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Peg Assails Trench Coat Boys of CIA

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NEW YORK — President Eisenhower's surprise when Israel, France and Britain started their aggression makes it clear that the Central Intelligence Agency and David Dubinsky's Lovestone-Brown political and espionage apparatus overseas are no good and ought to be wiped out.

The CIA is administered by Allen Dulles, a brother of John Foster. It does not even begin to tell Congress how much money it receives or how much it squanders on what.

However, verified information was received in Washington that, in one case, agents of the CIA handed over \$10 million in unmarked ten-dollar bills to the secret service of the Communist government of Poland in the belief that they were dealing with some "underground" organization which was opposing that government.

In another instance, the CIA brought to Washington Dr. Otto John, a German, supposed to be an adherent of the Bonn anti-Communist government, and took him into its confidence after which news dispatches reported that he had "defected" to East Germany. Still later he was reported to be back in Bonn, under arrest.

Remnant Of OSS

This silly thing is a remnant of the OSS which General Bill Donovan, the Medal of Honor man of the old New York 69th Regiment of Foot, organized for military espionage early in the war. We were not allowed to know how well the OSS did its work and secrecy probably is excusable for the safety of "contacts" who might be useful again. However, we did learn incidentally that agents of the OSS were given bundles of American currency to pay for information and, of course, such persons are not expected to bring in certified receipts.

Dubinsky had the gall to announce during the war that he had used money out of the treasury of the Garment Workers' Union for "espionage," presumably behind the German lines. He did not say how much money was spent nor who got it for what. Just after the war, in loose collaboration with

with \$50,000 in currency to make politics in areas liberated from the Nazis. This certainly is no legitimate concern of a labor union with powers of taxation over workers and industry, both.

Bedell Smith Was Head

For a while, General Bedell Smith was chief of the CIA. Ed Beatty, a war correspondent of the United Press, went into it in Washington for some time and may still be there. In Phoenix, Ariz., a few years ago, a handsome young woman from Kansas begged me with tears in her eyes not to criticize the CIA because it was a wonderful concern doing great work. A young lawyer from Indiana, living in Phoenix, also was an agent. The lady never had had any experience as an investigator and moreover, Phoenix and San Francisco, where she lived some of the time, are domestic points whereas the CIA is supposed to operate in foreign countries, leaving the United States to the Federal Bureau of Investigation. The FBI has had some failures, as every human organization must, but its record justifies confidence. All we know about the CIA is failure, which in the great crisis of the Middle East amounts to disaster.

With a few exceptions, the FBI is a silent service, but I have received information on the CIA by mail from anonymous sources whose identity I strongly suspect, which obviously came right out of the files in Washington. Some

including a roster of department bosses. One of these is Matt Baird, a rancher near Tucson who served a term as headmaster of a prep school for boys and, during the war, was a colonel of intelligence in the Air Force in the Pacific Theatre. His background includes no police work except possibly during the war.

Create Myth

The CIA now is building an enormous edifice for itself across the river from Washington. Dubinsky operates his machine out of the New York headquarters of the Garment Workers' Union. Gullible journalists have created a myth that Jay Lovestone and Irving Brown are great Red-baiters, but these two are Reds themselves. The Stalin Communists threw them out in an ideological quibble, but they never have proved apostasy from Marxian Communism.

Last spring, the French government in Morocco accused Brown of meddling in the turmoil there. Whatever he did, the fact is not denied that he went there and his propaganda against "colonialism" is consistent with that of President Nasser of Egypt, who is now accused of fomenting the Algerian war against France.