

0000 0000 00 16

SECRET
Security Information

PROJECT OUTLINE

CRYPTONYM AE BATH
DIVISION SR
STATION MUNICH

HEADQUARTERS CASE OFFICER:
[Signature]
Room No. 2510 J
Ext. 3839
Date 26/4/52

The attached project outline is presented for approval.

DECLASSIFIED AND RELEASED BY
CENTRAL INTELLIGENCE AGENCY
SOURCE METHOD EXEMPTION 3B2B
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2007

[Signature]
(Acting Division Chief)

29 May 52
(Date)

SECRET
Security Information

V

0000 0000 00 17

~~SECRET~~ SECURITY INFORMATION
~~PROJECT GUILINE~~

CNF: TAMES AR BATH

PART I

1. Area of Operations:

Headquarters will be at Munich, Germany. Area of operations will be in Western Germany and, wherever applicable, Western Europe.

2. References:

CAPELLIN provides GE information on the CASSOWARIE and CAVATINAS for the AERODYNAMIC project. Also note the following: MOGA 8530, WASHF 22223, MIHI 6198, MOGA 485, MOGA 180 and MOGA 8479.

3. Aims:

- a. GE information on the CASSOWARIE and CAVATINAS; fo
- b. GE information on other Ukrainian and Polish political, cultural, and social groups in Germany and other countries of Western Europe;
- c. Penetration of the Yugoslav Intelligence network established recently in Munich, Germany (ref: MOGA 8261);
- d. Penetration of the Russian Orthodox Church abroad;
- e. Special assignments, e.g., name traces, character studies, etc., concerning Iron Curtain personalities in Western Europe.

4. Personnel:

CAPELLIN.

5. Cover:

Subject has a natural cover: Orthodox priest with the official title of Chancellor of the Orthodox Auto-Cephalic Church of Poland in Germany. Therefore, he has a justifiable reason for showing an interest in the affairs of the Orthodox Church abroad. As a former collaborator of the CAVATINAS and a personal friend of the CASSOWARIE, CAPELLIN has

SECRET
SECURITY INFORMATION

0000 0000 00 18

SECRET
Security Information

~~collaborator of the CAVATINAS and a personal friend of the CASSQ-~~
~~WARRIS, CAPELIN has~~ no difficulty in maintaining close contact with them. The YIS resident agent in Munich is also a personal friend of Subject, therefore no special cover is necessary.

6. Contact and Communications:

The case officer contacts Subject at the latter's apartment by phone and arranges meetings at a safe apartment sub-let from an old German couple. The German language is used over the phone. The case officer is known to the landlady of the apartment as a Ukrainian journalist, an old friend of Subject. The German landlady knows that CAPELIN is a Greek Orthodox priest and he has told her that he requires a quiet, private room in which to write and study without interruption. In the event of an emergency, CAPELIN has an office phone number which he can call to contact the case officer.

7. Control:

Subject has completed processing for immigration to the United States as a displaced person, and believes that we can cancel his immigration at any time. However, Subject has stated that he will remain in Germany for an indefinite period to work for AIS, contingent upon AIS assurance of guaranteed entry into the United States at some later date. Inasmuch as Subject's visa expires on 3 August 1952, arrangements are now being made to admit CAPELIN into the United States at a later date.

8. Special Equipment:

None required. CAPELIN will be provided with a Ukrainian typewriter and with a photostating machine for copying documents which he hopes to borrow from the files of the YIS resident agent in Munich.

9. Coordination:

Coordination will be effected with EE, EE/S and WE whenever required.

10. Timetable:

Reference aims (a) (b) and (e), CAPELIN has been reporting on AERODYNAMIC affairs for nearly four years and will continue this work indefinitely. Reference aim (c) Subject accepted a position in a YIS net in December, 1951, and is presently submitting intelligence concerning it. Reference aim (d), the project for penetration of the Russian Orthodox Church abroad is to be implemented at a future date.

SECRET
Security Information

SECRET
Security Information

11. Estimated Annual Cost:

Compensation.....	\$2400.00
Payment to sub-agents and cut-outs.....	1300.00
Travel.....	160.00
Operating Expenses	400.00
Contingency Fund.....	500.00
	Total \$4760.00 *

* The salary CAPELIN receives from the YIS net will be subtracted from the salary paid him by the AIS. One-half of Subject's salary and any future increments will be deposited to Subject's account in the United States, on a monthly basis (effective the date Subject is transferred to contract-agent status).

The above estimates cover only those expenses which involve CAPELIN in CE reporting and in penetrating the YIS net in Munich. An estimate of expenses involved in attempting to penetrate the Russian Orthodox Church abroad will be submitted at a later date.

CAPELIN also receives six (6) cartons of cigarettes, two (2) pounds of coffee, one (1) pound of tea, and two (2) bottles of whiskey per month.

12. Special Problems and Commitments: (ref WASH 22823)

Headquarters has authorized payment of CAPELIN's and wife's passage to the United States, in the event Subject remains in Europe after August 3rd, 1952 (the date on which IRO-sponsored travel expires). An amendment will be submitted to provide for this expenditure upon termination of Subject's utilization in this project.

0000 0000 0020

ATTACHMENT "A"

SECRET
SECURITY INFORMATION

Biographic Data on CAPELIN

1. Subject, born 11 November 1912, in Zakomarie, Western Ukraine, became a member of the Ukrainian Military Organization (UVO) in 1928, and upon reorganization of the latter group, entered into the Organization of Ukrainian Nationalists (OUN) in 1929. He became an instructor of an illegal underground youth section of the OUN in January 1934, and upon arrest of many of the leaders of the OUN homeland executive committee in November 1934, Subject was given duties as Organizational Referent. In 1935, Subject became publisher of a nationalistic, anti-Bolshevik newspaper of the OUN and was arrested by the Polish government in September 1935 and imprisoned for three months. He was again arrested in July 1937 by the Polish government and was released in September 1939 upon outbreak of the German-Polish war.

2. Upon direction of OUN officials, Subject agreed, in November 1939, to become a member of the German counter-intelligence service. Until April 1945, Subject served, on a regular and part-time basis, with various sections of the German intelligence service and was awarded several decorations for his successes in counter-intelligence operations directed against the USSR.

3. Subject, who had earlier studied at a theological school, was ordained during the latter part of 1944. From September 1945 to April 1947, he was employed as an instructor in a private Ukrainian gymnasium at Salzburg, teaching courses in the Bible and in Latin, and also served as representative of the Anti-Bolshevik Block of Nations (ABN) in Salzburg and the Tyrol. Since April 1947, Subject has been residing in Munich, where he has held the post of Chancellor of the Holy Autocephalic Church of Poland in Germany. He was chief of the Security Service (SB) of the Foreign Section of the Organization of Ukrainian Nationalists led by Stefan BANDEIRA (ZCh/OUN or OUN/B) until August 1948 when he left this organization.

4. CAPELIN has provided AIS with CE information on Ukrainian and Polish political, cultural and social groups in Germany and in other countries of Western Europe since 1947. He also provides AIS with CI/CE coverage of a Yugoslav intelligence network established recently in Germany.

SECRET
SECURITY INFORMATION