HEADQUARTERS U. S. STRATEGIC BOMBING SURVEY (PACIFIC) APO 234 C/O POSTMASTER SAN FRANCISCO Tokyo PLACE: INTERROGATION NO: 214 31 October 1945 DATE: Division of Origin: Capital Equipment and Construction Army Production and Purchases of Machine Tools and Machinery. Personnel interrogated and background of each: - General Department-of the War Department 1. Colonel SATO - General Department of the War Department 2. Major KATO. - General Department of the War Department. 3. Major ITO Where interviewed: Room 361, Meiji Building. Interrogator: Lt A. B. Smith Interpreter: Lt Wortham Allied Officers Present: None SUMMARY: Col SATO stated that actual deliveries of machine took and machinery to the Army were reported by the producing firms to the proper Toseikai from six months to one year after delivery. Before September 19 all materials were supplied by the Ministry of Munitions through the Toseikai. Asthe demand increased from all sides for materials, the Toscikai found it more and more difficult to gain actual possession of the materials designed for their use. As a result the Army began to supply materials from its own supply, through the Toseikai, to factories producing machines needed by the Army arsenals. This was done through the Toseikai, since the Toseikai was designed to control all machine tool producing firms in Japan and because the Toseikai furnished the necessary coke and other secondary materials of production. On certain occassions when coke was short, the army supplied coketo the Toseikai. In addition there are a few unrecorded transactions where the Army gave materials directly to the producing firms. Prior to Statember 1944 no firms produced materials directly for the Army without reporting to the Soseikai. After October 1944, a few products were produced directly for the Army. Col SATO will furnish all available information on these transactions, on present stocks of construction equipment, machine tools, and other industrial equipment. In addition he will furnish a record of all yearly purchases of machine tools by the Army from 1938 until 1945, and a statement as to what portion of argent demands by the army for machinery went unfilled. DISTRIBUTION: All Divisions. 214-1