

II. The conference research committee left the following projects in my hands for further investigation.

1. Investigation of the Navigation Problem on the Upper Yangtze River.

I recommend that this be left in the hands of the China Council for consideration as the next conference approaches.

2. Comparative Sociological Studies of Shanghai and Osaka.

I discussed this suggestion with the Chinese and Japanese councils. In the case of Shanghai no sociological investigation is possible until certain statistical and economic information is available. Mr. D. K. Lieu, chief of the Investigation Department of the Chinese Government Bureau of Economic Information, is prepared to take up such a statistical investigation if financial assistance could be arranged. The detailed project which Mr. Lieu has drawn up is attached to this report as Appendix "D". I recommend that it be forwarded to Dr. Shotwell for executive action.

3. The Economic Position of Japan.

The suggestion has been made that the Institute of Economics at Washington, D.C. should be asked to include a study of Japan in its well-known series of studies of international trade and finance. I took this matter up with the Japanese Council and at their request conveyed a definite invitation to Dr. Moulton to undertake such a study. I hope to discuss methods of cooperation between Dr. Moulton and the Japanese Research Committee of the Institute during my forthcoming visit to Washington.

4. Distribution of the Trade of HongKong.

This was remitted to me for consultation with Professor Hinton, who has now arranged for such a study to be made by Mr. Hong Sling as a piece of post graduate work, under the direction of Professor Hinton at the University of HongKong.

5. The Extent of Foreign Investment in China.

This is dealt with in paragraph I - 1 - C above.

6. The Economic and Political Position in Manchuria.

I understand that by cable on April 18 you confirmed the following tentative arrangements, which I had discussed with the Japanese and Chinese Councils.

(a) Professor Shushi Hsu, of the Yenching University, to be granted \$500.00 in each of the years 1928 and 1929, to enable him to visit various centres such as Harbin, Mukden, Dairen and Urga in his 1928 vacation, and Japan in his 1929 vacation, in order to prepare a study of the recent diplomatic situation of Manchuria and Mongolia. Dr. Hsu is the author of "China and Her Political Entity" and will continue and extend this study, using Chinese, Japanese and Russian documents.