Jarest (Folschwing) Files

Dur documentation of polschwing's early history restralmost entirly upon his own unsupported statements. In approximately 1940 be begin to pick the corrective statements covering his IS activity and support of the Iron Yuard in Tumania. Friefly his pre-1950 history is as follows:

1909-1926 born and raised in Shhoenbruck, Poland

1926-1932 studied law at London University, returned to Hamburg in 1928 with East India Trading Company. 1930 "manager" (at the gge of 20) of Cheron Investment and Development Company, Berling and Vienna, and he also "acquired" the Upper Silesian Lime and Cement "orks.

1932 went to Bulgaria on telephone deal (possibly sales and promotion) for Bank Fuer Industrieobligationen. Had close contact with foreign Office and did economic and political intelligence work.

1973-35 went to Palestine to search for treasurg supposedly buried by retreating German army in first world war. Says this was at behest of Foreign Cffice, but another report indicated he had private support and may have a beconded with the funds entrusted to him. Stayed*until* Afraid to return to Germany, for reasons tot clear, and formed Amaneh, a trade company.

1935 returned to Germany where found NSDAP opposed to him (possibly because of the treasure hunt funds?). He says NSDAP knew of anti-nazi contacts he had formed in Near East. Bought a back-dated (1932) NSDAP card, but this did not get him out of whatever trouble he was in and he fled to parts unknown at the end of 1935.

1935-37 not covered atall in his chronological account. Important years too.....

1937-39 returned to Germany to try to get out property and assets. In spite of continuing NSDAP opposition, took and passed state exams for foreign exchange councelbor. Says he brited two high ranking 85 officers to protect him, but arrested anyway by Gestapo in winter 37-38. First marriage 1938, divorced after one child in 1942. Out a passport in 1938 and went to U.S., supposedly to arrange ground for emigration. Returned to Germany in 1938, thied to arrange for property tran .er (to U.S.?) but caught by outbreak of war.

1977-41 through influence in foreign Office, assigned as chief of political intelligence at German Legation in Pucharest. Also was made vice- resident of German Rumanian hamberoof ommerce. uring this period he hays he was under fire from the NSLAP but was able to block German inflitration into Rumanian industry and political circles. Keeps referring to anti-nazi connections during this period, but nothing definite specified. Also were uniform of SS coptain on occasion, but claims was not real SS member.

NAZI WAR CRIMES DISCLOSURE ACT

Declassified and Approved for Release by the Central Intelligence Agency

central intelligence Agono,

s. After Antonescu revolt in January 1941, alone and single hended supported from Quardists and evacuated them through Pulgaria to Germany, where they were intermed. This supposedly done by bribing channel: to Grening and Himmler and caused breach between political intelligence and Albertrey, who su scrited entonesch's government. The text of this is confirmed by -re cris from other sources.

b. "hile in Bubgaria evacuating Iron Juralists, = notified that ' had been assigned as chief of IS in Northern Greece and entered wit h first Jerman troops. Released from this fluty by Himmier after protesting that not quelified for such police-military juties.

c. returned to Berlin and with influence of General Jost, assigned to IS work in Holland. Fried to outld line to Portugal "to contact Western intelligence directly," and when Jost fellinto disgrace, tried to parsuade him to go west and surrender to allies. Accalled to Berlin at end of 1941.

1982-43 had operations and other medical treatment in Vienna where strested by Gestano in Deptember 42. Fenson not clearly stited. "eleased April 1943.

1943-45 returned to Vienna where because manager of fustrian branch of German pharmaceutical firm--name unspecified. In this position was able to cover and save "several members of our (resistance?) group" Married again in 43, possibly to a Jewess. Arrested by Sestapo in Feb 45, but released after bribe of 10,000 marks. The with his wife and joined resistance circle ("05") with which he had been incentact for some time.

1946 apparently worked with CSS, CIC etc plaking up persons on wanted lists. Has several testimonials of gratitude from US. Army and Austrian groups to this effect. Forly contacts with Odeum not coveredgin files.

2. Most evaluations of D (based almost without exception on study of biography rather than personal association) run as follows: self seeking, egotistical, and a man of shifting loyalties. His protests of emocracy and, more perticularly, feelings of fustrian nationalism seem to contradict his history. However, he definitely did stick out his neck for the Iron Juardists, a risky and unprofitable thing to have done at the time, and can see not explanstion but loyalty either to his contacts or to their ideals such as they were) he Cdeum chief Utility considers # 10 00 mighty intelligant with most of the assets of a real high level IS man, but is egocentric, intensity ambitious to such an extent that interests of the organization four which he works will always be subordinated to personal amouttons. Inis may be bissed because

of B's split with Cdeum, but jives to a large extent with his history.

The only possible conclusion seems to be history wends not result know as yet whether he can be controlled by a "s agency, but certifully that someone of high caliber hould be assigned as his one officer (whether army or curselves) to grevent hold him with a tight rein until the situation clarifies Unrest's break with Odeum

It is a property of the break seems to have come from Unrest himself.

Utility's opinion on the reasonswhite with this a bit and are as follows:

a. The reorganization of Mallner's group (due to reallocation and outback of funds) took Unrest of a leading position in this setup. Utility believes Unrest has been planning a break with Odeum since that time.

b. Utility says Unrest has or had connections with the FIS through-

organization etc.

| Comments that Cdeum has never made a point this with other agents of theirs, novever.

d. Utility hinted that Cdeum well enough set in Austria now so that high pail source like Unrest no longer necessary -- this is probably so much wind.

d. Unrest's uncertain loyalties made lim its desirable-(including), odder first and main reason for dropping Unrest was
the failure to divulge operational info---a,b,d,ande above were
reasons tacked on later.)

Unrest's statement on his position, leading to the break was:

- a. He could not agree to divulge operational info, thus breaking his promises to his contacts to keep them covered -- this with an eside to us that the same situation would not prevail with direct emerican contact and the info would be given willingly... overtones of reluctance to permit German penetration into fustrian political military etc circles.
- b. The reduction of his budget meant that he could no longer hold his political sources in Austria whoth would be vitally necessary after a state Treaty.
- c. He could not afford to lose face with his collaborators and accept a reduction in status.

Inthough it appears nowhere in the memos, it seems probable to me that Unrest got wind of the fact that the U.S. could not continue to tolerate direct and unsupervised Odeum operations in Austria and would take steps to get in more direct contact with Sustrodeum sources (viz the new direct Kallner-Waters contact). Unrest, knowing this, probably decided to make the separation on his own and get in on the ground floor, using American backing to build up his own reputation in Austrian circles and ride in to a good spot in the fustrian IS.

I mentions another factor, that Unrest has a burning desire to become an American estizen and to parley himself into a position of influence in American-Central European affairs.

:14