

INCOMING

ZAKO

230815Z

221605Z

231300Z

SECRET

[] 2849

FROM: []

22 JUNE 1950 SECRET

ROUTINE

TO: WASHF

INFO: []

RE WASH 7374 AND 7375

1. [] MET ZAKO AND KORPONAI 16 JUNE BUCHS SINCE LATTER 2 DID NOT WANT TO CROSS BORDER.

2. ZAKO CLAIMS HAVE 72 AGENTS HUNGARY ORGANIZED BY KOVACS WHO BEFORE DEATH CROSSED 16 TIMES. MOST ARMY OFFICERS HALF OF WHOM RECEIVED MOSCOW INDOCTRINATION TRAINING AND BEING HELD AS STAY BEHINDS. THESE NOT TO BE USED FOR PRESENT INTELL PROGRAM. ZAKO CLAIMS HAVE SUFFICIENT COURIER AGENTS AUSTRIA TO ENABLE SEMI-MONTHLY CROSSINGS AND DEVELOP NET WORK WHICH CAN PROVIDE INFO ON:

A. MANUFACTURING PROGRAM AND EXPORTS TO RUSSIA OF MUNITIONS INDUSTRY SUCH AS MANFRED WEISS, RIMAMURANY, MAVAG, ETC.

B. O.B., RUSSIAN GAUGE RAILROAD TRANSFORMATION, ETC.

C. PENETRATION OF GOVERNMENT OFFICES, SECRET POLICE, ETC. IN THIS CONNECTION RECOUNTED FACT THAT PAUL HADVARI PERSONAL SECRETARY TO RAKOSI HAD WORKED FOR THEM AND VEEN EXECUTED UPON DISCOVERY HE HAD PHOTOSTATED PROTOCOL OF RAKOSI INSTRUCTIONS TO C.P. AFTER COMINFORM CONFERENCE 3 MONTHS AGO. CAN YOU VERIFY THIS ?

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SF
File

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DECLASSIFIED AND RELEASED BY
CENTRAL INTELLIGENCE AGENCY
SOURCE METHOD EXEMPTION 302B
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2008

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3. ZAKO CERTAIN CAN EXECUTE PROGRAM BUT NEEDS FOLLOWING MATERIALS:
 - A. 3 RADIO SETS TO BE SMUGGLED INTO HUNGARY.
 - B. NEW SECRET WRITING MATERIAL NOT LIKELY TO BE KNOWN IN HUNGARY SINCE OPEN MAILS FREQUENTLY USED FOR COMMUNICATIONS.
 - C. 3 CAMERAS FOR PHOTOGRAPHING DOCUMENTS.
 - D. 4 TO 6 SO CALLED GAS PISTOLS WHICH SERVE TO KNOCK SOMEONE OUT FOR 5 TO 10 MINUTES. IN CASE COURIERS APPREHENDED MIGHT ENABLE THEM ESCAPE.
4. ZAKO WANTS 6 MONTHS TRIAL PERIOD AT \$ 1,000 PER MONTH. IN THIS CONNECTION TOLD SOURCE PRICE EXTREMELY LOW SINCE AMERICAN SPONSORED GROUP SALZBURG WITH MEAGER RESULTS GETTING \$ 2800 MONTHLY. CAN YOU VERIFY.
5. WE IMPRESSED UPON SOURCE OUR DESIRE HE NOT GET INVOLVED AND HE RELUCTANTLY ACCEDING. IF SOURCES ACCOUNT PROPOSAL ACCURATE, SEEING POSSIBILITY OF PENETRATING SINCE ZAKO INCAPABLE EXECUTING WITHOUT FINANCIAL SUPPORT WHICH SO FAR NOT FORTHCOMING ANY OTHER SOURCE. SULPHATASE TOLD ZAKO HE REPRESENTING GROUP AMERICAN OIL AND BUSINESS MEN WHO HOLDING CONSIDERABLE PROPERTY HUNGARY NOW EXPROPRIATED AND WILLING RISK INVESTMENT ORDER BE AU COURANT PRESENT INTERNAL CONDITIONS. IF YOU INTERESTED AND WILLING RISK \$6,000 , SOURCE COULD MAKE ARRANGEMENTS PASS MONEY, THEN WITHDRAWING CLAIMING UNWILLINGNESS INVOLVEMENT BECAUSE OF DANGER HIS STATUS SUISSE, BUSINESS OBLIGATIONS, ETC. HE COULD THEN PROBABLY GET FULL INFO AT MONTHLY OR BI-MONTHLY MEETINGS WITH ZAKO. ALSO DISCUSSED ADVISABILITY INDUCTING THIRD PARTY HANDLE

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ZAKO BUT SOURCE HAD NO SUGGESTIONS EMPHASIZING WOULD HAVE TO BE PERSON
CAPABLE HANDLING MAN LIKE ZAKO WHO THOROUGH PROFESSIONAL HIS OPINION.
6. ZAKO WILL BE PARIS 27 JUNE AND SOURCE CONSIDERING SEEING HIM THEN
COMBINING WITH DISCUSSION [] OF INFRACTION MATTER. WE TOLD
SOURCE UNWILLING BE RUSHED AND WOULD PROBABLY BE UNABLE HAVE NEWS BY
THAT DATE. ADVISE WHETHER YOU WANT US CONTINUE CABLE PROGRESS THIS
MATTER.

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