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MERCHANT REPORTS ON WU-HSI AFTER COMMUNIST OCCUPATION

The following version regarding conditions in Wu-hsi, Kiangsu Province, after the Communist occupation on 23 April was given by a merchant who recently returned from that city:

"Because the occupying forces were mostly in experienced boys in their late teems, the preservation of order during the occupation region was left largel, to the local militia. After a week, the Communists assumed rull control but few experienced administrative personnel had been sent to the city.

"After the Communists took over all newspaper firms, the Su-nam Jib-pao (South Kiangsu Daily) was put into circulation. Since it only gives coverage of Communists' ideology and military successes, its popularity with the people is negligible. The businessmen have reopened their shops, but trade is carried ont only on a limited scale. They are still confronted with the problem of paring their employees. Factories have resumed operation but are permitted to sell their goods only to the designated Communist trading company.

"Although KMT gold-yuan certificates were allowed to circulate as lagal tender until 13 May, all merchants immediately refused to accept them. This resulted in trade confusion.

"The biggest boom was enjoyed by the amusement places which realized an unprecedented business. Many of the Communist troops who patronized these places were overwhelmen by the gadgets of modern civilization.

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