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SR

VIA : AIR

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DISPATCH NO. EGFA 22089

74-6-65/1

DATE: 9 June 1958

TO : Chief of Station, Germany

INFO: EE, SR

FROM : Chief of Base, Frankfurt

SUBJECT: GENERAL : REDWOOD/AEMANNER/Operational

SPECIFIC: Project Renewal Request

REFERENCE : A. EGFW 6554, 17 March 1958
B. EGFA 21796, 19 May 1958

ACTION REQUESTED : Renewal of Project AEMANNER

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CENTRAL INTELLIGENCE AGENCY
SOURCE METHOD EXEMPTION 3B2B
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2007

1. One of the most important contributions originally hoped for from this Project was to produce assets in place within the target Soviet area which would then become the centers of new projects. Such a contribution has been made this year, and a legally residing agent is now in position. Project AECORSAIR, already transmitted to Headquarters as Reference B, is the result.

2. Other notable results of the year's activities include the recruitment of live mail drops suitable for receiving mail from the USSR; and an intelligence by-product on the target area. Mail drops suitable for receipt of mail from the USSR by virtue of their origins and family connections are always in short supply. Mail drops produced by this Project consequently fill a real need. The intelligence produced by this Project is not extensive or great in volume. However, since there is comparatively little other reporting on the target area, the proportionate importance of these reports is greater than would otherwise be the case.

3. The Project has well-justified the effort and funds expended during the past year. Renewal is requested in accordance with the changes indicated in paragraphs 7, 9 and 10 of the attached detailed request for renewal.

APPROVED:

H/R

H/LR

[] *all*

ATTACHMENTS (Under Separate Cover):

- Attachment A - Project Renewal Request (split transmission as stated below):
 - Part I - Cover sheet, pages 2 and 4
 - Part II - Pages 1, 3 and 5
- Attachment B - Identities
- Attachment C - Ditto Master of Attachment A

DISTRIBUTION:

- 2-UCS w/atts A, B USC a/s
- 2-SR w/atts A, B, C USC a/s
- 2-EE w/atts A, B USC a/s

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CONFIDENTIAL

SECRET

ROUTING AND RECORD SHEET

SUBJECT: (Optional)

FROM:

NO.

DATE

slv attach ~~SECRET~~
EGFA-22089

RIAN

TO: (Officer designation, room number, and building)

DATE

OFFICER'S INITIALS

COMMENTS (Number each comment to show from whom to whom. Draw a line across column after each comment.)

RECEIVED FORWARDED

1. SR/2/LK

25 JUN 1958

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SR

Separate Cover Attachment A
to EGFA 22089

S-E-C-R-E-T

PROJECT OUTLINE

CRYPTONYM: _____

FIELD CASE OFFICER: _____

BASE: Frankfurt Operations Base

CHIEF OF BASE: _____

STATION: German Station

CHIEF OF STATION: _____

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Separate Cover Attachment A (Part II)
to EGFA 22089

RENEWAL REQUEST

1. Summary. Positive steps were taken in furtherance of the RMD and in providing valuable operational support to other projects. One of the Project's principal agents is being transferred to a separate project. In addition, two agents are being dropped and four are being added to the Project. Minor security incidents occurred which did not, however, cause any serious problems and will not hinder attainment of the Project's objectives in the future. The primary objective of recruiting agents residing legally in the Lithuanian SSR will be reemphasized. Some secondary objectives are being dropped, while others will be retained and expanded.
2. Furtherance of the RMD. A contribution to the furtherance of the RMD was made through the collection of some intelligence. A potential for furtherance of the RMD has been established by the recruitment of an agent residing within the target area (Identity 24 ()), as well as by having established operational assets in West Germany which will be able to assist in future recruitment of additional legally-residing agents within the target area. Support assets to be used in penetration of Identity 25 (A VENUE) were established.
3. Product measured against expenditures. During the past year eight positive intelligence disseminations were credited to the Project (AEMANNER. (Seven disseminated as of this date, one in process.) The Project (AEMANNER also developed useful agent assets which have been committed to Identity 26 (AECOMPAS) operations. Operational support in the form of live mail drops were established and furnished for use to other FOB projects, as well as to other German Station Bases and to Headquarters. A number of leads have been uncovered and investigated which are being developed into agent assets within the target area. The Project (AEMANNER) has required approximately one-third the time of one case officer, and two-thirds the time each of two principal agents. During the period under review approximately \$24,000 was expended in this Project.
4. Progress of operation toward Project objectives. Adequate progress was made toward the primary Project objectives of locating, developing, training, and recruiting as KUBARK agents legal residents of the USSR, as well as West German seamen who visit the USSR. Limited progress was made in developing mail channels into the USSR. No progress was made in spotting new agents for REDWOOD Division's REDSOX Projects.
5. Agent performance with respect to production, security and cover.
 - A. Identity 27 (). This agent has made remarkable progress in establishing sound, lasting cover for himself in the form of a press bureau. He has handled his several sub-agents in a professional and effective manner. There have been no recent accusations by the RIS (in anonymous

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letters mailed urging repatriation to the USSR) that Identity 27 () was an AIS employee. It is believed that Identity 27's () pre-empt convincing cover has allayed any suspicions the RIS had. (The RIS suspicions are attributed to the fact that prior to his starting the press bureau, Identity 27 () ostensibly worked for the "American Consulate" in Frankfurt/Main, a well-known center for American military and intelligence installations.) Control over Identity 27 () is complete. He considers himself an employee of KUBARK and responds well to supervision. There is no doubt that he desires to make a career of his work with KUBARK.

B. Identity 6 (). Identity 6 () has not made any single outstanding achievement. He has, however, proved invaluable in many ways — in developing and recruiting agents for Identity 26 (ACCOMPASS) operations; in carrying out important casing assignments against Identity 25 (CAVEAU); in spotting, developing, and recruiting agents for use against Identity 25 (CAVEAU); in training REDSKIN agents for other projects (e.g., Identity 28 (AGNEOU 2)); in assessing agents for use in REDSOX operations; and in providing multifarious other operational support for the Project (REMBANNE) and for other projects. Identity 6 () has become more satisfied with his KUBARK assignments as time has passed. He seems to perform more effectively when given specific, delineated assignments, rather than broad, creative duties. This agent tends to grumble somewhat about minor financial matters (arising from his transfer from Headquarters to the field); however, these complaints are just about non-existent now. Control over Identity 6 () is complete. He never hesitates to carry out each assignment given him and is always ready to change his personal plans to suit KUBARK's needs.

C. Identity 3 (). There has been no contact with this repatriated agent during the period under review. He will, therefore, be dropped.

D. Identity 9 (). Use of this person as a mail drop was discontinued and he is being dropped.

E. Identity 13 (). No contact was made with this agent during the period under review because he has not visited the West from the USSR since our last meeting with him.

F. Mail Drops. Identities 8, 11, 12, 14 and 18 () continued to be used or were available for use as live mail drops for receipt of mail from the USSR. The use of Identities 10, 17 and 19 () as mail drops was not possible during this period because the agent who had recruited them — Identity 1 () — emigrated to the United States and had not as yet returned to Germany as had been planned. Identities 16 and 22 () were not used as mail drops because of their emigration to the United States.

G. Subject of EGFW 6747, 11 April 1958.

Steps are being taken to establish secret writing communications with this legal resident of the Lithuanian SSR, through C

6. Security of the Operation: The Project's (ARMBANNER) operations generally were carried out smoothly without any security flaps, with one exception. KUBARK advised UPSWING that Identity 6 () was being recruited for KUBARK operations, and Identity 6 () was blown to the local police of a West German community when a REDSKIN prospect he approached suspected him of being an RIS agent. Although Identity 6 () had been using an alias, the police identified him through his automobile which had been registered in his true name (actually, this unfortunate identification was chance, since Identity 6 () had not planned, of course, to use his vehicle in approaching the REDSKIN contact). Although these security incidents concerning Identity 6 () are undesirable, they do not negate his usefulness to the Project and he can continue to carry out his future assignments in a secure manner. Steps have been taken to insure that incidents such as those described above will not occur again.

7. Amount of money actually obligated during period under review. Of the \$29,000 allotted to the Project (ARMBANNER) during Fiscal Year 1958, the entire amount has been obligated. In addition, an additional allotment of \$5,000 has been requested from Headquarters. The need for this additional money is attributed to the fact that some expenses of Identity 26 (AECOMPASS) agents continued to be charged to the Project (ARMBANNER). (It has been previously anticipated that a separate Identity 26 (AECOMPASS) project would be approved and would provide funds for the Identity 26 (AECOMPASS) agents. This has not as yet been done.) The delayed posting of a substantial obligation and unanticipated operational expenses also contributed to the need for additional funds. The projected Project (ARMBANNER) budget for FY 1959 is as follows:

<u>Agent Salaries</u>	<u>Monthly</u>	<u>Yearly</u>
Identity 6 ()	\$ 448.33	\$ 5,500.00
Identity 8 ()	12.00	144.00
Identity 11 ()	12.00	144.00
Identity 12 ()	12.00	144.00
Identity 14 ()	12.00	144.00
Identity 18 ()	12.00	144.00
Identity 29 ()	12.00	144.00
Identity 30 ()	12.00	144.00
Identity 31 ()	12.00	144.00
Identity 32 ()	12.00	144.00

\$ 6,796.00

Agent Travel

Operational Expenses

Purchase of information	\$ 400.00
Entertainment (prospective agents, etc.)	500.00
Postage and telephone	300.00
Office supplies (expendable)	100.00
	<hr/>
	\$ 1,300.00

Safehouse Rental and Maintenance

Identity 6 () (Safehouse and living quarters)	900.00
Project safehouse used by case officer	1,400.00
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	2,300.00

<u>Total</u>	\$ 12,396.00
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Comments: The above proposed 12 month estimated expenditures (1 Aug 58 to 31 Jul 59) of \$12,396.00 is considerably less than the \$24,300.00 earlier budgeted for Project (AEMANNER) because of the transfer of Identity 27 () and his subagents to Identity 33 (Project A) GEORSAIR

8. Status of approved commitments and any additional commitments contemplated.
None.

9. Changes believed necessary.

A. Transfer of Identity 27 () (and subagent Identity 15 () from subject Project (AEMANNER) to a separate project. (A separate project outline for Identity 27 () has already been submitted to Headquarters in Reference B.) ()

B. Dropping Identity 3 () from Subject Project (AEMANNER). It is doubtful that contact with this agent will be reestablished.

C. Dropping Identity 9 () from the Project.

D. Adding Identities 29, 30, 31 and 32 () and () to Subject Project (AEMANNER) as live mail drops for receipt of mail from the USSR.

10. Plans for the future.

A. Making the recruitment of legal, resident agents within the Lithuanian SSR the primary objective of this Project (AEMANNER)

B. Deemphasizing Subject Project's (AEMANNER) role in recruiting Identity 26 (AECOMPASS) agents and turning over existing Identity 26 (AECOMPASS) agents to Project Identity 26 (AECOMPASS).

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C. Dropping the secondary objective of debriefing travellers and repatriates from the Lithuanian SSR, except when such debriefing might provide an entree to an operation which could be aimed at the primary objective named in paragraph 10A above.

D. Dropping the objective of spotting and recruiting agents for REDSOX operations.

E. Continuing and expanding the functions of procuring and servicing of live mail drops for receipt of mail from the USSR. These mail drops would be used not only for Subject Project (*AGHANNA*) but for other German Station and Headquarters projects as well.

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F. Establishing S/W communications with Subject of 50 above.

not done
think
G. Being alert for any visit by Identity 13 () to the West and establishing contact with him for the purposes of debriefing him and setting up S/W communications with him.

H. Making the services of Identity 6 () available for use in Identity 25 (*CAVENNA*) operations.

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Separate Cover Attachment B
to EGFA 22089

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IDENTITIES

- Identity 1 - [
- Identity 2 -
- Identity 3 -
- Identity 4 -
- Identity 5 -
- Identity 6 -]
- Identity 7 - AEMANNER 7
- Identity 8 - [
- Identity 9 -
- Identity 10 -
- Identity 11 -
- Identity 12 -
- Identity 13 -
- Identity 14 -
- Identity 15 -
- Identity 16 -
- Identity 17 -
- Identity 18 -
- Identity 19 -
- Identity 20 -
- Identity 21 -
- Identity 22 -
- Identity 23 -
- Identity 24 -]
- Identity 25 - CAVENUE
- Identity 26 - AECOMPASS
- Identity 27 - [
- Identity 28 -
- Identity 29 -
- Identity 30 -
- Identity 31 -
- Identity 32 -]
- Identity 33 - AECORSAIR

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