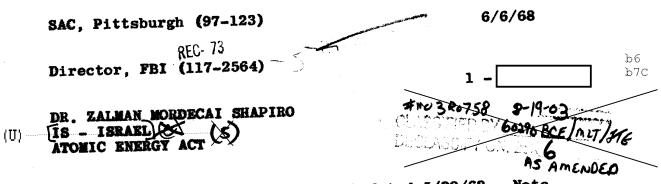


Ъб b7C DR. ZALMAN MORDECAI SHAPIRO RE: NUCLEAR MATERIALS AND EQUIPMENT CORPORATION (NUMEC) (C) b1 Х (S)ACTION: If approved, no action will be taken by this Bureau pending the receipt of a communication from the Attorney General (S)mon A? 0" k

4-312 (Rev. 1-18-62) CON Date of Mail 5/6/68 Has been removed and placed in the Special File Room of Records Branch. #03R0758 AUE60290 BCE/MLT/#16 9-15-03 Classified by Declassify of See File 66-2554-7530 for authority. Dr. Zalman Microlicai Ingicire Subject _____ JUNE MAIL Der 1. 1968 Removed By Class. By Xt. By X File Number 117 - 2564 - 3 R-1.65K [RE Reason Date of Review 217,822 5-6-4-16-82 Permanent Serier Charge

4-312 (Rev. 1-18-62) ENTIAL Date of Mail 5/15/68Has been removed and placed in the Special File Room of Records Branch. # 380 758 AUC 603 TO BCE MLT/218 9-15-03 (m/m/w)(v) See File 66-2554-7530 for authority. Dr. Zalman Mondecai Shapiro Subject _____ JUNE MAIL 99 MAT 31 1968 Class. & Ext. By 3P-165K/RBG Reason - FCIM II, 1-242 343 Removed By _____ File Number <u>97-4979-22</u> 117-2564-3X1 Date of Review 5 217,822 Dermanint Serial Charge Out Classified by 5 Declassify on:



RePGairtel and LHM, both dated 5/29/68. Note change in Bufile number. Recipients make this change in correspondence in their possession in this case.

For information, AEC has advised that Jack R. Newman, formerly Secretary - General Counsel of NUMEC is currently practicing in Washington, D. C., at 1100 Connecticut Avenue, N.W. This is being furnished on the premise that the office of origin may desire to have Newman interviewed at some later date in this investigation.

2 - New York (105-75538) 2 - WFO (97-1799)



APPROPRIATE AGENCIES ATO TOPO OFFICES T 775 37 D SLIP (S) OF DATE

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MAIL ROOM

EXEMPTED FROM AUTOMATIC DECLASSIFICATION OPTIONAL FORM NO MAY 1962 EDITION GSA FPMR (41 CFR) 101-11.6 AUTHORITY DERIVED FROM: FBI AUTOMATIC DECLASSIFICATION GUIDE UNITED STATES GO RNMENT EXEMPTION CODE 25X(1) DATE 09-11-2008 Memorandum то DIRECTOR, FBI (117-2564) DATE: 6/13/68 SAC, WFG (97-1799) (P) (U) . ZALMAN MORDECAJ SHAPIRU nR classified by IS - ISRAEL (PS (S (C. Declassify ATUMIC ENERGY ACT (UC: PG) ReBulets 5/28/68 and 6/6/68. In accordance with instructions in Buairtel 5/20/68, PFO has requested appropriate checks of the files of the Passfort Office and Office of Security, USDS, b2 Those requests are still outstanding. Pertinent results will be reported upon receipt. Copies of an available passport photo of the subject are being made and will be forwarded to interested offices upon receipt of the same. Cn 6/7/68, SA b6 made a preliminary. cursory review of files maintained by AEC, Germantown, Maryland, b7C in the case involving NVMEC. These files are rather voluminous and contain the results of numerous security checks and efforts to have NUMEC tighten its security in accordance with AMC requirements as well as extensive reporting resulting from the investigation into the cumulative loss of enriched U 235 at NUMEC. made contact with certain interested AEC SA personnel and was assured of complete access to AEC files. With reference to the pending review of AEC files, the various individuals contacted during SA 6/7/68 visit to ANC were unanimous in agreement that there probably 2 - Eureau 2 - New York (105-75538)(KM) 2 - 1 ittsburgh (97-123) (RM brc 29 - VFO ALL INFORMATION CONTAINED JUN 13 1968 HEREIN IS UNCLASSIFIED EXCEPT WHERE SHOWN HES:mac **OTHERWISE** Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



^VTO 97-1799

was nothing contained in the various reports referring to the subject's relationship with the Government of Israel since that never was the subject of AEC inquiry.

Cn 6/4/68, _____ Central Personnel Index, Division of Security, U. S. Atomic Energy Commission (AEC), Germantown, Maryland, advised SA that the subject was granted a "Q" clearance by the Chicago Operations Office, AEC, in May, 1949, which was terminated in May, 1957. He currently has an active "Q" clearance as of May, 1958, with the New York Operations Office, AEC. The subject's file is located at the above office.

REQUEST OF THE BUREAU

(C)

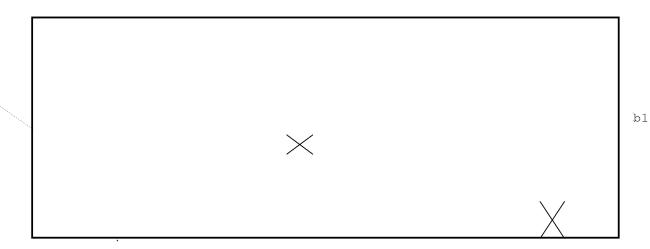


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<u>LEADS</u>:

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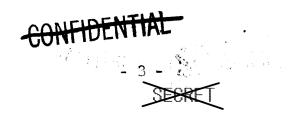
NEW YORK

AT NEV YORK, NEV YORK

1. Will review the subject's AEC security file in possession of the New York Operations Office, AEC, for information pertinent to instant inquiry. (It should be noted that the subject's AEC file number may be WA 118492 (CH-2933).

I ITTSBURGH

AT PITTSBURGH, HENNSYLVANIA



EXEMPTED FROM AUTOMATIC DECLASSIFICATION AUTHORITY DERIVED FROM: FBI AUTOMATIC DECLASSIFICATION GUIDE OPTIC FIAL FORM NO. 10 MAY 1962 EDITION GSA FPMR (41 CFR) 101-11.6 EXEMPTION CODE 25X(1) DATE 09-11-2008 UNITED STATES C VERNMENT 1emorandum 6/13/68 DATE: DIRECTOR, FBI (117-2564) TO SAC, PITTSBURGH (97-123) (P) FROM DR. ZALMAN MORDECAI SHAPIRO SUBJECT: IS – ISRAEL; (U)ATOMIC ENERGY ACT Re Pittsburgh airtel to the Bureau, dated 5/29/68 Enclosed herewith for the Bureau are five copies of an LHM, dated and captioned as above. Two copies of LHM are being furnished to both New York and Washington ŝ Field Office. ы Enclosed LHM is being classified "Secret" because ĕ unauthorized disclosure of this information reflecting an FBI investigation of subject could be detrimental to the b6lass. b7C national security interests of this Government. b7D records concerning subject and NUMEC were checked has been a confidential source of Complete the Pittsburgh Office for approximately security conditions existed during the review of these Pittsburgh is contemplating records by SA INFORMATION CONTAINED contact with other banks in the Pittsburgh area for the HEREIN IS UNCLASSIFIED purpose of monitoring subject's bank accounts, but only at this point in the investigation through well-established NMOHS sources. Discreet and carefully planned fisurs of subject EXCEPT WHERE have disclosed that subject leaves his residence for Apollo, Pa., between 7:40 a.m. and 8:11 a.m. He generally drives **DTHERWISI** a 1967 four-door, dark blue Buick Electra, bearing Pennsylvania license 22170H, but has on two occasions driven an approximate 1967 four-door bronze Ford sedan, bearing Pennsylvania license 22171H. He travels to his place of employment in Apollo, Pa., to date, nonstop, using the same route. He is known to generally travel at very high rate of speed. **REC-44** 2 - Bureau (Enc. 5) (RM) 2 - New York (105-75538) (Enc. **&)** (RM) 15 JUN 17 1968 mc. 2)(RM) 2 - Washington Field (97-1209 3 - Pittsburgh 66-2953 DFW:sms (8) Savings be Payroll

PG 97-1	23 SECRET	
Pittsbu closer travel cautiou time. travel j informa	Pa., and a pers has stated that he is w te with the FBI on a strictly rgh is continuing its efforts to the subject who will be fa arrangements. This endeavor, sly handled and will of neces however, is aware of FB arrangements and will attempt	confidential basis, to develop a source miliar with subject's however, must be sity take additional I interest in subject's to furnish such rently making efforts
to obta	an in a telephone directory of e	d is also attempting employees at NUMEC.
tion co	ntained in the LHM to SA	information to SA
credit	Dun and Bradstreet records records (1968) of Pittsburgh	were checked by SE
by SE	<u>Credit records</u> of Pittsbur <u>The SA</u> who observed subjec	et on 6/10/68 is SA
follows	Sources utilized in the LH :	IM are identified as b
First s	ource is (by request)	PG 97-123-41
	source is ,	PG 97-123-1A-10
Third s	request) ource_is	
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PG 97-123	SEDHER	
Fourth source	is	

PG 97-123		X ^{b6} b7c b7c
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LEADS

WASHINGTON FIELD

AT WASHINGTON, D. C.

(by request)

1. Will check passport records, Passport Office, United States Department of State, concerning DAVID LOWENTHAL, 5721 Bartlett Street, Pittsburgh, Pa.

2. Will and State Security Offices for available pertinent information concerning DAVID LOWENTHAL and obtain photograph.

PITTSBURGH

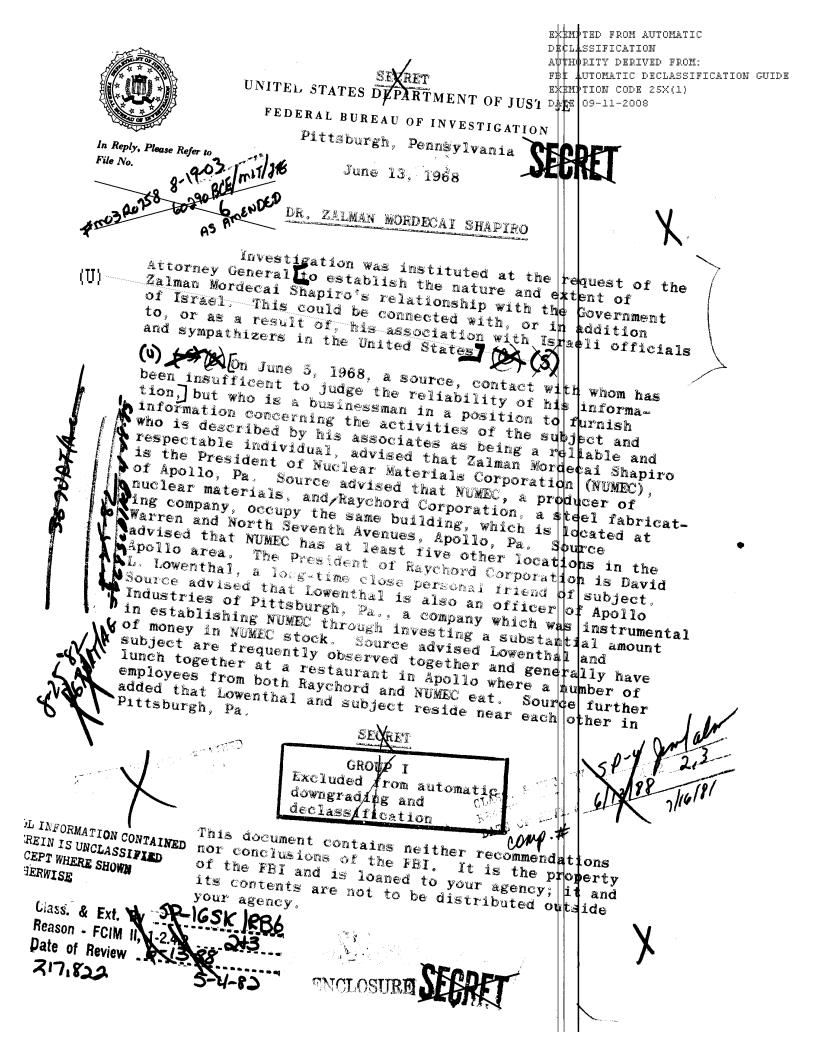
AT PITTSBURGH, PA. (ALLEGHENY COUNTY)

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Will follow and report subject's activities and will, by separate communication, set out additional leads in this matter.

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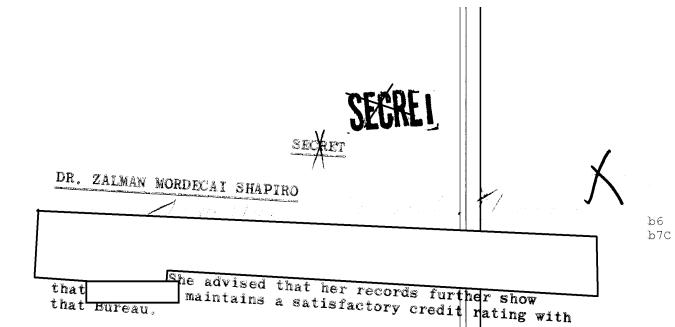


SECRET SE DR. ZALMAN MORDECAI SHAPIR Source advised that associated with high-ranking orricials of the Israeli is closely Government and recently he observed photographs of shaking hands with Ben-Gurion and Moishe Dayan in Israel, reportedly fought for Israel as a Freedom Fighter in 1956 and currently travels to Israel on the average of approximately once each month, advised he was not aware of the purpose of these trips to is accompanied by anyone else. Source advised that he understood Source advised that receives regular reports concerning the activities in Israel, especially concerning military activities, Source advised that he recalled that the employees of NUMEC went on a strike about three or four years ago, and at one time during the strike would not permit the company executives and other non-union employees to enter the plant, Source further stated that p former employee of NUMEC by <u>the name of</u> currently employed at [that while he was employed at NUMEC, he had been in charge who is of the vault, and just prior to the strike mentioned above, there was an unexplained fire in the vault which destroyed some of the "material" maintained there, "material" was not further identified. Source said the On June 7, 1968, Credit Bureau, Inc., 415 Smithfield Street. Receptionist. advised that her records show that Pittsburgh, Pa., Ъб b7C $\hat{\boldsymbol{z}}$

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Records of the Voters Registration Bureau, County Office Building, Pittsburgh, Pa., as checked on June 7, 1968, disclosed that David Lowenthal has resided at 5721 Bartlett Street, Pittsburgh, Pa., since April, 1958; that 1954; and at 6223 Nickolson Street, Pittsburgh, in September, September 16, 1950, Lowenthal was shown to be a white male; born September 14, 1921, in Poland; employed as a salesman; height, 5 feet 9 inches; eyes, brown; brown. He was naturalized on July 27, 1945, in States District Court, Pittsburgh, under Certificate

(4) So On June 10, 1968, a second source, who has furnished reliable information in the past, furnished the following information regarding David Lowenthal, Chairman, Secretary, and General Manager of Raychord Corporation, Apollo, Pa.:

Lowenthal was born in 1921 and is married. He served with the United States Armed Forces during World Pipe and Equipment Company, Columbus, Ohio. The Olumbus Pipe and Equipment Company at one time was the parent company of Mount Vernon Bridge Company. In December, 1953, of Mount Vernon Bridge Company. In December, 1953, of Mount Vernon Bridge Company. Lowenthal remained with until 1955, when he sold his interest, and thereafter 1958, the Apollo Steel Plant at Apollo, Pa. During 1958, the Apollo Industries was established through the

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merger of the San Toy Mining Company, American Wut and Bolt Fastener Company, and the Apollo Steel Company. Lowenthal became President and Treasurer of Apollo Industries. Lowenthal also is Vice President of Holden Fence and Steel Company, Inc., Charleston, W. Va. He was Secretary-Treasurer of Mount Vernon Sales Corporation, Pittsburgh, Pa., and was which has been inactive for several years.

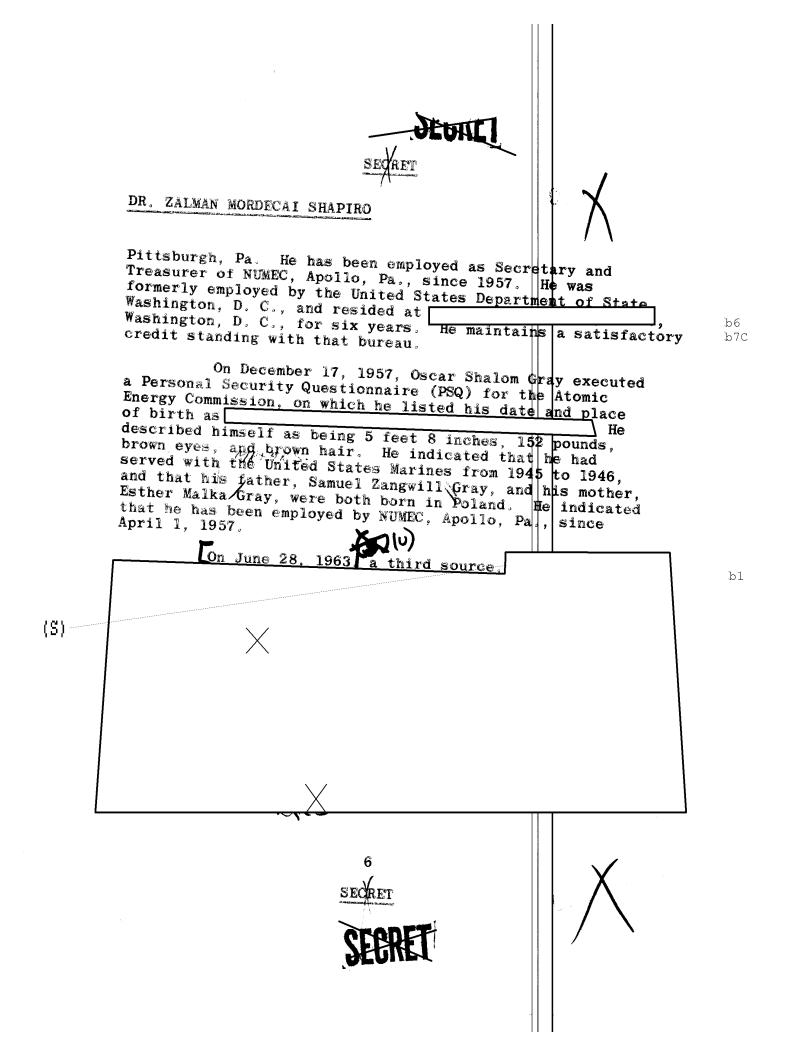
(4) (2) [On June 10, 1968, second source] furnished the following information concerning the Raychord Corporation, Post Office Box 307, Apollo, Pa.:

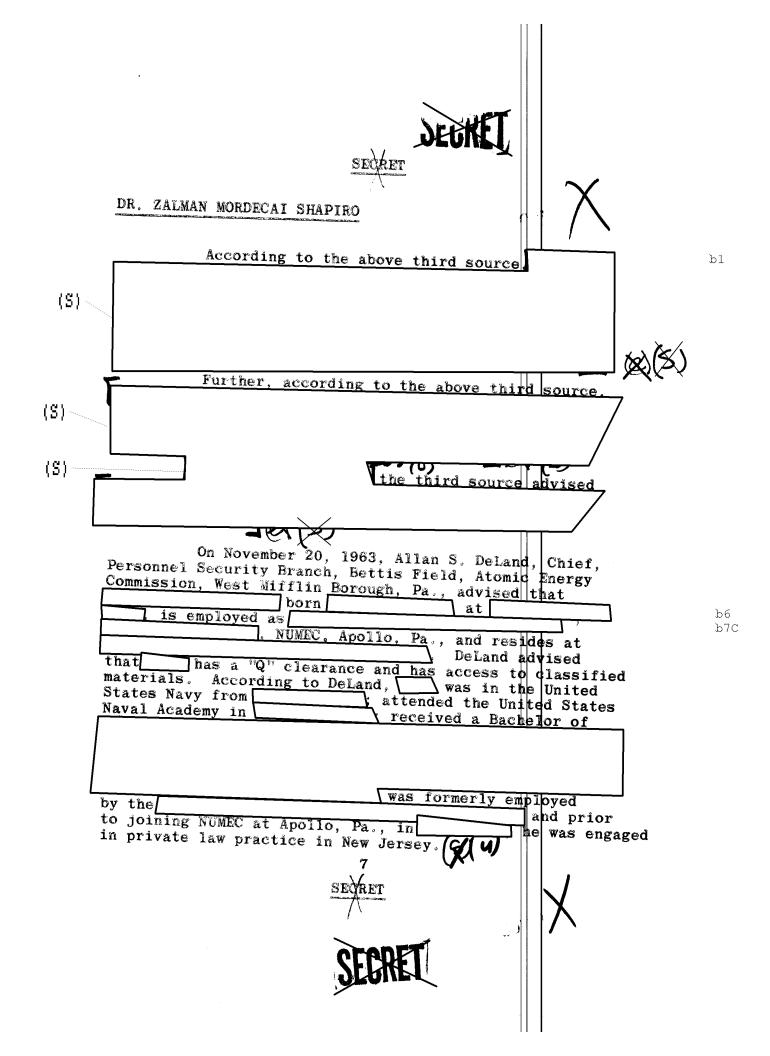
The Raychord Corporation was incorporated in Pennsylvania on May 17, 1962, and occupies a 420,000 square foot plant in Apollo, Pa. The business has 14 overhead cranes, plus other equipment necessary for fabricating open-steel hoists and other structural steel, which accounts for the majority of volume. To a lesser extent, Raychord manufactures sheet metal roof decks. Source advised that Apollo Industries, Inc., Pittsburgh, holds 45% minority interest in Raychord, and that a large portion ϕf the balance of stock, although not necessarily a controlling interest, is held by Philip Sweig and Sons, Gary, Indiana. A minority interest is also held by Raymond Torres, at least on an option-to-buy basis, up to one-third of the capital stock. Source advised that the fiscal May 31, 1967, annual report of Apollo Industries indicated that they have made loans and advances to Raychord for \$2,640,304. Also, at that time, Apollo Industries held

\$25,000 of outstanding common stock and \$350,000 of preferred stock in this company. Second source advised that officers of Pittsburgh, Pa., during 1915. Levitt was born at Union Screw and Manufacturing Company, acquired in October, 1959, by Apollo Industries, Inc. Levitt is President of Investment Capital Corporation, Pittsburgh, and Board Chairman of Allegheny Cold Storage Company, Pittsburgh, Pa.

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DR. ZALMAN MORDECAI SHAPIRO
identifies of the following individuals who have or are currently serving as officers of NUMEC:
Leonard P. Pepkowitz Vice President
Oscar S. Gray Vice President
Meredith S. Johnson Controller and Assistant Treasurer
Frederick-Forscher Former Vice President
Jack R. Newman Former Secretary-General Counsel
Leonard P. Pepkowitz
On May 27, 1968, advised that her records reflect that Dr. Leonard P. b6 Pepkowitz reside at b7
October, 1964. Pepkowitz commenced employment with NUMEC.
City Plant, Lewistown, New York, in 1964. He was born in
Pitcairn, Pa. He maintains a satisfactory credit standing with that bureau,
Oscar Shalom Gray
On May 27, 1968, advised that her records reflect that Oscar S. Grav born inand single, resides at
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On October 20, 1963, DeLand advised Shalom Gray, born at is the Secretary-Treasurer of NUMEC at AD0110. Sa. resides at[and Ra advised that Gray has access to classified material in DeLand connection with his position at NUMEC. Gray received a B.A. Degree from Yale College, New Haven, Connecticut, in 1948, and an L.L.B. Degree from Yale Law School in 1951, He was employed by the United States Department of State at Washington, D. C., from 1951 to 1957, when he joined NUMEC at Apollo, Pa,

On December 12 and 16, 1963, Mr. Clement A. Palazzolo, Chief, Research Branch, United States Atomic Energy Commission (USAEC), made available the following information:

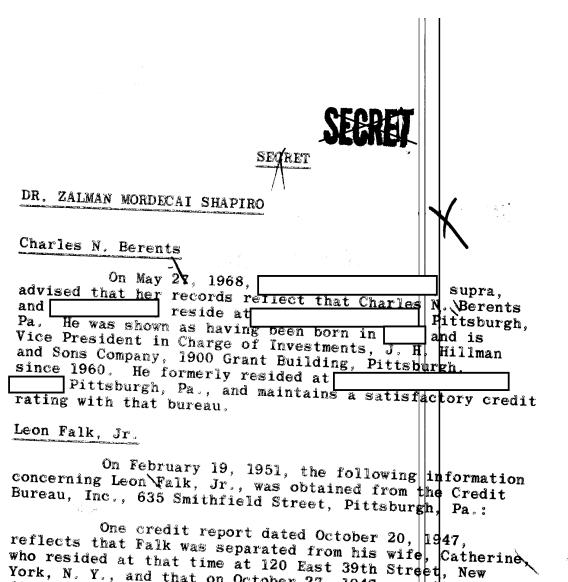
Records of the Division of Licensing and Regulation, USAEC, contained no information with respect to any shipment such as described above. However, a review of the Materials Branch, Division of International Affairs, USAEC, revealed that the above transaction had actually been accomplished under the United States -ISTARE Agreement for Cooperation, pursuant to Article III-B, 'Mr. Palazzolo further advised that the authorized the above-mentioned NUMEC firm to fabricate four Plutonium-Berrylium Neutron sources of five Curies each to be used by the Department of Nuclear Science, Israel Institute of Technology for experiments field of phase diagrams of Plutonium Salt Mixtures at

There were approximately 320 grams of Plutonium contained in the sources and the contract cost was \$12,600. The shipper's Export Declaration executed and returned to the USAEC revealed that Wolf and Gerber, Inc., 27 Williams Street, New York City, were the carrier's agent. The b6 b7C

SEGRET DR. ZALMAN MORDECAI SHAPIRO UNCLASSIFIABIE ier Doe shipment was accomplished on June 30, 1963, and deliver made to El Al Airlines (shipment weight 600 pounds). Mr. Palazzolo further advised that the above agreement pertains only to unclassified material. 11/25/1 b1 (S) Meredith S. Johnson On May 27, 1968, advised that her records reflect that Meredith supra. .b6 S. Johnson , reside at b7C He previously resided at Pa, and was employed by the Lord Manufacturing Company. Pa, said records indicated that Johnson maintained a satisfactory credit rating with that bureau. Frederick Forscher On May 27, 1968, advised that her records show that Frederick Forscher \$upra. reside at and have resided at this address since Pittsburgh. has been employed as Vice President of NUMEC, Apollo, Forscher Pa., since 1957. He was born in _____ and maintains a satisfactory credit standing with that bureau. On June 23, 1956, Frederick Forscher executed a PSQ for the Atomic Energy Commission, on which he listed his date and place of birth as [at He indicated that he was naturalized on at Wilmington, Delaware, Petition Number and q

SECRET DR. ZALMAN MORDECAI SHAPIRO Certificate Number He described himself as being 6 feet, 160 pounds, brown eyes, and brown hair. cated that he was employed from September, 1952, to that He indidate by the Westinghouse Atomic Power Division. Pittspurgh, Pa., and resided, as of [, at | Pittsburgh, Pa, He indicated that he had served with the United States Army from 1941 to 1946, under Serial Number Jack R. Newman On May 27, 1968, advised that her records reflect that supra. Jack R. Wewman and reside at D. C., and that he was employed by the Rizik Building, 1100 Connecticut Avenue. Washington, D. C. Records showed and was formerly employed by NUMEC Apollo which time he resided at [Pa. 4) On May 24, 1968, second source furnished the identities of the following Directors of NUMEC Charles N. Berents Leon Falk, Jr. Dr. William Fondiller Dr. Frederick Forscher Oscar S. Gray Dr. Leonard P. Pepkowitz Philip H. Powers ĺ Benjamin H, Rosen Dr. Zalman M, Shapiro 10

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York, N. Y., and that time at 120 East 39th Street, New divorce was filed in the October 27, 1947, a suit in Common Pleas, Allegheny County, by Leon Falk. Contends that during World War II, Falk lived at the Raleigh Hotel in Washington, D. C., where he was connected with the United States Government Board of Economic Schief of the Vegetables, Fats, and Oils Section. The in Allegheny County:

> Director and Second Vice President of the Community Chest of Allegheny County Director and Vice President of Amalgamated Realty Company Director and Vice President of the Edgewater Steel Company

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Director and Vice President of the Farmers Deposit National Bank Director and Chairman of the Board of the Falk Foundation Director and President of Midtown Motors, Inc. Director and President of the Reliance Life **Insurance** Company Trustee of the University of Pittsburgh Vice President of the Young Mens and Womens Hebrew Association Director and President of the Webster #all Hotel, Pittsburgh, Pa.

A credit report dated February 11, 1949, reflects that Leon Falk is considered a millionaire; that he divorced his first wife in 1947 and married a sister of his first wife in 1948. In addition to the organizations listed previously, with which he was connected, this credit report reflects that Falk is Chairman of the Board of Falk and Company; that he is Director of the Allegheny Council of the Boy Scouts of America; and that he is listed in the Social Register.

2483.3 On May 27, 1968, ___supra, advised that her records reflect that Leon Falk, Jr., and wife, Loti, reside at Chatham Center, Apartment]2p-A, Pittsburgh, Pa. Records show that he has been an Executive Committee member of National Steel, 3315 Grant Boulevard, Pittsburgh, Pa., since 1960, and has been Chairman of the Board, Maurice and Laura Falk Foundation, 3312 Grant Building, since 1930. She advised that Falk maintains a satisfactory credit rating with that bureau.

On November 9, 1959, Leon Falk, Jr., executed a PSQ for the Atomic Energy Commission, on which he listed his date and place of birth as September 23, 1901, at

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DR. ZALMAN MORDECAI SHAPIRO

Pittsburgh, Pa. He indicated that he was a Director of NUMEC, Apollo, Pa., Since 1959, and was also a Director of Pennsylvania Industrial Chemical Corporation, Clairton, Pa., since 1947. He described himself as being 5 feet He indicated that he has resided at 718 Devenshire Street, Pittsburgh, Pa., since 1949.

William Fondiller

On May 27, 1968, advised that her records contain no information supra, William Fondiller,

Philip H. Powers

On May 27, 1968, advised that her records contain no identifiable information concerning Philip H. Powers.

During 1952, one Philip Henry Powers executed a PSQ for the Atomic Energy Commission, on which he listed his date and place of birth as May 7, 1893, at Virginia. He described himself as being 5 feet 10½ inches, 165 pounds, blue eyes, and brown hair. He was shown to be residing at 5808 Northumberland Street, Pittsburgh, Pa., and employed at the West Penn Power Company, Pittsburgh, since 1928,

Benjamin H. Rosen

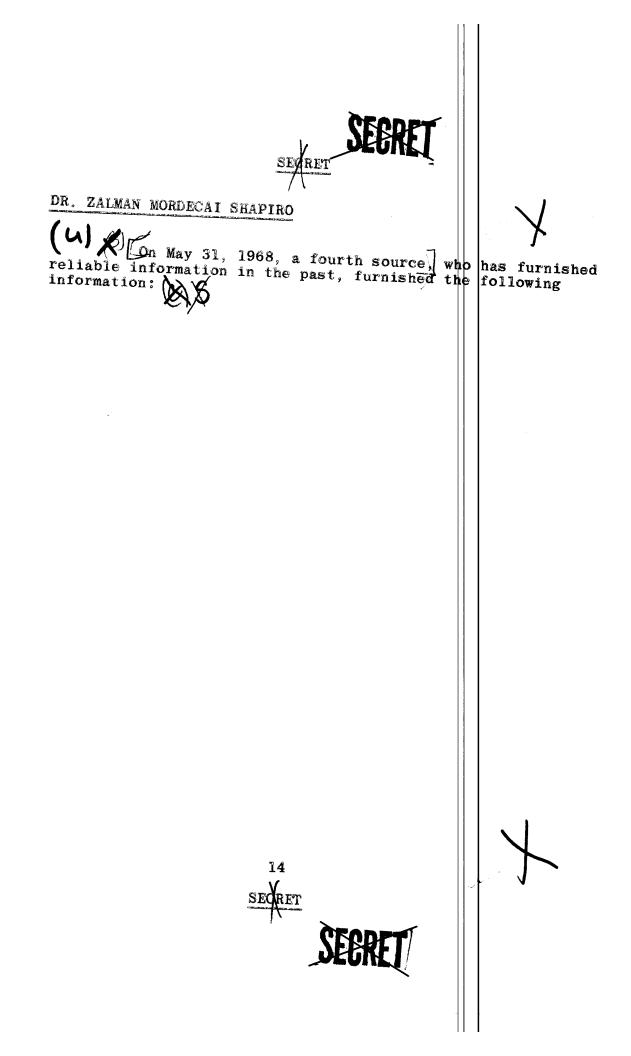
On May 27, 1968, advised that her records reflect that Benjamin H. Rosen and wife, Bertha, resided at 5048 Fifth Avenue, Pittsburgh, Pa. Records show he was born during 1907 and has self-employed attorney since 1931. He maintains a satisfactory credit rating with that bureau.

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The following description of Dr. Zalman Shapiro was obtained from first source and through observation by a Special Agent of the FBI on June 10, 1968:

> Name Zalman Mordeçai Shapiro Sex Male Race White Age 48 Height 5 feet 9 inches Weight 180 pounds Nose Thin and long Hair Brown, greying at the temples Medium

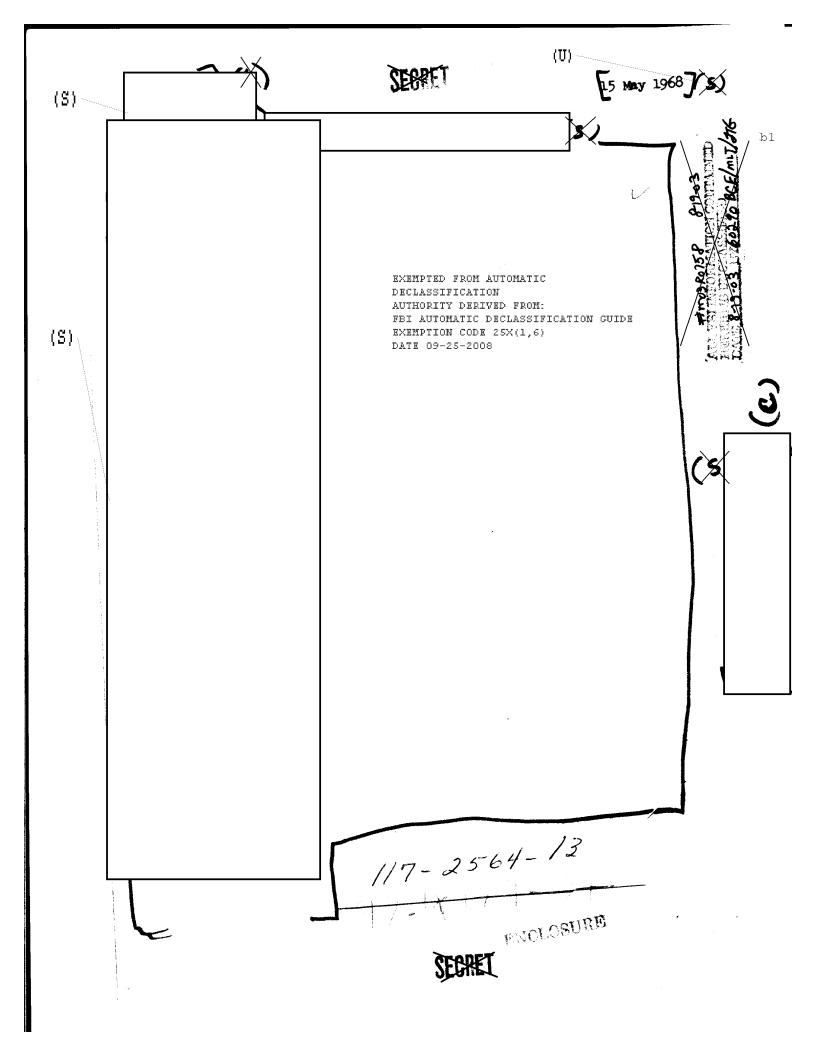
Wears glasses

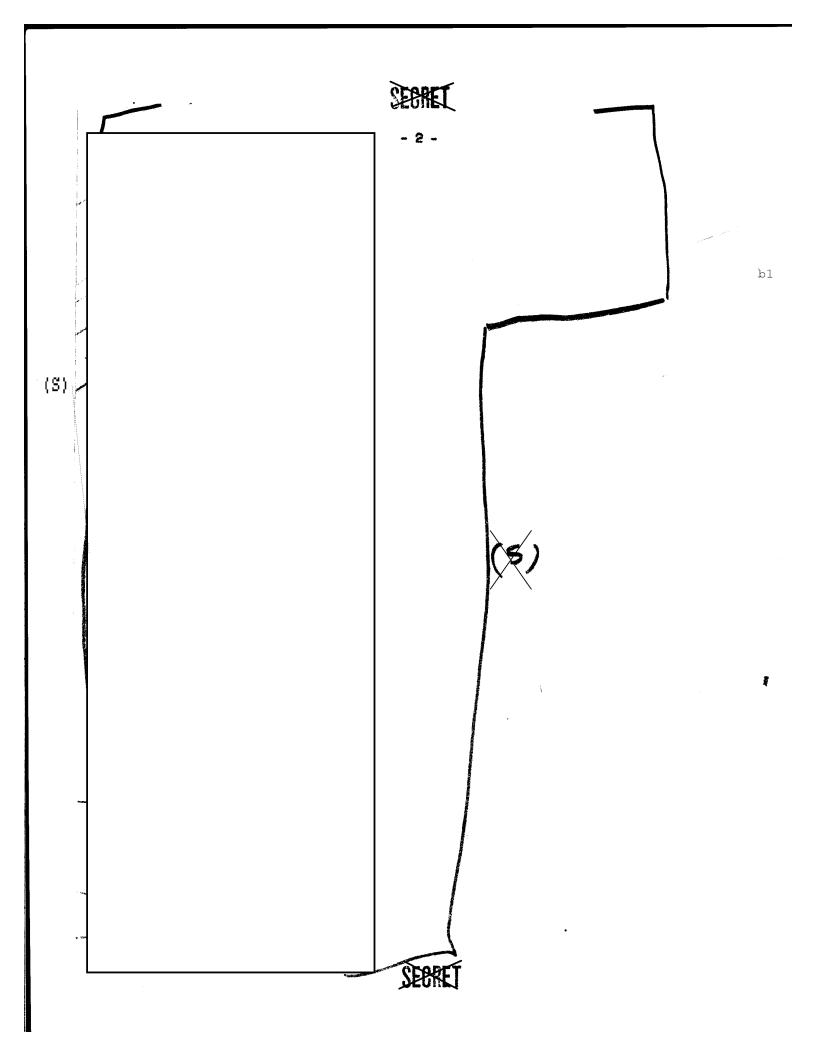
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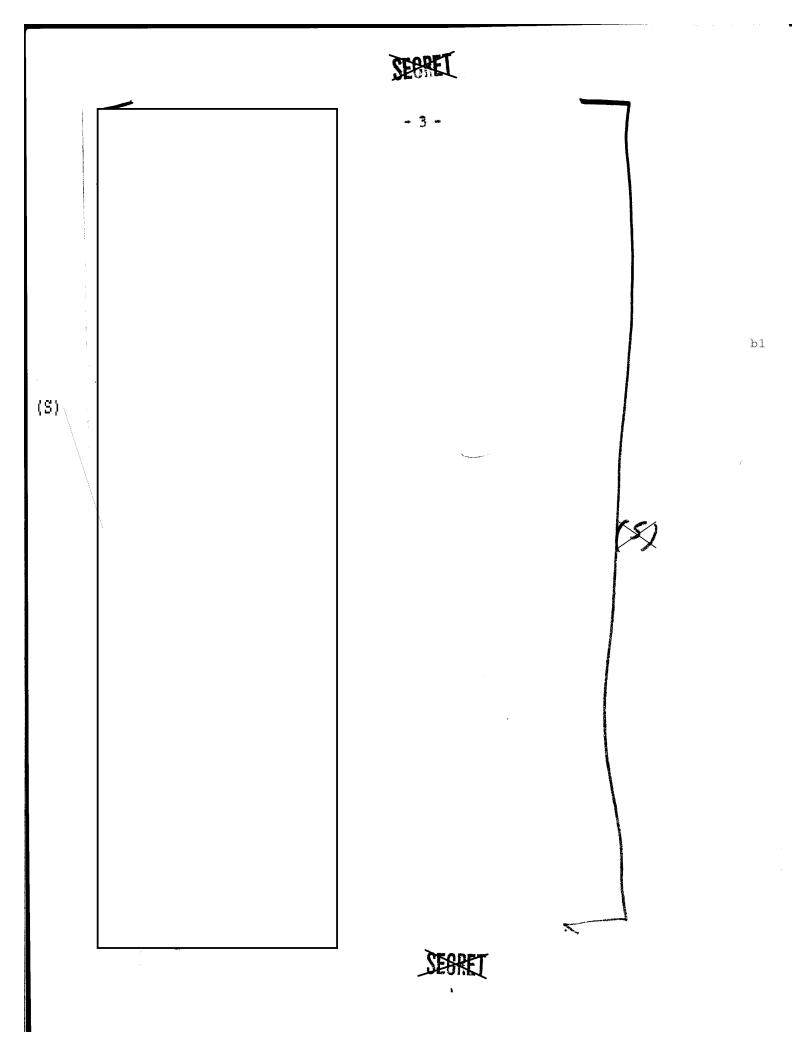
Complexion Characteristics

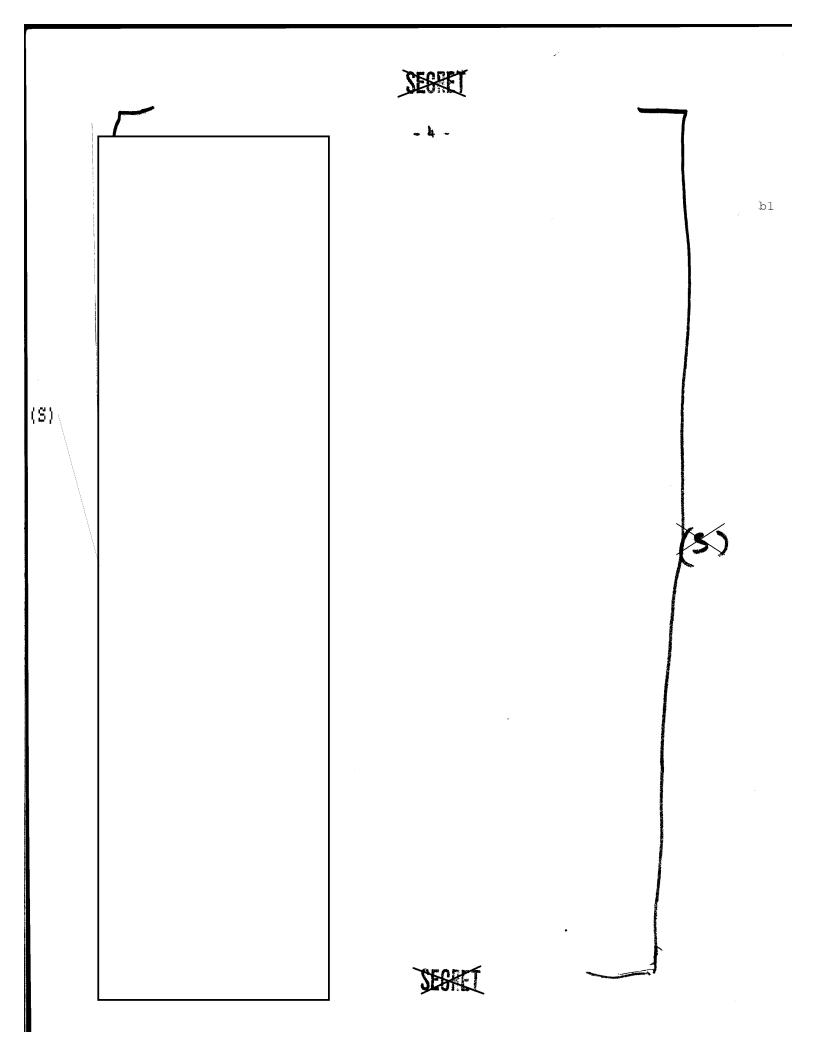
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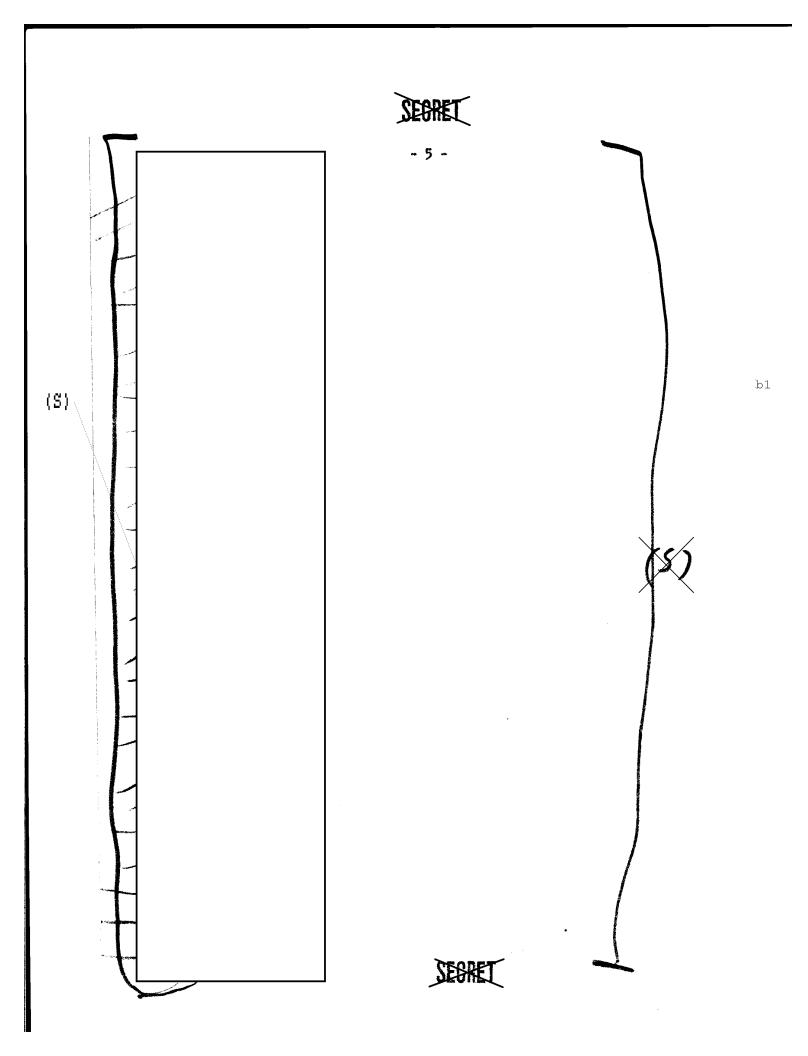
EXEMPTED FROM AUTOMATIC DECLASSIFICATION OPTIONAL FORM NO. 10 MAY 1962 EDITION GSA GEN. REG. NO. 27 5010-106 AUTHORITY DERIVED FROM: FBI AUTOMATIC DECLASSIFICATION GUIDE UNITED STATES GC ERNMENT EXEMPTION CODE 25X(1) DeLoach _ Mohr _ DATE 09-11-2008 Memorandum Bishop Casper _ Callahan . Conrad _ Felt то Gale _ DATE: May 24, 1968 Rosen b6 Sulliva b6 Tavel .b7C FROM Trotter _ Tele. Room Holmes ___ REC 16 Gandy . U) DR. ZALMAN MORDECAI SHAPIRO (U)**ATOMIC ENERGY ACT** (S)b1 ACTION: The above information and enclosure are being directed to the attention of the Nationalities Intelligence Section. V.SOLOHURM main 8-19-03 Amo3Ra750 Enclosure 60390 BCE mit/Jts Ъб 1 b7C 16 AMENDED 1 Liaison ns 1 SJP:clb / Classified by (4)Deolassity, on: ALL INFORMATION CONTAINED REC 16 117- 2564- 13 HEREIN IS UNCLASSIFIED EXCEPT WHERE SHOWN OTHERWISE RBG Class. & Ext. By Reason - FCIM II, MAY 3-9 1968 Date of Review 16-82 (C)b1

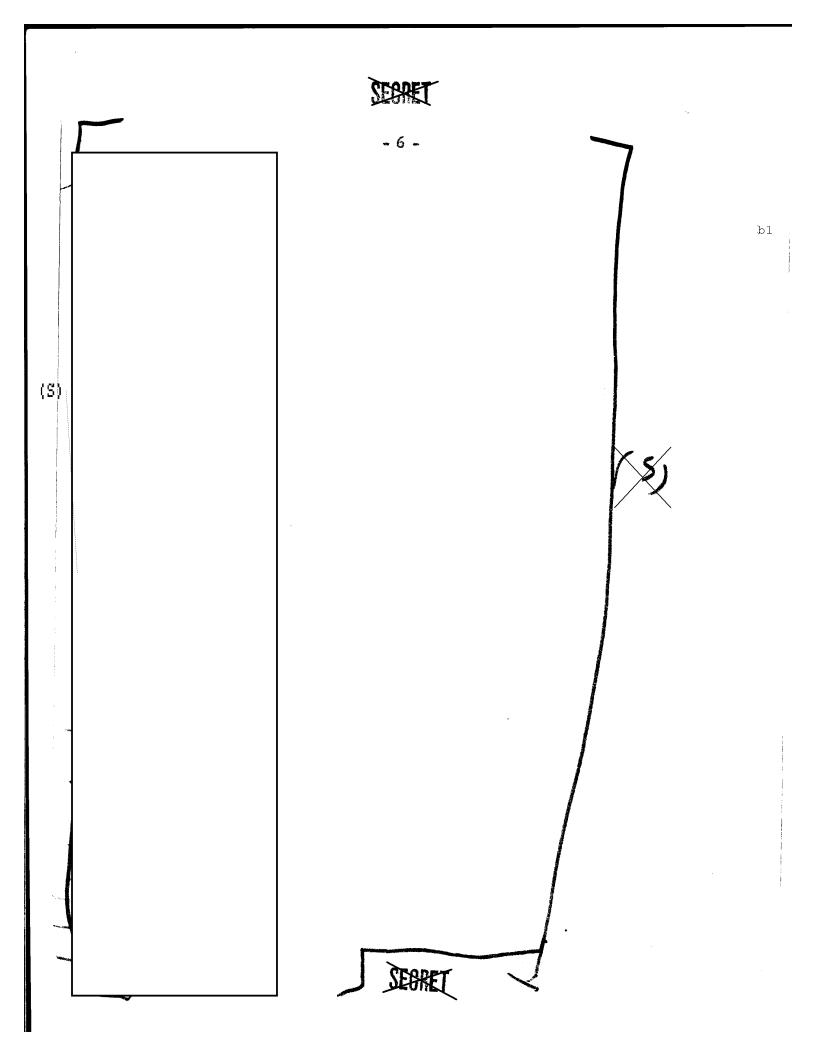


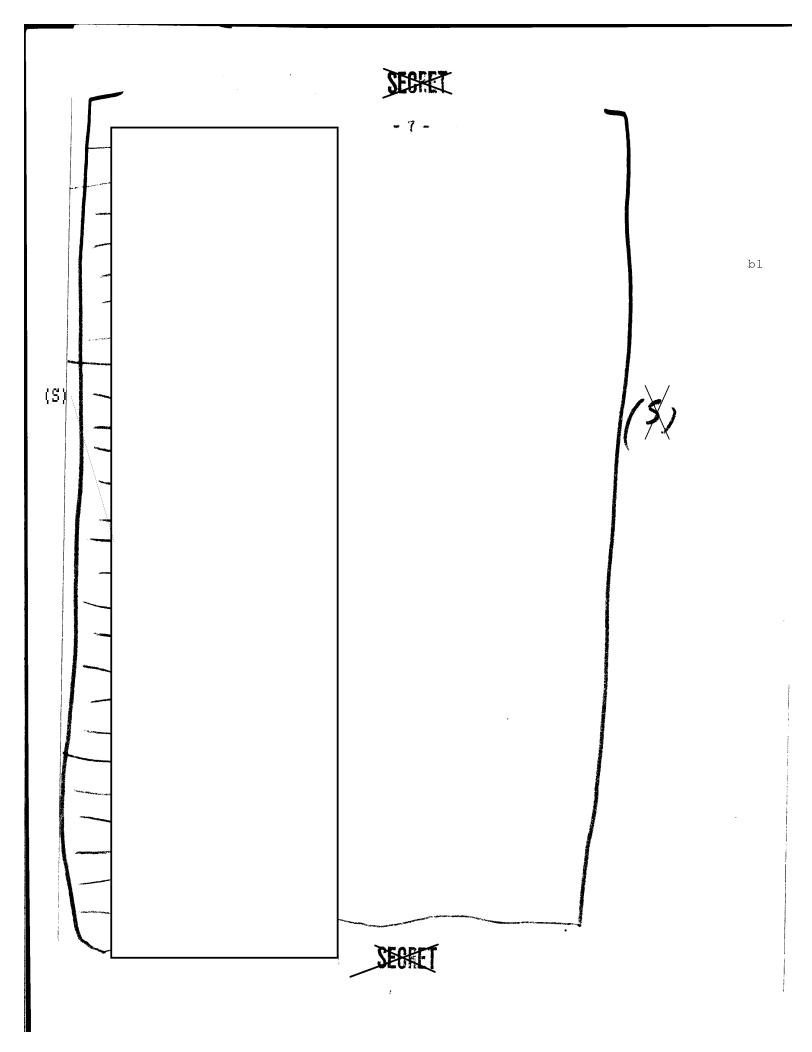


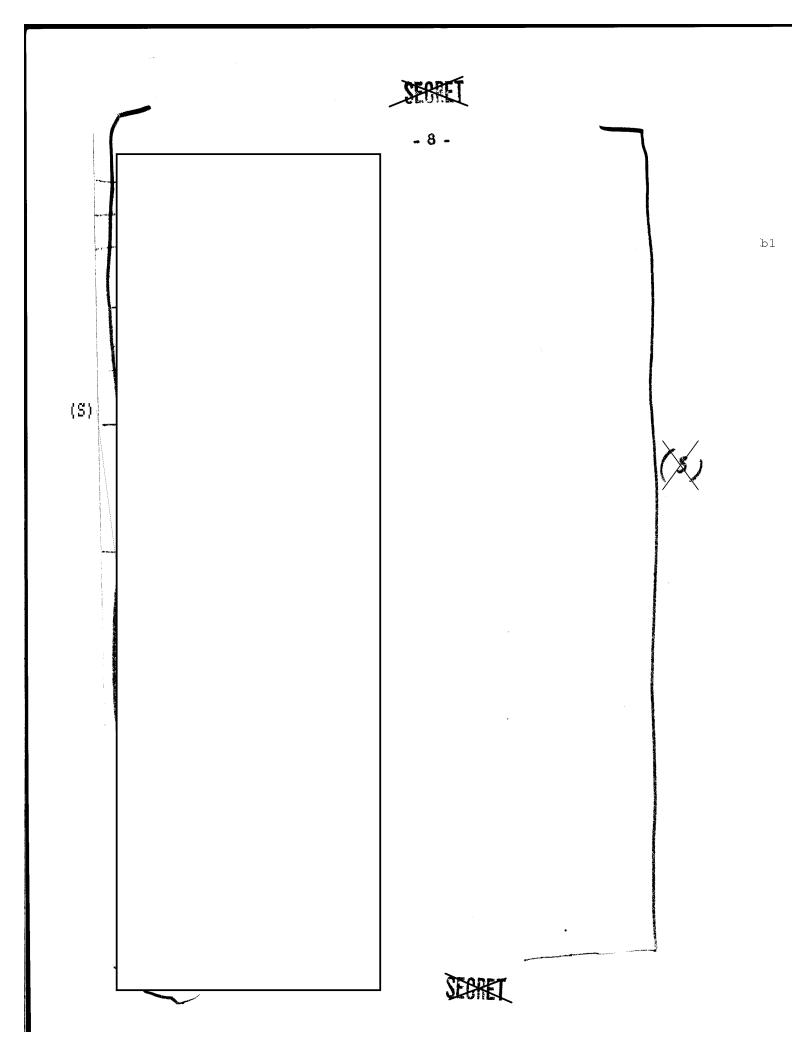


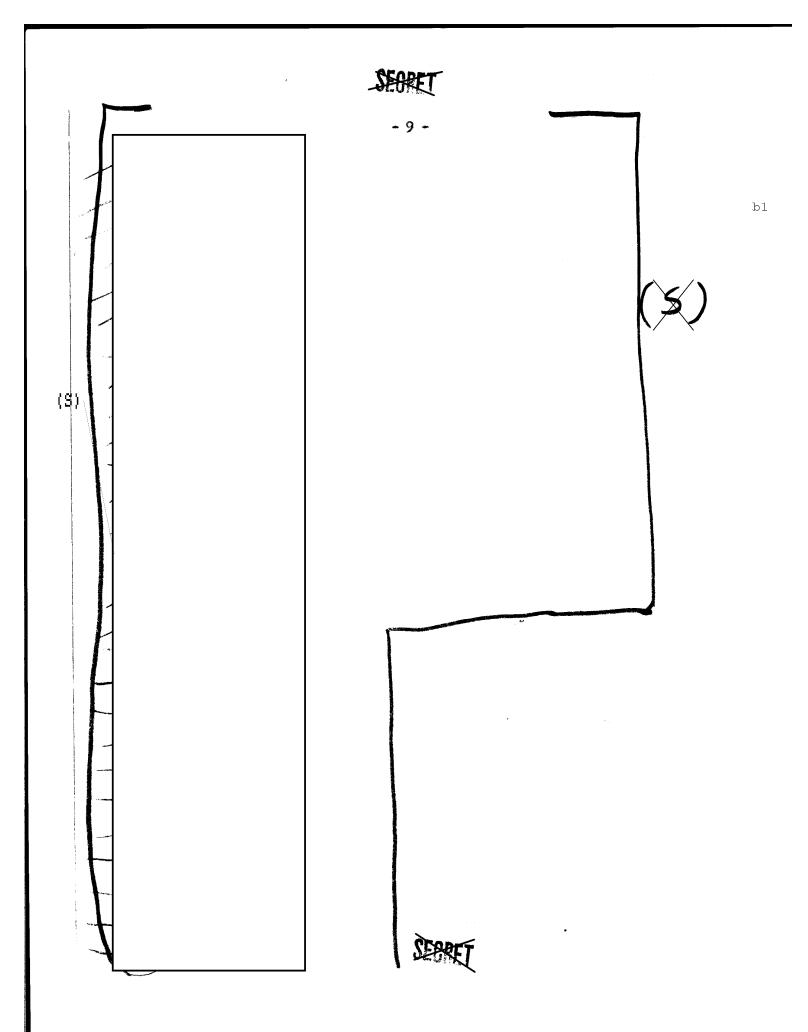


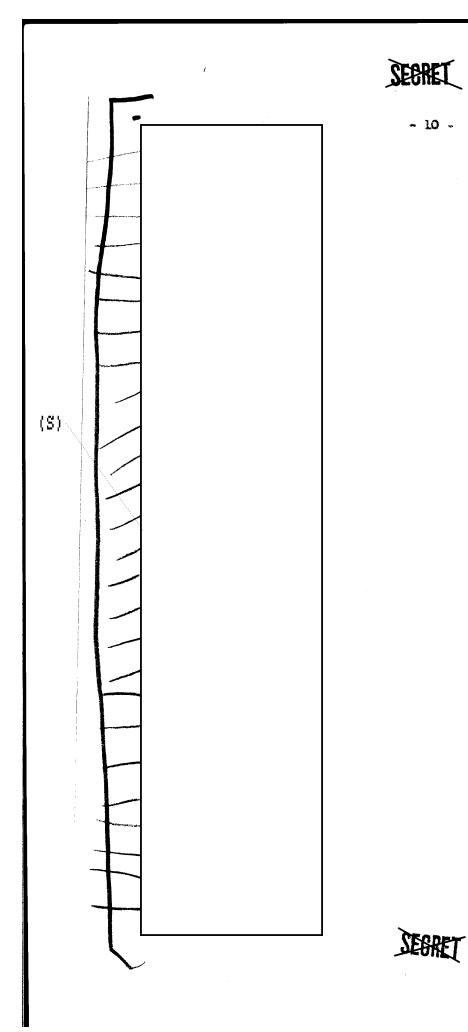








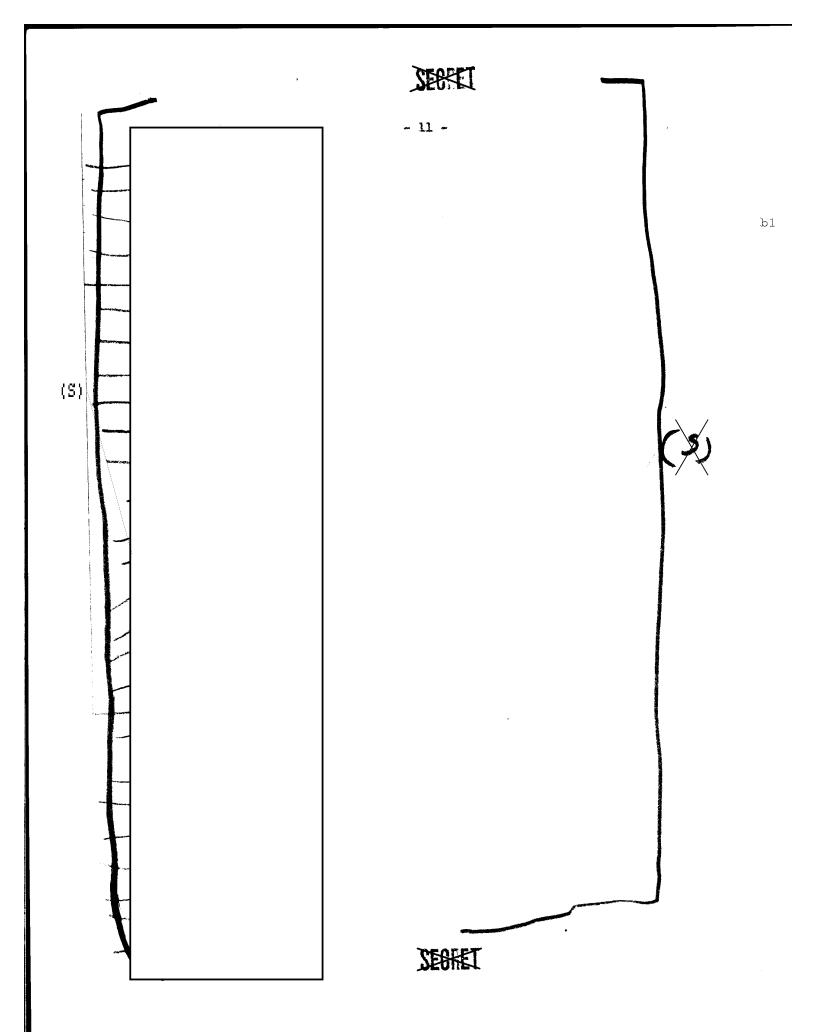


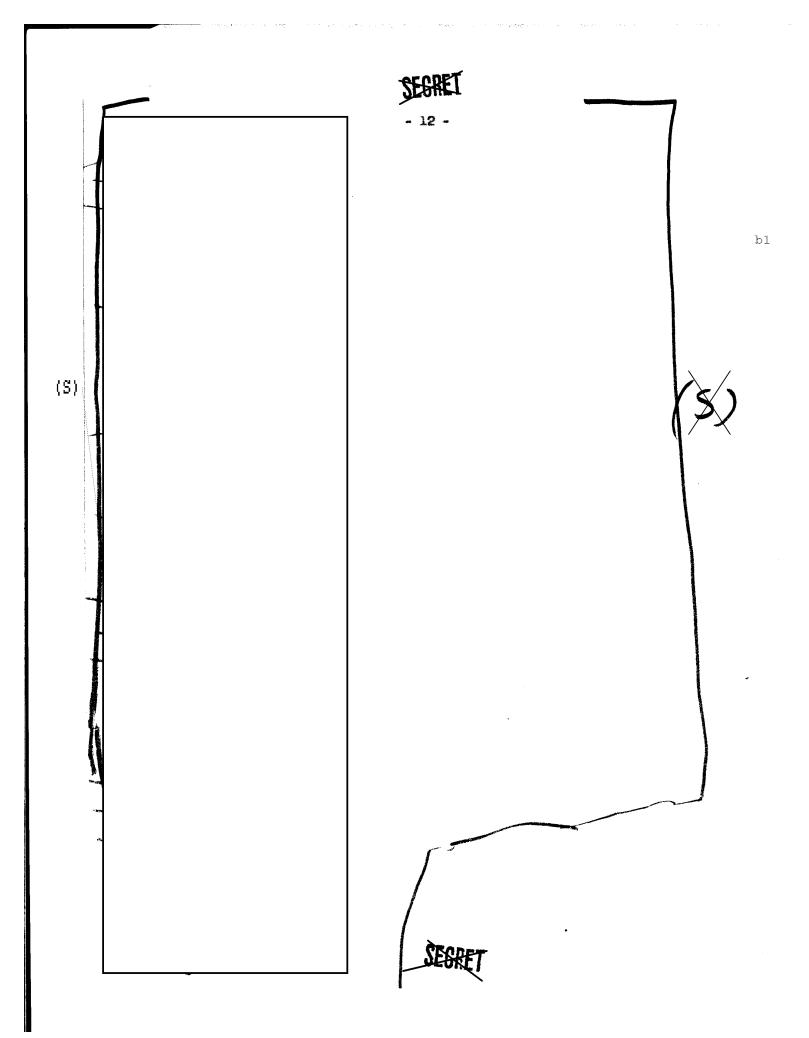


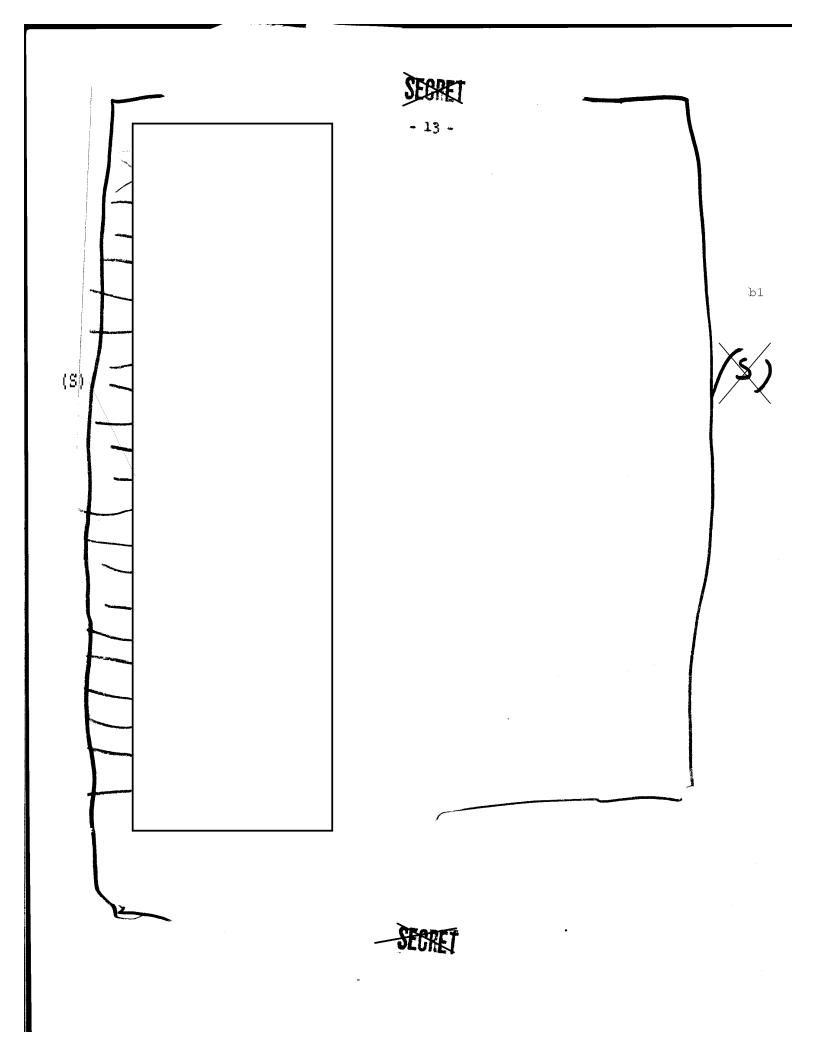
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FEDERAL BUREAU OF INVESTIGATION FOIPA DELETED PAGE INFORMATION SHEET

No Duplication Fees are charged for Deleted Page Information Sheet(s).

Total Deleted Page(s) ~ 3 Page 150 ~ b6, b7C, b7D Page 151 ~ b6, b7C, b7D Page 152 ~ b6, b7C, b7D