

SECRET

DECLASSIFIED AND RELEASED BY
CENTRAL INTELLIGENCE AGENCY
SOURCE METHOD EXEMPTION 3020
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2007

24 February 1959

MEMORANDUM FOR THE RECORD

SUBJECT: Oral Understanding with Officers and Directors of AEBEEHIVE
(Project AERODYNAMIC)

1. The following has been discussed with and concurred in by AECASSOWARY-2, member and director of the AEBEEHIVE corporation, for himself and for the other officers and directors. AECASSOWARY-2 is the principal agent of the Project and primarily responsible for the management of AEBEEHIVE. The other officers and directors are subject to his direction and they are aware of the restriction on their activities hereinafter set out.

a. All directors, officers and members of the corporation and the principal accounting officer shall be approved by CIA.

b. The corporate charter and by-laws shall not be changed without prior authorization from CIA.

c. The corporation shall not solicit contributions from sources other than CIA without prior approval of CIA. The corporation shall notify CIA upon receipt of any outside contributions.

d. The corporation shall observe secrecy, fiscal accounting, and auditing procedures prescribed and provided from time to time by the Agency.

e. All funds received by AEBEEHIVE shall be deposited in a stateside corporate bank account. Withdrawal from this account shall require the signature of the two officers of AEBEEHIVE.

f. The leasing of office space, the purchase of real estate, and any contract or commitment (other than for personal services) in excess of \$5,000 per year, shall require the prior approval of CIA.

g. The corporation shall not borrow funds on its secured or unsecured credit from any source whatsoever, nor shall it enter into any commitments to mortgage, pledge, or otherwise dispose of any of its fixed assets without prior authorization from CIA.

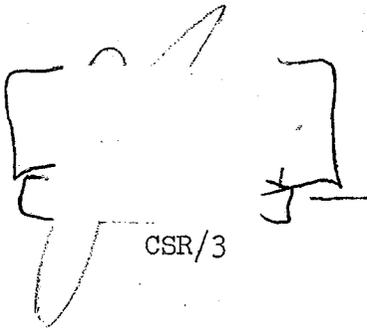
h. Any or all of the monies or assets of the corporation which cannot be utilized in the manner originally intended are recognized as property of the United States Government, and will be returned accordingly to CIA upon request.

i. All information relating to this agreement or to CIA's relationship with the corporation is secret and shall not be divulged to any person,

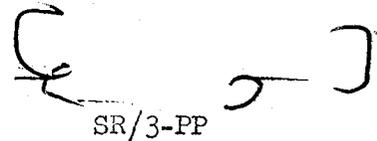
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organization or government in any form or manner except as authorized by CIA.

2. This agreement is effective as of 20 February 1959 and shall continue thereafter subject to the approval of and the availability of funds for the AERODYNAMIC Project.



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