

Mr. GREENWALD. We agree. We tried to work as closely as we could with the industry up to and during and after the last meeting. But it just wasn't possible to agree with the Japanese that there should be industry members present in the room during the last meeting.

We made it clear that on the next occasion they would have to be there, and I think that has been accepted by the Japanese.

Senator HATFIELD. On the bottom of page 9, my last question, in one of the principles upon which you move on to this conference, is to broaden the areas from which logs can be drawn.

I assume you are speaking of round logs, the log that is in controversy here?

Mr. GREENWALD. That is right.

Senator HATFIELD. Now, when you say the areas from which logs can be drawn, do I infer this is the possibility of including Alaska, because Alaska is not an area from which they can be drawn now, and I know of no other restricted areas from which they cannot be drawn at this time? So am I right in inferring you mean Alaska there?

Mr. GREENWALD. Well, we don't have in mind only areas where it is restricted by law or by policy. But in the course of the first meeting, the representative of the Department of Agriculture, for example, mentioned a couple of areas in the country which are not now being exploited, and which, with investment, hopefully, some Japanese investment, we could open up an area that would yield greater supply.

Senator HATFIELD. Are you speaking of geographic?

Mr. GREENWALD. Yes.

Senator HATFIELD. Do you recall what areas or what States they were? I am not aware of any restrictions now upon any State but Alaska.

Mr. GREENWALD. It is not a restriction in terms of a legal or policy restriction. It is areas which apparently are not economical now. I am sorry, I am not an expert.

Senator HATFIELD. In other words, it might include areas of forest management which are not now put onto the market, expansion of allowable cuts, or other such possibilities?

Mr. GREENWALD. In areas where I understand some investment is required to build roads, for example, to have access to the timber.

Senator HATFIELD. Going into the Rocky Mountain States?

Mr. GREENWALD. I am told these are places which are called surplus areas by the Forest Service.

Senator MORSE. The Committee would appreciate it if you will give us that report from the forestry department that talks about surplus areas. When you have obtained it, it may be put in the record at this point.

Mr. GREENWALD. I don't know if it is a special report.

Senator MORSE. Whatever the source of your information, please identify it for us. I would have to challenge the assertion that there are "surplus areas."

Mr. GREENWALD. All right. But it isn't a determination that has been made by the Department of State.

Senator MORSE. We would like you to produce the evidence.

(The State Department subsequently submitted the following supplemental information:)