

~~SECRET~~
INFORMATION REPORT

CD NO.

COUNTRY Germany (Russian Zone)
SUBJECT Distribution of Lubricants

DATE DISTR. 7 Feb 1949
NO. OF PAGES 2

PLACE ACQUIRED [Redacted] 25X1A6a
DATE OF INFO [Redacted] 25X1X6

NO. OF ENCLS. (LISTED BELOW)
SUPPLEMENT TO REPORT NO.

~~CONFIDENTIAL~~
CIA LIBRARY

- As of 1 January 1949, the Deutsche Handelsgesellschaft Berlin, a Soviet-controlled firm, will take over from the existing private firms the distribution of mineral oils in the Lander of the Soviet Zone. These firms, such as Olex, Stinnes, etc., will be dissolved and lose their identity. The DHG, situated at the ex-Luftwaffe Ministry in Berlin, will take over the existing trading and distribution offices of the private firms in the Lander of the Soviet Zone.
- The latest ordinance of the DWK Berlin dated 1 October 1948 sets a mineral oil distribution quota in the Lander of the Soviet Zone as follows:

55 percent for Derunapht
17 percent for members of Group 1 of the Treib-und Schmierstoffvertrieb GmbH
28 percent for the wholesale trade,

compared with the previous quota of:

70 percent for members of group 1 of the Treib-und Schmierstoffvertrieb GmbH
30 percent for the wholesale trade.
- Members of Group 1 of the Treib-und Schmierstoffvertrieb GmbH included Deutsch-Amerikanische Petroleum Gesellschaft, Shell, Derunapht, Olex, Leuna, Stinnes and RKS. Formerly distribution was as follows:

Derunapht - 18 percent
Shell and DAPG - 20 percent each
Others - Remainder.
- As of 1 October 1948 Derunapht has received the biggest quota of lubricants, and foreign companies such as DAPG, Shell, etc., have been practically put out of business as their quota for distribution has not allowed them to earn enough to keep their organizations going.
- Nevertheless, in view of the order by the Quadripartite Control Council stating that the occupying powers of each zone must protect foreign capital, the DHG will not attempt to absorb foreign companies such as DAPG and Shell, but will reduce their lubricant distribution quota to such an extent that they will not be in a position to maintain their plants and business organization. The

FEB 10 1 50 PM '49
SCI BR

STATE	<input checked="" type="checkbox"/>	NAVY	<input checked="" type="checkbox"/>	NSRB	<input checked="" type="checkbox"/>								
ARMY	<input checked="" type="checkbox"/>	AIR	<input checked="" type="checkbox"/>	FBI	<input checked="" type="checkbox"/>								

Document No. 000
 NO CHANGE in Class.
 DECLASSIFIED
 Class. CHANGED TO: S S
 AUTH: 100-204-10000
 17 MAY 1977
 021

~~SECRET~~

~~CONFIDENTIAL~~

~~SECRET/CONTROL~~ **SECRET** OFFICIALS ONLY

25X1A2g

CENTRAL INTELLIGENCE AGENCY

~~CONFIDENTIAL~~

Derunapht has not enough trans-shipment equipment for its new quota, and will attempt to buy out these foreign firms.

6. At the beginning of November 1948, the SMA ordered that fuel storage dumps not used by private firms must be made available for Derunapht-controlled fuels for a storage charge to be paid by Derunapht. The rate allowed is not sufficient to maintain the plants, as the additional income ordinarily made by the private firms on the distribution of the oil is taken by Derunapht.
7. On 1 October 1948 the stock of lubricants in Land Mecklenburg was 7,500 tons of DK (sic) oil and 1,300 tons of VK (sic) gasoline. The stock of motor oils was 250 tons, and industrial oils also 250 tons. Because of the poor supply of VK oil, the stock has dwindled considerably.

~~SECRET/CONTROL~~ -- U.S. OFFICIALS ONLY

SECRET