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ROUTING AND RECORD SHEET

INSTRUCTIONS: Officer designations should be used in the "TO" column. Under each comment a line should be drawn across sheet and each comment numbered to correspond with the number in the "TO" column. Each officer should initial (check mark insufficient) before further routing. This Routing and Record Sheet should be returned to Registry.

NO. FROM: DATE 195930 SR/7/DOB DATE ROOM OFFI 'S COMMENTS то NO. REC'D FWD'D IND 1. Mr. 711 AMENDMENT EB 13 54 SEE 4. 1855EB **PROJECT ACTION** Mass. RECEIVED FI/Plans/Projects Branch 6. mon 4 MAB AN AMERITINENT ATTATING 7. PE 2058 TILLE (3) CONTRAT To PROIECT. 110 ATTITIONAL FLATS REQUILET R 9. 5 6 lar 10. DECLASSIFIED AND RELEASED BY 11. MAR 8 CENTRAL INTELLIGENCE AGENCY SOURCESMETHODSEXEMPTION 3020 NAZIWAR CRIMES DI SCLOSURE ACT MALF ĐATE 2007 . 13. 14. 15. 25-61155-3 U. S. GOVERNMENT PRINTING OFFICE FORM NO. 51-10 PREVIOUS EDITIONS MAY BE USED CONFIDENTIAL UNCLASSIFIED SECRET (40)

30 JANUARY 1957

MEMORANDUM FOR: Chief, FI, DD/P

SUBJECT: Request for Amendment #1 to Project AEACRE for the Fiscal Year 1957

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REFERENCE: Project AEACRE Renewal for FY 1957 approved 12 November 1956

1. Project AEACRE contains a provision under Annex II, 1957 Budget Provisions, 17.1 Category - Salaries of Contract Agents, for the addition of four contract employees to the staff of the Domestic Operations Base. In line with this proposal to add to its contract employee strength, DOB has secured the services of three of the four additional persons indicated. Outlined below are their backgrounds, intended use and salaries:

a. Edmund B. GOTTHOLD (P)

This employee, presently contracted by SR/6, has been turned over to SR/7/DOB effective 1 January 1957 for administration and utilization. It is intended that he be used as an interrogator, assessor and instructor of REDSOX agents, and when not actively engaged in operational projects, he will do research and prepare instructions on clandestine methods and techniques appropriate to the Soviet environment. He is admirably suited for these duties as a result of his assignment as an interrogator at DRC. After defecting from the Soviet Army in Germany in 1951, he has been continuously employed by CIA as a consultant/interrogator at DRC, Germany, with time out for tradecraft schooling. Over the past 5 years this employee, formerly known under the pseudonym of Victor A. Norman, has demonstrated a flair for intelligence work, a strong anti-Soviet attitude, and a real desire to get something done. He was debriefed, assessed and polygraphed after his arrival in the United States. The results were favorable and he was granted a Provisional Covert Security Approval C-48934 on 8 January 1957. His salary is \$6,390.00 per annum.

b. Lewis N. UNDERBORN (P)

This employee has been previously under contract in connection with Project AEVIRGIL. He will assess REDSOX agents and will participate in spotting activities. He will also train agents and act as an operational assistant. It is expected that

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he will utilize his language qualifications to interpret and assist in translation work. It is intended that he will travel domestically and overseas for DOB. He has been U.S. trained for balloon launching (leaflet distribution). While overseas, he was the mainstay of AEVIRGIL, acting as Technical Supervisor, Procurement Officer, Recruiter, and handled financial details. During World War II he had extensive <u>Abwehr</u> training in commo and running agents and is a trained mechanical engineer. His former Operational Approval is in the process of being changed to a Covert Security Approval. This change-over in approvals necessitated a security review and polygraph examination, and resulted in an upset in the timetable of his official entrance on duty with SR/DOB. His salary is \$5,200.00 per annum. He began work for SR/DOB effective 27 October 1956 and should be approved in the above capacity as of that date.

c. Hans ZUAYTER (P)

This contract individual has been employed under Project AEHANDY and has been turned over to SR/DOB effective 1 January 1957. The intent to employ him under SR/DOB auspices was reflected in the recent extension and termination request on Project AEHANDY, such assignment being to better utilize his capabilities in the planning and training phases of REDSOX operations.

Subject speaks Turkish, Arabic, and is partly conversant with Turkistan dialects in addition to Russian. He has a good knowledge of Islam and is a valuable asset in planning operations against Moslem areas of the USSR. In addition he is available to other Branches of the Division for research projects within his capacity. He also has the potential of being used part time by OSI as a result of his electrical engineering background.

In his prior service with this Agency he has worked for DRC, debriefed Iranian returnees, and conducted CE debriefings. Also he has written considerable anti-Soviet propaganda for USSR Moslem populations. His salary is \$8,000.00 per annum.

2. Messrs. GOTTHOLD and UNDERBORN will be employed under identical cover with all other SR/DOB contract employees in the Washington area, exclusive of housekeeping couples. In the case of Mr. ZUAYTER it is desired to maintain his nominal cover as originally outlined and substantiated under Project AEHANDY. For reasons of security and compartmentation he will not be provided office space with the other contract agents. This will permit broader utilization of his capabilities.

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3. The above three employees will be paid from Allotment 7-3400-73-904. The contracting of these individuals as employees of SR/DOB will not constitute the basis of a request for an increase in funds over those which have already been allotted.

Chief, SR/7/DOB MAR 1 1957 APPROVED unier, FI/op=