

CONFIDENTIAL

NOTICE

THIS FILE HAS BEEN PROCESSED AND RETIRED. DO NOT  
ADD ANY DOCUMENTS TO THIS FOLDER. FORWARD CS  
DOCUMENTS THAT SHOULD BE INCLUDED IN THIS FOLDER  
TO RID/RPU GE-58.

NOTICE

CONFIDENTIAL

CONFIDENTIAL

NOTICE

THIS FILE HAS BEEN PROCESSED AND RETIRED. DO NOT  
ADD ANY DOCUMENTS TO THIS FOLDER. FORWARD CS  
DOCUMENTS THAT SHOULD BE INCLUDED IN THIS FOLDER  
TO RID/RPU GE-58.

NOTICE

CONFIDENTIAL





Air Pouch

KAPOK ~~SECRET~~  
SECURITY INFORMATION

Briny B  
TCS-A-1801

Chief, BHC  
Acting-  
Chief of Station, Santiago

29 December 1961

ZACACTUS, Chile.

Fulminator-1's Pro-Forma Contract

Reference: TCS-N-1465

1. Attached herewith please find a pro forma contract which has been prepared for Fulminator-1's signature. He has stated that he is in agreement with its provisions. If this contract is satisfactory please return it for his signature at such time as his clearance is obtained.

2. FULMINATOR-1 has shown himself to be very enthusiastic regarding the proposed employment with this Organization and is anxious to start the tasks to be assigned to him as soon as his clearance is obtained and the necessary instructions are forwarded to this Station.



In line with the authorization received in TCS-N-1465, FULMINATOR-1 will be

KAPOK

~~SECRET~~

paid from other operational funds the peso equivalent of his salary beginning 1 January 1952. It was considered necessary to begin his payments as of that date in order to insure his continued stay in Chile. This Station would appreciate clarification of JPBEDICT-Chile to which, according to TCS-11-1468, this expense could be charged for a limited time.

6.8/ PULMINATER-1's weekly newspaper is 51% owned by him, and as indicated in attached contract, he has agreed to keep the paper for at least two years. The other owner, who has taken no active interest whatsoever in the operation, management or policies of the paper, apparently plans to sell his share. The prospective buyer is not known but in any event PULMINATER-1 will retain the controlling interest.

7.6/ PULMINATER-1 is willing to spend the necessary time in Washington for training and will be ready to depart immediately when so advised.

[redacted] and PULMINATER-1 would prefer to remain in Santiago for at least a few days [redacted]

[redacted] and it is hoped that his presence in Washington will not be required prior to 15 January 1952. As a cover story for his trip, PULMINATER-1 has advised that an option has been bought on one of his plays and that a trip to New York to discuss the play with the prospective producer is completely logical. Further, he has an estate in Texas which is in litigation and which could logically require his presence there. PULMINATER-1 asked that he be allowed to spend a day or two in Texas either on his trip up or back to settle this estate and it is recommended that he be allowed to do so in order to provide his cover story with more basis in fact.

8.7/ PULMINATER-1 has been told that he must pay United States income tax on his salary received from this Organization. He is at a loss, however, to know how this added income can be satisfactorily and securely explained to the Department of Internal Revenue. In accordance with the contents of Field Regulations 50-13, this matter is being brought to Headquarters attention with a request for instructions as to how this matter is to be handled.

Acting Chief of Station  
[redacted]

efc

Pro Forma Contract With Fulminator-1

We hereby contract you to perform services as required under the following conditions:

- 1) You agree to remain in Chile for at least two years from the date of this contract and you also agree not to sell during this period your share of the South Pacific Mail of which, it is understood, you are a part owner and maintain the controlling interest. (51%)
- 2) It is agreed by you that this Organization will not become involved in any way, financially or otherwise, in the South Pacific Mail.
- 3) You will carry out the duties assigned to you by the appropriate official to the best of your ability devoting as much time to them as is reasonably possible, taking into consideration your obligation to manage the South Pacific Mail as the overt reason for your residence in Chile.
- 4) You will be paid the sum of U. S. \$5,940 per annum for your services to this Organization, and you agree, in accordance with subsequent instructions, to pay the United States income tax which will be due on this amount. Your salary will be paid monthly.
- 5) You agree to make yourself available to travel to Washington for about a one month's stay to undergo training as required. Travel and living expenses during this trip will be paid by this Organization. It is not known when this trip will take place but it is believed that it will be in the near future.
- 6) You will be granted paid vacations during the period of your employment in Chile in accordance with applicable Chilean laws.
- 7) Should local travel be required by this Organization, your travel and living expenses while away from Santiago will be made available.
- 8) Reasonable entertainment expenses, after prior consultation with this office, will be reimbursed.
- 9) It is agreed by you that you will not expect sick leave benefits to accrue to you under the terms of this contract; and it is understood that your employment by this Organization will not entitle you to retirement and other similar benefits of United States Government employees.
- 10) It is understood by you that the terms of this contract are

provisional upon the satisfactory clearance of your name by the appropriate officials.

- 11) The effective date of this contract is the date on which your satisfactory clearance is received and the term shall be indefinite.
- 12) The termination of this contract may be effected at any time upon written notice, but without advance notice, by this Organisation, such termination to be effective upon receipt of the notice. The termination of this contract will not release you from any provisions of security oaths which you may be required to take.



SECRET

Project Outline Clearance Sheet

Project Title PB GROVEL Amendment No. \_\_\_\_\_ Project No. \_\_\_\_\_

Developed by: B. G. Mitchell WHD 29/1/52  
Case Officer Organization Date

Reviewed by: \_\_\_\_\_ W. M. White 1 Feb 52  
Foreign Branch Chief Date Division Chief Date

Concurrences: \_\_\_\_\_ Project Director 28 Jan 1952  
Date

\_\_\_\_\_ M. J. C. P. 31 Jan 52  
Date

A. Howland OS/C 9 Feb 52  
Date

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

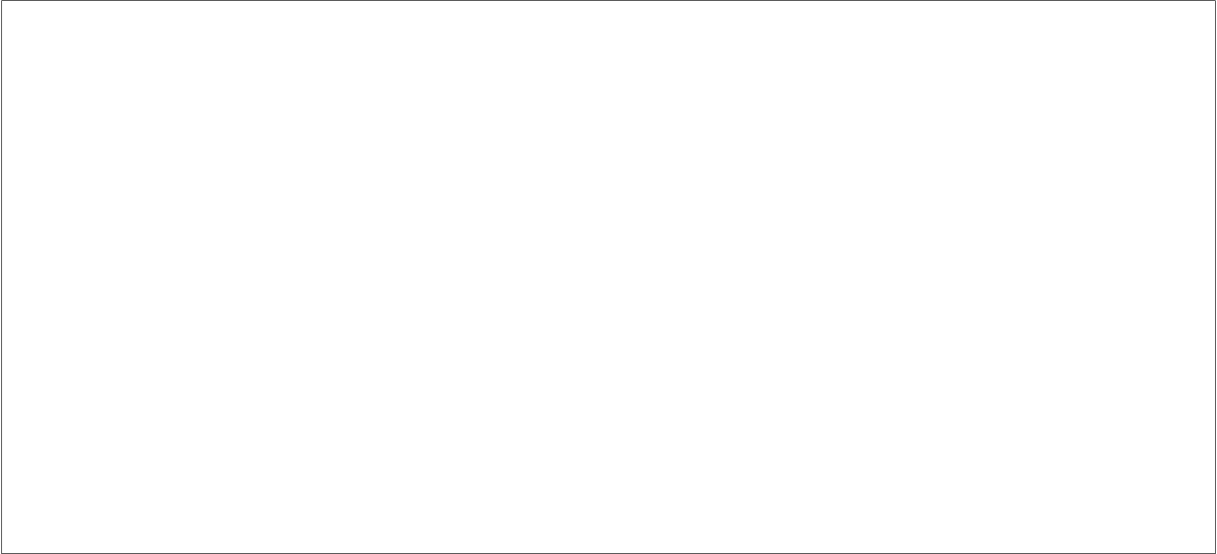
Approved subject to conditions below: Frank O. Long 12 Feb 52  
ACADDC Date

Conditions of approval: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_









SECRET

ROUTING AND RECORD SHEET

INSTRUCTIONS: Officer designations should be used in the "TO" column. Under each comment a line should be drawn across sheet and each comment numbered to correspond with the number in the "TO" column. Each officer should initial (check mark insufficient) before further routing. This Routing and Record Sheet should be returned to Registry.

FROM:

0010P/Comms

NO.

DATE

4 February 1952

	TO	ROOM NO.	DATE		OFFICER'S INITIALS	COMMENTS
			REC'D	FWD'D		
1.	WHD					three extra copies attached.
2.						
3.						
4.						
5.						
6.						
7.						
8.						
9.						
10.						
11.						
12.						
13.						
14.						
15.						

SECRET

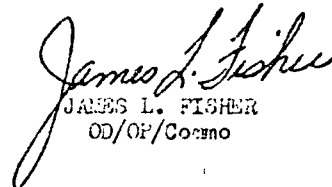
SECURITY INFORMATION

4 February 1952

MEMORANDUM FOR: WHD

SUBJECT: OPC Project PBGROVEL

1. Subject project has been reviewed by this office and no communications facilities beyond those already existing will be required in support of the project.
2. It is intended that this memorandum shall constitute the Communications Annex for PBGROVEL.

  
JAMES L. FISHER  
OD/OP/Coemo

OD/OP/JLF/mhj

Distribution:

Addressee - orig & 3  
OD/OP/Carpenter - 1  
OD/OP/Fisher - 2  
SD/RE - 2

SECURITY INFORMATION

SECRET

SECRET

Branch I, WHD Records

1 May 1952

MEMORANDUM FOR THE RECORD

Meeting with Agent, Paul D. LANGEVIN on 29 April 1952

1. The sense of the following text was obtained during an afternoon meeting with Agent LANGEVIN. Participating in the talk were Messrs. Snyser and Tutton and Agent LANGEVIN. Four major topics were discussed and will be presented here in the order in which they were developed.

2. Printing Plant Problem: Mr. LANGEVIN indicated that in two and a half to three months certain financial obligations would come due. These consisted entirely in making an \$8,000 payment arising from the purchase of equipment for his printing establishment. This equipment, which cost about \$10,000 when purchased late in 1951, consists of an Italian-made press, linotype machine, Speed Graphic cameras, type, etc. The market value of this equipment (partly new and partly used) is estimated to be at least \$10,000. The sum of \$8,000 represents the total indebtedness of LANGEVIN's plant and is owed to a Mr. MACHENZIE of Casa Mackenzie. Mr. LANGEVIN may meet this payment by either (1) securing a loan from a Fort Worth, Texas, bank using his share in family oil interests as collateral, (2) [redacted] (3) getting the money from a Chilean bank (which would involve an 18% interest rate) or (4) getting the money elsewhere. Common agreement was expressed on the undesirability [redacted]

[redacted] Mr. LANGEVIN, asked about his previous statement about leaving Chile after two years, replied that now there was no definite plan or desire in that direction. He indicated he would have some idea about the possibility of assistance from a Texas bank within a few weeks. Mr. LANGEVIN also suggested that he would gladly use his earnings for the next two years from the agency (\$6,000 per year) if the Agency could put up the \$8,000 in a lump sum. The printing firm is now making a profit above the salary which LANGEVIN takes out.

3. Briefing on the Committee: Mr. SNYSER discussed the overall tasks which LANGEVIN is expected to perform. Much emphasis was placed on the need for security in explaining this type of IW activity, particularly if and when DTHABEAS is

SECRET



SECRET

-2-

brought in. Mr. LANGEVIN indicated that his [redacted] [redacted] was good, and further indicated that no unauthorized person in Chile knew of his U. S. Government activities.

4. Information on [redacted] When questioned about the discretion of [redacted] LANGEVIN indicated complete confidence, stating that she was very efficient and would be useful in assisting him in PI work. LANGEVIN was thoroughly briefed on the fact that [redacted] must never know of DINAEEIS or its connection with the committee.

5. Words and Deeds: Mr. LANGEVIN stated that the format, paper, type and photoengraving of this pamphlet was far above Chilean standards. He said that Chile had only one printing house capable of producing such work, and no artists of the caliber exhibited in the pamphlet. [redacted]

[redacted] The reproduction of positives is also not done in his plant, but must be contracted for at a Santiago photoengraver's.

6. Bank Details: Mr. LANGEVIN has opened an account at [redacted]

[redacted] All future monthly payments will be made to that bank, beginning with the payment for April.

Leo E. Patton

SECRET

SECRET

COPY OF CABLE

TO: SANTIAGO

ROUTINE

FROM: OPERATIONS

16 MAY 52

OUT 77204

WASH 41154

TO: SAGOG

CITE: WASHG

1. INFORM LANGEVIN HEADQUARTERS ATTEMPTING OBTAIN LOAN.
2. REQUEST LANGEVIN NOTIFY HEADQUARTERS BEFORE COMPLETING ANY LOAN ARRANGEMENTS.

SECRET

SECRET

ROUTING AND RECORD SHEET

INSTRUCTIONS: Officer designations should be used in the "TO" column. Under each comment a line should be drawn across sheet and each comment numbered to correspond with the number in the "TO" column. Each officer should initial (check mark insufficient) before further routing. This Routing and Record Sheet should be returned to Registry.

FROM:	NO.
<i>Chief, Western Hemisphere</i>	
	DATE
	<i>28 May 1952</i>

1.	TO	ROOM NO	DATE		OFFICER'S INITIALS	COMMENTS
			RECD	FWD'D		
1.	<i>Mr. Brett</i>		<i>28 May 52</i>		<i>WJ</i>	
2.						
3.	<i>Mr. Graham</i>		<i>29 May</i>		<i>WJ</i>	
4.						
5.	<i>Mr. Washington</i>				<i>WJ</i>	
6.						
7.						
8.	<i>Colonel King</i>		<i>29 May 52</i>		<i>JKC</i>	
9.						
10.	<i>St. Deane</i>		<i>16 June 1952</i>		<i>30.30 "K"</i>	
11.						
12.	<i>CM</i>		<i>18 June 1952</i>	<i>25 June 1952</i>	<i>PLH (20)</i>	
13.						
14.						
15.						

F-887

28 May 1952

MEMORANDUM FOR: OD/CO  
ATTENTION: Mr. William Rowland  
SUBJECT: Project PBGROVEL, Amendment No. 1

1. Forwarded herewith are the original and two copies of subject amendment plus an extra copy of OPC Form 404a.
2. It is respectfully requested that approval of subject amendment be expedited as the Project Financial Data, Form 404a, indicates that payment of eight thousand (\$8,000.00) dollars to PAUL D. LANGEVIN must be made on or about 20 June 1952.
3. Subparagraph six of the Proposal indicates that as a prerequisite to issuance of a loan to LANGEVIN the latter will be required to submit a complete nameplate inventory of all machinery and equipment involved in the loan transaction, its physical existence in his custody, his title to the property, and an approximate evaluation of its worth (as determined by WHD station personnel). WHD will be prepared to do this shortly after Amendment No. 1 is approved and the necessary funds are available for payment.
4. Subparagraph five of the Proposal indicates that details of the loan contract and selection of the appropriate legal instrument to secure a lien on the machinery and equipment will be arrived at through joint agreement of WHD, CCC and the Legal Division. These financial details will be arranged subsequent to approval of the amendment in question and will comprise the financial plan governing the expenditure of the funds requested.

*J. C. King*  
J. C. KING  
CWH

*Jck*  
WHD/JCK/SWW/VLG/HB/jc

Distribution

Orig: OD/CO

cc: Special Contracting Officer (Mr. J.L. Bischoff)  
CM (Mr. Ernest W. Pittman)  
Chief, Branch I  
Project File PBGROVEL WHD/F&O  
Chrono WHD/P&O

SECRET  
SECURITY INFORMATION


25 June 1952

MEMORANDUM FOR: ASSISTANT DIRECTOR FOR POLICY COORDINATION

SUBJECT: Project FBGROVEL, Proprietary, WHD

1. CM concurs in making a loan of U. S. \$8,000 with interest at 4 percent per annum to contract agent Paul D. Langevin (pseudo). This loan is to be fully secured by a chattel mortgage, or whatever other legal instrument is recognized by the appropriate Chilean Court as establishing a first lien on the machinery and equipment, valued at approximately U. S. \$10,000, against which the loan is being made. Principal and interest are to be amortized in monthly installments of U. S. \$500, which represents the total salary accruing each month to the agent. The term of the loan will be for the time required to liquidate principal and interest in full.

2. The contract agent will submit a complete name-plate inventory of all machinery and equipment involved as collateral for the loan along with his proof of title to and its physical existence in his possession.

  
PRESTON L. SUTPHEN  
Chief, Commercial Division

CM/RDOD/rs

Distribution:

orig & 2 - Addressee  
1 - DDA  
1 - WHD  
3 - CM  
2 - RI/FI

SECRET

SECRET

### ROUTING AND RECORD SHEET

INSTRUCTIONS: Officer designations should be used in the "TO" column. Under each comment a line should be drawn across sheet and each comment numbered to correspond with the number in the "TO" column. Each officer should initial (check mark insufficient) before further routing. This Routing and Record Sheet should be returned to Registry.

FROM: WHD/Br.I

NO.

DATE  
7 July 1952

TO	ROOM NO	DATE		OFFICER'S INITIALS	COMMENTS
		REC'D	FW'D		
1. LEPatton		7 July 7		LeP	
2. JANOel		7 July 7		Jan	
3. DCWH/PC		JUL 8	1952	DCW	
4. OD/CO					
5. ALPC					
6.					
7.					
8.					
9.					
10.					
11.					
12.					
13.					
14.					
15.					

## Office Memorandum • UNITED STATES GOVERNMENT

TO : ADPC  
VIA : OD/CO  
FROM : C/WH

DATE: 7 July 1952

SUBJECT: Information on Paul D. LANGEVIN, principal agent of Project PBGROVEL

1. Paul D. LANGEVIN is the principal agent of subject project, approved 12 February 1952. Project PBGROVEL contemplates the establishment in Santiago of an indigenous anti-communist committee which, when developed, will be placed under DTHAEEAS.

2. Subject agent was granted an OSO clearance 3 October 1950, and proved his usefulness as a cut-out and [redacted]

3. Subject is the Texas-born 30 year old, owner and publisher of the English-language weekly "South Pacific Mail" of Santiago. Subject has also had acting and writing experience since his completion of wartime service in the U. S. Air Force. Subject has been in Chile since [redacted] and at present has a two year contract as agent for this agency, signed 25 January 1952. Subject has indicated on several occasions a continuing interest in obtaining a permanent position with this agency.

4. Due to the Subject's travel to New York for training, several officers of WHD have had an opportunity to observe and evaluate subject. Opinion on subject has been consistently favorable and he has impressed all as a person of high intelligence and personal integrity. Subject has had a varied occupational background, excellent education, and exhibits exceptional poise and a good appearance.

*J. C. King*  
J. C. KING

SECRET

### ROUTING AND RECORD SHEET

**INSTRUCTIONS:** Officer designations should be used in the "TO" column. Under each comment a line should be drawn across sheet and each comment numbered to correspond with the number in the "TO" column. Each officer should initial (check mark insufficient) before further routing. This Routing and Record Sheet should be returned to Registry.

FROM:

*DD/P*

NO.

*ER-3-0947*

DATE

TO	ROOM NO	DATE		OFFICER'S INITIALS	COMMENTS
		RECD	FRW'D		
<i>Project folder - PBG ROVEL</i>					
2.					
3.					
4.					
5.					
6.					
7.					
8.					
9.					
10.					
11.					
12.					
13.					
14.					
15.					



SECRET

ER 3-0977

MEMORANDUM FOR: DEPUTY DIRECTOR (PLANS)

SUBJECT: Project PEGROVEL, Amendment No. 1

1. Amendment No. 1 to Project PEGROVEL proposes the loan of the sum of \$3,000 at 4% interest per annum to a contract agent in Santiago, Chile, in order that this agent may complete payment on machinery and equipment recently installed on the premises of the printing establishment of which said agent is sole proprietor.

2. The propriety of CIA lending funds for this purpose has been reviewed by Opc/SRI who is of the opinion that in principle there should be no objection. The question of operational use by Opc has been raised with the WH Division and it has been stated that this equipment, consisting of the press, linotype machine, Speed Graphic cameras, etc., can be used for Opc propaganda production purposes.

3. The question of control of the contract agent was discussed and it has been determined that the General Counsel's Office is being requested to establish legal means whereby the lien or mortgage on this equipment will be held in the name of a cut-out. In the event of any untoward action on the part of the contract agent or disagreement between the agent and CIA, action can be taken to assume control of the machinery.

4. As is indicated in the attached memorandum from the Chief, WH Division, the contract agent is considered to be an individual of high intelligence and personal integrity. For this and the above listed reasons, it is recommended that Amendment No. 1 to PEGROVEL be approved in the amount of \$3,000.

FRANKLIN A. LINDSAY  
Acting Assistant Director for  
Policy Coordination

OFC/CD/CO/HFR/mhj

Distribution:

FRC - Orig. & 5  
ID/P - 2  
Project Folder - 1  
CD/CO - 1  
OFC/BI/PI - 2

SECRET

ROUTING AND RECORD SHEET

INSTRUCTIONS: Officer designations should be used in the "TO" column. Under each comment a line should be drawn across sheet and each comment numbered to correspond with the number in the "TO" column. Each officer should initial (check mark insufficient) before further routing. This Routing and Record Sheet should be returned to Registry.

FROM:

OPC

NO.

ER-3-0947

DATE

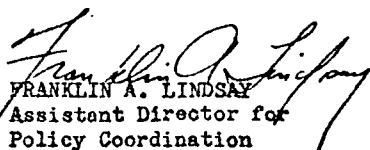
TO	ROOM NO	DATE		OFFICER'S INITIALS	COMMENTS
		REC'D	FW'D		
1. DD/P/W/Title		16 July	21 July	W	
2.					
3. <del>PRE</del>					
4.					
5.					
6.					
7.					
8.					
9.					
10.					
11.					
12.					
13.					
14.					
15.					

JUL 10 1952

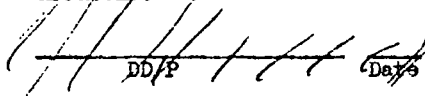
MEMORANDUM FOR: DEPUTY DIRECTOR (PLANS)

SUBJECT: Project PBGROVEL, Amendment No. 1

1. Amendment No. 1 to Project PBGROVEL proposes the loan of the sum of \$8,000 at 4% interest per annum to a contract agent in Santiago, Chile, in order that this agent may complete payment on machinery and equipment recently installed on the premises of the printing establishment of which said agent is sole proprietor.
2. The propriety of CIA lending funds for this purpose has been reviewed by Opc/SRI who is of the opinion that in principle there should be no objection. The question of operational use by Opc has been raised with the WH Division and it has been stated that this equipment, consisting of the press, linotype machine, Speed Graphic cameras, etc., can be used for Opc propaganda production purposes.
3. The question of control of the contract agent was discussed and it has been determined that the General Counsel's Office is being requested to establish legal means whereby the lien or mortgage on this equipment will be held in the name of a cut-out. In the event of any untoward action on the part of the contract agent or disagreement between the agent and CIA, action can be taken to assume control of the machinery.
4. As is indicated in the attached memorandum from the Chief, WH Division, the contract agent is considered to be an individual of high intelligence and personal integrity. For this and the above listed reasons, it is recommended that Amendment No. 1 to PBGROVEL be approved in the amount of \$8,000.

  
FRANKLIN A. LINDSAY  
Acting Assistant Director for  
Policy Coordination

APPROVED:

  
DD/P      Days

ROUTING AND RECORD SHEET

INSTRUCTIONS: Officer designations should be used in the "TO" column. Under each comment a line should be drawn across sheet and each comment numbered to correspond with the number in the "TO" column. Each officer should initial (check mark insufficient) before further routing. This Routing and Record Sheet should be returned to Registry.

FROM:

NO.

ER 3-1119

DATE

18 July 52

TO	ROOM NO	DATE		OFFICER'S INITIALS	COMMENTS
		REC'D	FWD'D		
1. <i>oo/oo</i>				<i>EJA</i>	
2.					
3.					
4.					
5.					
6.					
7.					
8.					
9.					
10.					
11.					
12.					
13.					
14.					
15.					

**SECRET**  
Security Information

13 July 1952

MEMORANDUM FOR: Secretary, Project Review Committee

SUBJECT : Project PDGROVEL, Amendment No. 1

1. This will advise you that DD/P approved the above today in the amount of \$8,000.
2. This sum is actually a loan to a principal agent at 4% interest per annum, repayment to be effectuated in \$500 monthly installments out of the contract agent's salary with the agency, which amounts to \$6,000 per annum.
3. The agent is located in Santiago, Chile. Proper arrangements in connection with the above will be made by CCC and the General Counsel's office. This matter was cleared with the latter prior to approval.

HANS V. TOFTE  
Acting Chief of Plans  
Office of DD/P

HVT:ch  
13 July 1952  
Dist:

Original & 5: Secretary, PEC  
1 cc: Project Folder, OD/CO ✓  
1 cc: Misc. Projects Folder, DE/P  
1 cc: ER  
1 cc: DD/P Chrono  
2 cc: OPC/RI

**SECRET**  
Security Information

S-E-C-R-E-T  
SECURITY INFORMATION

DD/P Project Approval Sheet

Project Cryptonym PHROVEL Amendment No. 1

Sub-Project Cryptonym \_\_\_\_\_

Originating Division WESTERN HEMISPHERE DIVISION

Approved -- Disapproved *J. Frank Sullivan* *18 July 52*  
DD/P Date

Comments: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

S-E-C-R-E-T

SECURITY INFORMATION

Project Outline Clearance Sheet

Project Title ROSEVEY Amendment No. 1 Project No. \_\_\_\_\_

Developed by: Lee E. Patton WHD/OPC Br.1 23 May 1952  
Case Officer Organization Date

Reviewed by: [Signature] 5/27/52 [Signature] 29 May 1952  
Foreign Branch Chief Date Division Chief Date

Concurrences: [Signature] DC WH/PC 29 May 1952  
Date

CM - Preston L. Stephen 6/25/52  
Date

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

Approved subject to conditions below: [Signature] 14 July '52  
CFO Date

Conditions of approval: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

OPC Form No. 1103 (Rev.)  
23 April 1951

S-E-C-R-E-T

S-E-C-R-E-T  
Security Information

Project Title \_\_\_\_\_ Amendment No. \_\_\_\_\_ Project No. \_\_\_\_\_

The Following Line and Staff Officers of the Western Hemisphere Division Have Signed and Concurr With This Project.

Concurred: Psychological Warfare Officer WHD _____	_____	Date
Political Warfare Officer WHD _____	_____	Date
Economic Warfare Officer WHD _____	_____	Date
Sabotage Warfare Officer WHD _____	_____	Date
Countersabotage Officer WHD _____	_____	Date
Paramilitary Officer WHD _____	_____	Date
Plans Officer P & O WHD _____	_____	Date
Budget Officer P & O WHD <i>Wm. S. Byrnes</i> _____	<i>Wm. S. Byrnes</i>	<i>28 MAY 1952</i> Date
Project Coordinator WHD _____	<i>[Signature]</i>	<i>28 May 1952</i> Date
Chief P & O WHD <i>Wm. Gudemann</i> _____	<i>Wm. Gudemann</i>	<i>28 May 1952</i> Date

Conditions of Approval \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_



SECRET

PROJECT CIPHER

Project FRFCVEL Amendment No. 1

Type Financial

I. AUTHORIZATION

Same as Project FRFCVEL.

II. REFERENCES

- A. Same as Project FRFCVEL.
- B. Budgetary data for this amendment (Annex A).
- C. Memo on meeting with Agent Paul D. LANGEVIN (Annex B).
- D. Cable to Santiago Station on the loan to LANGEVIN (Annex C).

III. PROPOSAL

A. Statement

1. It is proposed that the Agency lend the sum of \$3,000 in U. S. currency, at 4% per annum, to contract agent, Paul D. LANGEVIN, in Santiago, Chile, in order that this agent may meet contractual obligations without endangering his present cover.
2. The proceeds of this loan would be used to complete payment on machinery and equipment recently installed in the leased premises of the printing establishment of which LANGEVIN is now sole proprietor.
3. The principal and interest of the loan would be amortized from the entire proceeds of LANGEVIN's salary from the agency of \$6,000 per year, at the rate of \$500 per month.
4. The loan would be guaranteed by a chattel mortgage, or whatever legal instrument is customarily employed in Chile to establish a lien on the assets against which the loan would be made.
5. Details of the loan contract and selection of an appropriate legal instrument to secure a lien on the machinery and equipment would be arrived at through joint agreement of WND, CCC and the Legal Division. The existing agent

SECRET

SECRET

-7-

contract with LANGEVIN would also be reviewed jointly by representatives of these divisions with a view to incorporating any modification which might be necessary as a result of the agent's entering into a loan agreement with the agency.

6. As a prerequisite to the issuance of a loan, LANGEVIN would be required to submit a complete name-plate inventory of all machinery and equipment involved in the loan transaction and its physical existence in his custody, his title to the property, and an approximate evaluation of its worth would be determined through WID station personnel.

#### B. Background

Contract agent, Paul D. LANGEVIN, is the sole owner and editor of the English-language paper, South Pacific Mail, which is published weekly in Santiago, Chile. The printing of this publication was formerly done by an outside firm. Desiring to handle both his own printing requirements and to engage in job printing, LANGEVIN obtained equipment from an individual who expected to be compensated through a partnership in the business. However, serious illness has prevented the prospective partner from entering the business, and has forced LANGEVIN to meet the financial obligation alone. The repayment of this obligation will require LANGEVIN either (1)

(2) to obtain a loan.

Moreover, a loan obtained locally through ordinary commercial channels, i.e. banks, would entail exorbitant interest rates. In addition, since a bank loan would almost certainly be of short-term duration, there would exist the constant threat of loss of the cover business through a possible refusal to renew the loan.

LANGEVIN has contacted a bank in Texas in an attempt to secure a loan, offering as security his share of a family interest in oil-producing lands. It appears doubtful that the Texas bank will grant the loan.

#### C. Current Status

LANGEVIN was advised, while in the United States for training, that Headquarters would investigate the possibilities of an

SECRET

SECRET

-3-

Agency loan (See Annex A). After consultation with the Commercial and Legal Divisions, WID advised LANGEVIN by cable, after his return to Chile, not to complete any loan arrangements without notifying Headquarters (See Annex B). It was decided that a loan from the Agency, under the terms outlined in the proposal, presented the best solution for the Agency from the standpoint of security, and that such a loan would give the Agency even greater control over the agent than now exists.

IV. RECOMMENDATION

It is recommended that the sum of \$8,000 be made available as a loan, at 4% interest, to contract agent, Paul D. LANGEVIN, the loan to be secured by a lien on machinery and equipment valued at approximately \$10,000; interest and principal to be amortized at the rate of \$500 per month, the full amount of agent's salary.

V. OPERATIONAL DETAILS

Same as Project PBGFCVEL.

VI. BUDGET DATA

See Annex A. (CFC FORM No. 404a)

SECRET

SECRET

PROJECT FINANCIAL DATA

(This data may not exceed SECRET classification)

Project Cryptonym PEGASUS Fiscal Period Covered 1 June 195 2  
through 30 June 195 2

L. E. Patton  
Case Officer

WED/CPC Branch 1  
Responsible Staff or Division

A. PERSONNEL REQUIREMENTS

(Indicate number and type of personnel required and estimated total compensation for salary, allowances, travel, and related employee benefits.)

<u>Type</u>	<u>Number</u>	<u>Estimated Total Compensation</u>
Staff Employees		
Staff Agents		
Career Agents		None
Agents		
Consultants		
Detailed Personnel		
Miscellaneous		
<b>TOTAL</b>		\$ _____

B. SUPPLIES, MATERIALS, EQUIPMENT, AND SPECIAL SERVICES

(Indicate the type and estimated cost of materials and special services required to support the project. Attach a list of special equipment requirements, if available.)

None

Total Estimated Cost \$ \_\_\_\_\_

C. OTHER OPERATIONAL EXPENSES

(Indicate volume and nature of such expenses, such as (1) maintenance of two operational houses abroad, (2) hire of approximately 10 foreign nationals for procurement of information, (3) spot purchase of information, etc.)

None

Total Estimated Cost \$ \_\_\_\_\_

SECRET

D. SUBSIDY OR PROPRIETARY PAYMENTS

(If funds are to be turned over to individuals or groups in large lump sums to be expended by the individuals or groups at their discretion to accomplish an agreed-upon objective, explain the type of financial accounts, factual verification, or statements, if any, other than a receipt for the lump sum, which will be obtained from such individual or group.)

The sum of \$8,000.00 is to be paid to contract agent Paul D. LANGEVIN in the form of a loan at 4% interest; both interest and principal to be amortized at the rate of \$500.00 per month. The loan will be evidenced by a loan contract signed by LANGEVIN and the agency.

Total Estimated Cost \$ 8,000.00

E. FUNDING REQUIREMENTS

(Show approximate dates funds will be required, if known, and indicate whether funds will be required in U. S. dollars, specific types of foreign currency, checks, bonds, gold, or some special type of negotiable instrument. Indicate any special security requirements or special methods of transmission anticipated in connection with funding the activity.)

The above amount (US\$8,000.00) shall be paid in a lump sum to the borrower, preferably by check deposited in the [redacted] on or about 20 June 1952.

F. SPECIAL REQUIREMENTS

(Within security limitations, list any other facts or circumstances which will enable Special Support Staff to lend adequate logistic support to this project. Indicate specifically the "Rush" or "Time" factors involved.)

Full amount must be paid on or about 20 June 1952

G. Funds required for use in Field	\$ 8,000.00
Funds required for use by Hq.	\$ _____
Total (this amount is also total of A, B, C, and D above)	\$ <u>8,000.00</u>

PROJECT FINANCIAL DATA

(This data may not exceed SECRET classification)

Project Cryptonym \_\_\_\_\_ Fiscal Period Covered 1 Aug 1951  
through 30 June 1952

W. J. Patton Case Officer N/TC French 1 Responsible Staff or Division

A. PERSONNEL REQUIREMENTS

(Indicate number and type of personnel required and estimated total compensation for salary, allowances, travel, and related employee benefits.)

<u>Type</u>	<u>Number</u>	<u>Estimated Total Compensation</u>
Staff Employees		
Staff Agents		
Career Agents		
Agents		
Consultants		
Detailed Personnel		
Miscellaneous		
<b>TOTAL</b>	_____	\$ _____

B. SUPPLIES, MATERIALS, EQUIPMENT, AND SPECIAL SERVICES

(Indicate the type and estimated cost of materials and special services required to support the project. Attach a list of special equipment requirements, if available.)

None

Total Estimated Cost \$ \_\_\_\_\_

C. OTHER OPERATIONAL EXPENSES

(Indicate volume and nature of such expenses, such as (1) maintenance of two operational houses abroad, (2) hire of approximately 10 foreign nationals for procurement of information, (3) spot purchase of information, etc.)

None

Total Estimated Cost \$ \_\_\_\_\_

D. SUBSIDY OR PROPRIETARY PAYMENTS

(If funds are to be turned over to individuals or groups in large lump sums to be expended by the individuals or groups at their discretion to accomplish an agreed-upon objective, explain the type of financial accounts, factual verification, or statements, if any, other than a receipt for the lump sum, which will be obtained from such individual or group.)

The sum of \$8,000.00 is to be paid to recipient agencies in the form of a loan at 4% interest, both interest and principal to be amortized at the rate of 100% per cent. The loan will be evidenced by a loan contract signed by the recipient and the agency.

Total Estimated Cost \$ 8,000.00

E. FUNDING REQUIREMENTS

(Show approximate dates funds will be required, if known, and indicate whether funds will be required in U. S. dollars, specific types of foreign currency, checks, bonds, gold, or some special type of negotiable instrument. Indicate any special security requirements or special methods of transmission anticipated in connection with funding the activity.)

The above amount (\$8,000.00) shall be paid in a lump sum to the borrower, preferably by check deposited in the [redacted] on or about [redacted].

F. SPECIAL REQUIREMENTS

(Within security limitations, list any other facts or circumstances which will enable Special Support Staff to lend adequate logistic support to this project. Indicate specifically the "Rush" or "Time" factors involved.)

Full amount must be paid on or about 20 June 1952

G. Funds required for use in Field	\$ <u>8,000.00</u>
Funds required for use by Hq.	\$ _____
Total (this amount is also total of A, B, C, and D above)	\$ <u>8,000.00</u>

B Santiago  
March 8, 1953

(19THART 43)

Dear Sirs:

During a recent visit to the United States, I had the opportunity of speaking, with a audience who gave me the name of your organization as one which, in certain cases, was able to cooperate with international anti-totalitarian groups.

The director of the publication, a distinguished journalist, is available to carry on this work again, but unfortunately does not have the necessary financial backing. Would it be too much to hope that your organization might help in this matter? A sum of about \$10,000 dollars a year would be required to insure success. This amount roughly represents the yearly loss of the previous publication, plus a certain consideration for increased costs. All other basic expenses would, of course, be met from advertising and circulation revenues.

Myself, and other interested friends are preparing a detailed report on the expenses mentioned above, indicating how much money would be used, and with what expected results. We would be happy to send this report to you if you indicate any possible support of our idea.

Please forgive the impudence of this request, but as we are not sure to what extent your cooperation is possible, we await further word from you.

Sincerely yours,



April 9, 1963

Dear Sir:

This is to acknowledge with thanks receipt of your letter of March 5, 1963. The executive board of our foundation has read and considered your proposal and we find your contemplated activities most interesting. Your idea of reviving an anti-totalitarian news-magazine seems a highly desirable activity with which to initiate your group's activities. Our foundation, as you have been told, is more than willing to assist accredited groups such as yours in developing and carrying forward a genuine anti-totalitarian program.

While we are most interested in seeing your group successfully launched the foundation's support of its activities would of course be contingent upon receipt of as complete details as possible on the personnel, resources, and aims of your group and the board's approval of the group's objectives and program.

In order that the board may arrive at definite conclusions concerning any assistance which it might be able to provide, we request that you furnish the following information:

a. Submit a report, as you suggest, setting forth your plans for revival of the magazine and include information on your resources and the amount of assistance which you would like the foundation to supply.

b. Inform us as to whether your group is, or could be, in a position to formulate a program of additional anti-Communist activities. We would like all possible information including an estimate of probable cost.

c. Since your group is very evidently composed of influential and high-minded people such as yourself, we believe that it might have the capability of eventually developing into an organization which could well become the focal point for anti-Communist activities throughout Chile and might be the vehicle through which aid could be channelled to other worthy civic, social, business or religious organizations which also may be aware of the Communist menace and which may wish to combat it actively. Your views concerning such a possibility would be welcomed by us.

d. In order to further the work of your group, will it be possible to obtain financial assistance locally from business, social and civic organizations? Such support is obtained in many instances, in other countries, by reputable organizations engaged in efforts similar to those which you have embarked upon.

In conclusion, may we reemphasize our great interest in your suggested publication. We shall be most happy to receive an early answer which will permit prompt consideration of possible support for this endeavor.

Very truly yours,  
(ALHARRAS)

April 24, 1953

Rec'd May 16, 1953

*DTHABEAS*

Dear Mr.

Thank you for your letter of April 9th, 1953. I am sure you will understand that the delay in answering has been due to my efforts to gather the information needed for a detailed response to your questions. I have had several conversations with Don, the editor of the publication we wish to revive, as well as other interested parties, and my answers are based on the results of these conversations.

200

At the present time it is impossible to say definitely how much financial assistance could be obtained here. But it is interesting to note

[Redacted]

I hope the above will be sufficient for the present. We are presently waiting a detailed estimate of printing costs for [Redacted] and studying the problems involved—a serious shortage of paper, for instance. But I honestly feel that this organization and its official organ [Redacted], plus a small number of younger people who are interested in fighting Communism, would be the firm beginning of a great work in this country, which might some day spread throughout Latin America.

Sincerely and cordially,

[Redacted]

Security Information

June 17, 1953.

[Redacted]  
Dear Sir:

This is to acknowledge with thanks receipt of your informative letter of April 29, 1953 which arrived by steamer mail. We regret that an earlier reply has not been possible, but the time elapsed has been well spent in giving your latest report and your proposal of March 5, 1953, the serious consideration which they deserve. We might suggest that your future correspondence be sent to us by airmail.

The executive board of the Foundation has studied your report of April 29, 1953 and appreciated your comprehensive response to our request for further information. The objectives and contemplated activities of your group certainly seem to be highly consistent with the general aims of the Foundation and as such would merit careful consideration of financial assistance as you have indicated would be necessary.

As above indicated, your proposal of March 5, and report of April 29, have met with the sympathetic interest within the Foundation; of particular interest are the indications of strong [Redacted]

[Redacted]  
However, we would like to know to what extent the 147 figures, which you cited in your letter of April 29, might serve as a realistic basis for a 1953 estimate of support which might be obtained locally.

If, in the light of information at hand and any additional information which you may furnish on the personnel, resources, and needs of your group, your proposal should prove to constitute the feasible and desirable activity which it now appears to be, we will endeavor to lend our support to you in every way possible.

The Foundation will not be in a position to frame a definitive answer to your proposal until we are in receipt of, and have reviewed, your promised estimate of printing costs for [Redacted]

Very truly yours,

(DT#ABEAS)

Security Information

July 18, 1953

(DTHA BEAS)

Dear Mr. \_\_\_\_\_

Thank you very much for your letter of June 16th, 1953, explaining that you are still considering the possibility of aid for our group.

First, I want to apologise for the error which resulted in my last letter being sent sea-mail. Of course all future correspondence will be via air-mail.

\_\_\_\_\_

We are hoping to send you more complete details at the earliest possible moment.

(depend ?)

In spite of the local economic system we feel that we can/cn each support locally for any such project of the group, and will re-affirm possible capitalisation in our next letter.

There is no question that there is a great deal of work to be done here. The pamphlet, for instance, originated from the students involved and was produced with our aid.

Hoping that we may hear from you soon again. Regards, and thanks for your interest.

Very truly yours,

\_\_\_\_\_

SECRET  
Security Information

SECRET

COPY

Air

HCSM-345

Chief of Mission, Santiago

Chief, WMD

KUGOWN Matters

FURIOSO-C

REFERENCES: (a) HCSA-434; (b) SAGO-843; (c) DIR 16626; (d) DIR 17648

1. This is to confirm and amplify reference (d), that Headquarters has prepared the initial letter from DTHAEAS to [redacted]. This letter, which requests [redacted] to act as the "honorary" DTHAEAS representative in Chile, is being sent air-mail to the [redacted] residence in Santiago.
2. As an attachment to this dispatch we are forwarding the draft of a suggested reply to be sent by [redacted] to DTHAEAS, via air mail. [redacted] need not use our suggested letter verbatim, as long as he does incorporate in his reply the ideas contained in our draft.
3. Upon receipt of the letter of acceptance from [redacted] DTHAEAS will send [redacted] a letter of introduction to [redacted]. DTHAEAS will also, at the same time, alert [redacted] to the anticipated contact, asking him to get [redacted] in touch with [redacted].
4. For security reasons we are not enclosing copies of the initial DTHAEAS letter to [redacted]. It is suggested that station make its own file copies of the letters sent directly to [redacted].
5. In his contacts with [redacted] and [redacted] will naturally not disclose a greater knowledge of the DTHAEAS-[redacted] relationship to date than would logically be available to him through his own correspondence with DTHAEAS. In order to facilitate understanding between [redacted] and the FURIOSO-C group, however, the next letter from DTHAEAS to [redacted] will include, in addition to the letter of introduction, copies of the [redacted] DTHAEAS correspondence to date. Headquarters realizes that this correspondence is already available to [redacted] since copies were pouched with HCSM-274, but it is believed that [redacted] will be in a firmer position vis-a-vis [redacted] if he can produce his own copies of such correspondence, direct from DTHAEAS.

6. Since DTHAEAS/

J. C. KING  
CWH

[redacted]  
DC/IR I/MH

[redacted]  
C/IR I/MH

SECRET

SECRET

HCSW-345  
page 2

6. Since DTHAEAS has written to [ ] on the basis of a "previous acquaintance", it now becomes imperative for [ ] to be briefed on DTHAEAS and certain of its personnel. Headquarters would therefore like to know the extent of [ ] present knowledge of DTHAEAS, in order that we may supply him with whatever background information he may need to be convincing in his role as an old friend of a DTHAEAS director.
7. Headquarters will forward comments requested in paragraph 4 of HCSA-409 subsequent to the actual introduction of [ ] into the FURIOSO-C picture.

J. C. KING  
CWH

Attachment:

Draft of suggested reply of [ ]  
to DTHAEAS

31 August 1953

Distribution:

3 - Santiago  
2 - WH/RR.I  
1 - WH/Mail Room  
1 - RI

WHD/IVEbert/mv

SECRET



D  
R  
A  
P  
T

Attachment to:  
HCS-315

Dear \_\_\_\_\_

I have received and considered your kind letter of \_\_\_\_\_ and am sincerely flattered that you should be willing to place such confidence in me. I would be proud to serve as an "honorary" representative of the Foundation, and pending receipt of the necessary further details, I will be happy to accept.

You were entirely correct in assuming that I have maintained an active interest in the good work of the Foundation. In fact, my interest, rather than diminishing since I left the U. S., has greatly increased in view of my observations and experiences here in Chile. There is a great need down here for just such activities as you have mentioned in your letter, and I would welcome an opportunity such as you have presented, whereby I can contribute to the Foundation's program of assistance.

In conclusion may I say that I shall look forward to meeting and working with \_\_\_\_\_ and \_\_\_\_\_ as soon as you can furnish me with the letters of introduction to these gentlemen. I agree that the task at hand is not one to be measured in terms of salary, and I shall consider the satisfaction I expect to derive from this work as ample remuneration.

Thanking you again for your expression of confidence in me, I am

Very truly yours,

C  
O  
P  
Y

SECRET  
Security Information

October 6, 1953

Dear [redacted]

It is my privilege, by means of this letter, to introduce to you my good friend, [redacted] who has recently, and very graciously, consented to act as the Foundation's personal representative in Chile.

I have taken the liberty of asking Mr. COKENIAS to serve in this capacity primarily because the statutes of our Foundation require that we seek the services of [redacted] in which one or more Foundation grants may be operative. In addition, however, I earnestly believe this arrangement will serve to strengthen the very promising relationship already established between us and to stimulate those activities which are of mutual interest to us. I had not mentioned this stipulation in our previous correspondence, but I do so now in view of the possible imminence of a formal agreement between [redacted] and the Foundation. Our receipt of your promised printing cost estimates would pave the way for approval and detailed planning of an actual grant of assistance.

It is my hope and expectation that Mr. [redacted] will call upon you in the near future to present his respects and ours. As our representative he is authorized and prepared to discuss all matters of mutual concern. [redacted] has been instructed to extend to you, to Sr. [redacted] (to whom, I trust, you will introduce [redacted]), and to your group as a whole, every possible courtesy and assistance. It is my sincere desire that this personal contact will prove to be of common benefit.

Enclosed you will find a copy of my letter of this date, to [redacted]. At the same time, I am sending [redacted] a copy of this letter to you, as well as copies of our previous correspondence, so that he may familiarize himself with developments to date.

Trusting that you and Sr. [redacted] will receive [redacted] as our representative in the same spirit with which he has offered to serve, and hoping that this arrangement will mark the beginning of a worthwhile and enduring association, I remain,

Very cordially yours,

DTHAERAS

cc: [redacted]

SECRET  
Security Information

SECRET  
Security Information

C  
O  
P  
Y

Santiago, 31 de Octubre de 1953

DTIABEAS

Muy apreciado señor \_\_\_\_\_:

He tenido el placer de conocer al Señor [redacted]. El me ha dicho que no es necesario que mis cartas sean escritas en inglés, lo que facilitara nuestra correspondencia pues mis conocimientos de la lengua inglesa son tan rudimentarios que me veía precisado cada vez, a buscar un amigo americano, de buena voluntad y confianza, que me tradujera las cartas que le he estado enviando. Achaques de salud han contribuido a no responder oportunamente, como hubiera sido mi deseo, sus cartas.

Ya estamos en contacto con el Señor \_\_\_\_\_ y esperamos llegar muy luego a un entendimiento para proseguir con nuestro proyecto de reeditar el periodico, [redacted].

El señor [redacted] le enviara muy pronto un resumen de lo que estamos acordando.

Se despide muy afectuosamente, S.S.

[redacted]

(Above letter by [redacted] acknowledges that he has been introduced to [redacted] and that the latter will send to DTIABEAS shortly a resume of the [redacted] plans.)

SECRET  
Security Information

Project Outline Clearance Sheet

Project Title FURIOSO C (PINGROVE) Amendment No. 2 Project No. \_\_\_\_\_

Developed by: \_\_\_\_\_ Organization \_\_\_\_\_ Date 18 December 1953

Reviewed by: Robert W. Herbert 12/20/53 JCKing 12 Jan '54  
Foreign Branch Chief Date Division Chief Date

Concurrences: [Signature] 1/12/54  
Date

Frank Springblood CPP/WIT 14 Jan '54  
Date

Thomas Carroll [Signature] 1/20/54 20 Jan. '54  
Date

[Signature] participation 5 Feb. 1954  
Date

C/Commercial Div. (PP/Press - concurred on # 2, 29 Jan. '54)  
Date

(PP/PAD - concurred on 3, 27 Jan. '54)  
Date

\* (BUDGET DIV. - see note below from # 2, 10 Feb. '54)  
Approved subject to conditions below:

\* (see note below from # 2) GPO

Conditions of Approval: (DYP-ADMIN - concurred on # 2, 12 Feb. '54)

\* "funds available"  
JCKing - for CIP - 19 Feb '54

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

CEB  
#1

S-E-C-R-E-T  
Security Information

(FORGROVEL)

Project Title FURIOCC C Amendment No. 2 Project No. \_\_\_\_\_

The following Line and Staff Officers of the Western Hemisphere Division have signed and concur with this project.

Concurred: Psychological Warfare Officer WHD	<u>David U. George</u>	<u>DEC 22 1953</u> Date
Economic Warfare Officer WHD	_____	_____ Date
Sabotage Warfare Officer WHD	_____	_____ Date
Countersabotage Officer WHD	_____	_____ Date
Paramilitary Officer WHD	_____	_____ Date
Labor Officer WHD	_____	_____ Date
Logistics Officer WHD	_____	_____ Date
Budget Officer P&O WHD	_____	_____ Date
Plans Officer P&O WHD	<u>A. P. Boushaw Jr.</u>	<u>22 Dec 53</u> Date
Project Coordinator WHD	<u>[Signature]</u>	<u>12 Jan 54</u> Date
Chief, P&O WHD	_____	_____ Date

Conditions of Approval \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

PROJECT OUTLINE

Project: FURIOSO-C (PEGROVEL) Amendment No.2.

Type: Operational

I. AUTHORIZATION

A. Basic Program Authorization

1. Basic project PEGROVEL was approved on 12 February 1952 for the establishment of a mechanism capable of conducting KUGOWN activities aimed at the accomplishment of WHD missions (a) and (b) in Chile; as set out in Section II (paragraph 2 b) of Annex B to the WHD/KUGOWN Strategic Plan dated 1 November 1951. This task was assigned priority one in Phase I (1 Jan. - 30 June 1952) in the aforementioned plan. Funds in the amount of \$4,700.00 were allotted to this Project, to provide salary for contract agent Paul D. LANGEVIN (FULMINATOR-1) for the remainder of FY 52, to cover the cost of bringing him to PEPRIME for a period of covert training, provide his per diem allowance while here, and to transport him back to Santiago, Chile, following completion of training.

2. Amendment No.1 to basic project PEGROVEL was approved on 14 July 1952 for the amount of \$8,000 (later reduced to \$6,000) to be made available as a loan, at 4% interest, to contract agent Paul D. LANGEVIN; the loan to be secured by a lien on machinery and equipment valued at approximately \$10,000; interest and principal to be amortized at the rate of \$500 per month, the full amount of the agent's salary. Authorization for PEGROVEL Amendment No.1 was the same as that for the basic project PEGROVEL.

3. The 1954 WH Operational Program, approved by Chief, KUBARK on 10 August 1953, authorized a maximum expenditure of \$10,000 for this project during FY 1954.

SECRET  
Security Information

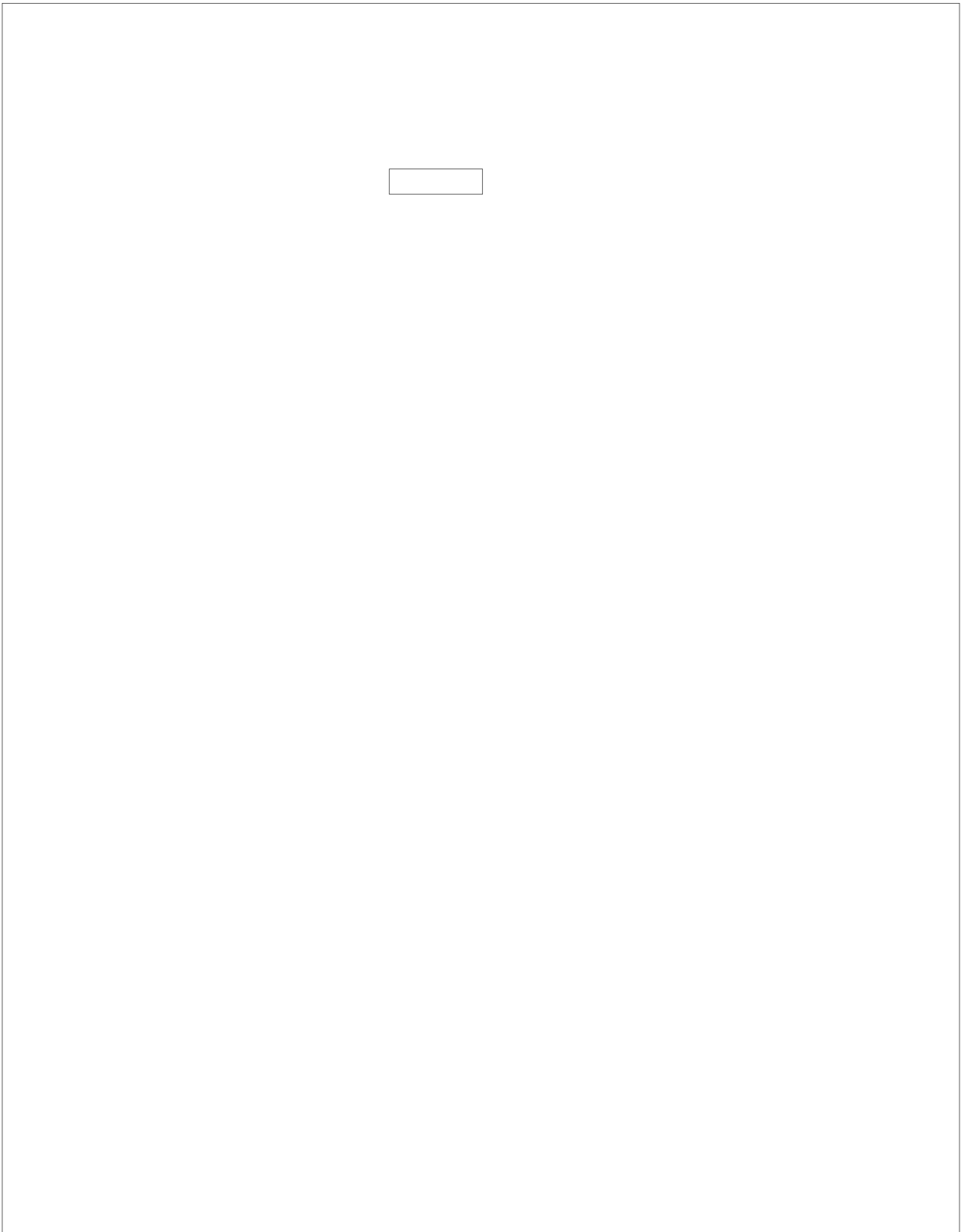
II. REFERENCES

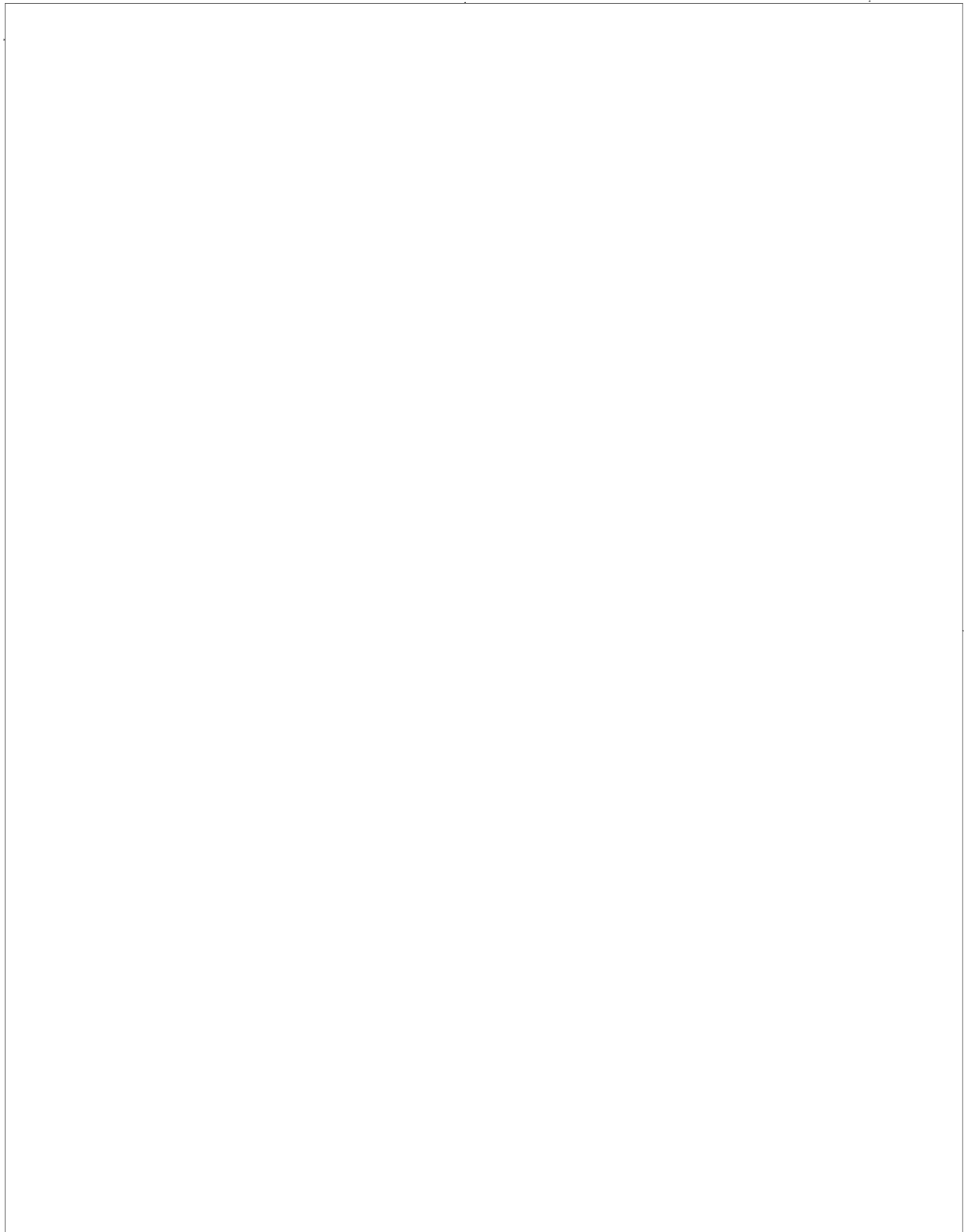
- A. Same as for basic Project PEGROVEL
- B. Budgetary data for this amendment (Annex A)
- C. DTHABEAS -  correspondence (Annex B)
- D. HCS-W-345, with attachment (Annex C)

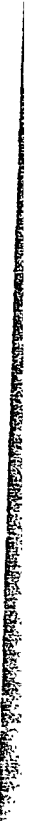
SECRET  
Security Information

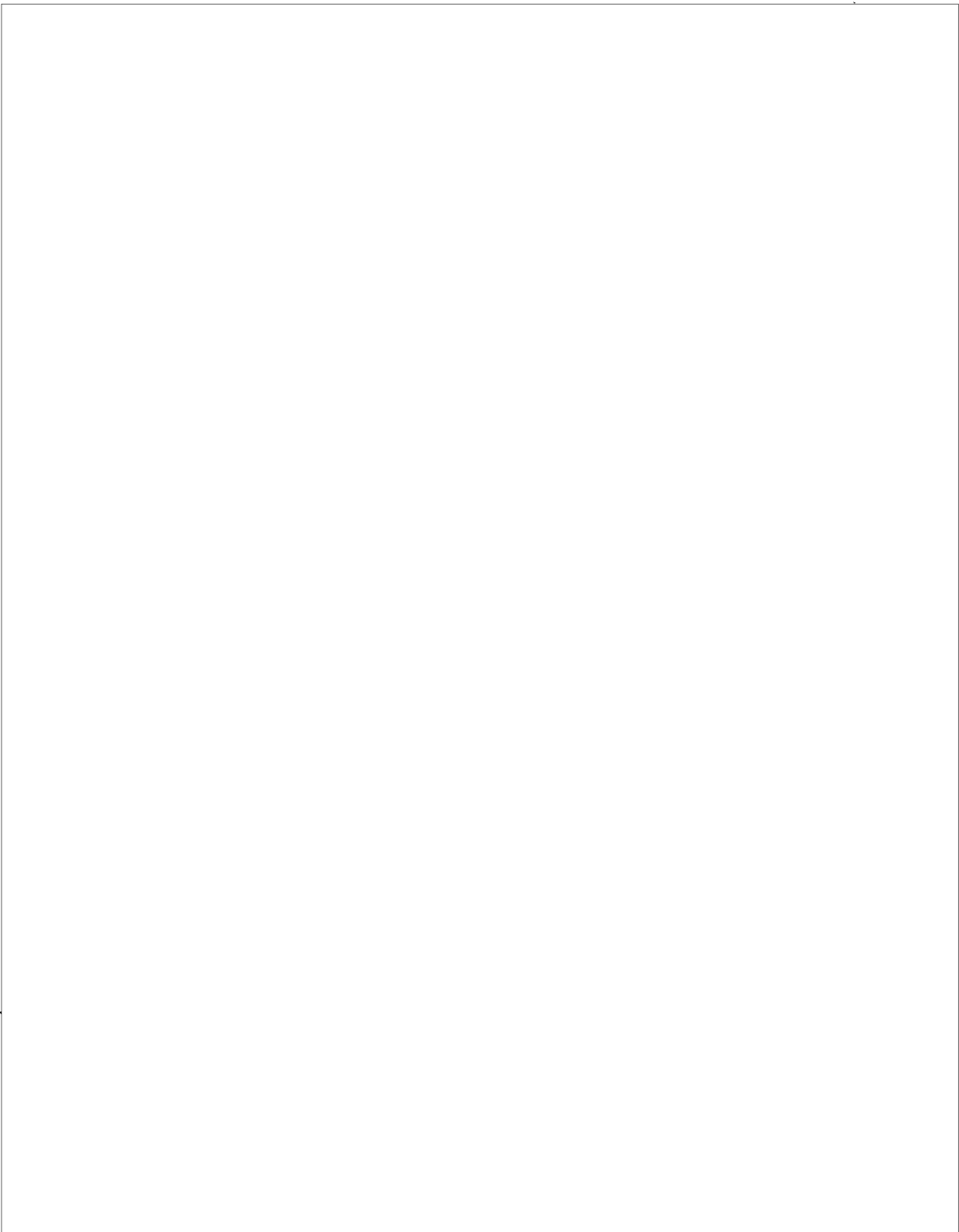












Political Science



~~SECRET~~  
Security Information

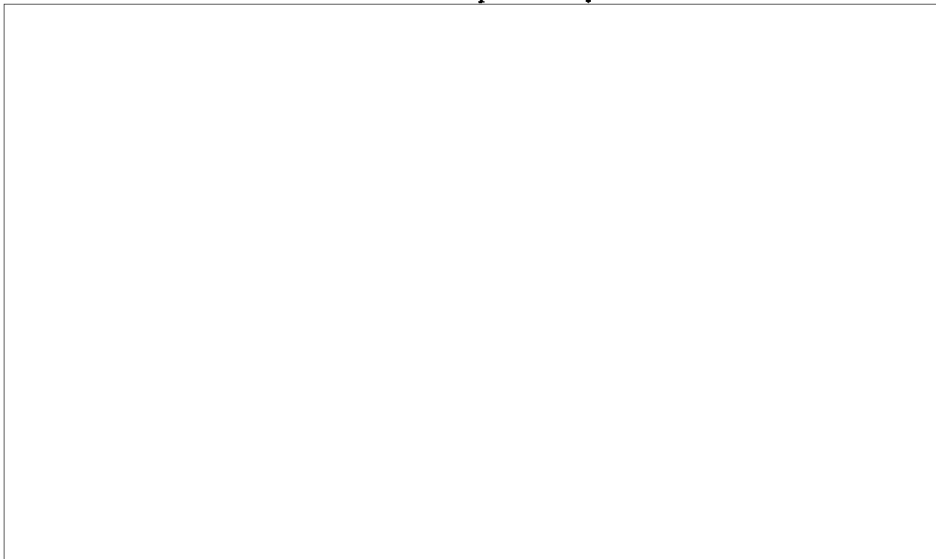
Upon approval of this budget by Headquarters, the funds will be placed to the account of [redacted] who will be accountable for their disbursement in accordance with Confidential Funds regulations. [redacted] will disburse such funds in the smallest amounts possible, consistent with maintaining the operating efficiency of the project. He shall not, moreover, make additional disbursements until he has received tangible evidence of expenditure (receipts) for previous disbursements. Ordinary disbursements should not exceed \$1,000.00 and should be covered by receipts within thirty days. Where the Staff Agent is certain that receipts cannot be obtained for large disbursements and where the expenditures cannot be authenticated with certainty by the Staff Agent, an amendment to the project should be prepared and a proposed administrative plan should be forwarded to Headquarters for approval. [redacted] shall take all reasonable precautions to insure that he maintains complete control of the financial phases of this operation at all times and that all disbursements adhere to the Confidential Funds Regulations and the objectives authorized in this project and its amendments.

H. Reports Procedures

In granting financial aid to [redacted] group, DTHAREAS will request periodic reports of activities and expenditures. These reports will be covertly checked by Mission Santiago.

I. Coordination

No coordination will be required beyond WHD.

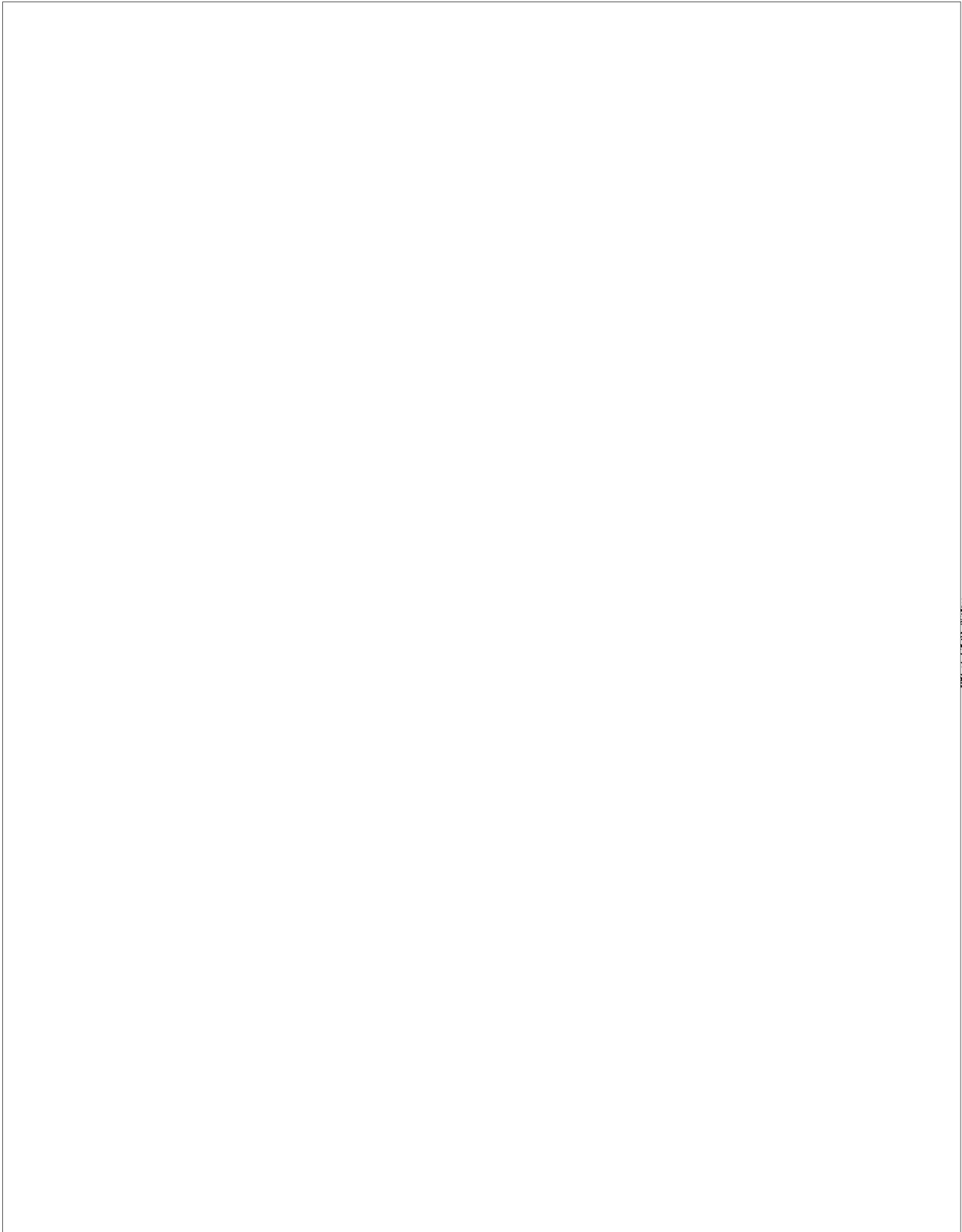


~~SECRET~~

**SECRET**

SECURITY INFORMATION

<b>PROJECT FINANCIAL DATA</b>		PROJECT CRYPTONYM <b>HEMICSO C (Attachment 2)</b>	
		FISCAL PERIOD COVERED December 1953 THRU 30 JUNE 1954	
*MAY NOT EXCEED SECRET CLASSIFICATION			
RESPONSIBLE STAFF OR DIVISION <b>WE/ELI</b>		CASE OFFICER	
<b>A. PERSONNEL REQUIREMENTS</b>			
Indicate number and type of personnel required and estimated total compensation for salary, allowances, travel and related employee benefits. Include everyone paid from project.			
<b>B. SUPPLIES, MATERIEL AND EQUIPMENT</b>			
Indicate amount required in applicable spaces. Attach complete supporting list for each.			
COMMO \$	CHEMICAL \$	QUARTERMASTER SUPPLIES \$	OTHER SUPPLIES \$ 200
MEDICAL \$	ORDNANCE \$	SPECIAL DEVICES \$	OTHER EQUIPMENT \$
TOTAL B.		\$200	
<b>C. OTHER OPERATIONAL EXPENSES</b>			
Indicate volume and nature of expenses such as (1) maintenance of two operational houses abroad (2) spot purchase of information, etc.			
Office, rental and utilities			\$1,200
Publication equipment and supplies (locally purchased)			2,000
Local reimbursement for repair, printing, and similar services			900
TOTAL C.			\$4,100
<b>D. SUBSIDY OR PROPRIETARY PAYMENTS</b>			
If funds are to be turned over to individuals or groups in large lump sums to be expended by the individuals or groups at their discretion to accomplish an agreed-upon objective, explain the type of financial accounts, factual verification or statements, if any, other than a receipt for the lump sum, which will be obtained.			
None anticipated			
TOTAL D.			
<b>TOTAL FUND REQUIREMENTS (A + B + C + D) \$ 6,000</b>			





FURIOSO/C

2

Exhibit No. \_\_\_\_\_

Originating Office WH

Approved

Michael J. Sullivan  
for

19 Feb. '54

Additional funds are  
needed for the purchase of  
equipment for the  
project. The amount  
needed is approximately  
\$8,000.00. It is  
requested that you  
authorize the purchase  
of this equipment.

ALL INFORMATION CONTAINED  
HEREIN IS UNCLASSIFIED

SEP 1954

MEMORANDUM FOR: CHIEF, SPECIAL SECURITY DIVISION

THROUGH : FI/STC/SPB

SUBJECT : Request for Badge--David Ailes PHILLIPS

1. It is requested that a limited badge be issued to Mr. David A. Phillips, covert Agent for PP/CT, working in the newspaper and lecture field. The limited badge should include access to the Admin. Building, 2210 "E" Street, I, J, K, and L Buildings.

2. Mr. Phillips' needs to have access to these buildings because of his frequent contact with various officials to better equip him for his future assignment. It is anticipated that he will be assigned to this Agency for one year.

3. For further information, contact W. F. Hawley, PP/ Security Officer, room 1412 K Building, extension 3606.

(SIGNED) COLWELL K. BEARS

FOR

JOHN E. BAKER

Acting Chief

Psychological and Paramilitary Operations Staff

*JSL*

PP/ADMIN/WHawley:daw, 26 August 1954

Distribution:

- Addressee - Orig. & 1
- FI/STC/SPB - 1
- PP/Admin - 2
- FI/RI/An - 1

INDEX  
CHARGED FROM IP/CRS

871

SECRET

DOCUMENT TRANSFER AND CROSS REFERENCE


SUBJECT OF DOCUMENT		DOCUMENT IDENTIFICATION		
PROJECT FURIOSO C		2. RI FILE NO.	Job #61-1013/60 WATAI GLAX	Bcx 14 BIRD
		3. DISPATCH OR SOURCE DOC. SYMBOL NO.		4. DATE
		7. SOURCE CRYPTONYM		8. DATE OF INFO.
5. ANALYST	6. DATE PROCESSED	10. DISSEMINATED IN		11. DATE
C. McNew	28 Nov 61	-----		-----

DOCUMENT DISPOSITION	
<input checked="" type="checkbox"/> 12. CROSS REFERRED TO THIS FILE	13. TRANSFERRED TO RI FILE NO.

14. PERTINENT INFORMATION

Project portion has been removed and sent to RI/AR.  
For review of file, contact RI/AR x-2471 using RI file number indicated above.

x-ref 201-88764 FULMINATOR-1

15. FILE THIS FORM IN FILE NO. 

OTAS

RELEASED  
THE BAY CITY TIMES  
DAILY AND SUNDAY 1975  
BAY CITY, MICHIGAN  
CITY GENERAL

IRS 75-4978

David A. Phillips  
Reporter  
Aug. 5, 1975

AUG 18 12 58 PM '75

Assistant Attorney General  
In charge of Freedom of Information Act Inquiries  
Department of Justice  
Washington D.C.

Dear Sir,

In accordance with the amendment to the Freedom of Information Act that took effect February, I request information on any file the Central Intelligence Agency may have on

The Bay City Times

I understand the amendment requires the CIA to respond to all inquiries within ten days of receipt.

My request for information on any file the CIA may keep on this newspaper was sent to your office & I was unable obtain a mailing address to the CIA.

Thank you

*[Handwritten signature]*

25 August 1975

David A. Phillips Request on The Bay City Times

75-4978

# "CS" RECORD MATERIAL

DUE DATE

25 Feb 78

1. THIS DOCUMENT IS CHARGED TO YOU.
2. RETURN THIS DOCUMENT TO RID/ARCHIVES & DISPOSITION SECTION, RM GE-58, ON OR BEFORE DATE INDICATED.
3. IF YOU FORWARD THIS DOCUMENT TO ANOTHER INDIVIDUAL PLEASE CALL EXTENSION \_\_\_\_\_.

DO NOT REMOVE THIS FORM

FORM 12-62 179a USE PREVIOUS EDITIONS.

(47)

3.	WA/Chile M. Caputo																		
4.	IP/EIS GA-10 D. Isaac																		
5.																			
6.																			
7.																			
8.																			
9.																			
10.																			
11.																			
12.																			
13.																			
14.																			
15.	RETURN TO: RID/ARD/RCU G-E-58																		

To Requester:

Please return this reference to RID/ARD/RCU immediately after use.

RECORDS CENTER

JOB NO. 61-1013/80

SPACE NO. 2713  
450740

FILE NO. \_\_\_\_\_

DOCUMENT \_\_\_\_\_

FOLDER NO. 2

BOX NO. 14

RETURN TO RECORDS CENTER  
 IMMEDIATELY AFTER USE  
 JOB 61-1013 BOX 14  
 450740

FORM 3-62 610 USE PREVIOUS EDITIONS OP-61

SECRET
  CONFIDENTIAL
  INTERNAL USE ONLY
  UNCLASSIFIED

SECRET

# "CS" RECORD MATERIAL

DUE DATE

12/22/80

1. THIS DOCUMENT IS CHARGED TO YOU.
2. RETURN THIS DOCUMENT TO RID/ARCHIVES & DISPOSITION SECTION, RM GE-58, ON OR BEFORE DATE INDICATED.
3. IF YOU FORWARD THIS DOCUMENT TO ANOTHER INDIVIDUAL PLEASE CALL EXTENSION \_\_\_\_\_.

DO NOT REMOVE THIS FORM

FORM 12-62 179g USE PREVIOUS EDITIONS.

(47)

3.	W. White														
4.	M. Capra														
5.	D. Isaac														
6.															
7.															
8.															
9.															
10.															
11.															
12.															
13.															
14.															
15.	RETURN TO:														
	RID/ARD/RCU G-E-58														

To Requester.

Please return this reference to RID/ARD/RCU immediately after use.

RECORDS CENTER

JOB NO. 61-1013/80

SPACE NO. ~~20115~~

450740

FILE NO. \_\_\_\_\_

DOCUMENT \_\_\_\_\_

FOLDER NO. 3

BOX NO. 14

FORM 3-62 610 USE PREVIOUS EDITIONS OP-61

SECRET
  CONFIDENTIAL
  INTERNAL USE ONLY
  UNCLASSIFIED

# "CS" RECORD MATERIAL

DUE DATE

12/1/80

1. THIS DOCUMENT IS CHARGED TO YOU.
2. RETURN THIS DOCUMENT TO RID/ARCHIVES & DISPOSITION SECTION, RM GE-58, ON OR BEFORE DATE INDICATED.
3. IF YOU FORWARD THIS DOCUMENT TO ANOTHER INDIVIDUAL PLEASE CALL EXTENSION \_\_\_\_\_.

DO NOT REMOVE THIS FORM

FORM 179 USE PREVIOUS EDITIONS.

(47)

3.	WH/Chic M. Capano				✓
4.	IP/EIS GA-10 D. Isaac				
5.					
6.					
7.					
8.					
9.					
10.					
11.					
12.					
13.					
14.					
15.	RETURN TO: RID/ARD/RCU G-E-58				

To Requester:

Please return this reference to RID/ARD/RCU immediately after use.

RECORDS CENTER

JOB NO. 61-1013/80

SPACE NO. 9073

450740

FILE NO. \_\_\_\_\_

DOCUMENT \_\_\_\_\_

FOLDER NO. 1

BOX NO. 14

RETURN TO RECORDS CENTER  
 IMMEDIATELY AFTER USE  
 JOB 61-1013  
 BOX 14  
 450740

FORM 3-62

610 USE PREVIOUS EDITIONS  
OP-61

SECRET

CONFIDENTIAL

INTERNAL USE ONLY

UNCLASSIFIED



CONFIDENTIAL

NOTICE

THIS FILE HAS BEEN PROCESSED AND RETIRED. DO NOT

ADD ANY DOCUMENTS TO THIS FOLDER. FORWARD CS

DOCUMENTS THAT SHOULD BE INCLUDED IN THIS FOLDER

TO RID/RPU GE-58.

NOTICE

CONFIDENTIAL