

**SECRET**

MATERIAL REVIEWED AT CIA HEADQUARTERS BY  
HOUSE SELECT COMMITTEE ON ASSASSINATIONS STAFF MEMBERS

FILE TITLE/NUMBER/VOLUME: LEMPY/LIMITED  
Base House

INCLUSIVE DATES: 25 Jun 1957 - 8 Apr 1971

CUSTODIAL UNIT/LOCATION: LA1DDO

ROOM: 3C34

DELETIONS, IF ANY: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

DATE RECEIVED	DATE RETURNED	REVIEWED BY (PRINT NAME)	SIGNATURE OF REVIEWING OFFICIAL
25.6.78		V. Farloway	Dan Hardway
2/7/74		DAN HARDWAY	Dan Hardway
25 JUL 1978		HARDWAY	Hardway
10/31	10/31	HARDWAY	Hardway
15 NOV 78		DAN HARDWAY	Hardway
12/28/78		DAN HARDWAY	Hardway

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**SECRET**

KDFACTOR

50-6-71/5 - 4/2/77  
(formerly LIPSTON/LIMITED 50-6-25)

DE R

3/10/78

3/10/78

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CONFIDENTIAL

NOTICE

THIS FILE HAS BEEN PROCESSED AND RETIRED. DO NOT  
ADD ANY DOCUMENTS TO THIS FOLDER. FORWARD CS  
DOCUMENTS THAT SHOULD BE INCLUDED IN THIS FOLDER  
TO IP/RPU GE-58.

NOTICE

CONFIDENTIAL

<b>DISPATCH</b>		CLASSIFICATION SECRET	DISPATCH SYMBOL AND NO. 12976-6968
TO Chief of Station, Mexico City		HEADQUARTERS FILE NO. 50-6-25/3	
FROM Chief, AID		DATE	
SUBJECT Operational/LIPSTICK Operations		<input type="checkbox"/> IS "IS" - CHECK IT ONE <input type="checkbox"/> INDEXED FOR INDEXING <input checked="" type="checkbox"/> NO INDEXING REQUIRED <input type="checkbox"/> INDEXING CAN BE ADDED BY QUALIFIED NO. DESK ONLY	
ACTION REQUIRED See below			
REFERENCE 120A-11257  1. The LICALLA (50-6-25/5), LILYUC (50-6-25/8) and LIMITED (50-6-25/9) assets under the LIPSTICK Project have been transferred to Project LIBERTY. Does the Station wish to have the LIBERTY Project (50-6-74) broken down with separate files for each of these operations? If so, please so advise Headquarters.  2. Unless advised to the contrary by the Station, the LICHINO (50-6-25/6) and LIJAI (50-6-25/7) Operational files will be retired with the LIPSTICK files since these two assets are no longer in use.  <p style="text-align: right;">OLIVER G. CALBORN</p> <p>28 October 1958</p> <p>Distribution 3 - Mexico City</p>			
FORM 16 53 145	USE PREVIOUS EDITIONS REPLACES FORMS 11-53, 51-22A AND 51-52 WHICH ARE OBSOLETE.	CLASSIFICATION SECRET	<input type="checkbox"/> COMPLETED PAGE NO.

VIA: \*Air Pouch  
(SPECIFY AIR OR SEA POUCH)

DISPATCH NO. HEM-A-10452

**SECRET**  
CLASSIFICATION

TO : Chief, WH Division

DATE: 18 June 1958

FROM : Chief of Station, Mexico City

SUBJECT: GENERAL— Visitor to Soviet Embassy, Mexico

SPECIFIC— Indiana License DE 5567, 1956

Reference: MEXI 1616  
DIR 24173  
DIR 24438

ACTION REQUESTED: None

1. Attached are two photographs taken on 21 May 1958 by LIPSTICK LIMITED. The correct license number is DE 5567 and not 5667 as stated in MEXI 1616.
2. It is requested that Headquarters solve this license number and identify if possible the two persons shown in the enclosed photograph.

*Willard C. Curtis*  
Willard C. Curtis

Encl.

f RBR/bct  
16 June 58

Distribution

3 - Eqs  
2 - Files

FORM NO. 51-28A  
MAR. 1949

CS COPY

**SECRET**  
CLASSIFICATION

50-6-25/9

CLASSIFIED MESSAGE

CLASSIFIED MESSAGE

ORIG : L. J. PUCKETT  
UNIT : WSD  
EXT : 2555  
DATE : 26 DECEMBER 1957

S-E-C-R-E-T

ROUTING	
1	4
2	5
3	6

TO : MEXICO CITY  
FROM : DIRECTOR  
CONF : WH 5  
INFO : CI, CI/OPS, FI, FI/OPS, SR 4, S/C 2

*LIPSTON*

23 11:57

	DEFERRED	PRIORITY	INITIALS
X	ROUTINE	OPERATIONAL IMMEDIATE	INITIALS

OUT 77023

TO MEXI INFO CITE DIR 00822

RE MEXI 0791 (IN 49693) \*

1. REF LICENSE ISSUED ARDY SUTONO, 309 NORTH MANCHESTER ST, ARLINGTON, VA. CAR REGISTRATION STAINS RE EMPLOYER INDONESIA EMB, WASH, D.C.
2. JUNE 1957 OMBIVY REPORT ON SUT LIST SUTONO AS INDONESIAN EMB EMPLOYEE.
3. AUG 1957 WASH TELEPHONE FOR LISTS PAUL PESIK LIVING AT 309 N MANCHESTER ST, ARLINGTON, VA. PESIK WORKS FOR EMB DIV OF INDONESIAN EMB.
4. SUTONO HAS NO POLICE RECORD HQS AREA.

CS COMMENT: REQUESTED OWNER 57 VIRGINIA LICENSE 243832. TWO MEN FROM THIS CAR SPENT ONE-HALF HOUR SOV EMB 2 DEC 57.

*J. C. King*  
J. C. KING, CHIEF, WSD  
Attaching Office

COORDINATING OFFICERS  
S-E-C-R-E-T

*R. Danziger*  
R. DANZIGER, CH/ITT  
Attaching Office

REPRODUCTION BY OTHER THAN THE ISSUING OFFICE IS PROHIBITED. Copy No.

**FROM:**  
**ACTION**

**CABLE**  
**SECRET**

**ROUTING AND RECORD SHEET**

Accession No. 49698  
Date Received SA \_\_\_\_\_

To	Room No.	DATE		OFFICER'S INITIALS	COMMENTS
		Received	Forwarded		
1. Mexico	2	DEC 1947		J	Joe Langdon, X-4262, will inform me of info
2. Rubitt				J	
3.					
4.					
5.					
6.		file LIPSTICK/LIMITED			
7.					
8.					
9.					
10. Cable desk					

Each comment should be numbered to correspond with number in *To* column.  
 A line should be drawn across sheet under each comment.  
 Officer designations should be used in *To* column.  
 Each officer should initial (check mark insufficient) before further routing.  
 Action desired or action taken should be indicated in *Comments* column.  
 Routing sheet should always be returned to registry.  
 For officer designations see separate sheet.

**SECRET**

375 RLG JB DJS  
DATE 21 DEC 1957

CLASSIFIED MESSAGE

SECRET

ROUTING	
1	4
2	3
3	6

ROUTINE

IN 49698

TO : DIRECTOR  
FROM : MEXICO CITY  
ACTION : MI 5

INFO : CI, CI/OPS, FI, FI/OFS, SR 4, S/C 2  
*Added to distribution of 0900 hrs. 23 Dec.  
At request of Mr. Vandenberg. 4262*

TO DIR INFO CITE MEXI-0791

1. REQUEST SOLUTION 57 VIRGINIA LICENSE 243832. TWO MEN FROM THIS CAR SPENT ONE-HALF HOUR SOVEMB 2 DEC 57.
2. SOURCE LIPSTICK/LIMITED. EVAL PHOTOGRAPHIC. DIST NONE.

END OF MESSAGE

SECRET

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LIPSTICK Quarterly  
of Report

Amma 8773  
27 Nov 57

(1) LIMITED is a house opposite the LIPSTICK target. In this house resides LIPSTICK-14, his wife LIPSTICK-17, and his son LIPSTICK-23. They use on trucks with 15, 30 and 60 power scope telephoto lens to photograph persons and automobiles entering and leaving the main gate of the LIPSTICK installation. They have standing instructions to photograph all non-LIPSTICK, all unidentified LIPSTICKS and all automobiles (particularly license plates). Approximately every two months, this team is asked to photograph all the identified LIPSTICKS so that Station files will contain current photographs of these persons. In addition to the photographic coverage, this team keeps a log of all activity in and out of the main gate, noting time of entry or departure, license numbers, name of person or description of unidentified persons. LIPSTICK-14 uses a short wave radio in contact with other LIPSTICK cars to alert them to the departure of certain LIPSTICK officials which the Mexico City Station has under surveillance. The 35 mm film and daily logs are given to SCHEIDT who gives them to BERRY who gives them to Raymond E. GIBSON who processes the film in an outside darkroom assisted by LIPSTICK-35. One 3x5 enlargement is made of each exposure. These prints are then returned via the same route to the LIMITED base-house where LIPSTICK-14 and 23 annotate the date and identification on the back of each photograph. The photographs then come to the Station for filing in personality dossiers, solution of license numbers, or further checking as may be required.

LIMITED

AIR

HR-A-7476

Chief, WID

17 July 1957

Chief of Station, Mexico

Operational

Unknown Individual(s) Entering Soviet Embassy

ACTION REQUESTED: A. Dissemination to KUSOMA  
B. No dissemination outside KUBARK

SOURCE: LIPSTICK/LIMITED

1. Attached are two photographs of an individual seen entering the Soviet Embassy during May 1957.
2. For Headquarters Only: These photographs greatly resemble Ben S. SIERWANSKY, Labor Attache, U.S. Embassy, Mexico City.
3. Copies of each of these photographs have been given to the Security Officer, U.S. Embassy, Mexico, with a covering memorandum which stated that:
  - a. These were photographs of one (or two) individual(s), who appeared to be American(s), entering the Soviet Embassy in Mexico City during May 1957;
  - b. Our source was sensitive;
  - c. Neither this office nor our organization were to be revealed as the source of these photographs;
  - and d. The identities of the person(s) in these photographs were not known.
4. The attached are forwarded for Headquarters information and records only. It is requested that no dissemination be made, except to KUSOMA and within KUBARK.

Willard C. CURTIS

Encl.

Distribution:

3 - WIS(w/2 photos attached)

SECRET

56-6-249

COPY

ABSTRACT from HFA 6074, 6 Feb 57 re: LIPSTICK Monthly Report - Nov. 1956

1. Operational:

- a. LIMITED was operated as a dispatch and photographic surveillance base throughout this reporting period. Occupants from several automobiles bearing US license plates were observed entering the LIMERICK installation. These leads have been transmitted to Headquarters in separate dispatches and have been passed locally to ODENVY. One special operation involving KURIOT technicians was supported by this base during this period. The base personnel have continued to maintain their high standard of efficiency and security.

SECRET

AIR

HQA-4-3233

5 July 56

: Chief of Station, Mexico City

: Chief, MID

- Operational Matters
- Identification of Soviet Intelligence Officers Through LIPSTICK/MAKEUP

REFERENCES: A. HQA-4016, 19 January 1956  
 B. HQA-4042, 23 January 1956  
 C. HQA-4176, 8 June 1954  
 D. HQA-4588, 16 May 1956

In addition to KGB and RC employees, MID employees also have access to clothing supply depots. In view of this, no conclusion can be drawn from the information submitted in references A and B.

J. C. KING BY

F. P. HOLCOMB  
AC/MID

28 June 1956

## Distributions:

- 3 - Mexico
- 1 - WH/Chrono
- 1 - WH/Mailroom
- 1 - RI
- 1 - REDCAP

WH/III/MPCondon/jw

F. P. HOLCOMB, AC/MID

W. CALKRAITH

ORIG : *378*  
UNIT : *BRADY*  
EXT : *2555*  
DATE : 16 FEBRUARY 1956

CLASSIFIED MESSAGE

SECRET

ROUTING	
1	4
2	5
3	6

TO : MEXICO CITY  
FROM : DIRECTOR  
CONF : WH 5  
INFO : FI, FI/OPS, FI/RI 2, TSS 4, OC 5, S/C 2

DIR 48490 (OUT 73205) 1929Z 17 FEB 56

ROUTINE  
PRECEDENCE

TO: MEXI CITE DIR  
RE MEXI 434 (IN 17492)

1. KUBARK REGULATIONS STATE OPERATIONAL PROPERTY OF NO FURTHER USE MUST BE DISPOSED OF AND NOT RENTED.
2. SUGGEST REVIEW ALL BASE HOUSE POSSIBILITIES ADJACENT LITRICK TO DETERMINE BEST USES FOR PHOTOGRAPHIC PURPOSES BEFORE MAKING ANY DECISION REGARDING DISPOSAL PRESENT LIMITED SITE.

END OF MESSAGE

*J. C. King*  
J. C. KING  
RELEASING OFFICER

COORDINATING OFFICER

SECRET

*W. Galsraith*  
W. GALSAITH, AC/WH/III  
AUTHENTICATING OFFICER

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

ROM:  
**ACTION**

CABLE  
**SECRET**

**ROUTING AND RECORD SHEET**

Accession No. 23459  
Date Received SA \_\_\_\_\_

To	Room No.	Date		Officer's Initials	Comments
		Received	Forwarded		
1. 3		15 FEB 1958		WPC	
2. Brady		16/2/16		JB	
3.					
4.					
5. Mail Room		20 Feb 58		EB	
6.					
7.					
8. Mexico					
9.					
10. Cable desk					

DATE RECEIVED 15 Feb 58  
 ACTION TO Mexico  
 ACTION TAKEN D.R. 48490  
(aw-70205)  
17 Feb 58

File: RATTON  
Lip/Limited

Each comment should be numbered to correspond with number in To column.  
 A line should be drawn across sheet under each comment.  
 Officer designations should be used in To column.  
 Each officer should initial (check mark insufficient) before further routing.  
 Action desired or action taken should be indicated in Comments column.  
 Routing sheet should always be returned to registry.  
 For officer designations see separate sheet.

**SECRET**

CLASSIFIED MESSAGE

447

DATE : 14 FEBRUARY 1956

SECRET

ROUTINE	
1	4
2	5
3	6

TO : DIRECTOR

FROM : MEXICO CITY

ACTION: WH 5

INFO : FI, FI/OPS, FI/RI 2, TSS 4, OC 5, S/C 2

MEXI 475 (IN 23459)

0246Z 15 FEB 56

ROUTINE  
PRECEDENCE

TO: DIR

CITE: MEXI

RE: MEXI 434 (IN 17492)

CONSIDERING POSSIBILITY RENTING LIMITED TO LEGITIMATE  
 FAMILY TO DIVERT SOV SUSPICION. WILL THEN NEED LILYRIC SOLELY  
 FOR PHOTO HOUSE AND FEEL RAPPER OPERATION MIGHT THEN COMPROMISE  
 ONLY PHOTO HOUSE THEREFORE WILL KEEP RAPPER WITH LIPSTICK 12  
 AND RETAIN HIM ON TEAM UNLESS HQS OBJECTS.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE. Copy No.

SECRET

LIPSTICK/C

AIR

REF ID: A66777

19 Jan 58

: Chief of Station, Mexico City

: Chief, WMD

- Operational

- LIPSTICK/LIMITED

REFERENCE: HMMA-3797, HMMA-3821  
HMMA-3884

1. There appears to be two cover problems involved in the LIPSTICK/LIMITED operation. These are, the physical cover of the base of operations and the personal cover of LIPSTICK-14, the principal agent. Headquarters agrees that there would be more security attached to the physical cover if it had a legitimate business front. It is not believed, however, that at this stage the physical cover would be improved by suddenly opening up an agriculture implement necessary supply house there, presuming that the size and location of the base house were feasible for such a business.

The involvement of LIPSTICK-19 and David M. Wilsted in the operation, as suggested under this business cover arrangement, could conceivably affect the compartmentation of the LIPSTICK operation, which, as the Station has pointed out, has been maintained with considerable difficulty.

2. Headquarters does not feel that the situation is as critical as expressed by the Station because of the question asked of LIPSTICK-2 by his Soviet contact. It appears most natural for the Soviets to suspect, particularly in this Hemisphere, that they are being subjected to photographic as well as all other types of surveillance. Being alerted to this action they would naturally like to know more about it. Any new activity spotted at the LIPSTICK/LIMITED base house would only increase this alertness and arouse their suspicions. These suspicions would be further aggravated by the employment of a motor car at the LIPSTICK/LIMITED base house where up to this time no car has been in use. Headquarters does not agree that a car is needed in the day to day work of this operation. If one were employed it would only further spot light the base house for the Soviets. In addition, it is not clear just who would be using the automobile since LIPSTICK-14 presumably need not cover his own access to the premises

SECRET

SECRET

HR-4-2507

Page 2

and no other personnel will be visiting the house on a regular basis.

4. If at the inception of the LIPSTICK/LIMITED operation a legitimate business cover had been set up it would have been more secure than the present arrangement. Unless some natural and non-suspicious arousing cover can be worked out Headquarters feels that it is more secure to continue the operation under the present arrangement than to set up the business cover suggested in HR-4-3797.
5. The problem of the personal cover for LIPSTICK-LI can best be solved by a salary increase for the agent. As the Station has already pointed out, LIPSTICK-LI's salary of 800 pesos per month is well below the salaries earned by agents performing comparable duties. In view of this and as a reward for LIPSTICK-LI's good work and an incentive for improvement Headquarters authorizes that he be paid a salary of 1500 pesos per month effective 1 January 1956.

J. C. KING  
CWH

11 January 1956

Distribution:

3 - Mexico  
1 - WH/Chrono  
1 - WH/Mailroom  
1 - Subject  
1 - RI

WH/III/JBrady/JW

J. C. KING

O. M. LOERY, INKER

LIPSTICK/C.

SECRET

AIR

HMW-A-3797

Chief, MID

8 December 1955

Chief of Station, Mexico

Operational  
LIPSTICK/LIMITED

ATTN: Hugh H. ASHHEAD

REF: HMW-W-2613, 25 Oct. 1955

1. LIPSTICK-14 and his family occupied the LIPSTICK/LIMITED base house on 4 November 1955. On 10 November 1955 Howard O. MOSGHIANO was picked up by LIPSTICK-14 in a rented car and driven into the base. MOSGHIANO stayed with LIPSTICK-14 that entire day instructing him in photographic technique and taking approximately 200 pictures. The appearance of the house during this time of operation was checked by the undersigned and Chester D. POLLICOVE who were unable to discover any outward indications of the existence of the photographic surveillance. LIPSTICK-14 has continued to improve although the quantity has decreased on our instructions. It was decided that it would be to our ultimate advantage to have fewer photographs and have LIPSTICK-14 continue to conduct his normal house-to-house book business for cover purposes.

2. Initially all films were processed in the Station so that MOSGHIANO could process them to the fullest advantage and then critique them with LIPSTICK-14. Now the procedure employed is to have POLLICOVE pick up the films from LIPSTICK-14 and give them to James O. AYCALL who processes them and returns them to POLLICOVE for transmittal to the office for identification, indexing and filing by MOSGHIANO. This procedure was adopted because AYCALL was aware of the existence of this operation and knew LIPSTICK-14 was employed by this Station, but LIPSTICK-14 does not know that AYCALL is employed by this Station. The photographic results of this operation will be transmitted to Headquarters in subsequent dispatches.

3. The situation at present seems to be progressing in a most satisfactory manner with the one exception of believable and adequate cover. Reference discussed the cover situation and raised several points which will be subsequently discussed in this dispatch. Initially, it may be said that a detailed Dun & Bradstreet investigation of the oxygen supply business in Mexico City conducted by LIPINER and other factors definitely eliminates

SECRET

*Handwritten notes:*  
Middletown  
New York  
November 1960  
Lipstick

50-20-5

15

*sh...*

SECRET

REF ID: A66977  
8 Dec. 1955  
Page 2

this potential cover from consideration. (Copy attached as Attachment No. 1) When the undersigned discussed this possible cover at headquarters he based his statements upon the assurances of LIPSTICK who had considerably oversimplified the situation. To obtain cover from a relative of one of the LIPSTICK team who would use the premises rent free for his business and thus supply cover is not viewed with favor by this Station. First, we have gone to considerable difficulty to compartment this operation from every member of the LIPSTICK team. Further, and in reality, the principal reason for our inability to implement headquarters suggestion, is that there is no one in the present complex who fills the requirements.

4. It should be repeated for emphasis that this operation needs some form of business cover to continue to function securely. In searching for all possible solutions to this problem we queried David M. WILSTED who suggested to us what we feel is the very best possible solution available. The conduct of a cover business should conform as closely as possible to a legitimate business. In order to conduct the business as close to this ideal as possible there must be a correlation between the degree of success and the degree of business experience and acumen possessed by those in charge of the business. Since the combined business experience of the officers of this Station could not guarantee the successful conduct of a business, it logically behooves us to have the business conducted by someone who is skilled and experienced in the daily direction of a business and who has proven himself successful in this respect.

5. LIPSTICK-19 has such a background and would be willing to assist us in this operation. (In regard to his business experience and success, the many documents submitted in support of David M. WILSTED's promotion and cover situation should be consulted.) It should also be remembered that he is a cleared agent in whom this Station reposes considerable confidence which has been completely justified by his devoted and conscientious work. LIPSTICK-19 would be assisted in the conduct of this business by David M. WILSTED who is also experienced in the conduct of business in Mexico City. There would not, however, be any breakdown of compartmentation since LIPSTICK-14 is known by, and in turn knows, LIPSTICK-19. WILSTED, who is not known to LIPSTICK-14 but who knows of the existence of LIPSTICK-14, would remain protected by LIPSTICK-19 who would act as the only operational contact with LIPSTICK-14.

6. The plan is that this Station should open an agricultural implement accessory supply house at the LIPSTICK/LIMITED base house. Physically, the building is ideally suited to this type of business. LIPSTICK-19 and his company would conduct all of the paper work and importing procedures for the new company either in the name of the new company or the name of LIPSTICK-19's company. The new company under the ostensible leadership of LIPSTICK-14 would sell the agricultural accessories to customers recommended to it by LIPSTICK-19's company and other agricultural implement manufacturers. Further, and the greatest guarantee of success is that LIPSTICK-19's company itself can absorb the entire inventory of the new

SECRET

SECRET

100-4-3797  
8 Dec. 1955  
Page 3

company of operating at a profit. There is no comparable business existing in Mexico City. LIPSTICK-19 and David M. WILSTED would have started one but the expansion of their present holdings has precluded their investing the required sum of money in an inventory. They do, however, in the course of a year use the amount of merchandise noted in the attached prospectus (Attachment No. 2) and have agreed to purchase the amount listed in the attachment at a price which guarantees a profit to this Station. This will insure that the business will be completely self-supporting. We have been advised that these agricultural accessories are imported into Mexico and sold at 40% above the sum of the entire cost of initial purchase price plus import costs and duties. The agricultural accessories would be sold to the general public at a price determined by demand and competition, attempting in every instance to make the most from each sale. LIPSTICK-19, however, would be allowed to purchase these accessories at a price which would compensate him for his time and effort in handling all the ordering, importing and other duties connected with the <sup>COVER</sup> management of the business.

7. It is earnestly recommended that this proposal be accepted since it represents a genuine long-term cover mechanism that will not only provide secure believable cover for LIPSTICK/LIMITED but which may conceivably be used as cover for other personnel and operations.

8. Information was obtained on 20 November 1955 from LIVESTOCK-2 which indicated that the LIPSTICK target was attempting to ascertain if a photographic surveillance was being directed against them. This incident increases the urgency and need for the institution of believable cover at this base.

Matthew S. DINGLEY

Attachments:

- 1. Dun & Bradstreet report
- 2. Prospectus for farming accessory business
- 3. Identity UNDER SEPARATE COVER

MSD/gfb

Distribution:

- 3 - Wash(u/att)
- 2 - Files(u/att)

SECRET

50-120-5-15

Attachment #1

HMM-A-3797  
8 December 1955

R. G. Dun & Bradstreet de Mexico, S.A.

11 November, 1955

Oxigono Para Enfermos, S. de R. L.

Servicing and sale of  
oxygen and oxygen equipment

Ciudad de Mexico  
Federal District  
Av. Coyoacan 940  
Col. del Valle.  
CEDUL: No. 29108

Administrators: Sr. Luis Gonzalez Barquera  
Sr. Carlos Gonzalez Barquera

SYNOPSIS

Background: Business established in 1947 by Sr. Luis Gonzalez Barquera and organized in the manner later described in 1953.

Estimate of Capital: \$300,000 Mexcy.

Payments: Punctual

Financial situation and development: Satisfactory and normal.

HISTORY

"Sociedad de Responsabilidad Limitada:	Located in Mexico City.
Date of founding:	18 February, 1953
Notary Public:	Lic. Eduardo del Valle.
Registration:	Not located.
Duration:	Ten years
Purpose:	Supply oxygen service to sanatoriums and private persons and sale of same.
Capital Social:	\$150,000.00 Mexcy.

Capital was supplied in equal amounts by Luis and Carlos Gonzalez Barquera, who are also the administrators of the firm.

Luis Gonzalez Barquera is a Mexican of 40 years of age and is married. It is reported that after leaving school he went to France and then to North Africa where he served as a volunteer in the French Army until 1947, when he returned to Mexico, D.F. At that time he established the business which operated in his name until 1953 when he and his brother organized the existing firm.

Carlos Gonzalez Barquera is 30 years of age and married. He has worked with his brother since the establishment of the firm. He is at present administrator and stock-holder;

50-170-5-151

These men are generally well-regarded.

#### OPERATING METHODS

The business which consists of the sale and renting of oxigen equipment to private persons, private and official sanatoriums is carried on a strictly cash basis. The firm is supplied by factories and local distributors on a cash and also on a term basis.

The firm occupies the ground floor of a modern building owned by the Barquera brothers. The facilities are of good presentation and much activity is noted on the premises.

The business is located in a residential area in Colonia del Valle.

The firm has five, small, Dodge trucks and one Fargo truck, which are radio equipped. The firm has a radio transmitter to maintain contact with its mobile units.

#### Financial Report

Luis Gonzalez Barquera was interviewed on the above date and he stated that the business was operating on an active capital of \$325,000 pesos, largely tied up in equipment, merchandise and their delivery vehicles, radio transmitters, furniture, fixtures, and bank deposits. The firms liabilities are modest.

Gonzalez stated that his brother and he are co-owners of the building which occupies 339 square meters. The building is evaluated at approximately \$370,000 pesos, having a mortgage of \$72,000.00 Mexcy. The brothers also own a Mercury and an MG which are valued at approximately \$72,000.00 pesos. Annual sales are estimated at \$600,000.00 Mexcy.

This last statement was not completely substantiated by the persons consulted but it is believed that their approximate financial status is as stated. Those consulted stated the the present financial status of the firm is considered satisfactory as the volume of sales permits a normal development of the firm.

#### Payments

HIGHEST CREDIT	LIABILITIES	EXPIRED	Terms	PAYMENTS	OBSERVATIONS
\$50,000.00	-----	---	30 Days	Punctual	-----

A banking institution which was consulted stated that their relations with the firm were limited to \_\_\_\_\_ ("cuentas-habientes") and that the firm is well-regarded.

Other references which were consulted stated that they knew the persons in question personally and that they considered them serious and dependable in their commercial dealings.

5-0-20-5-15

POTENTIAL AND ESTABLISHMENT OF AN ACCESSORIES BUSINESS FOR  
FARMING IMPLEMENTS

In pointing out the potential of an accessories business for farming implements in Mexico, it is necessary to consider the following:

a) Of the total of ideal farming lands only a 33% is now under mechanized cultivation and according to statistics obtained by Ford Motor Company of Mexico, there has been an increase of 25% in the total number of tractors in the country in the past 5 years which indicates that the use of farming implements not only is just beginning but also that there is a definite trend to further develop their use.

b) The present Government has shown great interest towards encouraging mechanized farming by establishing agricultural banks throughout the country that finance farmers for the purpose of purchasing tractors and implements on easy terms. Recently, several schools have been established for the teaching of the operation and maintenance of tractors and implements and of the modern techniques of mechanized farming.

c) Even though most makes of U.S. tractors and implements are now in use throughout the country, there are several European-made tractors which are becoming extremely popular but are supplied by their manufacturers without any implements. Of these, the demand for the English Fordson which is imported by Ford Motor Co., has increased enormously in the past 5 years. The sales of this tractor in the year of 1950 were only about 150 units; this year they amounted to approximately 800 units, 400 of which were sold with the English Hansons implements and 100 with implements supplied by *Idently A.* a factory which is only in its early stages of development.

d) At present there is no manufacturer in this country dedicated to the production of high carbon and alloy steel accessories which are indispensable in the use of farming implements, and since Ford Motor Co. only supplies the initial implements and accessories with each tractor when it is required, the source for the replacement of the accessories is extremely limited. This same applies to the replacements of accessories of the implements sold by *Idently A.*

If a business of this nature were to be established in this country, it is certain that ~~it would be~~, according to their production program for 1956, would be in a position to consume between \$100,000 and \$130,000 (pesos) of accessories in the same year. This would be in addition to the possibility of supplying the replacements for all the implements sold by Ford Motor Co. which include the blades of at least 400 3-disc plows sold in 1954.

*Idently A.*

50720-5-15

To establish a business of this nature, it is suggested that the initial capital range from \$100,000 to \$150,000 (pesos). The following are items which could be imported as initial merchandise:

250	28" blades with 4" cup for plows at \$160 each.....	\$ 40,000
210	26" blades with 3 1/2" cup for plows at \$130 each.....	27,300
400	22" blades for harrows at \$60 each	24,000
170	18"x3/16" coulter blades for furrow wheels at \$60 each.....	10,400
100	points for chisels at \$10 each....	1,000
160	sweeps for cultivators at \$15 each	2,400
80	lister heads for planters and cultivators at \$100 each.....	8,000
6	tons of 2 1/4"x2 1/4" chrome-nickel steel at \$4,000 a ton.....	24,000

NOTE: Prices are approximate.

Total \$137,100

It is suggested that the franchise for the distribution of the above items be secured by \_\_\_\_\_ from the various manufacturers; that they be imported directly in the name of \_\_\_\_\_ which in turn would keep the accessories business supplied with the necessary inventory, thus relieving that business of the tedious paper work connected with the importation of such items.

The business could be established by any number of persons and, according to the desires of the owners, can be of any of the following types:

ONE-PERSON OWNERSHIP: <sup>deed</sup> No notarized/is required and there is no limite to the capital invested.

S. de R.L. (Sociedad de Responsabilidad Limitada): This type of corporation can be established by at least two persons and can vary the number of owners without making any changes in the deed of the firm. The capital stipulated in the deed is a fixed amount.

S. de R.L. y C.V. (Sociedad de Responsabilidad Limitada y Capital Variable): A corporation of this nature is the same as the one described above, the only difference being that the capital can be varied at will. All that is required is that a ledger of capitals be maintained.

S. A. (Sociedad Anónima): A minimum of five persons is required to establish this type of corporation. The stock is distributed among the corresponding stock-holders according to the capital stipulated in the deed which must a fixed amount.

S. A. de C.V. (Sociedad Anónima de Capital Variable):  
This corporation is identical with the one above with the advantage that its capital can be varied at will by means of the establishment of a ledger of capitals.

To begin operations on a legal basis, it is first required to submit the proposed name of the firm to the "Secretaría de Relaciones" for approval, after which the deed may be immediately drawn up. Next, it is necessary to register the name of the firm in the following government offices:

Secretaría de Economía.  
Secretaría de Hacienda y Crédito Público.  
Secretaría de Salubridad y Asistencia Pública.  
Gobierno del Distrito Federal (in the event that  
this business is established in the D.F.)  
Seguro Social

All this legal red tape may be accomplished through the services of a competent public accountant who could later be in charge of handling the legal books of the firm, pay taxes, Social Security dues, etc., for an approximate fee of \$350.00 (pesos) a month.

SECRET

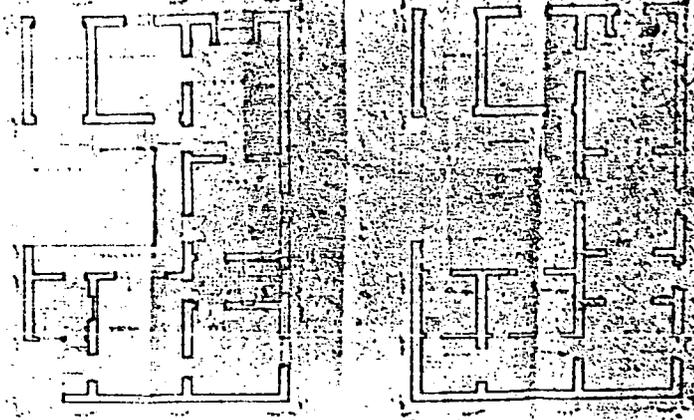
SIUAIATE COUIN ATTACHMENT

HPA-A-3197  
8 December 1955

Identify A - Fabrica de Implementos Agricolas

SECRET

SECRET



SECRET

SECRET

FILE: LIPSTICK LIMITED

for your file  
B. III / Moore / Shaw

for  
Shaw's City Section

3429 Dec 15 1945  
Attachment 7 to H.M.M.A -

Point of view  
of Department until  
SECRET

FROM:  
**ACTION**

CABLE  
**SECRET**

**ROUTING AND RECORD SHEET**

Accession No. 28879  
Date Received SA \_\_\_\_\_

To	Room No.	Date		Officer's Initials	Comments
		Received	Forwarded		
1. 3		10/15/55		RLS	<p>Re: memo for LIPSTICK team. Mail sent with Preston testing field no possibility get there pers pending all road project which is now in the mill. No cable reply.</p> <div style="border: 1px solid black; padding: 5px;"> <p>DATE RECEIVED _____</p> <p>ACTION TO <u>RLS</u></p> <p>ACTION TAKEN <u>Note to field.</u></p> </div> <p>FILE: <u>LIPSTICK</u> /c.</p>
2.					
3. Mail Room			13/15/55	E.D.	
4.					
5. Mexi					
6.					
7.					
8.					
9.					
10. Cable desk					

Each comment should be numbered to correspond with number in To column.  
A line should be drawn across sheet under each comment.  
Officer designations should be used in To column.  
Each officer should initial (check mark insufficient) before further routing.  
Action desired or action taken should be indicated in Comments column.  
Routing sheet should always be returned to registry.  
For officer designations see separate sheet.

**SECRET**

CLASSIFIED MESSAGE

DATE : 25,  
9 NOV 55

**S E C R E T**

ROUTING	
1	4
2	5
3	6

TO : DIRECTOR

FROM : MEXICO

ACTION: WH 5

INFO : Ft/RI 2, S/C 2

MEXI 267 (IN 28879)

1842Z 9 NOV 55

ROUTINE

PRIORITY

TO: DIR

CITE: MEXI

RE: HIR-A-3247

URGENTLY REQUEST AUTHORIZATION OF REF FOR IMPLEMENTATION  
OF LIPSTICK/LIMITED.

END OF MESSAGE

**S E C R E T**

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE

Copy No.

SECRET

AIR

194-2613

: Chief of Station, Mexico City

: Chief, WHD

- Operational Matters
- LIPSTICK/LIMITED

REF: H304-A-3293

1. During his recent visit to Headquarters Mathew S. Dingley indicated that, as an alternative to the book store cover mentioned in reference, it might prove feasible to set up a shop dealing in sale of compressed oxygen at the LIPSTICK/LIMITED location. Dingley further indicated that this alternative cover would involve lower expenditures of funds. It is noted that paragraph 5, g, of reference states that an estimated \$2000 U.S. would be needed to implement the book store cover. Paragraph 5, c, indicates that the business might well operate at a loss.
2. Headquarters would appreciate more information on costs involved in establishing the oxygen supply business, and at the same time would appreciate the field's views regarding establishment of some type of repair shop to cover LIPSTICK/LIMITED. It would seem that somewhere in the LIPSTICK complex, or among other Station assets, there might be located a person engaged in repair of electrical appliances, shoes, clothing, or some other articles. Perhaps a relative of one of the present LIPSTICK team might have the necessary qualifications. In case such assets do exist, the Station might make the LIPSTICK/LIMITED premises available on a rent free basis for the use of the repairman in return for the cover obtained. In this case the organization would not become involved in maintenance of inventories needed for retail businesses and would not become entangled in administration of the business.
3. In replying to the above proposition, please also advise Headquarters of the status of the LIPSTICK/LIMITED building modifications.

18 October 1955

Distributions:

3 - Mexico

1 - WH/Chrono

1 - WH/Mailroom

1 - RI

1 - Subject

WH/III/RTShaw/jw

F. P. HOLCOMB

AC/WHD

F. P. HOLCOMB

O. M. DOERFLINGER

SECRET

535  
*R. Shaw*  
ORIG : R. T. SHAW  
UNIT : WHD  
EXT : 2555  
DATE : 25 JULY 1955

CLASSIFIED MESSAGE

*D*  
LIPSTICK/LIMITED

534  
53  
SECRET

ROUTING	
1	<i>Shaw</i> 4
2	5
3	6

TO : MEXICO CITY

FROM : DIRECTOR

CONF : WH 5

53  
INFO : FI, FI/OPS, FI/PLANS, FI/RI 2, PP 2, PP/OPS, S/C 2

DIR 15567 (OUT 59079) 1937Z 25 JUL 55.

ROUTINE  
PRECEDENCE

TO: MEXI

CITE: DIR

RE: MEXI 008 (IN 24832)

CABLE DESCRIPTION NECESSARY REPAIRS AND ESTIMATE COST.

END OF MESSAGE

*F. P. Holcomb*  
F. P. HOLCOMB  
RELEASING OFFICER

COORDINATING OFFICERS

SECRET

*O. M. DeParrlinger*  
O. M. DEPARRLINGER  
AUTHENTICATING OFFICER  
Copy No.

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE

FROM:  
**ACTION**

CABLE  
**SECRET**

**ROUTING AND RECORD SHEET**

Accession No. 24832  
Date Received SA \_\_\_\_\_

To	Room No.	DATE		OFFICER'S INITIALS	COMMENTS
		Received	Forwarded		
1. 3		18 JUL 1955		R/B	<u>FILE LIPSTICK</u>
2.					
Mail Room		8/2/55		EB	<div style="border: 1px dashed black; padding: 5px; margin-bottom: 10px;">           DATE RECEIVED _____            FILE _____            Show cable to field for estimate of cost of repairs.         </div> <p>FR 45-1180 - a. Purchase price,          b. Attorney fees &amp; surveyor fees,          c. Recording fees &amp; related costs,          d. Taxes &amp; assessments &amp;          Title search, &amp; option to purchase</p> <p>FR 45-1000 4 (Authority), a,          (3) (c) - Total cost of alterations not to exceed \$500 for single property.</p> <p>Clerks may obtain authority in excess of \$50 upon presenting justification therefor.</p> <p>Must have estimate of repair costs.</p>
4.					
5. Mexico				R/B	
6.					
7.					
8.					
9.					
10. Cable desk					

Each comment should be numbered to correspond with number in To column.  
 A line should be drawn across sheet under each comment.  
 Officer designations should be used in To column.  
 Each officer should initial (check mark insufficient) before further routing.  
 Action desired or action taken should be indicated in Comments column.  
 Routing sheet should always be returned to registry.  
 For officer designations see separate sheet.

**SECRET**

CLASSIFIED MESSAGE

DATE : 019  
5 JULY 1955

SECRET

1	3
2	5
3	6

TO : DIRECTOR

FROM : MEXICO

ACTION: 7H-5

INFO : FI, FI/OPS, FI/PLANS, FI/RI 2, PP 2, PP/OPS, S/C 2.

MEXI 008 (IN 24832)

0708Z 16 JUL 55

ROUTINE  
PRECEDENCE

TO: DIR

CITE: SMEXI

REF DIR 49093 (OUT 31385)

1. PURCHASE LIPSTICK/LIMITED ALMOST COMPLETED.
2. FR 45-1180 DOES NOT AUTHORIZE BASIC REPAIRS WHICH ARE ESSENTIAL REGARDLESS OF COVER EMPLOYED. MUST DO SOME REMODELING TO MAKE HOUSE LIFABLE AND TO CONFORM TO LIMOUSINE COVER STORY OF PURCHASE FOR INVESTMENT.
3. NECESSARY REPAIRS AND PURCHASE PRICE WILL NOT EXCEED ORIGINAL AUTHORIZATION.
4. REQUEST CABLE REPLY SINCE MOST ANXIOUS TO RESUME OPERATIONS.
5. ALL DETAILS, DEEDS AND RECEIPTS WILL BE POUCHED WHEN AVAILABLE.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

SECRET

*Lipstick*

AIR

HD84-A-3293

Chief, Western Hemisphere Division

11 July 1955

Chief of Station, Mexico

Operational  
LIPSTICK/LIMITED

REF: a. MEXI 962  
b. DIR 11082  
c. MEXI 979

1. Reference g set forth the basic estimates for the establishment of a bookstore to provide cover for the LIPSTICK/LIMITED basehouse. Reference h recommended against the institution of this cover because of the difficulties involved in the detailed planning and supervision of a proprietary project by both Headquarters and the field. Reference g stated that LIPSTICK/LIMITED would be initiated with residence cover but cautioned that this Station did not believe that long-time residence cover would be operationally secure.
2. During the negotiations for the purchase of this base by LIMOUSINE, he had put forth the explanation to his employees and the bank who handled the purchase for him, that he planned to turn the house into business property. Whereas this factor, in itself, is not controlling, it does represent a potential security hazard. Should either LIMOUSINE's employees or the employees of the bank ever speculate as to the reason for LIMOUSINE's apparent change of plans, they may approximate the truth since the location of the house is obvious to all concerned.
3. An additional factor which indicates that residence cover will probably not provide adequate security is the general locale of the house. The house is located on a fairly busy street surrounded by commercial buildings. In the next block there are two apartment buildings, one is a low-middle class apartment house and the other is mostly offices with a few living apartments (one of which is the RAPPER base). Generally, it may be said that with the exception of the LIMERICK target

SECRET

SECRET

HD4-A-3293  
11 July 1955  
Page 2

the entire area is commercial. Although the LIPSTICK/LIMITED base has been a residence for many years, the area is becoming more commercial and this makes the base appear very different from its surroundings. This fact is in opposition to the principle of cover that inconspicuousness is a primary requisite of operational security.

4. This Station recognizes that a proprietary project requires a great degree of attention and close supervision. It is also recognized that it places an additional burden upon Headquarters. However, it is the opinion of this Station that residence cover will not suffice for a sustained operation and that some other form of cover must be found to make the occupation of this base a believable thing. Commercial cover as outlined in reference g appears to satisfy most of the requirements for what is believed to be good, durable cover. It is therefore requested that if Headquarters agrees with this proposal, this Station be authorized by cable to proceed with the establishment of a business cover as outlined in reference g.

5. As of assistance to Headquarters in arriving at a decision, the following outline of the proposed business cover is submitted.

a. LIPSTICK-14 and his family of two sons and a wife will occupy the basehouse. Clearance requests have been submitted on the older son and the wife who will assist LIPSTICK-14 in the operation of the shop, and possibly the son will also assist in the technical work involved. LIPSTICK-14 has been a book salesman for many years and is fairly conversant with the intricacies of the book business. Although it could not be said that he is experienced in the retail book store business, he represents the best asset available to this Station for such a cover business while still fitting into this lower middle class neighborhood and sufficiently trained in clandestine methods of work.

b. The present house must be remodeled to provide for a street entrance into the store and also for some smaller alterations to enlarge the room that is planned to be used for the store. It is estimated that this will cost approximately \$500.00 U.S.

c. The initial purchase of stock is estimated to cost approximately \$500.00 U.S. At present it is contemplated that the store will deal in paper-backed Spanish novels which would be about the level of reading in this neighborhood. Magazines and some stationary

SECRET

SECRET

HM-4-3293  
11 July 1955  
Page 3

supplies will also be carried, but the best items of stock will have to be determined at a later date according to public demand. It might be well to consider that there exists the possibility that this business, regardless of what line is carried, will operate at a loss. Even though there is no comparable store in the immediate neighborhood and it is sincerely felt that there is a remote chance that the business may break even, there is a stronger feeling that it will probably be operating in the red most of the time.

d. Interior counters and display cases have been estimated to cost around \$100 U.S. Most of the equipment will be second-hand but some new bookcases will have to be built around the walls.

e. LIPSTICK-14 has stated that the normal way of conducting a retail book business is to buy stock on a 30-, 60- or 90-day note. The publishers will extend this credit if you can show a bank balance sufficient to pay the note after all other debts have been paid. This is proven by an examination of your books to see if your balance is sufficient to liquidate all debts. This amount deposited is not actually in the nature of an expenditure since it will be deposited in a bank merely for the purpose of establishing a credit rating. There may be occasions when some bill will have to be paid from this amount but every attempt will be made to preserve it intact. LIPSTICK-14 has suggested that all checks on this account be signed by at least two people. At present the second signer has not been chosen but the most likely candidate is LIPSTICK-19 whom we consider to be completely trustworthy. Naturally, before any expenditures are made, the Case Officers will have to approve them. It is estimated that \$1000 U.S. must be deposited in order to establish credit for this size and type of business.

f. It has been estimated that approximately \$100 U.S. will be necessary for the purchase of a business license and several small items of office equipment, such as ledgers, typewriter and a small adding machine. This amount should also cover the necessary bribes and payoffs which are usual items in the conduct of a business in Mexico City.

g. The total amount estimated to start this cover business is \$2200 U.S. It is submitted that this relatively small amount will give this operation the very best chance to function in a secure manner.

Matthew S. DINGLEY

MSD/gfb

SECRET

Distribution:

3 - Wash 2 - Files

FILE: LIPSTICK  
OPNL

CLASSIFIED MESSAGE

040

DATE : 6 JULY 55

SECRET

ROUTINE	
1	4
2	5
3	6

TO : DIRECTOR

FROM : MEXICO CITY

ACTION: WH 5

INFO : F1, F1/OPS, F1/RI 2, S/C 2

MEXI 997 (IN 21485)

06507 7 JUL 55

ROUTINE

TO: DIR

CITE: SMEXI

RE: DIR 10576 (OUT 50540) RE HMMA-3130

CASE OFFICERS CALLED ONLY AS LAST RESORT UNTIL CUT-OUT WITH CREDENTIALS READY. LIPSTICK 19 WILL HAVE CREDENTIALS WITHIN TWO DAYS AND LIPSTICK 17 AND LIPSTICK 20 WITHIN TWO WEEKS. AT THAT TIME CASE OFFICERS WILL NO LONGER BE USED AS LAST RESORT. HOWEVER THIS LAST RESORT WAS NECESSARY IN THE PAST TO PRESERVE MORALE OF TEAM.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.



432

CLASSIFIED MESSAGE

LIPSTICK

DATE : 24 JUNE 1955

SECRET

ROUTING	
1	4
2	5
3	6

TO : DIRECTOR

FROM : MEXICO CITY

ACTION: WH 5

INFO : COP, FI, FI/OPS, FI/RI 2, SSA, CM, S/C 2

MEXI 962 (IN 17533)2320Z 24 JUN 55ROUTINE  
PRECEDENCE

TO: DIR

CITE: SMEXI

LIPSTICK 7 HOUSE PURCHASE ALMOST COMPLETED. LIPSTICK 14 AND FAMILY WILL OCCUPY HOUSE. COVER OF BOOK STORE WILL BE USED SINCE LIPSTICK 1 (~~PORTION MISSING BEING SERVICED~~) <sup>ENTIRELY FAMILIAR WITH THIS BUSINESS FROM YEARS OF EXPERIENCE.</sup> REQUEST CABLE

APPROVAL FOLLOWING EXPENDITURES, ALL IN DOLLARS, FOR WHICH SUFFICIENT MONEY ALREADY IN LIPSTICK ALLOTTMENT:

- A. REMODELING HOUSE FOR STORE \$500.
- B. INITIAL PURCHASE OF STOCK \$500.
- C. INTERIOR COUNTERS AND CASES \$100.
- D. ESTABLISHING CREDIT \$1,000.
- E. LICENSES AND BUSINESS EQUIPMENT \$100.

TOTAL \$2,200.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

432

CLASSIFIED MESSAGE

LIPSTICK

DATE : 24 JUNE 1955

SECRET

1		4	
2		5	
3		6	

TO : DIRECTOR

FROM : MEXICO CITY

ACTION: WH 5

INFO : COP, FI, FI/OPS, FI/RI 2, SSA, CM, S/C 2

MEXI 962 (IN 17533)

2320Z 24 JUN 55

ROUTINE

PRIORITY

TO: DIR

CITE: SMEXI

LIPSTICK 7 HOUSE PURCHASE ALMOST COMPLETED. LIPSTICK 14 AND FAMILY WILL OCCUPY HOUSE. COVER OF BOOK STORE WILL BE USED SINCE LIPSTICK 1 (~~LOCATION MISSING BEING SERVICED~~ <sup>ENTIRELY FAMILIAR WITH THIS BUSINESS FROM YEARS OF EXPERIENCE.</sup>). REQUEST CABLE

APPROVAL FOLLOWING EXPENDITURES, ALL IN DOLLARS, FOR WHICH SUFFICIENT MONEY ALREADY IN LIPSTICK ALLOTTMENT:

- A. REMODELING HOUSE FOR STORE \$500.
- B. INITIAL PURCHASE OF STOCK \$500.
- C. INTERIOR COUNTERS AND CASES \$100.
- D. ESTABLISHING CREDIT \$1,000.
- E. LICENSES AND BUSINESS EQUIPMENT \$100.

TOTAL \$2,200.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

CLASSIFIED MESSAGE

LIPSTICK / c.

005  
DATE : 10 JUNE 55

SECRET

ROUTING	
1	4
2	5
3	6

TO : DIRECTOR  
FROM : MEXICO CITY  
ACTION: WH 5

INFO : CI, CI/OA, FI, FI/OPS, FI/RI 2, PP 2, PP/OPS, S/C 2

MEXI 913 (IN 12828)

0101Z 11 JUN 55

ROUTINE

PRECEDENCE

TO: DIR

CITE: SMEXI

RE: DIR 49093 (CUTS1385 ) DATED 20 APRIL 55

1. PURCHASE LIPSTICK-7 HOUSE NEARLY COMPLETE. TO SHAKE POSSIBLE LIMERICK SURVEILLANCE REQUEST AUTHORIZATION SPEND 1500 PESOS FOR LIPSTICK-7 TRAVEL OUT OF TOWN SEVERAL WEEKS AND STORAGE FURNITURE.
2. AFTER 6 MONTHS COOLING OFF PLAN USE LIPSTICK-7 AS BASE HOUSE OPERATOR. MEANWHILE SINCE SHE RECEIVES RENT FREE QUARTERS IN PRESENT JOB AND WILL IN BASE HOUSE, REQUEST PERMISSION PAY 800 PESOS RENT DURING INTERIM WHEN SHE WILL WORK AS LIFEAT TRANSCRIBER. REQUEST CLEARANCE FOR THIS WORK.

END OF MESSAGE

*Approved.*

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.





SECRET  
(When Filled In)

CASE FILE REQUEST			
TO: <b>RI/ANALYSIS SECTION</b>		DATE <b>25 June 1957</b>	
FROM: <b>RI/III Mexico</b>		ROOM NO. <b>2121 Barton</b>	TELEPHONE <b>2555</b>
1. CASE TITLE  <b>Project LIPSTICK/LIMITED</b>			
2. ACTION REQUESTED		3. COUNTRY AND CATEGORY	
<input checked="" type="checkbox"/>	OPEN FILE AS INDICATED	COUNTRY:	<b>50</b>
<input type="checkbox"/>	AMEND FILE AS INDICATED	CATEGORY:	<b>6-25/3</b>
<input type="checkbox"/>	CLOSE FILE	4. OPERATIONAL FILE. REFERENCE TO: <b>RI/III</b>	
4. COMMENTS: (Include brief description of file or project)			
<p>Physical surveillance base house.</p> <p>Original of documents entitled LIPSTICK/LIMITED to be placed in 50-6-25/3 with carbon copy for 50-6-25/9</p>			
5. FOR RI USE ONLY			
6. ENDORSEMENT		7. APPROVAL	
THIS REQUEST SATISFIES THE RECORDS REQUIREMENTS OF CLANDESTINE SERVICES.		REQUEST APPROVED <b>John J. LANGFORD</b>	
SIGNATURE RI/ANALYSIS <b>RONALD O. HORDEEN</b>		SIGNED (For Chief, RI)	
EFFECTIVE DATE <b>3 JUL 1957</b>		RI CASE TITLE NUMBER	
		<b>50</b>	<b>6 25/9</b>

FORM NO. 812 OBSOLETE PREVIOUS EDITIONS. 1 AUG 56

RI COPY

SECRET

(30)

50-6-74/5 + 19

OTHER AGENCY

4 DOCS ENCLOSED

14-00000

**CONFIDENTIAL**

**NOTICE**

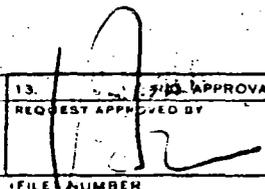
**THIS FILE HAS BEEN PROCESSED AND RETIRED. DO NOT**  
**ADD ANY DOCUMENTS TO THIS FOLDER. FORWARD CS**  
**DOCUMENTS THAT SHOULD BE INCLUDED IN THIS FOLDER**  
**TO IP /RPU GE-58.**

**NOTICE**

**CONFIDENTIAL**

SECRET

(WHEN FILLED IN)

FROM: (Headquarters component) <b>WH/1</b>		SUBJECT AND PROJECT FILE REQUEST AND FIELD NOTIFICATION OF ACTION		
TO <b>RID/AN</b>				
TO (Station/Base) <b>MEXICO</b>		FROM: (Division) <b>WH</b>		
INFORMATION FOR REQUESTERS				
COMPLETE ITEMS 1 THROUGH 12. ITEM 3 - ALL FILE TITLES MUST BE STERILE SINCE THEY WILL APPEAR ON THE FIELD COPIES AND ON MACHINE LISTS. ITEM 6 - ALL REMARKS MUST BE STERILE. ITEM 7 AND 8 - USE FIRST THREE LETTERS OF DISPATCH SYMBOLS FOR FIELD STATIONS AND LIST HEADQUARTERS ELEMENTS ACCORDING TO ESTABLISHED NUMERIC CODES.		ITEM 10 - ENTER OLD TITLE WHEN AMENDING A TITLE. CITE ANY FILES, SUCH AS 201 OR PROJECT FILES THAT ARE RELATED TO THE FILE COVERED BY THIS REQUEST. ITEM 10 MAY ALSO BE USED TO GIVE REASONS FOR THE ACTION BEING REQUESTED, TO IDENTIFY THE TYPE OF MATERIAL TO BE PLACED IN A FILE OR TO MAKE OTHER EXPLANATORY REMARKS. ITEM 11 - A RECORDS OFFICER MUST SIGN ALL FILE ACTION REQUESTS. CONSULT YOUR RMO ON ANY PROBLEMS THAT ARISE.		
INFORMATION CONCERNING FILE				
1. TYPE OF FILE <input type="checkbox"/> SUBJECT <input checked="" type="checkbox"/> PROJECT		2. CODE (FILE) NUMBER COUNTRY NUMBER    CATEGORY NUMBER    SPECIFIC SUBJECT NUMBER <b>050                      006                      074/05</b>		
3. FILE TITLE (SPECIFIC SUBJECT) (PROJECTS LIMITED TO 15 SPACES) <b>LIEMPTY/LIMITED</b>				
ACTION REQUIRED				
4. ANALYSIS ACTION <input type="checkbox"/> OPEN FILE <input checked="" type="checkbox"/> CLOSE FILE (INDICATE DISPOSITION) <input type="checkbox"/> AMEND FILE TITLE <input type="checkbox"/> REOPEN		5. DISPOSITION <input checked="" type="checkbox"/> RETAIN <input type="checkbox"/> DESTRUCTION RECOMMENDED THRU (DATE)		
6. REMARKS (FOR FIELD DISTRIBUTION)				
7. INTERESTED STATIONS (PROJECTS ONLY) <b>HMM</b>		8. INTERESTED HEADQUARTERS DESK (LIST ACTION DESK FIRST) <b>050</b>		
FILES ACTION				
<input checked="" type="checkbox"/> HOLD IN CS FILES	<input type="checkbox"/> RESTRICTED	<input type="checkbox"/> UNRESTRICTED	<input type="checkbox"/> PREPARE FOLDER AND SEND TO REQUESTER	<input type="checkbox"/> CHARGE PERMANENTLY TO OFFICER & DESK
10. COMMENTS (INCLUDE SPECIAL HEADQUARTERS ROUTING INSTRUCTIONS)				
11. ENDORSEMENT SIGNATURE OF BRANCH/DESK R. O. <b>Carl P. Lunsford</b> EFFECTIVE DATE <b>8 April 1971</b>		12. COORDINATION SIGNATURE OF BRANCH/DESK R. O. (WHEN APPLICABLE)		13. APPROVAL REQUEST APPROVED BY 
		CODE (FILE) NUMBER <b>050                      006                      074/5</b>		

FORM 12-63 812

OBSOLETE PREVIOUS EDITIONS MFG. 2-64

SECRET

38

1-CS COPY

HMMA-34229

1P

<b>DISPATCH</b>		CLASSIFICATION <b>S E C R E T</b>	PROCESSING ACTION <b>X</b> MARKED FOR INDEXING
TO	Chief, WH Division		NO INDEXING REQUIRED
INFO.	Chief, SB Division		ONLY QUALIFIED DESK CAN JUDGE INDEXING
FROM	Chief of Station, Mexico City		MICROFILM
SUBJECT	0 REDCOAT <sup>9F</sup> John F. <sup>X</sup> CONNER - NO 201		
ACTION REQUIRED - REFERENCES ACTION REQUIRED: FYI <u>USA</u> <u>Mexico</u> <u>CC. TRUCK DRIVER</u> REFERENCE : (A) MEXICO CITY 3265, 24 October 1967 <u>50-6-74/5</u> (B) HMMS-5743, 26 December 1967 <u>NEW ARTISTIC PAINTER FOR OLYMPIC COMMITTEE</u> 1. Reference (A) reported the visit to the Soviet Embassy on 17 October 1967 of an unidentified man, believed to be American, who entered at 1421 hours and left at 1733 hours. This man was driving a 1966 white Volkswagen with New York license plates number 6G3339. Reference (B) reported that Headquarters traces were negative on John F. CONNER, owner of the car in question. 2. Attached for Headquarters information are pertinent memoranda concerning Subject case which have been passed and received from the Legal Attache <sup>NO 201</sup> 3. Our memorandum dated 6 March 1968 (attached) indicates that Subject was never in contact with the Soviet Embassy but had loaned his car to a friend, <u>Eduardo TERRAZAS, a member of the Olympic Organizing Committee, who conducts business on behalf of the committee with representatives of the Soviet Embassy in Mexico.</u> The man who visited the Soviet Embassy on 17 October 1967 was Eduardo TERRAZAS. No further action is planned on this case. <u>SIT Mexico</u> <u>A MEXICO</u> <u>CC: BUSG</u> <i>Grace H. Farnham</i> for Willard C. CURTIS			
Attachment: Memoranda and photos			
Distribution: 2 - C/WH, w/att. 2 - C/SB, w/o/att. <u>2cc - SB/c/WH</u>			
<div style="border: 1px solid black; padding: 5px; display: inline-block;">           MICROFILMED            MAR 22 1968            U.S. MICROFILM         </div>			
<div style="border: 1px solid black; padding: 5px; display: inline-block;">           50-6-74/5         </div>			
CROSS REFERENCE TO	DISPATCH SYMBOL AND NUMBER	DATE	
	HMMA-34229	7 March 1968	
	CLASSIFICATION	HQS FILE NUMBER	
	S E C R E T	50-6-74/5	

50-6-74/5

h/w att: 1

CS COPY

Date: January 18, 1968

To:

From: Legal Attache

Subject: UNIDENTIFIED VISITOR TO SOVIET EMBASSY  
(105-8443) (1-18-68)

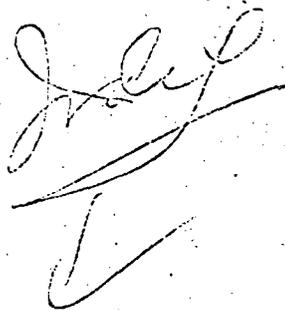
This document is for the use of your  
office only and should not be  
distributed outside your office  
without appropriate authorization.

Reference is made to my memorandum dated December 16,  
1967, and your memorandum dated 12 December 1967, #12,385.

Enclosed are two memoranda dated January 8, 1968,  
New York, New York, which pertain to captioned matter.

Investigation in the United States continues, and  
the results will be furnished to you when received.

Enclosures - 2

A handwritten signature in dark ink, appearing to be 'J. J. [unclear]', written over a horizontal line.A faint, rectangular stamp or stamp impression, possibly containing a date or office name, located at the bottom center of the page.

New York, New York  
January 8, 1968

Unknown Subject; Visitor to Soviet  
Embassy, Mexico City, October 17, 1967,  
Driving 1966 White Volkswagen, New York  
License CG-3339

On December 11, 1967, Lieutenant Edward Wolinski, Office of the Sheriff of Suffolk County, Riverhead, New York, advised that the records of the Bureau of Motor Vehicles, maintained by his office, reveal that New York license CG 3339 was issued to John F. Conner, born on February 24, 1935, with residence at 223 Kings Point Road, Easthampton, New York. This registration was issued for a 1961 Volkswagen suburban, color not recorded. There is no business recorded for Conner.

On December 14, 1967, the records of the Suffolk County Board of Elections, Yaphank, New York, were reviewed and it was ascertained that John F. Conner is an enrolled voter in Suffolk County with residence as above. It is indicated that he enrolled for voting for the first time in Suffolk County in 1966 stating that he had resided in Suffolk County since 1961. He voted previously in 1960 from a residence address of 34 Garden Place, Brooklyn, New York. He is described in the records as having been born on February 24, 1935, in the United States; five feet eleven inches, no weight in records; red hair; blue eyes; married.

On December 11, 1967, Mrs. Jill Mueller, Credit Bureau Nassau-Suffolk, Incorporated, 6 East Main Street, Riverhead, New York, advised that there is no credit data in her files pertaining to John F. Conner.

Unknown Subject; Visitor to Soviet  
Embassy, Mexico City, October 17, 1957,  
Driving 1956 White Volkswagen, New York  
License 8A-3939

On December 14, 1957, Mr. Robert Sanders, Manager,  
Long Island Bankers Association, 450 North Main Street,  
Freeport, New York, advised that his records reveal that John F.  
Conner with residence at 223 Kings Point Road, Easthampton,  
New York, was granted a loan of \$1,502.86 on July 25, 1957, by  
the Banker National Bank, Centerreach, New York. He advised  
that there is no derogatory data in his files pertaining to  
Conner.

On December 22, 1957, Mr. Charles Falkner, Vice-  
President, Banker National Bank, Centerreach, furnished the  
following information from his files:

John F. Conner was granted a loan for the purchase of  
a Volkswagen automobile, not further described on July 25, 1957.  
The amount of the loan was \$1,502.86. His records reflect that  
CONNER was 32 years of age at the time of the loan; was married to  
Patricia Conner. His residence was recorded as 223 Kings Point  
Road, Easthampton, New York. His occupation was taxi driver for  
Terminal Systems, Incorporated, New York, New York. His wife,  
Patricia, was then employed at Club 82, New York City, capacity  
not recorded. The mortgage on his home at Easthampton is held  
by the Eastern Federal Savings and Loan Association. His  
bank references were listed as Valley National Bank, Easthampton  
and West Side Savings Bank, Seventh Avenue and Christopher Street,  
New York, New York. His nearest relative, not living with him,  
is listed as Charles O. Kelly, uncle, 9 Barclay Street, Huntington  
Station, New York. The nearest relative of his wife, her mother, was  
listed as Helen Sunbers, no address, Minneapolis, Wisconsin.  
The records reflect that Conner had resided in Easthampton at the  
time for five years. His payments have been prompt.

On January 3, 1958, NY 4-1 advised that John F. Conner,  
223 Kings Point Road, Easthampton, receives his mail in Post  
Office Box 545, Easthampton, New York Post Office. He said  
that his box is open through the winter so he presumes that he is  
a year-round resident of Easthampton.

Unknown Subject; Visitor to Soviet  
Embassy, Mexico City, October 24, 1957;  
Driving 1956 White Volkswagen, New York  
License CG-3359

On December 14, 1957, the records of the Credit  
Bureau of Greater New York were caused to be checked and there  
is no credit data in the files of that Bureau for John P.  
Conner with residence address of 223 Kings Post Road, Easthampton,  
New York, or 34 Garden Place, Brooklyn, New York.

On January 3, 1968, William Jacobs, Chief, Easthampton  
Town Police Department, Easthampton, New York, advised that  
there are no arrests recorded in his files for John P. Conner or  
Patricia Conner.

Title

Unknown Subject; Visitor to  
Soviet Embassy, Mexico City,  
October 17, 1957, Driving 1956 White  
Volkswagen, New York License GG-8339

Character

Reference

is made to memorandum, captioned and  
dated as above at New York.

All sources (except any listed below) whose identities  
are concealed in referenced communication have furnished reliable  
information in the past.

NY T-1 was in a position to furnish reliable  
information.

**S E C R E T**

**Date:** February 12, 1968  
**To:**  
**From:** Legal Attache  
**Subject:** UNIDENTIFIED VISITOR TO SOVIET EMBASSY  
(105-6443 - 2/12/68)

This document is for the use of your agency only and neither it nor its contents should be further distributed without appropriate authorization.

Reference is made to your memorandum No. 12,363 dated 12 December 1967 and my memorandum dated December 28, 1967.

John F. Conner telephoned the U. S. Embassy, Mexico, D.F., and advised the Protection Section on January 31, 1968, that his wife, Patricia Sundberg Conner, a professional entertainer known as Tricia Sandberg, had advised him that she had received information that \_\_\_\_\_ New York City had made inquiries concerning him.

Conner advised that he resides at Cordoba 23-A, Colonia Roma, Mexico, D.F., telephone 25-28-39 and stated that he is anxious to cooperate if the purpose of the inquiry can be determined.

Above information is being furnished for any action deemed advisable by you. This office does not plan to conduct additional investigation in this matter unless requested to do so by your office.

**S E C R E T**

GROUP 1  
Excluded from automatic  
downgrading and  
declassification

SECRET

This office would appreciate being advised concerning action being taken by your office.

- 2 -

SECRET

SECRET

6 March 1968

MEMORANDUM FOR : Legal Attache  
FROM :  
SUBJECT : Unidentified Visitor to Soviet Embassy

1. Reference is made to your memorandum dated 12 February 1968 (#105-6443) regarding John F. CONNER.

2. A representative of this office interviewed CONNER on 5 March 1968. CONNER, who was completely cooperative throughout the interview, stated that he is an artistic painter and is employed in that capacity by the Organizing Committee of the 1968 Olympics. He said he came to Mexico in October 1967 to begin work for the Organizing Committee and expected to remain in Mexico until sometime before the Olympic Games in October of this year.

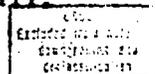
3. CONNER stated that he had never had any contact with Soviet Embassy personnel in Mexico and had never been inside the Soviet Embassy in Mexico City. However, he stated that he owns a 1967 white Volkswagen which he frequently lends to various people, including Arq. Eduardo TERRAZAS, who is a member of the Departamento de Publicaciones of the Olympic Organizing Committee. CONNER stated that he has been staying in TERRAZAS's home since coming to Mexico and that he knows TERRAZAS has on occasion conducted business on behalf of the Olympic Organizing Committee with representatives of the Soviet Embassy in Mexico.

4. CONNER does not resemble the individual in the photographs forwarded to your office along with our memorandum of 12 December 1967 (#12,365). On 5 March 1968, a member of this office who knows TERRAZAS positively identified the individual in the above photographs as TERRAZAS. TERRAZAS is a Mexican citizen.

#12,657

THIS INFORMATION IS FROM A CONFIDENTIAL SOURCE. IT MUST NOT BE DISSEMINATED IN WHOLE OR IN PART OUTSIDE YOUR OFFICE WITHOUT PRIOR APPROVAL OF THE ORIGINATING OFFICE IN MEXICO CITY.

SECRET



SECRET

- 2 -

5. Since TERRAZAS's business with the Soviet Embassy appears to be legitimate, we plan no further action on this matter.

K.R.LEVENDERIS:egp

Distribution:

- Orig - Addressee
- 1 - 50-8-10/11
- 1 - 50-2-4/A
- 1 - Wash. Pouch
- 1 - Memo chrono

INDEX: John F. CONNER and Eduardo TERRAZAS to 50-8-10/11

SECRET





Date: December 23, 1957

To:

From:

Legal Attache

Subject: Unidentified Visitor to Soviet Embassy  
(105-8443 - 12/23/57)

Reference is made to your memorandum dated  
12 December 1957, #12,555.

Enclosed is a memorandum dated November 27, 1957,  
at Albany, New York.

Investigation in the United States is continuing,  
and you will be furnished the results when received.

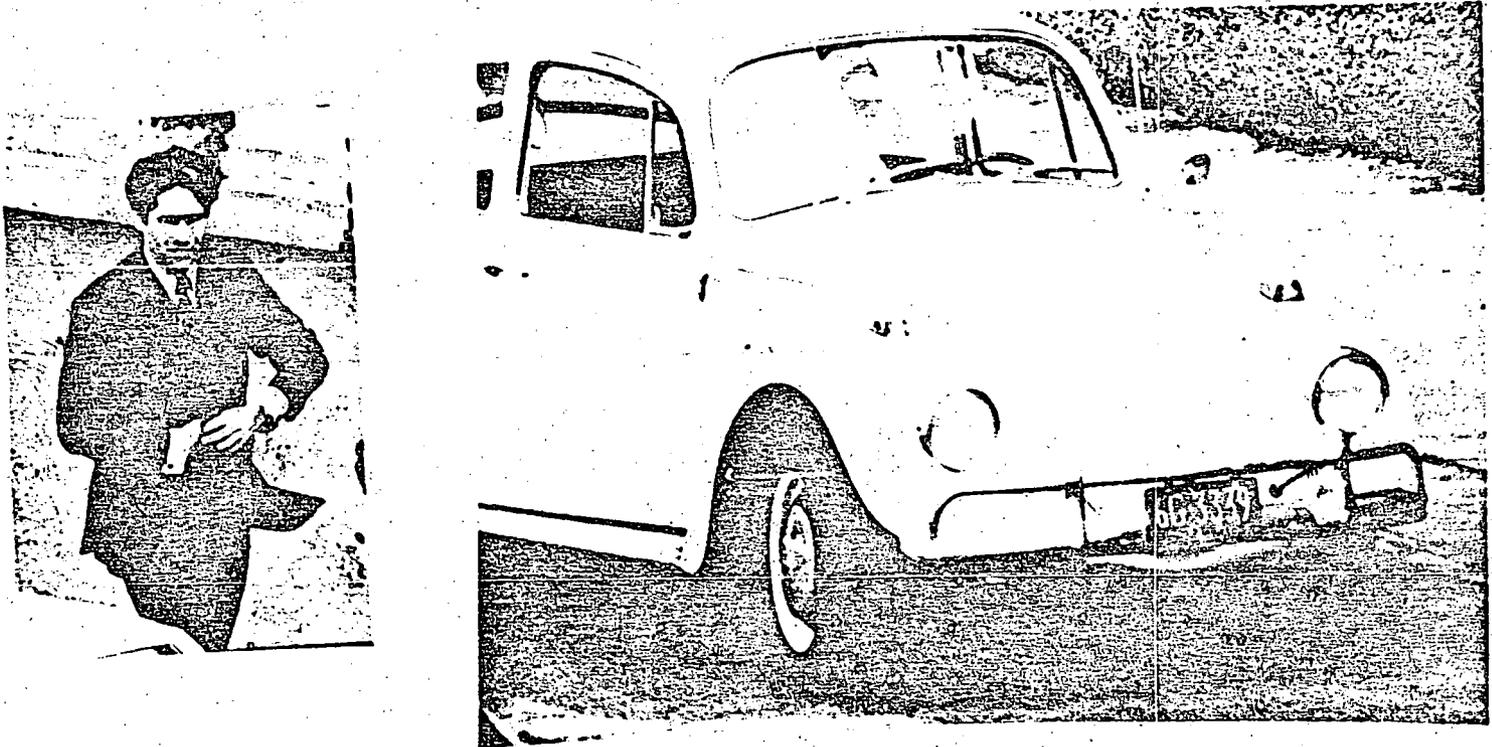
Enclosure

*Index*  
*1*

*File*  
*105-8443-11*



TO: CHIEF, WH DIVISION  
FROM: CHIEF SO STATION, MEXICO CITY



INDEX  PER  NO

CLASSIFY TO FILE NO.

1. REF TO FILE NO.

FILE RID  DET TO BRANCH

DESTROY  SIG

CD MESSAGE / TOTAL COPIES 27

**SECRET**

PERSON/UNIT NOTIFIED:

REPRODUCTION PROHIBITED

1		2	
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ACTION

RID COPY

ADVANCE COPY

SECURE  SLOTTED  TUBES

UNIT TIME BY

INFO: FILE: 02, SB8, Cu atop, alier, 6

SECRET 242219Z CITE MEXICO CITY 3265

24 Oct 67 IN 78876

DIRECTOR  
REDCOAT

1. LILYRIC REPORTS MAN VISITED SOVIET EMBASSY 17 OCT FROM 1421 TO 1733 HOURS, DRIVING 1966 WHITE VOLKSWAGEN WITH ORANGE ON BLUE NEW YORK PLATES 6G-3339.
2. LOCAL LNERGO INFORMED AND REQUESTED RESOLVE PLATES.

SECRET

SECRET

SEE HMMMS 5743

FILE 50-6-74/5

*[Handwritten signature]*

DISPATCH		CLASSIFICATION	PROCESSING ACTION
		SECRET	
TO	Chief, WFO	XX	INDEXED FOR CONTROL
INFO			NO INDEXING REQUIRED
FROM	Chief of Station, Mexico City		ONLY QUALIFIED DESK CAN JUDGE INDEXING
SUBJECT	LIBERTY/Security of LILYRIC, LIMITED and LICALLA		
ACTION REQUIRED: REFERENCE			
<p>Action Required: For Your Information</p> <p>1. In December 1966 Raymond H. GERENDE, Principal Agent for the LIBERTY Project, was asked to prepare a security review, including his opinions, on the security of the LILYRIC, LIMITED and LICALLA Basehouses vis-a-vis Soviet knowledge of their existence. The following paragraphs contain a slightly edited version of GERENDE's report, which was received on 28 December 1966. Station comments follow GERENDE's and are so noted.</p> <p><u>LILYRIC</u></p> <p>2. In its present new location LILYRIC is the newest of the photo bases under my control. According to LIBERTY-13, there has been no indication of interest of any sort by the Soviets in the family's move to the new apartment nor was there in the past any show of interest or peculiar behavior on their (Soviet's) part with regard to the old base and the possibility that they might be under photo surveillance.</p> <p>3. The cover for the work carried on by this base is good since the wife, LIBERTY-14, who does most of the work has no trouble in justifying her presence at home all of the time. The son, LIBERTY-27 is a medical student and attends his classes regularly and can justify his hours as study hours. (He continues to be an excellent student and was exempted from examinations at the end of this, his second year in medical school. Actually, he studies most of the night). LIBERTY-13 requires no cover as he has a full-time job as production manager for a large concern and he usually makes his meetings with GERENDE on his way to or from work.</p> <p style="text-align: right;">continued...</p> <p>Distribution: 3 - Chief/WFO</p> <p style="text-align: right;">LIMITED</p>			
CROSS REFERENCE TO	DISPATCH SYMBOL AND NUMBER	DATE	
	EGM-31164	24 January 1967	
	CLASSIFICATION	HQ'S FILE NUMBER	
	SECRET	50-6-92/3	

4. The set-up in the old as well as the new base is the following: The equipment - camera, scope and tripod - is mounted in one bedroom behind venetian blinds with one slat removed. This room is locked to keep servants or any other persons from entering. The operators do not stand all their time behind the camera, but go to the adjoining bedroom where a table and typewriter are set up and where the daily logs are transcribed, knitting done, or some other activity that does not require full concentration is carried out. The curtains and blinds in this room are kept partially or fully open to allow good visibility and provide a normal appearance. Most of the daily movement of the Soviet personnel is followed from this room and when it is necessary to take pictures of visitors, unknown persons or newly arrived Soviets, the operators go to the other room and use the pre-set equipment.

5. GERENDE's Comments. It seems to me that any careful observation by the Soviets would have revealed the tell-tale position of the venetian blinds in both the old and the new base. I have no doubt that the Soviets realize they are under photo surveillance. The move by the family from the old to the new building must surely have been noted by the Soviets. Possibly the Soviets think the family is working with the local authorities due to LIBERTY-13's former association with the Mexican Army.

6. Station Comments. The Station agrees with GERENDE that careful observation by the Soviets would have revealed the missing slat in the venetian blinds and also the fact that these blinds are seldom open. The Station also agrees that the Soviets realize that they are under photo surveillance. This was pointed out recently when a Soviet ambushed an AMERCO walk-in when they passed the front gate of the Embassy and made a sign to the walk-in indicating that they could be seen by someone watching with a telescope from the buildings across the street. Also, as Headquarters is aware, there have been numerous comments by residents of Mexico City to the effect that anyone entering the Soviet Embassy is photographed; however, seldom has it been rumored that the "Americans" are doing it, which might indicate most people believe the Mexican Government is doing any such photographing and thereby reaffirming GERENDE's statement that the Soviets possibly believe the Mexican Government runs the base.

7. Over the assumption that the LILYRIC base is blown, the Station at this point does not plan to terminate or rework the LILYRIC installation. Any operational change by the operators would be spotted by the Soviets and if the base were closed the Soviets would start looking for a new installation. The LILYRIC base is performing a useful function and it is believed that it will continue to do so. The Soviets have had opportunities to complain to the Mexican Government about being monitored photographically and have not seen fit to do so and it is believed that they probably will not do so unless there is a radical change in Soviet and/or Mexican policy. The Station has instructed GERENDE to take every precaution during his activities with LIBERTY-13 to assure that LIBERTY-13 does not lead the Soviets to him and thereby jeopardizing other operations, especially LICALIA.

#### LIDITKO

8. The operator of the LIDITKO Base, LIBERTY-6 is, to my knowledge, the oldest hand in the photo surveillance of the Soviet target and possibly the most likely to be "burned". His residence for years at the former base (now the site of the new LILYRIC building) and his move to the present base could not have gone unnoticed by the Soviets. His cover is that of an insurance salesman, but he actually does that part at the cover and is at a disadvantage in trying to explain his source of income. At times, in years past, he had to afford full-time cover from the base, which allowed him no time to engage in credible cover activities.

9. GERENDE's Comments. I do not believe that LIBERTY-6/LIDITKO is a security risk; however, his present mode of working from an open door leading to his balcony probably can be spotted by the Soviets. LIBERTY-6 is extremely cautious about checking himself for surveillance upon making meetings.

10. Station Comment. The same Station comment made in reference to LILYRIC also apply to LIBERTY. Also, the use of LIBERTY as the radio alert base for the LINDSAY surveillance team has reduced the security of this base. In regard to LIBERTY, LICOM-1 has reported that the Soviets are very interested in LIBERTY/LINDSAY and that an ex-Soviet has talked to him (LICOM-1) about LIBERTY. LICOM-1 has also reported that the Soviets have a "pass" and an "obsession" about LIBERTY-6. LICOM-1 reported on 3 January 1967 that the Subject of OLS-75615 and the Subject of ZLI-75616 asked him on 10 December 1966 for full details known to him about LIBERTY-6 and Subject of OLS-75615 went so far as to say that he believes that LIBERTY-6 is "watching the Soviets".

#### LICALIA

11. When the Soviets raised the height of the wall in their backyard about two years ago, they could have blocked completely the view of this base's working window by making the wall a few inches higher. Since they did not do this, it would seem to indicate that they are not aware that their activities are being monitored from this point. On the other hand, in recent months LIBERTY-9, the operator, has reported that activities in the backyard have been curtailed more and more. For example, the women no longer converse there daily, the school children enter their classes by a route not visible to LIBERTY-9 and the trees and shrubs have not been trimmed in years, making LIBERTY-9's view poor in most directions. LIBERTY-9 says that he has never noticed any undue interest in his house or his activities by the Soviets. Access to the operating room can be seen from the window which LIBERTY-9 believes to be the commo room in the target installation.

12. The cover for this base is that of a normal residence. LIBERTY-9's cover work is that of a car and insurance salesman in a local automobile agency in the afternoon only. LIBERTY-9 does work in his cover. LIBERTY-9's cover for the use of the operating room is that he does accounting work for client firms. The door is kept locked at all times and LIBERTY-9 never allows the servant to enter, even for cleaning purposes. The equipment is kept locked in a trunk within the room when not in use and all logs and photos are kept in a safe located in LIBERTY-9's bedroom closet.

13. OPINION Comment. I believe the Soviets are aware of the photo surveillance being carried out by this base due to the position of the window and the curtains during the hours when LIBERTY-9 is operating.

14. Station Comment. The Station does not believe that this photo base is known to the Soviets. This belief is based on the fact that the LICALIA coverage is excellent and there has been no indication that the Soviets act for the benefit of observers while they are in the backyard. It is interesting to note that the Soviets made no effort to "protect" the LINDSAY walk-in mentioned in paragraph 6 above during a visit to the backyard and LICALIA did obtain photographs of the walk-in. The school children no longer pass through the backyard because the location of the school was recently changed and the children now go by another route. The Station has instructed GRENDE to take every precaution in order to protect the security of the LICALIA base.

15. As a general comment pertaining to the security of the bases involved in Project LIBERTY, it should be noted that the Soviets are aware of the fact that LIMOUSINE is the owner/builder of the new LILYRIC building. LIMOUSINE is also the owner of the LIMESA complex, through a holding company.

16. The Station realizes that most of the details reported in this dispatch are known to Headquarters; however, the Station wanted to make the opinions of the Principal Agent and the Station a matter of record in a consolidated form.

for/Willard C. CURTIS

SECRET NO FOREIGN DISSEM

2 OCT 1966

TO : Director  
Federal Bureau of Investigation  
Attention: Mr. S. J. Papich

FROM : Deputy Director for Plans

SUBJECT: Visitors to the Soviet Embassy, Mexico City

1. A sensitive and reliable source reported that two American looking men entered the Soviet Embassy on 27 October at 1542 hours and departed at 1549 hours. They were driving a black MG convertible with Ohio plates 4669 SK (white materials on maroon). A set of photos of the two men are provided your Bureau for identification. This Office would appreciate being informed if either of the two individuals in the photos are positively identified.

2. Further investigation revealed that these plates were issued to a Mr. John H. COLMAN of 160 West Church Street, Xenia, Ohio for use on a 1963 MG automobile. COLMAN was born 3 November 1939 in Ohio, the son of Mr. William T. and Mrs. Jane COLMAN (nee BARNER). The parents were separated for many years, but never divorced.

3. Credit Bureau records showed that in August 1964 COLMAN was 24 years of age and in attendance at the University of the Americas in Mexico City. He previously attended Dayton University.

4. On 14 November 1966, a member of the Xenia Police Department was interviewed at his office. He has known the COLMAN family for more than 25 years. The BARNER family is financially well-to-do and very prominent in the area. COLMAN's mother married his father, a former Air Force Colonel, who is now deceased. Colonel COLMAN was involved in some trouble at Selfridge Air Force Base, Michigan in the early 40's, and it is believed he retired from the Air Force because of this trouble. The informant did not know the details of this incident.

5. COLMAN attended local schools where he was a good student and for the past two years or so, had been attending a university in Mexico City. He visited his mother and friends during the summer of 1966 and is believed to have now returned to the university in Mexico City. The informant added that it had been reported that COLMAN married a Mexican girl and that his mother is quite upset over the marriage.

SEARCHED	INDEXED
SERIALIZED	FILED
OCT 27 1966	
FBI - CLEVELAND	

CS COPY  
SECRET NO FOREIGN DISSEM

GROUP 1  
Excluded from automatic  
downgrading and  
declassification

LEMPY-5  
50 - G. 74/s

14-00000

**SECRET NO FOREIGN DISSEM**

6. The informant stated in summary that Subject has never been in any trouble, that he comes from an excellent family background, with the exception of the father's trouble in the Air Force, and that there has been no reason to question the patriotism of any member of this family. COLMAN has been a normal boy in every way, has associated with respectable friends and the informant knows nothing unfavorable concerning his character or reputation.

7. There were no Headquarters traces on COLMAN.

8. This information has been made available to your Mexico City representative and may not receive further dissemination outside your Bureau without prior approval of this Office.

CSCI-316/06009-66

Attachments:  
3 Photos

SECRET NO FOREIGN DISSEM

CSCI-316/06009-66

WH/1/Jane Zarance/pem

Distribution:

- O & 1 - Addressee
- cc - RI (50-6-74/5)
- cc - CI/LIA
- cc - CI/RAA
- cc - WH/1/MEXICO
- cc - WH/1/Chrono
- cc - WH/PO/A

Coordinated with:

SB/O/WH \_\_\_\_\_

WH/Sec \_\_\_\_\_

SECRET NO FOREIGN DISSEM

<b>DISPATCH</b>		CLASSIFICATION <b>SECRET</b>	PROFESSIONAL ACTIVITY <b>F</b>
TO Chief of Station, Mexico City			MARKED FOR INDEXING
INFO			NO INDEXING REQUIRED
FROM Chief, WH Division	<b>MICROFILMED</b> <b>JAN 17 1967</b>		ONLY QUALIFIED DESK CAN JUDGE INDEXING
SUBJECT			MICROFILM
ACTION REQUIRED: REFERENCES			

Action Required: **FYI**

References : **MEXICO CITY-9135, 4 November 1966**  
**DDMA-30597, 17 November 1966**

*OWNER OF AUTO WHICH VISITED*

1. Ohio license plates **4669-SK** were issued to a Mr. John H. **COLMAN** of 160 West Church Street, Xenia, Ohio for use on a 1963 MG.

2. Traffic records reflected that **COLMAN** was born **3 November 1939** in Ohio, the son of Mr. William T. and Mrs. Jane **COLMAN** (nee **HARNER**). The parents were separated for many years, but never divorced.

3. Credit Bureau records showed that in August 1964 **COLMAN** was 24 years of age and in attendance at the University of the Americas in Mexico City. He previously attended Dayton University.

4. On 14 November 1966, a member of the Xenia Police Department was interviewed at his office. He has known the **COLMAN** family for more than 25 years. The **HARNER** family is financially well-to-do and very prominent in the area. **COLMAN**'s mother married his father, a former Air Force Colonel, who is now deceased. Colonel **COLMAN** was involved in some trouble at Selfridge Air Force Base, Michigan in the early 40's, and it is believed he retired from the Air Force because of this trouble. The informant did not know the details of this incident.

5. **COLMAN** attended local schools where he was a good student and for the past two years or so, had been attending a university in Mexico City. He visited his mother and friends during the

Attachment: **Photos** (continued)

Distribution:  
2 - COG, Mexico City

*1000 107* *50-2-74/5*

CROSS REFERENCE TO <i>OS 0071</i>	DISPATCH SYMBOL AND NUMBER <b>WH-15082</b>	GROUP 1 Excluded from automatic downgrading and declassification	DATE <b>17 DEC 1966</b>
	CLASSIFICATION	MOS FILE NUMBER <b>5 December 1966</b>	

OFFICE: **W 1**      ORIGINATING OFFICE: **WH**      TYPYST: **rem**      LAT: **26 4**

COORDINATING OFFICER'S NAME: **Tomlin**

OFFICE SYMBOL: <b>SB/O/WH</b>	DATE: <b>6 Dec 66</b>	OFFICER'S NAME: <b>Tomlin</b>
OFFICE SYMBOL: <b>WH/Sec</b>	DATE: <b>6 Dec 66</b>	OFFICER'S NAME: <b>R. H. ...</b>
OFFICE SYMBOL: <b>WH/1</b>	DATE: <b>12/1/66</b>	OFFICER'S NAME: <b>...</b>

ABSTRACT <input checked="" type="checkbox"/>	INDEX <input checked="" type="checkbox"/>
--	---

RELEASING OFFICER'S SIGNATURE: *[Signature]*

OFFICE SYMBOL: **C/WH/1**      DATE: **12/1/66**

CONTINUATION OF  
DISPATCH

CLASSIFICATION  
SECRET

DISPATCH SYMBOL AND NUMBER  
HANN-15082

summer of 1966 and is believed to have now returned to the university in Mexico City. The informant added that it had been reported that COLMAN married a Mexican girl and that his mother is quite upset over the marriage.

6. The informant stated in summary that Subject has never been in any trouble, that he comes from an excellent family background, with the exception of the father's trouble in the Air Force, and that there has been no reason to question the patriotism of any member of this family. COLMAN has been a normal boy in every way, has associated with respectable friends and the informant knows nothing unfavorable concerning his character or reputation.

7. There were no Headquarters traces on COLMAN.

8. This information is being passed to INERGO Headquarters and we are attaching a set of the photos asking them for positive identification on either of the two men.

*L. J. Utstine*  
Laure J. UTSTINE

1967 10 2 11 11 AM

1967 10 2 11 11 AM

FORM 53a

USE PREVIOUS EDITION

SECRET

CONTINUED

PAGE NO.

2

# DISPATCH

CLASSIFICATION

**S E C R E T**

PROCESSING ACTION

TO	Chief, WOMUSE	X	MARKED FOR INDEXING
INFO.	Chief, WH Division		NO INDEXING REQUIRED
FROM	Chief of Station, Mexico City		ONLY QUALIFIED DESK CAN JUDGE INDEXING
SUBJECT	Unidentified Visitors to the Soviet Embassy in Mexico City		
ACTION REQUIRED - REFERENCES			
REFERENCE: MEXICO CITY 9135			
Attached are copies of memoranda and photographs that were sent to the Legal Attache concerning the Reference.			
<i>Jonathan L. ...</i> for/Willard C. CURTIS			
Attachments: #1 - Memos #2 - Photos			
Distribution: 12 - C/WOMUSE w/atts #1&2 1 - C/WH, w/att #1 (only) 100-70-104/1			
2 ATT		AS COPY	50-8-10/11
CROSS REFERENCE TO	DISPATCH SYMBOL AND NUMBER	DATE	
	HMMA-30597	17 November 1966	
	CLASSIFICATION	HQS FILE NUMBER	
	S E C R E T	50-8-10/11	

FOR: Chief, WOMUSE  
HEREWITH ATTACHMENT TO:  
HMMA-30597, 17 November 1966

**SECRET**

16 November 1966

**MEMORANDUM FOR:**

**FROM:**

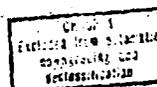
**SUBJECT:** Soviet Intelligence Services

1. Reference is made to our memorandum of 7 November 1966, same subject, concerning two unidentified visitors to the Soviet Embassy in Mexico City on 27 October 1966.
2. Attached are photographs of these two individuals.

THIS INFORMATION IS FROM A CONFIDENTIAL SOURCE. IT MUST NOT BE DISSEMINATED IN WHOLE OR IN PART OUTSIDE YOUR OFFICE WITHOUT PRIOR APPROVAL OF THE ORIGINATING OFFICE IN MEXICO CITY.

# 11167

**SECRET**



**SECRET**

7 November 1966

**MEMORANDUM FOR:** Mr. Nathan L. Ferris,  
Legal Attache

**FROM:**

**SUBJECT:** Soviet Intelligence Services

1. According to a sensitive, reliable source, two American-looking men visited the Soviet Embassy in Mexico City from 1542 to 1549 hours on 27 October 1966. They were driving a black MG convertible with white-on-maroon Ohio tags # 4869 SK. Photographs of the two visitors will be furnished to your office when available.

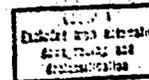
2. It would be appreciated if you would advise this office of any further information you may develop on the identity of these two individuals.

**THIS INFORMATION IS FROM A CONFIDENTIAL SOURCE. IT MUST NOT BE DISSEMINATED IN WHOLE OR IN PART OUTSIDE YOUR OFFICE WITHOUT PRIOR APPROVAL OF THE ORIGINATING OFFICE IN MEXICO CITY.**

# 11129

**Distribution:**  
Original - Addressee

1 - 50-2-4/A  
① - 50-8-10/11  
1 - Memo Chron



**SECRET**

CS COPY

50-6-74/5  
can 8

FOR: Chief, WOMUSE  
HEREWITH ATTACHMENT TO:  
HMMA-30597, 17 November 1966

SECRET

CS COPY

ATT # 2 to HMMA 30597

50-6-74/s  
~~50-8-10~~



INDEX:  YES  NO  
 CLASSIFY TO FILE NO. \_\_\_\_\_ CLASSIFIED MESSAGE *E* TOTAL COPIES *24*  
 X-REF TO FILE NO. \_\_\_\_\_  
 FILE RID  RET. TO BRANCH   
 DESTROY  SIG. \_\_\_\_\_

**SECRET** EXCLUDED FROM AUTOMATIC DOWNGRADING AND DECLASSIFICATION

PERSON/UNIT NOTIFIED

1		2
2		6
3		7
4		8

REPRODUCTION PROHIBITED

AGENCY *division 2387*

ACTION *WHS*  RID COPY  ADVANCE COPY  REPROD  PLOTTER  XEROX

UNIT \_\_\_\_\_ TIME \_\_\_\_\_ BY \_\_\_\_\_

INFO FILE *WZ, SBE, CUST, SEC 4*

S E C R E T 042225Z CITE MEXICO CITY 9135 (EASBY ACTING)

DIRECTOR

WOMUSE

*41000 33367*

1. PER LIMITED TWO AMERICAN LOOKING MEN ENTERED  
 SOVIET EMBASSY 27 OCT 1542 HOURS, LEFT EMBASSY 1549 HOURS.  
 WERE DRIVING BLACK MG CONVERTIBLE WITH WHITE ON MAROON OHIO  
 TAGS 4669 SK.

2. ADVISING LOCAL LNERGO AND POUCHING PHOTOS.

S E C R E T

BT

**SECRET**

*50-6-74/5  
 LIMITED*

*50-6-74/5*  
~~*50-6-74/5*~~  
~~*50-6-74/5*~~  
~~*Secret The Service*~~  
*3*

14-00000  
SECRET

28 November 1966

MEMORANDUM FOR: Chief, WH/1  
ATTENTION : Jane Zerance  
SUBJECT : Ohio License Plate - 4669 SK

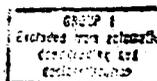
1. Attached hereto is the Office of Security report concerning the owner of Ohio License Plate 4669 SK as requested by cable from Mexico City (IN 33367).

2. Office of Security indices contain no additional information concerning John H. Coleman.

*Richard V. Hannah*  
Richard V. Hannah  
C/WH/Security

Attachment:  
a/s

SECRET



SECRET

MEMORANDUM FOR: Headquarters

SUBJECT: Automobile License Plates  
Identity of Owner  
162994-203 F SD/1

1. Reference is made to Headquarters lead TWX dated 8 November 1966.
2. On 14 November 1966, the records at the Ohio State Bureau of Motor Vehicles, Columbus, Ohio, revealed Ohio License Plate #4669 BK belongs to John H. COLMAN, 160 W. Church Street, Xenia, Ohio, on a 1963 M.G. automobile.
3. Criminal files (no separate subversive files), at Xenia, Ohio Police Department, reviewed on 14 November 1966, contained no record in the name of John H. COLMAN or his parents, William T. and Mrs. Jane Harner COLMAN except a minor traffic violation against John H. COLMAN in November 1958. Traffic records reflected John H. COLMAN was born 3 November 1939 in Ohio. There was no record at the Greene County Criminal Court, Xenia, in the name of John H. COLMAN and parents.
4. The records of the Credit Bureau of Greene County, Xenia, reviewed 14 November 1966, showed that John H. COLMAN, son of William T. and Mrs. Jane Harner COLMAN, was 24 years of age in August 1964 and in attendance at the University of the Americas in Mexico City, Mexico. Previously he attended Dayton University.
5. The credit file of William T. COLMAN (father), deceased, and Mrs. Jane Harner COLMAN (mother) showed they were separated for many years but were never divorced.
6. On 14 November 1966, Earl COOPER, Xenia Police Department, a developed informant, was interviewed at his office. He has known SUBJECT and his parents for more than 25 years. The COLMAN family resided near this informant for many years and SUBJECT played in his yard with the other neighborhood children. His mother is the former Jane HARNER, daughter of the former President and Chairman of the Board of the Eavey Grocery Company. The HARNER family is

-1-

SECRET

PRIORITY

SECRET

Page 2

162994-203

financially well to do and very prominent in this area. COLMAN's mother married his father, a former Colonel in the U.S. Air Force, who is now deceased. Col. COLMAN was involved in some trouble at Selfridge Air Force Base, Michigan, in early 1940's and is believed to have been retired from the Air Force because of this trouble. COOPER does not know the details of this incident.

7. COLMAN attended the local schools where he was a good student and, for the past two years or so, has been attending a University in Mexico City. He visited his mother and friends here during the past summer and is believed to have now returned to the university. COOPER added that it has been reported in this city that SUBJECT has married a Mexican girl and that his mother is quite upset over this marriage.

8. Informant stated in summary that SUBJECT has never been in any trouble, that he comes from an excellent family background, with the exception of the father's trouble while in the Air Force, and that there has been no reason to question the patriotism of any member of this family. The reputations of both SUBJECT and his parents are excellent in this area and the mother's family is one of the best known and most prominent in this county. SUBJECT has been a normal boy in every way, has associated with respectable friends and COOPER knows nothing unfavorable concerning his character or reputation.

SECRET

**DISPATCH**

CLASSIFICATION

SECRET/NOFORN

PROCESSING ACTION

TO

Chief, WMD

XX

MARKED FOR INDEXING

INFO

NO INDEXING REQUIRED

ONLY QUALIFIED DESK  
CAN JUDGE INDEXING

FROM

Chief of Station, Mexico City

MICROFILM

SUBJECT

LIEMTY Project Renewal Request

ACTION REQUIRED - REFERENCES

Action Required: See Paragraph 2

1. Station Mexico City's Project LIEMTY expires on 30 November 1966. Forwarded herewith and under separate cover in split transaction is the Request for Renewal of Project LIEMTY.

2. It is requested that Project LIEMTY be renewed for the period 1 December 1966 through 30 November 1967 in the amount of \$45,000. Of this total, \$29,029 should be allotted for FY 1967 and \$15,971 for FY 1967.

for/Willard C. CURTIS

Attachment:

Left hand side h/v

Right hand side u.s.c.

Distributions:

3 - C/WMD v/att h/v & u.s.c.

*Wingfield/initial*

CROSS REFERENCE TO

DISPATCH SYMBOL AND NUMBER

DATE

ESCA-30403

26 October 1966

CLASSIFICATION

HQS FILE NUMBER

SECRET/NOFORN

SC-6-74/1

the LEBERICK installation and personnel. Specific examples of the LEMPTV Project's progress and contributions to the RFD will be found in Section 3 below (EFFECTIVENESS).

2. CHANGES.

A. Operational - As noted in the previous Request for Project Renewal, the former LIMITED property was sold to LEMOUSINE, who as per formal agreement with the Station, demolished the old structure and constructed a new edifice. While it was initially contemplated to place the LIMITED (LEMPTVs -6 and -7) personnel in the new building and to retain the same, equal division of workload between LILYRIC and LIMITED, it was later agreed to move the present LILYRIC basehouse personnel (LEMPTVs -13, -14, -26 and -27) into the new base instead, along with the following ancillary modifications:

An increase in the hours of both the photographic and physical surveillance coverage provided from the new base by the LILYRIC operators (0800-1600 hours) during the weekdays and to have the LIMITED base provide photographic and physical surveillance coverage from 1600-1830 hours on weekdays and from 0900-1300 hours on weekends. These changes were dictated by the following considerations:

1. The new LEMOUSINE building offers a much better vantage point for both photographic and physical surveillance than does the present complex which houses the LILYRIC and LIMITED bases. Therefore, the Station felt that the personnel occupying this new base should be those possessing the highest technical skills and also those able to provide the most thorough and complete coverage. Since the LIMITED base now has only one trained operator while the LILYRIC basehouse has three, the LILYRIC group and a revision of working hours was indicated.

2. Because it was apparent that the coverage of the LEBERICK installation would be a long-range and continuing requirement, the Station desired to staff the new base with personnel of long-range potential. LEMPTV-6, now almost 60 years old, does not possess this potential; however, the LILYRIC agent complex happily combines experienced personnel with youthful agents.

3. Finally, the social and financial status of the LILYRIC personnel is much more compatible and consistent with the environment of the new building than is that of the LIMITED family.

The above-cited revised work schedule was initiated in July 1966 and the actual movement of the LILYRICs into the new base began in late September 1966.

**ACTION**

INDEX:  YES  NO  
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 V. OFF. OR FILE NO. \_\_\_\_\_  
 FILE RID  RET. TO BRANCH   
 DESTROY  SIG. \_\_\_\_\_

CLASSIFIED MESSAGE **SECRET** *28*

PERSON-UNIT NOTIFIED

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FROM *D. 5200 BY 24*

ACTION *[Signature]*  RID COPY  ADVANCE COPY  SLOTTED  TUBED

UNIT \_\_\_\_\_ TIME \_\_\_\_\_ BY \_\_\_\_\_

INFO FILE *VR SB-8, CI, CI/PPS, FI, TSD-6*

S E C R E T 061831Z CITE MEXICO CITY 7533

DIRECTOR

6 JUN 66 11:31733

REDCOAT LIEMPTV LIMOUSINE

1. AFTERNOON 26 MAY LILYRIC AND LIMITED OBSERVED VIKTOR V. KALYGIN, EMBASSY ADMIN OFFICER, EXIT EMBASSY WITH MOVIE CAMERA. KALYGIN TOOK POSITION DIRECTLY ACROSS STREET FROM LILYRIC AND LIMITED AND PANNED AREA WHICH INCLUDED PRESENT LILYRIC, LIMITED AND NEW LILYRIC BASE HOUSES WHICH LATTER OWNED AND BEING CONSTRUCTED BY LIMOUSINE.

2. CAMERA APPEARS TO BE 8 MM SANKYO AUTO-4X WITH F/1.7 ZOOM LENS FROM 7-5 TO 30 MM. THIS CAMERA PROBABLY WOULD NOT GIVE CLEAR DETAIL OF BASE HOUSE AREA.

S E C R E T

BT

**SECRET**

*[Handwritten Signature]*  
**LIMITED M**  
*PROS*

*Charlotte*  
*(For your files?)*

INDEX  YES  NO

CLASSIFY TO FILE NO. \_\_\_\_\_ CLASSIFIED MESSAGE TOTAL COPIES *29*

R-REF TO FILE NO. \_\_\_\_\_

FILE, RID  RET. TO BRANCH  **24** **SECRET** GROUP 1  
Excluded from automatic  
downgrading and  
declassification

DESTROY  SIG. \_\_\_\_\_ PERSON/UNIT NOTIFIED \_\_\_\_\_

FROM *Mexico City*

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REPRODUCTION PROHIBITED

ACTION *SR-8*  RID COPY  ADVANCE COPY  ISSUED  SLOTTED  TUBED

UNIT \_\_\_\_\_ TIME \_\_\_\_\_ BY \_\_\_\_\_

INFO *FILE, VR, WH-8, CI, CE/ops, CE/KIA, FE, TSD-6,*

SECRET 232000Z

23 Nov 65 0063Z

DIR CITE MEXI 5390

REDWOOD LIMOUSINE

REQUEST FRANCIS J. COIGNE DISCUSS DESIRABILITY TECHNICAL INSTALLATIONS IN NEW LIMITED BUILDING ON SPECULATION FJSTEALERS MIGHT ONE DAY MOVE IN. STATION HOWEVER DOES NOT FAVOR PERMITTING THEIR OCCUPANCY WHILE LIMITED FUNCTIONING. IF THIS DESIRED WOULD BE NECESSARY ACT WITHIN NEXT THIRTY TO FORTY FIVE DAYS AS THIRD FLOOR NOW BEING POURED AND LIMOUSINE ESTIMATES STRUCTURAL WORK WILL BE FINISHED SOMETIME IN JANUARY. PLANS THEN START INTERIOR FINISHING BEGINNING WITH TOP FLOOR SO LIEMPTY-6 CAN MOVE BACK IN FIRST. PRESUME ANY INSTALLATIONS DESIRED WOULD HAVE TO BE EMBEDDED IN PLASTER.

SECRET

CFM 5390 FRANCIS J. COIGNE FJSTEALERS NOT FAVOR LIEMPTY-6

BT

**SECRET**

*Limpy/Limited*

MESSAGE FORM 15

ORIG: C. Boston - Videla  
 UNIT: WH/1  
 EXT: 4507  
 DATE: 10 March 65

INDEX  
 NO INDEX  
 FILE IN CS FILE NO. 201-5762

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4	8

**SECRET**

ROUTING

ROUTINE 22 39z

SIG DEP

TO: MEXICO CITY

FROM: DIRECTOR

CONF: WH 8

INFO: OL 4, BPA, VR, FILE

TO: MEXI INFO: CITE DIR

LIEMPTY LIMOUSINE

REF: MEXI 2732 (IN 19326)\*

91437

APPROVAL GRANTED DELAY INITIAL PAYMENT.

END OF MESSAGE

WH COMMENT: \*Limousine wishes delay initial payment for limited property for 90 days.

NH/Log J. Wisniewski

TELECOORD OL/RECD Bill Cabanis, DC/RECD/OL

ToCOORD DC/LOG, GEORGE MELLON

*Handwritten signatures and initials*

*limited*

5  
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1

*Raford W. Herbert*

Raford W. Herbert

AC/WHD  
 RELEASING OFFICER

*W.J. Kaufman*

W.J. Kaufman  
 C/WH/1

COORDINATING OFFICERS

**SECRET**

GROUP 1  
 Excluded from automatic  
 downgrading and  
 declassification

AUTHENTICATING OFFICER

REPRODUCTION BY OTHER THAN THE ISSUING OFFICE IS PROHIBITED.

Copy No.

CLASSIFIED MESSAGE

2430 SECRET

REPRODUCTION PROHIBITED

FROM Mexico City

ACTION C/WH-2

INFO VR. FILE, Add.P, C/FE, C/ETD, C/TSD-2, D/OC-2

SECRET 09:920Z

DIR CITE MEXI 2732 EASBY ACTING

LIMESA LIMOUSINE

REF HMMA 25310



9 MAR 65 - IN-1937A

1. LIMOUSINE REPORTS CONSTRUCTION WILL BEGIN ANY DAY ON NEW LIMITED HOUSE. AWAITING LAST OF GOM PERMITS. LIFEUD-6 HAD ALREADY SPOKEN TO LIMOUSINE BOOKKEEPER ABOUT POSSIBILITY RENT ONE OF NEW APARTMENTS.
2. IN TRYING TRANSFER FIDEO COMISO FROM NOW DEFUNCT BANCO DE LA PROPIEDAD DE LA INDUSTRIA TEXTIL TO ANOTHER BANK, LIMOUSINE DISCOVERED BANKS NOW NOT ACCEPTING THIS TYPE FIDEO COMISO. HENCE HE OBLIGED TO TAKE DIRECT TITLE TO PROPERTY. TITLE TRANSFER CHARGES BASED ON PERCENTAGE OF PROPERTY VALUE AND HE MUST PAY ALMOST 22,000 PESOS TO HACIENDA. OWING REAL ESTATE COMMITMENTS AND CASH OUTLAY ON LIMITED BUILDING, HIS CASH POSITION SHORT. ASKS IF CAN DELAY INITIAL PAYMENT OR 45,000 PESOS 90 DAYS.
3. RECOMMEND HQ APPROVAL.

SECRET CFN

Dissem Applicable To RYBAT, LIMESA LIMOUSINE

SECRET

file LIMOUSINE-201  
make call for LIMITED  
LIEMPTY/000

<b>DISPATCH</b>		CLASSIFICATION <b>SECRET</b>	PROCESSING ACTION
Chief, WH Division		XX	MARKED FOR INDEXING
FROM Chief of Station, Mexico City			NO INDEXING REQUIRED
SUBJECT <b>LIMOUSINE</b>			ONLY QUALIFIED DESK CAN JUDGE INDEXING
ACTION REQUIRED - REFERENCES			MICROFILM
<p>Reference: DIR-77743, 15 January 1965.</p> <p>1. Attached herewith is a sterilized copy of the Memorandum of Agreement executed with LIMOUSINE on 3 February 1965. Three signed and dated copies are retained in Station files. Both LIMOUSINE and his wife appeared and signed the agreement, with Robert L. EASBY acting for ODYOKE. It will be noted that the final terms were somewhat more favorable than Headquarters had authorized.</p> <p>2. Station had ample opportunity to study the plans and they were so ideal from both the operational and living standpoint that no changes were required. Building can therefore begin almost at once, and the forecast for completion is still about 1 July.</p> <p>3. Consideration had been given in the Station to installing line-feed switchable transmitters in the two lower apartments in view of their probable attractiveness to FJSTEAL personnel. However, it is Station's view that given LIMOUSINE's close involvement with KUBARK on a number of matters it would be well neither to have too much FJSTEAL interest aroused in the building nor to give them the opportunity to observe the pattern of LIFEUD/6 at such close range.</p> <p>4. With reference to paragraph 5 of the memorandum, Station will probably decide to have LIFEUD/6 draw up a normal contract with LIMOUSINE and pay him his rent, which will be passed by LIMOUSINE to Station at regular intervals. The question of how to route an apparently normal transaction around LIMOUSINE's bookkeeper has not yet been resolved.</p> <p style="text-align: right;"><i>Willard C. Curtis</i> TOP Willard C. CURTIS</p> <p>ATTACHMENT: Memo of Agreement, 1 cy, h/w</p> <p>Distribution: ATTI-HMMADP310/01 - 221-5712</p> <p>3 - Chief, WHD w/att. h/w</p> <p style="text-align: center;"><b>ES COPY</b></p> <div style="border: 1px solid black; padding: 2px; width: fit-content; margin-left: auto;">       GROUP 1        Excluded from automatic        downgrading and        declassification     </div>			
CROSS REFERENCE TO <b>201-5762</b>	DISPATCH SYMBOL AND NUMBER <b>HMM-25310</b>	DATE <b>3 February 1965</b>	
	CLASSIFICATION <b>SECRET</b>	HQS FILE NUMBER <b>50-6-74/5</b>	

MEMORANDUM OF AGREEMENT

1. I, \_\_\_\_\_ hereby agree to pay the U. S. Government the sum of 120,000 pesos for the property located at \_\_\_\_\_  
 of this amount, I will pay 60 (60,000) pesos in cash in two equal installments. The first installment of 45,000 pesos will be paid on the beginning of construction of the building. The second equal installment will be paid on completion of the construction.
2. Construction of the new building to be erected on the site in question will begin immediately on completion of the demolition of the present structure and clearing of the site.
3. The balance of 60,000 pesos will be repaid within two (2) years of completion of the building. As part of this payment, the apartment which is to occupy the entire top dwelling floor will be let rent-free to Jorge \_\_\_\_\_ or such other person as the U. S. Government may designate for two (2) years at a calculated rent of 2,500 pesos monthly, including city water. The understanding covering this two year free rental will be negotiated by me with the representative of the U. S. Government and will be considered part of this Memorandum of Agreement.
4. The 4,500 pesos remaining will be paid in a lump sum at the end of the second full year of \_\_\_\_\_ occupancy of the apartment.
5. I further agree that I will, on completion of the building, execute a rental contract with \_\_\_\_\_ in accordance with the pertinent part of paragraph 3 above. This contract will be accompanied by an unwritten option for \_\_\_\_\_ or other person approved by the representative of the U. S. Government to renew the rental contract for such periods of time as the U. S. Government may see fit. The contract shall stipulate that any increase in rental will not exceed the proportionate rate at which rentals have been increased for the other apartments in the same building.
6. Any rental payments made to me or my representatives by \_\_\_\_\_ during the two year free rental period, will be returned to the representative of the U. S. Government, minus any such appropriately pro-rated charges for building repairs and maintenance as would normally fall to the responsibility of the tenant.

 COPY

7. I further stipulate that if, during the period of this reimbursement agreement (two years from completion of the new building), I should die or retire from the ~~Government~~ this agreement will become binding on my estate through my beneficiary ~~and my children, Douglas and Linda.~~

Finally, I agree that prior to beginning construction of the new edifice, I will submit my plans to the U. S. Government for enable them to make such alterations as may be necessary to their needs.

Mexico City, Mexico. ~~January 1, 1966~~ January 1, 1966

\_\_\_\_\_  
 Representative of U. S. Government

\_\_\_\_\_  
 \_\_\_\_\_

ORIG. C. Bustos  
UNIT: WII/1  
EXT: 4006, 4507  
DATE: 15 Jan 65

MESSAGE FORM

INDEX  
 NO INDEX  
 FILE IN CS FILE NO.

**SECRET**

ROUTING	
1	5
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TO: MEXICO CITY

FROM: DIRECTOR

CONF: WITB

INFO

0902, 024, D/S, SPA, VR FILE

IMMEDIATE

~~SECRET~~

TO: MEXI (PRIORITY)

INFO

CITE OR

77743

REF: MEXI 2159 (IN 58393)\*

1. APPROVAL GRANTED SELL TO LIMOUSINE LIMITED PROPERTY UNDER THESE TERMS OUTLINED PARA ONE REF.

2. PROCEED AS FOLLOWS:

A. LIMOUSINE TO DRAW UP LEASE WITH APARTMENT OCCUPANT FOR THREE YEARS WITH RENTAL AT 2,300 PESOS PER MONTH WITH FOLLOWING ADDITIONAL PROVISOS:

(1) OPTION TO RENEW FOR SUCH ADDITIONAL PERIODS YOU SEE FIT WITH RENTAL ESTABLISHED BASED ON NEGOTIATIONS CONSISTANT WITH RENTALS PAID BY OCCUPANTS OTHER APARTMENTS.

(2) PROVISO BINDING LIMOUSINE'S SUCCESSORS AND ASSIGNS.

B. DRAW UP SEPARATE CONTRACT WITH LIMOUSINE OUTLINING AGREEMENT PARA ONE REF AND FORWARD SIGNED COPY HDQS. AGREEMENT SHOULD PROVIDE FOR CREDIT RENTAL OFFSET TO KUBARK BY LIMOUSINE PLUS RETURN TO KUBARK OF ANY MONTHLY RENTAL PAYMENTS MADE BY APARTMENT OCCUPANT TO LIMOUSINE FOR PERIOD FREE RENTAL IF SUCH IN FACT MADE. ALSO DETERMINE WHAT WILL HAPPEN RENTAL OFFSET AGREEMENT SHOULD LIMOUSINE RETIRE, DIE OR PROPERTY LEAVE HIS CONTROL

END OF MESSAGE

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RELEASING OFFICER

COORDINATING OFFICERS

**SECRET**

GROUP 1  
Excluded from automatic  
downgrading and  
declassification

AUTHENTICATING OFFICER

REPRODUCTION BY OTHER THAN THE ISSUING OFFICE IS PROHIBITED.

Copy No.

(See page 2)

MESSAGE FORM

SECRET

ROUTING

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ORIG.  
UNIT  
EXT.  
DATE

- INDEX
- NO INDEX
- FILE IN CS FILE NO.

TO MEXICO CITY

PAGE 2

FROM DIRECTOR

IMMEDIATE  
PRIORITY

CONF.

INFO

TO

INFO

CITE OR

17743

\*WH Comment: LIMOUSINE AGREES PAY \$12,000 FOR LIMITED, 60% IN CASH, REMAINDER WITHIN THREE YEARS. NEED REPLY BEFORE COB 15 JANUARY.

WH/LOG J. Jwisniewski

OL/RECD/Ed-Demaison

OL/Warfield

OGC/Connell (phone) see OGC 65-0119

WH/PO/A

5  
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1  
DESMOND FITZGERALD  
CHIEF, WHD

RELEASING OFFICER

COORDINATING OFFICERS

SECRET

GROUP 1  
Excluded from automatic  
downgrading and  
declassification

AUTHENTICATING OFFICER

REPRODUCTION BY OTHER THAN THE ISSUING OFFICE IS PROHIBITED

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BY: [Signature]

INFO: VR. FILE, 24, 050-2, FPA

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155

**SECRET** 1219017

12 JAN 65 58393

DIR CITE MEXI 2150

LIEMPTY LIMOUSINE

REF DIR 74922

1. LIMOUSINE AGREED FOLLOWING TERMS:

- A. TOTAL PURCHASE PRICE OF 10,000 DOLLARS PAYABLE IN PESOS, SIXTY PERCENT IN CASH.
- B. 50,000 PESOS CASH ON BEGINNING CONSTRUCTION (ABOUT 15 FEB).
- C. BALANCE CASH PAYMENT ON COMPLETION CONSTRUCTION (AROUND 1 JULY).
- D. BALANCE OF 50,000 PESOS MUST REPAYABLE WITHIN 3 YEARS FROM COMPLETION CONSTRUCTION.
- E. AS PARTIAL ENFORCED PAYMENT ABOVE AMOUNT, RENT OF 2500 PESOS MONTHLY TO BE WITHHELD FIRST THREE YEARS. RENTAL RATE NOT TO CHANGE DURING THIS TIME AND THEREAFTER AT RATE NO DIFFERENT FROM OTHER APARTMENTS SAME BUILDING FOR PERIOD 10 YRS OR UNTIL KUBARK TERMINATES ARRANGEMENT.

2. LIMOUSINE PREFERS CASH TRANSACTION UP SOON AS POSSIBLE AND HOPES PAY OFF 10 AMOUNT WITHIN FIRST YR.

3. LENGTH TERM KUBARK OPTION ON PROPERTY NOT SPECIFICALLY AGREED WITH LIMOUSINE, BUT NO REASON BELIEVE HE WOULD

**SECRET**

LIMITED

~~SECRET~~

12 58393 27.2

DOT AGREE TO ANY TERM WE STIPULATE. ONLY JOKER MAY BE LENGTH  
TIME HE REMAINS ACTIVE IN FIRM AS HE NOW IS.

4. REQUEST HQ COMMENTS BY 15 JAN AS WOULD LIKE BE ABLE  
START DEMOLITION BEFORE HE LEAVES FOR U.S. 17 JAN.

S E C R E T

CFN

SECRET

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INFO: VR. FILE, 69, 024

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4	

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TO: UNIT

TEAM

BY: [Signature]

S E C R E T 050005Z

DIR CITE MEXI 2098

LIEMPTY LIMOUSINE

REF MEXI 2025 (IN 4840E) \*

REQUEST REPLY SOONEST.

S E C R E T

\* RE LOWER SALE PRICE.

NO JAN 65 IN 53469

LIMITED  
ORIGINAL

SECRET

MESSAGE FORM

ORIG: [unclear]  
UNIT: R/1  
EXT: 4507  
DATE: 31 December 1964

BOOK  
 NO BOOK  
 FILE IN CI FILE NO.

**SECRET**

ROUTING	
1	3
2	4
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4	8

TO: MEXICO CITY  
FROM: DIRECTOR  
CDS: WH-8

OGC-2, OL-4, BPA, VR, FILE

4-55 01:  
ROUTE  
SIC CER

NO: MEXI  
LIBERTY LEASING  
REF: MEXI 2025 (IN 48408) \*

*BUSTOS*  
CR 00 : 74820

1. FIVE TO TWELVE THOUSAND DOLLARS CONSIDERED REASONABLE NEGOTIATION LIMITS WHICH INCLUDE DISCOUNT.
2. NEGOTIATE PREFERRED LEASING: PAYMENT AND EXISTING OCCUPANCY RESTRICTION RIGHTS.
3. IF LEASING PAYMENT NOT POSSIBLE CLOSING SALES PRICE SHOULD BE NEAREST TO UPPER LIMIT WITH 5% DOWN PAYMENT AND REMAINDER THROUGH WITHHELD ASSET PAYMENTS OF AGREED LIMITED NET AS ASSETS PARTIAL DEFERRED PAYMENT.
4. ADVISE BEFORE CLOSING. TERMS ACCEPTABLE.

*LIMITED*

\* STA Needs CLEAR INDICATION HAS LIMITATION FOR NEGOTIATION

END OF MESSAGE

VE/CO J. J. Jankowski  
 OL/VE Bill Cantano/John Stephens  
 CL George Nelson  
 OCC [unclear]  
 W/PCA [unclear]  
 W. J. KAUFMAN  
 C/M/1

*1471*  
DELIVERED TO [unclear]  
C/M/1

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SECRET

30 December 1964

AIDE MEMOIRE

SUBJECT: Sale of LIMITED Property to LIMOUSINE

In 1955 KUBARK purchased the LIMITED property (215 sq. metres of land and house) in Mexico City for \$12,000 and then spent \$3,500 for repairs and renovations to accommodate KUBARK operational requirements.

Because of its ideal location directly across the street from the USSR Embassy, this property which was for sale was purchased so KUBARK could establish control over this specific piece of property at that time. For reasons of security, legal title for LIMITED was vested in agent LIMOUSINE who acted as the cut-out vehicle. A statement of trust is on file at the Station in which LIMOUSINE acknowledges KUBARK's true ownership of the property. LIMITED has been used operationally with outstanding success and presumably without compromise, and it is WH's intention to continue using it.

It recently developed that part of the LIMITED house crumbled, and all the house was found to be in a similar state of disrepair. Repairs and limited remodelling, however costly, did not seem to be economically feasible, and in addition certain other operational and security considerations seemed to dictate the need for a new kind of structure--a higher building so our angle of surveillance could be improved, and the addition of a commercial interest on the ground level to provide a daily flow of people (such as a bank, retail store, etc.) Erection of a commercial building is within the zoning restrictions of the district.

The cost for new construction of a suitable building has been estimated upwards of \$55,000. Although the property is located in a slowly deteriorating district, nonetheless the proposition is bankable. With land included (appraised at \$14,500 to \$15,000), a local bank is willing to loan 80% of the new construction cost of \$55,000.

LIMOUSINE would not venture into such a construction program on his own account at this time. He would, however, follow through with it as an accommodation to KUBARK if the terms were equitable. Accordingly, he has indicated he will be willing to put up 20% of the construction cost from his own funds, borrow the remaining 80%, and then offered to pay KUBARK 180,600 pesos or \$14,448 (appraised value by bank) for the 215 sq metres of land. Nothing would be paid for the old building, since little, if anything, could be realized from the sale of the old building and the cost of razing it would far exceed the sale of the salvage materials.

Since much of LIMOUSINE's cash funds would be tied up in financing the new construction, he offered to effect payment to KUBARK at the rate of 4,300 pesos or \$344.00 per month over a 3½ year period with the first payment commencing 3 years after completion of construction or July 1965. LIMOUSINE would execute a non-interest and unsecured note for the land. He would ensure KUBARK tenancy retention rights to rental of third floor apartment at the rate of \$2,300 pesos per month with KUBARK reserving the right to cancel any time. The apartment would be built to KUBARK's requirements.

Since Headquarters desires to continue its relations with LIMOUSINE and considers it impracticable and not feasible to administer rental property, it agreed in principle of the sale to LIMOUSINE of the LIMITED property. In this connection, it is considered noteworthy that LIMOUSINE has rendered extremely valuable service to KUBARK in the past year and has not received any remuneration for it which, if equated into dollars, would equal upwards of \$35,000. Notwithstanding this and that KUBARK will continue to use LIMOUSINE's services; however, since the promissory note would be unsecured, and in order to avoid subsequent implications and possible future total loss in the event the LIMITED property subsequently passed from LIMOUSINE's or his estate's control, Headquarters preferred a lump sum payment from the very outset, and to this end offered the sale of LIMITED to LIMOUSINE at a reduced rate. Specifically, it set the negotiating limits with COS Mexico City from \$9,000 to \$12,000. As a second alternative, in the event LIMOUSINE is unable to raise the single lump sum payment, Headquarters would be willing to accept a bulk of the sale price as a down payment and the balance in monthly payments by withholding the agreed rental as a means of partial enforced payment.

The attached draft of Headquarters cable authorizes COS Mexico City to negotiate final sale to LIMOUSINE between \$7,000 to \$12,000.

*Limited*

ORIG: C. Bustos-Videla:jah  
UNIT: WH/1  
EXT: 4507  
TE: 18 Dec 1964

MESSAGE FORM 17  
**SECRET**

ROUTING	
1	5
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4	3

Mexico City

18 Dec 64 402  
**PRIORITY**

FROM: DIRECTOR  
CONF: WH-8

INFO DL 4, BPA, OGC 2, FILE, UR

TO: NEXI INFO CITE DIR

72229

REF: NEXI 1898 (IN 41069)

LIMPTY LIMOUSINE NEGOTIATION

1. HQS APPROVES/SALE LIMITED PROPERTY TO LIMOUSINE ~~AND OCCUPANCY RIGHTS~~  
~~NECESSARY AND ACCOMMODATION TO KUBARK OVERRIDING KUBARK FINANCIAL~~

~~INTERESTS SUBJECT TO FOLLOWING~~ ALONG THE FOLLOWING LINES:

A. KUBARK INTERESTS BE PROTECTED TO UTMOST WITH LIMOUSINE ASSURANCES KUBARK WILL CONTINUE HAVE OCCUPANCY RETENTION RIGHTS. ASSURANCE MAY REQUIRE SEPARATE LONG TERM RENTAL/LEASE AGREEMENT WITH KUBARK RESERVING RIGHT CANCEL ANYTIME. HQS REALIZES FIXED RENTAL PRICE NOT FEASIBLE UNDER LONG TERM LEASE AND THEREFORE LEASE COULD PROVIDE FOR INITIAL FIXED RENTAL WITH A SLIDING SCALE ADJUSTMENT THEREAFTER.

B. SINCE PROMISSORY NOTE FOR 150,000 PESOS WOULD BE UNSECURED WITH FINAL PAYMENT NOT DUE UNTIL JAN 1972, HQS PREFERENCES TOTAL PAYMENT FOR LIMITED AT OUTSET RATHER THAN WAIT 6 1/2 YEARS.

C. REALIZING LIMOUSINE'S POSSIBLE FINANCIAL STRAIN MAKE SUCH LARGE PAYMENT INITIALLY, HQS WILLING ACCEPT LOWER SALE PRICE AT REASONABLE DISCOUNT RATE. IF LIMOUSINE UNABLE LIQUIDATE WITH ONE

C O N T I N U E D -----

5  
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LIMITED

RELEASING OFFICER

COORDINATING OFFICERS  
**SECRET**

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downgrading and  
declassification

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MESSAGE FORM

ROUTING

ORIG :  
UNIT :  
EXT :  
DATE :

- INDEX
- NO INDEX
- FILE IN CS FILE NO.

**SECRET**

1	5
2	6
3	7
4	8

TO :  
FROM: DIRECTOR  
CONF: INFO

PAGE TWO

**PRIORITY**

TO

INFO

CITE OR

72229

LUMP SUM PAYMENT AT ENHANCED REDUCED PRICE, WILL ACCEPT COMBINATION PAYMENT AT REDUCED RATE WITH GREATER PORTION PAYABLE AT SETTLEMENT AND REMAINDER AS OFFSET AGAINST MONTHLY RENTAL AGREEMENT.

2. HQS FEELS ABOVE PROVISOS IMPORTANT AVOID SUBSEQUENT IMPLICATIONS AND POSSIBLE FUTURE TOTAL LOSS EVENT LIMITED SUBSEQUENTLY PASSES FROM LIMOUSINE'S OR HIS ESTATE'S CONTROL.

3. ADVISE TERMS FOR FINAL APPROVAL <sup>PRIOR</sup> CONCLUDING AGREEMENT. *wjg*

END OF MESSAGE

WH/Log/McMahon (draft)

OL/RECD/John Stephens (draft)

OL/RECD/Dennison (phone)

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*R.W. Herbert*  
DESMOND FITZGERALD  
CHIEF WHD

*R*

*W. J. Kaufman*  
W. J. KAUFMAN  
CHIEF WH/1

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INFO	VR, FILE, BPA 01-4					

SECRET 171840Z

DIR CITE MEXI 1969

LIEMPTY LIMOUSINE

REF MEXI 1898 (W 41069) &

REQUEST REPLY.

17 DEC 61 11:44750

SECRET

\*COULD BEGIN RAZING AS SOON AS AGREEMENT WITH KUBARK COMPLETED (RE LIMOUSINE PROPERTY)

SECRET

File LIMITED

9325 RED/L  
4506 Bick/L

SECRET

MEXI CITE DIR

REF: MEXI 1898 (W-4069)

LIEMPTY LIMOUSINE

1. HQS APPROVES SALE LIMITED PROPERTY TO LIMOUSINE AS OPERATIONAL NECESSITY AND ACCOMODATION TO KUBARK OVERRIDING KUBARK FINANCIAL INTERESTS BUT WOULD PREFER USE FORMULA AS FOLLOWS:  
*5.5% OFF TO FOLLOWING*

A. KUBARK INTERESTS BE PROTECTED TO UTMOST WITH LIMOUSINE ASSURANCES KUBARK WILL CONTINUE HAVE OCCUPANCY RETENTION RIGHTS. RENTAL/ ASSURANCE MAY REQUIRE SEPARATE LONG TERM/LEASE AGREEMENT WITH KUBARK RESERVING RIGHT CANCEL ANYTIME. HQS REALIZES FIXED RENTAL PRICE NOT FEASIBLE UNDER LONG TERM LEASE AND THEREFORE LEASE COULD PROVIDE FOR INITIAL FIXED RENTAL WITH A SLIDING SCALE ADJUSTMENT THEREAFTER.

B. SINCE PROMISSORY NOTE FOR 180,600 PESOS WOULD BE UNSECURED WITH FINAL PAYMENT NOT DUE UNTIL JAN 1972 HQS PREFERS TOTAL PAYMENT FOR LIMITED AT OUTSET RATHER THAN WAIT 6½ YEARS.

C. REALIZING LIMOUSINE'S POSSIBLE FINANCIAL STRAIN MAKE SUCH LARGE PAYMENT INITIALLY, HQS WILLING ACCEPT LOWER SALE PRICE AT REASONABLE DISCOUNT RATE. IF LIMOUSINE UNABLE LIQUIDATE WITH ONE LUMP SUM PAYMENT AT ENHANCED REDUCED PRICE WILL ACCEPT COMBINATION PAYMENT AT REDUCED RATE WITH GREATER PORTION PAYABLE AT SETTLEMENT AND REMAINDER AS OFFSET AGAINST MONTHLY RENTAL AGREEMENT.

2. HQS FEELS ABOVE PROVISOS IMPORTANT AVOID SUBSEQUENT IMPLICATIONS AND POSSIBLE FUTURE TOTAL LOSS EVENT LIMITED SUBSEQUENTLY PASSES FROM LIMOUSINE'S CONTROL.  
*OR HIS ESTATE'S*

3. ADVISE TERMS

FOR FINAL APPROVAL

(LWH)

*with 5.5% off (draft)  
drafted/checked (draft)  
John Stephens*

*check*

14-00000

101-202

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30 SECRET

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		3	7
		4	8

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ISSUED  BLOTTED  TUBED

TIME

BY

INFO VR, FILE, OLY, RPA, GGC 2

SECRET 111952

DIR CITE MEXI 1898

LIEMPTY LIMOUSINE

REFR DIR 68691 \*

*11 Dec 64*

*11 Dec 64 11 41 069*

*9th shell ...*

*to me ...*

*real ...*

*all ...*

*only ...*

*base ...*

*of ...*

*of ...*

*of ...*

1. BANCO AZTECA HAS AGREED TO FIGURE OF 180,600 AS LAND VALUE FOR LOAN PURPOSES. VIEW EXCESSIVE BUILDING COSTS FOR PREVIOUSLY PLANNED STRUCTURE, LIMOUSINE HAS NOW DECIDED ON THREE STORY BLDG: GROUND FLOOR TO BE BRANCH BANK OR OTHER SUITABLE COMMERCIAL STRUCTURE, FIRST FLOOR TWO ECONOMY APARTMENTS AND TOP FLOOR SINGLE APARTMENT.
2. COULD BEGIN RAZING AS SOON AS AGREEMENT WITH KUBARK COMPLETED. WOULD THEN NEED OBTAIN KUBARK AND BANK APPROVAL OF BLDG PLANS (STATION CAN MAKE WHATEVER CHANGES NEEDED) AND AWAIT ISSUANCE NECESSARY GOVT PERMITS. ESTIMATES ABOUT 2 MONTHS COMPLETION TIME WITH BLDG READY TO OCCUPY ABOUT 1 JULY.
3. LIMOUSINE AGREES TO BEGIN PAYMENT 180,600 THREE YEARS AFTER BUILDING COMPLETION, AT RATE OF 4,300 PESOS PER MONTH OVER THREE AND HALF YEAR PERIOD.
4. IF ABOVE SATISFACTORY TO HQ, STATION WILL DRAW UP AGREEMENT WITH LIMOUSINE ALONG THESE LINES, INCLUDING AGREEMENT ON 2300 PESOS MONTHLY RENT FOR TOP APARTMENT FOR LIEMPTY-6 OR SUCH OTHER

SECRET

LIMITED

CLASSIFIED MESSAGE

SECRET

IN 41069 PAGE 2

AS MAY DESIGNATE. THIS SAME NOMINAL RENT L-60NOW  
BUYING. ON CONCLUSION OF AGREEMENT, AND RECEIPT <sup>E</sup> EVIDENCE OF  
BANK LOAN WILL RETURN TO LIMOUSINE STATEMENTS OF TRUST FOR DES-  
TRUCTION..

~~SECRET~~

A PLS provide INFO re complete sales price of  
limited property to Limousine.

SECRET

MESSAGE FORM

ORIG: C. Bustos-V  
 UNIT: WH/1 X4506  
 EXT: X4506  
 DATE: 4 December 1964

INDEX  
 NO INDEX  
 FILE IN CS FILE NO. 10-6-7475

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TO: Mexico City

FROM: DIRECTOR

CONF: WH 8

INFO: OL4, BPA, PGZ, VR, FILE

REC'D: 547  
ROUTINE

TO: MEXI INFO: CITE DIR: 68601

LIEMPTY

REFERENCE: MEXI 1799 (IN 35305)\*

1. WE DO NOT PLAN MEET LIMOUSINE. PROVIDE INFORMATION REQUESTED DIR 68139\*\* AFTER NEGOTIATING WITH HIM BEFORE CONCLUDING AGREEMENT. *PLS AND*
2. ANTENNA ROTATOR REQUESTED IS BEING POUCHED WEEK 7 DECEMBER.

END OF MESSAGE

LIMITED

GL/RECD/Edward Donison (phone)

WH/Log/McMahon (phone)

WH/PO/A *Hage*

WH Comment:  
 \*LIMOUSINE in States this week and probably could be reached if Hdes wished discuss sale of LIEMPTY property in person. Station indicates LIEMPTY would be sold at land value only as house value not pertinent since house to be razed. Asked whether Antenna Rotator would arrive Station by Christmas.  
 \*\* Headquarters approves in principle selling LIMITED property to LIMOUSINE. Advise complete sales price for Hdes concurrence prior to concluding agreement with LIMOUSINE. Also attempt determine at least approximate rental cost for LIMITED apartment and advise.

3  
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*J. Herbert*  
 RAYMOND W. HERBERT  
 AC/WHD

3  
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1

*E. L. Spina*  
 E. L. KAUFMAN  
 Chief, WH/1

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C. Bustos Videla:mod  
WH/1  
4507  
1 December 1964

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MESSAGE FORM

**SECRET**

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ROUTING

3 DEC 64 032  
ROUTINE

TO MEXICO CITY

FROM DIRECTOR

CONF

WH 8

INFO OL 4, BPA, PG 2, VR, FILE

SIG GEN

TO

MEXI

INFO

CITY DIR

LIBERTY LIMITED

REF: MEXI 1762 (IN 31737)\*

68139

*cd Charlotte*

HDQS APPROVES IN PRINCIPLE SELLING LIMITED PROPERTY TO LIBOUSINE. ASSUME THIS IS AT TOTAL TAX VALUE INCLUDING LAND AND HOUSE. PER PARA TWO REF, WE APPROVE HIS DEFERRING PAYMENT OF LAND VALUE FOR THREE YEARS. ASSUME HE WILL PAY HOUSE VALUE IMMEDIATELY. ADVISE COMPLETE SALES PRICE FOR HDQS CONCURRENCE PRIOR TO CONCLUDING AGREEMENT WITH LIBOUSINE. ALSO ATTEMPT TO DETERMINE AT LEAST APPROXIMATE RENTAL COST FOR LIMITED APARTMENT AND ADVISE.

END OF MESSAGE

WH/EEF

C/WH/SS

WH/LOG

WH/FI

CL/RECD

*Cartar*  
*Brooks*  
*Harvey*  
*Denison*

*LIBERTY LIMITED*

RE COMMENT: \*According to Office of Logistics information the original purchase price in 1955 was \$12,000 and the Station made \$3,500 of repairs and renovation.

*R. W. Herbert*  
REMOND FITZGERALD  
C/WED

*W. J. Kaufman*  
W. J. KAUFMAN  
C/WH/1

RELEASING OFFICER

COORDINATING OFFICERS

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VR. FILE. 064, RPA, PG2

SECRET 031833Z

IR CITE MEXI 1799

IMMEDIATE ACTION

EMPTY LIMITED LIMOUSINE

REFS A MEXI 1762 (N 31737)

B DIR 68139

13 DEC 64 IN 35305

CHQ2 APPROVES IN PRINCIPLE SELLING LIMITED PROPERTY TO LIMOUSINE

1. LIMOUSINE IN PBPRIME HIS WEEK. PROBABLY COULD BE REACHED THROUGH MATHEW P. DINGLEY IF HQ DESIRES PERSONAL DISCUSSION. AS STATED REF A, FIRST FIGURES GIVEN REPRESENT LAND VALUE WHICH ONLY ONE WORTH CONSIDERING FOR PURPOSE THIS SALE. HOUSE VALUE NOT PERTINENT SINCE HOUSE TO BE RAZED. DOWING AGE OF HOUSE, DOUBTFUL SALE OF MATERIALS WILL EVEN COVER DEMOLITION COSTS. APARTMENT RENTAL NOT AVAILABLE UNTIL LIMOUSINE RETURN AND DECISION MADE AS TO SIZE AND CONFIGURATION OF APT.

2. IF ANTENNA ROTATOR REQUESTED IN HMMA-24630 NOT ALREADY OBTAINED, AND AN OTHER SERVICEABLE ROTATOR AVAILABLE FROM SURPLUS, PLEASE SUBSTITUTE. REQUEST ADVISE IF CAN BE SHIPPED TO BE HERE BEFORE CHRISTMAS.

SECRET

SECRET

LIMITED

MSG. *C. Santos Videla:esa*  
 LAST: *WH/1*  
 RTT: *8507*  
 DATE: *1 December 1964*

MESSAGE FORM  
 INDEX  
 NO INDEX  
 FILE IN CS FILE NO. *50 6 76/1*

ROUTING

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TO: MEXICO CITY  
 FROM: DIRECTOR  
 CDS: *WH 8*

*30 Dec 64*  
 ROUTINE *032*

*INFO OL 4, BPA, PG 2, VR, FILE*

TO: MEXI  
 INFO: *68139*  
 CDS: *WH*

LIBERTY LIMITED  
 REF: MEXI 1762 (IX 31737)\*

EDQS APPROVES IN PRINCIPLE SELLING LIMITED PROPERTY TO LIMOUSINE. ASSUME THIS IS AT TOTAL TAX VALUE INCLUDING LAND AND HOUSE. PER PARA TWO REF, WE APPROVE HIS DEFERRING PAYMENT OF LAND VALUE FOR THREE YEARS. ASSUME HE WILL PAY HOUSE VALUE IMMEDIATELY. ADVISE. COMPLETE SALES PRICE FOR EDQS CONCURRENCE PRIOR TO CONCLUDING AGREEMENT WITH LIMOUSINE. ALSO ATTEMPT TO DETERMINE AT LEAST APPROXIMATE RENTAL COST FOR LIMITED APARTMENT AND ADVISE.

END OF MESSAGE

WH/DEF *[Signature]*  
 C/WH/SE *[Signature]*  
 WH/LOO *[Signature]*  
 WH/PI *[Signature]*  
 OL/RECD *[Signature]*

REMARKS: \*According to Office of Logistics information the original purchase price in 1955 was \$12,000 and the Station made \$3,500 of repairs and renovation.

*R. W. Herbert*  
 RICHARD FITZGERALD  
 C/NEC

*[Signature]*  
 W. J. KAUFMAN  
 C/WH/1

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INFO	VR, FILE, PG 2		

**SECRET** 272340Z

DIR CITE MEXI 1762

LIEMPTY

28 NOV 64 IN 31737

REF DIR 65696  
(in 96996)  
MEXI 1307, 20 OCT 64

1. STATION HAS TWO BANK EVALUATIONS OF PROPERTY, ONE BY BANCO NACIONAL DE MEXICO OBTAINED BY SCANTLING IN PSEUDO AND OTHER BY BANCO AZTECA AT LIMOUSINE BEHEST. RESPECTIVE EVALUATIONS ARE: LOT 185,266 AND 180,600 PESOS; TOTAL TAX VALUE 255,575 AND 249,242 PESOS WHICH OF COURSE INCLUDES PRESENT HOUSE. DISCREPANCIES BETWEEN TWO APPRAISALS NOT SUFFICIENT WORRY ABOUT SINCE FOR BUILDING PURPOSES ONLY LAND VALUE PERTINENT, AND DIFFERENCE HERE LESS THAN 5000 PESOS, SO BELIEVE CAN DISREGARD OTHER FIGURES.

2. LIMOUSINE HAS ALSO HAD PLANS MADE FOR 4 STORY BUILDING ON PROPERTY, GROUND FLOOR COMMERCIAL AND THREE FLOORS OF APTS, ONE OF WHICH WOULD GUARANTEE RESERVE FOR LIMITED AND ALTER AS STATION WISHES. SMALLER BUILDING NOT DEEMED WORTHWHILE INVESTMENT. COST STUDY SHOWS BUILDING COULD PROBABLY BE PUT UP FOR ABOUT 535,900 PESOS, OF WHICH LIMOUSINE COULD BORROW ABOUT 433,000 FROM BANK. JUDGES BUILDING COULD BE FINISHED WITHIN 5 MONTHS OF BEGINNING DEMOLITION PRESENT STRUCTURE. LIMOUSINE WOULD PUT UP

**SECRET**

LIM

CLASSIFIED MESSAGE

SECRET

IN 31737 PAGE 2

FROM OWN FUNDS WHATEVER NEEDED TO SUPPLEMENT BANK LOAN. IN ORDER  
REGAIN BULK OF OWN INVESTMENT, WOULD LIKE DEFER PAYMENT TO US OF  
LAND VALUE FOR 3 YEARS. MEANWHILE ALTHO WILL REQUIRE ANOTHER APPRAISAL  
FROM BANK MAKING ~~LOT~~, THIS WILL PROBABLY NOT DIFFER MUCH. FOR  
PURPOSES GENERAL AGREEMENT BELIEVE AVERAGE OF ABOVE TWO APPRAISAL  
FIGURES FOR LOT CAN BE TAKEN FOR PLANNING PURPOSES.

3. LIMOUSINE NOT YET AWARE OF INDEPENDENT EVAL, BUT WILL INFORM  
HIM IN ORDER ARRIVE AT FIRM FIGURE FOR NEGOTIATION IF HQ APPROVES IN  
PRINCIPLE.

4. NOTE THIS SOLUTION IDEAL FOR STATION, SINCE RETURNS PROFIT  
OF ALMOST 5000 DOLLARS ON ORIGINAL INVESTMENT AND RELIEVES KUBARK  
OF ONUS OWNING AND ADMINISTERING PROPERTY AS WELL AS GIVING  
LIMOUSINE FAVORABLE CHANCE PROFIT WITHOUT ANY COST TO KUBARK.

5. WHILE RENT OF LIMITED APARTMENT NOT SET, KUBARK CAN COUNT  
ON GETTING FAIR SHARE. DO NOT BELIEVE RENT FIGURE SIGNIFICANT  
FACTOR IN DECISION.

~~SECRET~~

SECRET

MESSAGE FORM  
 SECRET  
 ROUTING  
 1 5  
 2 6  
 3 7  
 4 8

ORIG: C. Bustos-Videla:jan  
 UNIT: WH/1  
 EXT: 4506  
 DATE: 23 October 1964

INDEX  
 NO INDEX  
 FILE IN CS FILE NO 50-6-74/5

TO: Mexico  
 FROM: DIRECTOR  
 R: WH 8  
 C: WH 8

ROUTING: 77-211  
 RID: [initials]  
 DESTROY  
 RETURN TO BRANCH  
 FILE NO

23 Oct 64 20 39z  
 ROUTINE  
 SIG-CEN

INFO SET: PG 2, CI/OAS, CI/OA, VR, FILE

COPY  
 TOP MEXI INFO: RIT CITE DIR  
 LIEMPTY  
 REF: MEXI 1307 (IN 96996) \* D. [initials]  
 58997

1. HDQS AGREES IN PRINCIPLE THAT LIMITED BLDG SHOULD BE RAZED RATHER THAN REPAIRED. YOUR PARA THREE PROPOSAL OF COMMERCIAL INCOME NETTING VENTURE WOULD IMMEDIATELY MAKE THIS ASPECT OF LIEMPTY A PROPRIETARY WITH ATTENDANT SPECIAL ADMIN HANDLING. UNLESS THERE ARE OVERRIDING SECURITY AND OPS CONSIDERATIONS WE PREFER NOT DO THIS. HOWEVER IF FINAL DECISION IS TO BUILD STORE AND TWO APARTMENTS, HDQS SUGGESTS LIMITED BE MADE SEPARATE (FROM LIEMPTY) PROPRIETARY SUPPORT PROJ IN ORDER REDUCE CONFUSION OF TWO TYPES ACCOUNTING UNDER ONE PROJ.

2. HDQS STRONGLY BELIEVES PREFERABLE SOLUTION WOULD BE MERELY REBUILD HOUSE ON SAME LAND FOR OCCUPANCY BASEHOUSE KEEPERS. THIS WILL NOT INVOLVE PROPRIETARY. ALSO WOULD BE MORE SECURE FROM STANDPOINT SOV COUNTERMEASURES.

3. ALTERNATE SOLUTION IS SELL LIMITED PROPERTY TO LIMOUSINE AT FAIR MARKET VALUE DETERMINED BY INDEPENDENT APPRAISAL WITH UNDERSTANDING HE BUILD AN APARTMENT ON SECOND FLOOR WHICH HE WILL LET US ON LONG TERM LEASE.

EXEX CONTINUED.....

RELEASING OFFICER  
 COORDINATING OFFICERS  
 SECRET  
 GROUP 1 Excluded from automatic downgrading and declassification  
 AUTHENTICATING OFFICER  
 FORM 1-64 1389a

ORIG. C. Bustos-Videla:jah  
UNIT :  
EXT :  
DATE :

MESSAGE FORM  
**S E C R E T**

ROUTING	
1	5
2	6
3	7
4	8

TO : Nov 13 7 21 AM '64  
FROM: DIRECTOR  
CONV: INFO

Nov 16 12 35 PM '64

Page 2

TO INFO CITE DIR **58997**

4. BLUEPRINTS FOR ANY BUILDING TO BE CONSTRUCTED WITH KUBARK FUNDS MUST RECEIVE HDQS APPROVAL. THIS APPROVAL AND PROJ AMENDMENT MUST BE OBTAINED PRIOR TO ANY COMMITMENT FUNDS. ESTIMATED TIME FOR TOTAL APPROVAL AFTER RECEIPT PLANS IS HOPEFULLY TWO MONTHS. ~~SEE~~ HOUSE SHOULD NOT BE RAZED UNTIL APPROVAL GRANTED.

END OF MESSAGE

WH Comment: \*LIMITED photo basehouse which we purchased 1955 is deteriorating and Station suggests raze building and rebuild with store on 1st floor and two apts upstairs at cost of \$55,000.

- WH/BF Carter (draft)
- SR/O/WH (draft) LThyon
- CI/OPS (draft) Overjorde
- DDP/PG (draft) Moranda
- WH/FI/Horton (draft)
- C/WH/SS/Brooks (draft)
- WH/Log/McMahon (draft)
- WH/COPS Hood )

B  
B

*W Hood*  
RAFORD W. HERBERT  
AC/WH/D

*W J Kaufman*  
W. J. KAUFMAN  
C/WH/1

6  
4  
3  
2  
1

5  
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2  
1

RELEASING OFFICER **COORDINATING OFFICERS** **S E C R E T** AUTHENTICATING OFFICER

*dl*

REPRODUCTION OTHER THAN THE ISSUING OFFICE IS PROHIBITED.

Copy No.

CLASSIFIED MESSAGE

TOTAL COPIES: **22**

RI  COPY  DUMMY

REPRODUCTION PROHIBITED

<b>49</b>	<b>SECRET</b>				
FROM	PERSON/UNIT NOTIFIED	1	5		
MEXICO CITY		2	6		
ACTION	ADVANCE COPY	3	7		
AMIP	<input type="checkbox"/> ISSUED <input type="checkbox"/> SLOTTED <input type="checkbox"/> TUBED	4	8		
INFO	UNIT		TIME		BY

VR, FILE, SR 7, CI, CIOPS, GILIC 2, TSDG, E

SECRET 202340Z  
 DIR CITE MEXI 1307  
 LIEMPT REDCOAT

20 Oct 54 093996

1. LIMITED HOUSE BUILT 1916 HAS BEEN STEADILY DETERIORATING. RECENTLY PART OF DECORATIVE CORNICE CONCEALING CAMERA CAVITY CRUMBLLED. EXTERIOR BADLY IN NEED OF REPAIRS.
2. GIVEN APPARENT RECENT SOV INTEREST IN PROBABLE PHOTO COVERAGE<sup>E</sup> OF EMB, IMMINENCE OF APPEARANCE WARREN COMMISSION ANNEXES AND ABOVE CONSIDERATION, MEXI ASKED LIMOUSINE AND HIS ARCHITECT TO INSPECT HOUSE WITH VIEW TO VARIOUS SOLUTIONS. FOLLOWING FACTS EMERGED:
  - A. PROPERTY PURCHASED 1955 FOR 145,000 PESOS, COMPRISING 215 SQUARE METERS.
  - B. SIMILAR PROPERTY IN NEIGHBORHOOD NOW GOING FOR 1500 TO 2000 PESOS PER METER, GIVING LIMITED CONSERVATIVE MARKET VALUE OF 325,000 PESOS.
  - C. LOCATION IDEAL FOR CONSTRUCTION OF SMALL STORE WITH TWO APARTMENTS ABOVE. PROBABLE RENT FOR STORE BETWEEN 4000 AND 5000 PESOS AND TWO BEDROOM APARTMENT ABOUT 1000 PESOS.
  - D. BASED ON AVERAGE CONSTRUCTION COSTS FOR COMMERCIAL PROPERTY (ABOUT 1000 PESOS METER), DEDUCTING SPACE REQUIRED FOR GARAGE FOR

SECRET

*Limousine*  
 L. M. I. T. E. D.

CLASSIFIED MESSAGE

SECRET

IN 96936 PAGE 2

EACH OF TWO APARTMENTS AND ADDING TOPSIDE CONSTRUCTION FOR LAUNDRY AND  
 GID'S QUARTERS, ABOUT 600 SQUARE METERS OF CONSTRUCTION NEEDED.  
 INCLUDING DEMOLITION PRESENT BUILDING (ABOUT 18,000 PESOS) LIMOUSINE  
 BELIEVES COULD DO JOB FOR ABOUT 50,000 DOLLARS. THIS WOULD BE AT  
 COST PLUS 10 PERCENT AND NOT INCLUDING OVERTIME.

E. USING OWN WORKMEN L BELIEVES CAN DO JOB TO OUR SPECIFICATIONS  
 WITHIN 4 MONTHS OF START.

F. IF LIMOUSINE WERE DOING THIS HIMSELF AS COMMERCIAL PROPOSITION,  
 HE WOULD BUY LOTS ON EITHER SIDE OF LIMITED AND PUT UP SUPERMARKET  
 OPERATION.

3. TIMING NOW RIGHT FOR SUCH MOVE. AGE AND CONDITION OF BUILDING  
 MILITATES AGAINST MERE SUPERFICIAL REPAIR. WITH ALMOST CERTAIN GROSS  
 ANNUAL INCOME OF ABOUT 8,000 DOLLARS PER YEAR INCLUDING RENT FROM  
 LIEMPTY, SEEMS LIKE FAVORABLE PROPOSITION.

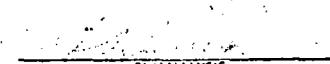
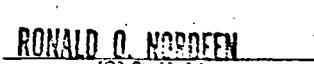
4. STATION WOULD LIKE IN PRINCIPLE OKAY TO PROCEED. ON RECEIPT  
 WOULD DIRECT LIMOUSINE BEGIN DEMOLITION AND HAVE ARCHITECT DRAW UP  
 PLANS. WOULD HQ NEED OKAY PLANS BEFORE BEGINNING CONSTRUCTION?  
 IF SO, HOW LONG WOULD APPROVAL LIKELY TAKE?

5. IF APPROVED REQUEST HQ INCREASE OOA OR LIEMPTY BY ABOUT 55,000  
 TO ALLOW FOR MISCELLANEOUS ATTENDANT COSTS PLUS SOME FLEXIBILITY VIS  
 A VIS LIMOUSINE ESTIMATE.

SECRET

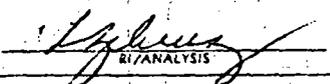
SECRET

SECRET  
(When Filled In)

CASE FILE REQUEST				
TO: RI/ANALYSIS SECTION			DATE: 11 Dec 56	
FROM: (Requester Name) Charlotte Wehrman		COMPONENT	BUILDING	ROOM NO. TELEPHONE
1. CASE TITLE LINSBY/ASHTED		2. ACTION REQUESTED		
		<input checked="" type="checkbox"/> OPEN FILE AS INDICATED.		
		<input type="checkbox"/> AMEND FILE AS INDICATED.		
		<input type="checkbox"/> CLOSE FILE		
		<input type="checkbox"/> RESTRICT FILE TO (DESK): Mexico		
3. COUNTRY AND NUMBER Mexico 50	4. CATEGORY AND NUMBER Operational 5-700	<input type="checkbox"/> PERMANENT CHARGEOUT TO (DESK):		
		<input type="checkbox"/> PREPARE FILE FOLDERS AND SEND TO REQUESTER.		
5. COMMENTS: (Include brief description of file or project)				
Technical basehouse				
LINSBY used to fall under the LINSBY Project have RI file number 50-6-26/5				
6. FOR RI USE ONLY				
<div style="border: 1px solid black; padding: 5px; width: fit-content;"> <p>1. PROJECT NO.</p> <p>2. FILE NO.</p> <p>3. FILED</p> <p>4. INDEXED</p> <p>5. SERIALIZED</p> <p>6. FILED</p> </div>				
7. ENDORSEMENT		8. APPROVAL		
THIS REQUEST SATISFIES RECORDS REQUIREMENTS.		REQUEST APPROVED		
 RI/ANALYSIS		 RONALD O. NORDEEN FOR CHIEF, RI		
EFFECTIVE DATE		RI CASE TITLE NUMBER		
		N.S.		

INFORMATION COPY

SECRET  
(When Filled In)

CASE FILE REQUEST													
TO: RI/ANALYSIS SECTION				DATE: 17 Dec 58									
FROM: (Requester Name) Charlotte Zehrung		COMPONENT WH	BUILDING Barton	ROOM NO. 2120	TELEPHONE 2758								
1. CASE TITLE  EMPTY/LIMITED		4. ACTION REQUESTED											
		<input checked="" type="checkbox"/> OPEN FILE AS INDICATED.											
		<input type="checkbox"/> AMEND FILE AS INDICATED.											
		<input type="checkbox"/> CLOSE FILE											
		<input checked="" type="checkbox"/> RESTRICT FILE TO (DESK). WH/III/Mexico											
2. COUNTRY AND NUMBER Mexico 50	3. CATEGORY AND NUMBER Operational 6-746	<input checked="" type="checkbox"/> PERMANENT CHARGEOUT TO (DESK). WH/III/Mexico											
		<input type="checkbox"/> PREPARE FILE FOLDERS AND SEND TO REQUESTER.											
5. COMMENTS: (Include brief description of file or project)													
technical basehouse													
LIMITED used to fall under the LIPSTICK Project and used to have RI file number 50-6-25/9													
6. FOR RI USE ONLY													
<table border="1"> <tr> <td>1. PROJECT NUMBER</td> <td></td> </tr> <tr> <td>2. FILE NUMBER</td> <td></td> </tr> <tr> <td colspan="2" style="text-align: center;"> <b>MEX RECORD COPY</b>  <b>RECORD</b>            WH/III/M         </td> </tr> <tr> <td>3. RI NUMBER</td> <td></td> </tr> </table>						1. PROJECT NUMBER		2. FILE NUMBER		<b>MEX RECORD COPY</b> <b>RECORD</b> WH/III/M		3. RI NUMBER	
1. PROJECT NUMBER													
2. FILE NUMBER													
<b>MEX RECORD COPY</b> <b>RECORD</b> WH/III/M													
3. RI NUMBER													
7. ENDORSEMENT THIS REQUEST SATISFIES RECORDS REQUIREMENTS.			8. APPROVAL REQUEST APPROVED										
 RI/ANALYSIS			<b>RONALD O. NORDEEN</b> FOR CHIEF, RI										
EFFECTIVE DATE 29 Dec 1958			RI CASE TITLE NUMBER 50 6 74/5 N.S.										