

SECRET

6 December 1954

MEMORANDUM FOR: Chief, Finance Division

VIA : Special Contracting Officer

SUBJECT : Memorandum in Lieu of Contract for Grover R.
MOLONORIE

1. Grover R. MOLONORIE is currently being used as a covert contact under Project ABCHAMP. At the present time he is exclusively concerned with attempting to spot persons suitable for black penetration missions into the Lithuanian SSR.

2. In view of the limited use to which MOLONORIE is being put, it is considered preferable to have agreements with him confirmed by a Memorandum in Lieu of Contract rather than a formal contract. In the event that subject is successful in his recruiting efforts for the Branch and, as a result of his satisfactory performance, is considered for wider utilization, a request for a formal contract will be submitted.

3. In return for services rendered, Grover R. MOLONORIE will receive the following:

- a. Reimbursement for expenses incurred in travel performed on our behalf, including payment of per diem in consonance with pertinent Agency regulations.
 - b. Reimbursement for operational expenditures he incurs on our behalf.
 - c. On infrequent occasions, entertainment by purchase for him of lunch, dinner, or drinks.
4. No other commitments have been made to MOLONORIE.
5. For any further information concerning this matter, please contact extension 8545, room 2609 "J."

Chief, SR Division

APPROVED:

Special Contracting Officer

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