

industry already exports 58% of its output of 545 million board feet of pulp, lumber, cants and logs. 95% of these exports are in processed form thus adding to the export value. Japan is expected to need additional supplies of cants from Alaska. Changing the policy to allow round logs to be exported would reduce the export value not increase it. The value added by primary processing would be completely lost.

The lack of factual material in the Treasury report leaves much to be desired. Indeed no mention is made of the pulp industry at all though its investment in Alaska is well over \$100 million. Despite the fact that these huge plants were brought to Alaska by reason of the long-established Forest Service policy, the report makes the absurd statement that the log export has failed. The statistics I have cited for the Alaska timber industry and the testimony of the Alaska witnesses prove the falsity of that conclusion.

Alaskans were very pleased with the assurances of the U.S. Forest Service that no change is contemplated in this policy. The wisdom of the Forest Service has been amply demonstrated for forty years. I am confident that no logs, other than cedar, will be exported from the National Forests in Alaska. To change the policy in Alaska because of problems in other states would be folly indeed.

Senator MORSE. We have also received, and will be receiving, a great deal of correspondence on this subject. Some of it has already been inserted in the record. Some of it, cited to a particular point in the record, is still to be received. I am going to insert at this point some miscellaneous correspondence not cited to any particular part of the hearings record.

It is possible or probable that we may get some information that is supposed to be inserted at specified points in the record too late for insertion at those points, in view of the printing pressures and deadlines we shall be facing. I am going to direct that any such material be collected in a printed appendix to the record, and be cited to the pages of the record to which it applies.

(The miscellaneous correspondence inserted by the chairman at this point follows:)