

Declassified E.O. 12356 Section 3.3/NND

No. 785017

ACC

10000/109/267
(VOL. II)

Declassified E.O. 12356 Section 3.3/NND No. 785017

0/109/267
OL. II)

DECREE, CONFISCATION OF PROPERTY
SEPT. 1945

Ex Com 25/1 108

cso - for info. ref folio 107

110

so/c.c.
est - folio 107 contains a request by C.C. for a reply
of last sentence of para. 9 of
folio 109 and conversations with Italian
Ministry referred to therein, no action seems
indicated unless C.C.'s informant (not
indicated in his folio #309) is expecting a
reply.

SEP 29 1968
0903

Encls 2899

28/4

111

Date Communication:

Attached is requested for your information
I agree with C.C.A.

MS 1/a

Notary
L.S.

Declassified E.O. 12356 Section 3.3/NND No. 785017

SFR 21 300
0903

Emu 2819

28/4

III

Other Communication:

Attached is information for your ~~information~~
~~approval~~

I agree with C. P.A.

Melbyce

MS LL

3023

HEADQUARTERS ALLIED COMMISSION
APO 394
ITALIAN SUB-COMMISSION

1319/P

27 September 1945

SUBJ: Sequestration of Fascist Profits.

TO : The Chief Commissioner.

1. I refer to your SC 2602 of 7 September, on the alleged misuse in north Italy of the law for the Sequestration of Fascist Profits to expel owners and managers.

2. As you are aware, we immediately telegraphed to our Regional Finance Officers in north Italy, asking for reports. The answers from Lombardia, Liguria, Piemonte, and Venetie Regions were in the negative. For example, the situation in Piemonte was summarized by the RFO as follows:

"Detailed examination now discloses the following situation for Piemonte Region:

Total number of cases for sequestration of Fascist profits under D.L. 27 July 1945 n. 159 and 31 May 1945 n. 364	164
Numbers of requests by owners to revoke the sequestration	15
Number revoked	5
Number reduced	1
Still under review	9

It is considered that as only 15 owners out of a total of 164 have lodged objections, and that these objections are being adequately considered, the position is in order and in accordance with the Italian law."

3. After reviewing these reports, at your suggestion I consulted with Mr. Tasca of the American Embassy, who stated that Lt-Col. Palmieri of the Legal Sub-Commission and Senator Ricci, Minister of the Treasury, had details as to specific cases. I then saw Lt-Col. Palmieri, who indicated he had no such details, but would be glad to see Minister Ricci with me. I informed Tasca of this, who objected to seeing Ricci in the presence of Palmieri. Tasca and I then saw Ricci alone on 25 September. Ricci was extremely vague as to specific cases, saying that construction firms in Genoa were being paralyzed in their operations by having inexperienced or incompetent sequestrators appointed. Ricci's point seemed to be not that the law was being abused or extended illegally, but that it was being administered unwisely. Thus, a firm might rightly be sequestered, but the sequestator appointed might proceed to ruin the company. Sequestered firms were rendered inoperative. This was the argument which Ricci made to the Cabinet several weeks ago. The present concern of bad capital-labor relations and the

Piemonte Region:

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4. The law is being revised and the new text is promised for an early date.

John H. Clegg
Joint Director,
Finance Sub-Commission.

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C O P Y
D
F
Y

British Embassy
ROME.

34/33/45.c.c.

21st September 1945.

SEP 24 1945

My dear Admiral,

In the Ambassador's absence in London I am replying to your undated letter, 13074/Y, regarding the responsibility for negotiating the Decree of Desquestration and a decree designed to protect Allied patents and trade marks. I agree that this responsibility rests on the two Embassies, but we value most highly the advice with which Colonel King has been always so willing to help us as occasion required, and we count on his continued advice and support. Should official correspondence be necessary as the negotiations proceed, it is my understanding that such correspondence should be between the Embassies and the Ministry of Foreign Affairs.

As regards the third paragraph of your letter, we are equally lacking at this Embassy in any personnel qualified to deal with the specialised and technical matters involved in the patents decree. On receipt of the text of the draft decree as prepared by the Italian Government and sent to you by the Minister of Industry and Commerce on the 5th September, we could only telegraph its terms with our comments at once to London, and we are now waiting for instructions.

Yours very sincerely,

/s/ Henry Hopkinson

Rear Admiral Ellery W. Stone, U.S.N.R.,
Chief Commissioner,
Allied Commission Headquarters,
ROME.

Rec'd - 24 Sep 45

Actions Finance Sec

1000 C. & C. (long)
Enclosed

(See Note) End

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(b)

Ref: 15074/F

September 1945

Dear Mr. Folsom,

The American Embassy has informed Property Control Division of the Finance sub-Commission that it has been acting upon the assumption that Allied Commissions have primary responsibility for negotiating the terms of non-contractual and a decree designed to protect allied patents and trademarks.

It has been our understanding since last May that your embassy and the American Embassy have the responsibility in this regard. We have never received instructions from either London or Washington which would indicate that the responsibility is ours. In response to a request for information regarding the scope of non-contractual, we were informed by Cables, on 7 May, 1945, that the power, of consequential and direct representation of the Foreign Office and the Department of State was that subsequently it would be handled through diplomatic channels rather than through cables, directly to the Allied Commissions. As with the non-contractual and strategic aspects and other allied problems, we assume that the U.S. and British governments also desire their interests to be handled by the Commissions.

The Property Control Division would, of course, be glad to help you to the extent as its facilities and personnel will permit, but I would like to point out that we have no officer qualified to deal with the purely commercial and technical matters involved in the original decree, and this duty, of course, together with the non-contractual aspects is primarily to be reflected thru native duty under the U.S. Army War Council.

Yours very truly

SIMILAR LETTER TO U.S. EMBASSY

Electric
F-246 (P)

ALBERT S. WILSON
Rear Admiral, U.S.N.
Chief Commissioner

Sir Noel Charles,
British Embassy,
London.

See file
J.W.C.

1144