22 JUN 5/ ID:A4148577 03 Hasan Concur with Capt Dager in that APSA procure at most 2 of the cryptographic device as a watter of cryptologic interest. Declassified and approved for release by NSA on 11-19-2014 <u>oursuant to E.O. 13526</u>

STANDARD FORM NO. 64 Office Memorandum UNITED STATES GOVERNMENT TO 0 3/fas peans 22 JUN 9/-17/6. JUN 19 1951 DATE: SUBJECT: The attack the followith contin some on the Section telefront + couple livine, welling ale brice of ful we shald give consider to further of angle last the ayfte. Livie you will not De & ill when they my he seem by thros the seeing afaile. Eleve we hilding a confilling

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AS-70

AS-80 AS-14 26 Aug 49 AS-90 New Hagelin Cipher Machine

Mr. Rhoads, Ext 215

- 1. Attached hereto are two copies of descriptions of the latest Hagelin cipher machines entitled "Cipher Devices for Teleprinter Operation" (Chiffriergerate fur Fernschreibbetrieb), translated in this office and forwarded for information and file.
- 2. The following is quoted from a letter dated 27 June 1949 from the U.S. Military Attache in Stockholm which accompanied the original document:

"Two test machines have been made and tested /by the Hagelin Company/. Following this test, plans were made to construct fifty (50) additional machines incorporating improvements developed as a result of the test. Production has been started and orders are being accepted for these machines. Since construction is by hand at present, costs are approximately 50% higher than those expected when their factory in Switzerland is completely tooled and operating on a production basis. Present quoted cost, 8500 Swiss francs per each machine."

1 Incl
(in duplicate)

WILLIAM F. FRIEMAN Special Assistant to the Chief Army Security Agency