staff director of the Senate Foreign Relations Subcommittee on Near Eastern and South Asian Affairs. Like Perle, Bryen escaped prosecution.

While serving as Perle's assistant at the Defense Department, Bryen formed the Technology Transfer Center, with oversight over the smuggling of strategic technology. Bryen hired Pollard's reported handler, Yossef Bodansky, to serve at the center, as well as Michael Ledeen's wife, Barbara Ledeen.

Frank Gaffney, Jr. Now based at Herman Kahn's Hudson Institute, Gaffney was deputy assistant secretary of defense for nuclear forces under Perle, and was slated to be his replacement until his resignation from government last November. Like Perle, Gaffney got his start working for Sen. Scoop Jackson, and has often been described as a Perle protégé. Since his resignation, Gaffney has loudly criticized the INF treaty, whose worst features Perle masterminded. He has not broken with Perle, however, and co-authored a loyal "critique" of the treaty with Perle in February.

**Douglas J. Feith.** At his own Washington law firm since 1986, Feith served as Perle's deputy in varying capacities at Defense since 1982, most recently as deputy assistant secretary for negotiations policy. He had previously served on the Reagan National Security Council.

John F. Lehman, Jr. Secretary of the Navy from 1981 through 1987, Lehman is currently touted as a national security adviser or defense secretary in a Bush administration. A relative of the late Princess Grace of Monaco, Lehman got his start as the Oxford University roommate of David Walker, a future leader of Britain's elite Strategic Air Services (SAS), and founder of KMS, Ltd., a firm which Lehman ensured handled much of the Iran-Contra arms trafficking.

Lehman was a senior staff aide and counsel to Henry Kissinger, both at the NSC and the State Department. Beginning in 1975, Lehman served as Iklé's deputy director at the Arms Control and Disarmament Agency. During the Carter years, Lehman formed the Abingdon Corporation with Richard Perle.

Paul Dundes Wolfowitz. Currently ambassador to Indonesia. Wolfowitz had been Wohlstetter's student at the University of Chicago, together with Donald Fortier, the recently deceased deputy director of the National Security Council. Wolfowitz's first government post was as special assistant to Fred Iklé, 1974-77, then directing the Arms Control and Disarmament Agency. After a three-year stint at the Defense Department Regional Programs Office, Wolfowitz became director of the Policy Planning Staff at the State Department, in 1981-82, and then assistant secretary of state for East Asian and Pacific affairs through 1985. At that post, Wolfowitz played a key role in the overthrow of Philippines President Ferdinand Marcos. The coup was intended by Moscow to lead to the shutdown of the U.S. bases at Clark Air Field and Subic Bay, removing the United States as a Pacific power.

# The network left the U.S. arrest of

by Joseph Brewda

Shortly after U.S. Naval Intelligence analyst Jonathan Jay Pollard was arrested for Israeli espionage in November 1985, a network within the highest levels of the U.S. government and policy circles launched an international mobilization to suppress every important feature of the case. The reason for this campaign, which has continued to the present date, is now clear. Honest government investigators had quickly demonstrated that the documents which the presumed Mossad agent Pollard had stolen were forwarded to Moscow, not simply to Jerusalem. Consequently, it could be shown that those senior U.S. figures who patronized Pollard, or acted to suppress the investigation of his case, were agents not merely of Israel, but also the KGB.

Pollard was a low-level misfit and cocaine addict, who had widely bragged of being a Mossad agent since college. His father, Dr. Morris Pollard, moreover, was known to have maintained connections to senior levels of the Israeli government and intelligence community for decades. Nonetheless, despite these obvious disqualifications, Pollard was placed at a Naval Intelligence post that gave him access to the highest levels of U.S. intelligence from several different agencies.

In December 1987, another Soviet-Israeli spy, Shabtai Kalmanowitch, was arrested in Israel, this time on charges of spying for the KGB. Like Pollard, Kalmanowitch was also a Mossad agent, and had used his Mossad affiliation as a means to infiltrate U.S. intelligence. The implications of the Kalmanowitch case have also been buried, by the same network which protected Pollard. Currently, Kalmanowitch's former close associates at both the CIA and the East German Stasi secret services are seeking to bury their problem by negotiating a three-way spy-swap among the United States, Israel, and the U.S.S.R. The swap involves sending the nowimprisoned Pollard to Israel, and the Soviet-client state, Syria, releasing the U.S. hostages held in Lebanon. In one variation of this scheme, Kalmanowitch would be released to travel to Moscow.

The agency which planted, protected, and paid Pollard is the Israeli-U.S. Binational Industrial Research and Devel-

26 Feature EIR June 3, 1988

### behind after Jonathan Pollard

opment (BIRD) Foundation, an intergovernment organization which acts as a channel between the U.S. Treasury and State Department and the Israeli Defense Ministry and Mossad. The organization is a product of Henry Kissinger's tenure at the State Department, and one of dozens which have been used to run joint U.S.-Israeli covert operations, of the sort typified by the Iran-Contra sales.

Key BIRD activists include:

- Meir Amit, the former director of both the Mossad and Israeli military intelligence.
- Yuval Ne'eman, minister of science and development, the former deputy director of military intelligence, and father of the Israeli nuclear bomb.
- Dan Tolkowsky, former chief of the Israeli Air Force, and founder of one of Israel's top arms smuggling firms, Elron-Elbit.
- Itzhak Ya'akov, former chief scientist of the Israeli Defense Ministry, founder of BIRD, and currently U.S. station chief for the Defense Ministry's intelligence agency, LEKEM.
  - Rafi Eytan, LEKEM chief and Pollard task-master.
- Harold Katz, counsel of the Israeli Defense Ministry and BIRD.
- Dr. Jordan Baruch, former assistant secretary at the U.S. Commerce Department.

Pollard was paid for his espionage by BIRD's counsel, Harold Katz. He was tasked by the Israeli Defense Ministry's intelligence agency, LEKEM, whose U.S. station chief is Itzhak Ya'akov. Pollard was protected by a network within the U.S. Justice Department, including former Criminal Division director William F. Weld, and former Deputy Attorney General Arnold I. Burns, who are both linked to BIRD.

The BIRD Foundation was established by treaty arrangement between the United States and Israel in 1977, based on discussions held in 1975 when Kissinger was Secretary of State. Its sister organization, the Binational Agricultural Research and Development (BARD) foundation, was formed the same year. Both organizations were modeled on the Bin-

ational Science Foundation (BSF), another U.S.-Israeli organization, that had been formed under Kissinger in 1973.

As their names imply, the three organizations, which have overlapping governing boards, officially sponsor joint U.S.-Israeli industrial, agricultural, and basic scientific research. The joint projects, and associated conferences, have provided traveling Mossad officers the means to find new U.S. scientists and industrialists to recruit. These operatives have naturally targetted major U.S. university science departments and aerospace firms for penetration.

BIRD, BARD, and the BSF maintain an endowment of \$300 million in Israeli banks. One bank known to be tied to the BIRD network is the Bank of Boston, which Harold Katz had used to pay Pollard for his espionage. In 1984, then-U.S. Attorney in Boston William Weld protected the Bank of Boston, when it was caught laundering over \$2 billion in illicit funds used to finance intelligence operations such as BIRD's.

U.S. intelligence sources stress that the secret to the BIRD network is the petro-dollar recycling apparatus established by Kissinger following the 1973 Arab-Israeli war. As a result of that war, oil prices skyrocketed, and the Persian Gulf oil states were suddenly inundated by massive amounts of U.S. dollars. These petro-dollars, however, were never, ever substantially controlled by the Arab states, but simply siphoned back into the Western banking system, primarily through London.

These petro-dollars have various illicit uses. These include financing "off-budget," "privatized" U.S. intelligence operations, outside the knowledge and reach of Congress and even the White House. The use of such schemes has now been made famous by the Iran-Contra affair. The postwar U.S. intelligence community first used such techniques when it began to fund its operations through the sale of Southeast Asian heroin. The BIRD network, and its associated covert banking apparatus, is simply one such "off-budget," putatively U.S.-Israeli capability, that has been financed by petro-dollars and dope.

Since 1973, in particular, the post of assistant secretary of the Treasury for international affairs has been one of the most important in U.S. intelligence, since occupying that position ensures the continuing protection of this "unofficial" apparatus. Significantly, the occupant of that post is also automatically a member of BIRD's six-man governing board.

It is no coincidence that Assistant Treasury Secretary David C. Mulford had been the principal foreign adviser to the Saudi Arabian Monetary Agency (SAMA) about how it should handle its petro-dollar investments, prior to his Treasury appointment in 1984. Mulford's post in Riyadh, beginning 1975, was held by virtue of the fact that he was the director of international operations at White, Weld, William Weld's family firm. Weld's firm held an exclusive contract with Saudi Arabia, and a major contract with Kuwait, to manage their petro-dollars, and foreign investments, follow-

**EIR** June 3, 1988 Feature 27

ing the 1973 Arab-Israeli war.

#### Penetrating the U.S. space program

In February 1983, former Mossad and military intelligence chief Meir Amit announced the formation of a private consortium allegedly designed to put Israel in space. Simultaneous with the Amit pronouncement, Minister of Science and Development Yuval Ne'eman, announced the creation of a 20-man Israeli Space Agency, prominently including Amit, as well as Israeli veterans of the U.S. NASA program.

During the same period that the space agency was formed, Ne'eman assisted in the creation of a related military program, Israel's International Fusion Industries. IFI is a partnership of the prominent Israeli gunrunners Yakov Nimrodi, Shaul Eisenberg, and Adolph Schwimmer, together with *Penthouse* publisher, Bob Guccione.

All of the above individuals, with the possible exception of Guccione, were leading figures in the covert U.S.-Israeli arms sales to Iran and the Contras, and also key in the Pollard scientific espionage network.

Israel's space and nuclear programs were subordinate features of a then-active megalomaniacal project to develop the Lavi jet, an Israeli version of the U.S. F-16, and make Israel a nuclear-equipped replacement for NATO. U.S capabilities obtained for developing the Lavi, for example, stealth technology, were also promptly sold to Soviet intelligence services.

One Israeli intelligence operative sent to the United States to work on the Lavi project was Yossef Bodansky, currently a partner with *Washington Times* editor Arnaud de Borchgrave in Mid-Atlantic Research. Bodansky had worked with the Mossad-tied Stephen Bryen and Richard Perle at the U.S. Defense Department. According to Israeli intelligence sources, Bodansky was also a LEKEM handler of Jonathan Pollard.

International Fusion Industries' only announced project was that run by the International Nuclear Energy and Science Company (INESCO) of La Jolla, California. INESCO was run by Dr. Rami Shani, an Israeli scientist who had somehow managed to direct the U.S. Naval Laboratory plasma physics

## Albert Wohlstetter: a Trotskyite mole

As co-chairman with the Pentagon's Fred Iklé of the Commission for an Integrated Long-Term Strategy, Albert Wohlstetter wrote the report, *Discriminate Deterrence*, which called for the strategic decoupling of the United States from its NATO allies. It would be suicidal, Wohlstetter and Iklé argued in press conferences after the report's release, for the United States to continue to maintain a nuclear umbrella over Western Europe, as it has done since the 1950s. Instead of nuclear deterrence, Wohlstetter and Iklé argued for a conventional build-up in Western Europe adequate to "deter" Warsaw Pact forces.

The Iklé-Wohlstetter report similarly envisioned a U.S. retreat from other areas of strategic commitment in the face of four to five newly emerging power blocs that would challenge American strategic hegemony.

When the Iklé-Wohlstetter Discriminate Deterrence report was first published, EIR argued that it was the military equivalent of the "New Yalta" deal with which the Soviets have been attempting to lure the West ever since it was first publicly proposed by Soviet Secretary General Yuri Andropov in 1982. Fortunately, the Iklé-Wohlstetter report's conclusions—especially that of lifting the nuclear umbrella from our NATO allies—were not adopted in the President's follow-on report on the

strategic posture of the United States.

Now, however, Pentagon sources report that there is something that would help to explain the treasonous character of the Iklé-Wohlstetter faction's operations in the Reagan administration—namely, that Albert Wohlstetter is under investigation as being the godfather of the "Mr. X" committee behind Soviet false flag agent Jonathan Pollard. According to these Pentagon sources, Albert Wohlstetter is the subject of an ongoing investigation to uncover the network of "moles" that comprise the Pollard "Mr. X" committee. If such an investigation is under way, it is awfully late for the case of Albert Wohlstetter, who in 1985 was appointed with Henry Kissinger to the newly reorganized President's Foreign Intelligence Advisory Board (PFIAB), which advises the President on how to maintain the quality of U.S. foreign intelligence. That appointment required full clearance from the FBI.

How Wohlstetter got FBI clearance, given his background, is another matter worthy of investigation.

#### A Trotskyite

An ongoing investigation by EIR has uncovered the fact that while he was a student at City College of New York and Columbia University in the 1930s, Albert Wohlstetter was a member of a Trotskyite splinter group known as the League for a Revolutionary Workers Party (LRWP). The head of this sect was Max Gould (a.k.a. B.J. Fields), who had been personally trained by Soviet/Trust agent Leon Trotsky to be a leader of the Communist League of America, before Fields founded the LRWP. Fields was a Soviet agent-of-influence, and the LRWP

28 Feature EIR June 3, 1988

section in the 1970s. Shani is a subordinate of Ne'eman.

Simultaneous with the creation of the Israeli Space Agency and IFI, four classmates of Pollard at Tufts' Fletcher School of Law and Diplomacy formed the Center for Space Policy (CSP). Pollard had been recruited to the Mossad by Tufts' Prof. Uri Ra'anan (a.k.a. Heinz Felix Frischwasser), a talent spotter for both the Mossad and CIA. As Pollard's subsequent history demonstrates, however, there is reason to believe that Ra'anan is a Soviet intelligence asset.

The CSP advises U.S. industry on business opportunities in space. It underwent explosive growth after President Reagan proclaimed his absurd "privatization" scheme for NASA. In 1986, a CSP subsidary, Spacehab, secured a memorandum of understanding to exclusively construct a "pressurized middeck augmentation module," for the Shuttle. Prospective clients include NASA, the Department of Defense, and companies developing space products. It plans on assisting experimentation on the SDI.

CSP works closely with the New England-Israel Chamber of Commerce, BIRD's primary representative office in

the United States. In 1985, another close associate of the chamber, Boston LEKEM chief Giora Tzur, fled the United States after his connection to smuggling nuclear bomb timing devices, known as kryton, to Israel was demonstrated.

During the Johnson administration, this same spy network was responsible for transporting to Israel several hundred pounds of bomb-grade uranium, which had been "lost" by Pittsburgh scientist Zalman Shapiro, currently at Westinghouse. The uranium was smuggled to Israel by LEKEM head Rafi Eytan.

Tzur's associate in the krytron smuggling, Richard K. Smyth, also disappeared after being indicted for arms trafficking. At the time, Smyth was on the scientific advisory board of the U.S. Air Force, and had been active in designing the MX missile.

#### The Nesher recruitment ring

An informal breakfast club for Jewish conservative members of the Reagan administration formed in 1984, Nesher remains in place despite the Pollard bust. While not appar-

was a Soviet front, which formed part of the Left Opposition to Stalin's moves against the Trotsky-Bukharin factions of the Anglo-Soviet Trust in the Soviet Union.

In addition to his membership in the LRWP, Wohlstetter was trained in special classes at New York University given by Sidney Hook, who admits befriending a Soviet espionage network when he was a student associated with the Frankfurt School's Karl Korsch in Germany in the late 1920s. Hook also acknowledges that he was enough of a sympathizer of the Soviet Union for Earl Browder, then head of the Communist Party U.S.A., to propose that Hook establish a Soviet espionage network in the United States. This had occurred before Hook met Albert Wohlstetter, who has remained to this day his friend and correspondent.

It was the Rand Corporation that provided Wohlstetter with the means to cover-up his Marxist background. After brief stints in government during World War II, Wohlstetter ended up without a job in southern California, where former New York classmates got him introduced into the Rand Corporation. At Rand, Albert Wohlstetter and his wife Roberta did studies on warfare by surprise attack, how such a surprise attack would render existing nuclear forces vulnerable, and how to maintain deterrence through a survivable nuclear force. These studies were applied to the Strategic Air Command, which previously had relied upon early warning and a war-winning strategy as the essence of deterrence.

#### Godfather of the "Mr. X" committee

Several of Wohlstetter's former colleagues at Rand

and his students at the University of Chicago (where Wohlstetter went next) are now being investigated by *EIR* as likely members of the "Mr. X" Committee. Perhaps the most important of these is Richard Perle, who is widely known in Washington, D.C. as a career agent of the same Israeli channels that were behind Pollard.

Perle was a teenager when he first met Albert Wohlstetter in California, through a meeting arranged around the Wohlstetter family pool by Wohlstetter's daughter, Joan. Albert Wohlstetter was then involved in his nuclear strategy work at the Rand Corporation, but he developed a lifelong friendship with Perle after first interesting him in strategic studies. Perle described himself at the time of his meeting with Wohlstetter as a "Socialist."

In an article on Richard Perle appearing in the Nov. 24, 1987 issue of the Washington Post, this relationship is described as follows: "Wohlstetter's ideas became Perle's ideas; his network Perle's; and, as Perle traveled through the bureaucratic catacombs of Washington, his first mentor remained on call as his intellectual Virgil—always 'enormously helpful,' says Perle. He himself was never an original strategist. His views were mostly elaborations of Wohlstetter's."

According to this *Post* article, it was Albert Wohlstetter who arranged to plant Richard Perle in the Washington, D.C. mainstream, when he had Perle appointed chief researcher for the Committee to Maintain a Prudent Defense Policy (CMPDP), which Wohlstetter had co-founded with Paul Nitze. Wohlstetter introduced Perle to Nitze, and, according to the *Post*, "The torch of Perle's mentorhood had been passed." —*Scott Thompson* 

EIR June 3, 1988 Feature 29



Henry A. Kissinger: The BIRD foundation which planted, protected, and paid the spy Jonathan Pollard, is a product of his tenure at the State Department.

ently engaged in hard-core espionage like BIRD, Nesher places foreign intelligence operatives in key positions in the U.S. civil service.

Well known members of Nesher ("Eagle" in Hebrew), include the Defense Department's Richard Perle and Stephen Bryen, both previously implicated in espionage; State Department legal adviser Judge Abraham Sofaer, who negotiated the cover-up of the Pollard ring with the Israeli government; former Supreme Court nominee Judge Douglas Ginsburg; and former Deputy Attorney General Arnold Burns.

Nesher has been identified as responsible for the nominations (unsuccessful) of Judge Ginsburg and Judge Robert Bork to the U.S. Supreme Court, and the successful appointment of the BIRD-linked Burns to the Justice Department. Some say former CIA counsel Stanley Sporkin, a longtime crony of the late William Casey, was placed on the federal bench through the ring's efforts.

Some indication of how the ring functions in indicated by the careers of its founders.

Founder Joseph Morris is currently the director of the Office of Liaison Services at the Justice Department, where he runs "damage control." Prior to joining government, Morris had directed the "working group on federal government personnel security," at the American Bar Association's Standing Committee on Law and National Security. There

Morris reviewed the problem of foreign infiltration of the U.S. civil service, under committee chairman Prof. John Norton Moore. Moore later drafted the legal opinion for the White House Intelligence Oversight Board declaring the Iran-Contra deals "legal."

Prior to his Justice post, Morris had directed the legal department of the Office of Personnel Management, which oversees the entire U.S. civil service, and then was posted as executive assistant to the director of the U.S. Information Agency, Charles Wick. The USIA was a covert funder of the Iran-Contra sales.

Another founder of Nesher, Jack Kress, is deputy counsel of the U.S. Department of Energy. He oversees security at the government and private facilities which manufacture the U.S. nuclear arsenal.

U.S. Appellate Court Judge Alex Kozinsky founded Nesher after serving as special counsel to the Merit Systems Protection Board at the Office of Personnel Management, where he oversaw civil service promotions. Another founder, Peter Keisler, had been legal adviser at the White House, and is now the clerk to Judge Anthony Kennedy at the U.S. Supreme Court.

Interest in Nesher increased at reports that the ring had been instrumental in the nomination of Arnold I. Burns to the third, and then second, highest ranking posts at the Justice Department in January 1986 and the summer of 1986, respectively. Burns's nomination startled many, since he had no government experience and had never even served in a criminal case. He had, however, a great deal of experience with criminals, since his law firm handled the books for the Lansky syndicate's Sterling National Bank, probably the dirtiest bank in the United States.

Burns was planted at Justice within two months of Pollard's arrest. He reportedly immediately began sabotaging the case. Despite this behavior, he was nominated to be deputy attorney general, the department's second highest post.

Shortly after Burns joined the department, then-tax division director Roger Olson discovered that Burns had formed at least 15 illegal tax-shelters, which criminally evaded some \$40 million in taxes. Olson sought to appoint a special prosecutor to consider indicting Burns for tax fraud. A preliminary investigation of Burns was crushed by Criminal Division Director Weld. Burns then ousted Olson from the department.

It has subsequently been determined that the 15 tax shelters formed by Burns were solely involved in business operations in Israel, under the direction of BIRD governor, Dr Yigal Ehrlich, chief scientist of the Israeli Defense Ministry. The firms had been formed by Burns together with Israel D. Rosen, a Tel Aviv-New York attorney employed by the BIRD network. During the same period, BIRD counsel Harold Katz was financing Pollard's espionage, through accounts at the William Weld-linked Bank of Boston.

## **SPETSNAZ**



#### **SPETSNAZ**

In the Pentagon's "authoritative" report on the Soviet military threat, Soviet Military Power 1988, the word spetsnaz never even appears. But spetsnaz are Russian "green berets." Infiltrated into Western Europe, spetsnaz have new weapons that can wipe out NATO'S mobility, fire-power, and depth of defense, before Marshal Nikolai Ogarkov launches his general assault.

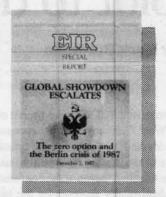
#### **ELECTROMAGNETIC PULSE WEAPONS**

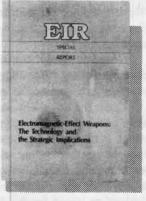
At least the Pentagon report mentions them—but only their "defensive" applications. In fact, they can be transported by *spetsnaz*, finely tuned to kill, paralyze, or disorient masses of people, or to destroy electronics and communications. With EMP, as strategic weaponry or in the hands of *spetsnaz*, the Russians won't need to fire a single nuclear missile to take Europe.



# WHAT THE PENTAGON WON'T TELL YOU. . .

Two EIR Special Reports will.





Global Showdown Escalates, 525 pages, \$250 Electromagnetic-Effect Weapons, 100 pages, \$150 Order from: EIR, P.O. Box 17390, Washington, D.C. 20041-0390. In Europe: EIR, Nachrichtenagentur GmbH, Dotzheimer Str. 166, D-6200 Wiesbaden, FRG, Phone (06121) 884-0.