Document #1477.

(0)

Rejust 36

DEF. DOC. #1477

Translated by Defense Language Pranch

Berlin, May 17, 1938.

Note

for the conversation with the Japanese Ambassador Concerning economic quentions.

winister von Paumer presented on May 12 a note concerning
"present state of the German-Japanese relations," which contains the
important viewpoint for conducting the conversation. The
following suggestions are made as the summation and the completion
thereof:

1) Peference to the German performances for Jaran:

Aside from the general political assistance especially the recognition of Manchukuo, recall of the military advisors from China and the embargo on the export of armaments to China.

- 2) As a result of this support of Japan, Germany suffered considerable economic loss in her relation with China:
- a) refunding of foreign exchange and other loss resulting from the broken contracts of armament supplies (estimate RM 33 Mill.),
- b) expected default of payment of armament supplies already made (about PM 47 Will.),
- c) probable Chinese boycott against German goods with the risk of bankruptcy of many German compaines in China (invested capital about \$ 300 Mill.); considerable diminution or loss of the German-Chinese trade which has heretofore been very favourable (yearly income of foreign exchange about FM 125 Mill., import of

important raw material such as wolfram, antimony from China).

- Lack of Japanese good will heretofore on the economic field:
 - a) unsufficient release of frozen claim (Yen FO, 44 Mill.),
- b) in issuing permits for foreign exchange more unfavourable treatment then for instance the Americans receive
- c) Granting of big govermental contracts in Manchukuo to Americans and Swiss against cash payment, Not Withstanding the German offer of supply on credit,
- d) prohibition of German business in North China by Japanese monopoly firms, for instance for wool,
- e) no favourable treatment of german war damage claims in Shanghai and Manking; on the contrary, worse treatment than for instance America,
- From the above there follows a general expectation of greater Japanese good will in economic questions. The often promised preferential position in the Japanese continental spheres (Manchukao, North-and Middle-China) must not only be stipulated in binding form, but also come to the practical realization as soon as possible. As a result of the big losses already sustained in our China bussiness we are no more in a position to carry out supplementary compensation business on the basis of 1: 1, in exchange of goods which was proposed during the negotiations by the Japanese and was accepted on principle by us; but we can take for our goods only half as much as Japanese goods, and for the other half we must demand payment in foreign exchange. Such a proposal will be made to the Japanese leader of the negotiations on the next occasion

signed: Wichl.

(A)

軍

無

밂

供

給

協

約

7

破

棄

4

ガ

貨拂と

戻シ

3 H 7 本 對 * z 更 =

六

記

經 濟 問 題 陽 テ F

限 テ a 譽 睿 ラ 7 提 ウ 出 7 3 A 公 使 黈 Ti 蘇 月 3 爲メノ 主要點ガ 日本關 引キ ノ現狀 出出

۴ 補 促 .7 テ 솟 功 續 1 樣 ア促スコト へガ提案サ

般 的 + The 治 的 授 助 則 テ F 州國人

歸 國 命 令 及 支 那 兵 满 JE [in]

3

テ 書 斯 經 支 裔 持 .f. 損 審 3 9 狭 .7 テ

(==)

B

本

7

1

12

3

問

審 (三千 Ξ 百 万 馬 克 1 評 價

(B) 旣 約 = Ľ 31 千 + 實 七 百 3 万 N 馬 單 克 170 品 供 給 テ支

Haf Hor # 1477

(b)

ョレ海非常三有利カツタ へ投資額、約三億万沸)シ、ソレム支部三億万沸) 消失ス 苗 品 二千 Ħ Ħ. 安 原 百 支 料 万 **T**3 馬 貿 易 克・ 支 N ガ 外 カ 貨 ラ 收 颹

險

ラ

7 かテョレ迄日本側ガ示・ 「アンチモニー」・

經 (a) 外貨計サ 河面 夕債櫃 ラ 充 分 解 放 厚 14 意 四 万 圓

政 वा ターの ル場合ニ、 例 ガ

國 於又二 スニッ取り入り、かり、カケ、ガ扱 ルナ規模ナ

現

余

支

拂

E

用

意

ラ

(0)

不

利

(a) 例 テ F 獨占金山ラ 禁

毛二

委

員

長

提

出

+

ウ

(0) 檀 ガ 海 與 及 ラ 南 京 ズ 却 於 ., ケ テ 例 腿 恶 償 取 要 扱 求 優 定 先

3

KG

形

J. ガ 灵 提 式 支 築 罚 述 礎 テ F テ F 貿 確 北 4 定 易 支 外 Jt. .7 期 37 我 ガ F 待 3 中 7. M 7 3 + 1) 爱 17 宋 追 B 1 テ 加 F .7 The. H 7 19 Di-岩 本 凤 相 热 'n 剧 4 經 的 344 ラ 齊 幾 'n 报 7 豁 質 =故 行 B 束 The sale 本 4 優 適 カ 先 飙 7 3 的 現 3 商 商 17 3 加 交 .17 品 ガ 品 位 应 大 涉 提 出 交 F ガ 築 取 來 開 H 際 ガ 慈 本 近 勢 步 拘 テ 7 束 カ 9 H H 窓 爲 カ 本 側

ウイールへい名名