Agra and Delhi
 - o Third war (1817-19) Maratha power ended Peshwa sent to Bithur
- Now company control all territory south of Vindhyas

The claim to paramountcy

- Early 19th century company aggressive policy territory acquiring
- Lord Hastings Governor-General (1813-23) paramountcy introduced
- Company authority paramount (supreme) greater power than Indian states
- This policy was challenged
- Kitoor (in today's Karnataka) Rani Channamma led anti-British movement arrested 1824 died in prison 1829
- Rayanna poor *chowkidar* in Sangoli, Kitoor carried on resistance (fighting back) destroyed –
 British camps and records captured and hanged 1830
- Late 1830s East India Company terrified by Russia
- Company thought Russia might expand enter India north-west secure control over north-west
- Long war with Afghanistan 1838 1842 indirect company rule
- Sind taken over 1843
- Next Punjab Maharaja Ranjit Singh stopped them
- After his death 1839 2 long wars with Sikh kingdoms 1849 Punjab lost to company

The Doctrine of Lapse

- Lord Dalhousie Governor-General (1848-1856) policy Doctrine of Lapse
- Policy Indian ruler died no male heir (prince) kingdom lapse (lost) British control
- Satara (1848), Sambalpur (1850), Udaipur (1852), Nagpur (1853), Jhansi (1854)
- 1856 Awadh added argument mismanagement by nawab British rule much better
- 1857 great revolt against British

Setting up a New Administration

- Warren Hastings Governor-General (1773-1785) imp. role expanding company power Bengal, Madras, Bombay
- British territory divided 3 presidencies Bengal, Madras and Bombay each had a Governor leader Governor-General
- Warren Hastings 1st Governor-General several new rules
- 1772 system of justice
- District 2 courts criminal (faujdari adalat) and civil (diwani adalat)
- Maulvis and Hindu Pandits interpreted Indian laws European judges civil courts
- Criminal courts under Mufti (translator) and Qazi (judge) under British supervision
- Major problem Brahman Pandits different interpretation local laws different schools of dharmashastra
- 1775 bring uniformity 11 pandits chosen compile gist (single interpretation) of Hindu laws N.B. Halhed translated in English
- 1778 code of Muslim laws prepared for European judges
- Regulating Act, 1773 new Supreme Court AND court of appeal Sadar Nizamat Adalat Calcutta
- District main power Collectorate office of Collector collect revenue and maintain law and order help from judges, police officers and *darogas*

The Company army

- Colonial rule new ideas administration BUT power military strength
- Mughal army **cavalry** (soldiers on horsebacks) and **infantry** (foot soldiers)
 - o Trained in archery and sword
 - o Cavalry main and infantry not professionally trained
 - o Local zamindars trained and supplied infantry
- Major change 18th century Awadh, Benaras recruited peasants trained professionally
- East India Company same method called it sepoy army
- Warfare technology changed 1820s cavalry not required anymore
- British fighting in Burma, Afghanistan, Egypt soldiers armed muskets (guns) and matchlocks (bombs)
- Soldiers maintain with changing military requirements infantry more imp.
- Early 19th century British uniform military culture
- Soldiers European style training and discipline problems caste discrimination affected team building activities
- Revolt of 1857 life of sepoys

Conclusion

- East India Company came for trade became colonial power
- Early 19th century steam technology easy transportation
- 1857 company direct rule over 63 % Indian territory
- Indirect influence remaining territory British 100 % control over India