# MEMORANDUM

SIFIED AND RELEASED BY . AL INTELLIGENCE AGENCY CES METHODS EXEMPTION 382B NAZI WAR CRIMES DISCLOSURE ACT DATE 2000 2006



der CSN 43-28

2 December 1949

**FROM** 

ES ONLY)

Operational: ODI Records on Willi SUBJECT :

REF

TO

APR 20 1950 RY AUTHOBITY OF

- The attached documents are taken from the files of QDDI where they were included in the folder containing all documents on record in ODI pertinent to the projects MOUNT VERNON and MONTGOMERY. The bulk of remaining documents in the folder are actual intelligence reports processed by CIC. The projects in question were discontinued on 1 September 1949; Major MILANO says this was done mainly because of pressure from us. C ascertained that except for those source descriptions and identifications included in the attached documents, none are on record here, nor in CIC files. Since the case is dead here and since further investigation would require initiating new operations [ ] believes the simplest procedure is to photograph the attached material and send it on to Headquarters for incorporation in Central Registry. The information itslef is clearly of great CI value, and it is believed by \_\_\_\_ to be of interest to in other connections as well.
- Since the dropping of HOETTL complex by CIC there have been several overtures made to CIC by persons thought to be under HOETTL's control, both in Salzburg and in Linz. The most recent of these purports to be a disaffected portion of the net which offers to work at a third of the original contracted monthly amount. There have also been several intelligence reports supposedly from sources reporting on HOETTL and unfriendly toward him which assert that he has been dropped by one American agency but has gotten or maintained contact with another, and that he has recently received EEIs from some American agency. Paul LYON is engaged in running down this series of rumors and in investigating the approaches made by HOETTL or ex-HOETTL people to CIC, and has requested that I not interfere just yet.







- 3. The absence of the documents from the file will be explained by the statement that they have been sent to TIE for an evaluation. This is plausible since folders are sometimes sent there by Major MIIANO through other than the regular channel and since the speculation here is that the American agency referred to may be TIE.
- 4. Trequests, therefore, that the attached documents be photographed in Vienna and the appropriate number of copies be forwarded to Headquarters. The originals, together with one set of the prints, should be returned to guess is that the documents can safely be kept out of ODI files for two weeks, but we request that they be given a priority and returned as soon as possible to prevent possible repercussions.

Incls. a/s with request for reproduction

4 - Vien 2 - Files



my files

"#1111"

at present umunden. Asgust 31, 1740.

Major Eilano Personally

Dear Sirs,

Ar. Admison has informed me to-day of the resolution signed by you and saying, that from definition let, my lines Mount Vernon and Wontgomery, All a wentcomed.

yesterday, I had no toprortunity to talk to you remain by yesterday, I herewith take likerty to uthress you by letter.

I am not entitled to oritivise four decaision, but I wish to express a few organizate, which will prove that the reasons given for the a.m. decision are not convincing.

Mr.Morrison has told me, that my lines will be abandonned on the reason 1/ because they were not efficient enough in imparison with other such lites, respectively were needing too much funds. 2/ because no Apatrica agents were at disposal, who could render satisfying explanations of scarnes and working methods.

In all the time of my activity for you, I never had heard any critizism in that direction, on the contrary, my lines were more than once distinguished by approving remarks from your part. On July 21, only, I received an official information from your office, the your center in analington had been exceedingly satisfied with our reports (of Line Eontgomery) about the MDP and the Danube Controls in Mchacs, making them an example for how to continue our work. And this happened at a moment, when the lacking budget during neveral weeks had forced us to reduce our activity, especially in Hungary, to a mere "preserving apparatus".

During the 10 months of our activity we rendered you 518 reports from line Montgomery and 1560 reports from line Mount Vernon. Besides, I handed you in the course of the last 3 months 225x) informations from the new organized lines to Roumania. Bulgaria, Ozechoslovakia, Jugoslavia, Ucrainia, and UUSR, without ever receiving a single cent for these.

As to the quality of reports you will admit, that I. as former leading functionary of the German secret service, am able to form a somewhat correct judgement.

This for my defence, for you will understand, that we I, an old intelligence-officer and my co-operators, who have most of them proved to be first-rate experts - cannot remain untouched, when we must withdraw from our activity on the reason of "inefficiency".

Though not menting to offer any resistance against your decision, which I accept as a final one, I am yet forced to request your kind support in one point.

The decision, signed by your was brought to no knowledge to-day. August 51. As you know, to my lines knotsponery and Mount Vernon belong a number of areats, which legained under great difficulties, making them loave from positions, and who were prepared to fight in this form indinot Belshovism, on account of their idealist attitude.

I cannot throw out these prople from one day to the next. The decision coming absolutely anexpected for me. A was not even able to take precautions by advising my arents to recall their financial obligations in time. I am something like an owner of a firm and I have a roughe of employees, who not only morally, but de jure have a right to legand their salaries for september, as he ther in Austria nor in any other country, it is legally possible, to give notice from now to the next day.

May I request you, therefore, to remit me a last time the budget for September, amounting to \$2.480 (1.200 for wontgomery and 1.280 for Mount Vernon), so that I shall be able to satisfy my co-operator's claims to some degree at least. Still in-coming material will, or source, to handed over to your office in Gmunden.

Besides, I beg to express the following urgent request: I do hope, my co-operators never will come into trouble with Austrian authorities on account of their activity for you. If such a case should harpen, however, they must turn to some official of your office, in order not to bother your personally. Will you, please, nominate us, therefore, one of your officials for this purpose.

Dear Sir, I need not assure you, that my principal attitude towards your country will not change, even after what has nappened. My attitude has remained unchanged, and I have given proofs for it at a time even, when a co-operation with your country was a hanging-matter in Germany. I shall continue my efforts for a mobilization of forces against the Bolshevist world-enemy. I would welcome it, though, in the interest of the matter, if an offending and exclusion from the co-operation of other valuable and idealist elements could be prevented in future.

Very truly, Yours

PS: Would you kindly let me have your answer by way of Mr.Janiko. as usual. If you should wish unother personal interview with me, I am any time at your disposal.

brilli

heference proposed summarian network as outlined to invite 20 July 48, 430th CTG; had Typer last trie, 10 is falt that the project on to very useful and should be exploited.

The operations courts of this project are resolute while with respect to the other prix presently being operated by the 430th. If funds are not available in the present OTC budget, the appropriate amount one be consecuted from 13 to CC, 420th OTC.

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1. Old required but ell reperse madifical incomerce.

Choose he see devilorated.

T. . . STAIR 18 C II SHO Chief CB



Informal Routing Slip

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HEADQUARTERS UNITED STATES FORCES IN AUSTRIA

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NO	FROM	TO DATE				1
1	Eqs 450TH CIC	001 (IB-IBO)	21 July 1948	1. At	ttention is in	wited to be
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Proposed Elegarian Ketwork

1 Man 1227H COI (IN-INC) 21 July 1. Attention is invited to basis CMC 1948 communications

2. Tour commute and/or somourress:

Engl. VIREL B-08809

GEORGE A SCHRAFTS LA COL SMIST, DIO, DEFA

## COUNTER INTELLIGENCE CORPS

430th CIC DETACHMENT
Land Upper Austria
APO 174
U.S. Army

20 July 1948

SUBJECT: Proposed Hungarian Network

TO: Chief, CIC, USFA

l. Attached registration form submitted for proposed Hungarian Network.

2. The undersigned has already discussed same briefly with Major Milano.

3. It is felt that the present and future plans will make this a very fruitful net and eventually the central effort of this office for penetration of Hungary, Rumania and the Ukraine, in accordance with your overall plan for projects control.

4. Your approval and assignment of cover name is requested.

THOMAS A LUCID Chief CIC Land Upper Austria

SECRET

10V Lies - C 328)

MANAGERAL 2

RESISTRATION OF TENCHA.

Name of Project:

Date Started: 10 oily 1948

Area Covered: All of Dingary with expansion to Rumania the Ukraine and eventually USSE interior.

Type of Project: Penetration and espionage

Type of Information: Military, Industrial, Tomonic and Foldicase

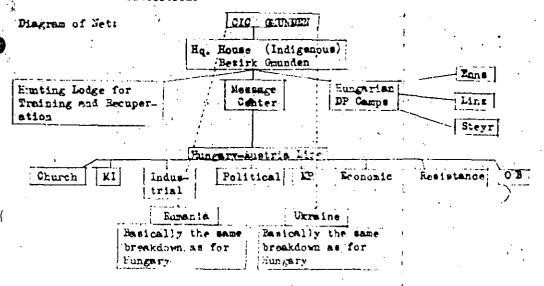
Humber and names of operatives: Bases on "Mattern Front Combat Veterans Organization" estimate 17 - ..., No. sup orters with a pool of 200 immediate alread established contacts:

Number One (Cut out man): NTT, Dr. Karolyne at ias KIROTETTAR, Karl

Type papers carried: Four language ID card

Operational Cost: Initial costs (recruiting, traveling, training, billetting, care and feeding of operatives etc.) \$300.00 to be advanced by number one man. This amount to be relaurated after three menths if the project proves worthwhile. A monthly cost of \$150.00 (in green dollars) to be paid to number one man monthly, beginning immediately, eventually expanding as lines stretch to other countries.

Operational Control Chief (Agent and Section): Douglas J. Morrison, CIC Camindan Subsection.



SECRET

NET PROJECT

MOURT VERNON

SECRET

111. Personal History tatement. Great comment in a with other infalligence groups.

which the burg directs a group of reoperates probably for HARrEL

27 BARBIE, nickness. of the Brack member of the LERCK intelligence group, formerly a Staro employee. He is on the French war dringingle list for smooting hostages.

GAT BAUMCHERTEL A HAUMGARTEL / Cwiss coloner; who took a part during HO-TTL's negrtiations with the Western Allies shortly before the war ended. (Horses Venture) ---

SENCHER, County resident of/St. Wirich on the Fillersee Tirol. formerly advisor to the Vie na recurity beind MAHOGNA-HADWITE, who was executed on AD July 1004. Subject has contact with the Prench Intelligence.

BIBO, Dionitios, slies Bionis Bil IRR, Gregor THURY; of Hungarian origin, engineer by profession, lives at Salzburg, karienbad. He is an expert in radio-"clearaphy and constructs for his agents wireless apparatus. Ambitious, talkative, passes on unreliable reports. He is often seen in Graz. Probable cross connections with British intelligence;

BondDajiwyvo (m) Taras, age 4V, Historian, prior to 1939-Vienna accord desertment, during the war-frofessor of modern Fistory at the University of Frague, member of the CV (Catholic Students Organization). Follower of the "Grossdeutsche policy" he joined the National Bocialists. Early in his career, he was engaged in intelligence service, probably in the illegal MSDAP Intelligence in Austria, His friendship with Dr. HOETTL dates from the time of his study at the university r. BOHODAJKEVYOU's social standing, large discle of aquaintances especially among aristocrace and clergy, make him a valuable figure in the work of intelligence. The first intelligencecolitical susces le attained was the visit of Runciman to for the separation of Suffice Definition for the British for the separation of Suffice Definition area, At that this, he worked consther the are (at) Districts of the British intelligence; the relations have seen broken up since. Juring the war, BORODAJKEVY was sent on in ordent missions to AGRAL, (ARI, and ROLE, where he a palleger to mave established his contacts with the Vatican After the wir he reent most of his time in Vienna; he in Justesson sinand i The formerly incleasor of Catholic manuf. The start of the extremely pro-hussian. is an of the university latte. The the left introduced to receive a sylet believed the words Academy of the receive first at wascon and then

by a still extension, beever not as

Dr. BORODAJKEVYUM is today a control figure of a group of scientists and intelectuals following the "Prossdeutsche line. His apartment (Jakobergasse 4, Vienna I) became so a club of the elite of the former bational Socialists.

- 7. CAPERRY Eac regresent tive of the Britis: .ntelligence in the British zone of Germany. Details unknown.
- B. ADEVORETZKY. Josef, formerly SD "Hauptsturmfuebrer": employed by HOEFT, in Budapest, in 1944. DEVORETZKY, who seems to be unsuitable for active intelligence work, is good at evaluation. He is quiet, intelligent and of irreprochable character.
- 9. DULLES, Allan, American intelligence member, Republican politician.
- AC. ERHARTOT, U.S. Ambassador in Vienna.
- of the anti-comminist Hingarian Lt. Col., self-appointed leader of the anti-comminist Hingarian refugees, organized in Apr. 1948 in Euclich the "Bingarian Liberation Movement". FARKAS resides in Muchich.
- 12. FRANCO, president of Spain.

FRANKE Elisabeth, former secretary of v. WANECK, during the war spent some time in Greece, worked for HOETTL, has contact with STEINER, SS "Obergruppenfuehrer". Resides at Munich.

FUEHERS (Dr. Erich, age 50, lawyer practicing in Vienna. He became known through his defense, in 1934, of participants in the NS-plot in Austria. After 1039, he had no political affiliations; private corporations lawyer. After the war, Dr. NUEHERR was sentenced on charges of treason to 5 years, which he seved. He is still highly regarded by some Mationalist Socialists, has a good reputation as a lawyer, and good connections with the OeVP politicians.

15 FUEZY, Istwan, Hungarian, formerly Sergeant of the Police, resides at/Salzburg, Haunspergerhof, Room 9; the is employed by HAMPEL, intelligence operations against Hungary

GAMOTA, formerly SS-"Haupt surminencer, during the war took part in "Venture Franz". In South Iran, where he landed in a parachute, he headed a group fighting against the Allies. After the breaking up of the "Venture Franz" he returned by way of Turkey to Vienna, then joined the MVD in 1945. At present he holds a post as a lawyer for Austrian affairs at the MVD, in Prague. He most probably keeps up a connection with KOWARIK.

12MGORBACK Dri Alfons, Nationalrat of the CaVE

18. GOTTSCH. Werner, former de "Obersturmbannfüehrer" represented KAITENBRUNNER in the Venture Herzog. After the war fled from interment camp in Cachau, allegedly helped by the French; operates probably for the French intelligence.

19. CRAP State secretary of the Pandas Inlatry of the Interior, Oc. P.

20 K HAMPEL Oscar, Hungarian, formerly State secretary of the Hungarian "Ffeilkreuzler" government, operated for the CIC SALZBURG, then Test for Branau, and presently works for KERNMEYER and also probably for the French Intelligence.

21. HASS a las Carlo MARIO, identical possibly with MOELLER; he was HOETTL's assistant during the war, at the time of Mussolini-liberation. He claims that he is serving Americans and has numerous connections in Austria and Germany. He maintains contact with CIC LINZ and HOETTL His addres in Rome; Via Faloria 8, presso Hicolai, Tel. 772545.

22. ABECKE, Helzuth police official, coworker of Kowarik.

HEISS. Dr. Friedrich, Linz Feingartshofstr. 14 a.

Founder of the "Volks und Reich rublishing firm , wholesale house, which was supported by the heavy industry and Mazi-regime as well. Honorary bearer of HJ-Bannfuehrer and "SS-Stendartenfuehrer" he takes frequent trips to the Bizone for business purposes.

Besides his efforts to shift the toy industry from Turingia to Upper Austria, he has interests in lumber business, book "compensation Further, he is busy organizing German-Austrian Film Production in Austria, in which is also interested RESINGER, Landes secretary of the OeVP. The latter is already interested in a Film renting business in Linz, which is very profitable. It would be unjust to designate Dr. Heiss as a fanatic national socialist. He is simply a business man, who takes advantage of every opportunity to family profits.

Resolated the OeVP- because he expects a backing for his dealings.

/24. HUETTL, Dr. Wilhelm, (see section I )

26. Stringo Tri Theodor, Tormerly head of the Austrian Foreign Service during SCHUSCHNICH-ers; at present "Obmann" of the OeVi bezirk granization in Smunden, which is the best organized party of the OeVi in Upper Austria. His influence reaches far beyond his section his advice is sought by party leaders.

- Hungarian refuse, lives in Bad Aussee: maintains contact

Farred, formerly No. journalist; during the war

On WINKLEE's recommendation KRAUS established his connection with the Jugoslavs VUKOVIC and EARLEKOVIC.

371KRAUS.Lother, former representative of the RSHA-Dep. VI, until 1941 at the German embassy in Belgrad. Then SS-"Strumbannfuehrer" and commander of the security police and the SD in Belgrad. After 1942 in charge of armament at the Hermann GONKING works in Protectorate. Shortly before the end of war-director of a firm in Pressburg.

38 KUNOKI, was active during the war in the RSHA VI, in Croatia; before the war belonged to the Antikomintern bureau in Berlin.

59 LAUTERBACH, Sen brother of

40LAUTERBACH, Jun. The older brother, former Gauleiter, at mesent in Rome, keeps up a continous contact with his younger brother.

LAUTERBACH, Jun. Hans, resides at Munich-Pasing, Luisenstr. 17;

former HJ-Fuchrer.

ILIENER official of the Swiss police in St. Gallen.

- 42 LOOS (Dr. Roman, born in 1896 in Vienna, resides in SALZBURG, Rayturgerquai 52; presently employed at the Allianz Insurance, Salzburg Branch, Reinerstr. 2. In 1926 he joined the police force, during the war, field police director of the E and F group, where he met HOETTI. LOOS is an expert on police and intelligence matters, as well as Balkan specialist. Operates for MINILER (suggestar intelligence
- 43 LUCER, Alfred, age 32, former regular army officer; during the war real assigned to various units, else to Romanian SS division.

  The the war internet at the Marcus . Orr camp near Gh senbach, where he has met KERNMEYER. LUGER is not an intelligence agent, but agrees as military adviser to HOTTI.

A4 MENTINKOVIC Alfons, Crostian, Solonel, born in 1811, resides in Transcription of a toolico firm in Hall/Tirol. He served in the I.H. Army, then in the Austrian army.

45 MARIO (see HASS)

BE MARKIS, Burgermeister of REITH, member of the group MERCK.

46 MINHISTRY MERCK, Kurt, former of the Jecurity, conducted a front reconnaissance unit in France, eiter the war joined the CIC MEMMINGEN transferred a ter to CIC AND SPHIG. He conducts a group of agents, apparently with the knowledge of the CIC, who are also working for the Franch intelligence. He lives at present under an assumed name of AKA van Language in a requisitioned house in Augsburg Stadtbergen, Mozart-

- After the war organized in Vienna the "Harberge" organization, for the purpose of reuniting former NS-intellectuals. Non-partizan organization. He is highly regarded by the younger generation of the former NS...
- at camp Markus W. Orr near Oh senbach. He resides at the US
  - 57 POPCVIC, Directri, Jugoslav Gen., 60, lives in Munich. Participated in MICHAILOVIC partizan fight in Jugoslavia, and organized the Cetnic movemnt. Anti-communist; renown figure in the Jugoslav omigration.
- 58 PRANTZ, Leopold, formerly HJ-leader, 26, officer of the Arty.
  Contact with KOWARIK and LAUTERBACHER.
- PRODAROV, Drago, lives in Como/Italy, born in 1909, Bulgarian.

  He is often seen in Munich. During the war belonged to the group of KLATT alias KAUDNER in Bulgaria
- PUTZ, of editor of the "Linz Volksblatt" (OeVP)
- REIMANN, Dr. Victor, as student belonged to the illegal MSDAP; disapointed with the German policy in Austria, he joined the resistance group Roman SCHOLZ. Capable journalist, ambitious, and vain.
  - 62 RESINGER, COVE Lades party secretary of the Upper Austria.
- 63 AOHAN , Frince, Karl Anton, lives in Altmuneter
- of RHEHLE, Gard, former "Reichstedentenfuehrer", them Garman diplomat in Paris in 1944, where he was in contact with a Gestapo group working on the case of "Rote Kapelle". Lives in Rome; believed to be the sponsor of the Union for mutual understanding " I he is suspected of leftist tendencies and connections with the communist circles.

65SCHACHERKEYER, coworker of KCHARIK

- 66 SCHAERF, Austrian Vice Chancellor, SFOe
- 67 SCHETTLER, Iris, wife of the former adjutant to KAITENBRUNNER; lives in Strobi. on Wolfgangsee. Connections with various local CIC agencies, spends much time in Salaburg. Frau SCHEITLER, is smartly dressed, clever and intelligent.
- 683CFLARRENDORF, lives in Wiesbaden, author of the book entitled "Officers against Hitler". Belonged to the resistance of the 20 Jul 1844.

SCHOSHEAU... or University Professor in Vienna, organizer of erfassungtreue acciety similar to the VDU and which seems to expand rapidly in the Soviet zone of Austria.

70 (SPANN, Harset, Tounder of the Spann-circle.

Reside in Graz, operate together with HAMFEL. Farms SHOTER is considered a specialist in economy.

72 STEINER . former oschergruppenfuehrer, lives in kunich, Hildegardstr.
38. He belongs to a group of high ranking SS leaders in Germany, which
is trains to senetrate into politics and intelligence service.
Steiner tried through a third party to get connections with the French
intelligence

STERN, Soviety Coly, at present university professor in Vienna.

The second from the Languages interment came, then worked in 1946, he escaped from the Languages interment came, then worked for the IC SALEBURG. He organized a group which competes with HOFFIL's group because they pursue the same tencencies, that is they wish to entround themselves with all available coworkers of the RSHA VI. URBAN has long years of experience in intelligence work

75 VEITER Except of Dr. Herbert Kraus policy in Vienna.

76 VUKOVIC, Vladen, Jugoslav, contact with Karl Kraus.

77 WANECK, Wilhelm, former Gruppenleiter of the RHHA VI in Vienna.

Tives in the vicinity of Munich.

WINKLER, Kerl von, Schladming/Styria. Formerly aviser to the RSHAVI Charged with mission to infiltrate into Serbian-national circles

He was secretary of PAPEN, belonged to the "Herrbund" and since
1938 honorary coworker of the SD. After the war founded an export
firm in Graz; his frequent trips take him to Italy, Switzerland and
Germany. His German connections are:former secretary PAPEN, SCHLARRENDORF,
JUSTEN Brothers, Karl KRAUS, and the Britisher Mac CAFFERY.

He works for the CIC VIENNA. For his work on Jugoslavia he uses
Dr. Rohan LOGS as an Balkan specialist. His meeting place with
HOEFTL in Salzburg is:BARCCK BAR, Kaffee Bazar or Nonthalerwirt.

"Tagepost" in Linz, Landstr. in 1947-editor of the "Tagepost" in Linz, 1938- chief editor of the "Gauleitung", Salaburg, during the war transferred to work on the "Bruesseler Zeitung", then left for Agram as SD-"Obersturmfuehrer". After the war-leader of the OeVF information service for Upper Austria.

20.14.15, Or, Christian, Dane; Journalist, member of the MERCK group.

1 men in St. Poelten, chief bookkeeper in technica.

l mon in Milianfold, agriculture, engineer in agriculture account on enterprise

1 man in Baden, foremen in an USIA factory

1 milian Banetadt, teacher

1 milian Bisenstadt, teacher

Min Neusiccel, independent selesmen

special informents who have connections with the central committee of the Krue, the mastrian State Police
MVD and the Pederal Railway Transportation

Section (see attached map for physical details of the network).

9 August 1949

#### MI. VERECE

During 1946 several reports were received from this metwork containing vehicle number eightings within Soviet coccupied Ametria which were always false. After repeated criticisms by this office, this coverage was discontinued.

#### CONCERTS AND RECOMMENDATIONS:

Inassench as source has submitted nothing of military intelligence value in recent months and previously submitted deliberately inspired lies about areas which could practically be covered by American source, recommend this source be isolated. Tiscontinuance is recommended.

KECKET.

3G - 4

Informal Routing Slip HEAD UNITERS IN ITED COLUMN FORCES IN THE MARKETA

Member each message consecutively. Till in all columns, nuthenticate message, draw a line across the page bust below nuthentication. Use entire width of page. Use only for inter-office-communication.

#### SEUSACE

- dations are substitled concerning the political and economic information supplied to this office by the Metwork CONTRACTOR:
- (a) This net is a good, if not too steady, supplier of useable information on Hungary. It would be desireable to expand this net at least to the point of productivity of the BAYCHER Met, and if possible to include current developments as well as OP information. For app this net, or the DAYCHER Met, could supply information on the development and coordination of over-all economic planning between Ermos CERC, as head of the "Feople's Economic Council", and the "Council of Mutual Economic Assistance".
- (b) Industrial reports have been merally uninformative and unreliable; but six r cent reports on Danube River activity have been excellent and further information of this type is desired.

James D. Leuro Ville II. LENES Voting Eder

Telegrane: | TITIER - -40227

03

9 August 1949

#### KORTO CHORA

With the exception of two reports received during the month of March which contained vehicle number identifications in western Eungary, information from this network has been only general and as concerns movement and locations of Soviet Forces in Eungary, always 12 per-

#### RECOMMENDATIONS AND CONCERTS:

Discontinuance is recommended.

Informal Routing Clip

## HEADQUARTERS UNITED DIATED FORCED IN AUSTRIA

EUDJECT:	-13-1	Comments of	n intelligence	Letwork LUCLL LL	(1
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Anmber each message consecutively. Fill in all columns, authorizante message, draw a line across the puge just below authentication. Use entire wieth of page. Use only for inter-office communication.

100	F3.51 <sub>2</sub>	TO	ĎATE	TE SUÁ TE
1.	IB-1	Chief, CDI Cpns	8 Aug 1949	I. The following comments and recommendations are submitted concerning the relitical and sconomic information supplied to this office by the Network MOUNT VERMON:
	•			For purposes of E-1, this net should be discontinued. In past months it has produce no information which was not either proven false rumor or extracted from newspapers.
			~	ALES D. 1271S oting Otief
Te	Lenhone:	VIENNA 9-48	227	

SECRE

Subject: Dr. Wilhelm HOETTL

Del Musiam & G

In the fall of 1948, associates of this project in charge of the protection of the military intelligence work by this project in Austria found out an intelligence organization which corked for an unknown employer of for the Soviets in the U3 Zone of Austria.

Dr. Wilhelm HOETTL, ex-member of the former "REIA" ( Reich Recurity

Department), Section VI, was observed to be the leader of this intelligence organization. According to information obtained from US authorities,

Dr. HOETTL is working for CICLINZ. Therefore, the observation of Dr.

HOETTL's organization was discontinued. The following information
is based on:

- 1. Personal data obtained in earlier times
- 2. Casual observations
- 3. Combinations formed on the basis of inconsiderate actions by associates of EUETKL's organization.
- I. Connections and intelligence activities of Dr. HORFTL
  - ed to come in contact with Mr. Allan DULLES, who recommended him to Mr. ERHAPDT, US Ambassador to VIENNA. In September 1948, HOETTEL allegedly submitted a memorandum concerning his intended intelligence activities to Mr. ERHAPDT. According to this memorandum, he intended to establish an intelligence organization in Austria and another one in Hungary.

- EDEARIK, former "Gebietsfuehrer" (leader of an administrative region)

  at the Hitler Youth in VIENNA, was to be the head of the intended

  inselligence organization in Austria.
- TEXT, a Hungarian Major, was to be the head of the intended intelligen organization in Hungary. He was to be assisted by:
- se wich KERNEYER, as press chief
- Dr. DEVORETZKY
- Dr. HOFFIL, either directly or through KERNLEYER, established connections with Dr. WUEHRER, head of the information service of the instrien People's Party in LINZ.
- BORCDAJKENTOZ.
- 8. Or. ROETTL is in correspondence with a certain ZOEGERNITZ.
- 9. Dr. HOBTEL is incontact with Karl von WINKLER.
- D. Sir black-market operations, HOETTL is in contact with Fritz FISCHER

#### II. Suspected commentions

- 11. Dr. MINNICH
- 12. Brothers GAISWINKLER
- 15. STRIKER, former 83 Chergruppenfuehrer (general officer of the SS)

III. Nobes:

On par. 1: No details known

On per. 2: KOMARIK, along with Helmuth HECKE, started working in GMUNDEN. He tried to come in contact with former Hitler Youth members, for example, with PONZ, a former Hitler Youth leader who joined the Communist Party of Austria. Since, however, KOWARIK apparently failed in his intelligence activities, KERNMEYER (see par. 4) recently moved to ALTMUENSTER near CHEUNDEN and, at present, allegedly, is the head of the organization in Austria.

On per. 5: Maj. NET alias KABSZ, head of the Hungarian Union of Veterans of the War against the SU, moved to LAMBACH. He intended to start intelligence activities against Hungary; establish an active opposition group in Hungary propers unify the Hungarian emigrants on a non-partisan basis. A training camp for agents was established in GRUENAU. MEY is said actually to have sent agents to Hungary. Because of financial difficulties and disagreements in opinion concerning the tactics of intelligenes work, NEY's group called "AMA" and the group of HOETTL-KERRMETER soon opposed each other. To make the "AMA financially independent of Dr. HORTTL, NET took up connections with Alexander. He a lagedly traveled twice to FREIBURG im Breisgau, where he is said to have conferred with officers of General KOKNIG; Dr. HOETTL reacted by disconnecting his intelligence organization from the '

Thus, NEY at present has only the resistance organization of the "AMA" at his command, but not the intelligence organization against Hungary which was taken over by KERNETYER. The CHUENAU training camp was dissolved.

#### On par. 4:

Under NEY, KERNAEYER was in charge of the press service and of commitment of agents. He came in contact with Dr. KRAUS, head of the SALZEURG Institute for Recordic Research, and contributed an article signed E.K. and headlined "The Recent Political Development in Hungary" to the periodical of this institute "Berichte und Informationen" (Reports and Information), Issue No. 119 dated 16 August 1948. In addition, he contributed to the newspaper "Linzer Volkablatt" (LINZ People's Newspaper), whose chief editor PUTZ, appreciates his articles, and to the newspaper "Tiroler Volksbote" (Tyrolese People's Herald). Besides, KERNERYER tried to utilize the newspaper "Alpenlaendische Heimatruf" (Alpine Echo) for HOETTL's organization to spread propaganda and to influence former members of the Nazi Perty close to this newspaper. For this purpose, he took up connections with Dr. JASSER, most prominent contributor to this newspaper After the prohibition by Austrian authorities of the "Alpenlaendische Heimstruf", Dr. JASSER published a substitute newspaper which HERMMEYER did not contribute to.

According to obtained information, KERNEYER was also in contact with HORMARTH, a Hungarian emigrant. HORWARTH is said to be associated with General PARKAS, leader of the Hungarian emigrants. It is

Hungarian connection and whether a steady connection was established.

After NEY had been deprived of his influence (see above), KERNIZEYER

moved to ALTHUENSTER near CMUNDEN and became the head of the intelligence organization in Austria in addition to his intelligence missions against Hungary.

In ALTRUENSTER, besides the persons mentioned above, a certain Dr. FELLNER co-operates with KERNETER. Dr. FELLNER is connected with Leftists among former Nazi Party members such as WIESMAYER, former "Kreisleiter" (district leader) of LINZ, and SCHUELLER, chief edition of the Communist Party newspaper "News Zeit" (New Era). It is not known whether Dr. FELLNER maintains these connections by order of EXERNETER to obtain information, or whether these connections indicate Communist penetration of HOZTTL's organization.

#### On par. 5: No details known

#### on par. 6:

Dr. WUEHRER was involved in the action by the Austrian People's Party which was to win former Nazi Farty members for the Austrian People's Party and was initiated by persons close to States Secretary GRAF. Dr. HOETTL contacted Dr. MUEHRER, whom he knows from former times, apparently to participate in this action and take advantage of both the information service of the Austrian People's Party and MUEHRER's connections with Dr. CLEISSNER, "Landeshauptmann" (chief of the Movincial administration). HOETTL inserted KERNESYER and

KOWARIK in this connection. Late in the fall of 1948, the Austrian People's Party started proceedings/against Dr. JUEIRER, on charges of gross breach of confidence and a certain SALZER was appointed in his stead as head of the information service. It is not known whether SALZER adopted JUZHRER's connection with Dr. KOETTL and whether this connection remained. It appears to be alarming, however, that SALZER is in contact with a certain Dr. KRAUS (not identical to Dr. KRAUS, editor of the SALZEURG "derichte and Informationen" (Reports and Information), who is connected with extreme Leftists of the Austrian resistance movement, but tries to disguise these connections.

### On pa". 7:

Dr. 30RODAJKENYCZ knows Dr. HOETTL from his university.days. At present, Dr. BORODAJKENYCZ is doing research work on orders of the OSCOW Academy of Sciences. He obtained this assignment through STERN, Soviet Colonel and Professor at the VIENNA university. ITERN is a member of the Central Committee of the Communist Party of Austria. Apparently, HOETTL believes Dr. BORODAJKEWYCZ's connections with STERN to be of a scientific nature only as he uses to meet BORODAJKEWYCZ in SALZBURG from time to time.

Presumably, he utilizes BORODAJKEWYCZ for his intelligence work.

#### On par. 8:

Dr. HOETTL knows ZOEGERNITZ from his "SD" (SS security service) activities during world war II. It is not definitely known whether HOETTL took up connections with ZOEGERNITZ, or whether ZOEGERNITZ contacted HOETTL in the hope to profit by HOETTL's plane.

- On par. 9: Karl von WINKLER, who lives in Styria, is connected with Dr.

  HOETTL. No details are known concerning this connection. It is
  also not definitely clear whether VINKLER does intelligence

  work for Dr. HCETTL, or for another office (British intelligence

  office 7).
- On par. 10: Fritz FISCHER is no intelligence agent, but a sports-man. He lives on black-market operations and assists Dr. HOETTL in black-marketeering.
- On par. 11: Dr. HOETEL became acquainted with Dr. MINNICH during World War

  II. At present, MINNICH lives in Switzerland. He frequently

  tours Germany and Austria. Presumably, he is connected with

  both Dr. HOETEL and the group of MERK alias LARSEN which works

  for CIC AUGSBURG.
- On par 2: Dr. HORTTL presumably is/contact with Nationalrat (Member of Parliament) UAISWINKLER, a Socialist who is a prominent member of the Austrian resistance movement in the Salzkammergut Mts.

  This connection would be alarming in as much as Nationalrat UAISWINKLER is a member of the left wing of the Social-Democratic Party of Austria and has a brother who is a leading member of the Communist Party of Austria.
- On par. 13: In the middle of December 1948, Dr. HOETTL is said to have not with STEINER former SS Gruppenfuehrer (general officer of the SS) in MUNICH. STEINER, along with a certain Viktor RISSE, is working for a not identified US office (presumably War Department Detachment).

#### Data concerning persons

- 1. Dr. Tarkas von BORODAJKEWYCZ, friend of Dr. HOETTL's; historian and keeper of the VIENNA State Archives; during the period from 1942 to 1945, lecturer at the PRACUE university, former member of the "CV" (Catholic Academicians) then member of the Nazi Party, but subsequently excluded from this party; classified an offender, was retired after 1945, had been a member of the "SD" (SS security service) and had cooperated with Dr. HORTEL prior to World War II; maintains far-reaching connections with the Catholic Church; after World War II, came in contact with STERN, Soviet Colonel and university professor, one of the most influential persons among the leadership of the Communist Party of Austria; was assigned research work by the MOSCOW Academy of Sciences at the instigation of STERN: lives at 4 Jakobergasse in VIERNA I: approximately 47 years old, of medium height, gaunt; fair hair; moustache; vivacious, sociable, and amiable.
- 2. Joseph DEVORETZKY; former "SD" leader ranking as captain; worked for Dr. HOETTL in EUDAPEST during the last year of World War II; presumably not fit for intelligence work, but a good evaluator; taciturn, intelligent, of immaculate character; lives in KREESMUENSTER.
- 3. ERHARDT, US ambassador to VIENNA; allegedly a friend of Allan DULLES'.
- 4. Ferenc FARKAS; former Hunsarian General; self-avowed leader

group of NAGY who, in 1947, fled from Hungary; formed the "Hungarian Liberation Kovement" in LUNICH in April 1948; intends to make this movement a non-partisan, but anti-Bolshevist organization; lives in MUNICH.

- Dr. Aton FELLNER, a jurist; was a Catholic academician ("CV" member); joined the Nazi Party; from 1938 to 1943, "Gaupresseamtsleiter" (leader of the district press section of the former Nazy Party); at the end of Norld War II, worked for the "Adria Zeitung" (Adria Newspaper) in TRIESTE; at that time, assigned to Dr. RAINER, Commisser for the Coastal Area; was taken prisoner in Italy; at the beginning of 1947, was transferred to the provincial court in LINE; during the summer of 1948, together with a group of political prisoners, had to work in the LINE Iron Plants (VOEST); since them connected with former Nazis who turned Leftists (e.g. WIESMAYER); hives in ALTAUENSTEP and is a commercial agent of the periodical "Panoraga".
- 6. Frive FISCHER; born in ALT AUSSEE; no intelligence agent; said to black-marketeer for Dr. HOETTL.
- 7. GAISWINKLER, two brothers; one brother is a member of the Social-Democratic Party and Nationalrat, the other one is a functionary
  of the Communist Party of Austria; both live in BAD AUSSEE; became
  acquainted with HCETTL in 1945 when they were members of the Austrian
  resistance movement.

- 8 Dr. Reinrich Challenge, Lange, in mythanh" (chief or the provincial administration) of Upper Augstrian
- 9. Helmuth HECKM, former police official, co-worker of MC LANER.
- 10. Dr. Wilhelm HOETTL, born in 1915 in VIENNA; studied history and geography at the VIENNA university; gember of the (illegal) Nazz Party and SS prior to 1938; at the same time connected with Catholic political groups which wanted to reform the Catholic Church and increase its influence upon the political life; in contact, for example with Dr. Anton HOERE, once editor of the Periodical "Schoenere Zukunft" (Setter Future); with Dr. Hans RIBE, Professor of Philosophy in VIENNA; and with Dr. BORODAJKEWYCZ, who is closely connected with the Jesuits and believes the Jesuits to typify ideal politicians; joined with BORODAJKEWYCZ in admiring the hierarchy of the Catholic Church.

After Austria was annexed by Germany, HOETTL worked for the "SD-Unterabschnitt" ("SD" administration) in VIENNA on a salary basis; had charge of Section I/L (adversaries), later of the Foreign Information Section VI; intrigued against his superiors TRITTNER, POLTE, and Dr. CHLAN (since 1941) and was involved in two disciplinary procedures which were suspended because of his influential connections.

HOETTL liked to work for the Section VI of the "RSHA" (Reich Security Department) because of its increasing importance and as he is. both ruthless and covetous of power; was in steady contact with a

number of comrades from VIENNA and the time of illegality who were extremely subservious to him because he had provided them with influential positions in the 'SD" irrespective of their capabilities (incapable and rather low creatures, such as MORAWEK, BAVLAKOVIC, KOSTTAL, DOSKOZIL, CECH, some of them of foreign descent.

ECETTL was closely connected with persons close to KALTENBRUNNER; was disliked by SCHELLENBERG, leader of the Section VI, but was supported by KALTENBRUNNER after the latter had been transferred to BERLIN; managed to make the Section VI vastly independent of the other SD administration; became deputy group leader when the Section VI/E (Southeast) of the Reich Security Department (RSHA) headed by Sturmbannfuehrer (SSleader ranking as a major) WANEK moved to VIENHA end, in this capacity, had charge of Croatia, Serbia, Albania, Hungary, and Slovakia; in 1943 was involved in a disciplinary procedure, but got off cheaply because of his influential connections.

Since May 1944, the time when Hungary was occupied by Garmany, HCETTI, worked in BUDAPEST became known there because of his differences with WINKTIMANN, former High SS and Police Leader, VEHSENKAYER, former German ambassador; and SZALASY, former Hungarian Prime Minister and leader of the Hungarian Fascist Movement; and came near being involved in a disciplinary procedure for the third time as he had tried to take advantage of the "SD" for his political aims, having returned to VIENNA, he had a hand in the action "Herzog' (duke) by order of KALTENBRUNNER and thus came in contact to the Austrian resistance movement, the US IS (Allan DULLES), and allegedly to the Swiss General Staff.

After the end of World War II, HOETTL stayed in ALT AUSSZE; was arrested there along with KALTENBRUKTER; was taken to the VOECKLABRUCK internment camp and other camps, finally to the DACHAU concentration camp where he was interned for more than a year; was mentioned by the press as witness for the prosecution against KALTENBRUKNER during the NUMBERG trials, but pretended to have acted as witness for the defense; wrote, for example, a comprehensive report on the destruction of the WARSAN Chetto; was discharged in the winter of 1947.

ECENTL is a very active, tenacious, and ruthless person, shrewed, versatile, and very ambitious, tries to take political advantages of intelligence work; keeps up a large correspondence with formerly prominent politicians, industrialists, financiers, and with persons involved in intelligence activities who could be of use to him in the future.

- 11. HORWATE, a Hungarian omberant; lives in DAT AUSSEE; is in contact with General PARGAS.
- 12. Dr.Manfred MASSER; lives in BAD GILL MERSERG, Styria; former

  Nazi journalist; during Morld War II, editor of the VIENNA newspaper "Neues Wiener Tayblatt" (New VIENNESE Newspaper); contributed under the alias MLAUSMER to the newspaper "Alpenhaendischer
  Heimstruf" (Alpina Echo); at present, editor of the weekly periodical "Freie Stimme" (Free Voices).
- 13. Erich KERNMEYER; lives in ALTM ENSTER meet GrownDEN; up to 1934, member of the "Replubikanischer Schutzbund" (Protective Union for the Ruplic); was interned in the WOILLEASDONF concentration camp after the February revolt of the Social-Democrats; became a Razi while interned and, after his release, worked for the illegal Nazi Party; was appointed chief editor of the illegal newspaper "Oesterreichischer Beobachter" (Austriam Observer); in 1938, was appointed "Gaupresseamtsleiter" (district press section leader) of VIENNA under BUERKEL, Nazi "Gauleiter" of VIENNA (according to a note in his party file, by special intervention of Rudolf HESS which was required since KERNMEYER had been charged with criminal offences); was transferred to Lorraine as press adviser to BUERNEL when SCHIRACH had become "Gauleiter" of VIENNA; joined the SJ Armed Forces and served with the propayanda company of the SS Hat "hurt EG EERS" in AGRAM; only against the end of World War II saw front service as company leader. After World Har. II, ALEMIETER lived in GARNISCH-PARTEMERSMERS was intermed in the largus W. ORD Usug hear GLAS FERRACE; contacted MOWARIN there; was released in the sumper of 1947; came in contest with Did GMIEGMI. VEN; subsequently worked for CIC SALZBURG;

thus in contact with former Hitler Youth leaders and Groatian and Hungarian emigrants (Noy), and with Dr.HCETTL; became acquainted with HEY and HCETTL when the SS Ret "Kurt EGGERS" was committed in Hungary.

KERNMEYER is considered to be very active and ruthless; his political attitude is unstable and depending on circumstances; is very pretentious and assuming and therefore talkative to the point of car, essness; thus became widely known to be associated with HOETTL and presumably was ascertained as HOETTL's co-worker by the foreign IS as must be concluded from various attacks by Communist newspapers particularly in conjunction with the ACRAM Ustasha Trial.

- 14. Karl KOWARIK, engineer; lives in CMUIDEN; former 'Gebietsführer"

  (leader of an administrative region of the Hitler Youth) and

  "Kreisleiter" (sub-district leader) of VIENNA; during World War II

  lieutenant with the SS Armed Forces; after the end of World War II

  was interned in the Marcus W.ORR Camp; subsequently taken to the

  VIENNA provincial court and sentenced to 2 years in jail; is

  well reputed with former Hitler Youth members and has a borge

  number of followers, but is not experienced in intelligence work.
- 15. Dr. KRAUS; lives in LINZ, former Catholic academician, member of the "Ov"; Sudeten Garman; formerly official with the Chamber of Commerce in BRIEDE; prior to World For II, member of a leftist resistance movement in the EDD.

- 16. Dr.Alired KRAUS: lives in CALCHILL elitor of the periodical "Berichte und Informationen" (Reports and Information".
- 17. LARSEN; see MEACH.
- 18. Kurt MERCH: : Comer German intelligence officer (captain);

  uurin; World Wer II, k ad r of a CI reconnaissance detachment
  in France; lives at 98 Schlosstrasse in OBERSTAULEE, Bavaria;

  worked under the alias FETERSCH alias LARSEH for the CIC

  AUGSBURG; established an intelligence or anization which,
  allegedly; with the consent of the CIC, is in contact with
  the Errenchmis; is considered to be an efficient intelligence
  worker, but is said to have been involved in a large black—
  market affair; is associated with Dr.MINNICH.
- 19. Dr.MINGTON, a lawyer; allegedly lives in Switzerland; frequently travels to LUMICH, where he has a apartment and intends to settle for good; comes from the BANAT; took up connections with themPrench IS; at present works for the group of MERCH, is a big black-marketom.
- PEST; former Major; during World War II, was sentenced to the III former Sant Corps; after World War II, was sentenced

to death by the Americans, but was ammentied later; is considered to be do intless, (room and a utennoh anti-bolshevist; is difficult to jet al n. with because of his errorance.

- 21. PUTZ, chief editor of the LINZ newspoor "Linzer Volksblatt" (newspaper of the Austrian People's Party).
- 22. Viktor RISSE; lives at 46 Gabriel von Seidel Strasse in MUNICE; associate of STEIMER.
- 23. SALZER, journalist in LINZ; successor to WUENHER as head of the information service of the Austrian People's Party.
- 24. SCHUEILER, chief editor of the Communist Party newspaper
  "Neus Zeit" (New Era) in URFAHR.
- 25. STEINER, former SS-"Obergruppenfuehrer" (general officer of the SS); lives at 38 Hildegardstrasse in MUNICH; works for a not identified US intelligence office (presumably war Department Detachment).
- 26. WIESMAYER, former Nazi "Kreisleiter" (sub-district leader) of LINZ; lives in STEEG near URFAMR; is in contact with Communists.
- 27. Dr.Karl von WINKLER; allogedly lives in SCHLADMING, Styria; former expert of the RSHA" (Reich Security Department) with

the Army brow, South Leat, where he not HCHTTL, established an export firm in BRAZ ofter the war; approximately every, two menths travels to Italy and Switzerland; in Hovember 1948, took a one-week trip to Jermany; in Cermany, is in contact with the following persons:

- 1. PAPEN's former secretary, name unknown, Castle of MUEN-SINGEN near FREIBURG in Breisrau;
- 2. the president of the Baverian National Bank, name unknown, 3 Innstrasse in MUTOR;
- 3. Baron von JCHDANS, 73 Goethestrasse in PREIBURG in Breisgau;
- 4. Dr. Walter BEGHER, 13 Friftstrasse in MUNICH;
- 5. SCHLABRENDORP, Sandstrasse in WIESBADEN;
- 6. MEYER, head of the Deutsche Benk in HAMBURG;
- 7. British intelligence officer Mc.CAPPERY, etc.
- 26. Dr. The odor WUEHRER; lives in Landstrasse in LINZ; in 1937, was editor of the SALZBURG Nazi "Gauleitung" (district headquerters); during World War II, was transferred to the newspaper "Bruesseler Zeitung" (Brussels Newspaper) and a short time later to HEYDRICH's staff; subsequently, went to AGRAM, where, in the rank of "SD" 1st lieutenant, he was assigned to NEUBACHER, Cerman ambassador; after World War II offered himself to the Austrian People's Party and Deceme head of the secret information service of this party; was

subject to a party procedure on charges of unfounded information against individual persons and of cross breach
of confidence.

- 29. Eduard ZORDERHITZ; former branch office leader of the "SD" branch office of the "SD" administration in VIENNA; ex-SS "Operaturmfueirer" (1st lieutenant); his family lives in STEYER; works as a commercial agent in Carynthia; is intelligent, but inactive.
- Note: For the above mentioned reasons according to which no systematic observation of the persons connected with Dr. HOETTL was carried out, the allegations made in par.I, II, III, and IV are made without pretension to completeness.