

FILE

KYUSHU MILITARY GOVERNMENT REGION
 HEADQUARTERS AND HEADQUARTERS DETACHMENT
 Fukuoka, Kyushu, Japan

RHM/1GT

APD 929
 4 February 1949

004
 SUBJECT: Nine Point Plan for Economic Stabilization

TO : Commanding Officer, Fukuoka Mil Govt Team, APO 24-5
 Commanding Officer, Kagoshima Mil Govt Team, APO 970
 Commanding Officer, Kumamoto Mil Govt Team, APO 24-1
 Commanding Officer, Miyazaki Mil Govt Team, APO 24-2
 Commanding Officer, Nagasaki Mil Govt Team, APO 929
 Commanding Officer, Oita Mil Govt Team, APO 24-2
 Commanding Officer, Saga Mil Govt Team, APO 929

1. The nine point program calling for rapid economic stabilization of Japan, formulated by the United States Departments of War and State is attached as enclosure 1. All heads of economics sections will study this program thoroughly and correlate their various existing programs with it, so that during inspections by I Corps and higher headquarters they will be able to show the many ways in which they are implementing this program.

2. Informal advices from higher headquarters indicate that this plan is being given great priority by higher echelons, and though many of the matters included in the program have long been stressed by economic sections, it is considered advisable to present all programs as implementations of the nine-point plan.

3. This headquarters has already set up a regional committee of Japanese comprising the following to implement the plan:

Head of the ESB
 Head of Regional Commerce and Industry Section
 Head of Coal Board
 Head of Chamber of Commerce
 Head of Banking Association

This committee will later be augmented. It is understood that a letter is being sent down from Headquarters I Corps encouraging such committees at prefectural level. The Chamber of Commerce has, in addition, been asked to formulate plans augmenting the nine-point plan. Colonel Hilton has addressed all governors of Kyushu

Ltr, Hq Kyushu Mil Govt Region, dtd 4 Feb 49, subj: "Nine-Point Plan for Economic Stabilization", cont'd.

prefectures, asking them to do their utmost in augmenting the plan. On 17 and 18 February the Regional and Fukuoka Military Government Team labor officers are jointly holding a conference for labor policy bureaus and representatives of labor and management from all over Kyushu, at which the labor-management angles of the nine-point plan will be discussed.

4. Team economics officers are urged to work out their own implementations of the plan on similar lines, and are also urged to request the cooperation of other sections of military government in implementing this plan.

BY ORDER OF COLONEL HILTON:

1 Incl:
As indicated.

CHARLES L. BACHTEL
1st Lt SIG C
Adjutant

The Department of State and Army directed that the recovery plans set forth "be developed to pave the way for the early establishment of a single exchange rate."

General MacArthur's directive to the Japanese Government, the announcement said. Will have these nine objectives:

1 -- "Achieving a true balance in the consolidated budget at the earliest possible date by stringent curtailing of expenditures and maximum measures as may be necessary and appropriate.

2 -- "Accelerating and strengthening the program of tax collection and insuring prompt, widespread and vigorous criminal prosecution of tax evaders.

3 -- "Assuring that credit extension is vigorously limited to those projects contributing to economic recovery of Japan.

4 -- "Establishing an effective program to achieve wage stability.

5 -- "Strengthening and, if necessary, expanding the coverage of existing price control programs.

6 -- "Improving the operation of foreign trade controls and tightening existing foreign exchange controls, to the extent that such measures can appropriately be delegated to Japanese agencies.

7 -- "Improving the effectiveness of the present allocation and rationing system, particularly to the end of maximizing exports.

8 -- "Increasing production of all essential indigenous raw material and manufactured products.

9 -- "Improving efficiency of the food collection program." Ultimate goal of the program would be to "achieve fiscal, monetary, price and wage stability in Japan as rapidly as possible, as well as to maximize production for export," the U.S. Government declared.

It warned the people of Japan that "improvements in the Japanese general standard of living will be contingent on the degree to which the Japanese give whole-hearted support to the achievement of economic stabilization and recovery. Their performance in carrying out their program will be weighed in connection with future requests for appropriated funds for Japan."

The American statement noted encouraging increases in industrial production and in Japan's export trade but expressed concern over "continuing inflation," which has "made apparent the necessity for more resolute and intensive action by the Japanese."

The announcement offered no hint of the size of proposed American economic aid to Japan. It emphasized that aid would continue so long as Japan's Government and people made "maximum" efforts to put U.S. funds to best use for rapid economic recovery.

General MacArthur's headquarters offered no immediate elaboration on the statement. It was expected that he would act almost immediately to execute the "interim directive" by passing on the instructions in fuller form to the Japanese Government.

FILE

004

GENERAL HEADQUARTERS
SUPREME COMMANDER FOR THE ALLIED POWERS
APO 500

AG 410.2(20 Dec 47)ESS/ST

31 January 1949

SUBJECT: Uranium and Thorium

TO: Commanding General
Eighth Army
APO 343

1. Reference is letter from General Headquarters, Supreme Commander for the Allied Powers, to Commanding General, Eighth Army, AG 410.2 (20 Dec 47)ESS/ST, 20 December 1947, subject: Uranium and Thorium (short title).

2. Attached (Inclosure 1) is application from the Miike Dyestuff and Chemical Works of the Mitsui Chemical Industry Company, Limited (Mitsui Kagaku Kogyo K.K.), Omuta-shi, Fukuoka-ken, Kyushu.

3. The use of 75 grams of uranium nitrate and 750 grams of uranium acetate is approved for the period 1 January 1949 to 30 June 1949 inclusive.

4. If continued use of their stock of radioactive materials is desired after 30 June 1949, the firm should submit a new application for a second period of six months.

BY COMMAND OF GENERAL MacARTHUR:

1 Incl:
Application

/s/ J. W. Williams
/t/ J. W. WILLIAMS
Major, AGD
Asst Adj Gen

AGMGEM 386.7 1st Ind
SUBJECT: Uranium and Thorium (31 January 1949)

3 FEB 1949

Headquarters Eighth Army, APO 345

TO: Commanding General, I Corps, APO 301

Forwarded for information and necessary action in compliance with paragraph 4 of the basic communication.

BY COMMAND OF LIEUTENANT GENERAL WALKER:

1 Incl:
n/c

MONROE N. HINBY
Major, ASD
Asst. Adj. Gen.

AG 410 - BA

2nd Ind

EHN/tn

Hq I Corps, APO 301.

FEB 7 1949

TO: CO, Kyushu Mil Govt Region, APO 24-5

Forwarded to your headquarters for necessary action.

BY COMMAND OF MAJOR GENERAL COULTER:

1 Incl:
n/c

Ramsey
W. G. U.S.A.
Asst. Adj. Gen

BASIC: Ltr, GHQ, SCAP, ESS/ST, dtd 31 Jan 49, subj:
"Uranium and Thorium".

3rd Ind

ERM/igr

KYUSHU MIL GOVT REGION, HQ & HQ DET, APO 24-5, 10 February 1949

TO: Commanding Officer, Fukuoka Mil Govt Team, APO 24-5

Forwarded for necessary action.

BY ORDER OF COLONEL HILTON:

1 Incl:
n/c

CHARLES L. BACHTEL
1st Lt SIG C
Adjutant

KYUSHU MILITARY GOVERNMENT REGION
HEADQUARTERS AND HEADQUARTERS DETACHMENT
Fukuoka, Kyushu, Japan

ERN/igt

APG 929
27 January 1949

004

SUBJECT: Status of Program for Redistribution of Excess Critical Goods

TO : Commanding Officer, Fukuoka Mil Govt Team, APO 929
Commanding Officer, Kagoshima Mil Govt Team, APO 970
Commanding Officer, Kumamoto Mil Govt Team, APO 24-1
Commanding Officer, Miyazaki Mil Govt Team, APO 24-2
Commanding Officer, Nagasaki Mil Govt Team, APO 929
Commanding Officer, Oita Mil Govt Team, APO 24-2
Commanding Officer, Saga Mil Govt Team, APO 929

1. Enclosure 1 is inventory of excess critical goods recovered by Sangyo Fukko Kodan in various prefectures and not yet redistributed. It also includes Kodan's reasons for slow redistribution. The various agencies concerned are to make allocation of these goods at regional level by 10 February 1949, and applicants should be informed of allocations by 20 February 1949. If persons receiving allocations have money to purchase and act promptly, goods should move rapidly from Kodan warehouses about 28 February 1949. Team should have Sangyo Fukko Kodan submit periodic reports on amount of goods remaining undistributed at 10 day intervals following 28 February 1949.

2. Some goods, such as antimony, lead, nickel and duraluminum, have to be allocated at national level and redistribution will, therefore, take longer.

3. In addition to goods inventoried above, Sangyo Fukko Kodan has now been ordered to recover metal scrap, steel, iron pipe, wire, and progress of this collection and eventual redistribution should also be followed closely by military government teams.

4. Teams are reminded that Sangyo Fukko Kodan warehouses also contain released enemy goods and items recovered as hidden

Ltr, Hq Kyushu Mil Govt Region, dtd 27 Jan 49, subj: "Status of Program for Redistribution of Excess Critical Goods", cont'd.

and hoarded goods. Redistribution of these should also be stimulated and major warehouses of Sangyo Fuako Kodan inspected from time to time to observe amount of goods undistributed and length of time held by Kodan.

BY ORDER OF COLONEL HILTON:

1 Incl:
As indicated.

G. W. SARGENT
Lt Col CAC
Executive Officer

Sangyo Fukko Kodan
Fukuoka Branch

22 January 1949

SUBJECT: Excess Goods received by this Kodan.

TO : Kyushu Military Government Region.

Fukuoka Military Government Team.

Sir,

I will report the present status of Excess Goods received by this Kodan as follows:

(List A)

1. The stock on hand of Excess Goods received as of 18 January 1949 is shown by the following Inventory.

<u>Prefecture</u>	<u>Description</u>	<u>Unit</u>	<u>Quantity</u>
Fukuoka	Pig iron	Kg.	86154
"	Antimony	"	12068
"	Electric copper	"	4797
"	Copper scrap	"	201
"	Lead	"	12987
"	Old lead	"	82835
"	Lead scrap	"	4454
"	Tin	"	853
"	Nikkel	"	2622
"	Old pig	"	4000
"	Babid metal	"	500
"	Duralumin	"	800
"	Waste fibre	Lb.	1627
"	Gause	Sy.	2566
"	Clothe product	Ea.	939
"	Clothe	Sy.	1114
"	Rope	Lb.	3863
"	Glue	Kg.	178
"	Paper	Lb.	9945
"	Asbestos scrap	Kg.	1811
"	Asbestos	"	442
"	Soda ash	"	5675
"	Chemicals	L.	1870
"	Chemical oil	Kg.	528
"	Glycerine	"	150
"	Arsenic acid	"	3895
"	Zelatine	"	189
"	Creosote	"	6962
"	Glass	M2	27
"	Cardboard	Lb.	3973
"	Rubber scrap	Kg.	1533

Nagasaki	Lead	Kg.	77
"	Old lead	"	6200
"	Antimony	"	78
"	Tin	"	420
"	Fibre	Lb.	75
"	Waste fibre	"	1006
"	Clothe	"	782
"	Fibre product	"	904.2
"	Felt	"	1009
"	Asbestos	Kg.	1072
"	Creosote	"	4434

(Page 2)

<u>Prefecture</u>	<u>Description</u>	<u>Unit</u>	<u>Quantity</u>
Nagasaki	Carbon black	Kg.	8800
"	Chemical oil	"	1333
"	Paper	Lb.	5921
"	Rubber scrap	Kg.	224
"	Soda ash	"	1278
Miyazaki	Pig iron	Kg.	2000
"	Old lead	"	9400
"	Aluminium	"	3673
"	Arsenious acid	"	5000
"	Paper	Lb.	10341
Kagoshima	Asphalt	Kg.	11875
"	Cloth	Sy.	912
"	Fibre scrap	Lb.	417
Saga	Antimony	Kg.	265
"	Copper	"	594
"	Lead	"	8044
"	Lead scrap	"	1562
"	Tin	"	146
"	Woolen felt	Lb.	2538
Oita	Aluminium	Kg.	934
"	Old lead	"	1000
"	Waste fibre	Lb.	1361
"	Rope	"	353
"	Paper	"	568
"	Asbestos	Kg.	2090
"	Creosote	"	5315
"	Soda ash	"	650
Kunamoto	Antimony	Kg.	53
"	Old lead	"	2000
"	Asbestos	"	340
"	Cardboard	Lb.	122
"	Glass	Sg.	864
"	Mica	Kg.	274

(List B)

2. The description and quantity of Excess Goods which disposed between possessors and consumers by the coupons, having no business with this Sangyo Fukko Kodan, are shown by the following inventory.

<u>Prefecture</u>	<u>Description</u>	<u>Unit</u>	<u>Quantity</u>
Fukuoka	Pig iron	Kg.	37400
"	Electric copper	"	6053
"	Antimony	"	1980
"	Lead	"	1082
"	Tin	"	3361
"	Carbide	"	360
Miyazaki	Aluminium	Kg.	4950
"	Old lead	"	5000
"	Soda ash	"	4247
Kagoshima	Soda ash	Kg.	300
Oita	Aluminium	Kg.	1000
"	Lead	"	5900

(Page 3)

<u>Prefecture</u>	<u>Description</u>	<u>Unit</u>	<u>Quantity</u>
Kumamoto	Electric copper	Kg.	1947
"	Old lead	"	92582
"	Tin	"	414

Note: In connection with List B.

1. The above quantity of Excess Goods are not included in the List A.
2. The above quantity of Excess Goods(List B) is not all total of it and we are now investigating it.

(List C)

3. The description and quantity of Excess Goods which this Kodan disposed by the coupon.

<u>Prefecture</u>	<u>Description</u>	<u>Unit</u>	<u>Quantity</u>
Fukuoka	Rubber scrap	Kg.	400
"	Waste fibre	Lb.	2580.5

The Reasons why the stock of materials of this Kodan are not disposed in short times are as follows:

1. The delay of issuance of coupon.
 - (a) Many kind and large amount of materials should be decided its disposition by the central Government and coupon also be issued by the Central Government.
 - (b) In connection with the kind and quantity of materials and goods which can be disposed by Legal Government Agency, ESB Fukuoka Office are making plan of it disposition and the coupon will be issued very soon.
2. The lack of Money on the side of Consumer.

Recently the tendency of the lack of money as the side of Consumer is increasing day by day by the economical policy of the Central Government.

 - (a) Some of them can not buy the materials of this Kodan in spite of the fact that they know well our stock of materials.
 - (b) Some of them applicate to get coupon to Government Office and they can get the coupon but they can not pay the money of it and the coupon cancelled on the way of it.
3. The ballance between the government price and the black market price.

Recently the government price (Maruko) of many materials and goods are newly decided and as the result of that the ballance between the government prices and black market prices has become very small, and sometimes the government prices are high than that of black market.

For example: Antimony price per Ton.

Government price	20400	Yen.
Black Market price	16000	Yen.

So some consumers buy only black market materials, or some consumers bring coupon to this Kodan but when they see the government price, they hesitate to buy out stock of materials.

//////////////////////////////////// Last Item //////////////////////////////////////

 K. Kurushima.
 Director
 Sangyo Fukko Kodan
 Fukuoka Branch

KYUSHU MILITARY GOVERNMENT REGION
 HEADQUARTERS AND HEADQUARTERS DETACHMENT
 Fukuoka, Kyushu, Japan

HRM/igr

APD 929
 27 January 1949

604
 SUBJECT: Request for Return of Privately Built Hydro Power
 Plants to Denki Kagaku Kogyo K.K. in Omuta

THRU : Commanding General, I Corps, APO 301
 (Attn: Military Government Section)

TO : General Headquarters, Supreme Commander for the Allied
 Powers, APO 500
 (Attn: Economics and Scientific Section)

1. Enclosure 1 is application of Denki Kagaku Kogyo K.K. (Electric Chemical Industry Company) for return of two hydro power plants which the company was forced by the government to sell to the Nippon Hassoden during the war. This company makes calcium cyanamide fertilizer and carbide, both highly critical materials.

2. Application makes following points:

a. The power plants were built by stockholders who forfeited all dividends for 10 years.

b. The plant was considerably expanded on the basis of power to be obtained from these plants.

c. The agreement of the Nippon Hassoden at the time of purchase to provide the company with 24,000 KW of electricity has been completely neglected. Allocations have dropped from 24,374 KW in 1940 to 11,927 in 1945, 8,680 in 1947, and 9,527 in 1948.

3. The plants in question are the Oyodogawa hydro electric plants in Miyazaki Prefecture.

a. No. 1 power plant maximum 15,000KW normal 12,000KW

b. No. 2 power plant maximum 30,000KW normal 24,000KW

Ltr, Kyushu Mil Govt Region, Hq & Hq Det, dtd 27 Jan 49, subj:
"Request for Return of Privately Built Hydro Power Plants to
Denki Kagaku Kogyo K.K. in Omuta", cont'd.

4. Attached application indicates that this private company was forcefully deprived during the war of an essential part of its industry and that by this loss, substantial investments in the building of these power plants and expansion of the main plant were made unprofitable, and that the company today is receiving only a fraction of the power which these power plants provide. It is strongly recommended that these plants be restored to their original owners, or, at least, that the electrical allocation to the plant be brought in line with the agreed allocation of 24,000KW, which is 12,000KW less than the normal production of these two plants.

5. Because of the importance of fertilizer and carbide to the Japanese economy, it is believed desirable that prompt consideration be given to this application and a just settlement of the issues be arranged.

FOR THE COMMANDING OFFICER:

1 Incl:
As Indicated

G. W. SARGENT
Lt Col CAC
Executive Officer

KYUSHU MILITARY GOVERNMENT REGION
HEADQUARTERS AND HEADQUARTERS DETACHMENT
Fukuoka, Kyushu, Japan

RHW/lgr

APD 929
27 January 1949

004
SUBJECT: Surveillance of Extension Program

TO : Commanding Officer, Fukuoka Mil Govt Team, APO 929
Commanding Officer, Kagoshima Mil Govt Team, APO 970
Commanding Officer, Kumamoto Mil Govt Team, APO 24-1
Commanding Officer, Miyazaki Mil Govt Team, APO 24-2
Commanding Officer, Nagasaki Mil Govt Team, APO 929
Commanding Officer, Oita Mil Govt Team, APO 24-2
Commanding Officer, Saga Mil Govt Team, APO 929

1. It is desired that Natural Resources officers be familiar with the progress and development of farm extension work in their prefectures, including the following matters:

a. Number of agents appointed to date and number remaining to be appointed, if appointments not completed.

b. General qualifications of agents as a group, and training given them.

c. Actual functions performed by agents.

d. Method of circulating through area of responsibility.

e. Value of extension service and reaction of farmers to it.

2. It is believed that a map showing locations of various extension agents, and their areas of responsibility, together with names of agents will be of service in surveillance of this program.

3. It is desired that Natural Resources officers become acquainted with agricultural schools and experimental stations

Ltr, Kyushu Mil Govt Region, Hq & Hq Det, dtd 27 Jan 49, subj:
"Surveillance of Extension Program".

in their prefectures, particularly those experimental stations
to be permanently retained.

BY ORDER OF COLONEL HILTON:

G. W. SARGENT
Lt Col CAC
Executive Officer

FILE

KYUSHU MILITARY GOVERNMENT REGION
 HEADQUARTERS AND HEADQUARTERS DETACHMENT
 Fukuoka, Kyushu, Japan

ERM/CHA/1gr

APD 929
 17 January 1949

604
 SUBJECT: Steel Belting Required by Electro Chemical Industry
 Co. Located at Omuta City, Fukuoka Ken.

THRU : Commanding General, I Corps, APO 301
 (Attn: Military Government Section)

TO : General Headquarters, Supreme Commander for the Allied
 Powers, APO 500

FILE
 1. The management of the Electro Chemical Industry Co.,
 manufacturers of carbide, in Omuta City, has requested assist-
 ance in obtaining imported Swedish steel belting as shown in
 inclosure 1.

2. The company has previously requested the steel belting
 through Japanese government channels, as early as August 1948,
 but has received no reply to date. Subject application is being
 forwarded through military channels for your consideration be-
 cause the Electro Chemical Industry Co. produces 60% of carbide
 made in Japan, and its continued operation is dependent upon re-
 placement belting.

3. In the event that the importation of steel belting is
 not favorably considered, the company will resort to the use of
 rubber belting.

FOR THE COMMANDING OFFICER:

1 Incl:
 Petition from Sub-manager,
 Omuta Factory, Electro
 Chemical Industry Co.,
 dtd 11 Jan 49

CHARLES L. BACHEL
 1st Lt SIG C
 Adjutant

FILE

BASIC: Ltr, Kyushu Mil Govt Region, subj: "Steel Belting
Required by Electro Chemical Industry Co. Located at
Omuta City, Fukuoka Ken," dtd 17 Jan 49

AG 411 - BA

5th Ind

EHN/me

Hq I Corps, APO 301

TO: CO, Kyushu Mil Govt Region, APO 24-5

Your attention is directed to the 3rd indorsement.

BY COMMAND OF MAJOR GENERAL COULTER:

A. SEIPEL
Lt Col, AGD
Asst Adj General

1 Incl:
n/c

AG 411 - BA

6th Ind

ERM/ky

KYUSHU MIL GOVT REGION, HQ & HQ DET, APO 24 Unit 5, 2 May 1949

TO: Commanding Officer, Fukuoka Mil Govt Team, APO 24-5

Request information in third indorsement be passed to
Denki Kagaku Kogyo Kabushiki Kaisha in Omuta.

BY ORDER OF COLONEL HILTON:

CHARLES L. BACHTEL
1st Lt SIG C
Adjutant

1 Incl:
n/c

File

HEADQUARTERS
KUMAMOTO MILITARY GOVERNMENT TEAM
KUMAMOTO, KYUSHU, JAPAN

DC/ty

APC 24 Unit 1
17 January 1949

004

SUBJECT: Application to Borrow Machinery and Equipment for
Construction of Uchitani Hydro Power Project

THRU : Commanding Officer, Kyushu Military Government Region,
Headquarters and Headquarters Detachment, APO 929
Attn: Economics Section

TO : Commanding Officer, Engineering and Construction Unit
Industry Division, Economic and Scientific Section,
General Headquarters, Far East Command, APO 500

1. The enclosed application from Nippon Chisso Hiryo K.K.,
(Nippon Nitrogenous Fertilizer Mfg. Co., Ltd.) Minamata Nachi,
Kumamoto Ken is forwarded herewith.

2. Subject concern is planning to construct two hydro-power
stations in Kuma Gun which it is estimated will take about 23 months
to complete. Electricity generated by these hydro-power stations
will be used to increase the production of ammonia sulphate. Equip-
ment and machinery listed on the inclosure is needed for this project.

3. Applicant verbally stated that efforts have been made to
secure the needed equipment and machinery from Japanese sources but
have not been able to borrow, rent, or purchase the desired type.

4. Local Occupational Force Units have been contacted in an
effort to borrow items needed, but none was available.

5. Recommend that this application be approved as it will
aid this plant to increase its fertilizer production which in turn
will increase the food production for this and neighboring Prefectures.

FOR THE COMMANDING OFFICER:

1 Incl:
1. Application, Nippon
Chisso Hiryo K.K. (5)

HAROLD M. KANE
1st Lt Inf
Adjutant

BASIC: Ltr, Hq Kumamoto Mil Govt Team, dtd 17 Jan 49, subj:
"Application to Borrow Machinery and Equipment for Construction
of Uchitani Hydro Power Project".

1st Ind

ERM/JHM/igr

KYUSHU MIL GOVT REGION, HQ & HQ DET, APO 929, 24 January 1949

TO: Commanding General, I Corps, APO 301
(Attn: Military Government Section)

1. Recommend approval.
2. Additional electric power is seriously needed to increase fertilizer production in Kyushu.

FOR THE COMMANDING OFFICER:

1 Incl:
n/c 1 cc w/d

CHARLES L. BACHTEL
1st Lt SIG C
Adjutant

NIPPON CHISSO HIRYO K. K.

(NIPPON NITROGENOUS FERTILIZER MFG. CO., LTD.)

HEAD OFFICE:1 Soze-cho, Kita-ku, Osaka.
Tel. Tosabori 3250**TOKYO OFFICE:**No. 4-1, Ginza Nishi 6-chome,
Chuo-ku, Tokyo.
Tel. Cinza (57) 3347

AKI 132.2

11 January, 1949.

To : Commanding Officer,
Kumamoto Military Government Team.**From :** Hisashi Kitayama,
President,
Nippon Chisso Hiryo K.K.**Subject:** Application for Permission to Obtain Machines for the Construction Works of the Uchitani Hydro-power Project.

We have now a project to develop hydroelectric power sources for increased production of ammonium sulfate at our Minamata Factory, Kumamoto Prefecture, as outlined in Incl.1. Preparatory construction works were already begun. In order to effect the quick completion of the construction of dams which is an essential work for this project, we need machines of superior quality. We wish, therefore, that necessary machines belonging to the U.S. Army be obtained as described in para. 2, below, through your good offices.

1. Procedure taken for the permission of this project:

- a. Memorandum for the Japanese Government from Supreme Commander for the Allied Powers was issued on 11 October 1948. (Incl.2)
- b. Memorandum for the Holding Company Liquidation Commission from Economic and Scientific Section, G.H.Q., S.C.A.P., was given on 29 November 1948, concerning borrowing fund.

2. Machines required for our use:

<u>Item</u>	<u>Design</u>	<u>Quantity</u>	<u>Use</u>
Rear Dumptrucks	4 - 6 T.	10	Transportation of earth for dams.
Tractors	120 HP.	8	Traction of sheeps-foot rollers, etc.
Sheeps-foot Rollers	5 - 7 T.	8	Rolling and tamping of dams.

Incl # 1

NIPPON CHISSO HIRYO K. K.

Electric Shovels ^{a/}	75 HP., 1 cu.yd.	9	Earth-gathering for dams.
Bulldozers	120 HP.,D 7.	15	Distribution and grading of earth, and road construction.
Jeeps		5	Surveillance and contact.
Jeep-trucks		10	Transportation of materials and man power.

a/ Electric shovels may be substituted
by other types of power shovels.

a. Sites:

Uchitani, Itsuki-mura, Kuma-gun, Kumamoto Pref.

b. Object:

For the construction of earth dams and roads for the
Uchitani Power Stations.

3. Dimensions and volumes of the dams:

a. Uchitani No.1 Earth Dam:

Type Earth-fill.
Height 56.5 meters.
Length 146.0 meters.
Volume of earth 510,000.0 cu.meters

b. Uchitani No.2 Earth Dam:

Type Earth-fill
Height 58.5 meters.
Length 134.0 meters.
Volume of earth 590,000.0 cu.meters.

4. Period to use the machines:

Twenty-three (23) months, from January 1949 to December,
1950.

NIPPON CHISSO HIRYO K. K.

5. Custody and maintenance of the machines:

We, the Nippon Chisso Hiryo K.K., will take every care for the bona fide custody and maintenance of the machines on our responsibility.

FOR THE PRESIDENT:

Jiroo Uyeno
Jiroo Uyeno,
Managing Director,
Nippon Chisso Hiryo K.K.

The above application is endorsed and strongly supported by Engineering and Construction Unit, Industry Division, E.S.S., G.H.Q., S.C.A.P.

Jerry R. Ford
1/11/49

KA/TK

Incl. 1

UCHITANI WATER POWER DEVELOPMENT PROJECT

by

NIPPON CHISSO HIROYO K.K.

(NIPPON NITROGENOUS FERTILIZER MFG.CO., LTD.)

1. Outline of the Project.

The production capacity of the Minamata Ammonium Sulphate Plant, Nippon Chisso Hiroyo K.K., is far larger than the supply capacity of power by its private water power plants.

If 53,100 kw of constant power be supplied to the Ammonium Sulphate Plant after the completion of over-all repairs and improvement works which are now in process, its yearly production of ammonium sulphate will surely be increased by 25,000 metric tons without any extension of the existing unit. Its annual production capacity will reach 85,000 metric tons, while its present capacity attainable by the existing power sources is 60,000 metric tons.

In view of this power shortage a project is considered to develop hydroelectric power in the Uchitani Valley, which is surrounded by a largely meandering midstream of the Kuma River, Kumamoto Prefecture. Four reservoirs will be constructed with earth dams in this area, 650 meters above sea level. Water of neighboring small streams will also be made to flow into these reservoirs. Water thus stored will be supplied to the power plants through diversion tunnels, and then will be discharged off into the downstream. High head of about 600 meters being available, 16,500 kw average per year (16,000 kw in the high-water season and 17,000 kw in the low-water season) will be generated. This being added to the present water power capacity (40,000 kw in the high-water season and 30,000 kw in the low-water season), annual average production of 53,100 kw constant (56,000 kw in the high-water season and 47,000 kw in the low-water season) will be available.

2. Details of the Project.

a. Rivers to be utilized:

Ogawa River (Upstream of the Itsuki River, tributary to the Kuma River)

Maegawa River (Tributary to the Kuma River.)

b. Reservoirs:

Number: Four (4)

Dams: Earth dams

Height 35 - 58.5 m

Length 130 - 300 m

Effective storage of water: 16,120,000 m³

c. Waterways: 34,700 m long.

d. Power Stations:

	Uchitani P.S. No.1	Uchitani P.S. No.2	Total
Effective head (metre)	392	188	580
Maximum quantity of water utilized (m ³ /sec.)	5.5	5.5	
Maximum capacity (kw)	17,900	8,600	26,500
Annual power output (Thousands of kw-hr)	91,000	47,000	138,000
Turbine			
Capacity (kw)	9,000	4,500	
Number	2	2	
Generator			
Capacity (kva)	10,000	5,000	
Number	2	2	
Transformer			
Capacity (kva)	10,000	10,000	
Number	3	2	

e. Power transmission line:

Length: 46 km from Uchitani to Minamata.

Transmission Voltage: 66,000 v

Number of Circuit: 2

Structure of Pole: Iron tower

N.B. This project has very little effect on the vested rights concerning farming, housing, irrigation, power generation, and others.

3. Construction Period:

It is scheduled to take 23 months, taking into consideration the general conditions of material and fund.

But about 5,000 kw will be generated in the low-water season early in 1950, 18 months after beginning the construction works.

4. Construction Materials:

a. Requirement of major construction materials.

	Steel	Cement
No.1 Power Station (Reservoirs inclusive)	1,077 T	3,900 T
No.2 Power Station	614 T	1,250 T
Transmission Line	1,000 T	350 T
Total	2,691 T	5,500 T

b. Requirement of new allocation.

Year	Quarter	Steel	Pig Iron	Copper	Cement
1948	3rd Qr.	40 T	0	0	300 T
"	4th Qr.	150 T	8 T	50 T	600 T
<u>Sub-Total</u>		<u>190 T</u>	<u>8 T</u>	<u>50 T</u>	<u>900 T</u>
1949	1st Qr.	160 T	0	76 T	1,050 T
"	2nd Qr.	110 T	0	110 T	1,300 T
"	3rd Qr.	60 T	0	110 T	1,250 T
"	4th Qr.	0	0	0	1,000 T
<u>Sub-Total</u>		<u>330 T</u>	<u>0</u>	<u>296 T</u>	<u>4,600 T</u>
<u>TOTAL</u>		<u>520 T</u>	<u>8 T</u>	<u>346 T</u>	<u>5,500 T</u>

c. Material Efficiency: (Transmission line exclusive.)

Material	Requirement	Power Plant by this Project		Ordinary
		Maximum Power Output	Per Kw	Power Plant per Kw
Steel	1,691 T	26,500 Kw	64 kg	200 kg
Cement	5,150 T	"	195 kg	2,000 kg

5. Summary of Budget:

a. Summary of cost:

Item	Cost	Per cent of total
Water rights	\$ 4,500,000	0.4
Land	6,000,000	0.5
Buildings	20,100,000	1.8
Waterways	279,400,000	25.4
Reservoirs	340,900,000	30.9

Machinery	140,800,000	12.8
Misc. Facilities	67,600,000	6.2
Transmission Lines	68,800,000	6.3
General Charges	54,000,000	4.9
Interest	118,500,000	10.8
<u>TOTAL</u>	<u>¥ 1,100,000,000</u>	<u>100.0</u>

b. Quarterly program of fund requirement:

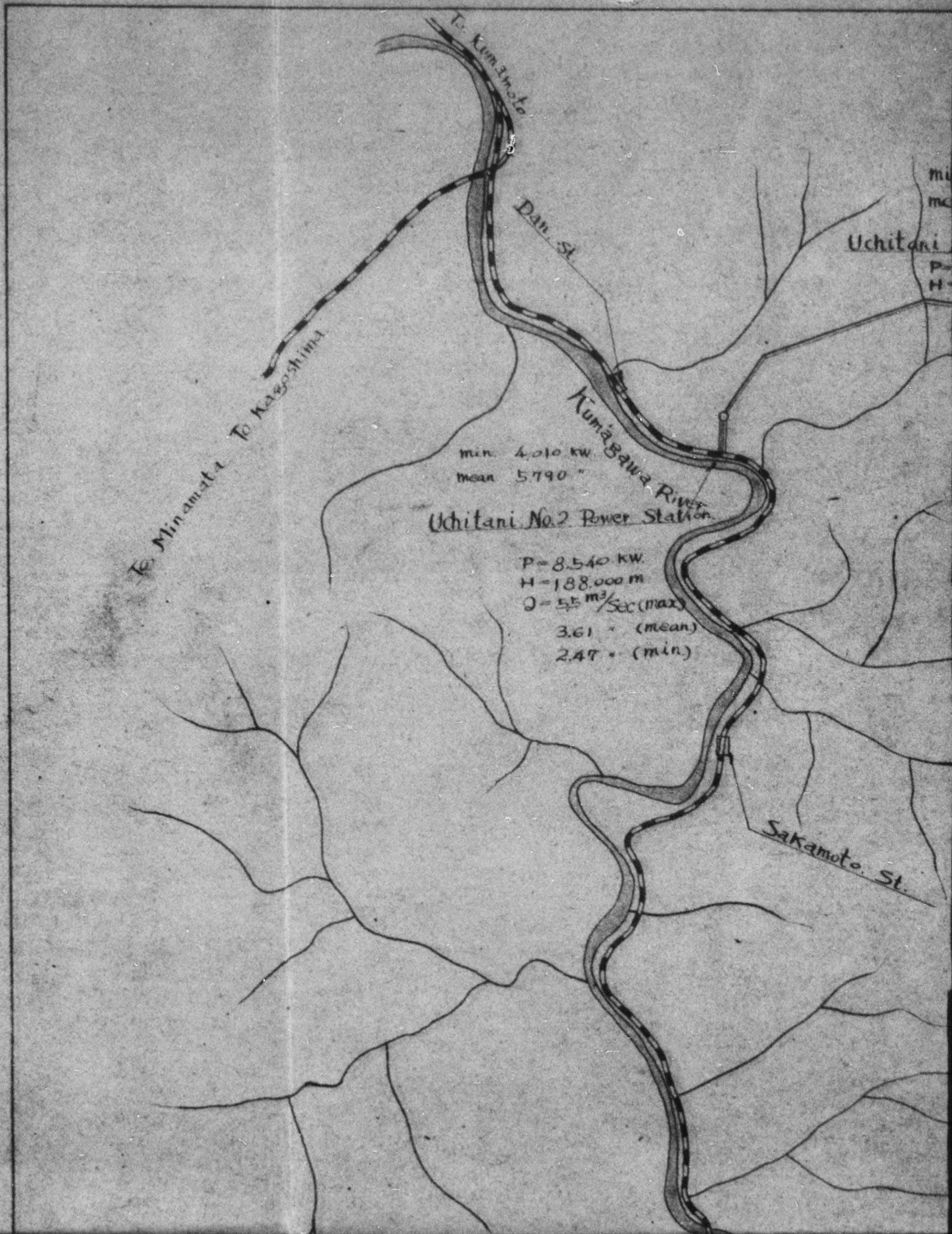
<u>Year</u>	<u>Quarter</u>	<u>Amount</u>
1948	3rd & 4th Qr.	¥ 320,000,000
1949	1st Qr.	266,000,000
"	2nd Qr.	180,000,000
"	3rd Qr.	180,000,000
"	4th Qr.	100,000,000
1950	1st Qr.	54,000,000
	<u>TOTAL</u>	<u>¥ 1,100,000,000</u>

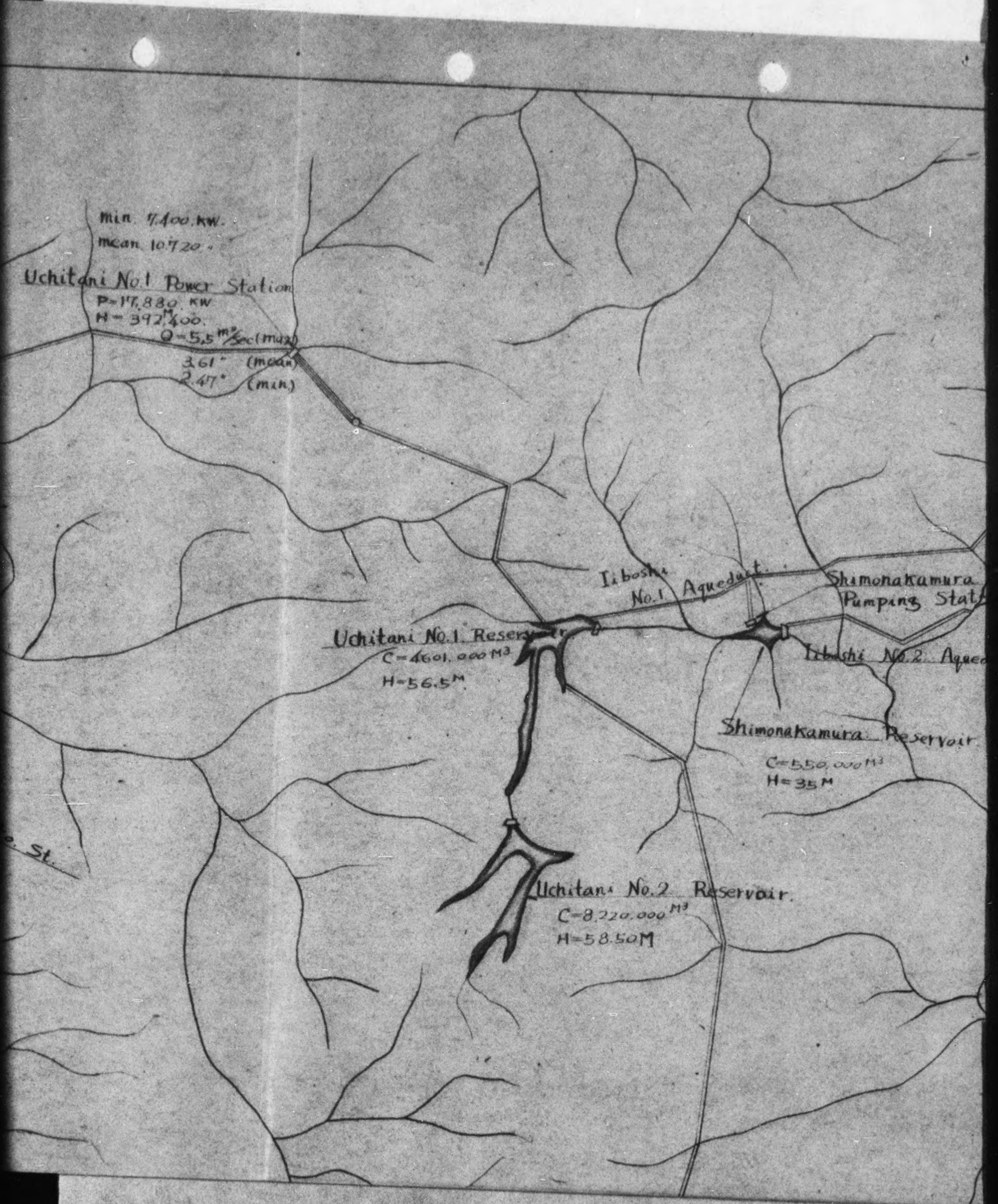
c. Method of acquiring funds:

Funds will be raised by loans from the Reconstruction Finance Bank.

d. Influence to be exercised upon the production cost of ammonium sulphate by this project:

The rise in the cost of electric power attributable to this project seems to increase the production cost of ammonium sulphate. But the increased production of ammonium sulphate resulting from this project will lower the production cost by 1,770 yen per ton.





LOCATION MAP
for
UCHITANI POWER DEVELOPMENT

Scale 1:50,000.

Iiboshi Reservoir
C=2700,000 M³
H=52.5 M

Onakamura
Pumping Station.

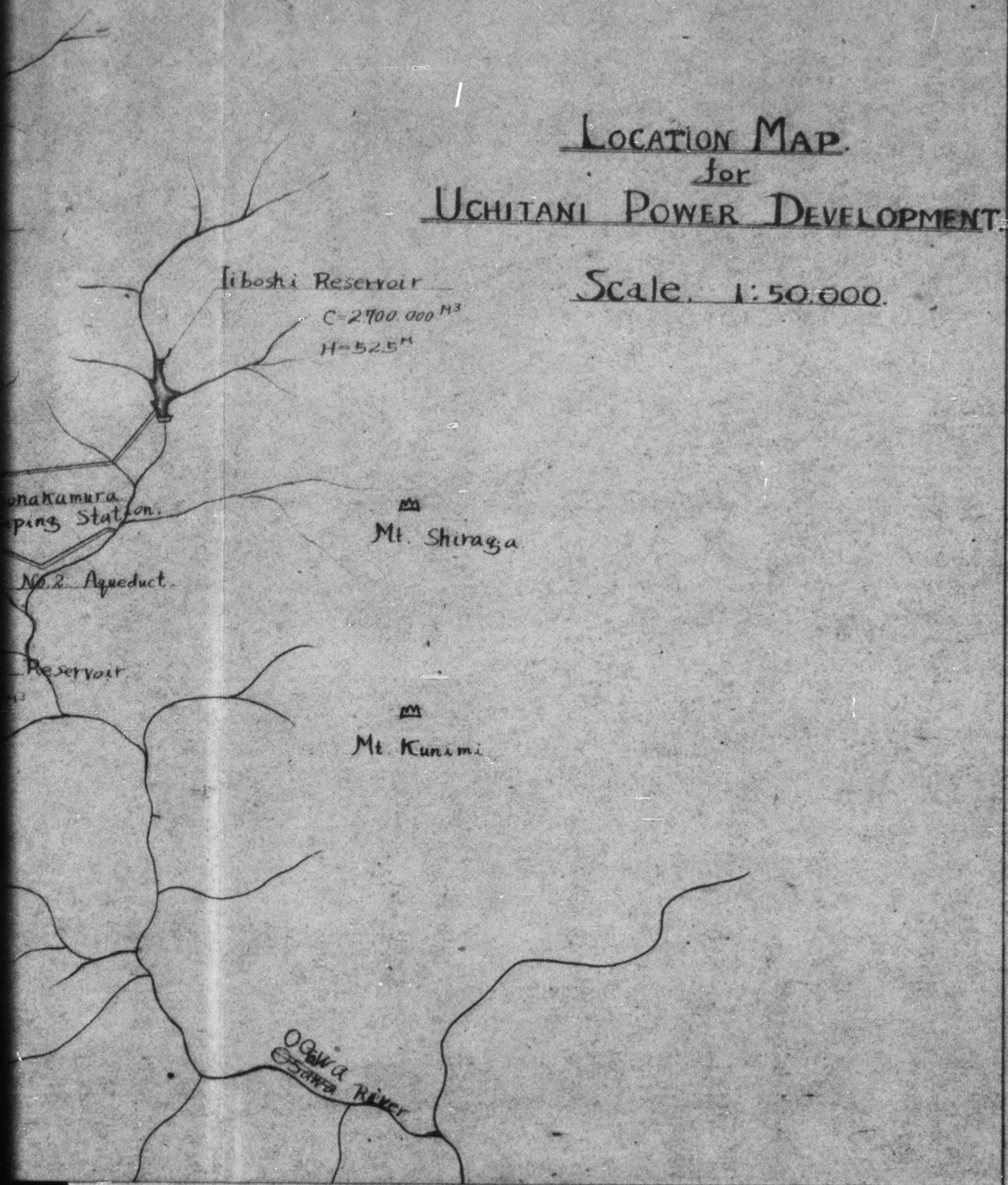
Mt. Shiraga

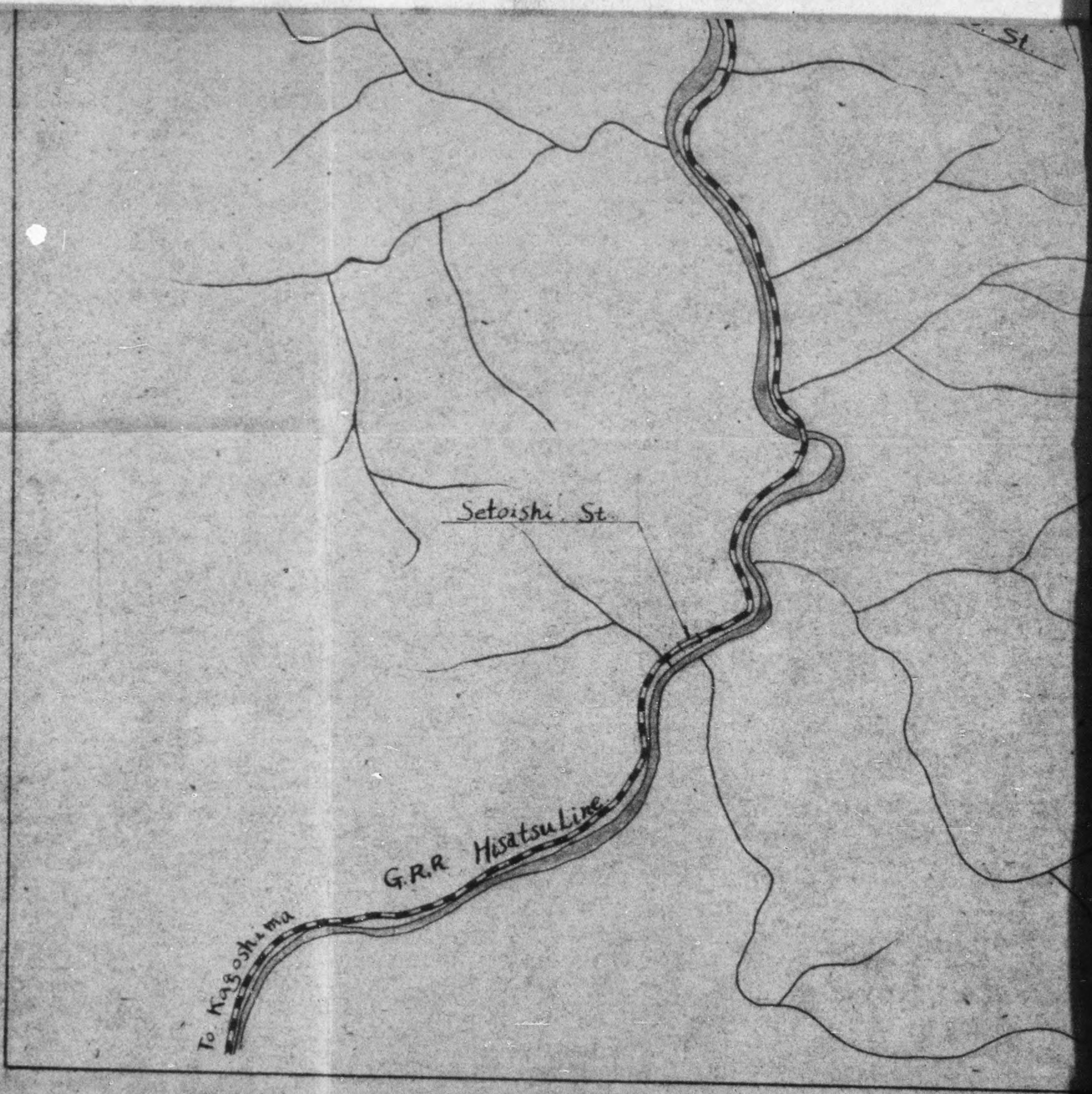
No. 2 Aqueduct.

Mt. Kunimi

Reservoir

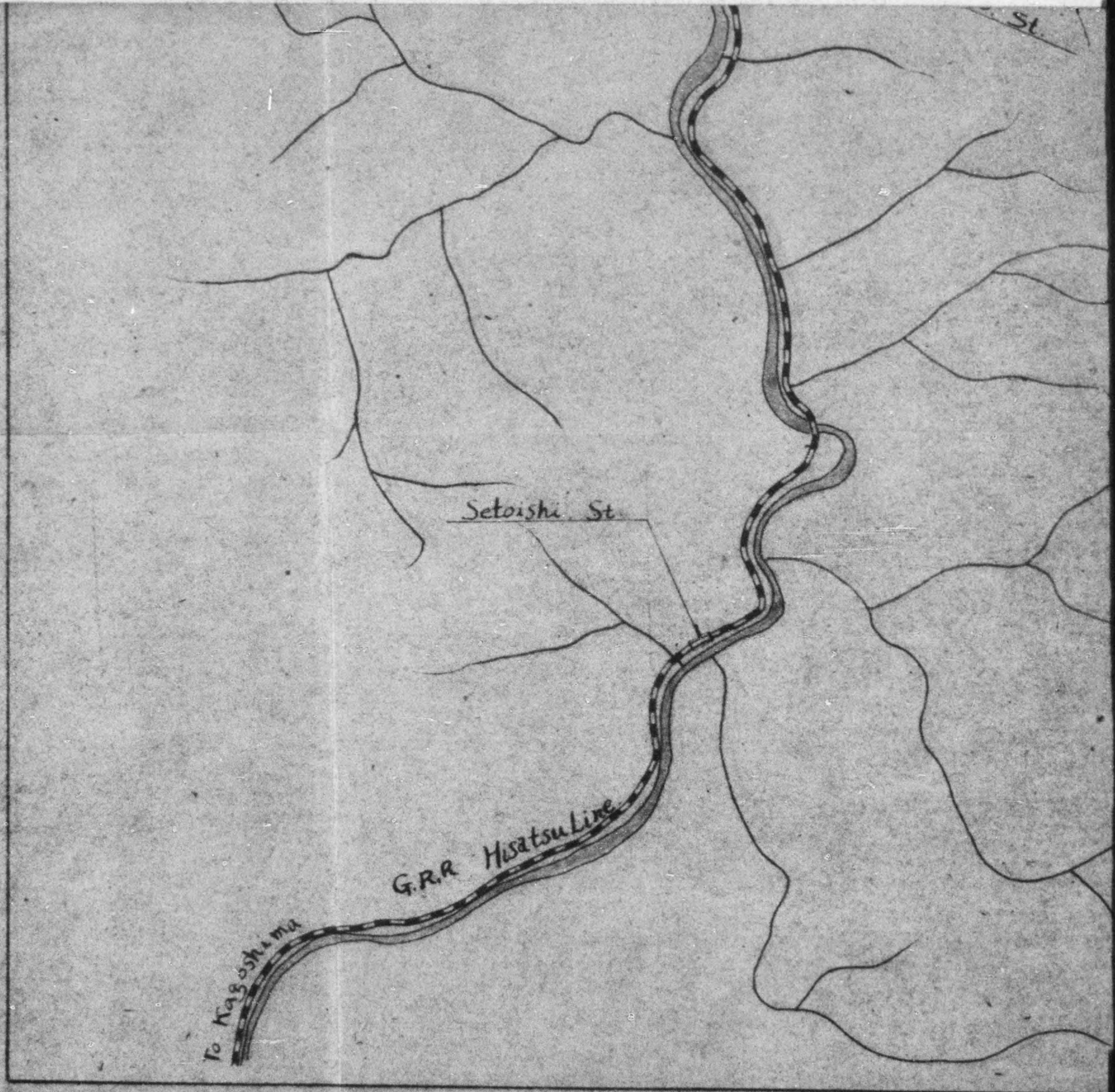
Ogawa River
オガワ川

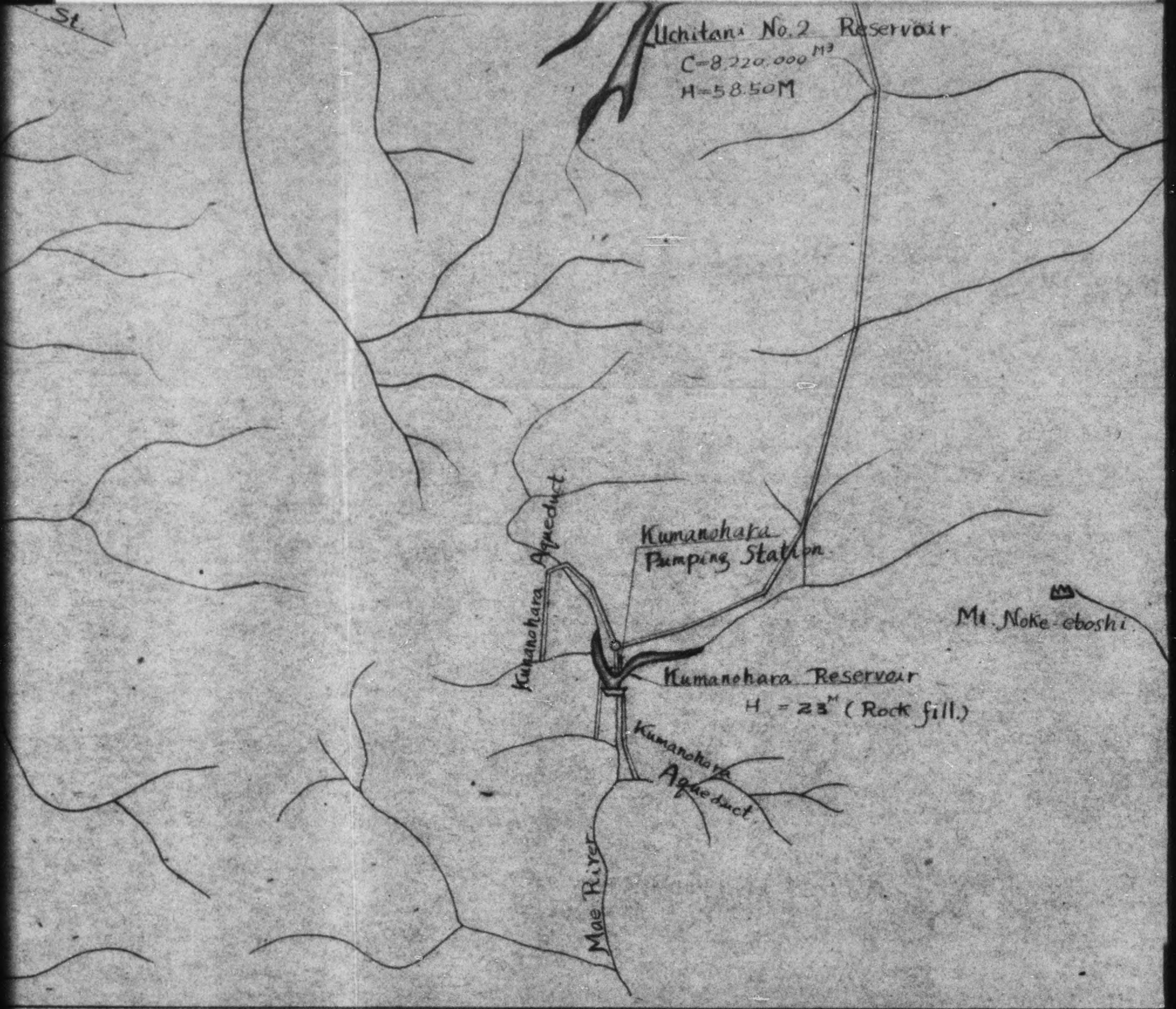


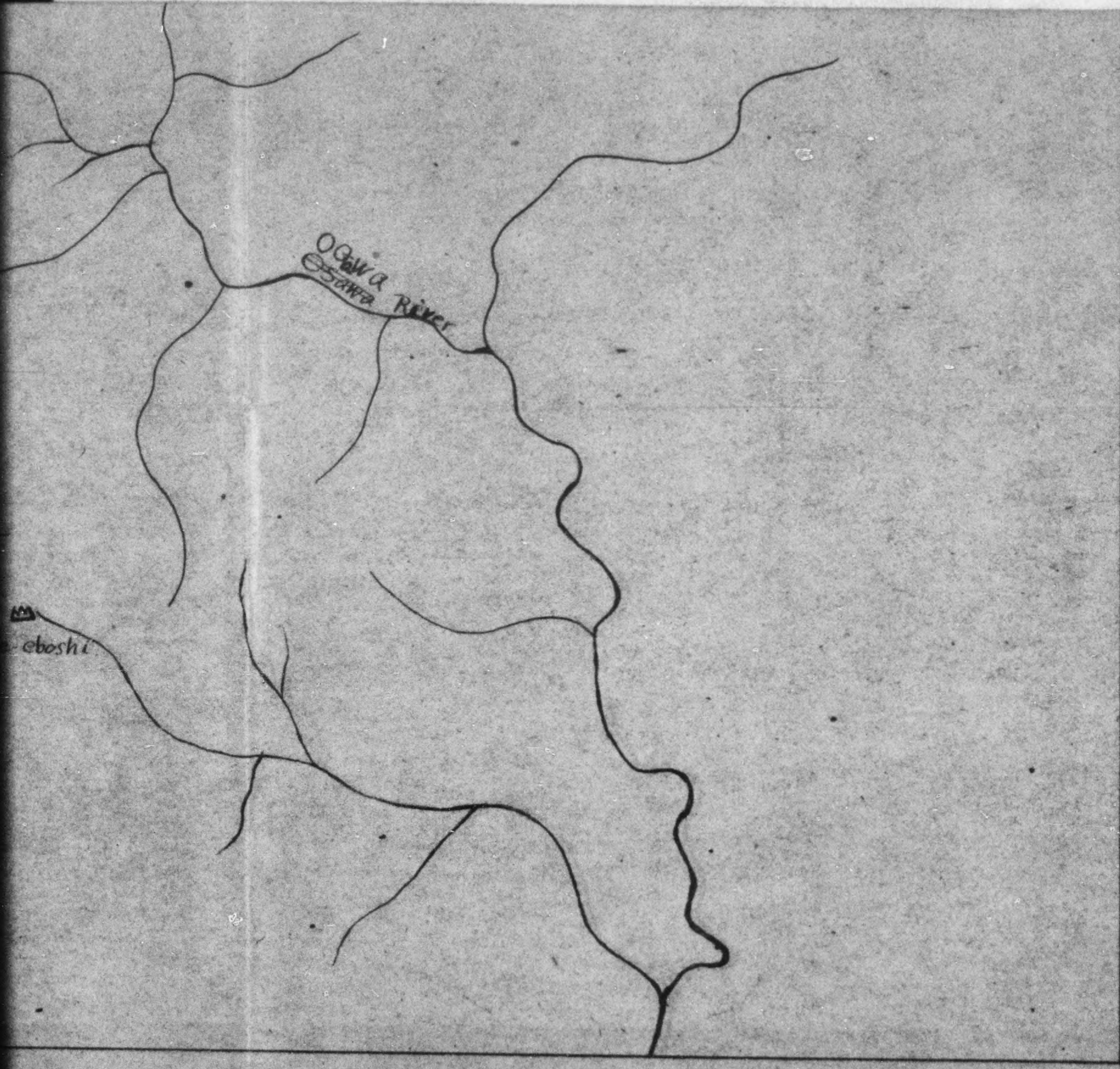


CORRECTION

**THIS DOCUMENT
HAS BEEN REPHOTOGRAPHED
TO ASSURE LEGIBILITY**







Incl.2

COPYGENERAL HEADQUARTERS
SUPREME COMMANDER FOR THE ALLIED POWERS
APO 500

11 October 1948

AG 004.03 (8 Jun 48) ESS/IND

SCAPIN 6081-A

MEMORANDUM FOR: JAPANESE GOVERNMENT

SUBJECT: Application for Permission to Develop Private
Water Power Source for Increased Production
of Ammonium Sulphate

1. References are:

a. Letter from Central Liaison and Coordination Office,
Japanese Government, to the Supreme Commander for the Allied
Powers, C.L.C.O. No.2158(2P), subject as above, dated 8 June 1948.b. Letter from Chozaburo Mizutani, Minister of Commerce
and Industry, to chief of Economic and Scientific Section, General
Headquarters, Supreme Commander for the Allied Powers, file L.O.
No.65, subject: Additional Information on the Development of
the Water Power Source for Increased Production of Ammonium
Sulphate, dated 21 August 1948.2. There is no objection to the construction of the plant
as proposed in reference 1a, as amended by reference 1b.3. This memorandum shall not be construed as connoting
any special prior claim on critical materials, services, or
finances.

FOR THE SUPREME COMMANDER:

A.J. REHE
for R.M. LEVY
Colonel, AGD
Adjutant GeneralReceived: 12 Oct 2.40 p.m.
Shukan : 2F
Copy : 1,2,3 Bucho
1G
1La
ESB

FILE

KYUSHU MILITARY GOVERNMENT REGION
HEADQUARTERS AND HEADQUARTERS DETACHMENT
Fukuoka, Kyushu, Japan

APD 929
5 January 1949

MEMORANDUM:

TO : Economics Officer

1. The following advance notification concerning: Charcoal and Firewood Enforcement Program and 1949 Staple Crop Preplanting Quotas received by telephone from higher headquarters is forwarded for your information.

2. The charcoal and firewood enforcement program will be carried out by the EIB, NRP, Local Police, Charcoal Offices and other branches of the M.A.F. The program called for the organization of inspection teams composed of at least 2 members of which one should be an Economic Investigator. EIB will assign about 800 investigators to this program.

3. The program will emphasize:

- The fulfillment of collection quotas.
- The prevention of producing prefectures from shipping to large nonhousehold consumers such as trucking companies, pottery plants, etc.
- The surveillance over transportation in accordance with par 18d and 9bc of PD Enforcement Memorandum No. 3.
- Wholesale and retail distribution in the large consuming areas.

4. This program will continue to 31 January 1949. However, surveillance will be continued at least through the winter in accordance with the provision of OD 50, 28 Sept 1948. Letter or OD on this program will be sent out later.

5. Preplanting Quotas for 1949 Rice, Sweet Potato and White Potato.

<u>Prefecture</u>	<u>Rice & Subst.</u>	<u>Sweet Potato</u>	<u>White Potato</u>
Fukuoka	1,186.2	14,158	5,140
Saga	823.2	5,863	1,274
Nagasaki	256.1	28,656	752
Kumamoto	1,139.1	29,521	834
Oita	551.3	16,264	704
Miyazaki	367.8	21,967	1,104
Kagoshima	382.7	43,270	1,543
Total	4,706.4	159,699	11,351

BASIC: Memo, Hq Kyushu Mil Govt Region, dtd 5 Jan 49, subj: "Charcoal and Firewood Enforcement Program and 1949 Staple Crop Preplanting Quotas", cont'd.

6. Deadline date for allocation to farmers is 28 February 1949. Ten days telephonic report on the progress of allocation to gun, village and farmers is required to this Headquarters.

BY ORDER OF COLONEL HILTON:

CHARLES L. BAGWEL
1st Lt SIG C
Adjutant

HEADQUARTERS I CORPS
APO 301 (Kyoto, Honshu)
MIL GOVT SECTION
ECONOMICS DIVISION

Date 29 December 1948

MEMORANDUM:

TO : Economics Officer

1. The following advance notification concerning ; Charcoal and Firewood Enforcement Program and 1949 Staple Crop Preplanting Quotas received by telephone from higher headquarters is forwarded for your information.
2. The charcoal and firewood enforcement program will be carried out by the EIE, NRP, Local Police, Charcoal Offices and other branches of the M.A.F. The program called for the organization of inspection teams composed of at least 2 members of which one should be an Economic Investigator. EIE will assign about 800 investigators to this program.
3. The program will emphasize:
- The fulfillment of collection quotas.
 - The prevention of producing prefecture from shipping to large nonhousehold consumers such as trucking company, pottery plants, etc.
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Total	4,706.4	159,699	11,351

6. Deadline date for allocation to farmers is 28 February 1949. 10 days telephonic report on the progress of allocation to gun, village and farmers is required to this Headquarters.

KYUSHU MILITARY GOVERNMENT REGION
HEADQUARTERS AND HEADQUARTERS DETACHMENT
Fukuoka, Kyushu, Japan

FRM/CHA/1GT

APC 929
4 January 1949

004

SUBJECT: Increase of Electric Power Allocations to Manufacturers of School Textbook Paper.

THRU : Commanding General, I Corps, APO 301
(Attn: Military Government Section)

TO : General Headquarters, Supreme Commander for the Allied Powers, APO 500

1. Forwarded herewith as inclosures for your consideration are applications for increases in electric power allocations as submitted by Oji Paper Manufacturing Company plant superintendents in Fukuoka and Kumamoto Prefectures. These applications have been previously submitted through Japanese channels, but with no success to date.

2. Since the production of school textbook materials is vital to the educational system, this Headquarters recommends that requests for increased electrical allocations for January and February 1949 be approved to an extent deemed practical in view of other vital requirements.

FOR THE COMMANDING OFFICER:

2 Incls:

1. Ltr from Sumitaro Wada, Oji Paper Mfg. Co., Kokura, Fukuoka, dtd 15 Dec 48, to Director, Kyushu Liaison Office, subj: as above.
2. Ltr from Kanehiko Inoue, Oji Paper Co., Ltd., Yatsushiro Gun, Kumamoto Ken, dtd 15 Dec 48, to Director, Kyushu Liaison Office, subj: as above.

CHARLES L. BACHTEL
1st Lt SIG C
Adjutant