

**KNIGHT
RIDDER**

Knight-Ridder, Inc.
Washington Bureau
700 National Press Building
Washington, DC 20045



May 14

John,

*Here is one packet
of documents.*

*I will send more
soon.*

*Best regards,
Mark*

May 5, 1987
Morning Session

EMBARGOED DOCUMENTS

Each statement or document contained in this packet is individually embargoed. There should be no wire transmission or reporting of any kind on any statement or document until it is cited during the hearings.

Lance Morgan
Press Officer

#1
~~TOP SECRET~~

~~TOP SECRET~~

*From Second
To [unclear]*

Copp: 3/3/86 1730

NHAO and Fosmier at it again. They tell Gadd he cannot refuel in country. The clearances only for _____ and nowhere else. Further, fuel is Gadd's problem not theirs. Its time we put a stop to this pettifoging and idiocy. Surely Abrams can cure this problem. I assure you I could in a few hours if I were in the bureaucracy. The bottomline is that a few fools are burning up all our time and effectively aiding the enemy. Sorry to burden you again, but I think we need to attack these guys and get it over. BT

4 May 87

~~TOP SECRET~~

~~TOP SECRET~~

2139

~~TOP SECRET~~

~~TOP SECRET~~

To New York
from secret

Code: 3/6/86 1220

Ref my earlier message on [redacted] and blow pipes. [redacted]
 reports yesterday that [redacted] latest effort
 failed. This because he told [redacted] USG was behind him
 and he sent a letter to [redacted] asserting this.
 Letter was signed by a private citizen and it turned [redacted]
 off. [redacted] will be [redacted] in three days. Meanwhile, he needs
 your support as requested in my earlier message.

Also request you return Mr. Synott's call to you -- he is Short
 Bros rep in Washington (293-7371). If possible, we need to tell
 them that U.S. supports transfer of small number of BPS to
 contras. BT

4 May 87
 [Faint stamp text]

~~TOP SECRET~~

~~TOP SECRET~~

2137
211

#5

From Service
to North

~~TOP SECRET~~

[Handwritten signature]

Copp: 3/27/86 1130

Part 1: 271555Z Mar 86. L-100 is returning to MIA fm
 Apparently, Rob and you are trying to work up clean out of
 but L-100 must come home. Toom many cooks in this
 broth and Gadd and Sat very unhappy. Ralph talked to Romano at
 or -- not sure which -- yesterday at 1400L.
 Romano said FDN totally unaware of any agreement to send anything
 to Blackies troops. FDN needs all its stuff for itself. This
 whole mess is result of incompetence on CIA part or worse.
 so. ques to express surprise. Meanwhile, my ability to sell
 this type MSN continues to erode because of lack of
 professionalism. This cannot be totally attributed to recent
 combat since claims deal was put together long ago.

2133
12/1/86
102

4 May 87

[Faint stamp]

BT

From North

FM Goode

UNCLASSIFIED

#0

~~(TOP SECRET)~~

The unit to which we wanted to drop in the southern quadrant of Nicaragua is in desperate need of ordnance resupply. We had planned to do a material drop from the supplies we are bringing into [redacted] but the units - headed by

[redacted] cannot wait. Have therefore developed an alternative plan which [redacted] has been briefed on and in which he concurs.

The L-100 which flies from [redacted] to Ilopango on Wednesday should terminate it's NHAO mission on arrival at Ilopango. At that point it should load the supplies at [redacted] which - theoretically is assembling today at [redacted] - and take them to [redacted]

These items should then be transloaded to the C-123 after being properly rigged. On any night between Wednesday, Apr 9, and Friday, Apr 11 these supplies should be dropped by the C-123 in the vicinity of [redacted]

The A/C shd penetrate Nicaragua across the Atlantic Coast south of [redacted] Call signs freqs and zone marking light diagram to be provided to Ralph at [redacted] by the new UNO Sur operator we are taking care of. Hope we can make this happen the right way this time. If we are ever going to take the pressure off the northern front we have got to get this drop in - quickly. Please make sure that this is retransmitted via this channel to [redacted] Ralph, Sat and Steele. Owen already briefed and prepared to go w/ the L-100 out of [redacted] if this will help. Please advise soonest.

Warm regards,

Goode

BT

4 May 87

~~SECRET~~ TO Goode

~~SECRET~~

*Transcribed
To North*

COPY: 4/9/86 0945

091435Z Apr 86. Ralph reports all coordination now complete at
for drop -- has provided necessary inputs.
of course, still does not have data necessary for professional
intelligence brief. has become big problem asserting
that the warehouse is FDN property, everything must be cleared
through him and does not recognize UNO -- only FDN. Ralph, Max,
and I have given him msg of mercy. They may cust him
today. BT

Excluded from automatic downgrading and
declassification on 4 May 87
by 7. H. [unclear] National Security Council

~~SECRET~~

~~SECRET~~

126/1

~~TOP SECRET~~

*From Search
To North*

**TOP SECRET
UNCLASSIFIED**

COOP: 4/9/86 1745

092215Z Apr 86.

1. L-100 still not at 1715 EST. C-123K and L-100 special drop crew in place at and are prepared to make drop yet tonight, if miracle occurs and L-100 makes it into () in next few hours with chutes, rigging, and ordinance as well as good in-commission status. C-123K is ready and mission capable. Ralph is in good contact with me via KL-43.

2. also in contact with Ralph via KL-43 and is passing current intelligence for drop crew.

3. Ralph reports they have solved problem -- don't know whether they shot him, paid him, ejected him or what.

4. Mr. Moses fixed good recorder on my phone for when he ever calls again. Allah Akbar. Dick. BT

if and

*FDW
official*

2000
 Apr 9-1986. Confirmed arrival
 confirming one
 From 11 Apr 86

of L-100 w/ load of
 Knives
 Compresses
 Bombs ready
 to chute

7.62 x 51
 7.62 x 39
 7.62 LMG
 M79 ammo
 RPG 7 rds
 M963
 RPG 7 launcher
 M79 launcher
 G-3 launcher
 frags

~~TOP SECRET~~

TOP SECRET

Processed by [unclear] on 4 May 87
 under provisions of [unclear]
 by [unclear]

JO RKLPH

UNCLASSIFIED

~~SECRET~~

from
reducing

101515EST APR86

Part 1. Need EUC on letterhead as follows...
Certification de Destino final. Address to Lake Resources, Inc.,
P.O. Box 7284, Panama, Rep of Panama. Suggested text is...

requires 30 man-portable, surface-to-air
missile systems of the British blow pipe type. These systems
are for the exclusive use of the [redacted] and for
defensive purposes. This systems should be shipped to [redacted]

Signed by [redacted] official, letter
should be stamped with official seal if available.

Part 2. Good luck tonite.

Regards

BT

4 May 87

~~SECRET~~
SECRET
UNCLASSIFIED

*Secret to
North*

COPIES: 4/10/86 1500

101945Z Apr 86.

Part 1. We seem ready for tonights MSN. [redacted] has provided necessary data to Ralph through this link. Final briefing for crew at 2100 EST with take-off at 2330 EST tonight. FYI: Steele continues to worry me a bit. He questions whether or not we have clearance for [redacted] overflight and has also advised he would not let [redacted] provide us with any M-79 launchers which have been MAP provided. [redacted] overflight is, by definition black and a few M-79s should not bother him if he is not a party to the deal.

Part 2. No deposits of any kind today. So much for earlier reports. Rgds, Dick. BT

4 May 87

~~SECRET~~
SECRET

*NIC
12/1*

~~SECRET~~
SECRET

#10

~~SECRET~~
Copp: 4/10/86 1545

*second
to North*

102030Z Apr 86.

Part 1. Further to my earlier msg (101945Z Apr 86), Steele must have known my concerns. Ralph reports Steele has fully briefed Ambassador on our ops. Fortunately, Ralph says Ambassador very supportive including drops such as we have tonight.

Part 2. Ralph states that [redacted] has [redacted] under control regards warehouse, equipment, etc. [redacted] sees no further problems with [redacted]

Part 3. Have procured 90 55 gallon drums for av gas and will move fuel to west between next Tuesday and Thursday via C-123K.

Part 4. In a few days, we will have a supply of sealed drums for water drops to Indians. Will make practice drop [redacted] next week to proof kit the system. Things are looking up in the air arm. Rgds, Dick. BT

Excluded from automatic downgrading and
declassification on 4 May 87
under provisions of E.O. 13526
by P. Hoyer, National Security Council

~~SECRET~~
UNSECRET

*Nize
12/1/86*

~~TOP SECRET~~

Send to work

UNTOP SECRETED

Copp: 4/11/86 0915

111400Z Apr 86. L-100 drop MSN failed last night. MSN launched on time and overflow DZ area successfully, but did not sight DZ lite pattern. Will not have full report from pilot for another hour or so. Ralph coordinating with JOE for try tonight. Meanwhile, I need urgently to know whether or not [redacted] noted any reaction to our penetration. Will advise re pilots full report ASAP. Rgds, Dick. BT

Yalley 87

~~TOP SECRET~~

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MIC

~~SECRET~~

~~SECRET~~

Secret to north

Cops: 4/16/86 1430

161835Z Apr 86.

1. C-140, code named Beatrice, ready for ops. If we are to go on Friday, Ralph needs to alert and If it is no go, I need to stand Ralph down -- he is currently at
2. Fuel drums gonig to west by C-123K on Monday.
3. Caribou No. 2 ready for deployment on Friday. We now should make plans for sustained use of the fleet. Ralph has no pending requests from pps seem less than rewarding at this point.
4. 650K received today as reported by the banker.
5. Olmstead ready to go this weekend.
6. No calls from Adam today, assume you talked to him last night. Rgds, Dick BT

4/16/86
Under provisions of E.O. 12958
by P. Enser, National Security Council

~~SECRET~~

~~SECRET~~

101

~~TOP SECRET~~
~~UNCLASSIFIED~~

#15

~~SECRET~~

second to north

Cops: 4/18/86

181625Z Apr 86.

1. C-140 set for trip to _____ tomorrow evening. We need to set departure time. FYI: The bird can go non-stop to ETO- ~~SSSS~~ [REDACTED]
2. Tom looking for ship captain today, will advise results.
3. Omstead due in my office in a few minutes.
4. Abe has heard of Cyrus Hashemi but does not know him. Abe says he heard about the guy and fact that FBI has been looking for him for quite a while. FYI: This may be son of former Savak General Hashemi who still operates as a deal maker in London and is reported to have strong ties -- some say control over Gorba.

Dick. BT

[Handwritten signature]

Excluded from automatic downgrading and
declassification on 4 May 87
under provisions of E.O. 12958
by [illegible]

~~SECRET~~

TOP SECRET

1.

~~SECRET~~
SECRET

#10

~~SECRET~~

Second to North

Copp: 4/21/86 1635

212045Z Apr 86.

1. I talked to Adam this a.m. He quite pessimistic re Gorba/ cabal. He know time is nearly over. I agreed to transfer 185K to his acct Tuesday to satisfy IAF bill -- there is still the matter of about 25K in cash to be resolved. IAF total bill is 250K -- a real rip off.

2. Standing by for info on ship procurement, go or no go. I have Tom in the linemans crouch.

3. Current obligations over next few weeks nearly wipe us out except for CD. Big ticket items are 822K plus 185K to Adam, D. Walker 110K, 57K to Sat for drop to Blacky, 200K insurance fund, O and A 600K, 100K to defex-balance of 9 Apr 707 shipment. Bottomline is that ship buy plus BP buy can be accomplished only by using CD funds. Ship costs of course can be recovered.

4. Now that we have Euc, much more confident and says we should get pricing tomorrow. If you find work, send money.

Rgds, Dick. BT

May 87
Issued by Special Agent in Charge
under provisions of Executive Order
By D. Egan, Director, FBI

~~SECRET~~

SECRET

11

SECRET

CODE: 4/28/86 1035

#17

*Second
to month*

John is the

281515Z Apr 86.

1. Olmstead here in office and is meeting with Grant at 1400 today. ~~Abe~~ ^{Hahn} still in Copenhagen with our lawyer finalizing purchase of ship. Deal has been made after three days of negotiations. The Danish captain is up and eager for the mission -- he now works for us. We are asking Grant for firm fixed price contract of \$1.2M for six months. He will probably balk at this price since he wants to go month to month, but we have to self insure a vessel worth over 400K and a three-man crew. Our rough guess is that our monthly operating costs will be 50K -- the average charge per month for a vessel of this type is 150K. Therefore, we are asking 50K per month for risk.

Tom is in London

2. Tom is in London now trying to get on road to complete BP deal.



4 May 87

4. Where do we stand with Adam?

5. No new deposits. Rgds. Dick. BT

6. ~~WANT TO GET~~ ^{WANT TO GET} CODES & PHONEY TO

★

SECRET

7.1

~~SECRET~~

UNCLASSIFIED

7/8

N 841

Send to north

Copp: 16/12/86 1030

12:41CZ June 86.

1. All aircraft out of mud and back Half of
munitions load also back and remainder will be picked
up by Caribou today.

2. We are now removing heater system from C-123 1200 lbs. and
can make the air drop with a reduced load on a non-stop basis.
Joe needs to be informed but we don't know where he is.

3. Runway at west is draining OK but water table rises during
heavy rains and several soft spots develop as a result. There
was no way to forecast this problem. After putting heavy
aircraft onto the field, the engineers now have better
understanding. Fact is the field will have limited utility
during heavy rains. It can still be used as divert base since
highest 3,000 ft. is useable even during worst conditions.

4. Most important thing now is to get the political situation
unscrewed in *Costa Rica* as we discussed. Dick. BT

Deep Terrain - 1000

112+330
=+2430 W.
~~112+330~~ LOCAL
Time

*TELE
COFF
VINT
KL-43*

Newman Laboratory

Arizona

4 MAY 87

*Flora Hill
Library -*

~~SECRET~~

SECRET

11

UNCLASSIFIED
draft

To ?
From

~~SECRET~~

211430MAY 86 0

Our understanding CIA, Steel and possibly Amb have had Long meeting over last two days. Results thus far. [redacted] can no longer speak to anyone, include Ralph, on operational matters. CIA says there will be one operator/controller sent here from Uno who will direct all operations. Once he is here, [redacted] must turn in his 43, we don't know about Steel's. In [redacted] conversation with Ralph last night, he said we will be his only means of support, none will come from [redacted]

Do not know yet what Steel's role will be in future. Evidently CIA has done much discussing with Washington lawyers on this and are concerned with their legal status in this program. Know you have same concern for our position but can work out with Good.

MAY 86
[Faint stamp and illegible text]

~~SECRET~~

date?

#20

UNCLASSIFIED

WAS COMMENT MADE
 OUT OF [REDACTED] IF WE
 AMONG MY ENEMIES WHO VIEW ME
 CONTRAS. MILLIONS FROM THE
 ARTIN, CARL JENNING, MAX
 AND HOST OF OTHERS WILL
 IMMEDIATELY IN AND MORE BAD PRESS
 UDALL AND THE OTEER COMPANIES
 ARE PERFECTLY LEGAL IN THEIR ACTIVITIES
 AND I WILL MAKE THIS A MAJOR ISSUE IF
 AMBASSADOR AND STEELE DO NOT RECTIFY
 MATTER. I WILL NOT PERMIT
 MAX TO TEAR US UP. 2. THIS IS NO SMALL
 MATTER. WE MUST OPERATE AS THOUGH WE
 HAVE SOME SENSE. DICK BT.

4 May 87

UNCLAS

Pro Dutton

SAT 17 SEP: 11:00 AM. PLAN OF DAY. WILL
 SEND 1/2 C-123 SOUTH WI 10K LB. WILL IN TO
 LOAD 10K LB MUNITION ON OTHER C-123 AND
 DELIVER TO [REDACTED] TODAY FOR THEM TO
 TUE. TOMORROW 1 C-123 WILL GO SOUTH WI
 WE PRESENTLY IN WAREHOUSE WHILE OTHER
 C-123 TAKES 10K LB TO [REDACTED] TUES WILL
 PUT 2 BURLS ON 2 C-123. TAKE [REDACTED] AND
 OFFLOAD. WILL THEN LOAD BOTH A/C WITH
 BUILT-UP LOADS AND FLY 2-SHIP TO
 NORTHERN TROOPS AND GET TO [REDACTED] CAN
 COMPLETE MSN WI 2/HR RESERVE. WILL START
 WORKING ON SUPPORT FOR OTHER SOUTHERN
 FORCES. RALPH CAN HELP GET PARACHUTE
 SUPPORT FROM [REDACTED] UNFORTUNATELY LOOKS
 LIKE WE NEED 500 CHUTES TO CLEAR
 WAREHOUSE. EVERYTHING WE CAN DELIVER TO
 THEM TO RIG SAVED US. 2.T.3.
 PL SEND FAWN. END OF PLAN. FOR BLUEBIRD
 SAT EVE REPORT-FLEW ALL 3 A/C TODAY.
 COOPER AND I DELIVERED 10K OF GRENADES
 FOR RIGGING. WILL TAKE 10K OF
 MORTARS TOMORROW. MET [REDACTED] TODAY.
 HE ESPECIALLY HAPPY WI US NOW SINCE HE
 BELLIED FOR DC-3 IN FRI. 50 MI W.
 HE'S OK. OTHER C-123 DELIVERED 10K
 WK D.3. BUT GOT LUCKY.
 HAVE PHOTO PROOF OF LOAD IN CENTER OF
 DZ. C-2 DELIVERED 15K
 FORWARD BASE TODAY. WILL CONFIRM WITH
 RALPH WHO GETS LOAD TOMORROW. SUN EVE.
 REPORT. FLEW 2 C-123 TODAY. OTHER A/C OK
 BUT NO WORK. COOP AND I PUT ANOTHER 10K
 17K RIGGED AND READY FOR US TO
 TAKE OUT OF THERE TO NORTH. NO. 2 C-123
 DROPPED 10K ON DZ NO. 12.
 POSITIVE ID OF DZ. PHOTO PROOF. HAVE NOW
 DELIVERED [REDACTED] IN 2 DAYS. TAKING TOMORROW
 OFF.
 [REDACTED] RALPH COMING TOMORROW WI FUEL
 MONEY. APPROX 20K NEEDED. WILL ADVISE
 PLAN FOR WEEK TUES. I RTB APPROX THURS.
 [REDACTED] C-123 NOW ARMED WI MK-21/7.62 MACHINE
 GUN ON AFT RAMP. BRING ON MI-24. FFS.
 SEND FAWN-CAN. T CONTINUE ON MILK AND
 COOKIES. PRDS BOB.

4 May 67

From Dallas

#2

UNCLAS

Sept
Send to Ccpl

1. ANY WORD FROM RALPH
 2. LIST OF ITEMS CROSSED
 3. WHAT HE NEEDED BUT NOT WHAT
 WE HAVE DELIVERED. 3. HAVE NOT RECEIVED
 4. PAY STATEMENT FROM DAN YET.
 5. SEND IT TODAY. YOU MAY WANT
 TO CALL HIM AND BE SURE I GET IT ASAP.
 6. THE COPIES OF THE MISSION REPORTS.
 7. HAVE JOHN SEND ME A C7 OF THE LAST
 TRIP REPORT ON THE MACHINE. OUR
 ..BOSSSES ARE GETTING BRIEFINGS USING OUR
 MATERIALS. I HOPE TO HAVE THE
 OPPORTUNITY TO GIVE SOME OF THE
 BRIEFINGS MYSELF SOON. I'VE DONE A LOT
 OF BRAGGING ON WHAT YOU GUYS HAVE
 ACCOMPLISHED. SO KEEP GIVING ME THINGS
 TO BRAG ABOUT BUT FLY SAFE. BOB BT.

4 May 67

UNCLASSIFIED

17 ~~From Bob Earl~~
131300Z AUG. 1. CONDUCT EMERGENCY
RECALL IMMEDIATELY. BRING THE
MAINTENANCE AND AIRCREWS OUT OF THERE
QUIETLY, BUT QUICKLY. LEAVE ALL THE
EQUIPMENT, INCLUDING AIRPLANES. BRING
BACK ONLY PERSONAL EQUIP. 2. DESTROY
REGISTRATION PLATES ON A/C IF POSSIBLE.
BUT DON'T DAMAGE THE A/C. 3. AT
BOB. BACON. AND OLMSTEAD SHOULD
GET TOGETHER. THE AIRFIELD REVERTS TO
BACON'S CONTROL. 4. STEELE IS
RECONSIDERING MEETING W/ YOU AND MAY
CALL YOU. 5. IF HE HELPS PERHAPS THIS
THING CAN BE PATCHED BACK TOGETHER FOR
THE TRANSITION. BUT FOR THE MOMENT THE
PEOPLE MUST BE GOTTEN OUT OF THERE. BT

~~SECRET~~ Dick to Earl

131345Z AUG 66 1. THERE IS MORE THAN 1
MILLION DOLLARS WORTH OF EQUIPMENT, SPARES,
LOCATED AT [redacted] I PRESUME YOUR MSG
RESULTS FROM TELECON WITH OLLIE. IF SO
I MUST REMIND YOU THAT THESE ASSETS ARE
OWNED BY UGALL RESEARCH CORP AND THERE
IS NO INTENTION OF ABANDONING THEM. 2. I
INSIST ON IMMEDIATE MEETING BETWEEN BOB
AND STEELE OR I WILL SEEK OUT THE
AMBASSADOR AND RESOLVE THE ISSUE. DICK

~~SECRET~~ From Bob Earl

1 ~~From Bob Earl~~
1. MY READING IS IT RESULTS FROM YOUR
REPORT LAST NIGHT THAT JOE AND [redacted] HAD
BEEN DIRECTED HANDS OFF BY DCI. COMBINED
WITH MY REPORT THAT JIM DIDN'T WANT TO
MEET WITH YOU, SUPPOSEDLY AT DIRECTION
OF THE AMBASSADOR. 2. THE THREAT OF A
LAW SUIT AGAINST [BUSTIC] FOR AIR PIRACY
HAS APPARENTLY REALLY POISONED THE
ATMOSPHERE FOR JIM AND FOR THE
AMBASSADOR ABOUT THE GOOD INTENTIONS OF
THE COMPANY. BT

4 May 67

00315

UNCLASSIFIED

from Dalton
Who's your boss?
Sent to [unclear]
Steele?

081500ZDAUG68 FRM MC ALLISTER.. HAVE
JUST COMPLETED LONG DISTANCE DISCUSSION
WI OWNERS AND HAVE CONVINCED THEM TO
LEAVE C-123 AT YOUR LOCATION AS THERE
MAY BE MORE WORK THAN EXPECTED
ESPECIALLY IF WE HAVE TO FIX THE NO. 1
C-7. IT IS EVERYONES INTENT TO CONTINUE
SUPPORT FOR THE EFFORT. MAX IS CENTRAL
PROBLEM. HE CLAIMS A/C ARE CONTRA NOT
INDEFENDENT COMPANYS. MAX CLAIMS WE ARE
TRYING TO CUT AND RUN WITH CONTRA A/C.
THIS IS NOT TRUE. WE ARE NOT RUNNING
AND A/C TITLED TO COMPANY OWNED IN
PANAMA--NOT CONTRAS. MAX IS TRYING TO
BLACKMAIL US BY THREATENING THAT GENERAL
BUSTILLO WILL REVEAL THE OFFEATION, WILL
CHARGE 500.000 DOLLARS LANDING FEES.ETC.
MAX HAS BEEN AND CONTINUES TO BE BIG
SECURITY THREAT. WE MUST BE VERY SMART
ABOUT OUR PROCEDURES.

SURE PRESS

AND OTHERS WILL BE WATCHING AND WE DONT
WISH TO EXPOSE NON USG EFFORTS. I AM
TOLD YOU AND AMBASSADOR WILL BE HERE.
--SH D.C.. MONDAY. I WILL BE GLAD TO
MEET YOU ON ARRIVAL OR AT ANY TIME AFTER
FOR DISCUSSIONS. IF I CAN ASSEST WITH
RESERVATIONS ETC. PLEASE ADVISE. BOB BT.

Handwritten signature

4 MAY 87

00351

32

to Goode
SO ONE
KNOWS
EXACTLY WHAT
BOB SAID

UNCLASSIFIED

114152AUG66 RECEIVED NEW GUIDANCE
THROUGH GOODE FROM HIS BOSS. WE ARE TO
STAY IN FULL OPERATION SUPPORTING THE
DROPS UNTIL 1 OCT. AT THAT TIME NSC
SAYS THAT

~~As this
is not
a
Goode~~

DONT WANT OUR ASSETS TO REMAIN
IN THE AREA AND CONFUSE THE ISSUE. AT
WHICH TIME WE WILL TOTALLY WITHDRAW AND
EITHER DISPOSE OF THE ASSETS OR SEND
THEM ELSEWHERE. THIS IS CURRENT PLAN
ONLY TO BE CHANGED BY THE NEXT PLAN. BOB
BT.

~~Appears to
indicate show
the Boss was
a Guiding project~~

from Dutton

4/14/67

00335

May 5, 1987
Morning Session

EMBARGOED DOCUMENTS

Each statement or document contained in this packet is individually embargoed. There should be no wire transmission or reporting of any kind on any statement or document until it is cited during the hearings.

Lance Morgan
Press Officer

#4K

SECRET

THE WHITE HOUSE
WASHINGTON

November 19, 1985 N 10962

Dear Major General Secord:

Your discrete assistance is again required in support of our national interests. At the earliest opportunity, please proceed to [redacted] and other locations as necessary in order to arrange for the transfer of sensitive materiel being shipped from Israel.

As in the past, you should exercise great caution that this activity does not become public knowledge. You should ensure that only those whose discretion is guaranteed are involved.

Sincerely,

Robert C. McFar

Exempt from automatic declassification on 4 May 87
under provisions of E.O. 13526
by R. Roger, National Security Council

Major General Richard Secord
6502 Anna Maria Court
McLean, VA 22101

EXHIBIT
1

As of April 9, 1985

FDN Expenditures and Outlays
July 1984 through February 1985

<u>Quantity</u>	<u>Item</u>	<u>Cost</u>
<u>Independent Acquisition</u>		
	G-3 rifles	
	Magazines	
	Rounds 7.62 x 51	
	Rounds 7.62 x 51	
	Hand grenades	
<u>Airlift #1 - February 1985</u>		
	81mm grenades	\$
	60mm grenades	
	50 cal API	
	Rounds 7.62 x 39	
	Rounds 7.62 x 51	
	Freight, Demurrage, Ins., etc.	
<u>Airlift #2 - March 1985</u>		
750,000	Rounds 7.62 x 39	\$ 210,000
1,000	RPG-7 grenades	265,000
8,910	Hand grenades	84,645
60	60mm mortars	96,000
1,472 Kgs	C-4	47,104
	Fuses and detonators	
	G-3 rifles	
	G-3 magazines	
	Cleaning kits	
	60mm grenades	
	50 cal links	
	Freight, Demurrage, Ins., etc.	
<u>Sealift #1 - April Arrival</u>		
	RPG-7 rockets	\$
	Rounds 7.62 x 39	
	Rounds 7.62 x 51	
	Belts for 7.62 x 39	
	SA-7 launchers	
	SA-7 rockets	
	M-79 grenades	
	Freight, Ins., and other exp	
	M-79 grenades	



~~SECRET~~

UNCLASSIFIED

1141

101515Z SEPT86.

1. Go ahead and use both C123's until surge is well under way. Pls tell everyone that I must return to MIA asap for maintenance.
2. Dry runs not getting us out of business. This is force feed op. don't go again unless we can drop without contact. In this regard you must establish commo with JOE. Try thru Steele. Goode thought you were already in contact with Steele and questions why we were unable to call off last nite's msn.
3. Goode's number is out--395-5887 works.

Rgds,

Blue Bird.

BT

Secord code
name

calls to North's number at 393-5887
begin Sept 10, with a
5 min and 9 sec commo
from the Haseferline

Four other calls
to 393-5887

Two were made Sept 11
+ one Sept 12

4 May 87...

SECRET

5/10/86 1730 HOURS.

Costa Rican security forces raided Plantation yesterday and impounded 17 drums of gas. Rumors of apprehension for questioning denied late last night. One raiding official who claims saw facilities for 100 men at site arrested

he will break down and blame me and by consequence U.S. Embassy. Joe decided to have me spend night at his home and send me to airport to catch first flight out hoping my name was not yet on stop list. Obvious surveillance spotted last night at my hotel as Joe and I left. Don't know if hotel security or government official. Possibility of news leak 50 percent, but situation too confusing to predict anything. I am in possession of 2 other D2 coords and everything arranged between Joe and me to continue drops without disruptions regardless of situation. Joe coming to Miami on Friday but still I will be able to relay messages to and from [redacted] and [redacted] job from Miami. Alert Ollie Pres. Arias will attend Reagan's dinner in New York Sept. 22nd. Boy needs to be straightened out by heavy weights.

BT

4 May 87

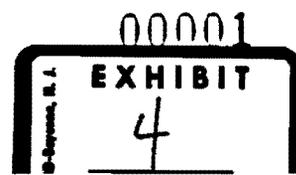
FDN Expenditures and Outlays
July 1984 through February 1985 (Cont'd...)

<u>Quantity</u>	<u>Item</u>	<u>Cost</u>
<u>Sealift #2 - May Arrival</u>		
	Rounds 7.62 x 39	
	Rounds 7.62 x 51	
	Rounds linked 7.62 x 51	
	Hand grenades	
	M-79 grenades	
	60mm grenades	
	81mm grenades	
	82mm grenades	
	RPG-7 rockets	
	Claymore mines	
	50 cal API	
	12.7 ammo	
	57mm recoilless rifles	
	57mm ammo	
	Anti-tank mines	
	G-3 rifles	
	G-3 cleaning kits	
	AK rifles	
	G-3 magazines	
	AK magazines	
	Swedish K magazines	
	HK-21 machine guns	
	RPG-7 launchers	
	M-79 launchers	
	9mm pistols	
	AK-39 links or belts	
	C-4	
	Fuses and detonators	
		
	Deposit paid	
	Estimated cost	

Miscellaneous Expenses Since July 1984

Uniforms
 Boots
 Radio and comm equip
 Air and ground transp
 Military gear
 Aid to southern front
 Aid to Misuras
 Food, family asst,
 upkeep of base
 camps, air force
 hospitals, etc.
 Political activity -
 offices in various
 countries and cities,
 travel, p.r.
 Acquisition two
 transp airplanes

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LC
Dutton asked for committee
on this

I GENERAL

II OPERATING LOCATIONS

III KEY PERSONNEL

I GENERAL

Due to recent changes in operational requirements and increased tasking, the "Benefactor Company", hereinafter referred to as B. C. Washington, is taking more direct control of Project Hope and its supporting elements. The following outlines the structure, authorities, and responsibilities of the new organization. We intend to implement the reorganization on July 1, 1986.

II OPERATING LOCATIONS

A. Washington: B. C. Washington will assume operational control of all assets in support of Project Hope. They will establish a separate secure communications facility that will act as the hub of all operational and other sensitive project information. ACE will maintain administrative command and act as the broker with SAT. All contracts and contract payments will be worked through ACE under the policy direction of B. C. Washington.

B. Cincinnati: This military airbase is our primary operational support base. It provides a secure location from which we can operate our aircraft and perform essential maintenance. Within the city, we maintain four houses where we can quarter approximately 18 people. Transportation is provided by four vehicles with drivers. Besides the local telephone, communications are maintained between quarters and the base by mobile radio and between our major operating locations by HF radio.

C. The Farm: This forward operating location (FOL) will provide the launch and recovery site for support missions

being flown in the north central operations. It currently has a very limited maintenance support capability. We will be looking to install a site manager/operations officer to coordinate support requirements and operational requests. We do not see crews operating from here for more than 2 to 3 days at a time.

D. The Plantation (West): This FOL gives us the capability to support central and southern operations. We will eventually install a permanent site manager plus an engineer/commo specialist here. The sensitivity and vulnerability of this site will limit its use and the number of people we assign. While training and actual missions may be launched from here, the prime purpose of the FOL is to provide an alternate refueling or emergency landing site to give us more flexibility in mission planning.

E. Maintenance Support Miami: Due to the continuing requirement to locate, acquire and provide numerous logistic support and maintenance items for our operational assets, we will establish a one-man support element in the Miami area. He is to be responsive to the Maintenance Director and work closely with SAT for procurement and delivery of required items.

III KEY PERSONNEL

A. Manager: The project manager at Cincinnati is the sole focal point for site operation and coordination with B. C. Washington, from whom he will receive all policy and

operational guidance. Either he or the Operations Director will be on station at all times. Specific responsibilities include:

- 1) Be responsible for the operational effectiveness of company assets and personnel assigned to the project.
- 2) Establish and enforce a security system that will ensure communications security and the operational security of our operations.
- 3) Direct the daily and weekly flying and maintenance schedules.
- 4) Provide B. C. Washington a daily maintenance and training status plus planned schedules for the next seven-day period.
- 5) Through the Host Liaison Officer, interface with the host government and in-country U. S. Government organizations on behalf of the company.
- 6) Direct and be prepared to report on support activities for all personnel assigned to the project, whether they be permanent or temporary. This includes quarters, rations, pay, transportation and leave schedules.
- 7) Maintain detailed records of activities and expenditures to provide strict accountability of all company assets and monies. A written report will be provided B. C. Washington on a monthly basis.

B. Host Liaison Officer: This officer provides the Manager the critical link to the host senior officials to coordinate

support and operational matters. He is the projects communication link and negotiator with both the host and in-country U. S. Government officials. He will be part of the secure communications link between B. C. Washington and Project Hope. Specific responsibilities include:

- 1) Maintain a secure communications link with B. C. Washington to provide an alternate means of communicating with the Manager, the host or U. S. Government officials.
- 2) Brief and obtain concurrence from the minimum required host and U. S. officials on current operations that are of specific interest to them.
- 3) Maintain close contact with the host military to arrange support for our operations and maintenance.
- 4) Keep the Manager informed of any problems our people or operations may be creating for our host or in-country U. S. Government representatives.

C. Operations Director: Air logistics support being the primary service provided, it is necessary to install an experienced special operations aviator to act as senior air operations planner/coordinator and be second in overall command. Primary duties include:

- 1) Keep the Manger informed on all matters pertaining to operations.
- 2) Serve as the senior pilot.
- 3) Coordinate work schedules and resolve all air crew issues based upon top-down guidance.

- 4) Maintain accurate and current records pertaining to air crew flying hours and training status.
- 5) Function as senior air operations planner for training and actual logistic support missions.
- 6) Establish and enforce a set of standards for our aircraft commanders to evaluate all mission tasking for suitability, feasibility and safety.

D. Maintenance Director: All major maintenance operations will be conducted at Cincinnati with the support of the host and Maintenance Support Miami. The Maintenance Director will oversee and coordinate theater-wide maintenance activities in accordance with the Manager's guidance. Responsibilities include:

- 1) Keep the Manager informed on all matters pertaining to maintenance.
- 2) Project and coordinate scheduled aircraft maintenance so that an operating capability exists at all times.
- 3) Maintain current and accurate records pertaining to scheduled and on-call inspections, servicing and maintenance for each aircraft.
- 4) Maintain accurate inventories of tools, equipment, materials and spare parts which are in the custody of the site maintenance section.
- 5) In coordination with Maintenance Support Miami, forecast and order spare parts, materials and equipment.
- 6) Order and control required maintenance publications.

7) Prepare maintenance reports in accordance with directed schedules and formats.

E. Support Director: Because of our dependence on the cooperation and support of the host government, it is necessary that the Support Director work closely with the Host Liaison Officer to interface with the host on a regular basis in their language. Responsibilities include:

- 1) Keep the Manager informed on all matters pertaining to personnel and site support.
- 2) In coordination with ACE, establish and monitor contracts for all quarters, transportation, telephones and domestic support.
- 3) In coordination with ACE, pay all bills and maintain detailed records of expenditures.
- 4) Establish and monitor a fuels account with the Air Force to provide timely fuel support. Keep a detailed account of all fuel expenditures.

- 11 -

The Plantation

RUNWAY: The runway is 6250' x 100' and capable of handling up to a C-130 size A/C. There are turn-around areas at both ends, 170' dia. at SW end and 180' dia. at NE end. The surface is crowned for drainage and dry compacted the full length. The turnaround areas are insufficiently compacted, but adequate at present for all A/C. The entire runway, and turnaround areas in particular, are subject to wind erosion damage. The rainy season began last month, and if this problem is not handled correctly mud may become a problem also. The need for a vigorous and complete maintenance program is paramount. If continued compaction following the early season rains and surface grooming prove inadequate, it may be necessary to apply an asphaltic surface binding material such as Pentaprime.

The NE approach to the runway is obstructed by a small hill and a bend in the valley immediately at the end of the runway. A/C have landed and taken off in this direction, but I would not advise if loaded or limited visibility. The SW approach is completely open except for some trees which will be cut as time and equipment permit.

One drainage problem area has been identified and steps taken to remedy it. A concrete culvert should have been installed across the runway. Small drainage areas will be identified during the first rains and corrective measures taken.

A/C PARKING/SERVICE AREA: The parking area is at the north midpoint of the runway and is large enough to accommodate three C-123's. The refuel bladders will be located here along with the A/C maintenance and repair facilities. All loading and unloading of cargo will be done here also. Presently the AVGAS available is stored in 55-gal. drums in a GP medium tent at same place where bladders will be located.

BUILDINGS: The main building will be "L" shaped, 160' x 60' x 20' wide. It will contain 1700 ft² of warehouse space, an office, a radio room, living/eating area and eight bedroom/offices. The latrine will be 10' x 22' and contain three toilets, sinks and showers, and room for a washer and dryer. The buildings and vehicle parking area are almost entirely under trees. Both buildings were designed to use natural ventilation for cooling with only the radio room requiring an air conditioner, but fans will be needed on the hottest calm days. The buildings should be serviceable by Monday 26 May, with only finish work needed. I will finish the buildings when I return. When the buildings have been completed and the carpenters departed, the facility will be operations capable and finish work can be completed as time permits.

00012

COMMO: At present functional communications are housed in a temporary structure with contacts attempted 1600 hrs local daily. The radio is also monitored sporadically during the day as work schedule permits. P. McCauley did an excellent job of setting up commo that is extremely reliable. The radio will be moved from vicinity the AVGAS where they are now upon building completion.

WATER: Getting water has proved to be a problem. A well was dug to 30' near the building site without finding water. After consulting several knowledgeable locals, it was decided to pipe water 1500 meters across the valley from a constant supply spring. This water will gravity feed to a holding tank and then be pumped to an elevated tank to get the required water pressure.

ROAD: The only way in and out of the site is via the road or light aircraft to the ranch. The Maule would require multiple trips almost daily to meet the transportation needs of the airfield. With careful and constant maintenance during the rainy season, it may be possible to use the road all year; depending on the amount and duration of the rain and how quickly the valley drains.

During heavy prolonged rains, the site will be cut off and thought should be given to using a boat as an alternate means of supply/emergency evacuation. There are all weather roads to the coast north and south of the airfield within range of a small boat with outboard motor.

INVENTORY OF WAREHOUSE AT ICDRANGO AS OF 22 JULY 1986

HK 21...19

Detonators...2,400

C4, 3...362.3 lbs

Prima Cord...5,400mts.

Fuse starter...4500mts

7.62-51...270,000

7.62-39...442,000

7.62-51 Linked...182,500

81MM Shells...1488

60MM Shells...7,975

HGM963...60,510

Uniforms...473

Caps...562

T-Shirts...720

Underwears...921

Belts...456

Pairs Socks...1,640

Boots Pairs...481

Hankerchiefs...441

Canteens...882

Backpacks...481

Poncho Liners...274

Magazine holders...295

Ponchos...475

Military Belts...478

Suspenders...476

Flashlights...452

Batteries...452.

END

00011

II Recurring Costs:	Tot. Expended A/O July 86	Average Monthly
a. Leases (4 houses & Wash. commo site)		3,400.
b. Leases (3 cars)		1,200.
c. Aircrew, maint. & commo salaries (excluding So. Africans)	218,277.	60,000.
d. Travel	24,606.	6,000.
e. Fuel & Oil	35,000.	12,000.
f. Parts movements	85,789.	
g. Food		3,500.
h. Telephone		1,500.
i. Electricity		150.
j. Drivers & Maids (9) salaries		1,000.
k. Local support (Max / Ramon)		6,000.
III Nonrecurring Costs:		
a. Commercial Operational Support (L-100/2 mns.)		67,017.

00010

01 011 86

Subject: ASSETS/EXPENDITURES FOR PROJECT HOPE

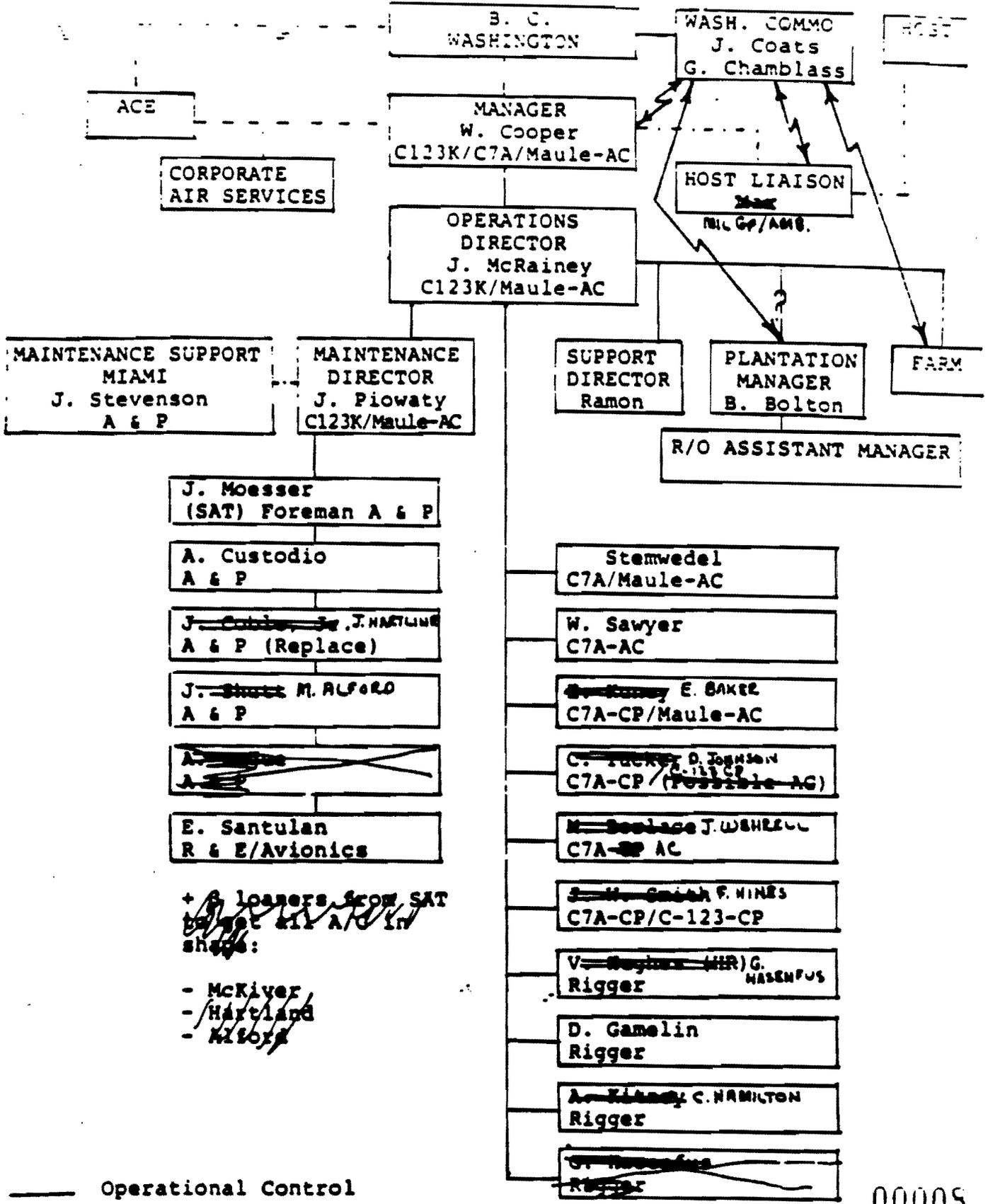
Assets:	<u>Cost</u>
a. C-123 (HP-824) N 5677	475,000.
b. C-123 (HP-825)	250,000.
c. C-7 (HP-822)	450,000.
d. C-7 (HP-823)	530,000.
e. Maule (HP-821) N 4410F	60,000.
*f. Warehouse (Llopango) Main bldg. pd. by State, extension paid by us	5,200.
*g. Ramp area for our A/C	5,600.
h. Plantation (West) pers. 192,208; mat. 85,000	502,208.
i. Spare engines (R-2800, R-2000)	84,450.
j. Spare parts	150,000.
k. Parachutes/Rigging	10,000.
l. Radios/Antennas	28,401.
m. Mission Support (Xerox, freezer, refrigs.)	33,886.
n. Long Range Lorans (4)	11,040.
o. NVG's (4)	20,038.
p. Storm Scopes (4)	34,352.
q. Van (1)	5,000.
r. Survival Equipment (10)	4,837.
s. Fuel acct balance (El Salvadorian Air Force)	16,088.
t. Credit w/SAT (have repair bill on HP-824 outstanding)	58,909.
u. Munitions/supplies purchased to date	870,000.
v. Property for Plantation	<u>500,000.</u>
TOTAL	4,089,372.
* Non-recoverable costs	

00009

DIFFERENT SALARIES:

36	K	Garay	3000.	
		Owens	-0-	
51	K	Stemwedel	4250.	
54	K	Sawyer	4500.	
54	K	Cooper	4500.	Up to 4700. when management is all being covered at Cincinnati, A/C and crews ready, reports on time, manning complete, etc.
51	K	McRainey	4250.	Up to 4400. when training program, NVG, forms, etc. working.
51	K	Piowaty	4250.	Up to 4400. when A/C flying, parts flow and response working.
51	K	Kuney	4250.	
42	K	Hughes	3500.	
30	K	Stevenson	2500.	
27.6K		Custodio	2300.	
30	K	Shutt	2500.	
27.6K		Bague	2300.	
<u>30</u>	<u>K</u>	Coble	2500.	
480	<u>K</u>			
27.6K		Santucan	2300.	
		Moesser	?	
		Alford	?	
36	K	Gamelin	3000.	
36	K	Smith	3000.	
36	K	Host Liaison (Max)	3000.	
20	K	R/O Wash	1666.	
		Bolton	?	} Going on contract
		Replaced	?	
		Borlace	?	} South Africans
		Tucker	?	

00014



+ 8 loaders from SAT to get all A/C in shape:

- McKiver
- Hartland
- Kilora

- Operational Control
- - - Administrative Command
- . . Direct Liaison

<u>F</u>	<u>Harold</u>
<u>Boin</u>	<u>Jones</u>
<u>ON</u>	<u>Fudy</u>
<u>BVS</u>	<u>John</u>
<u>II</u>	<u>Greg</u>
<u>FI</u>	<u>Palch</u>
<u>Steele</u>	<u>Robert</u>
<u>Husillo</u>	<u>Edward</u>
<u>Colero</u>	<u>Mike</u>
<u>Bermudez</u>	<u>Ricardo</u>
<u>Pommano</u>	<u>Sally</u>
<u>State</u>	<u>Wimp</u>
<u>CIA</u>	<u>Nancy</u>
<u>FDN</u>	<u>Eacles</u>
<u>Nicaragua</u>	<u>Eden</u>
<u>El Salvador</u>	<u>Chicago</u>
<u>Ilo Panco</u>	<u>Cincinnati</u>
<u>Tecuc</u>	<u>New York</u>
<u>Acacate</u>	<u>Albany</u>
<u>BOCAI</u>	<u>Laredo</u>
<u>Sandinista Army</u>	<u>Crows</u>
<u>Sandinista AF</u>	<u>Ravens</u>
<u>AAA</u>	<u>Diodes</u>
<u>SAMS</u>	<u>Diesels</u>
<u>C130/L100</u>	<u>Locomotive</u>
<u>C123</u>	<u>Mule</u>
<u>Ammo</u>	<u>Salt</u>
<u>Radar</u>	<u>Rain</u>
<u>Parachute</u>	<u>Cadillac</u>
<u>C-7</u>	<u>Account</u>

<u>Sanita 1000</u>	<u>...</u>
<u>Costa Rica</u>	<u>West</u>
<u>Honduras</u>	<u>Atlantic</u>
<u>1,000 lbs.</u>	<u>1 truck 1000</u>
<u>New Orleans</u>	<u>London</u>
<u>Miami</u>	<u>Paris</u>
<u>Sandinista</u>	
<u>Chopper</u>	<u>Jeep</u>
<u>Honduran Army</u>	<u>Paris</u>
<u>Honduran AF</u>	<u>Broncos</u>

WIMPY DICK *FACT*