

SECRET

MGH-003-603

HSC/OPS/60  
3 June 1947

TO : FBM for SC Wash  
FROM : SC, Amzon  
SUBJECT: CAPELIN - New Agent of SC Munich  
REF : MGH-391 (LTS-1243); HSC/OPS/026; HSC/OPS/034

1. CAPELIN has now become a full-fledged agent of SC, Munich with the assignment of reporting information on the RIS which is in the possession of SB/OUN, and keeping us informed on those aspects of Ukrainian affairs which are of interest for our operational purposes. CAPELIN was moved by us on 17 May 1947 from his former residence in Taxenbach, Austria (E96), and is now living at Gausstrasse 3, Munich. We are supplying him with a residence permit for Munich and the necessary food and identification cards.

2. So far, events are progressing favorably, CAPANEUS has asked CAPELIN to take over the counterintelligence section of SB/OUN; and CAPELIN has already discovered that MGB agent @ SLAVKO is his former fellow student at Lvov University, Dr Yaroslav MOROZ. CAPELIN is taking pains not to divulge his connection with us to other members of SB/OUN.

3. CAPELIN was at one time CAP. NEUS' chief in SB/UPA, the UPA security section, in the Ukraine. Although he described himself last December as district ABN chairman in Salzburg and chief of security for all ABN, and was reported to be vice-chief of the southern division of ABN, Salzburg, in November, we are now informed that in fact he has been living removed from the main Ukrainian organizations since the war's end, and has consequently been inactive.

4. CAPELIN is expected to give us better Ukrainian coverage than has been possible through CAPANEUS and CANAAN, who have refused agent status, preferring instead to "cooperate" with the Americans. Consistent with this attitude, the two have been withholding information from us when they judged it unfavorable to the Ukrainian cause. The question of whether to maintain contact with CAPANEUS and CANAAN will be discussed with [ ] Although the use of CAPELIN alone might give us a neater operation, we are bearing in mind 1) that the continued exploitation of CAPANEUS and CANAAN would to a limited extent furnish us a check on CAPELIN, and 2) that a sudden breaking off of relations with CAPANEUS and CANAAN might endanger CAPELIN's security.

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