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10 Oct 54

PROJECT OUTLINE

CRYPTONYM: AERODYNAMIC

HEADQUARTERS CASE OFFICER:
[]

DIVISION : SR

STATION : MUNICH, GERMANY

ROOM NO.: 1509-J

EXTENSION: 2967

DATE: 1 October 1954

The attached Project Outline is presented for renewal.

FISCAL Year 1955

CENTRAL INTELLIGENCE AGENCY
 CLASSIFICATION
 Canceled
 Changed
 BY AUTHORITY []
 DATE
 Secret
 C/SR/3/WE
 6 May 57
 TSI-glatchford

[] 1 Oct 55
C/SR/3 Date

[] 1 Nov 54
SR/GOP Date

DECLASSIFIED AND RELEASED BY [] Nov 54
CENTRAL INTELLIGENCE AGENCY
SOURCE METHOD EXEMPTION 3B2B
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2007
C/SR

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80040-B/1

CENTRAL INTELLIGENCE AGENCY
 CLASSIFICATION
 Cancelled
 Checked to Secret
 BY J
SR/3/WE
26 March 57

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1 October 1954

MEMORANDUM FOR: Chief, Plans Staff, FI

FROM : SR/COP

SUBJECT : Project AERODYNAMIC (FI) Renewal FY 1955

1. Although a number of SODB reports have been disseminated on the basis of information received from AERODYNAMIC agents in the field, the value of this information to the customer agency is not known to the AERODYNAMIC Case Officer. It can be assumed, however, from the nature of the follow-up request for more information of the type procured by the AERODYNAMIC agents that the information has been received favorably and was considered important.

2. As a joint PP/FI venture in which the Project AERODYNAMIC is designed to exploit the anti-Soviet Ukrainian resistance groups (UHVR, UPA, ZPUHVR and the ZChOUN, the PP portion is concerned with the establishment of a sound UHVR-CIA working relationship both in and outside the target area through the ZPUHVR, the FI portion is concerned with the procurement of operational, document and positive intelligence. The product of this endeavor has been fruitful to date but it must be admitted that the PP portion has benefited more from the FI activity in the field (information provided by the AERODYNAMIC agents in the field as used in the establishment of a sound UHVR-CIA relationship and its ramifications) than has the FI portion in regard to the procurement of positive intelligence. Measuring, then, the overall success in the venture against the expenditure of FI assets it can be stated here that depending on the value placed on the existence of a sound Ukrainian Resistance-CIA working arrangement both for cold and hot war purposes, the product has been worth the effort. The positive intelligence procured, limited but of value, could have been in greater quantity than received to date.

3. The activity of the Project AERODYNAMIC has furthered the approved Country Plan in that the ZPUHVR has been exploited to quite an extent both in the PP and FI fields as shown by its willingness to cooperate with CIA representatives in anti-Soviet activities, the combined effort of which has succeeded in maintaining contact with the UHVR in the Ukraine and thus further strengthening the Ukrainian resistance movement in the Ukraine, and facilitating the procurement of intelligence and support for future operations in that area.

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4. SUMMARY:

A) Progress of the Operation

i) The operation has succeeded in dispatching, since 1951, two separate teams into the target area both of which maintained uncontrolled (Soviet) scheduled W/T contact with us until the Fall of 1953. Two successful exfiltrations by Project agents or affiliates, one in 1950 and one in late September 1954, have also been made which furnished us with a quantity of intelligence and a means of continuing operations as outlined above.

ii) Reverses experienced by the Project are as follows. In May 1954, one member of the above mentioned two teams was reported captured and liquidated by the Soviets. His W/T operator, while still in contact with us at present, appears to be under Soviet control since the beginning of this year. Another member of this team (dispatched in 1951) was killed in late 1951 while still another member has not been heard from. Of the two-man second team, dispatched in 1952, one member was killed while the other maintained W/T contact with us until late 1953 when he was forced to abandon his radio gear. Since that time, he has been in S/W communication with us. However, the possibility of his being controlled was apparent in the last letter received from him.

iii) Aside from providing us with intelligence on the target area, the above mentioned teams further carried out the objectives of the operations in that they both made and maintained contact with the Ukrainian Resistance Headquarters, both served as a link between this Resistance Headquarters and the West.

iv) As mentioned in (i) above, a successful exfiltration has been made recently by two affiliates of the Project (couriers from the Resistance Headquarters in the Ukraine). It is planned that both will be returned to their native country on a joint CIA-ZPUHVR mission.

B) Since the operation of the Project has been completely transferred to Headquarters, comments by the field station are no longer received regarding the renewal of the Project.

C) Future planning calls for the continuation of the present relationship with the ZPUHVR and the implementation of a scheme for future operations in the target country wherein

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more emphasis will be placed on the utilization of legalized persons in the Ukraine for the procurement of intelligence and the exfiltration of legalized and other personnel will be attempted to serve as a pool for future agent recruits.

D) Changes believed necessary are those primarily concerned with the recruitment of agent personnel. Heretofore, emphasis has been on the tapping of cadres already located in the emigration. However, as this source becomes less and less fruitful, it appears apparent that for an operation requiring the use of legalized agents these agents must be recruited from within the target country itself.

E) Considering the joint PP/FI mission of the agents dispatched into the target country by the Project AERODYNAMIC, the performance of the agents dispatched has been good in that what they have set out to do they have done. There have been no known security problems; however, the enemy has made attempts at penetration and might have succeeded in some respects.

OBLIGATED FROM JULY 53 TO 30 SEPT. 54 WAS []
F) The amount of money ~~expended to date in PP is \$24,458.95~~
CAC A breakdown of the cost for continuing the Project during *FOR ANOTHER YEAR*
~~is as follows:~~ is as follows:

Consultants (2)	\$ 7,800
Agents (3)	3,600
Housekeepers	2,500
Travel	[]
Operational expenses (disposal, bonuses, emergency, etc.)	[]
Foreign currency	[]
Operational Supplies and Equipment	[]
	<hr/>
	\$ []

G) There are no additional commitments contemplated.

Attachment: TS 88049-A, copy 1 of 4 copies
Approved 23 September 1953

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At the request of FI/Plans/Projects Branch, SR/3 submitted the following additional information relative to personnel covered by this project.

COVERT ASSOCIATES:

a. AECASSOWARY/15 is in D.C. under no cover (natural). He is of Ukranian origin and will apply for US papers. He is an instructor and liaison man with a Ukranian refugee political group (PP) in New York. He is paid \$300 a month plus operational expenses under an oral agreement in lieu of contract. He will never be placed under formal contract in this project, ~~as he is presently being subsidized (for past services?) and included in this project for administrative purposes. He resides at a residence which he has established as his home.~~

b. AECASSOWARY/4 conducts PP and FI activities for which he is paid \$300 a month from FI and \$50 a month from PP. His FI duties include part time work as an instructor/trainer. His principal functions are of a PP nature. He is utilized by FI whenever it is necessary to prepare and dispatch agents to the field. He also is a Ukrainian living in D.C. and his cover arrangement is similar to that of AECASSOWARY/15.

AGENTS:

a. AECARTHAGE/19 and /20 are the two agents who recently exfiltrated from the Resistance Headquarters in the Ukraine (see para. 4, A, iv of attached renewal request). These two agents have turned out to be RIS plants and current plans call for our returning one as if we were playing it straight. The other agent has broken and is being debriefed. Financial plans are being made (see breakdown of funds) for a third agent not yet on board but who is expected to exfiltrate from the Ukraine.

b. AECARTHAGE/5 is in the USSR under RIS control and is being played.

c. AECARTHAGE/12 also is in the USSR and it is believed that he is not under RIS control. He is in touch with us by S/W.

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