

CENTRAL INTELLIGENCE AGENCY  
INFORMATION REPORT

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1. The sale of opium, which is an important source of income for the Chinese Communist Government, is controlled by the People's Opium Suppression Bureau. The nominal heads of this bureau are PO I-po (潘一波), Minister of Finance, and YEH Chi-chuang (葉李莊), Minister of Trade, while the actual head is WANG Feng-chai (王鳳齋), who is also head of the North China Opium Suppression Bureau.

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2. Opium trade control in various areas of China is as follows:

- a. In the Tientsin area, opium trade is handled by the North China Opium Suppression Bureau, which works through the Yu Ta (裕大) Company, 5 Ao Men (澳門) Road, 10 District, Tientsin. The manager of this company is WANG Tzu-tung (王子勳), aided by LI Tzu-feng (李子封) and SHOU Han-ch'ou (守漢臣).
- b. In the Hankow area, opium trade is controlled by the Central China Opium Suppression Bureau headed by LO Wen (羅文).
- c. In the Canton area the Lin Chi (隆記) Company, managed by JEN Shui-feng, controls the opium trade under direction of the South China Trade Bureau.
- d. In the Shihchiachuang (114-28, 38-02) area KUO Hua-yuan (郭華元) operates a warehouse, raises opium poppies, manufactures opium and also controls its trade.
- e. In the North Shensi area, the trade is handled by CHI Kung-kao (齊公高), who is also in charge of opium poppy growing and manufacturing in that area.
- f. In the Jehol area, opium growing and trade control are under the direction of WU Chih-ho (吳致和).
- g. In Shanghai the Shanghai Liaison Office, headed by CHU Yu-lung (朱玉龍), who is also an important member of the Shanghai Public Security Bureau, controls opium transactions. The opium chemical

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analysis office in Shanghai, under LIN Hsiu-hao (林修濤), determines the price of the opium through analysis.

3. Tientsin and Canton are the two most important areas for the export of opium from China, mostly to Macao and Hong Kong.  For export purposes the Chinese class opium as "a special drug". Generally opium is carried from Tientsin to Hong Kong by the CH'UN SHENG (春生) and the HU NAN (湖南).  These ships have naval escort part of the way and unload their cargo to junks at a prearranged point.

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6. In August 1950 stockpiles of opium in the Tientsin, Canton and Hankow areas were as follows:

Brand	Morphine Content	Tientsin	Amounts in tons	
			Canton	Hankow
139	12 percent	20	10	10
133	11.36 percent	20	5	20
Special Camel	9.3 percent	30	15	10
First Grade Camel	7.4 percent	40	20	30
Special Sai Ma	8.4 percent	10	20	10
First Grade Sai Ma	6.3 percent	30	30	10
Sai Ma		50		

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