

Sheet 2.

Throughout WAIYEUNG sugar cane is being harvested and we inspected a very fair mill at TSING KAI which turned out 600 cattles a day.

There was every indication that smuggling of goods into Hongkong is as difficult to stop as smuggling out of the Colony and it is considered to be inadvisable to assume that the Japanese are unable to obtain any products they require from this area.

EXPORT BLOCKADE ZONE: A line running from MUKLUN (Map Ref. F/0251) south via TAILONG (Map Ref. K/9428) to KUNLANHU (Map Ref. F/0803) then east through TONGTAUUA (Map Ref. F/1212) and TSINGKAI (Map Ref. F/1915) to SANUE (Map Ref. F/3519) and then S.E. to TAIHUI (Map Ref. F/4912).

This line is manned at points by parties of troops who do the searching of travellers and there are "Station Masters" at the main towns whose exact function and connection with military or government authorities we could not get clarified. Goods not allowed to pass are rice, and more than one chicken per carrier, and such articles as charcoal, and, presumably, wolfram etc. It appeared childishly easy however to circumvent searching posts.