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627-CHGWU

Date: 5 July 1950

SUBJECT: LCPROWL

TO: Chief, VLKIVA  
Washington, D. C.

INFO: Chief, PBMIGHT

ATTN. [ ]

Reference: FRANG 347 and WASHG 7504

DECLASSIFIED AND RELEASED BY  
CENTRAL INTELLIGENCE AGENCY  
SOURCE METHOD EXEMPTION 3B2B  
NAZI WAR CRIMES DISCLOSURE ACT  
DATE 2007

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file. If separated from the file it must be  
subjected to individual systematic review.

1. Enclosed is a copy of the project proposal for LCPROWL (FH-864) submitted by [ ] and approved for a five-month trial period in WASHG 7504.

2. This project proposal is forwarded to you in order that you may use it as a basis for developing an approved project outline for this particular operation. In addition to the enclosed project proposal, we are enclosing a supplemental memorandum from [ ] (FH-857) in which he recommends an increase in the budget estimate originally submitted by him for this project for the first five months trial period.

3. The final recommended figure for the trial period is DM [ ] or approximately \$ [ ] This estimate includes provision for special campaign to be directed against HBREBEL elections, paragraph 11, FH-864.

4. Implications of the impracticability of rigid administrative control over this project are readily apparent. It is recommended that the project be considered an absolute subsidy and that steps be taken to obtain special regulations governing: (1) the accountings to be obtained; (2) the procurement, accountability and disposition of supplies, property and equipment and; (3) the administration of personnel.

5. We suggest, as a possible working arrangement, a contract with one or several key persons in the project which will clearly state the operational, budgetary and organizational requirements and limitations and prescribe reports to be submitted by them to evidence compliance with these terms.

6. Kindly advise us as soon as possible of your decision in this matter and of the approach which we are to take in the administration of the project.

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2 Enc. h/w

1. Memo dtd 7 June 50, FH-857 (2)
2. Memo dtd 9 June 50, FH-864 (2)

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FH-857

7 June 1950

LCPROWL/XNCRACK--Supplementary Information

TO: Chief, DTRAPID

INFO: Chief, PBMIGHT

References: (1) Dispatch dtd 9 May 50, FH-795 (LCPROWL)  
(2) " " 2 June 50, FH-848 (XNCRACK)

(I) Budget Estimate

1. This is to elaborate on the budget estimate for organization KMPRUDE (identified in para 3 of FH-798) for the period from 15 June until 15 October 1950. During this period, KMPRUDE is to be utilized within the framework of XNCRACK, as outlined in reference 2 (especially paragraphs 9 and 19). But, at the same time, we wish to develop it in the course of this campaign in such a way that if the group proves satisfactory for our purposes during that period, it can continue as a permanent project, as recommended in reference 1.

2. Consequently, while funds for KMPRUDE activities have now been requested with first priority under project XNCRACK, it should be borne in mind that these expenditures will be only in part "one-time expenditures" for the latter operation, but will to a considerable extent also help to build up the permanent organization under LCPROWL.

3. Some items in the proposed budget are obviously primarily XNCRACK expenditures, for instance, the printing of leaflets; others are serving both XNCRACK and LCPROWL purposes, especially the training of TPSTALL activists of KMPRUDE, as recommended in para 9-b of reference 2; some, while indispensable for the immediate purpose of XNCRACK, will benefit largely the permanent purposes of LCPROWL, especially the organization of HQs in BDMIDDY and WSCORNY, the legal registration of KMPRUDE, the holding of public meetings in HTSTEIN, etc. In an over-all estimate, we may assume that somewhat less than half of the total expenditures in the budget presented here may be charged to XNCRACK and the remainder, somewhat more than half, to LCPROWL. (For accounting purposes, however, it will be quite difficult to separate the two purposes in every item, and it is therefore suggested that the entire expenditures be authorized under one account, even though the final sum may be distributed among the two projects in question.)

4. The budget estimate, as given in para 19 of reference 2, is consequently revised and presented in somewhat greater detail as follows:

- A. Overt printing (not counting whatever black material for the operation may be furnished through such faci-

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lities as DTIDIOT, XNMODEL or others):

500,000 4-page manifesto . . . . .	DM	[	]
1,500,000 copies of three different leaflets . . . . .		[	]
10,000 posters, including art work		[	]
30,000 three different circular letters . . . . .		[	]
Misc. stickers, handbills, etc. . . . .		[	]
50,000 48-page pamphlet		[	]

B. Hq for TPSTALL Zone, to be set up in WSCORNY

Installation, office equipment, etc.	DM	[	]
Salaries, 3 full-time workers, 5 months at DM 1,500 each month . . . . .		[	]
Rent, telephone, other office ex- penses, 5 months at DM 1,000 each month . . . . .		[	]

DM [ ]

C. HTSTEIN Hq to be set up in BGMIDDY

Installation, office equipment, etc.	DM	[	]
Salaries, 10 full-time workers (incl. travelling organizers), 5 months at 5,000 each month . . . . .		[	]
Office expenditures, 5 months, 1,500 each . . . . .		[	]

DM [ ]

D. 4 training courses for activists from  
TPSTALL: (to be held consecutively)

Rent of furnished house, safely lo- cated in the mountains, incl. services . . . . .	.DM	[	]
Board and lodging for students and teaching staff (approx. 800 man-days at DM 6 each) . . . . .		[	]
Fees and travel expenses for teaching staff (at least 4 tea- chers for each course), approx. 24 teaching days plus 32 travel days		[	]
Travel expenses for students from and to zonal borders (80 students at an average of DM 50 each) . . . . .		[	]
Books, writing material, etc. . . . .		[	]

DM [ ]

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E. Activities within TPSTALL zone

9 full-time representatives, salaries  
for 5 months at DM 2,700 each . . . DM [ ] ]  
Travel expenses, 5 months at  
DM 1,000 . . . . . [ ] ]  
Wrapping, mailing and other dis-  
tribution expenses . . . . . [ ] ]  
DM [ ] ]

F. Conferences and liaison with TPSTALL  
delegates

30 round-trip flights BGMIDDY-WSCORNY DM [ ] ]  
Other travel and incidental expenses  
(incl. rent of meeting places) . . . . .  
DM [ ] ]

G. 12 mass meetings in Western cities at  
DM 1,000 each, incl. rent of halls,  
travel expenses of outside speakers,  
publicity . . . . . DM [ ] ]

H. Advertising costs for poster campaign, approx.  
(printing costs under "A" above) . . . . . DM [ ] ]

I. Organizing activities in Western SGCIDER

Mailing (100,000 letters and circu-  
lars, 22 pf. each postage, plus  
envelopes, addressing, etc.) . . . DM [ ] ]  
Travel expenses of organizers,  
5 months at DM 1,000 each . . . [ ] ]  
Membership meetings (rent of halls,  
invitations, etc.) . . . . . [ ] ]  
Travel expenses for unpaid dele-  
gates, 5 months at DM 1,000 each  
[ ] ]  
DM [ ] ]

K. Public relations work in Western SGCIDER  
and WSCORNY, press releases, etc. . . . . [ ] ]

L. Unforeseen and incidental expenses, approx. [ ] ]

GRAND TOTAL DM [ ] ]

# [ ] ]  
will raised  
this to [ ] ]

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(II) Operational control and security

5. Financially, KMPRUDE depends entirely upon us--which in itself gives us a powerful means of control. HQ of the organization are located in HTSTEIN and therefore within the reach of QKCIGAR control (including monitoring their telephone, telegram and mailtraffic).

6. More important, however, appear to be the intellectual incentives inducing Kenneth P. Hollocks and his associates to submit to our guidance and instructions:

a. Their entire conception of political activity is based on cooperation with QKCIGAR, as detailed in para 4 of reference 1;

b. Their spiritual mentor, (Christian S. Jewell) (identified in para 2-b of FH-798), has instructed them most strongly to submit to QKCIGAR instructions;

c. In my dealings with Kenneth P. Hollocks thus far, I noted that he and his associates are not only willing, but eager to ask for, and to heed, my advice (and the problem might only be one in the opposite direction, namely, that they might leave all details of the operation for my decision--or even for my initiative);

d. We are so much superior to the personnel of KMPRUDE both in political conception and in organizational experience that I have no doubts whatsoever that this operation can be kept well under control.

7. The security of the operation appears to be well under our control too:

a. HPCAPON has conducted an extensive investigation of Kenneth P. Hollocks (the only person with whom I am dealing) and has concluded it to their full satisfaction; he has been previously cleared by ISD too);

b. Hollocks knows me only by a phony name, knows my nationality, but not my organization connection (nor any address, etc.) and is convinced that I have "nothing to do with intelligence";

c. Funds to be paid to KMPRUDE will purportedly come from a private organization; it is vitally necessary from the viewpoint of KMPRUDE itself to disguise the true origin, or even the fact that they receive any foreign support at all;

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d. Hollocks has already started furnishing me information on his associates; there will be no difficulty in obtaining complete data on all key personnel involved;

e. Since Hollocks and his closer associates have been friends for quite some time and base their cooperation on personal friendship as well as on an identity in political interests, it is highly unlikely that enemy penetration, if at all, could succeed in the higher echelons of KMPRUDE;

f. Their plans and proposals thus far have struck me as sound, cautious and sufficiently security-minded; without the latter they could hardly maintain the contacts in TPSTALL which they already have.

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