

GENERAL HEADQUARTERS
SUPREME COMMANDER FOR THE ALLIED POWERS

AG 439(30 Jan 48)ESS/PC
(SCAPIN 1854)

APO 500
30 January 1948

MEMORANDUM FOR: JAPANESE GOVERNMENT
THROUGH: Central Liaison Office, Tokyo
SUBJECT: Distribution of American Tobacco as Incentive Goods

1. The Japanese Government is authorized to:
 - a. Distribute cigarettes from American tobacco products in the custody of the Japanese Government as incentive goods to encourage coal production and the delivery of rice to the official collection system.
 - b. Offer 150,000 packages (2 oz.) of pipe tobacco as incentive goods to coal miners.
 - c. Utilize not to exceed 1,000 pounds of pipe tobacco and cigars to conduct operating tests as to the feasibility of utilizing these products in the manufacture of cigarettes for distribution as incentive goods.
 - d. Release all chewing tobacco for use as raw material in the manufacture of insecticides for farmers.
2. Each package of cigarettes and pipe tobacco will be clearly and distinctively marked to indicate that these products are authorized for legal release and to distinguish them from American tobacco used by Occupation Forces.
3. The Japanese Government will take all necessary action to assure that this tobacco and any products manufactured therefrom, are distributed only through official channels and do not appear in public, unauthorized sales.
4. Detailed distribution plans and prices to be charged for these commodities will be submitted to General Headquarters, Supreme Commander for the Allied Powers for approval prior to actual distribution.

FOR THE SUPREME COMMANDER:

R. M. Levy
R. M. LEVY,
Colonel, AGD,
Adjutant General.