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X Reynalds Son Robert

22 Earch 1944

Hon. Robert R. Reynolds, United States Senate, Washington, D. C.

Dear Senator Reynolds:

the qualifications of Major Earl Betts. As you noted in your original letter, he has had wide noted in your original letter, he has had wide experience in the purchasing, selling, warehousing experience in the purchasing, selling, warehousing experience in the purchasing, selling, warehousing and manufacture of textiles in their various stages. These qualifications were also borne out by a defined publications were also borne out by a defined present instory also borne out by a defined field personal history also borne out by a defined field personal history also borne out by a defined him. Unfortunately, missever, we have already from him. Unfortunately, missever, we have used a rilled all positions in which we might have used a rilled all positions in which we may sorry that man with much qualifications. I am very sorry that was in the case, since it is undoubtedly a man of the life is the case, since it is undoubtedly a man of We have given pareful consideration to

Our file on the or Betts will be retained in an active status, and should a position arise in which he could be utilized to the fullest degree, we containly shall 8-2 him further consideration.

It was Very good of you to have onlied him to our attention.

Very truly yours,

Milian J. Donovan

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Pais Earl 13,169 & Payada, San Edat

Mnited States Lenate

COMMITTEE ON MILITARY AFFAIRS

ETTE E. WATTS, CLE

March 17, 1944.

Dear General Donovan:

under date of December 28, 1943, I see you suggesting that the file of Mator Earl Betts as examined to determine whether his experience could be used in your "services", and you replied January 1.3th that the file would be examined.

I write now to ascertain what decision you have arrived at and whether there is any possibility of your office requesting his assignment under your jurisdiction.

I understand that Major Betts is available for reassignment.

Brig. Gen. William J. Donovan, Director, Office of Strategic Services, 25th and E Streets, N. W., Washington, D. C.

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Puths Brand 3 62 Voing

15 January 1944.

Senator Robert R. Reynolds, United States Senato, Washington, D. C.

In General Donovan's absence I should like to acknowledge your letter of 28 December 1943, suggesting an examination of the personnel file Dear Senator Reynolds:

officers to examine Mr. Setts: file at the war Department so that we may determine whether his qualifications meet our present personnel. requirements.

Thank you for calling Mr. Betts to our attention.

very truly yours,

S. Edward Sunton, keting Director.

COPY

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UNITED STATES SENATE

Committee on Military Affairs December 28, 1943.

Dear General:

Understanding that your "Services" are in need of additional officer personnel, I suggest the examination of the personnel file of Earl R. Betts. Possibly his textile experience could be used to advantage.

With cordial best wishes, I am Very sincerely yours,

> /s/ Robert R. Reynolds Robert R. Reynolds, USS.

Brig. Gen. William J. Donovan, Director, Office of Strategic Services, 25th and E Streets, N. W., Washington, D. C.

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Bella carl. 13/69

1 January 1944.

col. Connely.

The attached letter from Senator Robert R.

Heynolds to General Denovan sames to indicate that

We have a file on Mr. Earl R. Hetts. If that is

not the case, we will want to communicate with

Senator Reynolds saking him to have Mr. Betts

Transmit a personal history statement to us.

upon your saving concerning any information that you may have on Mr. Bett's commonts, we shall prepare a raply to Espector Reynolds for the signature of the Director or Acting Director.

C. A Bane. Lt. (JE) USHR

BARRIEL

Beary Clefford 13,683

19 February 1944

REMODULINE

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Serguent Clifford J. Burry

STRUCT! OF GIVE

the destination indicated in your military orders, where you the destination indicated in your military orders, where you will appoint to the Chief of OSS for that theater of operations.

You name thereafters be not under the instructions of the Chief of OSS for such theater.

G. EDWARD BUXTOR Acting Director

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J. W. Selvener Lapaty Blacter, 880

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Declassified and Approved For Release 2013/12/18: CIA-RDP13X00001R000100020008-4 Begieve, Duylas W. 13,1627 SEPRE Nato: Feb. 7, 1944 Boughes fold Degler PENORAUSIN 201 ordera eveluey: L. Tou are hereby sutherized and directal to present to London, Registed, where you will report to the Strategic Services Officer for the Surspens Thustor of Operations. You are, thereafter, to set major the instructions of the Stratogic Services difficult for the Burowsky Theatest. G. Edward Boxton Active Director AFTROVED PRIME J. W. Sorimer Deputy Director, 850 Turopen Theater fficer SHORE.

OFFICE OF STREETS STREET, STREET, CLE Bankler | 100, D. C.

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82/s derard J. Breitler, 8918, 761-68-68

(Miles a 20376071

In the burning authorized and directed to proceed to Algiers, Borth Africa, where you will report to the Strategic Serwhere officer for the logic African Theater of Operations. You the first tor, to suit intoler the trestructions of the Strategie lertion officer the lors african Pleatur.

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CONFIDENTIAL

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1 December

EXCERPTS FROM BRITISH DISCUSSIONS ON THE MAINTENANCE OF FULL EMPLOYMENT AFTER THE WAR

En a modern industrial society an individual's ability to earn a living is as much dependent upon general economic factors over which he has no direct control as on his own initiative and qualifications. The bitter experience of an economic breakdown in the thirties which deprived millions of people of the opportunity to work for a living and the contrast presented by the full employment attained during the war are largely responsible for the nearly universal opinion in Great Britain that the chief long-run post-war problem facing the Government will be the prevention of serious unemployment. Speaking for the Government, The Chancellor of the Exchequer said in January 1943: "The basic objective that we must set ourselves is active employment for the people of the country." (1)

DEFINITION OF FULL EMPLOYMENT

The Economist (October 3, 1942) points out that a state of "Full employment" is compatible with seasonal unemployment and transitional unemployment, but not with depressed areas. There is general agreement on this point, and it is the prevention of "mass unemployment" that at present concerns the pention of "mass unemployment" that at present concerns the prevention people. Beveridge's "Assumption C", without which "no satisfactory scheme of social security can be devised", is the "maintenance of employment, that is to say, the avoidance of mass unemployment."

Mass unemployment may exist on a national scale as a result of a general trade depression (cyclical unemployment), or on a regional scale as a result of depression in a particular industry (structural unemployment). Most of the discussions are concerned principally with cuclical unemployment, and this report is confined to the cyclical problem.

The Government, in aiming at regularizing economic life, should never aim at regularizing it at top speed. The social machinery cannot stand this continuously any better than other machinery can. The problem with which post-war Governments will be confronted is not only how to solve the unemployment problem by regularizing economic ectivity, but also how to find the way from the dislocated conditions created by the war to the level of peace-time economic activity and employment that can reasonably expected to be neither over not understrained....No mathematical formula can be found to define this level, because amongst other reasons, the conditions under which

⁽¹⁾ PARLIAMENTARY DEBATES, House of Commons, Vol. 386, No. 24, February 2, 1943, Co. 814.

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it will have to be established itself are as yet unknown. It is in this field that economic policy will have to stand its test." (pp. 21, 22)

CYCLICAL UNEMPLOYMENT

"Mass" unemployment arising from cyclical fluctuations in business activity is universally agreed to be the most devastating kind of unemployment from the economic and social point of view and the most difficult to handle. "Structural" unemployment arising in depressed areas and depressed industries can be dealt with only if a reasonably high level of full employment exists, in the country generally. Consequently the causes and cures of the business cycle are the center of most of the discussions on full employment.

There is a surprisingly wide agreement in regard to the nature of cyclical fluctuations and the measures required to deal with them.

Fluctuations in Investment

It has, of course, been long remarked by economists that activity in capital goods industries and in raw material producing industries fluctuates much more violently than activity in other sectors of the economy. Furthermore, as has been demonstrated by Alvin Hansen and others, decreases and increases in investment tend to precede in time the corresponding movements of consumption. From the data made available by the researches of economists, it is now universally concluded that fluctuations in general economic activity are caused by fluctuations in investment. It therefore follows that employment can be stabilized by stabilizing the rate of investment.

INVESTMENT POLICY

It is generally agreed that the policy adopted by the Government to stabilize investment must include considerably more than a prepared program of public works. Measures designed to maintain the profitability of private investment in general, the extension of public ownership, the control of certain types of industry, appropriate coordination of fiscal and budgetary policy, and the creation of a National Investment Board to coordinate all investment activities and draw up a scale of priorities are the chief suggestions put forward in the British discussions.

CONSUMPTION POLICY

This discussion so far has been concerned with full employment policy entirely from the investment side, and as if full employment were the sole goal of aconomic activity. It is obvious however that the ultimate purpose of economic activity is to satisfy the needs and wants of human beings, and consequently the value of full employment to the community can be greater or smaller, depending on the extent to which it demonstrates are employed in producing goods most essential for raisi, the standard of in producing goods most essential for raisi, the standard of living. Although full employment might be attained by an appropriate investment policy, many people believe that a policy designed to increase the proportion of the national products soing into consumption would result in a more progressive and better balanced economy, and would assist in maintaining economic stability. A "consumption policy" in this sense is not generally

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advocated as an <u>alternative</u> to an investment policy but as a supplement to it. For this reason, all of the discussions urge an adequate social security program to maintain the money incomes of individuals in times of stress, and most of them recommend that measures should be taken to effect greater equality of income distribution.

PROBLEMS ARISING IF A FULL EMPLOYMENT POLICY IS MAINTAINED

Inflationary Tendencies

In a state of full employment inflationary tendencies will arise if there is an increase in effective demand unaccompanied by technical improvements which will enable an increase in output to take place, since output cannot by typothesis be increased by using previously employed factors of production. In these circumstances the increase in demand (i.e., purchasing power in the hands of consumers) must be the result of an increase in the cost of production of an unchanged quantity of goods and services and must therefore lead to a rise in prices, which may start what is called the "vicious spiral of wages and prices". A correspondent of The Times has this point in mind when he points out (January 1943) that full employment would result in a substantial change in the workers' bargaining position, and if "free wage-bargaining, as we have know it hitherto, is continued in conditions of full employment, there would be a constant upward pressure on money wage-rates...Unemployment in a private enterprise economy has... indirectly the function of preserving the value of money."

The inflationary tendencies with which the British discussions are concerned do not include a mere rise of costs and prices resulting from the increased use of marginal factors of production as full employment is approached. They are concerned with the rise in prices that comes from an increase in effective demand when output can no longer be appreciably increased. In other words, a desire on the part of the people to increase consumption without decreasing investment. This of course would cause no difficulty if technological developments made possible an increase in output with the same on a smaller supply of labor or other factors of production — a situation that is characteristic of modern industrial progress. If, however, techniques remained unchanged or charged slowly in a given period, it would still be perfectly feasible if the community desired to increase its consumption for the central government to take measures to reduce the level of investment. It is in this connection that the statistical techniques, with the aid of which a "balance sheet" of the national economy can be drawn up and an estimate of the position in the near future be made, become important.

The _____ report states that if the

the way, the Government should apply the following remedies, the dosage being adapted to their effectiveness:-

w(1) Monetary Measures. The credit basis of the monetary system should be reduced - or, to begin with, its extension checked, the rate of interest should be allowed to rise; the use of credit for various purposes should be curtailed.

"(11) Budgetary Measures. The "extraordinary" budget should be over-covered by raising taxation;

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the rate of depreciation allowed on new capital investment for taxation purposes should be reduced, if necessary to zero, or even such capital expenditure should be

"(Nii) Government Investments. Capital expenditure by the Government (central or local), or controlled by the Government, should be slowed down or stopped." (pp 34-35)

Even The Economist considers the "old monetary techniques ...too indirect, too blunt in their action", and therefore sees no alternative but "direct physical control of all investment." How extensively this control will in fact be exercised will depend on the measures required to stabilize the economy in any given period.

Flexibility of the Economy

Defence against unemployment in the past has frequently taken the form of protection of the status quo regardless of efficiency, restriction of mutput in order to maintain prices, restrictionist trade union regulations, and tariffs. That these would be disastrous methods of maintaining full employment after the war is fully recognized in Great Britain. It is stressed over and over again that full employment must be made compatible with economic change and that Government measures to promote mobility of labor and flexibility in industry will be necessary. What emerges most clearly from recent experience is the incompatability of full employment with restrictive industrial policies. The Times, January 23, 1943) Restrictive measures are one of the dangers of so-called industrial self-government.

INTERNATIONAL ASPECTS OF A DOMESTIC FULL EMPLOYMENT POLICY

For Great Britain an extensive international trade is the sine dua non of domestic prosperity, since a large export trade is essential in order to provide the imports required to maintain, is essential in order to provide the imports required to maintain, let wione improve, the pre-war standards of living. In these cirlet whomever, the pre-war standards of living. In these circumstances, freat Britain must develop her export industries. consistences, freat Britain must feel employment in these industries, however, will depend on Full employment to the direct influence of a domestic full employment policy. The direct influence of a domestic full employment policy. Here then lies the greatest handicap to a successful full employment ment policy in Great Britain. If a reasonable level of employment is not maintained in those countries to which Britain must sell is not maintained in those countries to which Britain must sell is not maintained in those countries to which Britain must sell is not maintained in those countries. The latter policy would transferring them to other industries. The latter policy would have an adverse effect on the ability of export industries to have an adverse effect on the ability of export industries to made demand for their products when employment improved abroad, but the former policy might result in considerable continued unemployment.

CONCLUSION

In the Eritish discussions of the problem of maintaining full employment there is a universal assumption that full employment employment there is a universal assumption that full employment can be attained—that mass unemployment is not an unavoidable can be attained—that mass unemployment is not an unavoidable social evil. Furthermore, there is nearly unanimous agreement social evil. Sir William Beveridge control of all economic activity. Sir William Beveridge insight that the methods of ensuring full employment must be insight that the preservation of essential citizen liberties",

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which he lists as "freedom of worship, speech, writing, study and teaching; freedom of assembly and of association for political and other purposes, including the bringing about of a peaceful change of the governing authority; freedom in choice of occupation; and freedom in the management of a personal income." The existence of these "freedom", he maintains, makes income. The existence of these "freedom", he maintains, makes income. The existence of these "freedom", he sacrifice would be in a totalitarian society. Nonetheless, the sacrifice of them in the interests of simplicity would not be acceptable in Great Britain.

freedom to change Governments, freedom to associate for industrial purposes; freedom to choose any occupation and freedom to manage personal income are especially important in connection . 1th full employment policy.

EXCERPTS FROM ENCLOSURE NO. 1 to

BRITISH DISCUSSIONS ON THE MAINTENANCE OF FULL EMPLOYMENT AFTER THE WAR

NUFFIELD COLLEGE

WARTIME RESEARCH COMMITTEE AND SOCIAL RECONSTRUCTION SURVEY

MEMORANDUM FOR CONSIDERATION AT THE CONFERENCE ON THE INTERNATIONAL ASPECTS OF POST-WAR EMPLOYMENT POLICY SEPTEMBER 11th-12th, 1943

FULL PRODUCTIVE EMPLOYMENT IN A FREE SOCIETY 1

- absence of any unemployment. In almost every country, seasonal influences will affect the demand for labour in particular occupations at certain times of the year. In any changing procupations at certain times of the year. In any changing procupations at certain times of the year. In any changing procupations at certain times of the year in the demand for labour gressive society there will be changes in the demand for labour gressive society there will be changes in the demand for labour gressive society there will provide the particular individuals can no longer be any antageously employed in their former occupations and may be any antageously employed in their former occupations and may be in a footnote to the Nuffield College statement on Employment. In a footnote to the Nuffield College statement on Employment in a footnote to the Nuffield College statement on of Tull employment in the state of affairs in which the number of ment is described as ma state of affairs in which the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the number of unfilled vacancies is not appreciably below the numbe
- The requirement of wrising standards of living" implies that the employment secured should be productive and progressive. It excluded a solution of the problem by occupation which is merely excluded a solution of the problem by occupation which is merely time wasting (digging holes and filling them) or destructive (war, time wasting (digging holes and filling them) or destructive (war, armaments and Nazi drilling). While the memorandum assumes that armaments and Nazi drilling. While the memorandum assumes that armaments and Nazi drilling. These, while important, are technical advance, it is not directly concerned with methods for securing the efficiency of industry. These, while important, are securing the efficiency of industry. These, while important, are only directly relevant to the problem of full employment. Another, actor, accommic rather than technical, which has contributed factor, accommic rather than technical, which has contributed in attendal trade based on division of labour and specialisation.

 This factor calls for full discussion, particularly in relation to British. In this memorandum it is dealt with briefly in paragraphs 34-37.
- The precise effect of the proviso for "preservation of essential citizen liberties" depends of course on the list of essential citizen liberties. For the purpose of this study they are taken as freedom of worship, speech, writing, study and teachard freedom of assembly and of association for political and other purposes, including the bringing about of a peaceful change of the governing authority; freedom in choice of occupation; and

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^{1.} In the preparation of this draft for discussion frequent use has been made of a typescript Memorandum of Mr. E.F. Schumacher, indicated in references by the letter "S".

freedom in the management of a personal income. The provise excludes the totalitarian solution of full employment in a society completely planned and regimented by an irremovable dictator. It makes the problem more complex in many ways, of which four call for special notice.

Fourth, freedom in the management of a personal income raises the issue which Lord Keynes has made the centre of argument among economists today of off-setting in one way or another the savings made by immumerable individual decisions, so that the community as a whole returns "to the income stream in each period community as a whole returns "to the income stream in each period as much as it received in previous periods"; failure to secure this return involves "a cumulative downward spiral of income and this return involves "a cumulative downward spiral of income and employment" 1. A totalitarian regime, even if it used money and employment" 1. A totalitarian regime, even if it used money and price and wage differentials to stimulate and guide individual price and wage differentials to stimulate and guide individual abolish fraction of carring. antivity, might abolish freedom of saving. It might retain from the national income of each year that portion which it needed for investment, i.e. for the sustenance of persons engaged in making instruments and materials of further production, and might issue to consumers money which like ration coupons could be used only in specified periods and could not be saved. In a free society individuals must be allowed to plan their spending over their lives as a whole.

The Optimism of Economists

- There was a time when economists generally were regarded as dismal fellow, as raisers of objections and difficulties, as tedious embodiments of "der Geist der stets verneint". There are tedious embodiments of stell abide by this tradition. The no doubt some economists who still abide by this tradition. The prevailing attitude, on this problem of full employment, is prevailing attitude, or this problem of excessive optimism.
- This optimism of economists is based largely on acceptance of the Meynesian analysis of the factors determining demand for tabour, and of the absence of any simple painless mechanism for adjusting savings and investment.

The Experience of War

- The experience of war reinforces the analysis of the economists. When critics express doubts as to the possibility of abolishing inemgiorment, the simple answer is that in Britain and in most unemployment, the simple answer is that in Britain and in most other countries where it was once most serious, unemployment has been abolished twice in the lifetime of most people now living—been abolished twice in the lifetime of most people now living—been abolished twice in the second World War. Even more in the First World War and in the second World War. Even more in the First World War and in the second world War. Even more in the First World War and in the second world war is income, that is states—as an agency which raises the national income, that is say, the national cutput of goods and services, to unprecedented to say, the national cutput of goods and services, in 1932 to the falls. herelity from the depression nadir of 40 billions in 1932 to 75 billions in 1927 and 135 billions in 1943. The later figures are swollen by rise of prices, but none the less represent a remarkable rise of real income, uncomplicated by need to allow for
 - How is this done? The essence of the process is that the State sets up a schedule of needs in order of priority, substituting its own preferences in production for those of the individual undertaler, and clothes those needs with purchasing power so as to make the into effective demand. The State is prepared to spend without. Iffit in getting full and over-full employment.

First A. Samuelson, in Post-War Economic Problems, edited by Samuelson, in Post-War Economic Problems, edited by Samuelson, in Post-War Economic Problems, edited by Part A. Samuelson, in Post-War Economic Problems, edited by Part A. Samuelson, in Post-War Economic Problems, edited by Part A. Samuelson, in Post-War Economic Problems, edited by Part A. Samuelson, in Post-War Economic Problems, edited by Part A. Samuelson, in Post-War Economic Problems, edited by Part A. Samuelson, in Post-War Economic Problems, edited by Part A. Samuelson, in Post-War Economic Problems, edited by Part A. Samuelson, in Post-War Economic Problems, edited by Part Problems, edited by Part Problems, edited by Part Post-War Economic Problems, edited by Part Problems, edit Part Problems, edited by Part Problems, edited by Part Problems

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The Investment Approach

22. A very common approach to the problem of full employment today is from the side of investment. It is pointed out that the main recurrent cause of mass unemployment is cyclical fluctuation which affects primarily investment industries, namely those making instruments and materials of production. The activity of the consumer goods industries is relatively stable, while the activity of capital goods or investment goods industries is highly unstable; such instability as appears in the former is mainly induced by the instability of the latter. From this the inference is often drawn that the primary objective of a full employment policy should be the stabilisation of investment.

Criticism of Investment Approach

25. First, investment lea to the production either or marketable consumers' goods and services or of non-marketable goods and services. The first is futile unless there is a market, i.e. unless consumers have steadily expanding purchasing power and want the goods and services their demand will bring about the necessary investment without any special steps being taken by the State. The second form of investment evades the difficulty of needing to find a market for the product of investment. But it is open to two other objectives.

- (1) The scope of such investment is narrow—the kinds of Labour that can be employed by means of producing unmarketable goods and services (i.e. roads, schools, parks and other public works) are limited. If fluctuation of private investment covering the whole range of durable goods industries is assumed to continue, public works of the types named cannot be relied on to offset this fluctuation, except by assuming also an impracticable fluidity of labour.
- (2) The products of such investment are not as urgently needed as many marketable goods. The needs of citizens for adequate housing, nutritive food and clothing rank before roads and schools. To give them roads and schools, first in order to evade the difficity of expanding consumers purchasing power (directly or by powering of prices) is a failure of social policy.

International Aspacts

34. For obvious reasons, in any discussion of post-war problems in Britain, the prospects for international trade play a leading part. International trade is significant for all countries as a means of ratsing the standard of living by division of labour: It is of reculiar importance to Britain since Britain with her present economic structure must have large imports of raw materials and food from abroad and in the immediate aftermath of war must have greatly increased exports. Any full discussion of the problem of international trade in relation to a policy of full production employment in Britain would require another Memorandum at least equal to the present Memorandum in length and probably materially longer. Here only a few general points of view can be indicated.

35. From the British point of view (and, it is suggested, from the point of view of the world as a whole) some restoration of an interpational multilateral system of trade in substitution for buriateral largains and spasmodic controls and interferences is

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36. The ideal system, for the world as a whole as for Britain, would be a true international system administered by an international authority both for clearing and for lending and applying in the international sphere the principle which should be applied in the national sphere; that, so long as there is any unemployment, the remedy for deficient effective demand for goods should be not restriction of supply but expansion of demand by suitable financial arrangements. It is clear, however, that the possibility of any full international clearing and lending system is problematic. Britain, while working for such a system, must be prepared to make the best of a world in which full international cooperation is not achieved, must hope for the best from other countries, must be prepared for less than the best, meanwhile must do the best herself.

37. The practical general conclusions are:

- (a) Britain should herself adopt a full employment policy. That is the greatest and most necessary contribution for any one country to make to full employment in the world as a whole. Failure in any powerful economic country to adopt a full employment policy, is almost certain to aggravate the difficulties of other countries, by exposing them to the contagion of cyclical depressions.
- (b) Britain should explore with other countries the possibilities and methods of international cooperation of various stages of completeness for making international trade as large and as steady as possible, but should not at the outset of these discussions give pledges or assent to general principles which would prevent her from making the best of a relatively bad world.

Star Sautonion 1942

W. H. BEVERIDGE

Declassified and Approved For Release 2013/12/18: CIA-RDP13X00001R000100020008-4 Terrangeau See 12,7601 1 March 1944. Major General Frank Parker, Executive Director, Illinois War Council, 188 West Sandolph Street, Chicago 1, Illinois. Dear General Parker: I have your letter about ir. Leo Bampigsen and the personal history statement for him which you were kind enough to furnish 13II a Bennigsen seems to have unusual qualifications and I am Experul that we shall be able to find a place for him. I shall pass on his file to our Personnel Procurement offiwhether there are any openings in which his abilities could be utilized. In making this delicimination I shall ask them to bear in mind your endorsement of Mim. Thank you for having called Mr. Bennigson to our attention. We are always glad to hear of any person who may be of use to Very sincerely yours, William J. Donovan, Diractor. Burge : 710

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Rennyish Jest

ILLINOIS WAR COUNCIL

GOVERNOR DWIGHT H. GREEN CHAIRMAN 188 WEST RANDOLPH STREET

Telephone Dearborn 0930

CHICAGO,1

MAJOR GENERAL FRANK PARKER EXECUTIVE DIRECTOR

February 25, 1944

Brigadier General Donovan Office of Strategic Services Washington, D. C.

My dear General Donovan:

It has occurred to me that this man, whose record I inclose, may be of use to your organization. He was my assistant secretary 1929-1933 when I was in command of this Corps Area and the 2d Army. He is highly educated, a gentleman, equally at home in English and Russian and a good French scholar.

He desires to serve and should be useful to your organization. He made a fine record with me.

Frank Farker

1 Enclosure

1944 FEB 29 PM 4 52

LEO BENNIGSEN.

Personal History.

Family History.

Born February 19, 1903, in St. Petersburg, Russia. Father, Count George Bennigsen, served in Preobrazhensky Regiment, Imperial Russian Guards. At outbreak of World War I he was captured by the Germans in the battle of Tannenberg while serving as a Major in the 1st Infantry Regiment. Upon his release as a prisoner he came to England in 1918 and enlisted as a Private in the British Army. He was later commissioned as a captain and transferred to the Murmansk front where he was promoted to Major and was awarded the Croix de Guerre and Military Cross. Both he and my Mother are residing in Cambridge, England. The family has a military background, its Russian founder, Count Levin Bennigsen, having successfully fought against Napoleon at the battles of Pultusk, Eylau and Leipzig, and unsuccessfully at Friedland. He was my great-great-

Education.

Grammar school education partially completed in St. Petersburg, Russia, until our departure therefrom in 1918. Took home training and passed matriculation examination for the University of London in 1920. Two years at King's College, University of London, Faculty of arts. Did not graduate as I had to leave college and go to work. Also took two years business training (evening school) at the London Polytechnic Institute with a view of passing the Institute of Bankers examinations. This was a four year course which was cut short by my departure for America.

Business Experience.

Two years, 1922-1924, with A. Ruffer & Sons, London, a commercial banking house, in the capacity of bookkeeper.

10 months as bookkeeper in the 1st National Bank of Aurora, Aurora, Ill., 1924.

10 years with Sears, Roebuck and Co., in various capacities, i.e.: department manager, assistant manager, auditor. I am at present auditor of the Aurora, Ill., store.

Present earnings: \$ 3500.00 per annum.

Military Service.

Served in the United States Army from Dec. 9, 1924 to Dec. 8, 1933, inclusive. Discharged as Sergeant, 2nd Machine Gun Squadron, Ft. Bliss, Texas. 12/8/27. Discharged as Ffc. Spec.lcl. Hq. Det. 6th Corps area, Chicago, Ill. 12/8/30. Discharged as Staff Sgt. DEML (OR) Hq. 6th Corps Area, Chicago, Ill. 12/8/33. During the period 1929 - 1933 I perved as translator and assistant secretary to Major General Frank Parker, Corps Area Commander. My Army papers show my birthplace to have been Aurora, Ill., in lieu of St. Petersburg, enlisted. He informed me that I could pass myself off as an American for the purpose of enlistment and could then take out my papers. After enlistment I found that it was I have written a letter to take out my papers.

I have written a letter to the Adjutant General of the army informing him of the correct birthplace and requesting that my records be changed.

Miscellaneous Information.

I have an excellent knowledge of the Russian language which I speak, read and write fluently. I also have a good knowledge of French, especially reading. I can also understand it very well, but do not speak it very fluently. The latter can be easily corrected by some practice. My knowledge of German extends to two years at school. With some brushing up it would be better than average.

I was naturalized in the Aurora City Court on Feb. 16, 1944.

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CONFIDENTIAL

Berg Maries 14644

Lt. Colonel Dix SI Branch Lt. Putzell

y . .

18 August 1944

In accordance with the Acting Director's request
I have talked with Colonel Hoffman, Chief, SO Branch
who immediately agreed to the transfer of Mr. Hoe
Berg from the staff of SO Branch to that of SI Branch,
effectively immediately.

Copies of this memorandum are being sent to Colonel Hoffman and to Special Funds Branch.

E. J. Putzell, Jr. Lt. (1.g.) USAR Assistant Exacutive Officer

CC: Colonel Hoffman Special Funds Branch

CONFIDENTIAL

Burg. Warris - 14,22

14 April 1944

SUBJECT: Orders

You are hereby authorized and directed to preced to the destinations indicated in your invitational army orders, where you will report on first errival to the respective Strategic Ser-on first errival to the respective Strategic Ser-on first errival to the purpose of performing the disting unsigned by you by this Asency.

Sillan J. Donover Director, OSS

SECRET

CONFIDENTIAL

OFFICE OF STRATEGIC SERVICES Washington, D. C.

Bergans, alram

24 March 1945

:Or

General Donovan

FROM:

Lt. Col. J. H. Rosenbaum

Dr. Lubin has requested the loan of the services of Mr. Abram Bergson, who works for Dr. G. T. Robinson in R. & A. If agreeable, Mr. Bergson would go as one of Er. Lubin's staff on the Reparations Commission. The request was made by Dr. Lubin for the loan of Mr. Bergson's services for a threemonth period. Through Mr. Ream the matter is being taken up with Dr. G. T. Robinson.

CONFIDENTIAL"

14,658

CONFIDENTIAL

24 March 1945

General Donovan

FROM:

Lt. Col. J. H. Rosenbaum

Dr. Lubin has requested the loan of the services of Mr. Abram Bergson, who works for Dr. G. T. Robinson in R&A. If spreeable, Mr. Bergson would go as one of Dr. Lubin's staff on the Reparations Commission. The request was made by Dr. Lubin fir the loan of Mr. Bergson's services for a threemonth period. Through Mr. Remm the matter is being taken up with Dr. G. T. Robinson.



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THE SECRETARY OF STATE

Purson, in abrama



JAN 12 1945



DP

My dear General Donovan;

Reference is made to your letter of December 7, 1944 to Mr. G. Howland Shaw concerning the reimbursable loan of Mr. Abram Bergson to the Department of State.

Your understanding as to the purpose of Mr. Bergson's detail to this Department is Mr. Bergson's detail to this pepartment is correct in every respect. In order to expedite the work, it would be helpful if the loan could become effective as soon as possible, and I become effective as soon as possible, and I shall greatly appreciate it if you will inform me of the earliest date it will be possible for the person to report to the Department of State Mr. Bergson to report to the Department of State for this assignment.

Sincerely yours,

For the Secretary of States

Dem Acheson Assistant Secretary



Brigadler General William J. Donovan, office of Strategic Services, Washington, D. C.

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7 December 1944

Honorable G. Howland Shaw Assistant Secretary Department of State Washington, D.C.

My dear Mr. Shew:

I have given very careful consideration to your letter of 25 November 1944, suggesting that the services of Mr. Abrem Bergeon be made available to the Department of State to the extent of one-third of his time for an indefinite period, on the basis of a reimbursable loan.

This suggested arrangement has been the subject of various conversations between representatives of this Office and the Department of State. It is our understanding, on the basis of these appreciations, that the chief purpose of the propaged arrangement would be to enable Mr. Bergson to maintain a tions connection between the USBR Division of the Office and the Department, and to facilitate a maximum utilization of the Large research staff of the USBR Division, and particularly of the Department staff of the USBR Division, and particularly the Large research staff of the USBR Division, and particularly of the Department.

If our materatesding of this metter is in any way at variance with your own, we should greatly appreciate your comment, as a basis for the further consideration of the projected arrangement.

If the understanding, as above stated, is correct, we shall be very plad to have the proposed arrangement take effect immediately if you so desire.

Sincerely yours,

William J. Donovan Director

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OFFICE OF STRATEGIC SERVICES

SECKEISHINGTON, D. C.

1944 DEC 6 PM 24

CONFIDENTIAL

5 December 1944

088

MEMORANDUM

TO

: Lt. Auchincloss

EROM

William L. Langer

In accordance with your request of 28 November, I send herewith proposed draft of reply from General Donovan to Mr. Howland Shaw in regard to the State Department's request for the services of Mr. Bergson.

William L. Langer Chief, Research and Analysis Branch

attachments

TOPT

out; care the Exposure is 125 Qt.6.5

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DERES OF SCIAL COMMUNICATIONS TO THE RECRETARY OF STATE

STABILITIES OF STATE

STABILITI

Marie Alven X STOCK BELL



DEPARTMENT OF STATE WASHINGTON

In reply refer to

NOV 23 1944

My dear General Donovan:

The Department of State is very desirous of having the services of Mr. Abram Bergsen, who at the present time serves as Chief of the Economic Subdivision, Union of Socialist Soviet Republicz Division, P-7, \$6500 per annum, Office of Strategic Services, for special work in the Division of Financial and Monetary Affairs.

The loan to the Department of State of Mr. Bergson's services at the earliest possible date to the extent of one third of his time for an indefinite period of time would be greatly appreciated. The Office of Strategic Services would be reimbursed by the Department of State for one-third of the salary which Mr. Bergson receives from the Office of Strategic Services, namely, \$6500 per annum, plus overtime compensation allowed by law, from appropriation for salaries, Department of State.

Mr. Bergson would serve in the Division of Financial and Monetary Affairs as Consultant on Russian economic problems, especially in the fields of reconstruction and rehabilitation, and finance, as well as Russian interests in the reconstruction and other economic problems of Central and Southwestern Europe. Essuate of his background and experience he appears to have excellent qualifications for the work which the Department desires him to perform.

If



CONTROL Prigadier General William J. Donovan,

Director, Office of Strategic Services,

25th and 2 Streets, Northwest,

Washington, D. C.

Declassified and Approved For Release 2013/12/18: CIA-RDP13X00001R0001000 Market St. If you approve Mr. Bergson's detail to the Department of State under the conditions set forth above, I shall appreciate being informed. You should also let me know the date he could report to the Department of State for duty. Sincerely yours, For the Secretary of State: (). Howland Shaw Assistant Secretary

Declassified and Approved For Release 2013/12/18: CIA-RDP13X00001R00010002 de. Bergern, Alram 14,658 War Nept. 4 July 1944 The Honorable Henry L. Stimson Sepretary of War War Department Weshington, D. C. My dear Mr. Secretary: Think you for your letter of 30 June in which you axale that the partition services of Dr. Abrillian are desired by the nearest of our USSE Division are desired by the nearest of our USSE Division are desired by the nearest of our USSE Division are desired by the nearest of t Army Industrial College on a reimbursable loan bamis. dur letter has been referred to the dhief of the USE Division for his consideration. I am happy the UNISK Division for his consideration. I am happy to say that he is agreeable to releasing Dr. Hergson to blue army Industrial Gol see one day a week for the life weeks on reimbursat a lean, providing some uniform our energency in the Economics Subdivision, uniform our energency in the Economics Subdivision, of which Dr. Bergson is Clief, does not require his presente here throughout any given week. I trust that this single reserved in will be acceptable to that this single reserved in the formulation of the life sources. Lile towns. Inderely yours, William J. Donovan Director Official and the

14,65%

OFFICE OF STRATEGIC SERVICES

SECRETARIAT

Major J. J. Monigan 1944 JUL 5 PM 3 1/5TE: 5 July 1944

FROM:

William L. Langer

OSS

SUBJECT: Dr. Abram Bergson

In accordance with your request of 30 June, I send you attached hereto a draft of a proposed reply from General Donovan to Secretary Stimson with reference to his request for the part-time services for Dr. Bergson. I also return herewith the copy of Mr. Stimson's letter to the General which you forwarded to me.

William L. Langer Chief, Research and Analysis Branch

attachments

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Longer

1944

Die Langer

Dr. Langer Secretariat Dr. Abram Bergson

Would you consider the attached latter from the Secretary of War and prepare a reply for Golonel Buxton's signature.

J. J. Monigan Major, CAC

Attachment: Live from Secretary of War of 30 June

JJEm

Declassified and Approved For Release 2013/12/18: CIA-RDP13X00001R000100020008-

Bergena.

WAR DEPARTMENT

WASHINGTON

21cd. 30/me, 1944

Brigadier General William J. Donovan, Office of Strategic Services, Washington, D. C.

Dear General Donovan:

The services of Dr. Abram Bergson, Chief of the Russian Division, Office of Strategic Services, P-6, \$5600 per annum, are desired on reimbursable detail for one or two days a week for a period of approximately twelve weeks.

Dr. Bergson's knowledge of the economic and industrial situation in the Soviet Union will be of essistance to the Army Industrial College of the War Department in formulating its courses.

If the Office of Strategic Services concurs in this request, the Office of the Secretary of War will submit a certified statement of Dr. Bergson's attendance on the basis of which the Office of Strategic Services should submit vouchers to the Office of the Personnel Manager, Office of the Secretary of War.

Sincerely yours,

Henry L Stimusm.



HEREFE Ext. 3203 /4, . . & 150/feb

Brigadier Comerci William J. Donoven, Office of Structure Services, Essisington, D. C.

Dear Gunspal Donoven:

The survices of Dr. Abron Rergam, Chief of the Russian Division, Office of Stratugic Services, Pac, \$1000 per minus are desired on reinformation detail for one or two days a make con a ballog of abbrangastary two as assume

Dry Bergoon's immedsige of the economic and industrial estimation in the Seviet Union will be of assistance to the fact Industrial College of the far Department in formalisting

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Secratary of Yar.

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OSS Form 3057

OFFICE OF STRATEGIC SERVICES

INTEROFFICE MEMO

TO:

B.(b) then is now

DATE: 27 Avel 1944

Beyer

SUBJECT: OSS Orders

410 M # 101

WARKED!

SINCE OF STREET

I. S. Seribali Depaty Director, 530

Min of N. Head, 17.

(38862)

SECRET

PERMIT TO MARIN

14.159

OFFICE OF STRATEGIC SERVICES

INTEROFFICE MEMO

DATE: 24 July 1944

TO:

General Denovan

FROM:

Columnia Connely

SUBJECT:

Sgt. Klizabeth Bennett

General Roberts, G-3 just phoned us to say that he had discussed the release of Sgt. Bennett with those "in authority" and that he had been fletly turned down. I told him that I didn't thing there was much more that we sould do since he had exerted his good influence in our behalf. However, if you think we ought to, it seems to me about the only way left would be for you to call General Handy. I think if I called him that General Roberts would feel up set about it. The other angle is perhaps to let the matter drop for a while and then make another request.

Bennett les chy

pe. Bel

OFFICE OF STRATEGIC SERVICES

INTEROFFICE MEMO

TO.

General Donovan

DATE: 20 July 1944

IU:

Colonel Connely

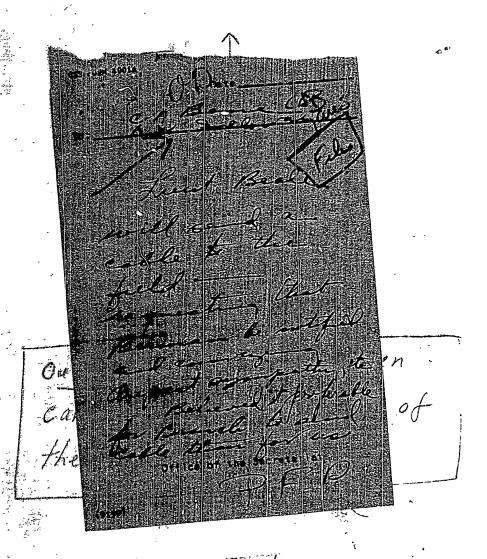
FROM: SUBJECT:

T/Sgt Bennett, Elizabeth

This morning I went over to see General Roberts under whom Sgt. Bennett serves and I told him that you had met the Sgt. and was quite taken with her alertness and enthusiasm and felt that if It was possible to get her that she would fit admirably in a job under Colonel Davis. General Roberts was most understanding and said he would like very much to agree to your request if it could be done. He stated that he had a difficult problem because of the fact that he has to get rid stated that he had a difficult problem because of the fact that he has to get rid of his enlisted men and he is losing a master sergeant and plans to use Sgt. Bennett in his place. I really think he will make a sincere effort to comply with your request.

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NU 1256 NE PO

Dic 15 9 23 Phone Losangeles Calife Dec 15 1944

CON LAND ING GENERAL

HEC STRITEGIC SYES

REQUEST EMERGENCY LEAVE FURST LT JACK C. ELEMAN OL1035654

APO 41 AS HIS FATHER IS CRUT CALLY, (LLL, WITH HYPERTENS) /E REZET DISEASE CONCESTED HEARET FAILURE AND PULMONARY EDEMA

ET BERWAN IS THE ONLY CHILD

DR LOU S & ESHMAN TITA ALTA LOMA RU.

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17277. TENHI-WASHINGTON.

YORKER FROM IRWIN. INFORMATION: COUGHLIN (KANDY #8207), PEIDS, MCGEHEE (CALCUTTA * #1367) AND HEPPNER (CHUNGKING 2877).

PER PARAGRAPH 1 SPECIAL ORDER 53 HQ. USFIBT APO 8B5
DATED 22 FEBRUARY 1945 LIEUT. COLONEL HARRY L. BERNO PROMOTED
TO FULL COLONEL.

TORS 0893 23 FEB 45

ILE COPY

FOR BEDGEN TO COPY OR REPRODUCE THIS CABLE WETHOUT AUTHORIZATION FROM THE SECRETARIAT.

OFFICE OF STRATEGIC SERVICES

OFFICIAL DISPATCH

12 FEBRUARY 45

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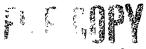
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SECRET

#14517. Coughlin to 109.

Anxiously awaiting approval of promotion to Golonel of Lt. Gol. Harry L. Berno.

0844 12 PEB 45



SECRET

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STRATEGIC SERVICES OFFICE OF

OFFICIAL DISPATCH

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114887. To Coughlin from 109.

Recognanded mromotion Berna to grade of Colonel approved. Submit necessary papers to Theater Commander.

13 FEB 45

INITIALS OF "RELEASING" OFFICER

IT IS FORBIDDEN FO COPY OR REPRODUCE THIS CABLE WIPSOUT AUTHORIZATION FROM THE SECRETARIAT

SEE underpage

OFFICE OF STRATEGIC SERVICES

OFFICIAL DISPATCH

DATE	31 January 1947		PRIORITY
FROM	SIGEX, KANDY		ROUTINE
TO	OFFICE OF STRATEGIC	SERVICES	IN 2905
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	DIRECTOR of what 191		

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· SECRET

Coughtin to Cheston and Goodfellow.

Request authorization to promote Lt. Col. Harry L. Bernd who has performed outstandingly as temporary commander of Detachment 404 and will shortly assume duties as Deputy on P Division. The sconer this authorization is granted the stronger our position will be and it is urged the case be expeditue. 109 concurs.

gade aut. Ot. 1,1943

31 Jan 45

IT IS FORBIDDEN TO COPY OR REPRODUCE THIS CABLE WITHOUT AUTHORIZATION FROM THE SECRETARIAT

Sent initially to Col, Hepmer only

PAPATHUSE OF STATE IMPARTMENT CARIE (by P. L. Ward) Joung, Wang

ard) Terres, Ham

Secretary of State

Colombo Digember 11 352

It. Commander Taylor sends the following Top Secret message for the syst of Donovan A

I strongly urge that recommendation be made for the promotion of Berno to the rank offill Colonel. I feel that he has displayed outstanding ability as an administrator and outstanding leadership in managing this detachment, and that he is eligible for this promotion.

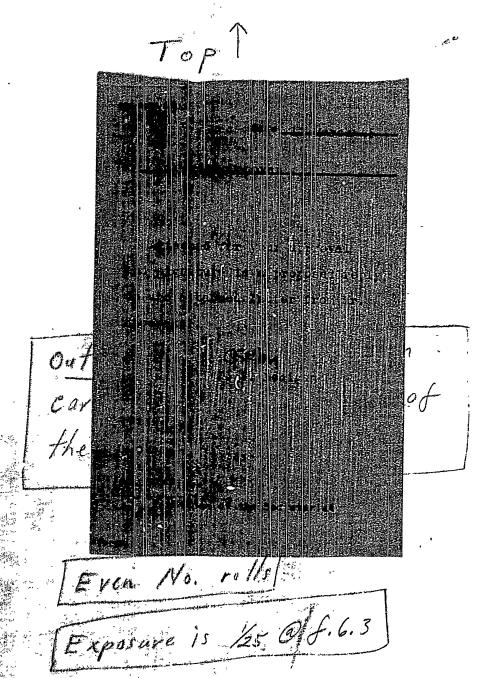
This promotion is particularly to be desired since it would frustrate a political Barrows by the British designed to place his under ubligation to them in place of to OSS. In the presence of Berno, Fountbatten asked Wheeler to have Berno promoted upon Berno's assumption of divises in the P Division. The decision to turn the P Division into a regular section of the staff, with all its appointments carried on the TO of SEAC, apparently will be taken soon. The officers of P Division were carried hitherto on the tables of their respective secret organizations.

Tracement forther the netention of Berno at 404 for a few weeks after Coughlin's critical, as required for the make of Coughlin's being advised on administrative matters.

Garrons significant has departed for London for consultations with clandestine

DUSTI

A Carlot



Bestern, 9 yelestrates x costen dorp Etreene x just ... Dept of a bisan

12 March 1945

Mr. T. B. Shoemaker Akting Commissioner Immigration and Naturalization Service Department of Justice Philadelphia 2, Pennsylvania

my dear Mr. Shoemaker:

This will acknowledge receipt of your letter of 2
March 1945 concerning Etienne Costendorp and Gysbert den Besten. Through inadvertence, and unknown to Lt. Goff of this
ten. Through inadvertence, and unknown to Lt. Goff of this
organization, the matter of their chearance with the Department
organization, the matter of their chearance with the Department
of their had not been completed prior to their arrival at
the second

We have informed the State Department of all the straumstances, and they have advised us that the entry of Messrs. Obstendorp and den Besten now has the Department's approval. Notification of this approval will undoubtedly be sent to your organization by the Department of State.

I despit regret the inconvenience which this mat-

Sincerely,

Willtam J. Donovan Director

Jan egp

Besson, 946 ben den

8 Merch 1945

Mr. Howard K. Travers Chief, Visa Division Department of State

Dear Mr. Travers:

Since my letter of 3 March, I have caused a careful investigation to be made into the circumstances of the arrival in the country of Etienne Costendorp and Grabert Usa Baston.

Unfortunately, the person in this agency who, in the element of hiss Feldman, was charged with the rein the element of obtaining state Department clearance for
sponsibility of obtaining state Department clearance for
sponsibility of obtaining state in the Department
bell energy failed to communicate in the Department
their energy failed to communicate in the Department
and
the failure in this respect was wholly unjustifiable, and
as satisfactory explanation of his omission is possible.

The persons I this agamey concerned with cases following established procedures, and I feel confident that them said not be a repetition of the incident.

may I again express my deep regret for this in-

Simperply yours,

Charles S. Cheston Assistant Director

Berten 94: bert James 1005 tender fr. E. Treum 3 March 1945 x Wisam

Er. Howard E. Travers Chief, Visa Division Department of State Raishington, D. C.

Dear Mr. Theyers

I have learned of your conversation with Wiss Peldsin concerning the arrival in this country of Etienne Costendorp and Cysbert Den Besten. It will be appreciated if the Department of State would issue a waiver of visa for each of the above mentioned Dutch nationals. They arrived at Boston on 27 February. Both had in their possession at Boston on 27 February. Both had in their possession butch passports and travelled on American military orders, butch passports and travelled on American military orders, after having been issued Eritish exit permits and clearance by British and Dutch security authorities.

I deeply regret the misunderstanding which resulted in apparent failure to request a waiver prior to resulted in apparent failure to request into this country. A pretie intrace of these individuals into this country. A pretie intrace of these individuals that the failure resulted intrace investigation reveals that the failure resulted intraces to make a surged and our transportation individuals were to be assigned and our transportation individuals were to be assigned and our transportation into all the stroughtures.

many counteries which the Will Division of the Department of Since has extended to us in the past. We have tried to be sit to following your procedures, and I am determine to find out just what went ground in this case.

I should be grateful if you would advise us that the requested valver has been issued and the Immigration sutporties edvised.

Simcerely yours,

Charles S. Cheston Acting Director

ADDRESS OFFICIAL COMMUNICATIONS TO THE SECRETARY OF STATE



In reply refer to

CONFIDENTIAL

Restan Juster den 2 ovstander p. Etanna 2) u. Fra. upt

DEPARTMENT OF STATE

March 7, 1945

My dear General Donovan:

Recently the Office of Strategic Services has been instrumental in the entrance of Etienne Oostendorp and Jysbert den Besten, nationals of the Netherlands, into the United States without visas of any kind and without a waiver from the Department of State. The persons mentioned above arrived at Boston on a Navy transport, having been previously discharged from the Netherlands armed forces, and were evidently sent to this country for six months' training with the idea that they would later be sent to the Pacific war area. The immigration office at Boston reported the matter to the Commissioner of Immi-gration at Philadelphia, stating that they had arrived without permission to enter the United States and the Department of State was asked for a waiver, The Department replied that it would not waive for these individuals until it knew more about them. In the meantime, Lt. Goff, U.S.N., of the Transport Section of OSS, took the matter up with the immigration officials and the men were admitted without further examination.

My office was advised informally by Mr. Richard Southgate of the Office of Strategic Services that a mistake had been made in procuring the admission of the two aliens without taking up the matter with the Department of State and that the mistake was regretted. Mr. Southgate also gave assurance that there would be no repetition of the error.

Major General William J. Donovan, The Director, Office of Strategic Services.



I

I appreciate the promptness with which your office communicated with the Department, and I trust that in the future OSS will consult beforehand with the Department of State regarding any aliens whom it may desire to bring into the United States.

Sincerely yours,

Stant Secretary



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OFFICE OF STRATEGIC SERVICES

16,326 Besten; Gycherden

WASHINGTON. D. C.

March 1945 MR. CHES

TO:

Lt. Col. James W. Kirk

FROM:

Thomas Damberg

SUBJECT: Oostendorp and Den Besten

It is our usual procedure to check on all aliens leaving or coming to this country with the State Department by clearing them through Special Relations.

The proper channel is for the branch to take necessary action with Special Relations and inform Transportation Office. accordingly.

In this case the branch telephoned me and I failed to contact Special Relations due to unfortunate circumstances.

is a report from Lt. Goff who met the men on their arrival in Boston believing all was in order.

14,324

5 March 1945

When I first contacted the vessel the morning of the decarkation 28 February I found that the Dutch personnel under the control of Major Borst were being detained by the Immigration Services. I went to the table where they were working on this case and exclaimed: "These people were supposed to have been cleared in Washington a week ago." They explained to me that they had already put through a call to the State Department in Washington and were awaiting a reply. I then went about my normal duties debarking the remaining personnel and then returned. The time lapse was approximately one and one-half hours. The Immigration representatives were at lunch in the same room, which was the dining salon, and I asked them if they would allow me to have the Dutchmen have their baggage cleared by the Customs Inspectors, this on the advice of the head inspector for customs they agreed. withen took their baggage to the pier and it was cleared and the Dutchmen returned to the dining salon. About this time I asked one of the two Immigration men if they would let me take them to Washington and the control of the two Immigration and the take them to Washington and the control of the take them to Washington and the control of the take them to Washington and the control of the take them to Washington and the control of the take them to washington and the control of the take them to washington and the control of the take them to washington and the control of the take them to washington and the control of the take them to washington and the control of the take the control of the control of the take the control of the control of the take the control of th About this let me take them to Washington pending clearance from the State Department, and that if they wanted to get in touch with these people in case of any technicalities involved they could contact me here in Washington, and I would comply with anything they would request of me, in this regard, and that in all probabilities the State Department would clear them and that nothing would be gained by waiting around there any longer. The inspector thought that he would call his immediate superior and get the answer, which he did and they said that it would be alright for them to proceed. At no time do I recall saying that these Dutch personnel had been cleared by the State Department. However, I did tell Major Borst that everything was alright in this regard, because I had been told that this had been taken care of before I left Washington. So, that if, at any time I did give any one the impression that they had been any time I did give any one the impression that they had been already. cleared, I was acting in accordance with instructions given to me.

Edward J. Foff

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- Ugo Carusi -XXIII COMMISSIONER

56044/958-B

Department of Instice

Immigration and Naturalization Service

Philadelphia

March 2, 1945

Paculain P

Brig. Gen. William J. Donovan, Director Office of Strategic Services Twenty-fifth and E Streets Washington, D. C.

Dear General Donovan:

I wish to invite your attention to the cases of Gysbert den Besten and Etienne Oostendorp, Netherlands subjects who arrived at Boston on February 28th on a Navy Transport.

From information furnished by officers of this Service at Eoston, it appears that the aliens in question had been discharged from the Netherlands Army for the purpose of coming to the United States for six months' training with your organization in Washington, that they were not in possession of American visas for admission to the United States as required by law but that entry was permitted on representations made by Lieutenant Edward Goff of your office that the travel had been authorized by Major General Vaughan and the matter of their admission had been cleared with the State Department prior to the aliens' arrival.

It has now been ascertained that the visa requirements had not been waived by the State Department, making the entry of the aliens unlawful and their continued stay in this country in violation of the immigration laws.

Undoubtedly, your office will desire to take the matter up with the State Department with a view to obtaining a waiver of the visa requirements and thus correcting the imaigration status of the two individuals concerned.

I will appreciate hearing from you in the matter at your convenience in order that we may be able to clear our records in the case.

Sincerely you

Acting Commissioner





Colonel Pfaff

17 March 1945

It. Turun

With reference to your memorandum of 11 March relating to inquiry by the FBI concerning Jose Bensaude, teneral Donovan wants your liaison channels to transmit to the FBI the following memorandum:

MEMORANDUM

SURTEUT: Jose Rensaude

the sense that he was on the payroll of this Agency is directly compensated for certain assistance which he rendered us. He did modilaborate with and assist in on a project which involved using, it some measure, the facilities of the Timbercy Company. This project has subsequently abandoned through no fault of Bensault's but due principally to the changing course of the War. His association with OSS ceased at this time simply because he was considered no longer useful to

Although we believe that Bensaude's interests and loyalties are with the Allied cause, it is believed that in an inquiry of this sort his unsupported state-

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RT

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MEMORANDUM

14 March 1945

TO:

Col. O. C. Doering

SUBJECT:

Jose Bensaude

REFERENCE:

Lt. Col. Pfaff's memorandum to Director,

11 March 1945

l. It is suggested that a reply along the following lines be made to the inquiry of the FBI:

by OSS in the sense that he was on the payroll of this Agency or directly compensated for certain assistance which he rendered us. He did collaborate with and assist us on a project which involved using, in some measure, the facilities of the Flomarcy Company. This project was subsequently abandoned through no fault of Bensaude's, but due principally to the changing course of the War. His association with OSS ceased at this time simply because he was considered no longer useful to us."

2. You might also wish to add:

"Although we believe that Bensaude's interests and loyalties ganwinels with the Allied cause, it is believed that in an inquiry of this sort his unsupported statements should not be accepted as conclusive."

Duncan C. Lee Major, AUS

Olw.

Tsansande, je né

OFFICE OF STRATEGIC SERVICES

WASHINGTON 25, D. C.

11 March 1945

MEMORANDUM FOR GENERAL DONOVAN

FROM

Roger A. Pfaff, Lt. Col., Inf. Acting Chief, X-2 Branch

SUBJECT

Jose Bensaude

The Federal Bureau of Investigation has made a request to this Branch through its liaison channels for information concerning the subject.

The representative of the FBI stated that it was their understanding that subject was formerly employed by OSS and that his firm, Flomarcy and Company, Incorpo-rated, New York City, had been used as a cover.

Their reason for making this request is that they intend to obtain information from the subject who is a friend of one Manuel Pinto de Mesquita Lello, a susptected German agent, who arrived in Philadelphia in February 1945.

Specifically, they desire information concerning the reason for termination of his employment by OSS and his reliability.

This request was brought to the attention of Mr. Van Buren, Chief of the Security Office, who suggested that this matter be taken up with the Director's Office directly.

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SECREI

Berson R VFrichentlat.

18 August 1945

Professor Frank D. Fackenthal Columbia University New York 27. New York

Dear Frank:

I have just returned from the Far East and find
your note concerning Ren Benson.

Under the present diremstandes there is no chance, as reductions are being made throughout. I am sorry I did not know shout it a month ago.

I hope everything goes well with you.

William J. Donovan Director

OFFICE OF STRATEGIC SERVICES

WASHINGTON 25, D. C.

18 August 1945

MEMORANDUM

general Donivar

TO:

Lieut. Robert Thrun, USER

FROM:

Lieut. Comdr. B. W. Antell, USER /Sug

SUBJECT:

Major Reynolds Benson

1. I assume that the Mr. Ren Bemson referred to in Professor Fackenthal's letter to General Donovan, is Major Reynolds Benson, formerly Director of Athletics at Columbia University.

As Major Benson is 52 years old he would crainsaily be disqualified by the Agency for service in the Far East.

5. In view of our present budgetary restrictions, I assume that we are not in a position to consider him as a divilian as our curtailment of civilian personnel is still in progress.

B. W. A.

Alter Samuel

TOPT

055 corm 4151

Date 31 July 1945

ro: Commander Antell

Does any need exist for an officer of the type indicated by the attached sketchy account?

outs cara

RT Robert Thrun

Office of the Executive Officer

(10449)

[Exposure is 125 Off. 6.3]

17.28/ Poura

31 July 1948

Professor Frank D. Fackerthal Columbia University in the City of New York Hew York 27, N. Y.

Dear Professor Fackanthal:

Tour latter of 27 July arrived in General Donovan's absence from the country. I have referred it in our Fersonnel Division to see if any need exists for an officer of Mr. Benson's qualifications.

I shall elso bring your letter to General Donovan's attention on his return.

Sincerely yours,

Robert Thrun Acting Executive Officer



TOPT

July 30,1945

Dear "Colonel":

hello and to hope all goes well with you.

Mr. Berry is on his vacation now and I am

"pinch hitting" for him in such few instances

where your personal work needs a little bit "pinch nitting" for him in such rew instances where your personal work needs a little bit of looking after, and although there is very little to do, I still get a kick out of saying "this is Colonel Donovan's Secretary."

Best Wishes

Experuse is 125 Of. 6.3

Declassified and Approved For Release 2013/12/18: CIA-RDP13X00001R000100020008-4 Ranson in 1 feeler Thank I trule ? Columbia University in the City of New York [NEW YORK 27. N. Y.] PROVOST OF THE UNIVERSITY July 27, 1945 Major General William J. Donovan 2 Wall Street Hew York 5, M. Y. Dear Bill Ren Benson just called me on the telephone and asked me for a letter that would assist him in getting his release from the Army. He got back to this tountry a week ago. It occurs to me that, in the Army as in other organizations, the right hand may not know what the left hand is doing, and that you might be inwhat the left hand is doing, and that you might be interested in knowing of Ren's availability. He had nome experience in Mongolia on an engineering project and may know something about that part of the world. He is entirely foot-loose and is, I think, anxious to get out of the Army before he gets some assignment in this country. He apparently has no liking for stationary army duty. I am passing all of this on to you in the event that you might have need for a person of his qualifications. How rapidly he can secure a release I do not know, but he is going right after it. With best regards, I am Paithfully yours Frank D. Fackenthal T3