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TO : Chief, Foreign Branch M DATE: 21 June 1949
FROM : Chief of Station, Vienna CPO Attention
SUBJECT: GENERAL - Operational
SPECIFIC Project

1. Forwarded herewith are 3 memoranda from dealing with various phases of the project. Recently much of this material was obtained through re-interrogation of to ascertain his background.

2. account of Hungarian contacts in Western Europe since 1 January 1949 makes it abundantly clear that we must try to limit activities to some extent, since he has been in contact with too many people and a number of these persons have previously aroused our suspicion. We have sent traces on these individuals to and cautioned him to exercise a restraining influence on activities.

3. Some of our file material may not be available to Washington and may be summarized here:

a. Sándor UJVÁRY, mentioned as an agent of Gabor ZEMER in MSB 1350, is described by Hampton/V as a gangster and racketeer without character who was dismissed from the Ministry of Reconstruction for theft and other malfeasance. Among his associates OHL, USFA lists such disreputable characters as Thomas BUN who came to Austria with UJVÁRY to seek UNRRA aid for Hungary. At that time, 10 January 1946, BUN traveled in a Soviet uniform.

b. Janos SARGA is known as the source of SBG-695, although we do not know with whom he was in direct contact or why he is now claiming to be collecting information for "an American boss."

Not same: check, tho

c. Ferenc NOVACS, Wash 3883 indicated that he accompanied Jana FRUNDA to Vienna from Budapest in October 1948 allegedly in the interests of the Communist Party.

d. Col. Lajos HAROS, Rome 398, 24 October 1946, characterized him as chief of operations of the Hungarian Ministry of War in 1944. He was associated to Camp Yseoklabruck where he was recruited by the Anscom

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FORM NO. 64-10
APR 1947

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SOURCES METHODS EXEMPTION 3B2B
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2001 2008

Polish to create and coordinate anti-Communist Polish-Hungarian military action. NADAS visited Baron AFOR in Rome in October 1946 seeking cooperation. AFOR did not commit himself in view of NADAS' compromised past, but promised to keep in contact.

e. Dezso STERN, reputedly a friend of Gabor PETER, described in JMK-3736 as employed by AJDG along with his brother, Lajos, mentioned in Van Pelt's interrogation of HERS on 8 April 1947.

f. Gyula SZABO - traces too numerous to list.

g. Mrs. Istvan ORDODY is described as the widow of an Hungarian medical corps general and a delegate to the International Red Cross. She is allegedly an idealist, but a report dated May 1946 which mentioned her does not specify what kind of an idealist.

h. Laszlo KOVACS was described in LSX-434, the interrogation of Renate Von Gerlinde SZERDAHELYI, as secretary in Budapest to Peter FORDA, an important Soviet agent. Since the name is extremely common, identification is uncertain.

A. Attention is particularly invited to [] report from [] in the status of the ZAKO group, and the possibilities which ZAKO and Karoly HEY offer for furthering our intelligence aims in Hungary. ZAKO is clearly a person to be approached with great care.

Attachments:

SLZ/1686
SLZ/1687
SLZ/1688

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