

CAT - China - Willauer.

隊大運空署總濟救後善院政行  
CNRA AIR TRANSPORT

樓七號七十路一東山中(○)海上

7 TH FLOOR 17 THE BUND CHUNG SHAN (EAST 1) ROAD  
(O) SHANGHAI, CHINA

CABLE ADDRESS  
"CLAULT SHANGHAI"  
中文電報掛號一上海8570

TELEPHONE  
1 5 5 1  
1 1 3 5 0

IN REPLY PLEASE QUOTE

OUR REF. NO. ....

Doreen: Held up this letter three days waiting for the copy of the Generalissimo letter Whitey speaks of but it is not ready - will forward a copy under separate cover - also believe you already have the CAT Bulletin for this month but if not let me know. 6 November, 1947.

*Paula Shelton*  
P. SHELTON.

Mrs. Doreen Lonborg,  
Suite "B",  
Hamilton House,  
SHANGHAI, CHINA.

Dear Doreen,

Thanks for your letter of October 28 and for now sending the weekly cables on the bank balances.

Home Allotments for W.W. OK to pay to Miss Grady.

Home Allotments: Starting with the payments for October (as soon as we give you the exchange and forward you the payroll) we think it would be much better to have you pay the home allotments directly. You would then be in a position when inquiries come up to speak of your own knowledge that the check had been sent on such and such a date by registered letter number so and so and also we could more easily control problems of deductions from pay. We make this decision on the theory that it would not materially increase your overhead and if this is not the case we might wish to reconsider.

Tires: I think we have got the tire thing fairly well straightened out now although the final shipment on the "Oluf Maersk" has not yet arrived. We hear however that the ship is due on November 10.

Procurement: We approve a reasonable payment to your brother for the time he spent in regard to airplane engines etc. and further use of him is OK but of course we trust you to keep it to a minimum.

Clayton: As to the date of his employment we have no record here and we understand that it was handled by you.

Mrs. Raines: I suggest you make a deduction in two amounts of US \$ 250 each from October and November payments when you make them but I think it would be well for you to advise her in advance that you will be doing this so that she will know how to plan.

APPROVED FOR  
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F.N. # 141

Various payments:- I have asked Earle to follow up on your suggestion of a covering letter.

General information:

- (1) We have now paid up almost 100% of the amortization fund.
- (2) On November 13 we will start our official drive for a permanent airline by a visit with the Generalissimo and other officials. We are planning to continue the operation on somewhat the same lines as we are now operating and I enclose for your information a letter to the Generalissimo on this subject.
- (3) Everyone here seems to believe that we are going to be permitted to continue but of course the problem is, under what terms and conditions, and the Lord only knows what the next six weeks of negotiations will bring forth. Please pass all of this information on to the Investment Building.
- (4) I enclose a copy of our employees' magazine which has met with very favorable reception not only among the employees but from many individuals to whom we have sent courtesy copies. It is not very much of a thing and costs very little to issue but it does help morale.
- (5) Home Allotment payments: Earle is writing and cabling you separately as to the disposition of funds of US \$ 125,000 recently cabled to you. You have queried why we did not accept the \$10,000 deal which you had arranged. That is rather a long story which I think would make a lot of sense to you if I had a chance to explain it. The fact of the matter is that the Auditor, Howell, and Attorney, Jacobsen (who is one of our great enemies), were creating a situation out here wherein we desired to have a showdown on the Honolulu claim and the holding up of Home Allotments. These people were in fact in control of the decision and were holding out for security to the extent of the entire claims under the delivery contract which they have built up to US \$ 110,000. We wanted to be in a position to criticise UNRRA severely on blackmail tactics against our personnel to force an unjust settlement and thus desired that the case against UNRRA vis-a-vis our personnel would be as black as possible.

Louise finally sailed from the West coast on the twentyfourth and I suppose she will be here by Xmas, at least they claim the ship will be here on the 13th of November and even *though* *that* *ship* *has* *been* *a* *month* *late*

Very best regards.

*Whitney*