

Dates of Meeting:

8-5-1950 – 28-05-1950

Type of Meeting:

7 city conference

Place of Meeting:

Beijing

Attendance:

Under the auspices of the Central FEC and the CPEB (Central Private Enterprise Bureau) a conference of the chiefs of ICBs (Industry and Commerce Bureau) of seven large cities. some capitalists were also invited to this conference to express their opinion

Major Agenda Items:

formulate measures to assist the private economy

Speeches/Reports:

Chen Yun put forward a package of pro-capitalist measures to assist the production of the capitalist sector.

Other Decisions and/or Actions:

- These measures included that the state sector made concessions to the private sector in the field of business operation, and expanded state contracts with and government loans to the private sector.
- Special committees for the adjustment of industry and commerce were set up in the major cities. They were responsible for the coordination of assistance to private enterprises in economic difficulties.
- Private enterprises receiving state processing orders were provided with the necessary raw materials and earned a work fee for the finished products
- Furthermore, state enterprises were forbidden to impose harsh terms on private enterprises
- Private enterprises were assured a margin of profits through the fixing of prices, specifications and date of delivery in the processing contract.. The large state commercial enterprises took the lead in placing processing orders with private industrial enterprises so that they would not be forced to close down

Remarks:

ICB. It was responsible for the affairs relating to private business, , the ICBs were not founded in all cities. Only medium-sized and large cities had the ICBs. The power and institutional structure of local municipal government was basically the same as the central one, but it played more the role of policy implementer.

Liu Shaoqi see [..\SWL\may day speech.doc](#)