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		CLAENNESMAN		ing Propagation No.			• •			
1	BISPATCH	SECRET		1076-375 39	1					
70	Chief, ME	t	NEAD	QUANTERS FILE NO.	,					
INFO	Chief of Stables, Germ	ny		38 N-6-2 2/3	-					
FROM		•	DATE							
Willet	Galef of Base, Frankfus		·	17 July 1962 RE: "43-9" - (CHEC	K "X" ONE)					
0	CARATON Progress Report	tons t 1 April - 39 June 1962		MARKED FOR IN	DEXING					
ACTION RI			^ -	INDEXING CAN E	BE JUDGED					
REFERENC	For your information	to Cast/m. K. 15 may 62		BY QUALIFIED H	O. DESK ONLY					
	1. drops, Game II Duri drops, Game III 77, 78, resident bes. different 77, 78, was dropped, biologie of gave Pit a tessi of 52	ing the perind under review 79, 80, 81, 88, 83, 84, 8 could not be used for you compromise through past op CANNYON agents as of 30 Ju	, 12 ad 5, 86, 3 1005 des 1075100	ditional live 87, and 88, w pribed below.			• • •			
	2. THEN OF AGE	<u>173 :</u>								
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	G111511/5			. •			í.			
-	arri dinat	te ABCLUES. Superhadie 1 N/5 address would not be n		te a priorit;	y request					
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-	CARADON/26	4			,		2007			
	It 18 plant for handlin	is in 1 August.	te Stut	tgart Operati	lens Group					
	CARATON/29									
		has replaced/			e officer					
	CABATON/30	b r				· .	•			
	Contact wit	h the agent has been drapp CALERIA/29. An Agent Serv 30.	ice Reco	ume of his pa ord is being	st com- forwarded					
	SALMANN (2)									
	The agent n netified BO	ow has a permanent address B accordingly:	in Henr	over, and we	have					
	GALLANN/38	ų								
	he was not a In faut, th analysil, In	yet found new employment. cortain how long his press a any case he days not seem ne employment if and when h GROUP I	ht emplo t he will to be d	i lose his pi	continue. resent job					
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ини 53	USE PREVIOUS EDITION.	CLASSIFICATION	 		6-22/- PAGE NO.	<u> </u>				
0}	51-28, 51-28A AND 51-29 WHICH ARE OBSOLETE.	SECRET		CONTINUED	1					

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CONTINUATION OF	CLASSIFICATION	DISPATCH SYMBOL AND NO.	1 .
DISPATCH	SECRET	BOPA-37539	· .

CADATON/39

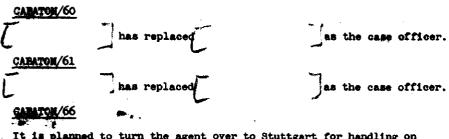
The CADASTRE assignment was transferred to CABATON/39 upon termination of CABATON/22.

CABATON/44

He has departed for Gluecksburg where he will spend the summer months. During this period he is having all of his mail forwarded there and will relay all ops mail to an FOB operational post office box.

CARATOM/59

BCB informed us that the CABATON/59 address was never assigned to CASFUR/3 and they would not be using the address because CABATON/59 lives in Bonn. BOB feels that mail originating in the Soviet Zone of Germany addressed to Bonn may receive special attention from the East German censors. CABATON/59 will be retained for the time being for possible assignment to another operation.



It is planned to turn the agent over to Stuttgart for handling on 1 August.

CABATON/68

Correspondence with Stuttgart failed to clarify further the trace reply contained in STUT-1977. Stuttgart agreed, however, that it is entirely possible that the information which identified CABATON/68 as a visitor to the Soviet Military Mission in 1958 was obtained from <u>Rinwohnermeldeant</u> and <u>Arbeitsant</u> checks based on a phonetic or incorrect spelling rather than information obtained from the trace seurce. Based on favorable LCFLUTTER results and case officer assessment of agent, CABATON/68 was offered to BOB and was subsequently assigned to CAARGUS/14.

CABATON/69

BOB has assigned CABATON/69 to the CAFUME operation.

CABATON/70

BOB has assigned CABATON/70 to the CAHYPO operation.

CABATOM/71

BOB has assigned CABATON/71 to the CARALET/2 operation.

CABATON/72

BOB has assigned CABATON/72 to the CAARGUS/5 operation.

CABATON/73

BB has not yet assigned CABATON/73.

CABATON/75

Agent was assigned by BOB to the CAOXY/3 operation.

PAGE NO.

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CONTINUATION OF	CLASSIFICATION	DISPATCH SYNBOL AND BO.
DISPATCH	SECRET	EGFA-37539
and many Arra		

CARATON/77

CABATON/77, the subject of FROB-9281, was recruited as a witting LLD in April 1962. He was tested and subsequently assigned by BOB to the CAMASK/1 operation.

CABATON/78

CABATON/78, the subject of FROB-1040, was recruited as a witting LLD in March 1962. He was tested and subsequently assigned by BOB to the CAFIB/1 operation.

CABATON/79

CABATOM/79, the subject of FROB-1756, was recruited as a witting LLD in May 1962. He has been tested and offered to BOB for operational assignment.

CABATON/80

CARATON/80, the subject of FROB-1754, was recruited as a witting LLD in May 1962. He has been tested and offered to BOB for eperational assignment.

CABATON/81

CABATON/81, the subject of FROB-1258, was recruited as a witting LLD in May 1962. After testing, CABATON/81 will be ready for operational assignment.

CABATON/82

CABATON/83

CABATON/83, the subject of FROB-1861, was recruited as a witting LLD in early June 1962. He was tested and considered ready for operational assignment. It was learned through a liaison contact later during the month that the wife of CABATON/83, apprehensive that her husband's LLD activities may be illegal, contacted the LTV through a friend to seek advice on the matter. CABATON/83's wife was allegedly reassured by the LTV thirt her husband's LLD activity was not illegal. According to the information received from the liaison contact, CABATON/83's wife made the inquiry without her husbands knowledge and was greatly concerned that he might learn that she had done so. In view of this compromise of CABATON/83 to the LfV, we plan gradually to terminate our contact with him in such a manner as not to reveal that we are aware of him wife's inquiry to the LfV.

CABATON/84

CABATON/84, the subject of FROB-1617, was recruited as a witting LLD in June 1962. After testing, CABATON/84 will be ready for operational assignment.

CABATON/85

CABATON/85, the subject of FROB-1768, was recruited as a witting LLD in June 1962. After testing, CABATON/85 will be ready for operational assignment.

CABATON/86

CABATON/86, the subject of FROE-1360, was recruited as an unwitting LLD by DIVOT/8 in June 1962. The CABATON/86 address was offered to Headquarters for assignment to fulfill the requirement contained in EOFW-14114. We are awaiting confirmation from Headquarters that the address has been assigned.

Γ	FORM 53c	USE PREVIOUS EDITION.	CLABSIFICATION		PAGE NO.
	10-57 00C (40)	REPLACES FORMS 51-28. 51-28A AND 51-29 Which Are obsolete.	SECRET	CONTINUED	3

CONTINUATION OF	CLASSIFICATION	DISPATCH SYMBOL AND NO.	
DISPATCH	SECRET	EGFA-37539	

CABATOR/87

CABATON/87, the subject of FROB-1764 was recruited as an witting LLD in June 1962. After testing, CABATON/87 will be ready for operational assignment.

CABATON/88

CABATON/88, the subject of FROB-1781 was recruited as a witting LLD in June 1962. After testing, CABATON/88 will be ready for operational assignment.

b. There has been no change in the status of the following agents during the period under review.

CABATON/9	CABATOR/47
CABATON/25	CABATON/50
CABATON/27	CABATON/52
CABATON/32	CABATON/56
CABATON/33	CABATON/57
CABATON/35	CABATON/64
CABATON/37	CABATON/65
CABATON/41	CABATON/67
CABATON/42	CABATON/74
CABATON/43	CABATON/76
CABATON/45	

3. AGENT PROSPECTS: As described in the last progress report, the newspaper advertisement approach has been our most successful method in developing LLD leads. We have continued to utilize this tack during the past quarter. To date we have recruited 15 letter drops and built up a sizeable reserve of leads as a direct consequence. As a result of the expeditious processing afforded our POA requests by Headquarters, we have some 25 LLD leads whom we can approach at the outset of the coming quarter. In addition, we will probably be receiving more POA's from Headquarters during the course of the next three months. on cases that are now in process. In short we feel that our agent prospects are adequate to meet the needs during the coming quarter. Of a longer range nature we plan to explore the possibility of using PEPRIME citizens residing in West Germany as LLD's as mentioned in the paragraph on Development and Flamming below.

*. <u>OTHER MAIL FACILITIES</u>: Our number of post office boxes, cover units and general delivery address facilities remained constant during the past quarter. We would like to obtain additional post office boxes, both to increase our number of this type of facility and also to replace some of the older boxes now in use for reasons of good security practice. Unfortunately, however, post office boxes in the Frankfurt/M area are in great demand and consequently very difficult to obtain. We are currently exploring several possibilities in an effort to obtain additional post office boxes and hope to be able to report some progress in this direction in the near future.

5. <u>SECURITY</u>: There have been no serious security problems encountered in the preject activity during the period under review. The compromise of CARATON/83 to the LfV could have posed a security threat, but fortunately he had not yet been assigned for operational use.

6. FINANCE: The financial records show that was spent during the months of April and May. It is estimated that an additional was expended during June.

7. <u>DEVELOPMENT AND PLANNING</u>: During the coming quarter we will continue our follow-up on the newspaper advertisement technique which has provided us with a large group of LLD candidates, by making "second stage" or recruitment approaches to those individuals on whom POA's have been granted. In addition we plan to explore the possibility of using PBPRIME citizens residing in West Germany as LLD's. (FOB has recently been able to microfilm ODACID card files

FORM 53C 10.67 53C (40)	USE PREVIOUS EDITION. Replaces forms 51-28. S1-28A And 51-29 Which are obsolete.	CLASSIFICATION SECRET	CONTINUED	PAGE NO.

CONTINUATION OF	CLASSIFICATION	DISPATCH SYNBOL AND NO.
DISPATCH	SECRET	BOFA-37539

on PEFRIMErs living here in connection with a sensitive GART matter.) We intend to cull these files to locate those who have the qualifications to serve as LLD's, i.e., Germanic names, of German birth, perferably people who are retired and who will remain in Germany indefinitely, etc. While we feel we have been quite successful in developing leads through other means, the use of PEFRIME citizens would offer very obvious security and motivation advantages which we do not believe should be overlooked. This program has not yet been put into action, but we hope to be able to report our initial findings in the next progress report.

Approved Distribution: 1/2 - EE .2 - COS/G

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FORM 53C	USE PREVIOUS EDITION. Replaces forms S1-28. 51-28A and 51-29 Which are dosolete.	CLASSIFICATION SECRET	CONTINUED	PAGE ND. 5
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