

UNITED STATES ATOMIC ENERGY COMMISSION WASHINGTON, D.C. 20545

> 3 1966 NOV

Mr. Tolson Mr. DeLoach Mr. Mohr.

Mr. Wick

Mr. Casper. Mr. Callahan

Mr. Conrad Mr. Felt.

Mr. Gale Mr. Ros

Mr. Sur Mr. Tive

Mr. Trotte Tele. Room

Miss Holmes Miss Gandy.

Honorable J. Edgar Hoover Director, Federal Bureau of Investigation United States Department of Justice

SUBJECT:

67c/3 67014

57011

DECLASSIFIED BY Per Dog let

Dear Mr. Hoover:

Federal Sureau of Investigation memorandum dated October 13, 1966, tioned as above, noted that Assistant Attorney General J. Walter Year had been requested to advise the FBI whether Br. Zalman Mordecai Shapiro or Muclear Materials and Equipment Corporation (NUMEC), Apollo, Penrsylvania was required to register under the Foreign Agents Registration Act of 1958, as amended.

The memorandum thereafter set forth an opinion by Mr. Yeagley, which re ferred to certain activities of Dr. Shapiro and NUMEC related to the Israeli Government, and concluded "it does not appear that the subject or his company is constituted an agent of a foreign principal under the Foreign Agents Registration Act, as amended, so as to require registration thereunder."

As the FBI is aware, the Department of Justice, to service the inquiry of the Joint Committee on Atomic Energy on the point, advised the AEC of such opinion by letter of Ocober 21, 1966. Such letter has been furnished the JCAE.

The JCAE now has inquired as to whether the Department of Justice determination concerning the nonsusceptibility to registration of Shapiro and NUMBEC under the Foreign Agents Registration Act, as amended, applies to their reported activities relative to countries other than Israel, including

Take material contains information attacking the national defense of the United States within the town Title 18. U.S.C. له المود غروك Secs. 793 and Mantimission or revolution an anauthorised person

NOV 4 1966 GROUF 1 declassification

CONFIDENTIA

Honorable J. Edgar Hoover

-2-

NOV 3 1966

France, Sweden, Italy, Japan, Canada, Australia, Belgium, and Germany. We would appreciate your obtaining advice from the Department of Justice on such point.

Transmitted herewith, in this connection, is a summary of the foreign activities of NUMEC as they are known to the Division of Security.

Sincerely yours,

J. V. Vinciguerra

Assistant General Manager for Administration

Enclosure:
List of Foreign Governments
and Private Firms Related
to NUMEC



The following is a 1 . of foreign governments and pa ate firms with which many number has either contracts, agreements or has had preliminary discussions, in the field of nuclear energy.

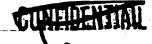
- 1. MUNEC and Societe d'Applications Industrielles de la Physique (SAIP) have formed NUMEC Instruments and Controls Corporation (NUMINCO). The firm is a Pennsylvania corporation and is located in Monroeville, Pennsylvania. It is established to manufacture and market nuclear instruments and instrumentation and process-control equipment (principally nuclear).

 NUMEC and SAIP each hold a one-third interest, with the remaining interests being held by a group of private investors. SAIP will manufacture most of the products and MUMEC will be responsible for management, technical back-up and marketing. Some of the products to be manufactured are transistor scalers, liquid scintillation spectrometers, neutron, beta and gamma detectors, criticality alarm systems, density-gauging systems, etc.
- NUMEC, in connection with NUMINCO, represents the Commissarist a l'Energia.
 Atomique (French AEC) BP #6, Fontenay-Aux-Roses, France to manufacture and sell isotopic sources.
- 3. The A. Johnson Company, Strueplan 3, Stockholm, Sweden, represents NUMEC in that country and other Scandinavian countries for the sale of NUMEC products.
- 4. Electtronucleonica, S.P.A. Via Bisleri 19, Hilan, Italy, represents NUMEC in the sale of instruments and neutron sources.
- 5. NUMEC is a sales agent for the Covernment of Israel through its Ministry of Defense, Division of Supplies, 830 Third Avenue, New York 22, New York. In this connection, NUMEC has an arrangement with the Israel Atomic Energy-Commission to do biological work on insect control; and assist in establishing facilities for the irradiation and preservation of citrus fruits. In this latter connection, NUMEC and the Government of Israel (represented by the Israel AEC) have formed a company in Israel called Isotopes and Radiation Enterprises Ltd (ISORAD) which is an organization to do experimental and commercial work in irradiation processing of foodstuffs and other commodities, such as medical supplies. NUMEC and the Government of Israel are equal partners in this venture.
- 6. NUMEC is now completing a contract with the Japan Atomic Fuel Corporation, 2-7 Mirakava, Cho, Chiyoda - ku, Tokyo, Japan, a wholly-owned subsidiary of the Japanese Government for the design and supervision of construction of a Flutonium Laboratory at Tokai-Muru.
- 7. The Eldorado Mining and Refining Company, Ltd., Fort Hope, Ontario, Canada MMEC purchases natural uranium from Eldorado.
- 8. MREC recently completed a contract with the Australian Government to supply that government 330 Plutonium-Aluminum fuel elements.
- 9. Rense Schurmans Company of Brussels, Belgium, is a NUMEC sales Representative in the Common Market nations.
- 10. MIMEC is now completing manufacture of two small 3-vett terrestrial SMAP

DECLASSIFIED BY 3668 SLD | AND STORE OF THE STATE OF THE

CACHA I

74 X18



- II. NUMEC has discussed with cognizant Spanish officials the possibility of a joint venture in food irradiation.
- 12. NUMEC is exploring with Mitsubishi International the possibility of sales representation in Japan for NUMEC designed SNAP generators.
- 13. NUMEC has initiated discussions looking toward the purchase of the Dow Chemical Company's 30% interest in ALKEM, a German company. Discussions are very preliminary.
- 14. NUMEC is exploring with International Research and Development Ltd. the possibility of manufacturing and selling in the United States a laser ophthalmoscope, a device for retina welding.

GENERAL

According to Dr. Zalman Shapiro, NUMEC has filled, and continues to fill, orders for the manufacture of fuel materials and devices incorporating special nuclear materials for foreign companies and governments. In each case, assurance is sought with respect to the existence of an effective Agreement for Cooperation with the nation in question and on appropriate inter-governmental contract. All shipments are duly licensed, as required, by the U. S. Atomic Energy Commission.

Line in the