## Mr. Frederick K. Vonel

## Dear Mr. Vonel:

The United States Government, as represented by the Contracting Officer. hereby contracts with you as a Covert Associate for the submission of certain information and related services of a confidential nature under the following terms and conditions:

1. <u>Compensation</u>. In full consideration for the submission of auch information and services you will be paid an amount calculated at the rate of \$300 per month. Payments will be made as directed by you in writing in a manner acceptable to the Government. No taxes will be withheld from this amount, but it will be your responsibility to report such income under existing Federal income tax laws and regulations.

2. <u>Travel.</u> You will be advanced or reimbursed funds for necessary expenses incurred in connection with such domestic travel as may be directed or authorized by the Government. This will include per diem in lieu of subsistance in the course of such travel while away from New York City. You will be required to account for such expenses in accordance with applicable Government regulations.

3. Operational Expenses. You will be advanced or reimbursed funds for necessary operational expenses including, but not limited to, entertainment, the purchase of information, and the cost of office supplies and stationery. Such funds will be subject to accounting in substantial compliance with Government regulations.

4. Execution of Documents. If, in the performance of your cover services, you assume the custody of government funds or take title of record to property of any nature whatsoever and wherever situate, which property has in fact been purchased with monies of the U.S. Government, you hereby recognize and acknowledge the existence of a trust relationship, either express or constructive, and you agree to execute whatever documents may be required by the Government to evidence this relationship.

5. <u>Status.</u> You are not an employee of the United States Government under this agreement and are not entitled to any benefits normally incident to an employee status.

6. Secrecy. You will be required to keep forever secret this contract and all information which you may obtain by reason hereof (unless released in writing by the Government from such obligation), with full knowledge that

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DECLASSIFIED AND RELEASED BY CENTRAL INTELLIGENCE AGENCY SDURCESMETHODSEXEMPTION 3B2B KAZIWAR CRIMES DISCLOSURE ACT DATE 2007 violation of such secrecy may subjuct you to criminal prosecution under the Espionage Laws, dated 25 June 1948, as amended, and other applicable laws and regulations.

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7. Instructions. Instructions received by you from the Government in briefing, training or otherwise are a part of this contract and are incorporated herein, provided that such instructions are not incansistent with the terms hereof.

8. <u>Unauthorized Commitments</u>. No promises or commitments pertaining to rights, privileges or benefits other than those expressly stipulated in writing in this agreement or any amendment thereto shall be binding on the Government.

9. Term. This contract is effective as of 1 October 1954, and shall continue thereafter for a period of six (6) months unless sooner terminated upon actual notice to you from the Government. Subject to the availability of appropriations, this agreement may be reaswed for like or longer periods upon notice from the Government accepted by you. Termination of this agreement will not release you from the obligations of any security oath you may be required to take.

UNITED STATES OF AMERICA

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BY \_\_\_\_\_ Contracting Officer

ACCEPTED:

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Frederick K. Vanel

WITNESS:

APPROVED:

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