[redacted]

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

ACC

10000/109/337

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

10000/109/337

WAR REPARATIONS
SEPT. - NOV. 1945

5.

Executive Commissioner.

Ref p.3, at p.4 opposite is draft submitted for your consideration. This is possibly a little on the short side, but is it necessary at this stage to elaborate upon the difficulties which Land Forces S/C will find in trying to carry out the survey required.

6.

12 Oct. 45. Issac DS (Lieut) C.S.O.

8.

Executive Commissioner.

Ref your minute 6, letter at p.7 opposite is submitted for signature.

13 Oct. 45. C.S.O.

Follow-up letter to Land Forces S.C.

DS (13/X.

10

Ex. Com.

Letter opposite to Service S/C. regarding our conversation & letter now submitted for signature.

17.

Ex Comm.

Letter at 16 for signature in reply to 14.

22/10.

495

19.

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

Executive Commissioner.

Ref your minute 6, letter at p.7 opposite is submitted for signature.

13 Oct. 45. C.S.C.

9

Follow-f/ Chief of the Land Forces. S.C.

13/x.

10

Ex. Com. Letter opposite to Service c/c.. regarding our conversation & letter now & submitted for signature.

17.

Ex Comm.

Letter at 16 for signature in reply to 14.

22/10.

495

19.

Pse see (18) in confirmation of request at (10) : next step to await the info.

8/11

30

1/12.

Pse see 29 : ref. "c" is on file 5012 attd: folio 152
There is also an action minute in 5012. 1/12

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

616 98

(29)

HEADQUARTERS, ALLIED COMMISSION
Navy Sub-Commission APO 394

Confidential

TOP SECRET

T-O-P S-E-C-R-E-T

NSC/4127
29 November 1945.
NOV 30 1945

From: Navy Sub-Commission, Hq. Allied Commission.
To : Executive Commissioner, Hq. Allied Commission.

Subject: War Reparations.

Reference: (a) Executive Commissioner ltr. Ref/616/EC of 20 October 1945.
(b) Navy Sub-Commission ltr. NSC/3840 of 25 October 1945.
(c) Executive Commissioner ltr. Ref: 5012/143/EC of 22 November 1945.

1. In reference (a) information was requested regarding industrial plants which serviced and supplied the Italian Royal Navy. In reference (b), paragraph (2), the Navy Sub-Commission stated that it was making a survey of Italian munitions plants which were engaged primarily in work for the Italian Navy and that every effort would be made to complete the survey by 1 January 1946, so that the information requested in reference (a) could be forwarded.

2. Since the above correspondence, reference (c) has been received by the Navy Sub-Commission. It is felt that paragraph 4e and f of reference (c) will suffice to supply the information requested in reference (a) at an earlier date than indicated by reference (b). Therefore the Navy Sub-Commission is not making a complete independent survey.

W. Graham

REAR ADMIRAL
CHIEF, NAVY SUB-COMMISSION, AC.

See M.30.
494

Copy to 5012/EC

(CAPT B) 1/12

TOP SECRET

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

28

From: Lt Col F.H. McLeary, Chief Staff Officer.

Ref: 616/MC 21 November 1945

Dear

I am afraid that what with holidays and half-holidays it has not been possible to get to you the lists we promised you should have within two days of your visit here last week. The reply to what Colonel Denamore called the "white paper", that is to say, G-5:091.711-1, Italy, AFHQ letter dated 3 November is being typed and I hope to get it off today or tomorrow (of course tomorrow is another of those blasted holidays).

As regards your DO letter of 3 October, I have today sent the information regarding the Air Force. As you will see in our reply to the "white paper" the Ministry of Industry and Commerce, Italian Government, is at present having a study prepared which will show the present situation of the Italian Armament Industry with respect to the portion which could be re-converted to civil use and the portion which can be left as it is. This study should be completed by 1st December 45 and I hope that it will give you some information which will be of use to the War Office.

With apologies for these delays.

Yours

Brigadier F.G.A. Parsons,
G-5 Section, Allied Force Headquarters.
A.P.O. 512.

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

TOP SECRET

(27)

HEADQUARTERS ALLIED COMMISSION
APO 394
Office of the Executive Commissioner

Confidential

Ref: 616/27/EC 21 November 1945

SUBJECT: War Reparations

TO : G-5, Section, AFHQ
(Attn: Brigadier F.C.A. Persons) (16)

(7)

Further to my letters of even reference dated 15 October and 30 October 1945.

Herewith enclosed is a copy of a letter received from Air Forces Sub-Commission which explains the Appendices "A" and "B" attached. (26)

For the Chief Commissioner:

Brigadier
Executive Commissioner

616/8

FROM: AIR FORCES SUB COMMISSION,
ALLIED COMMISSION, ROME.

TO: EXECUTIVE COMMISSIONER,
HEADQUARTERS, A.C. ROME.
ATTENTION LT/COL. MCCREARY.

DATE: 8TH NOVEMBER, 1945.

REF: AFSC/367/1/ORG.

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Confidential

TOP SECRET.

NOV 9 1945

WAR REPARATIONS.

16 10

Reference your letter 616/EC dated 20th October, 1945, and our note AFSC/367/1/ORG of the 4th November, the attached information concerning the Italian Aircraft Industry is forwarded.

2. In order to avoid any possible misunderstanding the Italian Air Ministry has not been directly and officially requested for information as it was not considered desirable to do so. Incidentally we have reason to believe that the Italian Air Ministry would only produce information on a direct official instruction from the Allied Commission because they fear eventual Russian requests of industrial equipment in the form of reparations, and naturally they wish to impart as little information as possible on the matter. However we have obtained the pre-armistice production figures and we have information on what the firms are already doing, and on which a potential now available for manufacture in Italy can be given - see the attached table. The figures concerning the potential of each firm are based upon the knowledge we have of the damage suffered by each firm.

3. If at any time it is the desire of the high Allied Authorities for aircraft production in Italy it should be noted that raw materials will be required, and there would inevitably be some delay in most of the firms because the majority of them have converted their plant to civilian uses.

4. It should also be noted that only two big firms, namely Fiat's, Turin, and S.I.A.I, Near Milan, are at present authorised to construct a limited number of aircraft, most of which were already in hand at the time of the liberation of the North, and which would be useful in replacing wastage in the Italian Military Courier Services. In addition there is a small firm, namely Avia at Vercelli, which is constructing a small number of two-seater light aircraft until such time as they can be turned over to civilian purposes.

5. Attachment "A" shows the maximum production of Italian Aircraft Industry prior to the 8th September 1943 and the workers employed, together with the damage sustained. Attachment "B" shows the maximum production of Italian Aircraft Industry (Air Frames) pre-armistice by types and the estimate potential ~~for~~ 3/4 months. Attachment "C" gives information on the Italian Aircraft Industry which may be of help to the War Office.

Declassified E.O. 12356 Section 3.3/NND No. 785013

Reference your letter 616/EC dated 20th October, 1945, and our note APSC/367/1/ORG of the 4th November, the attached information concerning the Italian Aircraft Industry is forwarded.

2. In order to avoid any possible misunderstanding the Italian Air Ministry has not been directly and officially requested for information as it was not considered desirable to do so. Incidentally we have reason to believe that the Italian Air Ministry would only produce information on a direct official instruction from the Allied Commission because they fear eventual Russian requests of industrial equipment in the form of reparations, and naturally they wish to impart as little information as possible on the matter. However we have obtained the pre-armistice production figures and we have information on what the firms are already doing, and on which a potential now available for manufacture in Italy can be given - see the attached table. The figures concerning the potential of each firm are based upon the knowledge we have of the damage suffered by each firm.

3. If at any time it is the desire of the high Allied Authorities for aircraft production in Italy it should be noted that raw materials will be required, and there would inevitably be some delay in most of the firms because the majority of them have converted their plant to civilian uses.

4. It should also be noted that only two big firms, namely Fiat's, Turin, and S.I.A.I, Near Milan, are at present authorised to construct a limited number of aircraft, most of which were already in hand at the time of the liberation of the North, and which would be useful in replacing wastage in the Italian Military Courier Services. In addition there is a small firm, namely Avia at Vercelli, which is constructing a small number of two-seater light aircraft until such time as they can be turned over to civilian purposes.

5. Attachment "A" shows the maximum production of Italian Aircraft Industry prior to the 8th September 1943 and the workers employed, together with the damage sustained. Attachment "B" shows the maximum production of Italian Aircraft Industry (Air Frames) pre-armistice by types and the estimate potential ~~for~~ 3/4 months. Attachment "C" gives information on the Italian Aircraft Industry which may be of help to the War Office.

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for written

I.E. BRODIE,
AIR VICE-MARSHAL,
AIR OFFICER COMMANDING.

see 27

(CSO)

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

"A"

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MAX PRODUCTION OF ITALIAN A/C INDUSTRY
PRIOR TO THE 8th OF SEPTEMBER, 1943 - (FRAMES)

380 A/C per month of which:
120 bombers and transport
160 fighters
100 training and light machines

WORKERS EMPLOYED BEFORE SEPTEMBER 8th AND THAT COULD BE NOW EMPLOYED.

FIRM & LOCATION	BOMBERS & TRANSPORT		FIGHTERS		TRAINING	POSITION
Fiat Turin	1.000	700	4000 - 2800		-	30 dam
Caproni Predappio	500	500	900	900	-	requisitione
Sicula Palermo	650	325	-	-	-	50% destr.
Aer. Umbra Foligno	2.200	1100	-	-	-	damaged
Augusta Cascina Costa	-	-	-	-	1300 - 1300	-
Caproni Castellamare	1.700	850	-	-	-	dam. req.
Bestetti Arcore	-	-	600	600	-	-
Breda Milan	2.000	1100	1700	-	-	damaged
C.A.B. Ponte S. Pietro	2.000	2000	-	-	-	-
C.A.N.S.A. Cameri	600	600	900	900	-	-
Caproni Vizzola Ticino	1.300	1300	-	-	-	-
Caproni Taliedo	5.000	5000	-	-	-	-
C.M.A.S.A. Marina di Pisa	1.200	700	1300	800	-	damaged
C.N.A. Rome	-	-	-	-	500	destroyed
C.A.N.T. Monfalcone	6.000	2000	-	-	-	damaged
Meridionali Naples	2.100	1000	-	-	-	damaged
Macchi Varese	-	-	2800	1000	-	damaged
Nardi Linate	-	-	-	-	200 - 200	requisitione
Nardi Loreto	-	-	-	-	300	destroyed
Piaggio Finale	1.800	1000	700	500	-	damaged
Piaggio Pontedera	1.400	700	-	-	-	badly dam.
Reggiane Reggio Em.	1.000	500	2000	1000	-	damaged
S.A.C.A. Brindisi	-	-	-	-	500 - 500	-
S.A.I. Passignano	-	-	2000	1000	-	dam. req.
S.A.I.M.A.N. Ostia	-	-	-	-	500	destroyed
San Giorgio Pistoia	700	400	-	-	-	damaged
Off. Savigliano Savigliano	250	-	-	-	-	destroyed
S.I.A.I. Vergiate	9.500	9500	-	-	-	-
S.I.A.I. Iesi	1.500	-	-	-	-	transferred
TOTALS	42.410	29270	16900	9500	3100 - 2000	
	62.410		40770			

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FIRM & LOCATION	BOMBERS & TRANSPORT		FIGHTERS		TRAINING	POSITION
Fiat Turin	1.000	700	4000 - 2800		-	30 dam
Caproni Predappio	500	500	900	900	-	requisitione
Sicula Palermo	650	325	-	-	-	50% destr.
Aer. Umbra Foligno	2.200	1100	-	-	-	damaged
Augusta Cascina Costa	-	-	-	-	1300 - 1300	-
Caproni Castellamare	1.700	850	-	-	-	dam. req.
Bestetti Arcore	-	-	600	600	-	-
Breda Milan	2.000	1100	1700	-	-	damaged
C.A.B. Ponte S. Pietro	2.000	2000	-	-	-	-
C.A.N.S.A. Cameri	600	600	900	900	-	-
Caproni Vizzola Ticino	1.300	1300	-	-	-	-
Caproni Taliedo	5.000	5000	-	-	-	-
C.M.A.S.A. Marina di Pisa	1.200	700	1300	800	-	damaged
C.N.A. Rome	-	-	-	-	500	destroyed
C.A.N.T. Monfalcone	6.000	2000	-	-	-	damaged
Meridionali Naples	2.100	1000	-	-	-	damaged
Macchi Varese	-	-	2800	1000	-	damaged
Nardi Linate	-	-	-	-	200 - 200	requisitione
Nardi Loreto	-	-	-	-	300	destroyed
Piaggio Finale	1.800	1000	700	500	-	damaged
Piaggio Pontedera	1.400	700	-	-	-	badly dam.
Reggiane Reggio Em.	1.000	500	2000	1000	-	damaged
S.A.C.A. Brindisi	-	-	-	-	500 - 500	-
S.A.I. Passignano	-	-	2000	1000	-	dam. req.
S.A.I.M.A.N. Ostia	-	-	-	-	500	destroyed
San Giorgio Pistoia	700	400	-	-	-	damaged
Off. Savigliano Savigliano	250	-	-	-	-	destroyed
S.I.A.I. Vergiate	9.500	9500	-	-	-	-
S.I.A.I. Iesi	1.500	-	-	-	-	transferred
TOTALS	42.410	29270	16900	9500	3100 - 2000	
	62.410			40770		

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"B"

MAX PRODUCTI OF ITALIAN A/C INDUSTRY (FRAME

Confidential

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Firms & Locations	Pre-Armistice Production (Monthly)			Hypothetical Potencial Prod within 3-4 months		
	Multi engined	Fighters	Training	Multi engined	Fighters	Training
Fiat Turin	3	38	-	2	26	-
Caproni Predappio	1.5	8.5	-	1.5	8.5	-
Sicula Palermo	1.8	-	-	0.9	-	-
Aer. Umbra Foligno	6	-	-	3	-	-
Agusta Cascina Costa	-	-	41	-	-	41
Caproni Castellamare	4.2	-	-	2.1	-	-
B estetti Arcore	-	5.7	-	-	5.7	-
B reda Milan	5.6	16	-	3.1	-	-
C.A.B. Ponte San Pietro	5.6	-	-	5.6	-	-
C.A.N.S.A. Cameri	1.7	8.5	-	1.7	8.5	-
Caproni Vizzola Ticino	3.6	-	-	3.6	-	-
Caproni Taliedo	14.1	-	-	14.1	-	-
C.M.A.S.A. Marina di Pisa	3.3	12.3	-	1.9	7.6	-
C.N.A. Roma	-	-	16	-	-	16
C.A.N.T. Monfalcone	17	-	-	5.6	-	-
Meridionali Naples	6	-	-	2.8	-	-
Macchi Varese	-	27	-	-	9.5	-
Nardi Linate	-	-	6.4	-	-	6.4
Nardi Loreto	-	-	9.7	-	-	-
Piaggio Finale	5	6	-	2.8	-	-
Piaggio Pontedera	3.7	-	-	1.8	-	-
Reggiane Reggio Emilia	2.8	-	19	1.4	8.5	-
S.A.C.A. Brindisi	-	-	16	-	-	16
S.A.I. Passignano	-	19	-	-	9.5	-
S.A.I.M.A.N. Ostia	-	-	16	-	-	-
San Giorgio Pistoia	2	-	-	1	-	-
Off. Savigliano Savigliano	0.5	-	-	-	-	-
S.I.A.I. Vergiate S. Anna	27	-	-	27	-	-
S.I.A.I. Iesi	6	-	-	-	-	-
	115	149	124	72	84	79
	388			235		

Actually only Fiat - S.I.A.I. - AVIA are constructing
" " Agusta & S.A.C.A. repairing.

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Agusta Casoria Costa	-	-	41	-	-	41
Caproni Castellamare	4.2	-	-	2.1	-	-
B estetti Arcore	-	5.7	-	-	5.7	-
B reda Milan	5.6	16	-	3.1	-	-
C.A.B. Ponte San Pietro	5.6	-	-	5.6	-	-
C.A.N.S.A. Cameri	1.7	8.5	-	1.7	8.5	-
Caproni Vizzola Ticino	3.6	-	-	3.6	-	-
Caproni Taliedo	14.1	-	-	14.1	-	-
C.M.A.S.A. Marina di Pisa	3.3	12.3	-	1.9	7.6	-
C.N.A. Roma	-	-	16	-	-	16
C.A.N.T. Monfalcone	17	-	-	5.6	-	-
Meridionali Naples	6	-	-	2.8	-	-
Macchi Varese	-	27	-	-	9.5	-
Nardi Linate	-	-	6.4	-	-	6.4
Nardi Loreto	-	-	9.7	-	-	-
Piaggio Finale	5	6	-	2.8	-	-
Piaggio Pontedera	3.7	-	-	1.8	-	-
Reggiane Reggio Emilia	2.8	-	19	1.4	8.5	-
S.A.C.A. Brindisi	-	-	16	-	-	16
S.A.I. Passignano	-	19	-	-	9.5	-
S.A.I.M.A.N. Ostia	-	-	16	-	-	-
San Giorgio Pistoia	2	-	-	1	-	-
Off. Savigliano Savigliano	0.5	-	-	-	-	-
S.I.A.I. Vergiate S. Anna	27	-	-	27	-	-
S.I.A.I. Iesi	6	-	-	-	-	-
	115	149	124	72	84	79
		388			235	

Actually only Fiat - S.I.A.I. - AVIA are constructing
" " Agusta & S.A.C.A. repairing.

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

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

INFORMATION ON THE ITALIAN AIRCRAFT INDUSTRY.

1 Name of Firm and location.	2 Types in production at 8 Sep. 1943.	3 No. of workers at 8 Sep. 1943.	4 Actual Number of Machine Tools held.	5 Damages
1. Aeronautica d'Italia TURIN (FIAT)	Fighters C.R. 42 G.55 - G.12	5.000	900	Damaged buildings serviceable machinery
2. Aeronautica - Predappio Predappio (Forli)	Fighters Re.2001 Transport. S.81.T.	1.400	500	N.N.
3. Aeronautica Sicula PALERMO	Reconnaissance C.A.N.T. - Z.501	650	100	50% destroyed
4. Aeronautica Umbra FOLIGNO	Bombers S.M.79 bis	2.200	500	Damaged buildings serviceable machinery.
5. Agusta Cascina Costa (Gallarate)	Training A/C RO.41	1.300	420	none
6. Avio Industrie Stabiensi Castellamare (Naples)	Reconnaissance Ca. 314 Transport ca.148	1.700	150	50% destroyed
7. Bestetti Arcore (Milan)	Fighters S.A.S.207	600	120	none
8. Breda Sesto S. Giovanni (Milan)	Fighters M.C.202 Bombers C.A.N.T.1018	3.700	570	Main works at Bresso. destroyed 60% of others serviceable.

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INFORMATION ON THE ITALIAN AIRCRAFT INDUSTRY.

2	3	4	5	6	7
es in production 8 Sep. 1943.	No. of workers at 8 Sep. 1943.	Actual Number of Machine Tools held.	Damages	Plans for the future.	Reserves of material.
hters C.R. 42 - G.12	5.000	900	Damaged buildings serviceable machinery	Reduced A/C production. They are actually buil-ng 20. G.12	205 tons of steel - 316 al. 8 tons.cu 30 of tin.
hters Re.2001 nsport. S.81.T.	1.400	500	N.N.	N.N.They belong to the Caproni Group requisitioned.	No informati-on presumably very small.
onnaissance N.T. - Z.501	650	100	50% destroyed	No information (Caproni Group) furniture.	" "
ers 79 bis	2.200	500	Damaged buildings serviceable machinery.	unknown	" "
ning A/C 1	1.300	420	none	Repairing of R/R material general	Almost none
nnaissance 314 sport 8	1.700	150	50% destroyed	Caproni Group Rep. of M/T R/R mat naval.constr. requisitioned.	About 15 tons of az-copper alloys.
ters S.A.S.207	600	120	none	unknown	almost none
ters M.C.202 rs C.A.N.T.1018	3.700	570	Main works at Bresso. destroyed 60% of others serviceable.	R/R material	presumably small reserve

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1 Name of firm and location.	2 Types in production at 8 Sep. 1943.	3 No. of workers at 8 Sep. 1943.	4 Actual Number of Machine Tools held.	5 Damages
9. Caproni Aer. Berg. Bergamo	Reconnaiss. Ca.314 Training Ca.309	2000	500	unknown
10. Costr.Aer. Novaresi S.A.	Fighters F.C.20 bis	1500	370	"
11. C[illegible].A.N.S.A. Novara	Training C.R.30			"
12. Caproni Taliedo (Milan)	Reconnaissance Ca. 314	5000	1000	30% damaged
13. Caproni Vizzola (Gallarate)	Transport. Ca.148.P.	1300	350	unknown
14. Costr.Mecc.Aer. S.A. Marina di Pisa	Fighters G.50 bis Seaplanes R.S.14	2500	540	Buildings des machinery set
15. Co[illegible]gnia Nazionale Ae[illegible]nautica C.N.A. Roma (Littorio Airf.)	Training A/C P.M.1	500	-	destroyed
16. Cantieri Riuniti Adriatico C.A.N.T. Monfalcone	Bombers C.A.N.T.2 1007 ter. 1018	6000	800	Buildings des machinery int
17. Industrie Aeronautiche Meridionali Naples	Fighters RO.57	2100	100	60% destroyed
18. Macchi Varese	Fighters M.C.205 G.55 (?)	2800	600	Buildings des Machinery int

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2	3	4	5	6	7
es in production 8 Sep. 1943.	No. of workers at 8 Sep. 1943.	Actual Number of Machine Tools held.	Damages	Plans for the future.	Reserves of material
nnaiss. Ca.314 lning Ca.309	2000	500	unknown	Cars bodys bycicles tractors furniture.	almost none
hters F.C.20 bis	1500	370	"	R/R cars components	500 tons of steel
lning C.R.30			"		
onnaissance 314	5000	1000	30% damaged	cars bodys bycicles tractors furniture.	almost none
nsport. Ca.148.P.	1300	350	unknown	cars repairs furniture window frames	iron sheets for gas gen
hters G.50 bis planes R.S.14	2500	540	Buildings destr. machinery serv.	(Fiat) group	small reserve of sheets & profiled of steel and dural.
lning A/C .1	500	-	destroyed	-	-
bers C.A.N.T.2 7 ter. 1018	6000	800	Buildings destr. machinery intact	No plans	Unknown amount of steel dural dopes etc.
hters RO.57	2100	100	60% destroyed	requisitioned presumably R/R material.	12 tons of steel 41 al & light alloys 2 of various material
hters M.C.205 5 (?)	2800	600	Buildings destr. Machinery intact.	R/R material and general meccanical construction.	inventory is being made.

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	1 Name of Firm and Location.	2 Types in production at 8 Sep. 1943.	3 No. of workers at 8 Sep. 1943.	4 Actual Number of Machine Tools held.	5 Damages
19.	Nardi - Linate & Loreto	Training machines	200	140	undamaged
20.		FN.305 315	300	-	destroyed
21.	Piaggio - Finale Ligure	Bombers & Fighters Cant.z.1007 - G.55	2500	600	Buildings damaged machinery undamaged.
22.	" Pontedera	Bombers & Transport P.108	1400	250	Buildings destroyed mach. undamaged at Biella
23.	Reggiane Off.Mecc.Italiane Reggio Emilia	Fighters & Bombers Re:2002-2005 S.M. 79	3000	600	damaged machi 90% good.
24.	S.A.C.A. Brindisi	Training Saiman 202	500	150	undamaged
25.	Sannita Benevento	Fighters (repairs) M.C. 200-202-205	700	50	Buildings: dam mach: undam.
26.	Societa' Aer. Italiana Passignano (Perugia)	Fighters MC.202 S.A.I.207	2000	450	Requisitioned mach. at Ternate Va
27.	Soc...n.Ind.Mec.Aer.Nav. Ostia	Training Saiman	500	-	destroyed
28.	San Giorgio Pistoia	Transport S.81.T.	700	150	Destroyed mach. 5%
29.	Officine di Savigliano Savigliano (Turin)	Transport S.81.T.	250	150	destroyed
30.	S.I.A.I. Sesto Calende	Transport & Bomb. S.M. 79-84-82-95	9500	2500	pratically undamage except for the seap w/s
31.	S.I.A.I. Iesi	Transport S.M.95 bis	1500	400	machinery at Sesto

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2	3	4	5	6	7
es in production 8 Sep. 1943.	No. of workers at 8 Sep. 1943.	Actual Number of Machine Tools held.	Damages	Plans for the future.	Reserves of material.
ining machines 305 315	200 300	140 -	undamaged destroyed	requisitioned -	unknown -
bers & Fighters t.z.1007 - G.55	2500	600	Buildings damaged machinery undamaged.	R/R material meccanical constructions.	inventory is being made.
bers & Transport F.108	1400	250	Buildings destroyed mach. undamaged at Biella.	requisitioned	unknown
hters & Bombers 2002-2005 S.M.79	3000	600	damaged machinery 90% good.	R/R material agricultural machines.	enough for two months production.
ining Saiman 202	500	150	undamaged	naval crafts	unknown
hters (repairs) C.200-202-205	700	50	Buildings: dam. mach: undam.	R/R material & mecc. constr.	" "
hters MC.202 A.I.207	2000	450	Requisitioned mach. at Ternate Varano.	unknown	unknown
ining Saiman	500	-	destroyed	-	-
ansport S.81.T.	700	150	Destroyed mach. 5% dam.	-	-
ansport 81.T.	250	150	destroyed	-	-
ansport & Bomb. M.79-84-82-95	9500	2500	pratically undamaged except for the seaplanes w/s	-	-
ansport M.95 bis	1500	400	machinery at Sesto Calende	(470 tons of steel - 140 al & alloys - 1 copper 50 of copper alloys 1.4 of tin 36.000 sq.m. playwood 200 m3 timber 80 t. of rope.	

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AERO-ENGINE MANUFACTURERS.

1	2	3	4	5
Name of Firm and location.	Types in production at 8 Sep. 1943.	No. of workers at 8 Sep. 1943.	Actual Number of Machine Tools held.	Damges
32. Alfa Romeo S.A. Milan.	Alfa 128	6000	1900	Buildings 40% dam. machinery 20%
33. Alfa Romeo Pomiglia No D'Arco (Naples)	Alfa 110-115 (Gipsy) D.B.601	5700	2000	Buildings 90% dam machinery 65% los
34. Compagnia Nazionale Aeronautica C.N.A. Rome	C.N.A. D.4	250	80	destroyed
35. Fiat Aviazione Turin	A.74 A.82 D.B.605	2600	1200	Buildings 30% dam mach. 15%
36. Isotta Fraschini Milan	Delta-Zeta D.B.605	5000	1700	Buildings 20% des machinery 5%
37. Officine Meccaniche "O.M." Brescia.	A.74	500	450	undamaged
38. Piaggio Pontedera	P.XII-P.XV-P.XVI P.XIX	6000	1300	very badly damaged requisitioned
39. Reggiane Reggio Emilia	P.VII-P.XI bis A.74	2000	650	Buildings damag. machinery 10%

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2	3	4	5	6	7
es in production 8 Sep. 1943.	No. of workers at 8 Sep. 1943.	Actual Number of Machine Tools held.	Damges	Plans for the future.	Reserves of material.
128	6000	1900	Buildings 40% dam. machinery 20%	small aeronautical activity trucksts for about naval engines.	machined parts for about 300 engines other material in unknown quantity.
110-115 (Gipsy) 601	5700	2000	Buildings 90% dam. machinery 65% lost.	very small aer. activity engines overhaul.	unknown
A. D.4	250	80	destroyed	-	-
A.82 605	2600	1200	Buildings 30% dam. mach. 15%	small aer. act. transfer to other departments.	no materials can be drawn partly from the cars departm
a-Zeta 605	5000	1700	Buildings 20% destr. machinery 5%	(Caproni Group) trucks nval engines.	for about 250 vehicles plus 11.500 tons of various steel.
	500	450	undamaged	Fiat Group Trucks	presumably none.
I-P.XV-P.XVI	6000	1300	very badly damaged requisitioned	R/R constructions motor bycicles cars repairs.	inventory is being made.
I-P.XI bis	2000	650	Buildings damag. machinery 10%	Presumably R/R material & agricultural machinery.	unknown

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From: Air Forces Sub-Commission,
Allied Commission, ROME.

To: Executive Commissioner,
H.Q. Allied Commission, ROME.

NOV 6 1945

Date: 4th November, 1945.

Ref: AFSC/367/1/Org.

10

With reference to your letter REF/616/EC dated 20th October, 1945, the information called for therein will be forwarded within the course of the next two or three days.

A. H. KNOWLES,
Wing Commander,
for Air Vice Marshal,
Air Officer Commanding.

See m. 19.

see 26/484

CSO (~~Mission~~)

0353

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

(16)

Confidential
TOP SECRET

Ref: 616/16/G3

30 October 1945

(7)

My dear Parsons:

Further to my letter of even reference dated 15 October.

I am afraid that as far as the Army side is concerned we have not been able to get much further as you will see from the enclosed copy of memorandum TS/Q/100 of 24 October from Major General Browning.

(14)

As regards the Navy, that subcommission is now making a survey of Italian munition plants which were engaged formarily with work for the Italian Navy. They are making every effort to complete the survey by 1st January next year but will let us have any data which they have managed to compile before that date.

Yours sincerely,

M S. HUSH

Brigadier F.G.A. Parsons,
G-5 Section,
Allied Force Headquarters.

G-3 Sec 27

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PA 30/10

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0354

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

616

(15)

HEADQUARTERS, ALLIED COMMISSION
Navy Sub-Commission APO 394

Confidential

TOP SECRET

T-O-P S-E-C-R-E-T

NSC/3840
25 October 1945.

OCT 29 1945

From: Navy Sub-Commission, Hq. Allied Commission.
To : Executive Commissioner, Hq. Allied Commission.

Subject: War Reparations.

Reference: (a) Executive Commissioner ltr. Ref/616/EC of 20 October 1945.
(b) Allied Force Headquarters secret ltr. AG 388.3/087 GEG-O of 2 August 1945.
(c) Chief Commissioner ltr. Ref: 5012/87/EC of 10 October 1945.
(d) Navy Sub-Commission ltr. NSC/3710 of 3 October 1945.

1. In reply to reference (a), in order to furnish the data required it will be necessary to make a survey of Italian munitions plants substantially as required in order to comply with the directive contained in reference (b). Allied Force Headquarters was informed in reference (c) that such a survey would require a staff considerably in access of that available in the Allied Commission. The Navy Sub-Commission, AC, in reference (d), made certain comments in this connection.

2. The Navy Sub-Commission, AC is now making a survey of Italian munition plants which were engaged primarily in work for the Italy Navy, utilizing the limited personnel available. Every effort will be made to complete the survey by 1 January 1946. Any data which can be obtained prior to that date will be forwarded when compiled.

See 729.

H. ST. J. BUTLER,
CAPTAIN, U. S. NAVY,
FOR REAR ADMIRAL
CHIEF, NAVY SUB-COMMISSION, AC.

482

see 16

(1 spare copy)

(30)

TOP SECRET

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

616

TOP SECRET

Subject:- War Reparations.

Land Forces Sub Commission A.C.
(M. M. I. A.) ROME.
TS/Q/100
24 October, 1945.

To:-

Headquarters Allied Commission,
for Office of the Executive Commissioner.

OCT 24 1945

Reference A.C. letter 616/EC of 20 October 45.

1. The Interim Italian Army at present is equipped with British Arms and ammunition (except the Internal Security regiments which have Italian personal arms). We do not yet know whether the future policy is:

(a) to continue as at present, which would involve manufacture of small arms on a small scale.

(b) to withdraw British Arms and ammunition and replace them by Italian Arms and ammunition, which (as insufficient Italian arms exist) would entail manufacture of all arms on a large scale.

(c) to equip the entire Italian Army with British Arms and ammunition, which could certainly be done initially from surplus stocks. Future maintenance from British sources might, if so required, prove an easy means of control and a useful overseas market of British products.

I have represented to Chief of Staff A.F.H.Q. (Major General WARD) that I need an early decision on this.

The C.C.R.R. is and will continue to be equipped from Italian sources.

Until the above policy is settled it is impossible to say what arms and ammunition factories are required by the Italian Government.

480

2. Other kinds of equipment required for the Italian Army would, it is considered, be produced under contract by firms engaged also in the production of civil requirements as practically all such goods have civilian as well as army users.

see 16

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

3. Vide paragraph 3 of Brigadier PARSONS letter to you; I do not see how the Italian Government can possibly be expected to "have already done some planning in regard to the manufacture of equipment", when they are forbidden such manufacture, and do not know what to plan for.

4. Moreover, all the proposals for "assuming" this, that and the other whilst giving nothing away, put us in an impossible position as regards discussion or enquiry. We cannot "beat the pistol".

5. We cannot take these matters up with the Italian War Ministry until we are given direction on the above matters, and are permitted to refer definitely to the numbers and types of equipment required, i.e. until we have our terms of reference and object clear. In fact, we cannot compete with "method" before we are given the "intention".

6. From the Army point of view I consider this is the only reply that can be given to A.F.H.Q.

L. Browning

Major General.
M. M. I. A.

/fem

0357

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

TOP SECRET

HEADQUARTERS ALLIED COMMISSION
APO 394
Office of the Executive Commissioner

Confidential

25 October 1945.

Ref/616/EC.

SUBJECT : War Reparations.

TO : Land Forces Subcommission.

1. Reference recent conversations (Colonel Pidgley - Lt Col McCleary), regarding the attached copy of Brigadier Parsons' DC letter of 3 October 45, it is proposed to reply on the lines of the attached draft.

2. Before doing so, however, would you let me know whether it is at all possible to obtain from the Italian authorities the information that is suggested we obtain in the attached draft and, if so, how long you think it will take to obtain such information.

3. Any comments you have to make would be appreciated also any amendments you consider should be made to the draft.

F. H. McCLEARY

Brigadier,
Executive Commissioner.

Sec 14

Sec 15

Sec 18

Sec 729.

B/478

25/10

Note R+

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

TOP SECRET

HEADQUARTERS ALLIED COMMISSION
APO 394
Office of the Executive Commissioner

2 October 1945.

Ref/C15/EC.

SUBJECT : War Reparations.

TO : Navy Subcommission.

Reference attached copy of Brigadier Parsons' DO letter of 3 October 45, which has already been shown to you (Commodore ZIROLI) by my Chief Staff Officer, I understand that you will be able to obtain the information required at paragraph 5(1) within approximately two months. If this is so, I shall be glad if you will confirm and if in due course you would forward to me the information you have obtained for transmission to Brigadier Parsons, A.F.H.Q.

F. H. NEWLANDS

Brigadier,
Executive Commissioner.

0359

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

HEADQUARTERS ALLIED COMMISSION
APO 394
Office of the Executive Commissioner

TOP SECRET.

Ref: 616/7/EO.

15 October 1945.

You will remember we discussed your DO letter of 3 October 45 when you were in Rome yesterday. The details of Naval Arsenals etc. which you require we can get for you but it will, so the Navy Sub-Commission tell me, take approximately two months to complete their enquiries. Similarly with the Italian Aircraft industry, save that this is a simpler job and could be done in about two or three weeks.

The real difficulty is found when we come to the Army side. Some of these difficulties we have already pointed out to you in our official memorandum 5012/87/EO dated 10 October 45, and before attempting to say what we can or cannot do in obtaining the information required by French, I would prefer to go into the matter a little more deeply with the Land Forces Sub-Commission.

/s/ H. Macmillan

Brigadier F.C.A. Parsons,
G-5 Section,
Allied Force Headquarters.

See 27

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

(4)

DRAFT LETTER (DO FROM FX COMMR) TOP SECRET

Confidential

Ref: 616/ /EC. October 45.

(3)

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Brigadier F.G.A. Parsons,
G-5 Section,
Allied Force Headquarters.

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

616

TOP SECRET. TOP SECRET FROM: Brigadier F.G.A. Parsons.

ALLIED FORCE HEADQUARTERS
G-5 Section
APO 512

3 October 1945

OCT -5 1945

Dear Luth.

1. I have just received the attached D.O. letter from French (C.A.2.) at the War Office.

2. What seems to be wanted are lists giving details of plants designed for the manufacture of war implements under the following headings:-

(a) Those required by the Italians for the maintenance of an Army of 200,000 plus 65,000 Carabinieri.

(b) Those which can readily be converted to civilian purposes.

(c) The balance, which will be available for war reparations.

3. In regard to 2(a), it is of course most important that the Italians should not be given any idea that an increase of 60,000 in the ceiling of 140,000 for the Army is contemplated. If the Italians have to be consulted, presumably this difficulty could be got over by citing 200,000 as a round figure, giving a margin for eventualities.

As the Italian Government already know that the Army (140,000) and Carabinieri (65,000) are likely to be handed back to their control in the near future, it is to be hoped that they have already done some planning in regard to the manufacture of equipment, and may be able to supply us with the information we want comparatively easily. I think we can assume that the equipment of the Army will not be restricted. i.e. they will be allowed tanks etc., appropriate to their strength and role.

4. In regard to 2(b), I should say that the formula "readily susceptible to conversion" given in French's letter was open to very wide interpretation. Presumably however, the Italians will already have earmarked those of their war factories which they intend to convert to civil use, which should serve as a guide.

5. French gives no indication as to the strength and equipment of the future Italian Navy and Air Force, nor of the extent to which commercial aircraft manufacture will be allowed.

474

I therefore suggest:-

(i) That Naval Arsenals etc. are shown as available for reparation purposes and are included under 2(c). When it is decided what size the Navy is to be, the Industrial

...for the manufacture of war implements under the following headings:-

(a) Those required by the Italians for the maintenance of an Army of 200,000 plus 65,000 Carabinieri.

(b) Those which can readily be converted to civilian purposes.

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5. French gives no indication as to the strength and equipment of the future Italian Navy and Air Force, nor of the extent to which commercial aircraft manufacture will be allowed.

474

I therefore suggest:-

(i) That Naval Arsenals etc. are shown as available for reparation purposes and are included under 2(c). When it is decided what size the Navy is to be, the Industrial Planning Staff will have to assess the plant which will have to be retained for Italian use.

(ii) That we assume that the Italian aircraft industry will be allowed to continue, but include the plants under 2(b), noting which are already earmarked for conversion to some other purpose.

6. I can quite see why the Industrial Planning Staff want the information as soon as possible and I do not want to go back to them for further information if you can possibly manage with the terms of reference French has given us. No doubt they have not told us the proposed strengths of the Navy and Air Force because they do not yet know themselves.

TOP SE...

(PATTEC)

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

(2)

7. I would like to send an interim reply to French, telling him what we can produce in the way of facts and figures and by what date.

I would be grateful if you could let me have your views on these points and also let me know if there is any further information which you must have to enable you to produce what is wanted.

Yours Sincerely.

Brig. M.S. Lush, C.B, C.B.E, M.C,
Executive Commissioner,
Headquarters, Allied Commission.

P.S. If the Italians have to be consulted, it is of course most important that they are given no indication that we are doing so in connection with reparations.

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

Executive Commissioner,
Headquarters, Allied Commission.

P.S. If the Italians have to be consulted, it is of course most important that they are given no indication that we are doing so in connection with reparations. dtf

TOP SECRET

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COPY.

TOP SECRET

(1)

TOP SECRET

C.A.2(b)/DO/P/9
DDMO(B)/482

The War Office
C.A.2(b)
HOTEL VICTORIA
NORTHUMBERLAND AVENUE
LONDON, W.C.2.

Confidential

27 September 1945.

My dear Parsons

I have been asked by the Economic and Industrial Planning Staff to obtain some information from you regarding the amount of industrial plant available in Italy for war reparations, over and above that allowed to the Italian Government.

I understand that it has been decided that the interim Italian Army will consist of 140,000 men, with an additional 65,000 CCRR. Under the terms of the proposed Peace Treaty, this force can be increased to a total of 200,000 plus 65,000 CCRR, and though Italy's economic situation will probably not allow her to do so, she will be entitled to enough factory equipment etc. to maintain a force of this size.

What is now required is a list, with details, of the plants and equipment which will become available as reparations, after the Italian Government has been allowed its due for the figures quoted above. The precise formula describing such plant is as follows:-

> "The factory and total equipment designed for the manufacture of war implements which is not required by the permitted military establishments and is not readily susceptible of conversion to civilian purposes."

I would be grateful if you could let me have this information as soon as possible, as it is urgently required here.

Yours

Fred. G. French

Brigadier F.G.A. Parsons
G.5,
AFHQ.

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TOP SECRET

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