



*Fig. 14 is a photograph of the terminal yard on the wharf at Dairen*



*Fig. 15 shows a full-sized testing plant for extracting oil from the shale that covers the coal at Fushun Colliery*

studied; and, in corroboration thereof, I note that the iron works at Ashan for nine years operated at a loss that averaged over three million yen annually. Last year, however, the deficit was only 160,000 yen, showing that the operation has been materially improved. Undoubtedly, in the near future the annual deficit will be changed to a profit.

For a long time the manufacture of salt has been one of the leading industries of South Manchuria. Under the Japanese régime it has made a remarkable development, the output having been augmented one thousand per cent in two decades. Most of the product is exported to Korea and the Japanese islands.

There are two establishments for the