

The "50% rule" could be useful in encouraging the Marianas to develop light industry, e.g., watches assembled out of parts obtained from Japan. I think that provision should be made for the deposit of all taxes collected under the United States internal revenue laws on goods from the Marianas consumed there or transported to the United States into the treasury and for the use of the Marianas. Finally, it would be advantageous to the Islands if there could be negotiated with the United States a "matching of funds" provision, such as that which applies to the Virgin Islands.

Beth Auerbach