OPTIONAL COEM NO. 10 MAY 1942 EDITION GSA GEN, REG, NO. 27

UNITED STATES GOVERNMENT

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SUBJECT:

COMMUNIST PARTY, USA SOLO)FUNDS RESEARCH-SATELLITE MATTER

At the request of Internal Security Section, the Research Satellite Section has prepared a comprehensive study concerning foreign funds channeled by communist countries into the Communist Party, USA: The study was desired for use within the Domestic Intelligence Division.

Because of the extremely sensitive sources for the information set! forth, only a yellow file copy and seven Xerox copies of the study are being prepared on "Top Secret" paper with the caution "Not For Dissemination Outside the Bureau."

To determine the over-all picture of the Party's use of foreign funds during the period of the Solo operation, the total disbursements from Solo funds were categorized into six main divisions with breakdowns and explanations of these divisions. Anothers division of the total receipts of Solo funds sets forth the unexpended balance of Solo funds being held in secret depositories by the two Bureau informants.

Besides presenting an over-all picture, the study sets for the a brief history of the Party's reserve program, explains the Bureau's method of considering the Party's reserve program as' two separate programs (Solo and Reserve), reveals the changing use being made of Solo funds by the Party, and discusses Gus Hall's aloofness from the Party's financial transactions. Finally, examples show that the Party receives other funds from abroad, not considered a part of the Solo program, which indirectly assist the Party and supplement its receipts through the Solo operation.

RECOMMENDATION.

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Dissemination of 7 Xerox copies of "Solo Funds"

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# FEDERAL BUREAU OF INVESTIGATION

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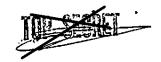
SOLO FUNDS

(September, 1958--June 30, 1965)

DATE

September, 1965

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# PREFACE

EXTREME CAUTION MUST BE EXERCISED IN CONNECTION WITH THE UTILIZATION OF INFORMATION SET FORTH HEREIN TO PROTECT THE IDENTITIES OF THE TWO HIGHLY PLACED SOURCES. SINCE THE INFORMATION WAS CONFIDENTIALLY RECEIVED AND TENDS TO IDENTIFY THE SOURCES, IT SHOULD NOT BE INCORPORATED IN ANY COMMUNICATION THAT MAY BE DISSEMINATED OUTSIDE THE BUREAU.

This study concerns foreign funds channeled into the Communist Party, USA, through the Bureau's Solo operation and covers the period from September, 1958, through June 30, 1965.

Although the study includes only monies received from the Soviets through the first half of 1965, the Soviets have promised to provide the Party with one million dollars during the entire year.

Not included in this study is the receipt, late in August, of an additional \$300,000 which brings the total Soviet funds delivered during 1965 to \$818,440, and the grand total since the beginning of the Solo operation to \$3,257,463.

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#### SUMMARY AND CONCLUSIONS

#### SUMMARY

Since the 1930's, the Communist Party, USA (CPUSA), has maintained a special, secret reserve fund which for many years was derived primarily from donations of well-to-do individuals. However, contacts with many contributors were lost while the Party was underground during 1951 to 1955. Other former contributors became disenchanted with the CPUSA during the rise of anti-Stalinism and withheld their contributions. But most disastrous to the Party was the loss of an undetermined amount of the secret reserves following the death of William Weiner, who had long controlled the reserve fund. Only Weiner knew the identities of persons holding these funds. Upon his death, many individuals appropriated the money for their own use.

During this period of financial crisis for the CPUSA, the Bureau's Solo program came into operation. Bureau informant CG 5824-S\* — a long-time Party member — through contacts with leaders of the Communist Party of Canada, established communication with Soviet Party leaders. He was designated by the late Eugene Dennis, then general secretary of the CPUSA, to travel to the Soviet Union in April, 1958, and was successful in arranging for the CPUSA to receive financial assistance from the Soviets.

Funds were relayed to the CPUSA through Canada but delays made this method of transfer unsatisfactory and the informant made another trip to the Soviet Union in early 1959. While there, he suggested his brother — Bureau informant NY 694-S\* — as the recipient of direct payments from the Soviets in New York City. The first direct transfer of funds occurred in April, 1959, and by early 1961, Soviet funds were no longer relayed through Canada.

Succeeding Solo missions by the Bureau informants led to increasing amounts of Soviet funds being furnished to the CPUSA. For a time, the CPUSA used nearly all the funds for the Party's day-to-day operating expenses. But, as Soviet funds continued to be furnished in increasing amounts, considerable money was used for investments and broader organizational programs.

Current general secretary Gus Hall, has retained CG 5824-S\* in charge of the funds from abroad and has intentionally removed himself from the financial details. It is doubtful that he is fully aware of the large amount of unused Party funds now being held in secret depositories by the two Bureau informants. As of June, 1965, this amounted to more than \$800,000, nearly 30 per cent of the total amount supplied by the Soviets over the past seven years.





Hall has meticulously endeavored to conceal from Party leaders and members all information concerning the source of funds which accrue to the CPUSA from the Soviets. He frequently manufactures financial crises within the Party because he fears members might become complacent if they learned of the huge subsidies from the Soviets. Although Hall feels he has been successful in concealing the source of funds, he constantly must create false sources for the Soviet-supplied money which is used for Party activities.

Hall's duplicity is directed also toward Soviet Party leaders. For instance, just prior to the 1964 elections in the United States, Hall made an emergency appeal to the Soviets for an additional \$100,000 -- which was honored -- by falsely claiming that the CPUSA's need for funds was so great that he had been forced to borrow money to carry on the Party's election activities.

#### CONCLUSIONS

--The CPUSA's dependence on Soviet funds assures that the American Party will continue to champion the Soviet Union as the undisputed leader of the international communist movement. By the same token, since the CPUSA is the main Soviet ally operating within the "enemy camp of imperialism," the Soviets will not permit the American Party to lack for funds.

--The funds from abroad have been all-important to the continued operation of the CPUSA and, in fact, have been so substantial that certain Party leaders recently have been searching for business opportunities in which excess Party funds could be invested to earn additional income.

Gus Hall at the present time seems to be the concealment from Party officials and members of the true source and enormous amounts of funds which the Soviet Union is making available to the CPUSA.

--Despite never-ending announcements of financial difficulties and monetary crises by Party officials, despite complaints that many Party publications are on their "last legs" and that Party districts are not collecting sufficient money to keep the national organization functioning, and despite constant appeals for funds, the CPUSA today is obviously much better off financially than it has been for years.





### SOLO FUNDS

#### Introduction

"Solo" is the code name used within the Bureau to cover the broad spectrum of international liaison between the Communist Party, USA (CPUSA), and other communist parties throughout the world. This covert liaison is maintained by two Bureau informants who are highly placed in the CPUSA. An important phase of the Solo operation is the transfer of funds from the Communist Party of the Soviet Union (CPSU)\* to the CPUSA. Since 1958, Solo funds have come into the United States in increasing amounts. As of June 30, 1965, a total of \$2,957,463 had been received.

This study has been prepared to determine how the CPUSA has utilized these funds from abroad and to note the effect of the steadily increasing receipts of foreign funds on the Party's activities.

A brief description of the Party's previous handling of its funds points out the Party's financial crisis immediately prior to the development of procedures for transferring Soviet funds to the CPUSA through the Solo operation.

# CPUSA Reserve Fund

Since the 1930's, the Party has maintained special Party funds as a reserve fund to meet extraordinary expenses. For many years, these reserve funds had been primarily derived from donations of well-to-do individuals and profits of Party-controlled businesses.

Originally known as the "Benson-Blake Fund," the reserve fund was operated by the late William Weiner, CPUSA financial officer, from a desk at the Party's national headquarters. However, in 1940 Weiner was convicted for making false statements in a passport matter and was forced to give up his office at Party headquarters. Weiner continued to secretly control the fund, which from this time on has been known simply as the reserve fund. The existence of the fund is a well-kept secret in the Party. Rank-and-file Party members know nothing of it and even most Party leaders have very little knowledge of its activities.

\*On one occasion, in 1960, the Communist Party of China furnished \$50,000 to the CPUSA.

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During the early 1940's, Weiner was assisted in the operation of the reserve fund by several "leg men," including Lement Harris and Jack Childs. In 1948, Stanley Levison became Weiner's assistant, and in 1954, on the death of Weiner, Levison apparently took full charge of the fund. During the 1940's, the reserve fund generally ran between \$250,000 and \$500,000; but, during the 1950's, many of the previous sources of income were lost. During the Party's underground period -- 1951 to 1955 -- contact was lost with many individuals who had previously given large sums of money to the Party. In addition, changing world conditions following World War II cast a new light on communism generally. The rise of anti-Stalinism, as well as Party differences among various factions within the CPUSA, caused many individuals to end or to considerably reduce their contributions to the Party.

#### Reserves Vanish

Weiner's death in 1954 resulted in the loss of many of the secret reserve funds. Both Phil Bart and Isadore Wofsy, who later took charge of the reserve fund, have felt the Party lost much money because for many years Weiner had complete control over the reserve fund. Only he knew where much of the money had been hidden. Many people who had custody of reserve funds for safekeeping apparently failed to admit it and appropriated the money for their own use. Not even leaders of the Party could determine how much was actually lost. As Bill Lawrence, a Party functionary, once said, "No one person can keep up with the operations of the reserve funds of the Party. Each person connected with the fund guards his secrets jealously either because of security precautions or for his own personal advantage."

When the Party emerged from the underground in 1955, the secret reserve fund balance was about \$285,000. By January, 1957, this reserve had dropped to about \$185,000 and, by January, 1958, to slightly over \$61,000.

Keeping these diminishing funds in mind, one understands the urgent need for new sources of income to build up the Party's reserve. As in the past, the Party again found a source of funds. Going back a few years, we see the developments which led to the establishment of direct contacts with the Soviets and made possible the transfer of funds from the CPSU to the CPUSA via the Solo operation.

# Contacts Established with CPSU

In contacts during 1954 and 1955 with the Labor Progressive Party (the CP of Canada), which had been able to send delegations





to the Soviet Union, the CPUSA learned that Party leader John Williamson, following his Smith Act conviction and voluntary deportation from the United States, had travelled to the Soviet Union. The Soviets instructed him to return to England, where he was to serve as liaison between the Soviets and the CPUSA. During the Summer of 1956, the CPUSA learned that the Soviets desired a better system of communication. The Soviets requested that a CPUSA representative come to the Soviet Union. Negotiations were held during the next year and a half to make this possible. Bureau informant CG 5824-S\* was designated by the late Eugene Dennis, then the Party general secretary, as the Party leader to make this visit and to take control of any financial arrangements between the CPSU and CPUSA in the future.

Plans were completed and CG 5824-S\* and his wife departed from New York City on April 24, 1958, on the first Solo mission. During formal discussions with the CPSU leaders and later discussions with the heads of the American Section of the International Department, Central Committee, CPSU, CG 5824-S\* received assurances from the Soviets that financial assistance would be provided for the CPUSA. During these talks, the Soviets told CG 5824-S\* that Alexander Trachtenberg was the only American CP leader to whom they had previously furnished funds for the CPUSA. Even while CG 5824-S\* was still in the Soviet Union, the Soviets sent \$10,000 to Trachtenberg for the emergency use of the CPUSA and promised another \$10,000, to be sent through Tim Buck, head of the CP of Canada, for use of the CPUSA. The Soviets advised that they would furnish \$200,000 to the CPUSA during 1958. They advised this money would be sent to the CP of Canada, where it would then be forwarded to the CPUSA. This procedure was only to be used until the CPUSA could make arrangements for direct contacts in the United States for the transfer of funds.

# Soviet Funds Begin to Arrive

During 1958, the Soviets furnished money to the Soviet Ambassador in Ottawa where, on several occasions; Tim Buck travelled to pick up the money and carry it to Toronto. During the period from September through December, 1958, either Elizabeth Mascolo, Buck's common-law wife, travelled to New York City carrying a portion of the cash to NY 694-S\* or else CG 5824-S\* travelled to Toronto to pick up portions of the money. During this period, \$75,000 was thus transferred from Canada to the CPUSA, but Dennis was dissatisfied because of the delays in receiving the expected Soviet funds.



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On instructions from Dennis, CG 5824-S\* attended the 21st CPSU Congress in Moscow during February, 1959, and again requested funds for the CPUSA. He was told that the Soviets would furnish \$100,000 as the balance of funds promised for 1958. In addition, the Soviets said they would furnish another \$150,000 before September, 1959. These funds were to be sent through Canada as had been the previous amounts, but the CPUSA was told to make plans to receive direct payments from the Soviets. While in Moscow, CG 5824-S\* furnished to the Soviets data concerning his brother, NY 694-S\*, relative to his use as a recipient of funds in the United States.

The first direct transmittal of Soviet funds in the United States occurred on April 23, 1959. Vladimir Barkovsky, counselor of the Soviet United Nations Delegation, appeared in the office of NY 694-S\* in New York and gave him a package containing \$50,000 in \$20 bills. Funds also came through Canada. During the next five months, through September, 1959, Mascolo made four trips to New York to deliver \$91,000 to NY 694-S\*. During the same period, NY 694-S\* made two trips and CG 5824-S\* made one trip to Toronto to pick up \$27,500. The Soviets had transmitted both of these sums through the Soviet Ambassador in Ottawa. Mascolo made three more trips to New York in the last three months of 1959 to deliver \$32,000 in additional funds from the Soviets. By the end of 1959, the CPUSA had received totals of \$225,500 via Canada and \$50,000 delivered by Barkovsky in New York.

# Use of Initial Soviet Funds

How did the CPUSA utilize this money from abroad? Of the total \$275,500 provided by the Soviets during 1958 and 1959, the Bureau's two informants — CG 5824-S\* and NY 694-S\* — at the end of 1959 still retained \$103,620 in secret safe-deposit boxes. An exact accounting of the Party's use of the \$171,880 which they spent during this period is difficult because of a lack of certain information.

About \$40,000 of the funds from abroad was given to Eugene Dennis and \$3,000 to Robert Thompson, head of the New York State CP. While not known for certain, it is believed almost all of these amounts were used for the day-to-day expenses of running the CP National Office and "The Worker." Therefore, when this sum is added to the known expenses of the National Office and the Party paper, it makes a total of Solo funds for this purpose of over \$150,000. In addition, \$10,300 was





given to Claude Lightfoot for use of the CP of Illinois; a little over \$2,000 was returned to the CP of Canada to reimburse them for their expenses in transporting the funds to the United States; and approximately \$8,000 was utilized on travel expenses of Party members outside the country.

These figures show that 62 per cent of the total amount of funds received from abroad during 1958-59 was disbursed. Nearly all of these funds were used for the day-to-day operations of the Party.

# Arrival of Increasing Amounts of Funds

To analyze further the CP's use of funds from abroad, we examine 1964's receipts and disbursements from Solo funds to determine if the same pattern applies. As of the beginning of 1964, the CPUSA had received a total of nearly \$1,700,000 from the Soviets and the Chinese, and the prospects were excellent for increasing amounts to be received in the future.

At the beginning of 1964, the two Bureau informants were holding in their secret safe-deposit boxes a balance of slightly over \$320,000, which had been furnished by the Soviets and not yet expended by the Party. During 1964, the Soviets, through their official representatives at the United Nations in New York, on five occasions delivered packages of cash totaling \$730,000 to the CPUSA. This made a total of more than \$1,050,000 available to the Party. At the close of 1964, our two informants were holding a balance of approximately \$613,000; therefore, during 1964, the CPUSA had disbursed a little over \$437,000.

# Growing CPUSA Expenditures

Even though the Bureau, in 1964, was more cognizant than it had been in 1958-59 of the financial affairs of the CPUSA because of the very prominent part played by the Bureau's two highly placed informants, the Party's lack of consistent financial policies and its complete aversion to the use of accounting records still maker it difficult to account fully for the Party's disbursements.

Funds totaling \$17,066 were provided for specific projects or organizational activities of the Party such as Camp Unity, the Institute of Marxist Studies, and other miscellaneous expenses. These amounts, though not the usual day-to-day running expenses of the Party, have been included in the CP National Office expenses in the following condensed summary of the known expenditures from Solo funds during 1964:





CP National Office	\$242,966
"The Worker"	32,000
"Political Affairs" and other publications	12,000
Travel of Party members in U.S. and abroad	14,525
Gus Hall's personal expenses and investments	33,254
Political contacts and election work	18,000
Investments in stock and real estate	23,323
Transferred to CP reserve fund	61,000
Total disbursements in 1964	\$437,068

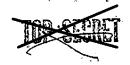
# New Uses for Soviet Funds

These figures reveal that of the approximately \$1,050,000 in funds available to the Party during 1964, only 41.6 per cent was disbursed compared with 62 per cent of the available funds during the 1958-59 period. In addition, while the 1958-59 disbursements were used almost entirely for the day-to-day running expenses of the CP National Office and "The Worker;" in 1964 the Party utilized nearly 25 per cent of the year's disbursements in a very different way. The Party, in 1964, using the names of trusted but not well-known Party members or Party sympathizers, invested Solo funds in businesses, in bank stocks, and in several purchases of real estate. In addition, considerable Solo funds transferred to the CP reserve were utilized later for investment purposes.

Normally, the Bureau has followed the practice of removing from the balance of Solo funds any amounts given to Party personnel who act as depositories for portions of the Solo funds which are to be held for safekeeping until needed by the Party. This procedure was adopted for the reason that when the Bureau informants transferred this cash they lost control of the money provided by the Soviets, i.e., the actual bills could be "laundered" by the person acting as the depository. Therefore, the Bureau considers the CP reserve fund as two separate funds, Solo and Reserve.

Since, during 1964, only Jack Kling was furnished Solo funds to hold as a depository of CP reserve funds and CG 5824-S\* was in a position to observe and audit the sketchy records maintained by Kling, it was possible to trace the utilization of these reserve funds beyond the original Solo disbursement. From the following brief analysis, the importance of Solo funds during 1964 to the operation of Kling's CP reserve is very apparent.





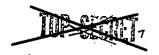
Kling's reserve fund balance in January, 1964, was about \$5,645. On four occasions during 1964, Solo funds totaling \$61,000 were furnished him. Also, Kling was given other funds totaling \$17,190 during the year, making available funds of \$83,835. Kling ended the year with a reserve balance of \$31,526; therefore, \$52,309 was disbursed during 1964. Because of Kling's sketchy records, about \$12,000 expenditures were unaccounted for and these have been arbitrarily divided equally between investments and ordinary Party expenses. With this assumption, Kling would this have disbursed \$38,120 for investments and subsidies and \$14,189 for other Party expenses. Thus, 73 per cent of the total disbursements from the Reserve was utilized for investments and subsidies. Kling's reserve had been utilized mainly for that specific purpose by the Party.

To show how important Solo funds were to Kling's CP reserve we note that without Solo funds, Kling's beginning balance, plus non-Solo receipts, would have made \$22,835 available during the year. Kling's known expenditures for miscellaneous expenses were \$14,189; therefore, the year-end balance would have been \$8,644 rather than the \$31,526 which he did have. This means that besides the \$38,120 of Solo funds expended on investments and subsidies, an additional amount of \$22,880 was added to the portion of the Party reserve being held by Kling and available for future investment.

# Solo Funds Secretly Held by Bureau Informants

While mentioning this increase in Party reserves held by Kling due to Solo funds receipts, it is to be noted that the reserve balances of Solo funds secretly maintained by the Bureau's two informants also have grown over the years. Following are the balances of Solo funds held in secret depositories by the two informants at the end of each year:

> 1959---\$103,620 1960--- 162,966 1961--- 258,881 1962--- 134,771 1963--- 320,431 1964--- 613,364 June, 1965--- 876,494





# Hall's Limited Knowledge of Funds

While Gus Hall, current general secretary of the CPUSA, has absolute authority over all Party activity, including finances, he has placed CG 5824-S\* in full charge of the maintenance of Solog funds. Hall does not desire to have complete knowledge of all phases of the financial transactions. While he is advised regarding the amount of each receipt of funds from abroad, it is not believed he is fully aware of the exact amount of funds being held in secret depositories by the two informants. Even though Hall is not cognizant of the exact amounts available, he must realize there are considerable funds available.

The increasing amounts of Party funds currently being expended on investments and subsidies is entirely due to Hall's constant urging that CG 5824-S\* and NY 694-S\* locate suitable places where the Party funds may be invested so that the Party may earn profits from its excess reserve funds. Hall, since the Spring of 1963, has considered the investment of these funds as his "major unsolved problem" and the development of business ventures in which to place Party funds an absolute necessity. For these reasons, Hall has ordered CG 5824-S\* to provide Solo funds to such trusted, old-time Party members as Sam Milgrom, Lem Harris, and Max Weinstein to invest in businesses or real estate. These direct expenditures of Solo funds are listed under investments in Chart D; however, as we noted in the 1964 disbursements, considerable Solo expenditures designated to the reserve funds also were utilized for investment purposes.

The comparison of the Party's uses of funds from abroad in the 1958-59 period and during the year 1964 revealed the changing use made by the CPUSA of its receipts from abroad. Also pointed out was the growing balance of available funds and the difficulty of tracing all expenditures when they were given to individuals acting as secret depositories.

### Over-all Picture

Looking at the over-all picture; that is, the total amounts made available to the CPUSA from abroad and the uses made of these funds over the entire seven-year period, we first examine the receipts of funds since the inception of the Solo program, which are set forth in two charts.





Chart A shows the yearly receipts of NY 694-S\* and CG 5824-S\* and the total receipts by years from the Soviets, and the one receipt from the CP of China. Also by year, each informant's receipts are divided between those received directly from the Soviets and those received via the CP of Canada. In the case of CG 5824-S\*, the receipts from the Soviets which were received in the Soviet Union are marked (M).

Chart B shows the method of delivery of the total amounts received from the CPSU and the CP of China as well as the amounts received by each informant. Since early in 1961, no funds have been transmitted through the Canadian CP.

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Before setting forth the disbursements or uses made of the funds from abroad during the entire seven-year period, a note of explanation is necessary. As previously mentioned, the CPUSA reserve fund has been considered by the Bureau as two separate funds—Solo and Reserve. Thus, when specific funds have been disbursed from Solo funds for a certain purpose, one must remember that this amount may not be the total amount expended by the Party for that purpose but is only that portion expended directly from Solo funds. As an example, on one occasion the Party's reserve—funds were utilized to buy stock certificates as a Party invest—ment. According to the Bureau's record-keeping procedure, one portion of the purchase price was disbursed from Solo funds and another portion from the Reserve. Therefore, the allocation of funds on the following chart will reflect only those uses for which there was a direct expenditure of Solo funds.

In order to make the allocation of expenditures from Solo funds for the entire seven-year period more meaningful and accurate, adjustments have been made when it could be determined that certain disbursements would be more in line with present-day reporting practices in the Solo program. Even with these adjustments, it should be noted that occasionally funds furnished Hall or other Party officials for a particular purpose were undoubtedly not always actually used for that purpose. At other times, when specific Solo funds were disbursed for a particular purpose but not fully utilized for that purpose, these excess funds were retained in the Party reserve, but on the Bureau's records they are not added back to Solo funds.

Chart C is a pie chart showing the CPUSA's utilization of the total amount of Solo funds received through June 30, 1965. There are seven divisions showing the use of the funds, the dollar amount, and the percentage of the total received. Six of the divisions represent the Solo fund expenditures (explained more fully in Chart D) and one represents the unexpended dbalance which is the amount of funds held by the Bureau's two informants in their secret depositories. As of June 30, 1965, NY 694-S\* held \$840,533 and CG 5824-S\* held \$35,961. It is significant that through the two informants the Bureau maintains some control over nearly 30 per cent of the total funds received from abroad through the Solo program.

Chart D sets forth the disbursements from Solo funds for each year and the totals for the entire seven-year period, divided according to six main types of disbursements. Comments concerning certain of the disbursements follow the chart.

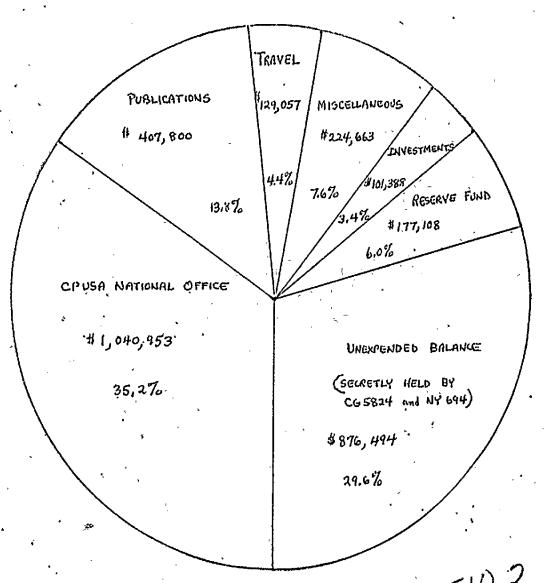




# UTILIZATION OF SOLO FUNDS BY CPUSA

(Sept. 1958 - June 1965)

Total Received - \$2,957,463



ENCLOSURE 42809/

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Comments follow concerning certain of the disbursements set forth in the preceding chart.

CP National Office Expenses- Accounting for half of the total disbursements, these disbursements are the normal operating expenses of the National Office of the Party. They include salaries, office supplies, rent, National Board and National Committee meetings costs, subsidies to individuals and certain CP Districts, and other normal necessary expenses of running the Party's National Office on a day-to-day basis.

Publications- One fifth of the total expenditures from Solo funds wase utilized for the newspapers, periodicals, and publishers of the Party, and over one half of this amount was supplied to "The Worker." Interestingly, since mid-1961, the paper has been issued twice weekly, but each year when the CPSU is asked for additional funds, the CPUSA attempts to justify its request for these added funds by claiming the need for re-establishing the paper as a daily. Portions of Solo funds furnished to various publications and publishers were used to reimburse Party members holding cover jobs given to provide them regular income while working full time for the Party.

Travel- Though only a small portion of the total expenditures, considerable Solo funds were utilized for the purpose of sending American CP delegations to CPSU Congresses and May Day and November 7 celebrations in the Soviet Union. Also, many CP members travelled to the Soviet Union on vacations or for medical treatment. Solo funds expenditures are actually only a portion of the travel costs because the CPSU has paid all expenses of official delegations beyond certain European cities. For example, the CPUSA pays for the delegates' travel to and from Prague, but the CPSU takes care of all other costs beyond this point. A similar arrangement, on a quota system set by the CPSU, is made for vacation travel of selected CPUSA members and their families through the Soviet Union. Travel expenditures to other countries include CP delegations to Youth Festivals in Vienna, Austria, and in Helsinki, Finland, and CP delegations to Party Congresses in Cuba and Puerto Rico. A portion of the travel expenses consisted of the CPUSA's reimbursements to Bureau informants for the many Solo Missions they made for the Party.

Miscellaneous- About one tenth of the total expenditures wascutilized on miscellaneous expenses, most of which are self-explanatory. The organizational work concerning youth reveals





the CPUSA's increasing emphasis on its youth program in recent years. The other organizational programs include subsidies to the Committee for Repeal of the McCarran Act, American Institute of Marxist Studies, and Institute for Study of Negro History. Also included under this heading are amounts furnished to Eugene Dennis and Gus Hall, the former and the present General Secretary of the CPUSA. When occupying the position of General Secretary, neither had to account for any money received. It can be assumed that each undoubtedly secretly furnished a portion of these funds to his own private depositories.

Investments— Though investments at present comprise only a small percentage of the total Solo expenditures, Hall's strong feelings concerning the urgent need for investments in Party-controlled businesses will greatly increase this type of Solo expenditure. At the present time, negotiations are under way to invest Party funds in a china and glassware business, an export company, a sausage business, and other business ventures.

Reserves— While "reserve" implies the holding of funds for safekeeping for a considerable period, only a small part of the nearly one
tenth of the total expenditures under this category is actually
being held as such. As previously shown in the explanation of
Kling's reserve, the reserves held by Isadore Needleman and Max
Weinstein also have been utilized mainly for the interim retention
of cash before an actual outlay for an investment. The reserve
fund of Helen Winter, another Party official, is a recent
innovation of Hall's. To relieve him of the responsibility of
designating funds from time to time for the use of the National
Office, he ordered that Winter act as depository for \$200,000,
which she will then dispense to cover needed National Office
expenses. The \$25,000 amount already disbursed from Solo funds
is believed to be the first portion of this fund.

# Hall's Conspiratorial Manner

Hall is meticulous in his efforts to conceal from other Party leaders all information concerning the sources of funds which accrue to the CPUSA through the Solo operation. When Hall is notified of the receipt of Solo funds by one of the Bureau informants, no words are spoken between them. The informant merely writes a figure on a scrap of paper, Hall glances at it and immediately destroys the slip. This conspiratorial manner is characteristic of Hall's dealings with even members of the Party's Finance Committees, both the open and the covert reservé committee.



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At various times, Hall has discussed with each of the informants his efforts to conceal entirely all phases of the Solo operation from other Party leaders. He considers it is necessary for him, from time to time, to create a money crisis within the Party to conceal the fact that the Party receives subsidies from the Soviets. If the subsidies became known, he feared the leadership would become complacent concerning finances, feeling that unlimited funds were available to the Party. While Hall seems convinced he has been successful in concealing the fact of the availability of funds, his action has created many problems. Constantly, he must create false sources for the money which is provided for the various activities of the Party.

Because many Party members realize that in the past considerable money had been donated to assist the Party, Hall, while travelling to various CP Districts throughout the country, is able to turn over Solo funds to District functionaries, telling them that he obtained the money as a "gift" from a friend, or that it was money "loaned" to him on a personal basis from influential friends. On one occasion, Hall withdrew \$3,000 from Solo funds, travelled to Minnesota on personal business and, upon his return to New York, turned in the same \$3,000, stating he had received it as a contribution from a Minnesota "friend" of the Party.

Frequently, Hall has applied Solo funds toward the quotas of certain CP Districts during fund drives for "The Worker." The arbitrary credits to the Districts are not questioned by the CP functionaries of these Districts because they assume a National Office representative personally obtained the contribution from donors in these Districts known only to the National representative.

Hall's duplicity is directed not only toward other CPUSA leaders but also toward Soviet Party leaders. During the latter part of 1964, Hall pleaded for additional funds for the CPUSA. His emergency appeal for \$100,000, carried to the Soviets by a Bureau informant, claimed the CPUSA's need was so desperate that the Party had found it necessary to borrow money to finance its election activities. The Soviets honored the appeal and forwarded the money, yet at that time over \$500,000 in previously furnished funds from abroad was being held in the secret depositories of the two Bureau informants.





# Other Foreign Funds Aid CPUSA

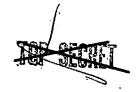
The preceding discussion of funds furnished to the CPUSA from abroad has included only those funds considered by the Bureau to be part of the Solo operation; however, considerable other funds also are transmitted to the United States which indirectly aid the CPUSA and its activities. These funds, though sometimes carried into the country by one of the informants returning from a Solo Mission, have not been considered Solo funds.

The Soviet Union is the source of most of the non-Solo funds, but other communist countries also frequently furnish money. Subscriptions to CPUSA publications and royalties paid for books and articles written by Party members make up the major portion of these other funds from abroad.

To illustrate how the CPUSA relies on these funds to carry on its propaganda activities, we mute that during 1963 the Soviet Union subscribed to 5,000 copies of each issue of "The Worker" and other communist countries to a total of 1550 copies. These subscriptions account for 41 per cent of the total printing of approximately 16,000 copies of each issue of the paper. During 1963, in funds not a part of Solo, Moscow paid \$40,000 and other communist countries about \$6,000 for these "Worker" subscriptions, plus a total of \$47,000 for freight charges.

The importance of these funds in the operation of the Party paper can be seen when noting that during 1963, the entire circulation income shown on the paper's annual audit report was \$89,575. Thus, the \$46,000 from sales to communist countries made up 52 per cent of the entire income for the year. During the year, the entire cost of distributing the paper amounted to \$72,000; therefore, the \$47,000 paid by communist countries for freight charges made up 65 per cent of the total distribution expense for the year. These funds, when added to the \$81,000 provided during 1963 from Solo funds, were a very important factor in the continued existence of the Party paper. Similar payments from communist countries also provide necessary funds which assist in publishing other Party publications.

The CPUSA likewise has profited from royalty payments made by publishers in the Soviet Union and other communist countries to Party-member authors for articles or books published abroad. Frequently in the past, these royalty payments have been given





to one of our informants while he visited the various communist countries. On some occasions, he has turned over part of these monies to other Party members then travelling in communist countries for additional expenses, thus relieving the CPUSA of the need for furnishing funds to these members. On other occasions, the royalty payments have been returned to the United States by the informant but, on the orders of the CPUSA general secretary, were not turned over to the authors but were added to the Party's reserve fund.

In recent years, when more and more Party members have been permitted to travel to communist countries, these members—including the two Bureau informants on Solo missions—have had occasion to collect additional non-Solo funds in the various countries they have visited. These funds are said to be dues or contributions from former CPUSA members now residing abroad. The monies collected, which vary in amounts from several hundreds to several thousands of dollars, are added to the Party's reserve. Several large contributions were obtained by CG 5824-S\* while on Solo missions during 1960 to 1963 when on three occasions he met Alfred and Martha Stern — former American citizens who fled the United States because of their espionage activities—in Prague, Czechoslovakia, and obtained from them contributions for the CPUSA totaling \$16,000.

The foregoing are a few examples of non-Solo funds furnished by the Soviets and other communist countries which indirectly assist the CPUSA and considerably augment the direct aid received through the Solo operation.



PD-	36 (Rev. 5-22-64) :	
•	A ST	Pate: 9/22/65 IN ENVIOPE
	_	Date: 9/22/65
Tran	smit the following in .	(Type in plaintext or code)
Via.	AIRTEL	
		(Priority)
	TO:	DIRECTOR, FBI (100-428091)
A	FROM:	SAC, NEW YORK (100-134637)
V	SUBJECT {	Osolo IS - C (00:cg)
	ka.	(00:cg) 5
	Soviets plain te	On 9/22/65, there were received from the via radio two ciphered-coded messages, the ct of which are as follows:
		1. "To Jack Brooks
-,	/- 8 (3) Na Bureau 1-Chicago 1-New Yo	
	l-New Yor l-New Yor	REC. $66/00-42809/-5/0)$
	ACB: bca (8)	EX-313 :18, SEP 28 1965

Sent\_

Approved: Special Agent in Charge 30 1905

NY 100-134637

"According to your schedule for 1965, we listen to your walky talky signals in September on Tuesdays and Thursdays at 8:18 a.m. This is why your signal was not received on a Monday. Your drops, in Manhattan, were approved and may be used, but only once each. Next drop is Ann. We asked you to find a drop in suburbs for future in order to avoid any established pattern that may increase risk."

The above message concerns an attempt by NY 69465\* to contact the Soviets on Monday, September 20th which, as the Soviets note, was not a scheduled day for a transmission.

2. "Results of test are following:

7:50 4 signals, with an interval 2 signals, then one signal.

Audibility very good.

7:53 - one signal, audibility good. 5 signals very weak.

7:56-4 signals, 7:57-1 signal, 8:00-2 signals, all weak.

Each time we replied in accordance with signals received. Second walky talky test will be on September 27th. Disregarding the results of the first time, in case of necessity you may call us according to your schedule."

The above message refers to the fact that NY 694-S\* on Tuesday, September 21st, again sent walky talky signals to the Soviets to determine whether or not his signals were being heard.

DECLASSIFICATION AUTHORITY DERIVED FROM: FBI AUTOMATIO DECLASSIFICATION GUIDE

9/22/65 Date:

Transmit t	he f	ollow	ing	in	
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(Type in plaintext or code)

AIRTEL

Via

Messes Boundarolem to Sulliver

REGISTERED MAIL

(Priority)

DIRECTOR, FBI (100-428091)

FROM:

SAC, CHICAGO (134-46 Sub B)

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As the Bureau is aware, the CP of Chile is scheduled to hold its 13th Congress 10/11-17/65 in Santiago, Chile, to be followed sometime in mid-11/65 by a Latin American Solidarity Conference. After initially indicating that the CP, USA would not desire a representation at this Congress, GUS HALL subsequently concluded that it would be desirable to send representatives from the CP, USA to attend and has designated HENRY WINSTON, MATTHEW HALLINAN, and CG 5824-S\* as the probable representatives of the CP, USA. When first the matter of CG 5824-S\*'s attendance was broached by HALL to CG 5824-S\*, this source attempted to dissuade HALL by pointing out that such a trip on his part should be superseded by a more important mission; namely, his annual trip to the USSR for the purpose of obtaining the annual CP of the Soviet Union subsidy of the CP, USA. Nevertheless, on the occasion of later contacts, both personal and telephonic, HALL has continued to press the matter and indicated that CG 5824-S\* should either make both trips or combine them into one. HALL stated that CG 5824-S\* is the only individual with the international contacts who could adequately represent the CP, USA and, furthermore, this could be an excellent opportunity to convene and expand the international contacts of the CP, USA in Latin America.

CG 5824-S\* has indicated that he is far from eager to undertake this additional mission and owing to his great physical problems, he is extremely loathe to assume the burden of such an arduous trip entailing over 10,000 additional miles of travel. We, ourselves, at the present time are somewhat apprehensive of the informant's physical ability to withstand the rigors of the combined missions, especially in view of the fact that CG 5824-S\* has now been confined to bed for the past several days with a recurrence of former ills including a 3) Bureau (RM)

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WAB: MDW

(4)

Agent in Charge

6 SEP 29 1965

resumption of internal and external bleeding in his lower back which is causing him extreme pain and debilitation. Additionally, CG 5824-S\* recently strained his back in some manner and for some days now has been unable to twist or bend and, as a matter of fact, has been confined to bed in great pain. Notwithstanding his weakened condition, CG 5824-S\* believes that if HALL insists, then travel he must, and he is now giving active consideration to how this travel should be accomplished should it become necessary.

In view of the possibility of the trip to Chile, we recognize that its ramifications cannot be divorced from the overall Solo operation nor can we ignore the possible effects of this Latin American travel upon the informant's other travels to the USSR and the socialist Certainly, once CG 5824-S\* has arrived in Chile, he cannot be afforded the security which he receives in the socialist countries. His attendance at the Chilean Congress will probably be noted by the Chilean Intelligence Services. Therefore, the logical question arises whether he should travel under his true identity or by use of a cover legend, and if the latter, can the current legend be utilized.

In our opinion, it would appear to be most unwise for the informant to travel under his true name where he would run the risk of being identified as a communist by reason of his attendance at the Congress. Such open attendance would constitute a flagrant violation of the security requirements imposed upon the informant by the CP of the Soviet Union which insists CG 5824-S\* refrain from open contacts with the CP, USA and confine his contacts with the leadership to a very few discreet meetings. We have, therefore, concluded that if this Latin American trip materializes, CG 5824-S\* must travel under a cover legend.

We next considered whether CG 5824-S\* would be able to utilize the current legend (HAROLD M. JULES) by which he has accomplished the more recent Solo trips and which, it is contemplated, he will continue to use in the immediate future. Up to this time, although a number of trips of seemingly short duration into Prague, Czechoslovakia, appear on the JULES passport, we have apparently been able to protect this legend from the contamination of identification as a communist. The appearance is of a businessman traveling for business and pleasure in Western Europe with occasional short trips into Prague. To now utilize the JULES passport for travel to the Chilean Party Congress CECRET - 2 -

TOP

would then jeopardize the security of that legend. The Russians would hardly accept this action as being prudent judgment on the part of the informant.

As a result of the above, we have arrived at the Conclusion that a totally new legend should be assumed by the informant untainted by previous travel and whose connection with an international communist conference will not jeopardize other areas of the Solo operation. Upon completion of the Latin American travel and prior to commencing his European travels, we believe CG 5824-S\* should return to the U.S. for debriefing, discard the new legend, assume the JULES legend, and then depart for the Soviet Union.

As the Bureau will recall, Chicago has already obtained Bureau approval for the basis of such a legend against the day when such would be necessary. The Chicago Office is in possession of a valid birth certificate in the name of SYDNEY SMITH LESSER, born 2/11/02 at Chicago, the Cover name approved in previous correspondence with the Bureau. With this basic document in hand, the remaining Portions of the legend can readily be constructed. These Consist of the following:

Driver's license
Social Security card
Bank account
Credit card
Business cards
Medical prescription labels
Magazine subscription (to familiarize the postman with the new name at the cover address)

Passport photos
Passport
International certificate of vaccination

In connection with the cover legend, a secure address must be acquired for use on a number of these documents as has been done in each legend in the past. For this new legend, we have chosen the address lacksquareIllinois, telephone #IA 9-2750 <u>This</u> is the residence of at Chicago, a L of SA ROBERT J. DOLAN of the Chicago Office, who vouches completely for his integrity, loyalty, and discretion. Credit, criminal, and indices checks concerning has been told nothing are negative. concerning the Solo operation but has willingly offered his cooperation to consist merely of receiving mail at that address in the name of LESSER. He will be instructed in the manner of

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A CANADA



handling any inquiries relating to the supposed residence of LESSER at that address.

Relative to a driver's license in the name of LESSER, a separate communication requesting the necessary fabrication is being directed to the FBI Laboratory.

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A credit card will be obtained as in the past, through the services of former SA Special Services, Marshall Field and Company, one of the largest and best known department stores in Chicago.

	The international certificate of vaccination will	
be obtain	through the services of SAC contact,	
	without apprising him of the reason for the request.	_

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A bank account in the name of the new legend will be opened at the LaSalle National Bank. Chicago, through the services of SAC contact who has performed this service in the past. The amount of \$100 is an appropriate amount with which to open this account and upon inquiry will elicit the response in accordance with bank policy that there is a checking account at the bank in the name "in three figures."

Business cards will be obtained from a commercial Printer and will bear the description "Business Consultant."

A Social Security card will be obtained by application to the Social Security Administration. The Bureau may wish to bring to the attention of the supervisor handling the SOCAP Program the above. Blank medical prescription labels are available in the Chicago Office and will be properly completed with the appropriate information for use by the informant during this trip.

With the basic documents of a cover identity, the informant will make application in person for a passport. In view of the fact that it is contemplated that CG 5824-S\* will discard this cover after this one trip and it will never be used for a trip to the socialist countries (although it is possible it could be used again for some future trip within this hemisphere), this passport will not come under the scrutiny of the Soviet Intelligence Services as does the passport he carries on such trips to the Soviet Union.



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Therefore, we believe that a passport can be obtained by CG 5824-S\* at the Passport Office in Chicago without jeopardy to the Solo operation. Upon completion of construction of the basic components of the new legend, CG 5824-S\* will then obtain the passport in Chicago and it will bear the stamp of Chicago, Illinois, as issuing office.

Insofar as the informant's wife is concerned, we believe it most desirable and perhaps absolutely essential that she accompany the informant on this trip. This is true both from the standpoint of adding to his cover which would be that of a tourist but primarily in order to provide assistance for him necessitated by his poor physical condition. Relative to her cover, there are only three documents necessary. They are a birth certificate, a passport, and the international certificate of vaccination. Of these, the birth certificate is the basic document, the other two being obtained in the same manner as those for CG 5824-S\*.

As in the case of CG 5824-S\*'s birth certificate, we have reviewed the records of the Cook County Bureau of Vital Statistics and have obtained the names of several individuals born in Chicago of approximately the age of CG 6653-S. A credit and criminal check, as well as a check of Chicago indices, was made to eliminate those names to which there were references either to them or their parents. Then, a check was made of all available directories of the Chicago area to eliminate any names which were contained therein as residing in this area. Of those names, the following remained:

EVELLINE HARUPEL DOB 1/9/05 Chicago, Illinois

EVALIN JESKI DOB 3/18/05 Chicago, Illinois

EVELYN NEUMAN DOB 7/21/05 Chicago, Illinois

A request is being made of the Bureau to check these names in the files of the Passport Division, Department of State, Washington, D.C., to determine whether any of these individuals have obtained passports in the past and whether there is any stop outstanding against these names. Should there be neither stop nor previous passport, one of these names will be selected as the maiden name for the cover legend of CG 6653-S who will then apply for a passport as the wife

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of CG 5824-5\* using the last name of LESSER.

We turn now to consideration of the fact that CG 5824-S\* (and perhaps CG 6653-S) upon completion of this possible trip to Chile, will soon thereafter be required to depart for the Soviet Union to negotiate for the CP, USA's annual subsidy. This trip will be necessary, of course, whether or not the trip to Chile materializes. We contemplate that this trip should be made utilizing the JULES legend. From an inspection of the JULES passport, it has been determined that the visa pages thereof are now filled with the various visas, entry and exit stamps, etc., and a new passport will be required in order to travel again under this legend. Contrary to the situation in regard to the LESSER legend, the factors requiring that the JULES passport be obtained outside the Chicago area are still valid. Just as in past correspondence with the Bureau regarding the JULES. legend, Los Angeles appears the most desirable location to obtain such a passport in view of the large volume of passports issued there, the fact that CG 5824-S\* is not known widely there, and the absence of other factors which would make that city inadvisable for this purpose. Since the trip to the Soviet Union will follow immediately on the heels of the Latin American trip (if such materializes), there will be insufficient time to travel to Los Angeles to obtain the new passports. Therefore, we would recommend that as soon as the informant is physically able and his commitments permit, he and his wife should go to Los Angeles to obtain the passports, as was done previously. This task should not require a stay of more than three days which is sufficient time for the passport agency to issue the new passports.

In light of the above discussion, the following requests are being made of the Bureau:

# REQUESTS OF THE BUREAU:

- 1) The Bureau is requested to authorize the expenditure of \$100 to open a checking account in the name of SYDNEY S. LESSER at the LaSalle National Bank, Chicago, Illinois.
- 2) The Bureau is requested to check the following names in Bureau indices and the files of the Passport Office, U.S. Department of State, WDC, for derogatory references, previous passports or stops, to determine whether any of these names may be used as the maiden name of CG 6653-S in obtaining a birth certificate in the construction of her legend:

- 6 -

# ROUTE IN L. OPE

CG 134-46 Sub B



EVELLINE HARUPEL DOB 1/9/05 Chicago, Ill.

EVALIN JESKI DOB 3/18/05 Chicago, Ill.

EVELYN NEUMAN DOB 7/21/05 Chicago, Ill.

3) The Bureau is requested to authorize the travel of CG 5824-S\* and CG 6653-S to Los Angeles as soon as circumstances permit to obtain new JULES passports and to expend the following amounts for this purpose;

In view of the fact that the trip to Chile (to be closely followed by a trip to the Soviet Union) may materialize very rapidly since the CP of Chile Congress is scheduled to convene in Santiago on 10/11/65, the Bureau is requested to give these requests most expeditious attention and advise Chicago by teletype.



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## ROUTE IN ENVILOPE

iit t	he following in
A.	RTEL
	(Priority)
٠ ښې	
- 1	O: DIRECTOR, FBI (100-428091)
J	FROM: SAC, CHICAGO (134-46 Sub B)
ī	SUBJECT: SOLO IS - C
	On 9/18/65, CG 5824-S* received in Chicago through
7 7 1 1	mail drop maintained by him a letter from WILLIAM KASHTAN, General Secretary, CP of Canada. On 9/20/65, the source made the above noted communication available to SAS RICHARD W. HANSEN and WALTER A. BOYLE. Set forth below is the cext of this communication received from WILLIAM KASHTAN cogether with certain parenthetical remarks which the source has added for possibly giving the communication clarity:
	"Sept.16.1965.
Į	Dear Michael: (CG 5824-S*)
	Thanks very much for your note of the 13th. Have heard nothing other than that the family would get together (13th Congress of CP of Chile, 10/11-17/65) on the 11th to 17th. I should qualify that. Just received a note from a few friends of ours (CP of Canada representatives) from the little sland (Cuba) and they advise that the other event (Latin merican Solidarity Conference) has been put off with no other late announced 'insofar as they have seen'. So one appears definite, the other up in the air for the time being. If I hear further will of course advise you.    -813 RD
-	aur vinch
,	(5) 6 SEP 29. 1965
	EX-103

CG 134-46 Sub B

I should apologize about the wire (alleged telegram William Kashtan was to have sent re Chicago trip of Norman Freed). Had intended to send it but in the hurry and scurry, was unable to do so and by morning of that day I figured you would have seen your friend in any case. As it happened it turned out alright. The oversight was mine.

As to the project (joint CP of Canada CP, USA Marxist-Leninist training school). My friend (Norman Freed) may have reached you last night on the subject. In any case while we would prefer another date we can go ahead as agreed, if that is more convenient for you. If it is immaterial for you a later date (after January 1, 1966) would be better for us. I hope it can be settled quickly, one way or the so that loose ends can be pinned down.

Elections (Canadian national) here are just getting started and at the end we may still have a minority government. Too early to say of course. In the meantime we are striving to advance our own viewpoint within our general orientation and may have about 12 (candidates) in the field (election) altho I had hoped for 15. Will be kept hopping. Planning to go out West October 13th for two weeks and return around the 25th and in the meantime will be in and out of town, at the same time as concentrating in my own bailiwick. So we have our hands full.

All the best to both of you and regards to all the lads,

as ever,

B (William Kashtan)"

New York Office was telephonically informed of the contents of the above message on 9/20/65 for transmittal to NY 694-S\*.

FD-36 (Rey. 5.	22-64)
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# ROUTE IN FRANCE

Date: Transmit the following in . (Type in plaintext or code). AIRTEL ŤΟ DIRECTOR, FBI (100-428091) SAC, NEW YORK (100-134637) FROM SUBJECT On 9/22/65, there was received at the Michael Pelham drop in New York City a letter dated 9/20/65, from WILLIAM KASHTAN, Chairman of the Canadian CP to GUS HALL under the latter's pseudonym "HERBERT". The contents of said letter is as follows: "Sept.20th. 1965. "Dear Herbert: "Thanks for your note of the 9th. The people had moved which explains the delay. Please make note that quebec should not be used anymore, and as soon as we can arrange it directly, will try to have it straightened out. "Have advised our lad here regarding the extra 2,000 and the appropriate ad and it will be attended to. 3-Bureau (100-428091) (RM) 1-Chicago (134-46 Sub B) (RM) 110/00-1-New York (100-134637) (41)

ACB:eac (6)

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SEP 30 1965

Approved: _	7 Special Agen	in Chargo	Sent	_ M	Per
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"Had a pleasant chat with two Italian lads over the week-end and I imagine they will probably pop in to see you.

"The elections are on in full swing but what its outcome will be is anyone's guess at this stage. We will be in the run with about 12 but in the main will strive for the election of a large ndp group. Prospects seem to be good to enlarge that group altho it is too early to say what the final outcome will be. In any case it will keep us hopping up to Nov. 8th and afterwards. We are getting some breaks in tv, press and radio which of course is helpful in view of our own limited means.

"Incidently there is definite agreement where Bea Jxis that they will receive a delegation from us. We have not yet settled on dates but it will likely be after the elections are over. If there are any questions you wish presented, advise me in good time.

"all the best,

"as ever,

IIK. II

On 9/23/65, NY 694-S\* was contacted to interpret the above letter, and furnished the following information:

With respect to paragraph 1, the CP, USA had requested by letter dated september 9th that 2,000 additional copies of the World Marxist Review be furnished to the CP, USA. Said paragraph further reflects that the Marion Davis mail drop in Canada, referred to as "quebec", is being abandoned.

Paragraph 2 is a further reference to the 2,000 copies of the World Marxist Review mentioned above.

Paragraph 3 refers to the fact that two Italian legislators, members of the CP of Italy, visited KASHTAN in Canada. With regard to this matter, NY 694-S\* advised that the aforesaid Italians are currently in New York City, where they are engaged in "trading punches" with GUS HALL and other CP, USA functionaries concerning the Italian CP advocacy of polycentrism, which the CP, USA opposes.

Paragraph 4 reflects that the Canadians are presently in the midst of an election campaign and that, the CP of Canada has about 12 candidates seeking election. The letters "ndp" in line 4 of said paragraph signify "National Democratic Party".

Paragraph 5, is a reference to the Canadian CP's intention to send a delegation to the Latin American Solidarity Conference, which was to be held in Cuba. As reflected in Chicago airtel dated 9/20/65, the said Latin American Solidarity Conference has been postponed indefinitely.

FD	-36 (Rev. 10-29-6	(sa)		<b>S</b>	 	
	, , , , , , , , , , , , , , , , , , ,		F BLOUTE Date: 9/22/65	IN EN	   	E
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Vio			(Priority)		then	
	messa were July agree we sh	On 9/20/65, NY 69 the secondary channel lages some of which were partially coded, some	94-S* transmitted ISIDORE NEEDLEMAN ciphered - code of which were in message was in al. In reply to recommended by us at, when we make ontact with such	to the Sovi, a number of work of the plain text. ciphered-cod your radio of to you, we such recomme	de: b6 b7C of endations, s in	(A)
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		Re above, see NY 2. The following			le:	
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ACB:rvs (8)

3. The following message was in chiphered-code:

"The radio message on Alex Trachtenberg received. I think it best that he come home now rather than anything happen in Moscow.

"Re Henry Winston's son. Winston and I agree he return home; however, we respectively request that he stay in Moscow through November 7 Anniversary, and then come home.

"Signed - Gus Hall"

Re above, see NY airtel, 9/15/65.

4. The following message was in partial code:

"CPSU. There is no way in which we can transmit or send in any way the following letter from Gus Hall to the Chilean CP. Please transmit this with all possible speed so as to reach them on time prior to their conference.

"Signed - Morris Childs"

23 WEST 26th STREET • NEW YORK 10, N. Y. • MU 5-5755

August 31, 1965

Comrade Louis Corvalan, Secretary General, Communist Party of Chile.

Dear Comrade Corvalan:

Greetings! We want to thank you for inviting a fraternal delegation of our Party to attend the sessions of the 13th Congress of your Party.

As you know, U.S. imperialism continues to place all kinds of obstacles in their attempts to isolate our Party and progressive U.S.A. from any and all contacts with Communist or progressive forces of the world. Amongst other things, this continues to create problems of travel for us. Because of continued indictments pending, it completely bars myself, for example, from getting a passport.

We are very honored to be invited to your Congress and if it is at all possible, we are definitely going to have a delegation there. Because of a number of legal problems, I cannot at this time inform you as to the names of the members of the delegation. I will do so as soon as it is possible.

One of the assignments of our delegation will be to make arrangements for closer and more regular contacts between our Parties. Our Party feels very sharply the lack of such contacts between our Parties of the Hemisphere.

Please accept our warmest and comradely good wishes. We

Comradely yours

Gus Hall

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5. The following message was in plain text:

"Dear Comrades,

We wish to extend our thanks and appreciation for the invitation of an additional 20 comrades to visit the USSR for rest, excursions, etc. We agree with your suggestion that these comrades be organized as delegation groups rather than as individuals. At this moment we are not yet prepared to give you the composition of such delegations, but we do have in mind a delegation for November 7. This delegation would include such leading people as Archie Brown, a leading Party trade unionist; Tommy Dennis a Negro comrade who heads the Michigan Party and is a member of the National Leadership, among others. We are also in the process of preparing a women's delegation.

"Signed - Gus Hall"

Re above, see NY airtel, 9/3/65.

6. The following message was in partial code:

"Again an attempt was made for a drop contact with walkie-talkie am (Monday, 7:50-8:00 a.m.), but did not hear your acknowledgement signal -- therefore, Isidore Needleman; will attempt again to make contact with you with walkie-talkie tomorrow - same time; this time it will be a test. If you hear my signals, then repeat exactly which ever signal I will transmit - i.e., if I have the doll, do two whistles, you do the same. Let me know by radio if you may have heard me; I did not hear you.

"Special note: as a test only I will be at Goldie (Goldsmith store on Nassau Street) at the agreed time with my transceiver. This will be on Wednesday, October 6. Let me know of results by radio. If walkee-talkie is not successful, then we will have to resort to take "markers' at various places in and around town."

7. The following message was in partial code:

18/26/65

"Received:

"\$270,000

"Signed - J. Brooks"

SeeNY airtel, 8/27/65, re receipt of money from Soviets.

8. The following message was in partial code:

"8/26/65

"Received:

"\$30,000 for Jessica Smith."

Re above, see NY airtel, 8/27/65.

NY 694-S\* also transmitted to the Soviets a number of messages which have already been transmitted to the Bureau by Chicago airtels, daed 9/15/65. These messages referred to a letter to the Central Committee, CPSU, signed Hub"; a four-page document entitled "Notes and Comments on Comrade Gus Hall at CP National Youth Encampment, 9/10/65"; and a document entitled "Note and Remarks on Comrade Gus Hall on Building a Mass Youth Organization and on the Relationship of the CPUSA and the W.E.B. DuBois Clubs."

NY 694-S\* also transmitted to the Soviets a message already transmitted to the Bureau, and referred to in Chicago airtel, 9/15/65, with respect to an article captioned "Computer Teachess Writing" which appeared in the Science Newsletter, 2/9/63.

9. The following message, in partial code, referred to in Chicago airtel, 9/15/65, is as follows:

"Central Committee, GPSU

"Dear Comrades,

"Comrade Hall asked that I convey the following to you. This thought is a result of a discussion among our leading comrades.

"The recent 'NY Times' story/ Pravda' editorial concerning the struggle against nationalist survivals and anti-semitism has received wide circulation here. We believe this would help to weaken the anti-Soviet campaign on the question of anti-semitism planned in the US during the month of October. We also saw a Novesti abridged translation and version seemingly of this editorial, and we regret to say the Novesti translation seems to us considerably weaker and useless in the US as it left out the essence of the 'Pravda' editorial. We wonder if it refers to the same editorial. Would you please clarify this matter for us?"

10. The following message was in plain text:

"Central Committee, CPSU

"It has been requested that we ask you if you might ask Mezhdunarodnaja Kniga if they could negotiate with Freedomways Associates, Inc. for Mezh Kniga to publish in Russian in book form 3 special issues of Freedomways. These special issues were the Du Bois Memorial issue, Mississippi issue, and Harlem issue.

"The leadership, particularly the Negro Comrades, believe that these 3 special issues of Freedomways constitute a study in depth of the Negro problem. If desired, James Jackson would be willing to write an up-to-date introduction for this book.

"In regard to these 3 special issues of Freedomways, Seven Seas Books, Berlin, GDR, has done exactly the above in the German language."

"Mezh Kniga could write directly to negotiate on this matter with Esther Jackson, Managing Editor, Freedomways Associates, Inc., 799 Broadway, New York, New York 10003.

"Signed - Morris Childs"

FBI AUTOMATIC DECLASSIFICATION GUIDE DATE 01-18-2012

## ROUTE IN ELLEUPE

9/27/65

Airtel

1 - Belmont 1 - Sullivan I - Baumgardner 1 - M. F. Row

To: SAC, Chicago (134-46 Sub B)

(6221 IB) 1 - R. C. Putnam

From: Director, FBI (100-428091)

INTERNAL SECURITY - C



Reurairtel 9/22/65 requesting authority to expend money to establish a new legend for CG 5824-S\*, to re-establish the old legend through new passports for CG 5824-S\* and CG 6653-S and which requested a check of Bufiles and records of the Passport Office, Washington, D. C., regarding three possible cover names to be utilized by CG 6653-S.

Authority is granted to expend \$100 to establish a bank account under the Sidney Smith Lesser legend. It is understood that this money will revert to the Bureau when no longer utilized in this operation. Authority is also granted to expend up to \$633.52 for expenses incurred in having both sources go to Los Angeles, California, to obtain new passports under the Harold M. Jules legend.

With regard to possible cover names to be utilized by CG 6653-S under the Lesser legend, Bufiles contain no identifiable references to Evelline Harupel and Evalin Jeski. Bufiles show one Evelyn Neuman was identified as a Communist Party member in Philadelphia, Pennsylvania, in 1940 by former \_\_ vho vas dis− continued as untrustworthy and unreliable on 5/28/42.

Records of the Passport Office, Washington, D. C., contain no record of any of the above names. 100-42809/-5/01

RCP:pah (8):

SEP 30 1965

NOTE: See ; memorandum to Mr. W. C. Sullivan, same caption, prepared by Roppah. Records of Pachecked personally by sall /Sullivan, dated 9/24/65, Records of Passport Office were ofeWFO, who insured com-

plete security of the inquiry, Rosen . Sullivan Tavel\_

Classified by 7/57 Exempt from CDS, Cetegory pate of Declassification Indefin

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lb7C

Gale,

Belmon

OCT MAIL ROOM TELETYPE UNIT

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	ROUTE IN ELECTIOPE	
-	Date: 9/27/65	,
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	(Priority)	_
-	TO: DIRECTOR, FBI (100-428091)	
1 ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~	Plane	Л
معهدا	FROM: SAC, NEW YORK (100-134637)	
	SUBJECT: OSOLO	
	IS-C (00: Chicago)	
	(oo. onicago)	
	Renyairtel 9/24/65, particularly paragraph	
<del></del>	one on page one, and paragraph six on page two, reflecting that a CP delegation would visit the Soviet	
	Union on November 11, 1965.	
	It is requested that the Bureau and Chicago copies of referenced airtel be corrected with respect	
	to the date, November 11, 1965, which should have been November 7, 1965.	
	Herrellos o	
-	1-813RB	e.
	3) - Bureau (RM)	)
· 29	2 - Chicago (134-Sub B)(RM) 1 - New York (134-91)(INV)(41) REC- 15/00 // 06/06/06/06/06/06/06/06/06/06/06/06/06/0	, ,
u ·	1 - New York	Ç
-	ACB: rmp (8) 50T 1 1965	
	(8) 501-X3 6 0CT 1 1965	
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77 OCT 7 1965

Approved; \_ Sent \_\_\_ Per \_ Special Agent in Charge

4.	ROUTE IN ENVLLOPE
	Date: 9/24/65
Cransmit t	he following in (Type in plaintext or code)
Via	AIRTEL
,	(Priority)
	AS COST
.1	To: DIRECTOR, FBI (100-428091)
A M	FROM: SAC. NEW YORK (100-134637)
1	FROM: SAC, NEW YORK (100-134637)
M	SUBJECT: SOLO
١,	IS - C (00:CG)
	The same of the sa
	On 9/24/65, NY 694-S* advised that according
•	to ARNOLD JOHNSON, CP, USA, Director of Public Relations, CP, USA Secretariat have arrived at a
	tentative decision with respect to the composition of CP, USA delegations to the Chilean Party Congress and to the
	30th Anniversary of the 7th Comintern Congress that will be held in Prague on October 21st. JOHNSON also stated
	that HALL and the CP, USA Secretariat have agreed on a
	tentative list of individuals who will visit the Soviet Union on November 7, 1965, and also on several
	individuals who will go to the German Democratic Republic between November 1st and 8th to give lectures.
	Those who may go to the Chilean Party Congress
-	are the following:
	1-813 RB
9	3 Bureau (RM) 1-Chicago (134-46 sub B)(RM)ST-110
\	1-New York (134-91)(INV) 1-New York  REC- 15 /0 0-42509/ 5-1009
-	15 100-42709/-5109
	ACB: bca 6 OCT 1 1965.
	(7)

· .

HENRY WINSTON, representing the CP, USA,

MATTHEW HALLINAN, representing the CP, USA youth,

FERN WINSTON, who will go unofficially to SC accompany her husband, HENRY WINSTON.

The delegate from Puerto Rico is to be "SANTOS" (believed to be JUAN SANTOS RIVERA, of the Puerto Rican Party).

AL RICHMOND of California has been suggested as the CP, USA delegate to the 30th Anniversary of the 7th Comintern Congress to be held in Prague on October 21, 1965.

The following individuals are scheduled to go to the USSR on November 17 1965, pursuant to a CPSU invitation to the CP, USA that a number of CP, USA functionaries visit the Soviet Union:

AL RICHMOND C
TOM DENNIS and his wife, ELIA
JOE BRANDT
"NATALIE" (not further identified)
ARCHIE BROWN
ROSE and PHIL BRUNS
RALPH WELSON
BEN DOBBS
MILDRED EDELMAN MC ADORY
FRED and MARY BLAIR
EART DURHAM
BEN LEVINE (of the Worker staff)
BOB EKINS

Three individuals scheduled to go to the GDR to deliver lectures are: RALPH NELSON, BEN DOEBS and BEN LEVINE. Accompanying this group will be AL-LANNON and his wife, who will go to the GDR for medical treatment.

NY 694-S\* advised that he is not aware of the identities of "NATALTE", ROSE and PHIL BRUNS, and BOB EKINS. He requests that CG 5824-S\* identify these individuals, if he can.

The information above will be furnished to pertinent offices.





### ROUTE IN ENVELOPE

lb7C

(IS) 100-428091

Date:

September 30, 1965

To:

Director

Central Intelligence Agency

Attention: Deputy Director, Plans

From:

John Edgar Hoover, Director

Subject: ALL-CHINA FEDERATION OF TRADE UNIONS

of a letter, ostensibly prepared by the All-China Federation 7 of Trade Unions, being brought to the attention of the Communist Party, USA, by the Communist Party of the Soviet Union. As indicated in my letter dated August 27, 1965, and referred to in your letter, sources which have furnished reliable information in the past have advised that leaders of the Communist Party, USA, were informed that officials of a labor union in a vestern nation had received such a letter. No Information has been received to indicate that the Communist Party, USA; was advised of the existence of this letter by the Communist Party of the Soviet Union. No information has been received to indicate that the Communist Party of the Soviet Union is aware of the existence of this letter.

Any additional information developed by sources of this Bureau concerning this matter will be promptly brought to your attention.

RCP:pah (5) Tolson

Belmont

Mohr DeLoach Casper. Callahan

Gale

Rosen -Sulliven . Tavel .

Trotter : Tele. Room NOTE:

Classified 'Topic

weret" since it refers to a communication of the Central Intelligence Agency which is so classified and contains information developed by CG 5824-S, the unauthorized disclosure of which could reveal the identify of this source who is of continuing value and such revelation To could result in exceptionally

grave damage to the Nation.

ANGOS TELETYPE UNIT CONTROLL S

GROUP Excluded fr automati(NOTE CONTINUED PAGE TWO)

declassification



Director Central Intelligence Agency

### NOTE CONTINUED:

CG 5824-S\* received the letter ostensibly prepared by the All-China Federation of Trade Unions from William Kashtan, General Secretary, Communist Party of Canada. The source brought the letter to the attention of Gus Hall, General Secretary, CPUSA. The information concerning the Party's receipt of this letter was furnished Central Intelligence Agency and the Department of State by letter dated 8/27/65. By letter dated 9/27/65 CIA advised that the letter on the letterhead of the All-China Federation of Trade Unions is a product of "black" propaganda by CIA and requested additional information available concerning how the letter was brought to the attention of the CPUSA with particular emphasis on the part played by the Communist Party of the Soviet Union. In order to adequately protect our entire Solo operation, it is believed we cannot advise CIA that this letter was received by our source through liaison with the Communist Party of Canada. It is believed that the above letter answers the questions of CIA to the best of our ability.

9-27-65

1 - J. D. Donohue

AIRTEL

psi

From: Director, FDI

HIGH-LEVEL INFORMANT DEVELOPMENT 100-424091
COLMUNIST PARTY, USA

lul

Reurlot dated 9-21-65.

Anthority is granted to furnish a sum of \$200 to

to be used by him in making payments to NY 694-5\*
as a donation and does to the Commist Party, USA, in the names 10.7°C

Continue to promptly advice 10.7°C

the Bureau concerning all portinent developments in this matter.

1 - M. F. Roy (6221 IB)

1 = 100-3-99 (TOPLEY) (1 - 100-428091 (SOLO)

MJR:klb

NOTE:

DUPLICATE YELLOW

Reurlet reports that on 9-20-65 a conference was held between New York Office personnel and NY 694-S\* regarding steps to be taken in developing captioned individual as a security informant. Plans were made to have PSI contact Gibby Needleman and request of him NY 694-S\* phone number and address, the purpose being to thank NY 694-S\* for courtesies extended to PSI in the past. NY 694-S\*, upon being contacted by PSI, will invite him to visit. During the visit PSI will donate the \$200 to NY 694-S\* for referral to Gus Hall? This sum would be for contributions covering the period while PSI was out of the country. This action should develop close relationship between PSI and NY 694-S\*. Airtel being used in order that his operation be commenced as soon as possible.

5 3 OCT 5 1965

/00-6509/-NOT RECORDED 178 SEP 29 1965

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DII T <u>r</u> A	RECTOR, FDT EN: ASSISTANT DIRECT	for William C. Sul	9/21/65 Liv <u>au</u>	; ;
SAC	, nen yoak	lb7D		: : :
	HI LEVEL THEORMANT DI	CKETOBWERT.	- '	*,
		i		b6 . b7C b7D
VARREN MARC ALEXANDER C status of [	9/20/65, a conference in STANES I AMES I BURLINSON. and HY	P. HALLERCH, WILL 694-5* regarding and the future d	IMI C. MARTIN, the present	
date and wifield of ir in his remote the person fit into his arose, contained by NY 694-1 as if I've ment of formant states relation	ated that the qualificous with TIM LUCK, Character to the contract of the cont	cooperate with the 1 694-24 was most and stated that he rul guidance and dutually, if and which he, NY 694-2 cample of the enth by one of his resistant that it actions of airman Emeritus of the citations of the content of the citations of the c	enthusiastic , PSI, was evelopment en the need ", and usiasm expresse marks, "I feel the develop- rouit. In- and f the Canadian	
immediate a into the So ficient and	oposals were made and cotion which could be old apparatus. It we opportune action to to contact GIBDY NEW	e taken to guide P us decided that the obe taken at this	SI directly c neat of- tine would	
5 + Bureau (1 - 1) (1 - 1)	telephone number and (RM) (RM) (RM) (RM) (RM) (RM) (RM) (RM)	i address, the pur	b6 b7C b7D	ORIGINAL FILED IN

JPHIMEU (7)

to thank MY 694-5\* for courtesies extended to PSI in the past.

NY 694-S\* upon being contacted by PSI would invite PSI and his eldest child to visit with him, at which time a discussion could be had covering the period PSI spent in China. It was also suggested that PSI make a contribution and payment of dues to the CPUSA in the sum of \$200.00, in the name of PSI and his wife. This sum would be for the period PSI was absent from the United States. NY 594-S\* in turn would turn this money over to GUS NALL and explain to him that PSI, because of his present position in the engineering field, must remain alcof from open activity within the CP. NY 694-S\* will suggest to GUS NALL that he, NY 694-C\*, would utilize the services of PSI.

It was further suggested that NY 694-5\* in utilizing the services of PSI, do so on dry runs until such time as PSI has sufficiently established himself and there is no possibility of PSI being a plant or double agent. NY 694-5\* stated that if PSI is a plant, he will alort TIM DUCK to FBI interest in NY 694-5\*, who in turn would advise NY 694-5\*.

It is anticipated that within the near future, the NYO will pay PSI, under SAC authority, for time spent with SAS in the development period as well as for his contacts with GIBBY NEEDLEHAN and NY 694-S\*. NYO is desirous of making a payment to PSI which would be for some pervice and obtain a signed receipt to bind PSI into service.

	Bureau	authority	is ro	equested	to fu	mish	PSI wi	th
the sur	1 of \$200	.00 which	will	be paid	by hi	n to i	IX 0311-	<del>s*</del> k
<u> 'a da</u>	matión a	nd dube to	the	CPUSA, in	the :	nancs	of	l k
and							<u>-</u>	l:

This will be the first step in the activation of PSI and have him appear favorable to GUS MALL.

### Evaluation

The MYO and MY 694-S\* are nest optimistic regarding PSIIS future as a most valuable high level informant, and believe he is the only logical person to succeed MY 504-S\*

lb7D

in his operation. Every effort will be exerted in the next few months to insure that PSI is not a plant or double agent.

Chicago Office will be advised of the development of by separate letter as his, PSI's, activities within the Solo operation will directly affect not only NY 594-3" but also CS 5824-5".

167C ·

OPTIONAL FORM NO. 10 MAY 1962 EDITION GSA GEN, REG, NO. 27 Tolson Belmont. UNITED STATES GOVERNMENT DeLoach Memorandum ROUTE IN ENVELOPE Gale. Mr. Conrad DATE: September 29, 1965 Rosen Sullivan . Tavel. Trotter C. F. Downing INTERNAL SECURITY - C Captioned case involves the Bureau's highly valuable confidential informant NY 694-S\* who has been receiving communications transmitted to him by radio. On 9/29/65, transmissions were heard by the Bureau's radio station at Midland at which time two messages, NR 368 GR 35 and NR 863 GR 38, were intercepted. The plain text and cipher text are attached. The New York Office is aware of the contents. ACTION: For information. OCT 4 1965 Enclosure 1 - Mr. Conrad 2 - Mr. Sullivan (Attention: Mr. J. A. Sizoo, Mr. R. C. Putnam) 1 - Mr. Downing 1 - Mr. Newpher 1 - Mr. Paddock

ENCLOSURE

## ROUTE IN ENVELOPE 9/29/65

Tra	msmit the following	in(Type in plain text or code)	 
Via	AIRTEL		 
		(Priority)	
	ŢO:	DIRECTOR, FBI (100-428091)	7
ST	FROM: SUBJECT:(	SAC, NEW YORK (100-134367) SOLO IS-C	MANU
		(00:cg)	4
	.Soviets, texts of	On 9/29/65, there were received from the via radio, 2 ciphered-coded messages the plain which are as follows:	Kyp
	next mess (above re	pility during the test on 9/27 was good. From eage like to know results of reception of our sefers to tests of walky talky set conducted on see NY airtel 9/22/65.)	your signals.
•	Soviet Mi intereste (NY 694-S of the pe	rm that GUS HALL is invited to reception at ssion in NY on October 8 to see the person he to talk with. ** advised that he has no knowledge of the identification who HALL is to meet on October 8. He wild any further developments in this matter).	itity
	l-New Yor	(RM) c (134-46 SUB B) (RM) ck (134-91 (INV) ck (105-14931 SUB C) (NIKOLAI M. TALINOV) (341)	A
,	GEJ:far (8)	EX 100 -42809	1-5112
		6 OCT 55 13/95	5
, <b>(~)</b>	OCT PA 400F	· · · · · · · · · · · · · · · · · · ·	
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CC	FIR S	pecial Agent in Charge	

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**	OPTIONAL FORM   MAY 1492 EDITIO OSA GEN: REO. 1 UNITED	NO. 27	O 5010-			(O	** - ** **		Silson
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Ť	:Mr: W.	C. Sull	ivan		DATE:		er 24, 19	65. S	elt
A	Mr. F.	J. Baum	gardner	140		1 - M;	livan ngardner F. Row		Trotter
SUBJEC   P   P   P   P   P   P   P   P   P	(SOLO) INTERNA	L SECUR	ITY - COI	MMUNIST		-	21 IB) C. Putnam	<b>a</b>	,
	PURPOSE	<u>=</u> :					5 R	. TY	Washalk
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i iy r	7 OCT <sup>27</sup> 7	1965		<i>্</i> কু	1860 A	-	·		1,

Memorandum to Mr. W. C. Sullivan Re: SOLO 100-428091

Chicago. Chicago requested that Bureau files and Passport Office files be checked to determine if any record existing on possible cover name to be utilized as the maiden name for CG 6653-S. Cover names suggested by Chicago were Evelline Harupel, Evalin Jeski and Evelyn Neuman. Bureau files contain no record for Evelline Harupel or Evalin Jeski. One Evelyn Neuman was identified as a Communist Party member in 1940 in Philadelphia by a source who was discontinued in 1942 as unreliable and untrustworthy. No record could be located for these names in the files of the Passport Office. Chicago is being advised of this information.

The legend used by the informants for trips to Moscow utilizes the name Harold M. Jules. Informants' passports under these names had all visa pages covered with stamps and it is necessary to obtain new passports. This could not be done securely in Chicago. Los Angeles appears to be the most desirable spot because of the large volume of passports handled in the passport agency there, the fact that the informant is unknown in that area and the absence of any factors which would preclude utilizing Los Angeles for this transaction. Since both informants will need new passports under this legend, Chicago requests authority to expend up to \$633.52, which includes plane fares, meals, lodgings and passport fees in order to obtain these passports which will be used for the trip to the Soviet Union.

#### **OBSERVATION:**

In order to provide adequate security for the continued success of the Solo operation, it is believed these expenditures are necessary. Since the trip to Chile may be undertaken in the immediate future, it is necessary that Chicago receive Bureau authority promptly. Attached is an airtel authorizing Chicago to expend the sum of \$100 to open a bank account under the new legend and to expend up to \$633.52 for necessary expenses to re-establish the old legend.

#### RECOMMENDATION:

That attached airtel to Chicago be approved and sent.

P

ROUTE IN ENVELOPE

SAC, New York (100-134637) Attention: SAC Donald E. Roney Director, FBI (100-428091) 5/14

10/5/65

7

SOLO IS-C

FX 105

Reference is made to your letter of 9/10/65, captioned as above, forwarding 1,500 pages of Xerox reproductions of money in the amount of \$300,000. Reference is also made to your letter of 7/19/65 captioned TRACING OF AMERICAN MONEY USED BY SOVIETS IN ESPIONAGE OPERATIONS - "REQUEST FOR AUTOMATIC DATA PROCESSING UNIT SERVICE."

Serial numbers of the money on the 1,500 pages have been recorded in the Automatic Data Processing Unit. These numbers will be compared and added to the index at such time as this index has been completely converted to the Automatic Data Processing system.

There are being returned under separate cover the 1,500 pages of Xerox reproductions.

MFR:kab (6)

1 - Mr. Row

MAILED 10 OCT 51965 COMM-FBI Tolson Belmont. DeLoach Gale'. Rosen . Tavel Trotter Tele. Room TELETYPE UNIT

OPTIONAL FORM NO. 10 MAY 1942 EDITION GSA FFMR (41 CFR) 101-11.6 UNITED STATES GOVERNMENT

622, IB O

### ${\it Memorandum}$

: DIRECTOR, FBI (100-428091)

(ATT: VOUCHER STATISTICAL SECTION)

: SAC, NEW YORK (100-134637)

SUBJECT:

ReBulet 7/1/65 entitled TRACING OF AMERICAN MONEY USED BY SOVIETS IN ESPIONAGE OPERATIONS - "REQUEST FOR AUTOMATIC DATA PROCESSING UNIT SERVICE."

Enclosed for the Bureau are 1,500 pages of Xerox reproductions of money representing \$300,000, which money was received by NY 694-S\* from the Soviets on 8/26/65.

Records of these bills should contain the reference, NY 65-17696A 1137. It is also requested that the record contain the page number of the Xerox copies, which page number may be found on the lower right hand corner of each sheet.

The enclosed material should be returned to the NYO after processing by communication marked for the attention of SAC 10 Aug 165 D. E. Roney.

1-813RB

Bureau (Enc-1,500)(RM)

(1 - Voucher Statistical Section),

- NY 65-17696 (#343)

1 - NY 100-134637 (#41)

WM:IM

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

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	and PHIL B	ers of these do RUNS, one NATA	elegations or g LIE (LNU) and a	roups were KUS BOB EKINS. T	hese
1	latter ind	ividuals were :	specifically in	cluded in the	dele-
-	gation to November 7	the Soviet Uni-	on for "Novembe * advised he wa	r 11th" (appar s unaware of t	ently he
	identities	of the named	individuals and	requested CG	5824-S*
	accempt to	identify them	•		-
ş.	advicad th	CG 5824-S* had	been contacted	on this matte	er and
, 4	and PHIL B	at he does not RUNS or BOB EK	recall anyone INS. In regard	by the name of to NATALIE, s	ource
_	advised th	at she. possib	ly may be ident	ical with NATA	LIE
1	3546). but	nicago (Bureau he could not	file 100–27705 be positive at	, Chicago Ille this time.	100-
	Source not	ed he anticipa	tes a contact w	ith GUS HALL i	
1	the immediation	ate future and d individuals.	may develop mo	re information	on, the
	ROSE BRUNS	Chicago indice and EKINS I	s were reviewed ndices check ne	regarding PHI	L and BRIINS
	but regard	ing EKINS one :	reference indic	ated one BOB I	ekins, 🏲
-	Old Saybro Haven Offi	ok, Connecticu ce in 1953.	t was a Smith A		
	7-813 R	ġ	rat: 1	100-428	091-5115
	3 - Bureau 1 - New Yo		Same .		•
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,	OPTIONAL FORM NO. 10 ANY 1942 SOTTION GSA GEN. 860, NO. 27 UNITED STATES	GOVERNMENT		0		TolsonBelmont
		indum RO	UTE IN			DeLoach
ΓO 'ROM ℯ⁄	: Mr. Conrad		DAT <u>E:</u>	October 1,	1965	Rosen Sullivan Tavel Trotter Tele, Room
UBJECT	C. F. Downi	ng			25	Holmes Gandy Gandy
P	INTERNAL SE	n 9/30/65, the	New York Of	fice furnis	shed the 1	text
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	ENCLOSUS	JE .				
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	1 - Mr. Cor 2 - Mr. Sul 1 - Mr. Dov 1 - Mr. Nev 1 - Mr. Pac	llivan (Attenti vning vpher	on: Mr. J.			
	Julian deki	m'	EX 10	a not		-5116-

REFEREE-COACH-CONCERNINGYOURTUGOF WEDNESDAYREMEETIN
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PORTANTITWOULD BEBEST THAT I PREPARE MYTHOUGHT SINAD VANC
E-RESPECTFULLY REQUEST FROMY OUNOW TO KNOW WHOTH I SREXWIL

LBE-AMOST PROFICIENT TRANSLATOR FURNISHED BY YOU WOULD GR
EATLY HELP THESE TALKS-ADVISE BEST TIME AVAILABLE MYENTER

INGMISSION-WILL COME WITHWIFE TO GIVE SOCIAL APPEARANCE T

OPUBLIC YOUR TUGON ABOVE QUESTIONS AWAITED ON MONDAY-BIR

CH.

ENCLOSURE

100-428091-

5-116

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100-428091- 5116

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TO: DI	RECTOR, FBI (10	0-4280911	$\mathcal{M}^{\prime\prime}$	() () () () () () () () () () () () () (
	C, CHICAGO (134		120	MYNN
		-AG Dan D)	10	1/1/1/1/1
SUBJECT USO	<u>r</u> o.) - c	•		A MARKET
At	tached hereto i	s the text of	a message	prepared
by CG 5824-S the next con	* for transmitt tact by NY 694-	al to the Sov S*. This mes	iets in the	course of cessitated
by the chang	e in location of 4-S* has been u	f the Modern	Book Store,	Chicago,
his mail dro	ps.	erng Tor <i>g</i> , hu	iner of lés	rs as one or
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Please change immediately mailing address for following publications subscribed to by Hub under name Shields or Shoulders from 56 East Chicago Avenue, Chicago, Illinois 60611 to 6624 North Sheridan Road, Chicago, Illinois 60626:

Novosti
Pravda
Kommunist
New Times
Moscow News
International Affairs
World Economic Situation and International Affairs
Soviet Literature
Soviet Union
Culture and Life

Hub

ENCLOSURL

101-428011-5111

		Date: 9,	/30/65	
ısmi	it the following in	(Type in plain text or coa	(e)	
	AIRTEL	REGISTERED		
		(Priority or Metho	od of Mailing)	
	TO : DIR	ECTOR, FBI (100-428091)	R	
	FROM : SAC	, NEW YORK (100-134637)	22/2	(
	SUBJECT: OSOL		- Klistin	$\sim$
	IS=	o e	5-11/1/200	_
	(00	: CG)	RHAGOO	
	T a N	Wadankar Oloo list adalah a	politice.	
	radio communi	Yairtel, 9/29/65, which recation had been received t	which contained an	
	invitation fo	r GUS HALL to attend a re-	ception at the	
	povier missio	n to the United Nations in	n NY on 10/6/65.	
	ReN	Yairtel 9/23/65, which se	t forth, on page 3,	
		two Italians were at tha in discussions with CPUSA		
		e Italian CP advocacy of		
	On	9/30/65, NY 694-S* advise	d that he was in	
	contact with	GUS HALL, at latter's res	idence, in the	
		hours of this date. HAL n to attend the reception		
	he was advise	d of the fact that "the p	erson he is interested	
		would meet him at the ree had made no prior arran		
	with any Sovi		Bowellon oo week	
	-813RB	•	•	
	, 3)- BUREAU (1	00-428091) (RM)	.∱ ÷	•
,	1 - CHICAGO ( 1 - NY 134-91	134-46-Sub B) (AM-RM) (INV) (41)	•	
_	1 - NY 105-14	931-Sub C (NIKOLAI M. TAL	ANOV) (341)	
	1 - NY 100-13	4637 (41)		
	GEJ:rvs	TE COM	100-428091-4	
	(8)	EX 72		142
		EX 109	6 OCT 7 1965	
			e OCT 7 1965	
		<i>W</i>	-	

Special Agent in Charge

Sent \_\_\_\_\_ \_\_M Per. NY 100-134637

GUS HALL stated that this invitation could have been brought about by any of the following circumstances:

HALL made reference to the fact that two Italian CP officials were in NY recently and were engaged in discussion and heated argument with CPUSA functionaries concerning the Italian CP advocacy of polycentrism and also discussed the ideological dispute existing between the Chinese and the Soviet Union. HALL gave no details regarding this discussion but remarked that the Italians became very alarmed and excited. JIM JACKSON was very concerned about what happened and stated that the CPUSA leadership should discuss this matter further with the Russians. HALL was of the opinion that JACKSON may have contacted the Russians regarding this matter which could possibly have caused above reference invitation. Another possibility, according to HALL, was that the Italians may have contacted the Soviets and told them of their discussions with the CPUSA leadership, which, in turn, could have been the reason for this invitation. Another possible reason for the invitation could be that either ANDRE GROMYKO or NIKOLAI MOSTOVETS (International Department of the Central Committee of the CPSU) was in town and wanted to see him.

HALL instructed that a message be sent to the Soviets thanking them for their invitation and requesting that he be advised of the topic of the discussion and whether or not a translator would be present.

After a consultation with CG 5824-S\*, NY 694-S\* will send a message to the Soviets regarding this matter.

# ROUTE IN ELVA-LOPE

-		Date: 10/1/65	
Transm	nit the following i	in	
Via	AIRTEL	REGISTERED	
7 I.U	<u> </u>	(Priority)	
	TO :	DIRECTOR, FBI (100-428091)	0. 3
	FROM, :	SAC, NEW YORK (100-134637)	) por
9	SUBJECT:		
		IS-C (00: CG)	R
	messages,	On 10/1/65, NY 694-S* transmitted to the Soviets, secondary channel ISIDORE NEEDLEMAN, a number of some of which were ciphered-coded and some of tially coded. These messages were on	
		1. The following message was partially coded:	
	Isidore No	"Because of time element sending this through, eedleman channel is being utilized."	
		2. The following message was in ciphered-code:	
		"Central Committee SPSU	
	meeting yo	"Concerning your radio message of Wednesday re our Comrade at Soviet UN Mission.	·
Y	who wants and import A 1 S 13 R C BUREAU I - CHICAG I - NY 130 I - NY 100 GEJ:rvs	U (100-428091) (RM) REC-35. GO (134-46-Sub B) (AM-RM) /10-428091-5	3119
	(8)	100 A 1000	
65	Approved:	SentM Per	<u> </u>

NY 100-134637

"in advance. Respectfully request from you now to know who this Comrade will be. A most proficient translator furnished by you would greatly help these talks. Advise best time available my entering Mission. Will come with wife to give social appearance to public. Your radio communication on above questions awaited on Monday.

"Signed - Gus Hall"

Concerning above message, refer to NY airtel of 9/29/65, which reflected a radio communication received on that date, inviting GUS HALL to a reception on 10/8/65. Above message requests that the answers to HALL's questions be furnished by radio transmission on 10/4/65.

3. The following message was in ciphered-code:

"May we inquire about Carl Winter and when he will. return home. Please answer by radio transmission."

According to the informant, GUS HALL has inquired regarding return of CARL WINTER from his trip abroad.

4. The following message was in partial code:

"Sister Ann correct address 889, repeat 889. Sister Ann is next."

According to informant, the above message was sent for the purpose of correcting the address of a "drop," which had previously been furnished to the Soviets.

5. The following message was in partial code:

"Your walkie-talkie transmission of 9/27/65, was also good."

Regarding above, please refer to NY airtel of 9/29/65, wherein it is reflected that a test run of the walkie-talkie transmission was made on 9/27/65.

√OFTIONAL <u>F</u>ORM NO. 10 MAY 1962 EDITION GSA GEH, REG, NO. 27 UNITED STATES GOVERNMENT Belmont Moht DeLoach  $Memorandum_{
m ROUTE}$ Callahaa Contad. Felt. TO : Mr. Conrad October 4, 1965 DATE: Sullivan Tavel C. F. Downing Tele, Room Holmes SUBJECT: SOLO INTERNAL SECURITY - C Captioned case involves the Bureau's highly valuable confidential informant NY 694-S\* who has been receiving communications transmitted to him by radio. On 10/4/65, transmissions were heard by the Bureau's radio station at Midland at which time a message, NR 152 GR 185, was intercepted. The plain text and cipher text are attached. The New York Office is aware of the contents. ACTION: For information. ENCLOSURE Enclosure 1 - Mr. Conrad 2 - Mr. Sullivan (Attention: Mr. J. A. Sizoo, Mr. R. C. Putnam) 1 - Mr. Downing 1 - Mr. Newpher 1 - Mr. Paddock

65 OCT 11 1965

NR 152 GR 185

10/ 4/65

> 100-428091\_ 5-120 ENCLOSURE

ONSEPTEMBER#24#MAPLEINFORMEDUSTHATBIRCHLIKETOSEETH

EPERSONWHOMHEMETLASTYEARATSOVIETMISKIONTOTHEUN!ASM

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ONATSOVIETMISSIONWILLTAKE PLACEDNSEPTEMBER#8#FROM#1800#

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ITHEMEETINGWILLBEHELDFROM#1930#TOM2000#KDR#2030#AS

21T SCOPV XNIENTFORBIRCHD.INFORMATIONABOUTBULBKBULBW

22ILLFOLLOWLATERINASEPARATEMESSAGE. -

ENCLOSURE 100-428091-5120 MAY 1962 EDITION GSA GEN. REG! NO. 27 UNITED STATES GOVERNMENT lemorandum

### ROUTE IN EIN

DIRECTOR, FBI (100-428091)

DATE:

9/30/65

TO

SUBJECT:

SAC, CHICAGO (134-46-Sub F) (P)

SOLO IS 😓 C

Re Bureau letter, 5/4/60 and Chicago letter, 9/2/65.

Referenced Bureau letter instructed Chicago to set forth a monthly accounting of all receipts and disbursements of SOLO and Communist Party (CP). USA Reserve Funds in possession of CG 5824-S\*. Set forth below is such an accounting:

Balance of funds in possession of CG 5824-S\* as of 8/31/65

### SOLO;

Maintained in cash in safe deposit box, Mid-America National Bank, Chicago, Illinois........ \$29,101,08

Maintained in cash in safe deposit box, Michigan Avenue National Bank, Chicago, Illinois....

2,762.89

### CP, USA Reserve Funds

None .

Total

\$31,863.97

### Additions:

### SOLO

On 9/11/65 transfer of SOLO Funds, New York to SOLO Funds, Chicago ....:

..\$150,000.00

Bureau (RM)

New York (RM) JCI 4 (SOLO) 11 (SOLO) 11 (SOLO) 11 (SOLO) 12 (SOLO)

REC 66 100-428091

(1 - 100-128861) (CP, USA - RESERVE FUNDS)

1 - Chicago

RWH/vmm

6 CCT 8 1965

CP,	USA	Reserve	: Fi	unds.
	-			
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Repayment of loan made 7/27/65 to CLAUDE LIGHTFOOT, CP of Illinois......\$ 100.00

Total \$150,100.00

### Disbursements

### SOLO

On 9/1/65 to MAX WEINSTEIN, Chicago, as salary	\$ 500,00
On 9/2/65 as payment for two portable typewriters, wholesale, for and	
	89.47
On 9/5-9/65 as cost of food, drinks, entertainment, transportation and other miscellaneous expenses of PHIL and COR BART in Chicago.	NIE .
	25.00
On 9/5/65 to PHIL BART for use in payment of motel bill	50.00
On 9/8-11/65 for meals, for GUS HALL chicago and Culver, Indiana	n 25.00
On 9/8/65 for rental, per instructions GUS HALL of Cortez Camper unit	of 175.00
On 9/8/65 as deposit for mileage costs on Cortez Camper	100.00
On 9/8/65 for purchase of linen, blank cooking utensils and other miscellaned	cet's,
items for use in Cortez Camper	86.00

On 9/9/65 as purchase price for 500 shares of stock murchased for HALL's	
., ., ., ., ., ., ., ., ., ., ., ., ., .	,332.70
On 9/9/65 to PHIL BART to cover cost of auto repairs for BART's auto	40.00
On 9/9/65 for cost of motel room for GUS HALL, Culver, Indiana	8,00
On 9/10/65 to CLAUDE LIGHTFOOT for expense of CP, USA youth meeting	20,00
On 9/10/65 to ISHMAEL FLORY for African- American Heritage Association	- 5.00
On 9/10-11/65 for miscellaneous expenses of GUS HALL, including long distance telephone calls, tips, personal purchases, transportation, etc.	45.00
On 9/11/65 for cost of hotel room for GUS HALL, Chicago	14,60
On 9/11/65 as cost of shoes purchased for GUS HALL	12.50
On 9/11/65 as purchase price of books, pamphlets and paperbacks purchased for GUS HALL	13,00
On 9/11/65 as cost of books mailed abroad to the CP of the Soviet Union and other socialist countries	30,00
On 9/13/65 to MARTIN MITCHELL for expenses connected with GUS HALL tax matter	5,00

,		- <del></del>
- ·	On 9/13/65 for JACK KLING as reimbursement for money provided PHIL BART	50.00
स्था है। इ.स. १	On 9/14/65 as purchase price for 500 shares of stock nurchased for GUS HALL's	4,332,70
	On 9/19/65 to JACK KLING for transmittal to CLAUDE LIGHTFOOT as subsidy for CP youth work, West Side Project	200.00
ا الله الله الله الله الله الله الله ال	On 9/19/65 to JACK KLING as reimbursement of expenses incurred during burial of PETTI PERRY, Chicago, 8/65	S 100.00
= -17 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	On 9/25/65 to LOU DISKIN, Modern Book Store, Chicago, for books and miscellaneous pamphlets mailed directly abroad	50,00
garantan dan sebagai Karantan dan sebagai Karantan dan sebagai Karantan dan sebagai	On 9/28/65 to JACK KLING to hold as CP, USA depository1	5,000.00
CP,	Total \$2	5,308,97
- - -	On 9/24/65 as loaned to CLAUDE LIGHTFOOT for legal expenses	100.00
Balance o	Total Disbursements \$2 f funds in possession of k as of 9/30/65	5.,408.97
SÖLO	Maintained in cash in safe deposit box,	

\$100,000.00

Maintained in cash in safe deposit box Michigan Avenue National Bank, Chicago, Illinois.....

.\$ 56,555.00

Total

\$156,555.00

### CP, USA Reserve Funds

None

DNCLASSIFICATION AUTHORITY DERIVED FBI AUTOMATIC DECLASSIFICATION GUIDE

DATE 01-18-2012

1 - Mr. R. C. Putnam, Room 813 RB

1 - Mr. Griffith 1 - Mr. English

10/1/65



To: SAC, Chicago (134-46 Sub B)

ROUTE IN ENVELOPE

From: Director, FBI (100-428091) - 5/22

SOLO IS - C

Reurairtel 9/22/65 requesting that the Laboratory prepare a fictitious Illinois operator's license in the name Sydney S. Lesser in connection with a new legend to be used by CG5824-S\* during the course of an expected SOLO Mission to Latin America in the very near future.

In accordance with this request, there is enclosed herewith the fictitious license in the requested name. Also enclosed is the expired license under the current legend which Chicago furnished for the assistance of the Laboratory.

Enclosures (2)

MAULED & OCT 1 1935 FCW:fa/(6) Delloach.

Callahan Conrad =

TELETYPE UNIT

Classified by Exempt from GDS

Date of Declassification

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Transmit	the	following	ín

(Type in plaintext or code)

AIRTEL

REGISTERED MAIL

DIRECTOR, FBI (100-428091)

FROM:

SOLO IS - C SAC, CHICAGO

(134-46 Sub B)

ATTN: FBI LABORATORY

ReCGairtel to Bureau dated 9/22/65.

In connection with the preparation of a new legend for the use of CG 5824-S\* during the course of an expected Solo Mission to Latin America during the very near future, the FBI Laboratory is requested to prepare a fabrication of an Illinois Operator's License in the name of the new cover identity. As you know, the Laboratory within the past week prepared a similar fabrication in order to update the legend currently being utilized by this informant during the course of Solo Missions to the Soviet The reasons for the preparation of this new legend are set forth in reCGairtel.

For the assistance of the Laboratory in preparing this fabrication, there is enclosed herewith the expired license under the current legend, which shows the peculiar color of ink used thereon and the spacing characteristic of these licenses. It is noted that this expired license was also prepared by the Laboratory in 1962.

Also enclosed for the Laboratory is a blank Operator's Licenselon which the "fabrication" is requested. It is noted that this blank was obtained through a SAC contact of the Springfield Office for this purpose in early 1964 at which time consideration was being given to a change

1-813RB (3) Bureau (Enc.) 2) (RM) 1-Chicago

WAB: MOW (4)

Approved: .

gelassification Indefinite

CG 134-46 Sub B

TUP CRET

in legend which was subsequently postponed. This was while CHARLES F. CARPENTIER was Secretary of State of the State of Illinois. However, CARPENTIER died on 4/3/64 and thus the date of issuance of this fabricated license must be prior to that time. Therefore, it is requested that the following information be inserted in the blank license form:

SEX	. M
HEÏGHT	5 07
WEIGHT	150
HAIR	BRN
EYES	BLUE
BIRTH DATE	02 11 02
CODE	1
LICENSE NUMBER	L260-7970-2042
<b>PATE ISSUED</b>	02 18 64
EXPIRATION DATE	02 11 68

NAME AND ADDRESS

SYDNEY S LESSER 108 GENTRY CT ROSELLE

The following number should be inserted to the right of the second line of the name and address of the license holder:

6232

Since the Solo Mission to Latin America may materialize almost immediately, the FBI Laboratory is requested to give this request most expeditious attention and return the finished product by airtel.



OPTIONAL FORM NO. 10 MAY WAY DUTING GEA GEN, LEG. 27 UNITED STATES GOVERNMENT

### MemorandumROUTE IN ENVELOPE

TO :Mr. W. C. Sullivan

Mr. F. J. Baumgardner

October 6, 1965 DATE:

> 1 - Belmont 1 - Sullivan

1 - Baumgardner

1 - Liaison

1 - R. C. Putnam

Callahan Contad Felt.

Sulliver Tavel 🚅

Holmes

SUBJECT: SOLO

INTERNAL SECURITY - COMMUNIST

BP

FROM

On 10/4/65 a message was received from the Soviets via radio by NY 694-S\* which set up a meeting between Gus Hall, General Secretary, Communist Party, USA, and a high-ranking official believed by NY 694-S\* to be Andrei Gromyko, Soviet Foreign Minister. This meeting will be held at the Soviet Mission to the United Nations in New York City on 10/8/65 during the time that a reception is in progress:

Topics to be discussed at this conference reportedly. will include the situation in South Vietnam resulting from the aggression of the United States and steps taken by the Communist Party of Italy to unmask United States policy in Vietnam.

The most important topic to be discussed will be the reaction of the leadership of the Communist Party, USA, to private discussions held by them recently in New York City with a delegation of the Communist Party of Italy. The Italian delegation was composed of two people, Giuliano Pajetta, member of the Central Committee of the Communist Party of Italy, Director of its International Department and Vice Chairman of the Foreign Affairs Commission of the Italian Senate, and Senator Luigi Conte, member of the Central Control Commission and of the Regional Committee of the Communist Party of Italy.

Although published reports of the conference between leaders of the Communist Party, USA, and the delegation of the Communist Party of Italy in the communist press in the United States and Italy reflect there was complete agreement on matters discussed, there were some heated arguments. - The major issue of dispute concerned the Communist Party of Italy's advocacy of polycentrism, the doctrine that there may be many autonomous centers of communism. So much concern was generated as a result of this conference that the meeting between Hall and Gromyko was requested by the Communist Party, USA. 100-428091-5123

100-428091 Enclosures - Sent 10-7- 65 - eam CONTINUED--OVER

в ост 12 1965 г. г.

65 OCT 15 1965

RCP:pah

Memorandum to Mr. W. C. Sullivan Re: SOLO 100-428091

There is an excellent possibility that through our high-level informant coverage we will be able to ascertain the details of the discussion between Hall and Gromyko. If this information is obtained it will, of course, be promptly disseminated.

### RECOMMENDATION:

That the attached summary incorporating the data furnished by NY 694-S\* be sent to Honorable Marvin Watson, Special Assistant to the President; Honorable Dean Rusk, Secretary of State; Vice Admiral William F. Raborn, Jr., Director of Central Intelligence Agency; the Attorney General and the Deputy Attorney General, by routing slips.

1500

JORIN Wells. Do

## ROUTE IN ENVELOPE

October 7, 1965

5040

COMMUNIST PARTY. USA INTERNATIONAL RELATIONS

I - Belmont 1 - Sullivan 1 - Baumgardner

1 - Liaison 1 - R. C. Putnam

A source which has furnished reliable information in the past has advised as follows:

Gus Hall, General Secretary of the Communist Party, USA, will attend a reception at the Mission of the Soviet Union to the United Nations in New York, New York, on October 8, 1965, While at the reception, Hall will confer privately with a highlevel official, believed to be Andrei Gromyko, Foreign Ministers of the Soviet Union.

Topics to be discussed at this conference reportedly will include the situation in South Vietnam resulting from the aggression of the United States and steps taken by the Communist Party of Italy to unmask United States policy in Vietnam.

The most important topic to be discussed will be the reaction of the leadership of the Communist Party, USA, to private discussions held recently in New York City with a delegation of the Communist Party of Italy. The Italian delegation was composed of two people, Giuliano Pajetta, member of the Central Committee of the Communist Party of Italy, Director of its International Department and Vice Chairman of the Foreign Affairs Commission of the Italian Senate, and Senator Luigi Conte, member of the Central Control Commission and of the Regional Committee of the Communist Party of Italy.

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Gandy HAIL ROOM TELE	ETYPE UNIT L			The state of the s



### COMMUNIST PARTY, USA INTERNATIONAL RELATIONS

major issue of dispute concerned the Communist Party of Italy's advocacy of polycentrism, the doctrine that there may be many autonomous centers of communism. So much concern was generated as a result of this conference that the meeting between Hall and Gromyko was requested by the Communist Party, USA.

Because of the sensitive nature of the source which furnished the above information; this communication is classified "Top seret."

Classified "To Secret" since authorized disclosure of this information could reveal the identity of the source (NY 694-S\*) who is of continuing value and such revelation could result in exceptionally grave damage to the Nation. See memorandum Baumgardner to Sullivan, dated 10/6/65, captioned "Solo, Internal Security, Communist," prepared by RCP:pah. Dissemination of this memorandum is being made to Honorable Marvin Watson, Special Assistant to the President; Honorable Dean Rusk, Sécretary of State; Vice Admiral William F. Raborn, Jr., Director of Central Intelligence Agency; and the Attorney General and Deputy Attorney General by routing slips. Information extracted from Nyairtels 10/4/65 and 9/30/65, both captioned "Solo. IS - C."

### ROUTE IN ENVIROPE

Date: 10/4/

A transi	(Type in plaintext or c	oue,	<u> </u>
AIRTEL	REGISTERED (Priority	<del></del>	
		// - — — — — — — — — — — — — — — — — — — —	
TO :	DIRECTOR, FBI (100-428091	) (	18
FROM :	SAC, NEW YORK (100-134637		シップ
SUBJECT.	Osolo IS-C	5-17	
via radio is as fol	On 10/4/65, there was reco, a coded-ciphered message	eived from the Soviets, , the plain text of wh	ich
Miss disc dele in ini Stat thes Rece from with 1930 Info	"On 9/24 JAMES JACKSON in to see the person whom he sion to U.N. As JACKSON satus results of meeting in eation of Italian CP, situs connection with aggression clative of Italian CP in unces polici in South Vietnam se questions be discussed a eption at Soviet Mission will also to 2000. It would be his wife at 1900. The meeting to 2000 (or 2030) as it's breate message."	met last year at Sovidid HALL was intended to New York City with ation in South Vietnam of United States, masking of United HALL may expect ta high level. It take place on 9/8 e good for HALL to cometing will be held from convenient for HALL. will follow later in a	et Ma
assumes GROMYKO,	Re above, see NY airtel 1 that the Soviet who is to m Soviet Foreign Minister.	0/1/65. NY 694-S* meet GUS HALL is ANDREI	÷ •
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ACB:msb (8)		6 OCT 12 1965	<b>.</b>
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ROUTE IN ENVELOPE

DIRECTOR, FBI (100-428091)

DATE:

10/5/65

SAC, NEW YORK (100-134637)

SUBJECT: SOLO

ReNYlet 9/1/65.

5-RPDom

The records of the NYO reflect the following transactions regarding SOLO Funds during the month of September, 1965:

### Credits

9/1/65 On Hand

\$1,036,533.78

### Debits

9/14/65 To GUS HALL, an undisclosed part thereof for American Institute of Marxist Studies

\$ 10,000.00

9/16/65 Transfer of Solo Funds, New York, to Solo Funds, Chicago

150,000.00

9/28/65 TO HELEN WINTER for transmittal to JESSICA SMITH for operation of

"New World Review"

10,000.00

9/30/65 To LENA SCHERER for

CPUSA National Office Expenses

20,000.00

190,000.00

846,533.78 Balance -

100-42 8091-5126

- Bureau (RM)

REC-22

1 - Chicago (134-46-Sub B)(RM) THC-22 /00-1 - NY 134-91 (INV)(41) 1 - NY 100-128861-Sub B (CPUSA, RESERVE FUNDS)(42)

1 - NY 100-134637 (41)

ACB:msb (6)

6 OCT 12 1965

**6140** 

5 1965, U.S. Savings Bonds Regularly on the Payroll Savings Plan

OPTIONAL FORM NO. 10 MAY 1962 EDITION GSA GEN. REO, NO. 27 UNITED STATES GOVERNMENT Belmont Mohr . DeLoach Iemorandum ROUTE IN ENVELOPE Callahar Contad. Felt -DATE: October 7, 1965 Mr. Conrad < Rosen . Sullivan Tovel. Trotter Tele, Room F. Downing Holmes SUBJECT: (C) SOLO INTERNAL SECURITY - C Captioned case involves the Bureau's highly valuable confidential informant NY 694-S\* who has been receiving communications transmitted to him by radio. On 10/7/65, transmissions were heard by the Bureau's radio station at Midland at which time a message, NR 844 GR 297, was intercepted. The plain text and cipher text are attached. The New York Office is aware of the contents. ACTION: For information. 1 ENCLOSURE Enclosure - Mr. Conrad 2 - Mr./Sullivan (Attention: Mr. J. A. Sizoo, Mr. R. C. Putnam) 1 - Mr. Downing 1 - Mr. Newpher 1 - Mr. Paddock REC-21

65 OCT 15 1965

TO

*B*T

NR 844 GR 297

10/ 7/65

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87380 82674 25692 44063 73643 23652 10810 -

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ENCLOSURE

100-428091-5127

INFORMBIRCHITHAT #1# INTHEABRIDGEDTRINSLATION MADEBY "NEWSPRESSAGENCY OF THE GENERAL I NESOF THE SEPTEMBER #5# "PRAVDA " EDITORIAL ABOUT ENIN'S WATIONAL POLICY THERE WA SHOTANYSPECIFICHE ERENCE TO THE LENIN'S STRUGGLE AGAINS THATIONALISMANDANTISEMITISMIN WARTICULAR THATPARTOF THEARTICLE HAS CORRECTLY RPRODUCED IN THE SEPTEMBER #19# WORKER | SSUE | HOONSI DERING YOUR SUGGESTION TO PUBLISHIN RUSSIANTHREEISSUESPFEDDYKEDDYPUBLISHERSTHINKTHA THOU IETREADERS WOULD PREAFER TO HAVE A POLLECTION OF LARTIC LESAB FUTTHENEGROMOVEMENT INTHESTATES THECOLLECTIONS OULDCONS ISTOFART ICLESWRITTEN BY MARXISTWRITERS INCLUD INGHOURSELFANDALSOTHEMOSTIMPORTANTMATERIAL ROMEDDY O HECOLLECTIONHEMAYDIRECTLYCONTACTOUR PROGRESS PUBLI S SHINGHOUSEWHICHISREADYTOPUBLISHSUCHACOLLECTIONOFAB OUT#300#PAGES #3# WEASKYOUONCEAGAINTOGIVEYOUROPINI
ONREGALYDINGTHEVISITOFCLARASILBERSTEIN TOWEST #4# BULB BULBLEFTHOTELFORVELLAGE ON OCTOBER #2# WHERE HEPLANED TOSTAY FOR SOMEDAYS AND WAS GOING TO FLYTOHA € ZELONOCTOBER#6# ..

ENCLOSUR<sup>#</sup>.

100-42 50 91-5127

V		
UNITED STATES GOVERNMENT	0	M.Tolson
3.6 1	re in enve	LOPE Casper Collabor
TO : Mr. W. C. Sullivar	DATE: October 8, 1	Felt
FROM: Mr. F. J. Baumgardner	1 - Belmont 1 - Sullivar 1 - Baumgard 1 - R. C. Po	Tavel Trotter Tele. Room Holmes Gandy
SUBJECT: USOLO INTERNAL SECURITY - COMMUN		C. L. Brayes
My memorandum of 9/7/65 se disbursements of funds from the Sovi Communist Party, USA, during August, shows the present status of these fu disbursements during September, 1965	et Union and Red Chi 1965. The following inds, together with i	ina by the g schedule
SUMMARY:		•
Total received from the Soviet Union Total received from Red China 2/60 to Grand total received 9/58 to 9/30/65	6 9/30/65	50,000.00 3,257,463.00 2,254,374.22
* \$846,533.78 maintained by NY -\$156,555.00 maintained by CG (\$150,000 was transferred from	5824-S* in Chicago.	-
DETAILS:	•	•
Total received from Soviet Union 9/5 Total received from Red China 2/60 t Grand total received 9/58 to 8/31/65 Total disbursements to 8/31/65 Balance of Fund 8/31/65	o 8/31/65:	50,000.00 3,257,463.00 2,189,065.25
DISBURSEMENTS DURING SEPTEMBER, 1965	<u>i:</u>	
9/1/65 - To Max Weinstein for salary develop cover companies for	(he is attempting the Party)	to ••••• 500.00
9/2-11/65 - To purchase-portable types son and son-in-law and miscon Hall, who is General Secret Party, USA	ellaneous items for	0.2
100-428091	200 100 - 42	8091-5128
RCP:pah CONTINUE	10 OCT.	1965
65 OCT 15 1955	— pyrk	A Control of the Cont

Memorandum to Mr. W. C. Sullivan Re: SOLO 100-428091

9/5-9/65 - For expenses of Party leaders Phil and Connie Bart during visit to Chicago\$	165:00
9/8-13/65 - For Gus Hall's expenses during Party youth school in Indiana including rental of trailor, meals, tips, etc	<b>458.60</b>
9/9,14/65 - To purchase 1,000 shares of stock for Gus Hall's son-in-law at Hall's instructions. 500 shares on each date	8,665:40
9/10/65 - To Claude Lightfoot for Party youth meeting expenses	25.00
9/11,25/65 - Cost of books mailed to Communist Party of Soviet Union and other socialist countries	80.00
9/14/65 - To Gus Hall, an undisclosed part of which is for the American Institute for Marxist Studies, a Party front	10,000.00
9/19/65 - To Jack Kling, Party official in Illinois for Party youth subsidy (\$200) and expenses for funeral of Pettis Perry, former Party functionary.	300,00
9/28/65 - To Jack Kling to hold as depository	15,000.00
9/28/65 - Subsidy for "New York Review," pro-Soviet publication	10,000.00
9/30/65 - For expenses of Party's national office	20,000.00
TOTAL DISBURSEMENTS FOR SEPTEMBER, 1965:\$	65,308.97
BALANCE OF FUND, SEPTEMBER, 1965	,003,088.78
ACTION:	

None. This memorandum is submitted for your information. An up-to-date accounting of Solo funds will be brought to your attention each month. Details of the accounting of these funds are not to be disseminated.

- 2 -

## ROUTE IN ENVIOPE

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Approved: - AND A	Agent in Charge	Sent	N	Per		<del></del>
65 OCT 15 1995	unusyu				-	

### ROUTE IN ELLEPE

NY 100-134637

"Hello

"This is a test and also a message to CCCPSU from GUS HALL.

"1. Will be at USSR UN on time.

"2. MORRIS CHILDS will depart several days after our National Board meeting to Moscow to see Central Committee on questions on my behalf. Notify USSR Embassy in Prague to have floating visa for HAROLD JULES. Also notify Czechoslovakia Central Committee to have a visa for JULES both in Czechoslovakia Paris Embassy or at Prague airport.

"3. Notify CC, CP of Chile that HENRY WINSTON and a CP youth will be delegates at Chilean conference.

"Acknowledge this by radio."

(Re #3 above, see NY airtel 9/24/65.)

-36 (Rév. 5-22-64)	<b>ದ</b>		<b>ස</b>	
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and the first of the first		Date: 10/7/65	; 5 !	
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FROM: S	AC, CHICAGO (134-40	6 Sub B)	RP	Laour
Subject: Os	S - C		5-11 80	Muster
	inclosed herewith for k 1 copy of an infe			
"Document P	repared by Phil Franceived on 10	ankfeld Regard:	ing New Era Bo	oks,
RICHARD W. set forth i	HANSEN and WALTER An enclosed information on 10/3/65.	A. BOYLE. The	information	
	Pertinent informations statement is being on.			
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Bureau	(Encls: 3) (RM)			
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Approved: Special Reply in Charge Sent \_

### Document Prepared by Phil Frankfeld Regarding New Era Books, New York City

On October 2, 1965, GUS HALL, General Secretary, CP, USA, had in his possession a document dated September 22, 1965, which had been prepared by PHIL FRANKFELD, operator of New Era Books, New York City. The text of this document together with several parenthetical additions which have been added for the purpose of giving the document additional clarity was as follows:

Sept. 22nd, 1965

### Dear Gus:

I spoke to the business representative of the firm (Mezhdunarodnata Kniga) I've been dealing with for 5 years. Everything was more or less straightened out. Books and pamphlets are now being received. There was one matter he spoke about and said that only you can resolve by your writing and passing it along through your contacts.

He urged that you write that the following outstanding debts be cancelled out since the business (New Era Books) was operating at a net loss; that the firm had and will continue to do its best to develop the sale of English translations not only of the classics but also contemporary books and pamphlets, etc.

The debts are as follows: \$1,500

- \$1,500.00 for moving the shop, buying of metal bookcases, labor, materials, etc. in 1963. This money was lst extended as a loan but can be written off.
  - 700.00 monies extended for advertising and promotion in early January, 1965 but used for other business purposes.
  - 525.00 monies due on periodicals for 1965 and one of the very few invoices not paid.
- \$2,725.00 TOTAL SUM INVOLVED. The gentleman I saw yesterday made it clear that the amount involved was not large but had to explained on the other end.

He also pointed out that the reason they have no question about writing off this debt is due to the fact that for 4 years we always paid our bills—always.

One other matter, Gus. In your letter, please mention once again the committments made in the past about advertising and promotion. They had promised \$5,000,00 annually, but never exceeded \$3,500.00. Every pe dollar advanced was covered with proper invoices and receipts down to the last penny—excepting the \$700.00 of this year. They promised another \$2,000.00 for 1965, although I asked for \$3,500.00 - and even that has not been received. Please take care of this matter since we do want to get out a catalog and advertise and promote some new books now in print, etc.

### Phil

In discussing the above document, HALL stated that he wanted the matter raised by FRANKFELD concerning the cancelation of certain outstanding debts be taken up with representatives of the CPSU as soon as possible.

# ROUTE IN ENVELOPE

Date: 10/11/65

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FROM:	SAC, NEW YORK (100-13	34637)	The Company of the Co
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SUBJECT	(SOLO)	5	12
Soviets the pla	On 10/11/65, there we via radio, two partial in texts of which are as	lly coded-cip	from the hered messages,
	1. "Dear Comrade Gus	Hall	
Communication of your notices of policy of social in the contraction of the contraction o	ding leader of American st movement on the occas party. Wish you good lole work in mobilizing of United States for stoof American imperialism progress, friendship among CCCPSU.	sion of the 5 nealth and su CPUSA and all ruggle agains , for peace,	5th anniversary access in progressive aggressive democracy,
3-Burear 1-Chicar 1-New You 1-New You 1-New You ACB: bca	go.`(134-46 sub B) ork (134-91)(INV)(41) ork (105-14931-sub C)(N ork	TX IVE	ANOV)(341)
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NY 100-134637

"Inform Gus Hall that the above mentioned congratulations will not be published in the press."

Re above, it should be noted that the Soviets obviously have blundered in that the message should have been a message of congratulations to Gus HALL on his 55th birthday, which he celebrated several days ago.

2. "Your message through thems was received on October 6. It was hard to understand, for you have been speaking too fast and not distinctly. For better results it is desirable to speak slowly and more distinctly and to use cipher for it is easiest to deliver with figures".

Re above, see NY airtel, 10/7/65 reflecting that on 10/6/65, NY 694-S\* sent a message to the Soviets via the micro-transmitter.

## ROUTE IN ENVELOPE

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		Date: 10/7/65
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2	FROM:	SAC, NEW YORK (100-134637)
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		THE THE PARTY OF T
	ь .	On 10/7/65, there were received from the
	Soviets	via radio several partially coded-ciphered
,	messages	, the plain texts of which are as follows:
,	<b>4</b> ∳'	"Inform Gus Hall that.
	,	TITT OF INC ACE TICATE ONG OF
		1. In the abridged translation made by
	News Pro	ess Agency! of the general lines of the
1	Septembe:	r 5 'Pravda' editorial about Lenin's national
	policy the	here was not any specific reference to the
1	Lenin's	struggle against nationalism and anti-Semitism
	in partic	cular. That part of the article was correctly
],	Re abovi	ed in the September 19 Worker' issue. e, see NY airtel, 9/22/65, page 6).
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NY 100-134637

2. Considering your suggestion to publish in Russia three issues of 'Freedomways', our publishers think that Soviet readers would prefer to have a collection of articles about the Negro movement in the States. The collection could consist of articles written by Marxist writers including yourself and also the most important material from 'Freedomways'. If any of your friends entrusted with the preparation of the collection, he may directly contact our 'Progress' publishing house which is ready to publish such a collection of about 300 pages. (Re above, see NY airtel, 9/22/65, page 6.)



3. We ask you once again to give your opinion regarding the visit of Clara Silberstein to USSR. (Re above, see NY airtel, 8/17/65, page 2)

4. Carl Winter left Moscow for London on October 2 where he planned to stay for some days and was going to fly to New York City on October 6.

# ROUTE IN ENVELOPE

SAC, New York (100-134637)

10/20/65

Director, FBI (100-428091)

BT (

OSOLO Osolo

1 - Baumgardner (Field Supervision 1 - R. C. Putnam

Reurairtel 10/14/65, copy to Chicago, which listed individuals scheduled to travel abroad as part of Communist Party, USA, delegations and which stated pertinent information would be furnished interested offices.

In similar situations in the future your should clearly set forth that such information will be furnished interested offices under individual captions with instructions to handle in accordance with current instructions relating to foreign travel by security subjects. Appropriate cautionary statements regarding data furnished by NY 694-S\* or CG 5824-S\* should, of course, be included in the communications to these offices.

1 - Chicago (134-46 Sub B)

RCP:pah Jul

NOTE:

New York statement that pertinent information would be furnished interested offices requires follow-up by various units at the Bureau to insure that offices involved are following current procedures relating to travel abroad by security subjects. If instructions in this letter are followed, this should eliminate the necessity for such repetitive letters.

	MAII	ED 25	7	
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Rosen Sullivan Tavel	VI	/	, () () .	
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**EX-100** 

REG 7800-428091-10513

11 OCT 19 1965

OPTIONAL FORM NO. 10 MAY 1942 EDITION GSA GEN, REG. NO., 27 Tolson Belmont . UNITED STATES GOVERNMENT Mohr. DeLooch. 1emorandum ROUTE IN EN Casper. Callahan Contad . Felt -Gale Mr. Conrad DATE: October 11, 1965 ullivan Tavel. Trotter Tele, Room FROM 🖋 C. F. Downing Holmes Gandy SUBJECT: SOLO INTERNAL SECURITY - C. Captioned case involves the Bureau's highly valuable confidential informant NY 694-S\* who has been receiving communications transmitted to him by radio. On 10/11/65, transmissions were heard by the Bureau's radio station at Midland at which time a message NR 807 GR 219, was intercepted. The plain text and cipher text are attached The New York Office is aware of the contents. ACTION: For information. JENCLOSURE Enclosure 1 - Mr. Conrad 2 - Mr. Sullivan (Attention: Mr. J. A. Sizoo, Mr. R. C. Putnam) 1 - Mr. Downing 1 - Mr. Newpher 1 - Mr. Paddock -ale HS:dek

65 OCT 15 1965

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Via -	AIRTEL	RE	EGISTERED (Priority)		 	<b>-</b>
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	document trip to	was given by HEI which she desc Moscow of 7 CPU ort had been pro		A functionary, t concerning the rding to WINTER	he b6 R, b7C	
	,	Copies of the Bureau and Chica	said reportibare	enclosed here	with	
	BURE 1 - CHIC 1 - NY 1	AU (100-428091) AGO (134-46-Sub	(Entr. 1)(RM) B)(AM-RM)(ENCL) V)(41)	1	B	
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NR 807 GR 219

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### .10/11/65

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100-42809/-ENCLOSURE

#1# MESSAGEFORBIRCH DEARCOMRADEBIRCH REFEREECOACHH EARTILY CONGRATULATES YOU AS AN OUTSTANDING LEADER OF AMER I CANANDINTERNATIONAL COMMUNIST HOVEMENT ON THE OCCASION OFTHE#55#ANNIVERSARYOFYOURBIRTHDAY WISHYOUGOODHEAL THANDSUCCESSINYOURNOBLEWORKINMOBILIZINGBOXERANDALL PROGRESSIVE FORCES OF COVE FOR STRUGGLE AGAINST AGGRESSI EPOLICYOFAMERICANPLUGFORPEACE, DEMOCRACY, SOCIAL PROG RESS, FRIENDSHIPAMONGAMERICANANDSOVIETPEOPLES REFER EECOACH INFORMBIRC THE ABOVEMENT I ONED CONGRATULA TIONSWOULDWOTBEPUBLISHEDINTHEPRESS #2# YOURMESSAGE THROUGHOIRLSWASRECEIVEDONDCTOBER#6#1. ITWASHARDTOUND. ERSTANDFORYOUHAVEBEENSPEATINGTOOFASTANDINDISTINCTL Y FORBETTERRESULTS IT IS DESIRABLE TO SPEAK SLOWLY AND MOR

EDISTINCTLY AND TO USE CIPHER FOR IT IS EASIES TO DEAL WITHFI

GURES!

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### REPORT OF THE COVIET TOUR

This report is divided into two ports, the first is an itinerary and some of the main activities of the tour, the second is an evaluation of the trip.

When we first arrived in Foccow no one was there to meet us at the airport. We get in touch with the central committee of the Komsomol which sent out a bus for us. We stayed in the Komsomol hotel for one night and were transferred to the Party Hotel the next day after they were told of our arrival. It seems that they know that we were arriving on the eighth but they didn't know the particular flight. They said they had never received the information. Maybe the problem was that the information was sent to Rechitov who was on vacation.

The Covieta or anized the tour as a sort of course on the U.S.J.R. The first few days were spent in Moscow having discussions at the Law and Recommics Institutes, at the Central Committee of Trade Unions, and at Kemsomel. We also went to Poscow University and had a general tour of the city. Refere we left we not with the ambassador of North Vietnam. The idea was that first we would learn the general and then, in the field we would so into specifics.

Our next stop was Leningrad. He went on tours of the city with special emphasis being put on the history of the October Revolution and the 900 day sieze of Liningrad. We visited a turbine and Emerator factory, and a pro-fabricated housing factory. We also had a discussion with the Party Committee of the city.

100-423071-500

ENCLOSURE

We then flow to Alma-Ata, the capital of Raxakstan. We had discussions about the republic and its multi-national character. We talked with the minister of health and loarned about the system of health care in the U.S.S.R.. We not with the Komsemol. We visited a textile factory and a state tobacco farm. There was sleet a delightfut trip to the mountains where we went swirming and mountain climbing. On our last day there we not with the first secretary and speaker of the Kazakstan Topublic.

We then flow to Triutsk in Siberia. We stayed noor Lake Daikal. We talked to one of the first secretarys of the party and the Chairman of the City Seviet and had discussions about Siberia and its growth. We also talked to one of the heads of the Komserol. We visited the aluminum factory near Triutsk and the Triutsk power station where we learned much about Lake Taikal.

From Induted we flow to bratch for a day. To visited the dam and power attation and the new wood-processing factory which is near completion. We were invited to a girls Cornitory where we were warmly precited and had an opportunity to exchange experiences with them. We also learned about the history and future of Eratch. This was one of the most impressive parts of our trip.

We returned to "secon where we saw sums tallete and opent some time shopping (mainly at Gums 'epartment store). We also not with the Supreme Sustice of the Supreme Court of the Sussian Federation with when we had a very informative talk. On our last day we talked to Micolai from the Contral Committee of the Farty. Le gave us a very good talk about the role of the Chinese and the present international estuation. 'e also gave him our criticism of the trip, which was very well received. This discussion and mainly a summing up of the tour and helped us put much of what we had learned in its proper perspective.

#### PART II

On the whole I must say that the effect on all of those who went on the trip was profound. To a great extent it served to fill the gap we had on how socialism works in practice, and particularly how it works in the Soviet Union. Through discussions of the legal system, seenomic set-up, the role of the Seviets, whale unions, Komsemel and the Party I think we all gained a basic understanding of the system. As someone on the tour put it, the downtry is just one big collective. Criticism and self-criticism and how it is part of every aspect of life was very impressive and affected our way of thinking. There was the opportunity to incorporate into our own collective the healthy attitude we encountered amon, the Soviet people. I can say that the tour has made as all better communists. We have a better understanding of the international role of the U.S.S.R. and our own role and duty as young. American Communists to the international movement.

Now to get down to the problems. I will divide them into two categrosis: ours and theirs. First the letter. This of course was the first town of its kind problems were to be expected.

We had little opportunity to speak to what we would call "averag youth. I have noticed the type of questions that are asked about the trip which are often directed towards the feelings and conditions of the "average" person.

Although we had the opportunity to meet with the North Vietname ambadsador, we didn't have the chance to see the South Vietnamese. We would also have liked to see the Cubans and other delegations that we can't normally see.

There was also the problem, (if you can call it a problem) of doing too much in one day. On some days we would have two meetings, a too museum, and a ballet in the evening. We would then try to meet as ong

ourselves to discuss what we saw that day and what we were going to see the followin day. Periodically one of us would break down and have to skip some activities. (Maybe the enswer is to send stronger people !) Seriously, there should be specific time set aside for rest and discussion. We gave all this criticism to the Soviets.

Mow for the problems that we had. To begin with, the root of many of the problems of our "travelling collective" stem from the fact that there was no preparation preceding the trip. We should have had the opportunity to meet at least once if not a few times. We should have had at least one orientation session with someone who knew about the Seviet Union. We all felt that an organized week of studying special aspects of the country beforehand would have made a tremendous difference both on the level of our questions and what we could have derived from the answers. If possible I would hope that the itinerary would be available before a delegation left in order to concentrate on specific areas. After learning about the Seviet Union and its international role we were all/struck by the importance for this to become the general knowledge of all young communists.

The development of our collective took longer because we had never met as such before. There should be more attention paid to the selection of future members and leaders of delegations. In ones sense the trip serves as a reinforcement of ideas for young cadre. But some people may not be ready for a trip of this kind. There should also be collective leadership. There was much pressure on myself and I didn't always meet up to the challenge. I think this can be solved by having at least two leaders.

Again I want to emphasize that the result was overwhelmingly positive both in respect to our knowledge and our way of thinking.

I'm sure most of the problems can be solved very easily. And I know that the next tour will be even fore fruitful than ours. We all gained a new sense of dedication to our cause. And what is more important, we were all anxious to return in order to continue the struggle.

OPTIONAL FORM NO., 10 MAY 1962 EDITION GSA GEN. REG., NO., 27 UNITED STATES GOVERNMENT

## Memorandum ROUTE IN ENVEL

Belmont . Mohr \_ DeLoach Casper

Tolson

Gandy

TO

Mr. Conrad

DATE: October 18, 1965

Tele, Ro **Holmes** 

FROM' C. F. Downing

OsoLo SUBJECT

INTERNAL SECURITY - C

Captioned case involves the Bureau's highly valuable confidential informant NY 694-S\* who has been receiving communications transmitted to him by radio.

On 10/18/65, transmissions were intercepted by the Bureau's radio station at Midland at scheduled times and 1 toward frequencies but no messages were transmitted.

ACTION:

For information.

1 - Mr. Conrad

2 - Mr. Sullivan (Attention: Mr. J. A. Sizoo, Mr. R. C. Putnam)

1 - Mr. Downing 1 - Mr. Newpher

I' - Mr. Paddock

REG-19 100-428091-5

65 OCT 27 1965

## ROUTE IN ENVILOPE

Date: 10/19/65

	The following in(Type in plain text or code)	<del> </del>
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u	(Priority or Method of Mailing)	-
<u> </u>	TO: DIRECTOR, FBI (100-428091)	()
	FROM: SAC, NEW YORK (100-134637)	The state of the s
	SUBJECT: CSOLO S	PART
,	ReNYairtel, 10/14/65, reflecting on page thereof the names of CP members scheduled to go to Soviet Union on 11/7/65.	e 2 o the
	On 11/19/65, NY 694-8* advised that, according to CP, USA functionary HELEN WINTER, the name of S DOROSHKIN of Los Angeles (Bureau file 100-145232) added to the list of those scheduled to go to the Union on 11/7/65.	SADIE has been
	This information is being furnished to to Los Angeles Office by separate communication.	the ·
	/-813 RB 1-Chicago (134-46 sub B)(RM) 1-New York (134-91)(INV)(41) 1-New York	4
	ACB: bca (7)	L 513
	6 OCT 25 1965	
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# ROUP II ENVELOPE

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Date: 10/21/65	
ansmit the following in	
AIRTEL	
(Priority)	
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TO: DIRECTOR, FBI (100-428091)	0
FROM: SAC, CHICAGO (134-46 Sub B)	J / /
SUBJECT: (SOLO)	April 1
Enclosed herewith for the Bureau are 3 copies of	7/10
an informant's statement captioned "Background Briefing by Gus Hall, General Secretary, CPUSA for Discussions with	AND TO
Representatives of CPSU." One copy is also enclosed for New	York
The information set forth in the enclosed informant	's CAV
statement was orally furnished by CG 5824-S* on 10/17 and 18/0 to SA RICHARD W. HANSEN.	65,
	大学
Where pertinent, dissemination is being made to the offices under individual captions of information appearing in the enclosed information report.	se /3/37
the enclosed informant report.	Frank
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Background Briefing by Gus Hall, General Secretary, CPUSA for Discussions with Representatives of CPSU

In preparation for a trip by a representative of the CPUSA to the Soviet Union for meetings with officials of the CPSU, GUS HALL, General Secretary, CPUSA, on October 17, 1965, raised the following matters. He discussed these matters primarily for the purpose of giving this individual a working basis from which the CPUSA representative could place a request with the CPSU for financial aid in 1966 in the amount of \$1,000,000. The essence of HALL's remarks at this time were as follows:

The question of the peace movement in the U.S. should be one for maximum emphasis with the Russians. They are to be informed that there is a big peace movement in the U.S. and that it is only in the U.S. where the peace movement is making an effective fight against the war in Viet Nam. In regard to the International Protest Days against the war in Viet Nam, the Russians should be informed that these peace demonstrations were the most successful demonstrations held in recent years and the biggest demonstration since the hunger marches of the depression. According to JACK STACHEL, he "counted" 18,000 participants in the New York demonstration alone, although the nowspapers indicated participation ranged from 10,000 to 12,000. The current peace demonstrations in the U.S. are taking on an anti-imperialist character which is very important and should be emphasized.

On the question of the youth, the Russians are to be told that the Wikken E. B. DuDois Clubs of America have today taken a prominent role and they are the largest single youth organization of the left in this country. The youth today are publishing the "Insurgent" with financial aid of the Party and in addition, will any day be issuing a new theoretical publication for the youth.

In November, 1965, the Committee for a Sane Nuclear Policy will hold a big meeting in Washington, D. C. on the peace issue. This will be one of the largest meetings of its kind ever hold in the U.S. The Russians should be informed that the Party will be participating in this meeting, as they do in all such meetings, and demonstrations concerned with peace. While the press will continue to play up the role of the Trotskyists in the peace movement, the Russians must understand that we are a part of all of these things and are playing an important role.

In the civil rights field, the Party is now utilizing some full-time people and is training activists for work in the civil rights movement.

The Russians should be informed that the Party is preparing a draft program and that it was extensively discussed at our last National Ecard meeting. Certain amendments and changes in the draft program were recommended at that time and have now been taken up by the program committee which is working to incorporate these changes into the program. In about a week, the program should be ready for transmittal to the districts for additional discussion. The CPUSA plans to print and distribute up to 1,000,000 copies of the draft program in order to popularize it when it is completed. He, HALL, intends to write a final chapter for this program on the philosophy of Marxist science.

In connection with the Mc Carran Act, the Russians should be informed that the crises resulting from this law are not over and there are numerous hurdles and dangers still facing the Party resulting from this law. On this very point, he had to appear in Washington, D. C. on October 18, 1965, in connection with legal proceedings under this act directed against the Party.

In addition to the Mc Carran Act problems, the Party now faces additional legal proceedings. For one thing, there was recently entered a tax judgment of \$350,000 against the Party by the government. On this matter the Party will endeavor to make this tax case a political issue of persecution and imperialist harassment.

At the present time, the Party is now employing a fulltime person for work in the South and has also engaged a fulltime person for legislative matters in Washington, D. C.

In regard to the ultra-left, the Russians should be told that their influence and importance is now on the downgrade. However, the ultra-left is receiving all kinds of financial aid and subsidies from the Chinese. The Chinese are lavishly spending money and as a result they are getting an apparatus. As an example of how the Chinese operate, a woman who had been

bookkeeper at International Publishers for 30 years recently turned in her resignation. Under pressure of questioning as to why she was leaving, this woman said she was now going to work for the "Konthly Review." The story then came out that her daughter had recently taken a trip to Europe and that the Chinese had supplied all the money for her expenses. Also, apparently at the same time the Chinese offered to supply money to the "Konthly Review" which would enable the publication to hire her mother.

As to HERRY WINSTON has now agreed that his son should come home. The Russians should be told therefore, that it is all right to send him back any time after November 7, 1965.

who divorced her Cuban husband and is now back in the U.S. the Russians should be told that she is making efforts to "smuggle" her child into the U.S. What she has done and is presently doing in this connection is being done totally on her own and this is not a matter in which the CPUSA is involved in any way and this should not be considered a Party matter in any way.

In regard to ART and ESTHER SHIELDS, the Moscow correspondents for "The Vorker", it is his, HALL's opinion and one which he believes is in agreement with the Russians, that the SHIELDSes chould come home and be replaced. However, before they are called back to the U.S. a guarantee should be secured from the Russians that ESTHER will be restored to her former job at "Tass" in New York. The CPUSA cannot provide a job for them or support them.

According to CARL WINTER, there had been some criticism of him, HALL, by Russian officials because of the type of trade union delegation which was sent to the Soviet Union. It was stated that the makeup of this delegation was wrong. The Russians should be told that they are wrong in their analysis of the delegation and that the delegation was a good one. Furthermore, this delegation paid its own way. One complaint about the delegation was that when it returned to the U.S., they gave no formal report on their visit to the Coviet Union. The Russians must know that there can be

no official trade union delegation sent from the U.S. and, therefore, these individuals could render no official report. However, they did deliver in the U.S. favorable informal reports concerning their trip and these reports have been beneficial.

The Russians should also be informed that the CPUSA is spending substantial funds on the CP of Puerto Rico. In this same connection, he has learned that when GERTRUDIS HELENDEZ had been to Koscow after attending the Heleinki peace meeting, she had discussed the CP of Puerto Rico with Party people. When she was asked who comprised the CC of the CP of Puerto Rico, she was unable to answer this question. When they asked her the current Party membership in Puerto Rico, she gave them a figure of 1,200. In regard to the latter, the Russians should be informed that while the CP of Puerto Rico has a small cadre of members and a large number of militants around them, their membership is nowhere near the 1,200 figure mentioned by HELENDEZ.

In regard to a daily paper, the Russians should be informed that as soon as the change is made in editors, the establishment of a daily paper will be taken as one of the most serious tasks. As to the next editor of the paper, CARL WINTER is still the person being given top consideration for this post.

In regard to dissemination of Soviet literature and material mailed by them from abroad, it should be made known that this is ineffective and does not reach the right people. It should be suggested to the Russians that the Party here has the facilities for handling such dissemination and can do it in a more effective manner and probably at less expense than incurred by the Russians. They should give consideration to our handling this for them.

On book stores, the CP has plans at the present time to open four new outlots in areas lacking such facilities. One city under consideration for the location of a book store is Cleveland.

In regard to the Russians' suggestion that it is folt it night be better that they publish a collection of articles on the Negro and civil rights povement in the U.S.

rather than the three entire issues of "Freedomways" in book form for Soviet readers, HALL felt this was a good idea. He had not yet talked to JIN JACKEON about this matter but felt that JACKEON would also agree. The Russians were to be so informed.

While MALL stated that the foregoing was to serve as a general basis for making a financial request of the Russians, the specific matter of presenting the financial request for the \$1,000,000, and specifically how it was to be justified, was being left to the discussions with the Russians. MALL admitted he had no budget drawn up for 1966 and no recommendation as to any specific amounts needed for any particular activity for that year. While he noted that the \$1,000,000 which was to be requested for 1966 was a substantial figure, the Russians should be told that it was important that they honor such requests for a couple more years. Then after that time they won't have this problem any more and the Party here will be earning its own way. But, for the present such aid is essential and this is his request.

On other matters, HALL noted the following:

When CARL WHITER returned recently he came back with absolutely no information or background concerning the removal of ERNESTO "CHE" GUEYARA. WINTER said that he talked to many leading people in Cuba and asked them about "CHE" and the response he get from these leaders concerning "CHE" was "you tell us." As a result, if there are any Cubans that can be talked to either in Prague or Loscow, inquiry should be made to find out the true facts surrounding "CHE's" departure. In addition, efforts should be made in Loscow to ascertain why WINTER was unable to see FIDEL CASTLO when in Cuba.

On Indonesia, every effort should be made to hold discussions on this topic with leading Russians in order to find out the exact details on the situation in that country and their Party. He noted that it was his opinion that SUKANNO was probably in on the revolt and if this was correct he had really pulled a "boser."

WINTER had further advised him that while in Cuba he learned that the Cuban Party is now beginning to translate Party publications and that they want to pay royalties on them to the CPUSA. So far they have translated and printed 40,000 copies of two books of FONER and they are planning to translate and publish six additional books of FOSTER. The Cubans said they were willing to pay \$1,000 as royalties for the two FONER books plus 72¢ for each copy printed and sold. The payment of these royalties, however, would have to be made as follows: One third in dollars; One third in pounds; and one third in pesos. The Cuban Party should be informed that the CPUSA agrees to their offer on royalties although the manner of payment is a bit unusual.

In regard to PEGGY DENNIS, HALL stated that when she left for abroad she had the "fuzzy" idea of staying away for at least a year. This cannot be done and she should be back in the U.S. by December, 1965. He noted that she is part of the staff of the "Peoples World" and they have problems and must be able to form their plans. This matter of PEGGY's return should be taken up both with her and the Eussians.

- In addition, both PEGGY and her con, TIME TIMOTEEV. also known as THEW DEEDIS, should be told not to write so often to and to eliminate the advice on political matters from their letters. is immarand does not understand these things. EALL then suggested is immature that perhaps TIMMY might be given a slight slap on the wrist for meddling in this Party's affairs. TIMY has made a suggestion that perhaps his nother, because of her age and as an honor to her husband, should be sent to Prague to work as the U.S. representative at the "Norld Harxist Review." Here the demands upon her would be very limited and she could relax and her stay could be a vacation for her. In addition, it should be suggested to TIMMY that he quit talking to every American who visits in Moscow. Most of these visitors were not acquainted with his father and they return with some confusing ideas.

OFFICINAL FORM NO. 10: MAY 1762 EDITION GSA GEN. REG. NO. 27 UNITED STATES Beimont Mohr DeLoach MemoranduCallahan Contad. Mr. W. C. Sullivan 10/15/65 DATE: Trotter ROUTE IN ENVELOPE Tele. Room J. A. Sizoo FROM: Holmes SUBJECT: SOLO INTERNAL SECURITY - C SAC Johnson of Chicago called yesterday and advised that Chicago 5824 was preparing for departure on his next SOLO mission and Chicago needed authority to make funds available to the informant in connection with this mission. He said the informant would be leaving Chicago on October 16, 1965, for New York where the would have to have conferences with Gus Hall before departing for Moscow. He contemplates leaving New York for Moscow on October 19, 1965. Chicago 5824 desires that his wife, Chicago 6653, accompany him to New York to assist him in preparing for his departure. New York requested authority to advance the informant \$1,978.32, which includes travel to New York, expenses there for himself and his wife, his wife's return passage to Chicago, and the informant's transportation and other travel expenses to Russia via Prague, Czechoślovakia, and back to New York. The Party will reimburse the informant for a portion of the funds, probably about \$500, which will be returned to Chicago's confidential fund. Chicago also asked for authority to advance the informant one month's pay since he will be away almost a month. Further, Chicago asked authority for Special Agent Richard W. Hansen to go to New York with the informant to assist him in preparing for the trip and to maintain last minute liaison with him, as well as to obtain any intelligence information which the informant might develop in New York Haring his contacts with Hall The above requests are similar to those which have been made in all-prior SOLO trips and appear to be necessary for the smooth departure of the informant on this kind of a mission. It is believed Chicago's requests in this connection should be approved. ACTION: 6 OCT 26 1965 -Under the /circumstances, I authorized Chicago to go ahead with the expenditures and arrangements as requested by them. JAS:m1s (7) 1-Mr. Belmont; 1-Mr. Sullivan; 1-Mr. Baumgardner; 1-Mr. R. Putnam; N 1-Mr. Donohue; 1-Mr. M. Row

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1965

UNITED STATES GOVERNMENT

## Memorandum

SIZOO of the Bureau.

## ROUTE IN ENVILOPE

TO

DIRECTOR, FBI (100-428091)

DATE: 10/22/65

0>

MAROM I

SAC, CHICAGO (134-46 Sub B)

SUBJECT:

BF

SOLO IS - C

Re tel call October 14, 1965, from SAC M. W. JOHNSON of the Chicago Office to Inspector JOSEPH A.

This letter will confirm telephonic approval furnished by Inspector JOSEPH A. SIZOO to SAC M. W. JOHNSON for the advance of funds set forth below for use of CG 5824-S\* on the 19th Solo Mission and for the expenses of his wife, CG 6653-S, whose assistance he required in New York City during the period October 16-19, 1965.

First class one-way air fare for CG 5824-S* from Chicago to New York City\$	54.92	
First class round-trip air fare for CG 6653-S from Chicago to New York City and return	82,00	
Hotel for three days for two in New York City	69.00	
Meals, tips, transportation, and miscellaneous expenses for two in New York City for three days at \$25 each	75.00	
First class air fare from New York City to Prague, Czechoslovakia, via London, England, and Amsterdam, The Netherlands, and return	851.80	-
Round-trip air fare between Prague and Moscow, USSR	312.00	

1-813RB

2-Bureau (RM)

REC-75 100-4-28

6 OCT 27 1965

WAB: MDW

(3)

V 3 1945 U.S. Savings Bonds Regularly on the Payroll Savings Plan

#### CG 134-46 Sub B

One night hotel accommodations, London, at \$24\$	24.00
Meals and miscellaneous expenses in London	20.00
Transit tax at Amsterdam Airport	13.60
Baggage handling charges at Amsterdam	5.00
Excess baggage charges New York City to Moscow and return	50.00
Hotel, meals, transportation, tips and miscellaneous expenses for one day returning through Western	
Europe	50.00
Overseas phone call returning	25.00
Other Expenses	•
Attorney's fees for execution of power of attorney, letters of direction, will, etc	75.00
Purchase of new luggage not pre- viously used for Solo Mission, two bags	46.00
Purchase of new clothing not bearing laundry or dry cleaning marks	150.00
Purchase of gifts of miscellaneous nature to be presented to CP officials abroad on behalf of the	) ~
CP, USA	75.00
Total \$1	,978.32

CG 5824-S\* anticipates that upon his return from the current Solo Mission he will be permitted to reimburse himself from Solo Funds in the amount of \$500 and at the time of accounting for the expenditure of the authorized advance of expenses, this \$500 will be taken into account and the Bureau's expenditure reduced by that amount.

CG 134-46 Sub B

Inspector SIZOO also authorized the advance of \$1,500 to CG 5824-S\* constituting one month's advance payment for services and normal expenses for the period October 16-November 15, 1965, inasmuch as CG 5824-S\* will be out of the country during that period, but his wife will be remaining in Chicago and customary expenses such as rent and other expenses will continue.

Inspector SIZOO further authorized SA RICHARD W. HANSEN of the Chicago Office to accompany CG 5824-S\* to New York City, his point of departure from the United States, for the period October 16-19, 1965, for the purpose of rendering to CG 5824-S\* such assistance as may be necessary and to obtain from the informant such last minute information as he may receive during the course of his discussions with GUS HALL, etc.

# ROUTE IN ENVELOPE

		Date: 1	0/14/65	
Tran	nsmit the following	in		
	AIRTEL	(Type in plain text or	code)	
Via	ALKIEL	REGISTERED (Priority	y)	
nf	TO :	DIRECTOR, FBI (100-428091)		
11 3	FROM :	SAC, NEW YORK (100-134637)	and whether the	١
in the said	SUBJECT:(	SOLO)	Sulf Man (Joh)	)
10/13/65		ReNYairtel, 9/24/65.	5- 11111000	
ortoffer of the things	of Public arrived a	Re airtel reflects that on 9, hat according to ARNOLD JOHNS Relations, GUS HALL and the t a tentative decision with r	ON, CPUSA Director CPUSA Secretariat had continued to the	,
me, No. my	<ul><li>compositi</li><li>congress</li><li>cominterm</li></ul>	on of CPUSA Delegations to at (10/11-17/65) and the 30th An Congress to be held in Pragu further reflected that HALL.	tend the Chilean Party of the 7th e on 10/21/65.	
h went	Secretari who would several i	at had agreed on a tentative visit the Soviet Union on 11, ndividuals who would go to th (GDR) between 11/1&8/65, to g	list of individuals /7/65, and also e German Democratic	 
to Christian		On 10/13/65, NY 694-S* advis N WINTER, CPUSA functionary,	ed that on that	
aits to	Reserve F above men	und operation told him that w tioned information, present p that HENRY WINSTON and MATTH	ith respect to the lans are as follows:	
i	to the pr	eft for the Chilean Congress, esent schedule, which is stil GHTFOOT would leave on or abo	1 subject to change, - 1/1/	-
-	October t	o attend the 7th Cominterm Co	ngress to be held	<b>A</b> CT
.  -	1-813 KB			
	1 - CHICA 1 - NY 13 1 - NY 10	U (100-428091)(RM) GO (134-46-Sub B)(AM-RM)REC-75 4-91 (INV)(41) 0-134637 (41)	5 100-428091-5141	
ļ	ACB: rvs		© OCT 27 1965	
Ŀ	(7)	^?>	- Constitution of the Cons	
	Approved \ \\	Sent	M Per	
65	NOV 5	Reclass Agent in Charge		

NY 100-134637

in Prague. According to HELEN WINTER, LIGHTFOOT'S wife, JOYCE, would accompany him on this trip. HELEN WINTER told NY 694-S\* that HALLINAN is well versed in the Spanish language and would act as WINSTON'S translator in addition to functioning as a Delegate to the Chilean Congress.

She also advised that a Puerto Rican named "Santos" (JUAN SANTOS RIVERA) would attend the Chilean Congress.

With respect to those scheduled to make the trip to the Soviet Union on 11/7/65, it is planned that the following will go: TOM DENNIS and his wife, ELLEN; BEN LEVINE and his wife, ROSE; RALPH NELSON; CLAUDE LIGHTFOOT and his wife, JOYCE; NATALIE MEYERS; BETTY DUIMOVICH; MILDRED EDELMAN MC ADORY; PHILLIP BRUNS and his wife, ROSE; FRED BLAIR and his wife, MARY; BOB EKIN; and ISHMAEL FLORY.

HELEN WINTER further advised that the following, who had previously been scheduled to go to Moscow on this trip, will be unable to do so:

AL RICHMOND JOE BRANDT ARCHIE BROWN BEN DOBB EARL DURHAM

NY 694-S\* stated that according to HELEN WINTER, NATALIE MEYERS is from Chicago; BETTY DUIMOVICH is a member of "The Worker" staff in NY; PHILLIP and ROSE BRUNS are residents of Minnesota; BOB EKIN is a resident of Hartford, Conn.; and ISHMAEL FLORY is a resident of Chicago and associated with the African-American Heritage Association.

HELEN WINTER also advised that the group, currently scheduled to go to the GDR, consists of the following: TOWN DENNIS and his wife, ELLEN; BEN LEVINE and his wife, ROSE; and RALPH NELSON. TOM DENNIS is scheduled to lecture on civil rights and the working class; BEN LEVINE will lecture on culture; and RALPH NELSON will lecture on trade unions. According to HELEN WINTER, these lectures will be given at a CP School sponsored by the Central Committee of the German CP.

The information above is being disseminated to interested offices.

SAC, New York (100-134637)
(Attention: SAC Donald E. Roney)
REC-34
Director, FBI (100-428091) -5/42

11/17/65

ת לבוק

SOLO IS-C

TRAMUS

Reference is made to your letter of 10/22/65, captioned as above, forwarding 3,000 pages of Xerox reproductions of money in the amount of \$240,000.

Serial numbers of the money on the 3,000 pages have been recorded in the Automatic Data Processing Unit. The serial numbers will be consolidated with the index at such time as this index has been completely converted to the Automatic Data Processing system.

There are being returned under separate cover the 3,000 pages of Xerox reproductions:

		R Patron
MFR: mkp (6) MFR: Row	June -	
Robert Balmont	MAILEO Z NOV 1 7 1965	-
Mohr	NOW 17 6 01 PH '65. M	wy W
Sullivan	E ANIT   LEGIB   LEGIB	NOV 22 1955

OPPIONAL FORM NO. 40
MAY 1962 EDITION
GEA 19942 (41 CFD 101-11,6

UNITED STATES GOVERNMENT

### Memorandum

TOMAN

DIRECTOR, FBI (100-428091)

(ATT: VOUCHER STATISTICAL SECTION)

DATE: 1

10/22/65

FROM

SAC, NEW YORK (100-134637)

SUBJECT: SOLO IS-C

ReBulet 7/1/65 entitled TRACING OF AMERICAN MONEY USED 10
BY SOVIETS IN ESPIONAGE OPERATIONS - REQUEST FOR AUTOMATIC DATA
PROCESSING UNIT SERVICE.

Enclosed for the Bureau are 3000 pages of Xerox reproductions of money representing \$240,000. These Xerox copies denote "exchange money" for \$240,000, which amount was originally received by NY 694-S" from the Soviets on 8/26/65. This money was in \$100. and \$50. bills and was exchanged for \$20. bills on 10/7/65.

Records of these bills should contain the reference, "NY 65-17696A-1153." It is also requested that the record contain the page number of the Xerox copies, which page number may be found on the lower right hand corner of each sheet and that the record be marked "exchange money."

Enclosed material should be returned to the NYO after processing by communication marked for the attention of SAC D. E. RONEY.

fet. 17-65

Jointo

3 - Bureau (Enc. 3000) (RM)

(1 - Voucher Statistical Section)

1 - NY 65-17696 (343)

1 - NY 100-134637 (41)

16 OCT 26 1965

WM:msb (5)

WM:msb (7)

WM:

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

OPTIONAL FORM NO. 10 MAY 1942 EDITION GSA GEN, REG. NO. 27 UNITED STATES GOVERNMENT

## Memorandum ROUTE IN ENVELO

: Mr. Conrad

DATE: October 25, 1965

Gale.

Tolson.

Caspet.

Belmont . Mohr \_\_\_\_ DeLoach .

C. F. Downing

SUBJECT:

INTERNAL SECURITY - C

Captioned case involves the Bureau's highly valuable confidential informant NY 694-S\* who has been receiving communications transmitted to him by radio.

On 10/25/65 transmissions were heard by the Bureau's radio station at Midland at scheduled times and frequencies but no messages were transmitted.

ACTION:

For information.

1 - Mr. Conrad

2 - Mr. Sullivan (Attention: Mr. J. A. Sizoo, Mr. R. C. Putnam)

1 - Mr. Downing

1 - Mr. Newpher 1 - Mr. Paddock

REC-68 (00, 4280.91

6 OCT 28 1965

# ROUTE IN LINE OPE

		<b>IVI</b> emorai	rdum	T
No	:	DIRECTOR, FBI	(100-428091	)
TI FROM	:	SAC, CHICAGO	(134-46 Sub	B)
SUBJEC	т:(	SOLO		

DATE: 10/22/65

5- KOME ROW

ReCGairtel dated September 22, 1965, and Buairtel dated September 27, 1965, which, among other items, concerned travel by CG 5824-S\* and CG 6653-S to Los Angeles, California, for the purpose of renewing cover legend passports in the names of HAROLD M. and GENKA E. JULES.

On October 4, 1965, both sources traveled to Los Angeles and returned on October 6, 1965, having obtained, without incident, new passports bearing a date of issuance of October 5, 1965. Upon their return, the following accounting was obtained relative to the sum of \$633.52 which was advanced for this trip:

First class air fare from Chicago to Los Angeles and return (family plan).....\$428.40

Passport photos...... 10.00

Passport fees at \$10 each plus expedite service fees at \$2 each.....

REC- 23

100-428091514

ADVANCE FROM BUREAU--TOTAL EXPENSES

\$633.52-6 OCT-29 1965 563.72

**EXCESS** \$ 69.80

\$563.72

The amount of \$69.80 excess was refunded by CG 5824-S\* and has been returned to the Confidential Fund of the Chicago Office.

The above accounting is submitted for the information of the Bureau.

2-2-2-3-8-3 (RM)

2-Bureau (RM) 1-ChicagBuy U.S. Savings Bonds Regularly on the Payroll Savings Plan

3. AT

Total

(3)

# UNITED STATES GOVERNMENT ROUTE IN EN COPE Memorandum

то

DIRECTOR, FBI (100-428091)

DATE: 10/26/65

MY FROM

SAC, CHICAGO (134-46 Sub B)

SUBJECT:

IS - C

5 /2000

For the information of the Bureau and New York, there were received through drops in Chicago on October 23 and 25, 1965, three communications from CG 5824-S\* which he had mailed during the early stages of his travel on the current 19th Solo Mission. One of these communications was mailed during the early morning hours of October 20, 1965, from the London Airport and two were mailed during the afternoon hours of October 20, 1965, from Amsterdam, The Netherlands. These communications were innocuous in content and merely indicated that CG 5824-S\* was proceeding generally on schedule and without significant incident.

1-013 RO

(2)Bureau (RM)

1-New York (100-134637)(Info)(RM)

1-Chicago

REC- 60

EX 110

100-428091-514

WAB: MDW (4)

6 NO. 1 1965

65 NOV 3 1965



## ROUTE IN ENVELOPE

	(IS) 100	<b>-428091</b>	BY LIAISON
AP	٠	05060	1 - Liaison 1 - A. R. Jones 1 - Broyles
	Date:	October 28, 1965	•
	To:	Director Bureau of Intelligence and Rese Department of State	
	From:	John Edgar Hoover, Director	10/79/6 wet
	Subject:	COMMUNIST PARTY OF CANADA INTERNAL SECURITY - CANADA	iotrales and
	captioned 1965.	Enclosed for your information i "Communist Party of Canada," da	s a memorandum ted October 28,
	letter of	Upon removal of the classified transmittal becomes unclassifie	enclosure, this
	Enclosure		
	1 - Direc Centr	tor (Enclosure) BY LIAISON al Intelligence Agency	5 (1.16)
	Atten	tion: Deputy Director, Plans	74
- /\	NOTE:	Classified "Top Secret" since d	ata in the attached
Tolson Belmont Deloach Casper	HLB:pah (7)	Par 177 REC- 16	1-42819/25/146
Callahan Contad Felt Gale Rosen Sullivan Tavel	=	TOP SECRET	1 1965 W68th
Trotter	ON 3 wyu18087 - C148087	TELETYPE UNIT	

10/28/65 Legat, Ottawa Director, FBI (100-428091) 1 - A. R. Jones 1 - Broyles 5040 COMMUNIST PARTY OF CANADA INTERNAL SECURITY - CANADA ReBulet 8/31/65, captioned as above, which transmitted a letterhead memorandum containing information relating to the proposed joint training school of the Communist Party, USA, and the Communist Party of Canada. There are enclosed three copies of a letterhead memorandum classified "Top Cret" and captioned "Communist Party of Canada," which contains information relating to the above-mentioned school. Promptly furnish a copy of the enclosed memorandum to your source in the Your source should be cautioned that it is essential that no distribution or use of our intelligence information is undertaken which would be likely to jeopardize the security of our sources. Enclosures (3) 100-428091-5147 1 - Foreign Liaison Unit (Route through for review) HLB:pah 25 9 NOV 2 1965 Ъ7D Plans for the joint CPUSA and CP of Canada Marxist training school have been under way for some time. We have beep-furnishing information relating to this school. MAILED 10 Tolson Belmont OCT 2 9 1965 Moh DeLoach Caspet 🕳 COMM-FB! Callahan Felt. Ggle Rosen Sullivan

TELETYPE UNIT

Tavel \_\_\_\_ Trotter \_\_\_ Tele, Room

### ROUTE IN ENVELOPE

October 28, 1965

1 - Liaison 1 - A. R. Jones 1 - Broyles

### COMMUNIST PARTY OF CANADA

The following information was supplied by sources which have furnished reliable information in the past.

The joint Communist Party, USA-Communist Party of Canada Marxist training school, which was scheduled to open in Toronto, Canada, on November 1, 1965, has been postponed to early 1966.

You will be advised of any additional information received regarding this school.

100-428091 1 - Foreign Liaison Unit

ORIGINAL AND TWO COPIES TO LEGAT, OTTAWA, BY LETTER DATED 10/27/65

#### NOTE:

. <del>/-</del>
Classified "To secret" because unauthorized disclasure
of this information could reveal the identity of the source (CG 5824-S
who is of continuing value and such revelation could result in
exceptionally grave damage to the Nation. Information extracted
from CG1et dated 10/21/65 captioned "CPUSA, Education, IS - C."
Tolson —— Letterhead memorandum being sent to Legat. Ottawa. for transmittal
Belmont to Additional information concerning the joint CPUSA-CP of
DeLocate ——Canada Marriet training school has been previously furnished to b7D
Vaspet
Conrad
Gale HLB: pah 111 100-428091-1120
Rosen
Tavel
TrotterTele. Room
Gondy MAIL ROOM TELETYPE UNIT ENCLOSURE

UNITED STATES GOVERNMENT

emorandum

## ROUTE IN ENVELOPE

то

DIRECTOR, FBI (100-428091)

DATE: 10/29/65

M FROM

SAC, CHICAGO (134-46 Sub F) (P)

SUBJECT:

Solo IS - C

Bt

ReBulet dated May 4, 1960, and CGlet dated September 30, 1965.

ReBulet instructed Chicago to set forth a monthly accounting of all receipts and disbursements of Solo and CP, USA Reserve Funds in the possession of CG 5824-S\*. Set forth below is such an accounting:

Balance of Funds in Possession of CG 5824-S\* as of September 30, 1965

#### Solo

Maintained in cash in safe deposit box, Mid-America National Bank, Chicago, Illinois.....\$100,000.00

CP, USA Reserve Funds

None.

Total \$156,555.00

Additions

REC-9

Solo and CP, USA Reserve Funds

100-42-8091-5-1-48

NOV 2 1965

None.

/-813 Rm 2)-Bureau (RM)

2-New York (RM) (1 - 100-134637)(SOLO)

(1 - 100-128861) (CP, USA - Reserve Funds) 1-Chicago 17

RWH: MDW F156 65 NOV(\$12 1965 CG 134-46 Sub F

Disbursements	€	• • •		) 6
<u>Solo</u>		_ =	· ];	∍7 <u>C</u> -
On 10/1/65 for additi on stock purchases ma of GUS HALL's				-
9/9 and 14/65	********		\$155.00	- 
On 10/15/65 as purcha Longines wrist watch HALL with HENRY WINST General Secretary, CP	sent by GUS ON as gift t	; ;o =	118.00	- - - 
On 10/15/65 to CG 582 expense in connection Mission	with 19th S	olo	500.00	
On 10/15/65 to CG 582 tions of GUS HALL to expenses incurred in travel and other matt	cover portice connection we ers related	n of ith	ू इंड 	- b6 b70
investments made for	HALL's		160.00	' - '• • नुस
# · · · · · · · · · · · · · · · · · · ·	Total	· · · · · · · · · · · · · · · · · · ·	\$933.00	_t - ″ '

Balance of Funds in Possession of CG 5824-S\* as of October 19, 1965 -Date of Departure of CG 5824-S\* on 19th Solo Mission

#### Solo

Maintained in cash in safe deposit box, First National Bank of Chicago, Chicago, Illinois.....\$ 61,000.00

Maintained in cash in safe deposit box, Michigan Avenue National Bank, Chicago, Illinois........... 94,622,00

> Total \$155,622.00

It will be noted that of the above funds, \$61,000 is now maintained in a safe deposit box at the First National Bank of Chicago. This money was transferred by CG 5824-S\* on CG 134-46 Sub F

October 15, 1965, from the box at Mid-America National Bank. The remaining portion of the \$100,000 previously maintained in this box at Mid-America was added to the monies maintained in the box-at the Michigan Avenue National Bank. The reason for this action on the part of CG 5824-S\* was that the safe deposit box at Mid-America National Bank is maintained by him under the HAROLD M. JULES legend which is the legend under which he is currently traveling. In order to forestall any possibility of this box being sealed due to some unforeseen event during the course of the current mission, the source transferred this money to the box maintained in his true name and to which access can be had by CG 6653-S or NY 694-S\* in case of emergency.

GOTTOHAL FORM NO. 10 MAY 1962 EDITION GSA GEN, REG. NO. 27 Tálsoň Belmont. UNITED STATES GOVERNMENT DeLoach  $lemorandum \ \mathrm{ROU}$ Casper. Callahan Contad. Felt . Gale \_ Bosen October 28, 1965 : Mr. Conrad \_ TO DATE: ullivan . Tavel . Trotter Tele. Room FROM C. F. Downing Holmes Gandy SOLO INTERNAL SECURITY - C Captioned case involves the Bureau's highly valuable confidential informant NY 694-S\* who has been receiving communications transmitted to him by radio. On 10/28/65, transmissions were heard by the Bureau radio station at Midland at which time a message, NR 446 GR 55, was intercepted. The plain text and cipher text are attached. The New York Office is aware of the contents. ACTION: For information. Enclosure 1 - Mr. Conrad 2 - Mr. Sullivan (Attention: Mr. J. A. Sizoo, Mr. R. C. Putnam) 1 - Mr. Downing 1 - Mr. Newpher 1 - Mr. Paddock ENCLOSURI HS:dek dek NOV 2 1965

65 NOV 12 1965

NR 446 GR 55

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10/28/65

71163 35956 39541 18964 63653 25172 36227 57729 58669 47098

45136 14946 31107 94519 62179 71683 32562 82841 49190 27654

99779 35909 08896 54177 51925 49061 73115 87375 11736 28778

20212 80879 53278 63119 76810 26529 32684 25558 58256 17394

66050 80068 40192 83386 80492 23458 80145 57941 77585 27117

04748 35497 32794 42855 55879

INFORMBIRCH THAT #1 # DURCASHIER INFAIR IS ADVISED TO GRANT

O LUGGAGE FOR #14 # MEMBERS OF YOUR PARTY | LET US KNOW THE WUMBE

ROFFLIGHT THE EY TAKEFOR HOTEL | #2# | HUB ARRIVED IN HOTEL ON OCTOBER #25# |

100-428091-5144

ENCLOSURE

## ROUTE IN ENVILOPE

Date: 10/27/65 Transmit the following in \_ (Type in plaintext or code) AIRTEL REGISTERED MAIL DIRECTOR, FBI (100-428091) FROM: SAC, CHICAGO (134-46 Sub B) HARRY PILIBOSSIAN Enclosed herewith for the Bureau are three copies and for New York one copy of an informant/s statement captioned, "Information Concerning Harouture Pilibossian and Patrick Selian, Former Americans Now Residing in the Soviet Union." CALIF The information set forth in the enclosed informant statement was furnished on 10/15 & 18/65 by CG 5824-S\*, who has furnished reliable information in the past, to SAs WALTER A. BOYLE and RICHARD W. HANSEN. In regard to the documents referred to herein, they were made available on a temporary basis by CG 5824-S\* and found to have been written both in the English and the Armenian languages. While the originals of the documents were returned to the source, Xerox copies were made and enclosed herewith for the Bureau and New York is, one copy each of the English and Armenian versions of these documents.

| 3 | Bureau (Eng. 7) (RM)

1-New York (100-134637) (Enc. 5) (Info) (RM) 1-Chicago REC-41 100-428091 RWH: MDW (5)6 NOV 3 1965

Approved: Specificant in Charge