

TO : Mr. DeLoach

FROM : M. A. Jones

SUBJECT: b(6), b(7)(c)

UNITED STATES OF EUROPE
FOUNDATION, INC.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED EXCEPT
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DECLASSIFY ON: 25X (1)

Reference is made to note from General Robert Schulz, Executive Assistant to former President Eisenhower, enclosing correspondence regarding captioned organization. Included in the correspondence is a letter from b(6), b(7)(c) to Mr. Eisenhower asking him to act as an unofficial advisor to the newly created United States of Europe (USE) which is to consist of 12 Russian Satellite nations. b(6), b(7)(c) indicates that the provisional government of USE will operate from Zurich, Switzerland, until the new "neutral" city of Azuse is constructed on the Polish-East German border. The government of USE is to be patterned after the USA and Switzerland and is to be a "Neutral Buffer" zone where the Ten Commandments will be observed. b(6), b(7)(c) claims he has been in touch with Khrushchev, United Nations, Vatican, Lutheran World Federation and the countries involved in the newly formed USE. In a letter of 11-13-63, b(6), b(7)(c) advised Mr. Eisenhower that Richard M. Nixon would be asked to become the first president of USE. The correspondence reflects that Eisenhower declined to attend the first conference of USE to be held in Zurich on 7-4-64, and to help draft a Constitution for the group.

Also enclosed is correspondence from b(6), b(7)(c) of Pacific Research Laboratories International, Portland, Oregon, to Mr. Eisenhower indicating his concern over Eisenhower's name being used as an advisor for b(6), b(7)(c) group. b(6), b(7)(c) firm had contacted b(6), b(7)(c) U. S. deputy representative to the United Nations, earlier this month and b(6), b(7)(c) reply (also enclosed) indicated that his staff had been unable to identify b(6), b(7)(c) and USE.

DATA IN BUFILES ON USE AND b(6), b(7)(c)

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REASON-FCIM II, 1-2.4.2
DATE OF REVIEW *1/20/84*

By letter 11-18-63, Legat, Bonn enclosed a copy of a letter from b(6), b(7)(c) to East German President Walter Ulbricht, 9-21-63, 50X1, 6

b(6), b(7)(c) letter discusses USE and invites Ulbricht to communicate with him for further details. A letterhead memorandum also enclosed with Legat, Bonn's letter set forth pertinent information on USE as obtained from b(6), b(7)(c) communication; this memorandum was disseminated by the Bureau to the New York Office, State Department, CIA and RAO.

There are a number of references in Bufiles to a b(6), b(7)(c) investment counselor, who testified at a Senate Internal Security Subcommittee hearing in 1957.

Enclosure
1 - Mr. DeLoach - Enclosure
JVA:eab (5)

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M. A. Jones to DeLoach
Re: b(6), b(7)(c)

regarding use of Swiss funds involving manipulation of stock prices on the New York Stock Exchange in 1955. b(6), b(7)(c) denied any illegal conduct in connection with specified transactions, but admitted that persons whom he counseled to buy the stock profited greatly as a result of a price fluctuation. b(6), b(7) was also 26 USC 6103 and New York State authorities in connection with stock manipulations. In 1959, b(6), b(7)(c) along with others, of the was indicted by a Federal Grand Jury for violation of the Anti-Fraud provisions/Securities Act of 1933.

b(6), b(7)(c)

The Bureau conducted a loyalty investigation on b(6), b(7)(c) in 1950, 1951 and 1954 while he was employed by State Department, based on allegations that he had visited Russia in 1929 and 1934 and was allegedly pro-Russian. He was declared eligible on loyalty by the Civil Service Commission. In 1961, the Bureau conducted an investigation on b(6), b(7)(c) at the request of the White House. Other than the above information those interviewed during the investigations recommended b(6), b(7)(c) very highly.

OBSERVATIONS:

Since this does not appear to be a matter within the Bureau's jurisdiction, it is felt that Schulz should be advised that this has previously come to our attention and pertinent information previously furnished to appropriate governmental agencies.

RECOMMENDATION:

That a letter over your (Mr. DeLoach's) signature be sent to General Schulz.

D. L. Jones

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