

~~TOP SECRET~~

No. _____

COPY _____

NATIONAL SECURITY COUNCIL INFORMATION

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~~TOP SECRET~~

000908

000065

National Security Council
The White House

System # _____

Package # _____

	SEQUENCE TO	HAS SEEN	DISPOSITION
Paul Thompson	_____	_____	_____
Bob Kimmitt	_____	_____	_____
John Poindexter	1	I	_____
Tom Shull	_____	_____	_____
Wilma Hall	_____	_____	_____
Bud McFarlane	2	M	A
Bob Kimmitt	_____	_____	_____
NSC Secretariat	_____	_____	_____
Situation Room	_____	_____	_____
JP	3	Y	_____

I = Information A = Action R = Review O = Obsolete N = No Further Action

cc: VP Messa Balcer Doerver Other _____

COMMENTS Should be seen by: _____
(Date/Time)

Bud.
I have told [unclear] to please to
[unclear] with this and [unclear] would
inform [unclear] to take care in the
[unclear] [unclear] [unclear]
AKW015206

Process Information
2
3
4
5

EYES ONLY

EYES ONLY

NSC/ICS CONTROL NO 400007

COPY NO 1 OF 3

ACTION	FILE
APPROVAL	INFORMATION
COMMENT	PREPARE REPLY
CONCURRENCE	RECOMMENDATION
DIRECT REPLY	RETURN
DISPATCH	SIGNATURE

HANDLE VIA SYSTEM IV CHANNEL ONLY

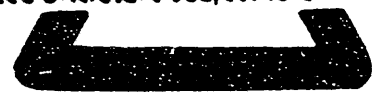
REMARKS
cc: Oliver North (#2 and 3)

EYES ONLY

NSC INTELLIGENCE DOCUMENT



Warning Notice
Intelligence Sources and Methods involved
NATIONAL SECURITY INFORMATION
Unauthorized Disclosure Subject to Criminal Sanctions



EYES ONLY

AKW015207

TOP SECRET SENSITIVE TOP SECRET



NATIONAL SECURITY COUNCIL

June 7, 1985

TOP SECRET

ACTION

EYES ONLY

MEMORANDUM FOR ROBERT C. MCFARLANE

FROM: OLIVER L. NORTH

SUBJECT: Status of Hostage Recovery Efforts

The two independent hostage recovery activities briefed last Saturday have proceeded as follows:

-F-

TOP SECRET
Declassify: OADR

TOP SECRET

AKW01520

2120

DEA operation. At the request of the two DEA officers who originated the contact in Lebanon, I met with their asset in Washington. Last week, their intermediary expressed concern with proceeding with the operation based on the instability inside Lebanon. In response to their urgings (the DEA officers were made aware of the possibility that the Dawa prisoners could be executed shortly after the end of Ramadan--June 19) and the death of one of his contacts inside Lebanon, he has now agreed to proceed as follows:

- He will depart Saturday, June 8, and meet a [redacted] contact in Europe as well as [redacted] who was the secondary contact inside Lebanon. He will urge [redacted] to return to Lebanon and arrange for a meeting on Cyprus among one DEA officer (Tarallo), himself, and [redacted]

- Once contact has been established and a meeting arranged, the two DEA officers will depart for Cyprus via Vienna where they will deposit the \$200K and establish an account for the \$2M (\$500K of which will be available immediately in U.S. dollars cash for use in Lebanon). Tarallo will then proceed to the meeting indicated above.

EYES
AKWC 5100

-- The primary DEA contact [redacted] believes that the hostages can be bribed free for \$1M a piece as follows:

- The \$200K will be sufficient to bribe [redacted] will be passed [redacted] this agent [redacted]
- [redacted] will turn over the hostages to [redacted] who will transport them [redacted]
- Transport [redacted] will cost in excess of \$250K apiece in order to bribe [redacted] believes that the \$200K in cash will be sufficient to establish bona fides to [redacted] to agree to passage of at least 2 hostages. Once the operation is underway and the hostages are through [redacted] will be provided with \$500K in cash.
- [redacted] will turn the hostages over to [redacted] where they will be placed aboard a rented yacht for transport to Cyprus.
- One of the DEA officers (Dwyer) will have proceeded to Cyprus to rent a safehouse as a temporary holding location in the event that all hostages are not recovered in the first attempt.
- The remaining \$1.5M made available by the donor will be released from the account in Vienna as soon as the hostages are aboard the yacht and at sea [redacted] These funds will be used to pay the [redacted]

It is assumed that the price cannot be negotiated down given the number of people requiring bribes. Both the DEA and [redacted] believe that this effort will produce two hostages and that additional hostages will be released for \$1M each. The safehouse will be used to harbor/create the first two hostages while arrangements (both financial and operational) are being made for the remaining hostages. [redacted] believes that 72-96 hours would be required for a second round. This assumes that additional funding is available on a near real-time basis. The donor is aware that the price being asked is \$1M each. He is unaware that we are proceeding with a plan to release only two if the price does not come down.

EYES ON

TOP SECRET

The DEA officers are prepared to take leave as soon as they are contacted by [redacted] Travel arrangements and operational costs are currently being financed from funds normally available to the Nicaraguan resistance. Our normal point-of-contact in the resistance for these matters is not yet aware.

Summary. As discussed with ADM Poindexter, it appears that both these plans can proceed simultaneously without undue concern for compromise or mutual jeopardy. Given that arrangements for the DEA operation will take considerable time (contacts inside Lebanon, financial transactions, and rental of yacht/safehouse)

RECOMMENDATIONS

1. That you approve proceeding with the plans outlined above.

Approve [Signature] Disapprove _____

2. That you contact the Attorney General and ask that the two DEA officers (Bill Dwyer and Frank Tarallo) be placed on temporary detail to the NSC for a period of 30 days.

Approve [Signature] Disapprove _____

With Follow up 4/10 w/AG

Attachments

- Tab A -
- Tab B -
- Tab C -



EYES ON

TOP SECRET

AKW015211

The following six people were killed in the Kuwaiti bombing on December 12, 1984. The first four were killed instantly.

Evad Mustaf Agil:

The driver of the suicide car. An Iraqi carrying an Armenian passport. He was atomized (the body was completely blown up).

Ali Al-Jamal:

Foreman of a contracting company carrying out repairs at the embassy. A Palestinian from Jordan. Injuries to the lower half of his body. The legs were missing. 80% of his body was burned. The eyes were missing.

Mufad Hakim Mufid:

The embassy FSN driver/purchaser. A Syrian. Skull injuries. Multiple shrapnel wounds. Severed right femur.

Ahmad Mahmud:

Embassy FSN driver. A Palestinian from Jordan. Crushed by a falling wall.

Narib Al-Rafai:

A visa applicant. A Kuwaiti. Suffered head injuries. Died on December 15, 1984 in the hospital.

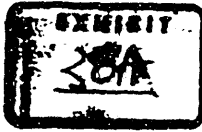
Unidentified:

A Egyptian. Killed in a separate bombing at the airport on December 13, 1984.

AKW015213

EXCISED COPY FOLLOWS

EXHIBIT 38A



UNCLASSIFIED

System # _____

Package # _____

N 7417

	SEQUENCE TO	HAS SEEN	DISPOSITION
Paul Thompson	_____	_____	_____
Bob Kimmitt	_____	_____	_____
John Poindexter	1	J	_____
Tom Shull	_____	_____	_____
Wilma Hall	_____	_____	_____
Bud McFarlane	2	M	A
Bob Kimmitt	_____	_____	_____
NSC Secretariat	_____	_____	_____
Situation Room	_____	_____	_____
JP	3	J	_____

I = Information A = Action R = Retain C = Dispatch N = No Further Action

cc: VP Meese Baker Deaver Other _____

COMMENTS

Should be seen by: _____

(Date/Time)

597

Sue:

I have told Clive to plan to go over with Tom tomorrow. Confirm when he calls me in the morning. Please call me after you have read this.

~~TOP SECRET~~ TOP SECRET SENSITIVE

① Robert McFarlane

2

3

4

5

6

EYES ONLY

X	ACTION	FILE
	APPROVAL	INFORMATION
	COMMENT	PREPARE REPLY
	CONCURRENCE	RECOMMENDATION
	DIRECT REPLY	RETURN
	DISPATCH	SIGNATURE

REMARKS:
cc: Oliver North (#2 and 3)

EYES ONLY

N 2410

NSC/ICS CONTROL NO 400587

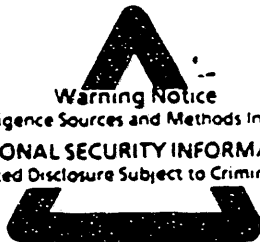
COPY NO 1 OF 3

HANDLE VIA SYSTEM IV CHANNEL ONLY

EYES ONLY

NSC INTELLIGENCE DOCUMENT

9 May 1987



Warning Notice
Intelligence Sources and Methods Involved
NATIONAL SECURITY INFORMATION
Unauthorized Disclosure Subject to Criminal Sanctions

EYES ONLY

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REVIEWED
P. 2, 3, 4, 5
12/20/87

MEMORANDUM

~~UNCLASSIFIED~~
NATIONAL SECURITY COUNCIL

NSC 125-40358-

June 7, 1985

N 7419

~~TOP SECRET~~

ACTION

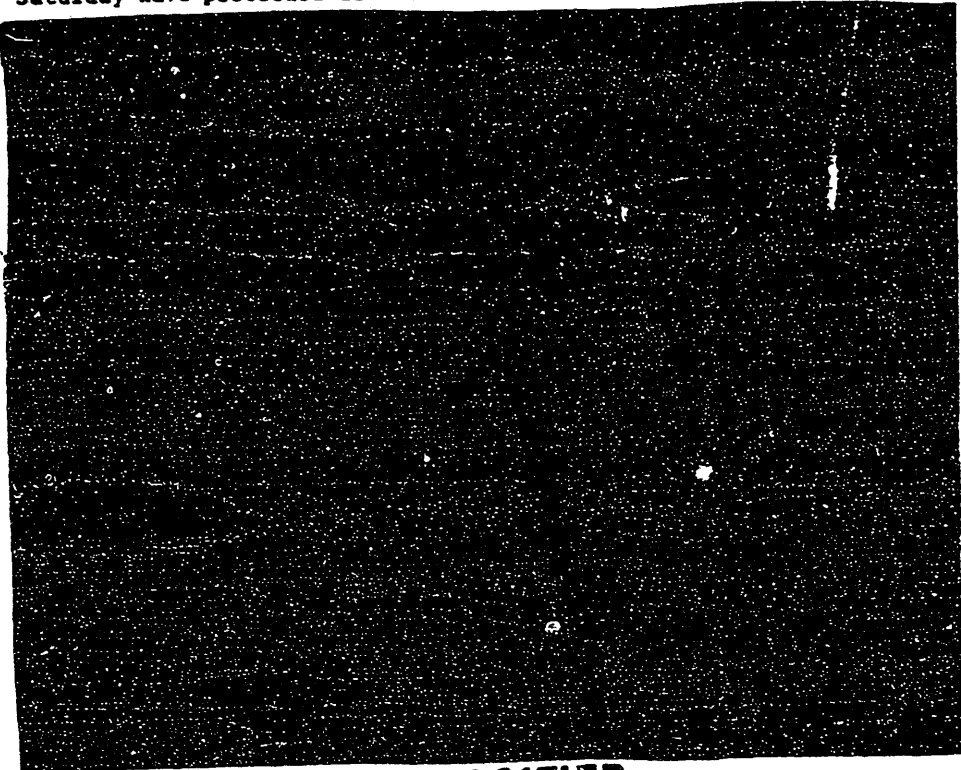
EYES ONLY

MEMORANDUM FOR ROBERT C. MCFARLANE

FROM: OLIVER L. NORTH

SUBJECT: Status of Hostage Recovery Efforts

The two independent hostage recovery activities briefed last Saturday have proceeded as follows:



~~TOP SECRET~~
Declassify

OADR

UNCLASSIFIED

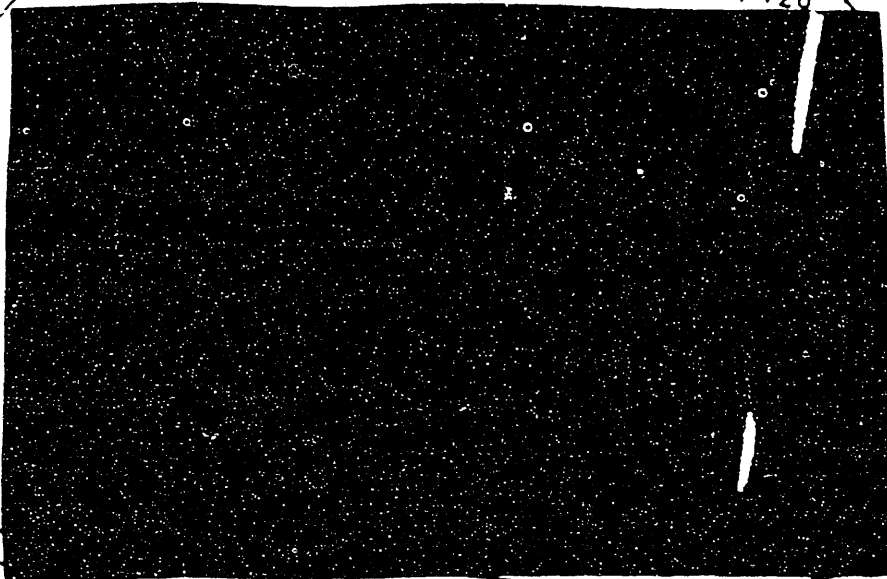
Declassified by [redacted] on 9 May 1987
under provisions of E.O. 12958
by R. P. [redacted] [redacted]

UNCLASSIFIED EYES ONLY

~~TOP SECRET~~

2

N 7420



DEA operation. At the request of the two DEA officers who originated the contact in Lebanon, I met with their asset in Washington. Last week, their intermediary expressed concern with proceeding with the operation based on the instability inside Lebanon. In response to their urgings (the DEA officers were made aware of the possibility that the Dawa prisoners could be executed shortly after the end of Ramadan--June 19) and the death of one of his contacts inside Lebanon, he has now agreed to proceed as follows:

- He will depart Saturday, June 8, and meet a [redacted] contact in Europe as well as [redacted] who was the secondary contact inside Lebanon. He will urge [redacted] to return to Lebanon and arrange for a meeting on Cyprus among one DEA officer, [redacted], himself, and [redacted].
- Once contact has been established and a meeting arranged, the two DEA officers will depart for Cyprus via Vienna where they will deposit the \$200K and establish an account for the \$2M (\$500K of which will be available immediately in U.S. dollars cash for use in Lebanon). [redacted] will then proceed to the meeting indicated above.

~~TOP SECRET~~

UNCLASSIFIED EYES ONLY

~~TOP SECRET~~ EYES ONLY

TOP SECRET

N 7421

-- The primary DEA contact [REDACTED] believes that the hostages can be bribed free for \$1M a piece as follows:

- The \$200K will be sufficient to bribe [REDACTED] this [REDACTED] will be passed [REDACTED]
- [REDACTED] will turn over the hostages to [REDACTED] who will transport them [REDACTED]
- Transport [REDACTED] will cost in excess of \$250K [REDACTED] in order to bribe [REDACTED] believes that the \$200K [REDACTED] will be sufficient to establish bona fides to [REDACTED] to agree to passage of at least 2 hostages. Once the operation is [REDACTED] and the hostages are through [REDACTED] [REDACTED] will be provided with \$500K in cash.
- [REDACTED] will turn the hostages over to [REDACTED] where they will be placed aboard a rented yacht for transport to Cyprus.
- One of the DEA officers [REDACTED] will have proceeded to Cyprus to rent a safehouse as a temporary holding location in the event that all hostages are not recovered in the first attempt.
- The remaining \$1.5M made available by the donor will be released from the account in Vienna as soon as the hostages are aboard the yacht and at sea [REDACTED] These funds will be used to pay the [REDACTED]

It is assumed that the price cannot be negotiated down given the number of people requiring bribes. Both the DEA and [REDACTED] believe that this effort will produce two hostages and that additional hostages will be released for \$1M each. The safehouse will be used to harbor/treat the first two hostages while arrangements (both financial and operational) are being made for the remaining hostages. [REDACTED] believes that 72-96 hours would be required for a second round. This assumes that additional funding is available on a near real-time basis. The donor is aware that the price being asked is \$1M each. He is unaware that we are proceeding with a plan to release only two if the price does not come down.

TOP SECRET

~~TOP SECRET~~ EYES ONLY

~~TOP SECRET~~ UNCLASSIFIED EYES ONLY

N 7422

The DEA officers are prepared to take leave as soon as they are contacted by [redacted]. Travel arrangements and operational costs are currently being financed from funds normally available to the Nicaraguan resistance. Our normal point-of-contact in the resistance for these matters is not yet aware.

Summary. As discussed with ADM Poindexter, it appears that both these plans can proceed simultaneously without undue concern for compromise or mutual jeopardy. Given that arrangements for the DEA operation will take considerable time (contacts inside Lebanon, financial transactions, and rental of yacht/safehouse).

[redacted]

RECOMMENDATIONS

- 1. That you approve proceeding with the plans outlined above.

Approve [initials] Disapprove _____

- 2. That you contact the Attorney General and ask that the two DEA officers [redacted] be placed on temporary detail to the NSC for a period of 30 days.

Approve [initials] Disapprove _____

10.01.79 to [unclear] 4/8 [unclear]

Attachments

[redacted]

~~TOP SECRET~~ UNCLASSIFIED EYES ONLY

~~TOP SECRET~~

UNCLASSIFIED

N 7423

TAB

A

N 7423 - N 7431
deleted in their entirety