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HEADQUARTERS
COUNTER INTELLIGENCE CORF.
ALLIED FORCES HEADQUARTERS
APO 512

Col. Sun CI Boll

February 12,1947

SUMPARY OF INFORMATION

SUBJECT: Father Krunoslav DRAGANOVIC,

RE: PAST Background and PRESENT Activity.

l. Dr. Krunoslav DRAGANOVIC is a Croatian Catholic priest in the Monastary of San Geronimo, 132 Via Tomacelli.ROME. This man has for some time now been associated with Ustashi elements in Italy and, while in many instances it is hard to distinguish the activity of the Church from the activity of one man whose personal convictions might lie along a certain line, it is fairly evident in the case of Fr. DRAGANOVIC that his sponsorship of the Ustashi cause stems from a deep-rooted conviction that the ideas espoused by this archiationalist organization, half logical, half lunatic, are basically sound concepts.

- 2. Fr. DRAGANOVIC is a native of TRAVNIK where he finished his elementary and secondary school. Shortly after this he went to SARAJEVO to study theology and philosophy. Here he fell under the personal magnetism of Dr. Ivan SARIC, archbishop of SARAJEVO, whose particular interest he soon became and upon graduation he was sent to ROME under the auspices of Dr. SARIC who had some good connections in the Vatican.
- 3. Having completed his studies at ROME where he majored in ethnology and Balkan affairs he returned to SARAJEVO where he held various political affices, all of a minor importance. Shortly after the formation of the Independent State of Croatia under Ante PAVELIC in April 1941 DRAGANOVIC became one of the leading figures in the Bureau of Colonization. In the middle of 1943, however, he became involved in a disagreement over the relative merits of the younger Eugen KVATERNIK, whom he called a "madman and a lunatic", and he left Croatia and returned to ROME.
- 4. According to a reliable informant it is believed that this departure of DRAGANOVIC from Croatia to Italy is a classic example of "kicking a man upstairs" inasmuch as it is fairly well established that the leaders of the Independent State of Croatia expected the prelate, through his good connections in the Vatican, to be instrumental in working out the orientation of Croatia towards the west rather than the East. These same leaders, being occidental-minded and knowing full well that Croatia's militant Catholocism made her a "natural in such a deal, relied on DRAGANOVIC to assist them in their aims. He was eminently unsuccessful.
- 5. DRAGANOVIC has a brother still in ZAGREB who is is a member of the Mapredak Co., who recently was ignored in the elections

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to determine the members of the Board of Directors. He has another brother, where abouts unknown, who was a member of the Croatian Embassy in HERLIN. He is touch with his brother, ZVONKO, in ZAGREB but not with KRESO, whose whereabouts are not definetly known although he has been reported in the British zone in Germany.

- 6. About a year ago DRAGANOVIC is alleged in some circles to have somewhat denounced his now ardent pro-Ustashi sentiments during a conference of Croats in ROME. Having been accused by a certain Dr. KLJAKOVIC (apparently a member of the Croat Peasant Party) of being in very close contact with only Ustashi emogreees DRAGANOVIC is said to have replied that if working for an independent Croatia meant being an Ustasha then I am an Ustasha . "However," he added, I disassociate myself from all other attributes of the Ustashi."
- 7. With this aim in view DRAGANOVIC is working with the Ustashi and also with some leftovers of the Croat Peasant Party in exile. When Milm PRIBANIC, erstwhile Commandant of the Guard of Vlado MACEK, appeared in ROME, he immediately contacted him and thus made his aims and purposes clear to MACKK.
- 8. Many of the more prominent Ustashi war criminals and Quislings are living in ROME illegally, many of them under false names . Their cells are still maintained, their papers still published, and their intelligence agencies still in operation . All this activity seems to stem from the Vatican, through the Monastary of San Geronimo to Fermo, the chief Croat Comp in Italy . Chief among the intelligence operatives in the Monastary of San Geronimo appear to be Dr. DRAGANOVIC and MonsignorMADJARAC.
- 9. The main messenger between the Vatican, the Monastary and Fermo is an Ustasha student by the name of BRISKI. BRISKI was interned in the 209 POW Camp at AFRAGOLA and was with the Ustashi Cabinet members when their escape was organized from there. His physical description is as follows: 25 years old, medium height, black hair, seen mostly without a hat. Has very bad teeth in upper and lower jaw. Appears to be very wise.
- 10. This Agent managed to run a counter-operative into this Monastary to find out if possible if the internal setup of the place was as had been alleged, namely that it was honeycombed with cells of Ustashi operatives. This was established and several things more but operations were stopped abruptly when it became too dangerous for the counter-intelligence agent in the Monastary. The following facts were ascertained:
- ll. In order to enter this Monastary one must submit to a personal search for weapons and identification documents, must enswer questions as to where he is from, who he is, whom he knows, what his purpose is in the visit, and how he heard about the fact that there were Creats in the Monastary. All doors from one room to another are locked and those that are not have an armed guard in front of them and a pass-word is necessary to go from one room to another. The whole area is guarded by armed Ustashi youths in civilian clothes and the Ustashi salute is exchanged continually.

12. It was further established that the following prominent ex-

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Ustashi Ministers are either living in the Monastary, or living in the Vatican and attending meetings several times a week at San Geronimo:

1) Ivan DEVCIC, Lt. Colonel

2) VRANCIC, Dr. Vjekoslav, Deputy Minister of Foreign Affairs.

5) TOTH, Dr. Dragutin, Minister of Croat State Treasury.

4) SUSIC, Lovro, Minster of Corporations in Groatian Quailing Governmen

5) STARCEVIC, Dr. Mile, Croat Minister of Education.

6) RUPCIC, General Dragutin, General of Vstashi Air Force.

7) PERIC, Djordje, Serbian Minister of Propaganda under MEDIC.
8) PECNIKAR, Vilko-Ustasha General and CO of Ustashi Gendarmerie

9) MARKOVIC, Josip, Minister of Transport in Pavelic Government.

10) EREN. Vladimir-Commander-in-Chief of the Croat Air Force.

15. While this "Croat", directed by this Agent to try to penetrate the Croat intelligence network, was inside the Monastary he personally heard a conversation ensue between this Monsignor MADJARAC and Dr. SUSIC, who, at the time of the conversation, was in the Vatican library. He also heard a conversation between two of the Ustashi in the monestary which established the fact that a brother of DR. PERIC runs a hotel in ROME, and that often this hotel is visited at night for the purpose of holding important Ustahi conferences. The money for the purchase of the hotel was given this man by his brother, Dr. PERIC.

14. It was further established that these Croats travel back and forth from the Vatican several times a week in a car with a chauffeur whose license plate bears the two initials CD, "Corpo Diplomatico". It issues forth from the Vatican and discharges its passengers inside the Monastary of San Geronimo. Subject to diplomatic immunity it is impossible to stop the car and discover who are its passengers.

15. IRAGANOVIC'S sponsorship of these Groat Quailings definetly links him up with the plan of the Vatican to shield these ex-Ustashi nationalists until such time as they are able to produce for them the proper documents to enable them to go to South America. The Vatican, undoubtedly banking on the strong anti-Communist feelings of these men, is endeavoring to infiltrate them into South America in any way possible to counteract the spread of Red doctrine. It has been reliably reported, for example that Dr. VRANCIC has already gone to South America and that Ante PAVELIC and General KREN are scheduled for an early departure to South America through Spain. All these operations are said to have been negotiated by DRAGANOVIC because of his influence in the Vatican.

16. This Agent will continue to make an effort to keep adreast of the situation in this area and also to advise G-2 of any new plans or changes of operations on the part of DRAGANOVIC and his satellites.

POBERT CLAYTON MUDD SPECIAL AGENT, CIC

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