FROM: AFSA 202L (A. W. FOLEY)
TO: AFSA 412 (DR. SHAW)
INFO: AFSA B6T (MR. FRIEDMAN)

1. FLLG RECV'D FROM CAPT BAR. POST U PASS COPY TO RAVEN AND MARSHALL HALL (CITE XIV 18 23 JUNE 52 AS CM IN 45966);

"FLLG INFO VOLUNTARILY PASSED BY IN COURSE OF DISCUSSING RETURN OF LATTERS LIBRARY:

A. CLAIMS TO BE INVENTOR OF

B. APPL. CALLED SPHINX 50 STATING THAT BELIEVE TOO HAZARDOUS A JOB FOR PRIVATE INDIVIDUAL EXPLOITATION BECAUSE POSSIBLE US INTERVENTION.

THEREAFTER WITH RESULT TAKE OVER AND PICKUP OF EQUIPMENT (SIC) BY US MIL VEHICLE FROM FACTORY.

C. WELL INFORMED OF SUBSEQUENT DEVELOPMENTS INCLUDING VISIT OF 2 US SPECIALISTS AND DETAILS FINANCIAL BACKING. ACCORDING TO DEVELOPMENT COSTS

D. STATED THAT SUBSEQUENT TO ABOVE HE DEVELOPED A SECOND CRYPTO DEVICE OF LIMITED SECURITY CAPABILITY DESIGNED FOR ON OR
LATTER ELEMENT MAY BE NG BY SAME PACKAGE OF EQUIPMENT
TO BE NG BY BOBIS HAGELIN IN SWITZERLAND FOR FOREIGN MARKET.
APPROACHED BY HAGELIN TO SUPPLY RADIO EQUIPMENT FOR
SWISS PRODUCTION. STATED HAGELIN PLANS MOVING ENTIRE CRYPTO
PRODUCTION FROM SWEDEN TO SWITZERLAND TO ESCAPE SWEDISH SECURITY
RESTRICTIONS. THIS MOVE BELIEVED UNKNOWN TO SWEDISH GOVT SUPPOSEDLY
TO BE COMPLETED BY OCT 52. RESIDUAL SWEDISH PLANT TO BE USED FOR
NORMAL ELECTRONIC PRODUCTION INCLUDING ELECTRONIC ORGAN DESIGNED
BY SEVERAL INFORMED SOURCES CONFIRM STATEMENT
THAT HAGELIN AND HELL HAVE WORKING ARRANGEMENT OF UNKNOWN NATURE.
F. FOREGOING INFO OFFERED BY WHO IS EMBITTERED CLAIMING
"SWINDLED HIM." IN VIEW THIS FEELING AND
IMPENDING RETURN OF HIS LIBRARY BY BE BELIEVE WILL CONTINUE
TO INFORM FUTURE DEVELOPMENTS, PROVIDED INFO CAN BE PROTECTED.
G. A COPY OF THIS CABLE IS BEING PASSED BY
EXCCL COMMENT:

2. NOTE LAST SENTENCE PARA FOX
3. PAGE OF OSG HAS COPY (PARA GEORGE)
4. RETURN OF LIBRARY (PARA FOX) CURRENTLY UNDER STUDY
BY ASA AND COL KENNEDY GZ, DA

PASS PHRASE NOT REQUIRED. CONSULT CRYPTO CENTER BEFORE DECLASSIFYING.

K

CC: ITEM 1-D
LINE 17WA TO SHOULD READ ESCAPE RPT EX
SOMLY ESCAPE RPT ESCAPE

412 (1)
212 (1)

QSL UK NR 236A AT 23/1992 PER CAC

TOP SECRET

SECURITY CLEARANCE