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SOURCE Newspapers as indicated.

YEN SAYS CHINESE COMMUNISTS HAVE SUBMARINES;
ANTI-COMMUNIST GUERRILLAS INCREASE;
COMMUNISTS CONSCRIPT LABORERS FOR USSR

SAYS AIR FORCE, NAVY BEING ENLARGED -- Hong Kong Shih-pao, 4 Mar 50

Taihoku, 2 March -- Premier Yen Hsi-shan, speaking at the Legislative Yuan, today warned that the Communist air force and navy are being greatly enlarged. He said that they now have about 200 Russian-made planes and several submarines.

LARGE OXYGEN PURCHASES INDICATE USE IN SUBMARINES -- Hong Kong Hsin-sheng Wan-pao, 5 Mar 50

The owner of a large chemical products plant in Hong Kong revealed that, in October 1949, he had received from North China two orders for liquid oxygen and compound nitrate. Each order amounted to 200,000 US dollars. However, he did not have stocks on hand at that time, nor could he get them from the US, so he purchased them from companies in Czechoslovakia and West Germany, and delivered them to Tsingtao in February 1950.

He stated that, according to a Czech military scientist, the principal use of liquid oxygen, other than a small amount used in hospitals, is in the operation of submarines, and that the amount he delivered was enough to operate 40 submarines for 2 weeks or 20 submarines for one month. The compound nitrate, which is an imperative ingredient for producing smoke screens, is believed to be for use in the invasion of Taiwan.

COMMUNIST GUERRILLAS JOIN PRO-KMT GUERRILLAS -- Hong Kong Kung-shang Jih-pao, 3 Mar 50

Shan-wei, 2 March -- According to a reliable source, three groups of about 500, 300, and 400 Communist guerrillas in Lu-feng and Hai-feng hsien in the southeastern section of Kwangtung Province, disgusted with the treatment they had been getting from the Communist Forty-First Army which dominates the same areas, broke away from the CCP and joined pro-KMT guerrilla forces to broaden anti-Communist activities.

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Another source stated that Chung T'ieh-chien, the former magistrate of Lu-feng Hsien, and about 1,000 Communist guerrillas under his command, have also joined pro-KMT guerrillas recently because of their dissatisfaction with the attitude of the Communist Army.

STUDENTS FLEE TO AVOID CONSCRIPTION -- Hong Kong Shih-pao, 5 Mar 50

Taihoku, 4 March -- A recent arrival from Peiping has revealed that up to the time of his departure, the Chinese Communist Party, which must send 5 million Chinese laborers to the USSR, was able to assemble only 450,000 persons. As a result, to avoid being accused by the Russians of not fulfilling their promise, the CCP has proclaimed that all men between the ages of 15 and 45, who are not in labor forces approved by the CCP, are subject to conscription for this purpose.

When this proclamation was announced, the students in various high schools and colleges in Peiping and Tientsin, fearing the consequence of conscripted labor, began fleeing into areas held by anti-Communist guerrillas.

FORMER KMT OFFICIALS BEING EXILED -- Hong Kong Kung-shang Jih-pao, 25 Feb 50

Taihoku, 24 February -- A KMT source reported that thousands of former KMT government officials who defected to the Communists are now being exiled to Siberia and Sinkiang by the CCP authorities for the purpose of colonizing the vast wastelands in these areas.

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- 2 -

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