Total Deleted Page(s) = 50
Page 4 ~ Duplicate;
Page 5 ~ Duplicate;
Page 6 ~ Duplicate;
Page 7 ~ Duplicate;
Page 8 ~ Referral/Consult;
Page 9 ~ Referral/Consult;
Page 10 ~ Referral/Consult;
Page 11 ~ Duplicate;
Page 12 ~ Duplicate;
Page 13 ~ Duplicate;
Page 14 ~ Duplicate;
Page 15 ~ Duplicate;
Page 17 ~ Duplicate;
Page 18 ~ Duplicate;
Page 19 ~ Duplicate;
Page 20 ~ Duplicate;
Page 21 ~ Duplicate;
Page 22 ~ Duplicate;
Page 23 ~ Duplicate;
Page 24 ~ Duplicate;
Page 25 ~ Duplicate;
Page 26 ~ Duplicate;
Page 27 ~ Duplicate;
Page 28 ~ Duplicate;
Page 29 ~ Duplicate;
Page 30 ~ Duplicate;
Page 31 ~ Duplicate;
Page 32 ~ Duplicate;
Page 33 ~ Duplicate;
Page 34 ~ Duplicate;
Page 35 ~ Duplicate;
Page 36 ~ Duplicate;
Page 37 ~ Duplicate;
Page 38 ~ Duplicate;
Page 39 ~ Duplicate;
Page 40 ~ Duplicate;
Page 41 ~ Duplicate;
Page 42 ~ Duplicate;
Page 43 ~ Duplicate;
Page 44 ~ Duplicate;
Page 45 ~ Duplicate;
Page 46 ~ Duplicate;
Page 47 ~ Duplicate;
Page 48 ~ Duplicate;
Page 49 ~ Duplicate;
Page 50 ~ Duplicate;
Page 51 ~ Duplicate;
Page 52 ~ Duplicate;
607 U. S. Court House,  
Foley Square,  
New York 7, N. Y.

August 29, 1951.

Miss Lillian N. Myers,  
11 Maple Street,  
Brooklyn, N. Y.

Dear Miss Myers:

I would like to acknowledge receipt of your communication of recent date.

Your interest and courtesy in furnishing information to this office is most appreciated.

Very truly yours,

Edward Scheidt,  
Special Agent in Charge.

JWD: DJG
TO: SAC, N.Y. YORK

FROM: SA's & J. WALLACE LAPRADE

SUBJECT: CONFIDENTIAL SOURCE — ISRAEL

Source advised SA J. WALLACE LAPRADE on 4/4/56, that there were about 360 individuals listed as employees of the Development Corporation for Israel. (The source had originally estimated the employees as about 1,000.) Source stated that JOSEPH RAFFELI had taken a tour of Israel and was due back in the U.S. about 4/7/56. The source is to be evaluated as "who is in a position to furnish reliable information."

Source advised SA's J. WALLACE LAPRADE & on 4/12/56, that the Development Corporation for Israel was preparing for a big affair at Grossinger's at the end of this month and were going to utilize Admiral MAXWELL of the Board of Appeals as the main speaker and had also been in contact with EDDIE CANTOR regarding the affair. The source stated that JOSEPH RAFFELI had returned to the U.S. from his trip to Israel earlier this week.

(1) 97-1245 Development Corp. for Israel
(1) 85-16729 JOSEPH R. RAFFELI
Office Memorandum • United States Government

TO: SAC

FROM: SA, J. Wallace La Prade

DATE: 4/30/56

SUBJECT: 1-97-1245 (Bonds for Israel)

EXEMPTED FROM AUTOMATIC DECLASSIFICATION
AUTHORITY DERIVED FROM:
FBI AUTOMATIC DECLASSIFICATION GUIDE
EXEMPTION CODE: 50X(1, 6)
DATE 12-06-2013 BY: J75J65T61
TO: SAC (97-1245)  
FROM: SA, J. Wallace LePrede  
DATE: 4/30/56

SUBJECT: DEVELOPMENT CORPORATION FOR ISRAEL, formerly American Financial and Development Corp. for Israel REGISTRATION ACT.

Attention is invited to serial 21 of instant case, a letter from the Bureau dated May 20, 1952, which instructs that the Bureau be advised of any information that subject is engaging in any political activity.

Attention is also invited to serial 20, a Department letter dated May 5, 1952 which set out that subject's registration was not being required at that time but pointed out that the exemption was available only so long as the Corporation did not engage in any political activity as defined by Rule 100 of the Act on behalf of the State of Israel. In this letter the criminal division set out a meaning of Rule 100 such as attempting to influence the foreign policy of the United States, endeavoring to procure the enactment or repeal of any legislation affecting the State of Israel, or dissemination of any political propaganda on behalf of the State of Israel.

In view of the current attempts on the part of Israel to influence the U. S. to furnish arms to that country and inasmuch as officials from the State of Israel make political speeches for promotion of sale of bonds of subject it is recommended that this case be reopened. It is felt that this investigation should be directed toward bringing this case up to date and ascertaining whether the acts of Political Leaders in the US on behalf of the state of Israel come within the meaning of Rule 100.
Office Memorandum

TO: SAC(97-1245)

FROM: SA, J. Wallace J. Price

SUBJECT: DEVELOPMENT CORP. FOR ISRAEL, NYC
Registration Act

The aforementioned telephone number is listed to DEVELOPMENT CORP. FOR ISRAEL, NYC according to the current telephone directory.
Office Memorandum

TO: SAC (97-1245)  
FROM: SA, J. Wallace La Frade  
DATE: 5/23/56

SUBJECT: DEVELOPMENT CORP. FOR ISRAEL  
Registration Act.

advised SA and the writer on 5/21/56 that the following are employed by the subject:

FELIX ALBERT
JOSEPH RAFFAELE, Bronx Division

Religious Group
Personnel
Trades Dept.
Controller
National Field Div.
Ass't. to Raffaele

[Handwritten notes]

b6  
b7c  
b7d

[Handwritten notes]

b6  
b7c  
b7d

[Handwritten notes]

b6  
b7c  
b7d
Israel Bond Unit Raises $42,318,550

Sales in This Country Since Drive Started in 1951 Reach $216,595,450

The Israel Bond Organization sold $42,318,550 in bonds in 1955. The receipts were used for consolidating Israel's economy. Dr. Joseph J. Schwartz, vice president of the organization, made the report last night as the board of governors opened a two-day meeting at the Savoy-Plaza Hotel.

Dr. Schwartz said that the 1955 campaign results represented a 20 per cent increase over figures for the previous year, returned to Israel, toured this country for the Israel bond drive, and also spoke for the United Jewish Appeal drive. President of the meeting was Dr. Abbe Hiller Silver, spiritual leader in Cleveland. Dr. Silver recently accepted the chairmanship of the board of governors.

In another report, Judge Louis E. Levine, of Philadelphia, chairman of the Guardians of Israel, a branch of the bond organization, said that the enrollment of trustees of the Israel Bond Organization rose 25 per cent from 1954 to 1955, while the enrollment of guardians of Israel increased by 12 per cent. The Guardians of Israel constitute an honor group whose members buy $1,000 or more of Israel bonds, while trustees buy $10,000 or more of Israel bonds.

Mr. Sharett, who recently returned to Israel, toured this country last year.
Zionists Appeal to Eisenhower
To Back U.S. Arms for Israel

An appeal to President Eisenhower to use his executive powers to strengthen the security of Israel with arms was made yesterday by Zionist leaders.

This appeal was coupled with a sharp denunciation of Communist designs in the Middle East. Concern was also voiced over the increasing threat of war there owing to the shipment of arms to the Arab states.

Abba Eban, Israel's Ambassador to the United States and chief Israeli spokesman at the United Nations, told the board of governors of the Israel Bond Organization that peace in the Middle East "will not grow out of a grotesquely distorted imbalance of arms such as that now being created to Israel's disadvantage."

"Such an imbalance is more likely," he said at the final session of a two-day meeting at the Savoy-Plaza Hotel, "to produce a danger of war than a prospect of peace."

The organization's board adopted a goal of $75,000,000 in Israel bond sales this year. In a message to the meeting, Prime Minister David Ben-Gurion of Israel asserted Israel's belief that "the maintenance of peace is preferable even to victory in war."

Dr. Abba Hillel Silver, Zionist leader and chairman of the board of governors of the bond organization, called attention to the seriousness of Israel's position "because the Western powers and the Soviet Union are now trying to outbid one another in their growing devotion and sup-

97-1245-30

INDEX

INDEX

INDEX
Office Memorandum • UNITED STATES GOVERNMENT

TO: SAC, NEW YORK (97-1245)  DATE: May 9, 1956

FROM: SA

SUBJECT: DEVELOPMENT CORPORATION FOR ISRAEL REGISTRATION ACT

[Redacted] was interviewed on 4/26/56 by SA's J. WALLACE LA PRADE & [Redacted] and had nothing of an important nature to report.

[Redacted] who is in a position to furnish reliable information, advised SA's J. WALLACE LA PRADE & [Redacted] orally on 5/9/56, that the subject was arranging to hold a national or international conference at the subjects office at 215 Fourth Avenue, New York, N.Y. during the month of May 1956. Source stated that the arrangements for this conference were held to the knowledge of a minimum number of people, and the exact date was unknown. Source stated that the subject had been in contact with Gov. McKELLEN of Maryland and [Redacted] in an apparent attempt to secure a prominent person to replace the deceased ADVIN BARKLEY as main speaker at one of their bond drives.

1-97-1245
cc: [Redacted]
TO: SAC, NEW YORK (97-1245)
FROM: SA J. WALLACE LA PRADE
DATE: 6/28/56

SUBJECT: DEVELOPMENT CORPORATION FOR ISRAEL, formerly American Financial and Development Corporation for Israel
REGISTRATION ACT

Reference is made to SA J. WALLACE LA PRADE's memo dated 4/30/56, wherein it was recommended that this case be reopened, and investigation be conducted to determine whether subject is engaged in any activities coming within Rule 100, such as attempting to influence the foreign policy of the US, endeavoring to procure the enactment or repeal of any legislation affecting the State of Israel, or dissemination of any political propaganda in the State of Israel.

It will be noted that a review of the information furnished by CSNY 1, and the information contained in the record of the Certificate of Incorporation for the subject does not set out any information indicating that subject is engaged in any political activities as violating of Rule 100, Registration Act. A review of newspaper clippings available concerning subject failed to develop any employees of subject who have been engaged in any activities as defined by Rule 100, all various officials of the Israeli Government such as AEBA EBAN, have made various speeches in behalf of subject and in an attempt possibly to influence the policy of the US Government.

In view of the fact that this review has not developed any information that specific employees of subject are engaged in activities, in violation of Rule 100, it is recommended that this case be placed in a closed status. In the event any information is developed indicating that subject is acting in violation of Rule 100, consideration will be given in reopening this case.
D&B dated June 9, 1955

Development Corp for Israel
215 Fourth Ave
14th & 15th floors
77 W. 37th N.Y.

ABRAHAM FEINBERG, Pres.

JACK WELLER, Sec. & Treas.

Dr. Joseph J. Schwartzy, Vice Pres.

Board of Governors: 100 members.

The Trust New York 3/21/55 authorized $1,000,000 no par "Citicorp" stock.

Organization for purpose of aiding Israel for the State of Depu.

Funds raised by a private organization conducted by the American Financial and Development Corporation for Israel with compensation furnished that is income and is not taxable.
Officers and directors are experienced in financial, industrial, and commercial and professional circles throughout the United States.

President and Treasurer of the predecessor was Chas. P. New York. Dec. 21, 1960 authority granted 1,000 shares common stock not par value functioned until being succeeded by subject

Organization - Location

Corporation was formed for purpose of selling bonds for the State of Delaware. Two types of bonds are offered:
1) 4.5% interest bearing bonds bearing 4.5% interest over fifteen years dating from May 1954. (2) Capital appreciation bonds denominated ten years from date of purchase. Both types of bonds are non-transferable and non-assignable except in special instances; each bond is payable by the registered owner for a fully
Transferable lesser bond. Either type
This bond is issued in part of a
three year program for the economic development of the State of Israel.
Bonds are the direct obligations of the State of Israel, the principal and
interest being payable in legal
terms of the United States.
The principal of all bonds and interest
on coupon bonds will be payable at
an office or agency of the State of Israel
and in any of the following cities:
The principal of all bonds and interest
on coupon bonds will be sold, paid
free of all taxes now or at any time
hereafter imposed by the State of Israel or any
other taxing authority therein except when
the bonds are beneficially owned by
persons recognizing in or ordinarily a
resident of the State of Israel.
The principal office is in Jerusalem.
County Clerk's Office, New York County, Feb. 117
Supreme Court Bldg, Albany, N.Y.

Certificate of Incorporation 3444 for 1955
in Name of Development Corporation for
Jened.
Filed 3/21/55
Atty: Goldstein, Ludd & Gurfein
655 Madison Ave
N.Y. 21, NY.

Set out: "We, the undersigned, desiring to form a corporation pursuant to the Laws of the State of New York, hereby make, subscribe and acknowledge this certificate for that purpose,
First: The name of the proposed corporation will be Development Corporation for Jened,
Second: in the corporate style of it is to be formed at
At to acquire by purchase or otherwise
hold, sell, or otherwise dispose of,"
pledge, hypothecate, pledge, underwrite, and sell, in and with such as principal, agent or broker, and/or, on commission or otherwise, stocks, bonds, notes, debentures, mortgages, or other evidences of indebtedness and obligations and securities and certificates or receipts of any kind representing or evidencing any interest in any of the foregoing, issued or guaranteed by the State of Israel or by any governmental authority or instrumentality or municipality, or any political or administrative subdivision or department of the State of Israel, and while the power or holder of any stocks, bonds, notes, debentures, mortgages, evidences of indebtedness, obligations, securities, certificates or receipts to exercise all the rights of ownership with respect thereto.

E. To develop and encourage liquor commerce with the State of Israel to lend and afford financial aid to
its enterprises and to assist the development of the economic resources of the State of New York as far as permitted by the laws of the United States and the laws of the State of New York.

C. To pursue, take, live, case or otherwise acquire and to own, use, hold, control, sell, convey, exchange, mortgage, maintain, manage, develop, improve, cultivate, and otherwise handle, deal in and dispose of real estate and property, tangible or intangible, or any contract or right thereto, whether situated or located in the State of New York or elsewhere at any place in the United States or other parts of the world, without limit as to amount,

D. To borrow money for its corporate purposes and to make, accept, endorse, executive, issue bonds, debentures, notes, bills of exchange, promissory notes, bills of exchange, bonds, debentures or other obligations from time to time, for the general prosperity or for any purpose in or about the business
of the corporation, and if deemed proper, to secure the payment of any such obligations by mortgage, pledge, deed of trust, or otherwise.

Furthermore, proper make and carry out contracts of every sort and kind which may be necessary or convenient for the business of this corporation or business of a similar nature, both in the United States or in any corporation, private, public or municipal, and with any government of any authority, or any foreign government, so far as and to the extent that it may be done and performed by or under the State Corporation Law.

To make and carry into effect any agent or representative of the laws of the State of New York, and any foreign government or municipal authority of any kind may be deemed by the consent of the Corporation, to obtain from any such authority or otherwise acquire...
in purchase, lease, assignment, or in any lawful manner, give, convey, transfer, convey, mandate, franchises, and concessions, not appurtenant to such laws which the corporation may deem desirable; and to exercise and exploit the same and to undertake any business dependent thereon.

To aid, finance, subsidize, guarantee, or in any other lawful manner contribute, any individual, firm, corporation or association, whose bonds, stocks, or securities or other obligations are, in any manner, either directly or indirectly held or guaranteed by the corporation of this act, and all the facts tending the preparation of the report of the inspectors, protective, impoverish, or enforce, or receive, of other obligations, and to do all acts, and cause or do all acts, and cause, any such, acts or things designated to accomplish any such act.
Pursuant and consistent with the laws of the State of New York.

H. To conduct and carry on its business, in every branch or branches thereof, in any State or territory of the United States, or in any foreign country, in conformity with the laws of said State or territory or foreign country, and to have and maintain in said State, territory or foreign country, business offices or agencies.

To have all civil rights and privileges available or proper for the accomplishment of any of the purposes the attainment of any or all of the objects or the prosecution of any or all of the Cour's business theretofore set forth, either alone or in connection with others, constituting firms or associations of individuals and either as principals or agents and to do everything incidental or acts, things or things, incidents!
or appointment to or growing out of or connected with the foresaid objects, purposes or powers, or any of them.

1. To carry out and exercise any or all of the foregoing purposes and powers both in the State of New York and in any other state or territory of the United States and in any foreign country.

K. This foregoing clause shall be construed subject to all laws, courts, or any thereof and not in limitation of the general laws and it is hereby expressly provided that the forgoing organization of this corporation shall not be held to limit or restrict in any way the powers of this corporation and that this corporation may do all and every thing necessary, suitable, or proper for the accomplishment of any of the purposes or objects hereinbefore mentioned either alone.
or in association with other corporations, firms or individuals to the same extent and as fully as individuals might or could do as principals or contractors or otherwise.

Third: The total number of shares which may be issued by the corporation is two hundred (200), all of which are to be divided into five classes of such shares consists of two classes of which may be issued from time to time. Such classes to be fixed by the board of directors.

Fourth: The capital of the corporation shall be at least equal to the sum of the aggregate par value of all issued shares having par value plus the aggregate amount of consideration received for the issuance of shares at such par value, plus such amount as the
time the Trustee by resolution of the Board of Directors may be transferred.

Fifth: The office of the Corp. is to be located in the City of New York, County of New York, State of New York.

The Articles of Incorporation of the Corp. shall be as follows:

The Articles of Incorporation of the Corp. shall be as follows:

Sixth: The duration of the corporation shall be perpetual.

Seventh: The number of Directors shall not be less than three (3) nor more than fifteen (15) Directors and not be stockholders.
Right: The pages and post-office addresses of the Directors, at the first annual meeting of the
Board of Directors.

Name Post-office address
ELSIE SIMON 157 W. 79th St. NY, NY
EMMA WEISS 28-25 34th St., Astoria, NY
EILEEN URBAN 2441 W. 56th Ave, NY, NY

Ninth: The name and post-office address of each subscriber of this certificate of incorporation and a statement of the number of shares of stock which each agrees to take in the Corporation, and in case of a "right", the number of such shares each.

Tenth: All of the subscribers of the initial one in full and at least two-thirds of them are citizens of the United States, but none of them is a resident of the State of New York, and at least one of the persons or persons mentioned in the names of the articles of incorporation is a citizen of the United States and
a resident of the State of New York.

Eleventh: The Secretary of State's return is the agent of the Corporation upon whom process in any action or proceeding against the Corporation may be served.

In Witness Whereof we have
made & subscribed this Certificate the 18th day of
March, 1955.

Alice Simor

Eugenia Allen

Alice Allen
SAC, NEW YORK 7/19/56
J. WALLACE LA PRADE, SA

This source was contacted on 7/16/56. Source advised that due to vacations, the activities of the Development Corporation for Israel have been limited, and no developments have come to her attention. Source stated that

The matter of having source attempt to obtain information from concerning individuals known to was mentioned to the source. Source advised that is going on vacation for one month starting 8/1/56. Source stated she would attempt to obtain further information from as to individuals israel organizations and establishments in the NYC area.

The source further noted that it has been rumored that possibly in October of 1956, the entire organization of the Development Corporation for Israel currently located at 215 Fourth Avenue, NYC, may relocate to larger quarters.

1-NY-97-1245
1-NY-100-112181

JWL (3)
SAC, NEW YORK

8/3/55

J. WALLACE LA FRADE

This source was contacted on 7/31/55, by SAC J. WALLACE LA FRADE and _____________. This source should be referred to as one who is in a position to furnish reliable information. The source advised that _____________.

Development Corporation for Israel in NYC. Source further stated that _____________. had just returned from California, and _____________. had, at various times, taken guided tours to Israel. The source stated that _____________.

Source stated that the Development Corporation for Israel is planning a large bond drive in September, and that there is to be a national conference in Washington, D.C., in the immediate future, the exact date of which, source did not know.

The source advised that she did not know and had never heard the names of the following:

Efforts were again made to obtain information concerning individuals known to _____________. The source stated that _____________. on 8/3/55, for one month, and source has been unable to obtain any information from _____________. concerning individuals known to _____________. Israeli organizations or establishments in NYC.

1 - NY 105-12836
1 - NY 105-19836
1 - NY 27-1245

J.L. _____________.

(4)
Office Memorandum • UNITED STATES GOVERNMENT

TO: SAC, NEW YORK

FROM: SA

SUBJECT: 

DATE: August 24, 1956

Source, (who is in a position to furnish reliable information) was contacted on 8/13/56, by SA [redacted]. The source advised that there was very little activity at the Development Corporation for Israel, due to a large number of personnel being on summer vacation.

The source advised that she did not know and had never heard the name of the following:

The source was contacted on 8/24/56, by SA [redacted]. The source advised that activity at the Development Corporation for Israel was still at a low ebb due to the vacations, but that a conference was to be called for the end of September 1956, the conference to be possibly held at the Shoreham Hotel, Washington, D.C. Source asserted that a definite date and location for this conference would be secured in the near future.

The source advised that she did not know and had never heard the name of the following:

(6) cc:

97-1245 Development Corporation for Israel
105-19656
105-20473
97-1360
100-39589

[Handwritten notes on page]
SAC, NEW YORK

SA J. WALLACE LA PRADE

This source was contacted on 9/4/56 by SAS and J. WALLACE LA PRADE. This informant should be characterized as one who is in a position to furnish reliable information.

The source was

Source advised that is still employed by "Bonds for Israel."

Source stated that is still working for "Bonds for Israel."

The source advised that she did not have any information concerning the American Christian Palestine Committee, and as far as she knew, she could not recall anyone having contacted that organization.

The source stated that "Bonds for Israel," has recently contacted Congressman JAMES ROOSEVELT, Governor MC KILDIN, of Maryland, and Judge SOBOLOFF, Washington, D.C. Source stated that all of these individuals were contacted in an attempt to get them to make speeches to aid in promoting sales of "Bonds for Israel."

Source advised that she had never heard of anyone by the name, A photograph of this individual was displayed to source, and she did not recognize the photograph as being anyone she had ever seen. The source said that

1 - NY 65-15961
1 - NY 97-1245
1 - NY 105-3303
1 - NY 105-20624
1 - NY 65-15729
1 - NY 105-20473

(7)
worked in the Women's Division of "Bonds for Israel."

Source stated that approximately two months ago,

The source added that [ ] left the United States shortly thereafter, and as far as she knows, her husband has also left the United States.

Source further stated that she had spoken to [ ] concerning whether [ ] knows any individuals employed in any capacity at any other Israeli organizations or establishments in the NYC area. She stated that specifically in [ ] she had asked whether [ ] knew anyone employed at [ ] stated that she did not. Source stated that she did not know of any [ ] "Bonds for Israel" to any other Israeli organizations or establishments in the NYC area. She stated that she would be alert for any such information.
SAC, NEW YORK 10/8/56
SA WALLACE LA PRADE (#1)

This source was contacted on 9/21/56, 9/28/56, 10/4/56, and 10/5/56, by SAS WALLACE LA PRADE and [ ].

On 9/21/56, inquiry was made of the source as to whether she was known to her. Source stated that she did not know [ ]. At that time the source pointed out that the Development Corporation for Israel to any other Israeli establishments or organizations in NYC.

On 9/28/56, the informant stated that an effort was being made to obtain leaflets and pamphlets concerning confidential proposals of the Development Corporation for Israel.

On 10/4/56, the source stated that these pamphlets had been obtained.

On 10/5/56, the source stated that additional pamphlets had been obtained and would be made available to contacting agents on 10/8/56.
FBI

Date: 11/8/56

Transmit the following message via **TELETYPE**

**URGENT**

*Priority or Method of Mailing*

FROM: SAC, NEW YORK (97-1245) (TIME: ELEVEN TWENTYFIVE A.M.)

TO: BUREAU

RE: DEVELOPMENT CORPORATION FOR ISRAEL, FORMERLY AMERICAN FINANCIAL AND DEVELOPMENT CORPORATION FOR ISRAEL SEMICOLON REGISTRATION ACT. FILE NINE SEVEN DASH THREE ZERO THREE EIGHT. WHO IS IN A POSITION TO FURNISH RELIABLE INFORMATION, ADVISED THIS DATE THAT

NOT KNOWN

TO SOURCE. SOURCE STATED SUBJECT ORGANIZATION IS QUITE CONCERNED OVER WHETHER ISRAELI FUNDS WILL BE FROZEN IN THIS COUNTRY. SOURCE ADVISED THAT

SUBJECT, HAD BEEN CONTACTED BY SUBJECT, AND THEY

HAVE THE MONEY OF SUBJECT OUTSIDE THE COUNTRY. NO ADDITIONAL INFO DEVELOPED BY SOURCE. BUREAU WILL BE ADVISED OF ANY ADDITIONAL INFO DEVELOPED RE ABOVE. FOR INFO.

KELLY

1 1 NY 65-15150
1 NY 97-1245
1 1 (#1)

Approved: 1 - SUPERVISOR (#1)

Special Agent in Charge

97-1245-46

Sent M Per
2 Israeli Bond Officers Opened

Two new offices for the sale of Israeli bonds have been opened in Brooklyn. They are in Adath Israel, 485 Hopkinson Ave., and at 600 Brighton Beach Ave. District Attorney Silver is chairman of the borough bond drive.

New York Daily News 11/5/56
TO:  DIRECTOR, FBI
FROM:  SAC, NEW YORK

SUBJECT:  Enclosed herewith is a blank memorandum
original and seven copies. This memorandum concerns
who was described as the Brooklyn County Republican Leader.

This is being furnished for information.

KELLY

3 - Bureau
1 - New York (97-1245)
J. Wallace La Frade, SA

This source was contacted on the 29th of October 1956. Source had no information concerning the source was asked to attempt to ascertain whether a list of Israeli Students in the US Source advised on 10/30/56 that she was and as far as she could ascertain no such list for Israel. On 10/29, 30/56 source advised no information had been developed by her indicating The source was alerted on 10/30/56 to furnish the writer or SA any info received concerning the Israeli Invasion of Egypt.

On 11/8/56 source advised that a secret conference was to be held regarding bonds by the Development Corp for Israel. Source also gave info re Development Corp on 11/16/56 which is in 97-1245 and 65-15150.

During the time this source has been contacted there has been no info developed indicating mental instability, personal weaknesses, domestic difficulties, untrustworthiness, unreliability or other similar problems.
OFFICE MEMO

To: SAC (105-3103)
From: SA V. W. LePage
       New York 21, New York
       December 26, 1956

Subject: Israel Consulate
         IS-ISRAEL

Re: Development Corporation for
Israel, Also Known As:
"Bonds for Israel"

The "New York Daily News" newspaper of December 21, 1956, carried an article captioned "Israel A 'True Friend' of US-Dewey." The article set out that Thomas E. Dewey called upon Americans to recognize Israel as our "true friend in the Middle East" at a testimonial dinner given John R. Crews last night by the Brooklyn Committee of the State of Israel Bonds Group. The article set out that more than 1,000 civic, community and religious leaders attended the dinner in the Hotel St. George where $780,000 worth of bonds were sold in honor of Crews, who was described as the Republican leader of Brooklyn.

The Article stated that the former governor, featured speaker at the affair, said that if the existence of Israel were acknowledged by all Arab nations "much of the tension in that part of the world would certainly subside."

The Article continued that Brooklyn District Attorney Edward S. Silver, Chairman of the Bond Drive in Brooklyn, presented Crews with a silver plaque, engraved with a map of Israel.

This memorandum is loaned by the Federal Bureau of Investigation and neither it, nor its contents are to be disseminated outside the agency to which loaned.
This source was contacted by the writer on 12/21/56 and
on 1/10/57. This source should be characterized as one who
is in a position to furnish reliable information.

On 12/21/56 source stated she had not ever heard the name
for any name similiar to this name. Source said
JOSEPH RAFELLI
Source promised to be alert for any contact of RAFELLI
with

On 1/10/57 source advised she had never heard of anyone
by the name of

On 1/10/57 source also advised she
RAFELLI and anyone by the name
of She pointed out at this time that RAFELLI

Source advised on 1/10/57 that THE DEVELOPMENT CORP. FOR
ISRAEL aka "Bonds For Israel" is currently planning a large
conference and bond promotion to be held in Miami, Florida.
This conference is to be held around the 18th of February and
has gone to Miami to organize the conference.

Source pointed out that there is a lot of new employees
at "Bonds For Israel" but she does not come into contact with
any of them and does not know whether they are from Israel.
Enclosed herewith are the original and seven copies of a blank memorandum captioned "Bonds for Israel."

The confidential informant mentioned in the memorandum is

This information is being furnished for any dissemination deemed necessary by the Bureau.
New York 21, New York
February 5, 1957

CONFIDENTIAL

Re: "Sonds for Israel"

[Redacted]

2 - New York NY 97-1245
1 - W. J. Mc Donnell

ATT. #1 to 97-1245-46
OFFICE MEMORANDUM * UNITED STATES GOVERNMENT

TO : DIRECTOR, FBI (100-339016)  Date: 7/10/59
FROM : SAC, NEW YORK (100-63077)
SUBJECT : SM - C aka
(00:WFO)


Referenced WFO letter pointed out that captioned subject is a Washington, D. C. sales representative for the Development Corporation for Israel, also known as "Bonds for Israel"; that investigation indicates he was hired for this position by Doctor JOSEPH SCHWARTZ, Executive Vice President of the Development Corporation for Israel, 215 Fourth Avenue, New York City.

Investigation conducted by the WFO indicates that SCHWARTZ has been made aware of public information relating to the past CP affiliations on the part of and up to date he has taken no action, within the confines of his business position, relating to status as an employee.

The WFO has requested that the NYO review its indices for background information concerning Doctor JOSEPH J. SCHWARTZ, to determine.

3-Bureau (100-339016) (RM)
3-WFO (100-34065) (RM)
(1-100-34138)
1-NY (97-1245)
2-New York (100-63077)

DHL: rpf
(9)
The Development Corporation for Israel is located at 215 Fourth Avenue, New York City. The records of CSNY -1, a reliable commercial source who has furnished commercial information in the past, advised SA J. WALLACE LA PRADE on 7/3/56, that a report dated 6/9/55, indicates that the Development Corporation for Israel, 215 Fourth Avenue, New York City, was chartered in New York State, 3/21/55, for the purpose of selling bonds for the State of Israel. Original officers were ABRAHAM FEINBERG, President, JACK WEILER, Secretary and Treasurer and Doctor JOSEPH J. SCHWARTZ, Vice President.

Development Corporation for Israel; Registration Act, is the subject of a closed case of the NYO (Bufile 97-3038) (NY 97-1245). This organization was previously known as the American Financial and Development Corporation for Israel.

The records of the Bureau of Motor Vehicles, New York State, New York City, as furnished 6/18/59, to IC [redacted] by [redacted] indicates that a drivers license issued in September, 1956 to JOSEPH J. SCHWARTZ reflected a resident address at 275 Central Park West, New York City; a business address at the Development Corporation of Israel, 215 Fourth Avenue, New York City, and a description of SCHWARTZ as male, white, 5' 10", 175 pounds, brown eyes, black hair, and date of birth as 3/23/99.

The records of the Board of Elections, Borough of Manhattan, New York City, checked by IC [redacted] on 6/23/59, indicates that in 1957, permanent registration for JOSEPH J. SCHWARTZ, 275 Central Park West, New York City, indicates that he resides in Apartment 13A; that he was born 3/24/99, in Russia, and that he was naturalized on his father's papers in 1913.
The 1956 Signature Book maintained by the Board of Elections, indicates that JOSEPH J. SCHWARTZ last registered in 1952 from the resident address 125 West 76th Street, New York City.

The records of the Board of Elections, permanent registration-1957, identify DORA SCHWARTZ, Apartment 13A, at 275 Central Park West, as married, in New York City and New York State 35 years, height 5' 5"., hair brown, eyes brown, birth date 1/10/99, in Russia, and naturalized in 1937, SDNY.

The records of the Board of Elections, for the years 1956 through 1958 covering 275 Central Park West, indicates that JOSEPH J. SCHWARTZ and DORA SCHWARTZ registered for one of the major political parties. No registration could be located for the year 1955 for either person.

Registrations covering the address 125 West 76th Street, New York City, indicates that DORA SCHWARTZ registered for one of the major political parties in 1948 and 1950. No registrations for DORA SCHWARTZ were noted for 1949, 1951, and 1952. No registrations were noted from 1948 through 1952, at the address 125 West 76th Street, New York City, for JOSEPH J. SCHWARTZ. The NYO files contained further background information relating to JOSEPH J. SCHWARTZ. This information was received directly from SCHWARTZ during panel type interviews of trans-Atlantic travelers conducted by the NYO at New York City, during World War II.

Pan American trip number 13-006 arrived at New York City, 11/28/43. Among the passengers who boarded the plane at Lisbon, Portugal, on 11/24/43, was one JOSEPH SCHWARTZ, who is believed to be identical with the above mentioned Doctor JOSEPH J. SCHWARTZ. Memo contained
in the files of the NYO indicates that he was traveling on United States Passport number 106 issued at Lisbon, 4/14/41, that he was born at Odessa, Russia, 3/23/99. He claimed derivative American citizenship under the naturalization of his father, ABRAHAM NATHAN SCHWARTZ, FDC Baltimore, Maryland-1912. He was identified as the European Chairman, American Jewish Joint Distribution Committee. He reportedly went to Paris, France, in May, 1940, and after the fall of France, he proceeded to Lisbon where he established headquarters for the administration for the relief of Jewish refugees. He gave as his residence 125 West 76th Street, New York City. The name of the interviewing agent was

Pan American flight 12-018 arrived at New York City 8/31/44, from Lisbon Portugal. Among the passengers interviewed by SA EDWARD W. DOOLEY was JOSEPH SCHWARTZ, holder of United States Passport number 34, issued by the United States Legation, Lisbon, Portugal, 4/11/44. On this arrival SCHWARTZ advised he was born at Nova, Odessa, Russia, 3/23/99. He identified himself as the European Director of the American Joint Distribution Committee, 270 Madison Avenue, New York City. He gave his residence as 125 West 76th Street, New York City, and stated that he had previously left the United States at New York City, 12/23/43, and in connection with his employment had traveled in Spain, England, North Africa, Egypt, Palestine and Turkey.

Pan American trip number 3-322 arrived at New York City, 6/11/45. Among the passengers interviewed by SA WILLIAM E. BREENE, was JOSEPH SCHWARTZ, born 3/23/99, at Nova, Odessa, Russia. He indicated that he had left the United States 11/6/44, as a special representative of the War Review Board and as a representative of the American-Jewish Joint Distribution Committee.

It was noted that a censorship intercept in connection with the Alto case indicated that on 10/3/44, JACOB LANDAU wrote the USSR Embassy, Mexico City, and included a Jewish telegraphic agency news release dated
NY 100-63077

9/15/44, at New York City, which release was an announce-
ment that Doctor JOSEPH J. SCHWARTZ, a representative
of the Joint Distributin Committee, was to be included
in the delegation being sent by the UNRRA to Poland.

The NYO report of SA 7/21/55, entitled, "ISRAELI INTELLIGENCE SERVICE, ESP-IS", (Bufile 65-58700) (WFO Origin 65-5284) (NY 65-15150) reflected that the 6/3/55 issue of "Israel Speaks" contained an article which indicated that ABRAHAM FEINBERG, President of Israel Speaks, Incorporated, since 1948, had been elected President of the Development Corporation for Israel, 5/22/55, and that other officers included Doctor JOSEPH J. SCHWARTZ, Executive Vice President.

The report of SA FRANCIS J. GALLANT, dated 6/23/55, at New York, in the above mentioned Espionage-
Internal Security case, reports that on 5/16/52, admitted to SAS JAMES P. MARTIN and DONALD B. SHANNON that he had worked in London, England, from December, 1949 to June, 1951, and that in May, 1952, he had been employed in the United States of America to promote the sale of Israeli Defense bonds.

The same report indicates that on 5/6/55, SA J. WALLACE LA FRANDE, learned through a pretext telephone
call to the American Financial and Development Corporation for Israel, New York City, that whose last
known address was Paris, France, was then employed by "Bonds for Israel and Europe".

The New York World Telegram, issue of 5/17/55, page 7, contained an announcement that a new organization
known as the Development Corporation for Israel had opened offices in New York City, and that it had asserted the official responsibility for the sale of Israeli bonds in the United States and the free world. The new head of the organization was identified as being Doctor JOSEPH J.
NY 100-63077

SCHWARTZ further described in the article as the Executive Vice-Chairman of United Jewish Appeal.

NY by letter to the Bureau, dated 1/12/40, in the case entitled, "Communist Party, USA; Registration Act" submitted the Bureau a group of books purchased by SA GEORGE J. STARR from the Fourth Avenue Book Shop, 122 Fourth Avenue, New York City.

Included was a book entitled, "For United Action in the Struggle Against Anti Semitism and Fascism" published by the Jewish People's Committee, 186 Fourth Avenue, New York City. The book cover of this book included a list of sponsors of the Jewish People's Committee, among the sponsors listed were

and a Doctor JOSEPH J. SCHWARTZ, then described as the Director, Brooklyn Federation of Jewish Charities. No further identification of this particular SCHWARTZ was noted, however, it is possible that he and the individual of interest to this letter are identical.

The indices of the NYO contained numerous references to JOSEPH J. SCHWARTZ (NY 19-1) in connection with information received through the Bureau of Censorship, while monitoring overseas calls during World War II. These calls were either placed or received by JOSEPH J. SCHWARTZ at Lisbon, Portugal, to or from the Joint Distribution Committee at New York City, and all of the calls monitored related to relief problems.

The NYO indices contained numerous references to the name JOSEPH J. SCHWARTZ and JOSEPH SCHWARTZ. On the basis of background information presently available, a majority of these references have been termed as not being identical to Doctor JOSEPH J. SCHWARTZ. Unidentified references of possible interest to instant matter include
a reference to a JOSEPH SCHWARTZ, 13 Louisiana Avenue, Brooklyn, New York, as a signer of a CP Nominating Petition of 1942; to a JOSEPH SCHWARTZ of 3124 Nostrand Avenue, Brooklyn, New York, as a subscriber to the "Daily Worker"; to a JOSEPH SCHWARTZ, 5501 15th Avenue, Brooklyn, New York, as a subscriber to "Jewish Life", and to a JOSEPH SCHWARTZ, 1865 East 22nd Street, Brooklyn, New York, as a singer of a CPNP in 1943.

Referenced WFO letter, 4/8/59, requested that the NYO submit its observations and recommendations to the WFO in connection with their suggested plan for

Investigation, as reported by the WFO, has indicated that WFO sources at Washington, D. C., who have close personal and business interests in matters pertaining to Jewish activities and to the future of Israel, publicly reported past Communist affiliations. These sources have indicated to the WFO a complacency on the part of SCHWARTZ to take any administrative action against or to discontinue his services with the Development Corporation for Israel because of this revelations.

It is believed that if deemed of necessity and value to captured case, at New York City for background information regarding No conclusion could be made from a review of the information pertaining to SCHWARTZ, as presently available to the NYO considered by the NYO. The apparent fact with respect to such an approach is that

Under such circumstances,
The numerous international connections of SCHWARTZ which he apparently has, on the basis of information available to the NYO, including a possible association with the Israeli Intelligence Service and the possibility of his having had pro-Communist connections. the extent if any, not yet known that Doctor JOSEPH J. SCHWARTZ