SECRET

RES

R 090222Z NOV 87
FM JCS WASHINGTON DC
INFO RUEAMW/DOD/DCSA WASHINGTON DC
RUEAAR/CNO WASHINGTON DC
RUEAHQA/CSAF WASHINGTON DC
(b)(3):50 USC 403-1(i)

RUEAHQA/CSAF WASHINGTON DC
RUEAIIA/CIA WASHINGTON DC
RUEHC /SECSTATE WASHINGTON DC
RUEAMCC/CMC CC WASHINGTON DC
RUEJIAM/DIRNSA FT GEORGE G MEADE MD
RUEAMCC/CMC WASHINGTON DC

(b)(3):50 USC 403-1(i)

RUEALGQ/SACE
R 09022187 NOV 87
FM (b)(3):10 USC 424
TO RUEKCS/DIA WASHDC
INFO RUHQHQA/CINCPAC HONOLULU HI/
(b)(3):50 USC 403-1(i)

(b)(3):10 USC 424

BI:
EZ1:
GREYED OUT: COMPLET 01 OF 02 (b)(3):10 USC 424
SECRET/REPAIR INTELLIGENCE CONTACT

EZ2:
SERIAL: (U) IIR
PASS: (U)

COUNTRY: (U) CHINA (CH), UNITED KINGDOM (UK)
IRAN (IR), PORTUGAL (P0)

SUBJ: IIR (b)(3):10 USC 424 / IRANIAN ARMS MERCHANT (U)
WARNING: (U) THIS IS AN INFORMATION REPORT, NOT FINALLY EVALUATED INTELLIGENCE. REPORT CLASSIFIED SECRET/REPAIR INTELLIGENCE CONTACT

DEPARTMENT OF DEFENSE

DOJ: (U) 871100
REDS: (U) (b)(3):10 USC 42
SOURCE: (U)

SUMMARY: (GREYED OUT: NO CONTRACT) THIS IIR PROVIDES MORE INFORMATION ON THE IRANIAN ARMS MERCHANT IN LONDON, MR HASEM. IN ADDITION, PROVIDES SOME GENERAL INFORMATION ON 8701191509
MET WITH MR. HASHMI. MR. HASHMI LIVES AT A VERY FASHIONABLE AREA OF LONDON OVER LOOKING BUCKINGHAM PALACE. THE BUILDING IS PACKED WITH IRANIAN BUSINESS IS CONDUCTED ON THE NINTH FLOOR AND MR. HASHMI LIVES ON THE SIXTH FLOOR.

MR. HASHMI, A CIVIL ENGINEER, IS IN HIS FIFTIES, 5'8" AND WEIGHS ABOUT 180 POUNDS. HE HAS RECEIVING GREY HAIR AND SPEAKS PERFECT ENGLISH. MR. HASHMI HAS A BRITISH PASSPORT AND IS EXTREMELY WEALTHY. HIS THREE CHILDREN ARE IN THE UNITED STATES.

MR. HASHMI IS VERY SECURITY CONSCIOUS AND USES A FAX MACHINE FOR THE MAJORITY OF HIS BUSINESS COMMUNICATIONS. IN ADDITION, MR. HASHMI HAD A SCRAMBLER FOR HIS TELEPHONE. DURING THE COURSE OF DISCUSSIONS WITH MR. HASHMI, MR. HASHMI MENTIONED TO COUNCIL AND ALLOWED MR. HASHMI TO KNOW THAT HE HAD CONNECTIONS WITH THE IRANIAN SUPREME COUNCIL. MR. HASHMI CONCLUDED A DEAL WORTH USD 400 MILLION WITH CHINA'S POLYTECHNOLOGIES COMPANY FOR THE PURCHASE OF CHINESE SILK/COMBAT MISSILES AND OTHER ARMS FOR IRAN. THE DEAL WAS MADE THROUGH A GERMAN COMPANY (NFI) AND A HONG KONG MIDDLEMAN NAMED WANG. TO DATE NINETY PERCENT OF THE EQUIPMENT HAS BEEN DELIVERED TO IRAN.

MR. HASHMI HAS TWO TRANSPORT AIRCRAFT AND A COMPANY IN HONG KONG. MR. HASHMI HAS NUMEROUS FINANCIAL ASSETS PRESENTLY, HE HAS A BALANCE OF OVER USD 400 MILLION IN HIS BANK ACCOUNT. MR. HASHMI WAS IMPRESSED WITH MR. HASHMI'S KNOWLEDGE OF THE ARMS BUSINESS.

DURING THE DISCUSSIONS WITH HASHMI HE WAS IMPRESSED THAT IRAN DID NOT APPEAR TO BE DESPERATE FOR ARMS. MR. HASHMI SAID THAT IRAN DID NOT NEED TANKS, SMALL ARMS, OR AMMUNITION. IRAN DID NOT WANT THE F7 AIRCRAFT AS THEY WERE NOT IMPRESSED WITH THE AIRCRAFT'S PERFORMANCE. THEY WOULD BE END OF MESSAGE SECRET.

**SECTION 2**

SERIAL: (U) IIR (b)(3)-50 USC 403-1(h)
PASS: (U) (b)(3)-10 USC 424(b)(3)-50 USC 403-1(h)

COUNTRY: (U) CHINA (CH); UNITED KINGDOM (UK); IRAN (IR); PORTUGAL (PT)

SUBJ: IIR (b)(5)-10 USC 424 IRANIAN ARMS MERCHANT (U) MOSTLY INTERESTED IN THE F7 IF IT COULD BE PROVIDED, IRAN DID NOT WANT THE C601 ANTI-SHIP MISSILE BUT WOULD 8701191510
MSGNO 1 (MIIR) RSB *08/11/87* *22:05*
LIKE TO PURCHASE THE C801 AND THE HY2G.

7. (S/NOPRINT/UNINTEL/NO CONTRACT) (b)(3), 1.4 (c)
THAT THE IRANIAN SUPREME COUNCIL HAS PLANS TO SET UP AN OFFICE IN SPAIN TO MANAGE THE OVERSEAS ACQUISITION OF WEAPONS (NFI).
8. (S/NOPRINT/UNINTEL/NO CONTRACT) (HASHEMI) HAS OFFERED CHINA THROUGH (b)(1), 1.4 (c) THE FOLLOWING ITEMS FOR SALE:
- 2 - 10 STINGER SURFACE TO AIR Missiles.
- 1 M60 TANK
- 1 T72 TANK
- 1 F14 AIRCRAFT WITH ENGINE WHICH HAS FLOWN ITS MAXIMUM HOURS.

THE PURPOSE OF THE SALE IS TO ENCOURAGE CHINA TO CONTINUE ITS SALE OF ARMS TO IRAN. (b)(1), 1.4 (c) DID NOT HAVE ANY SPECIFIC INFORMATION ON THE SOURCE OF THE EQUIPMENT BUT ASSUMES ALL WOULD BE ACQUIRED FROM IRAN.

COMMENTS: (S/NOPRINT/UNINTEL/NO CONTRACT) (b)(3), (b)(3), 10 USC 424, 1.4 (c)

//IPSP: (U) (b)(3), 10 USC 424
//COMSP: (U)
PROJ: (U) NONE
COIL: (U) (b)(3), 10 USC 424
INST: (U)
PREP: (U) (b)(3), 10 USC 424
ACQ: (U)

WARNING: (U) REPORT CLASSIFIED BY (U) NO REEXPLOITATION PERMITTED - WARNING NOTICE - INTELLIGENCE SOURCES OR METHODS INVOLVED ARE NOT DISCLOSED TO CONTRACTORS/CONSELANTS.
DECL: (U)
END OF MESSAGE
SECRET
NNNN
NNDD

8701191511