

X8576



6/5/2007

DIRECTORATE OF SPECIAL OPERATIONS  
HEAD OF OPERATIONS

INTERNAL MEMORANDUM

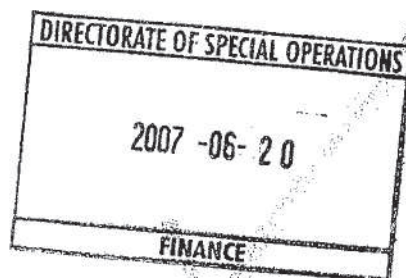
TO : ADV A T MNGWENGWE  
FROM : ADV. SR MLOMBO  
SUBJECT : C-Fund Claim.  
DATE : 7 MAY 2007

REQUEST FOR AN ADVANCE FROM THE DSO CONFIDENTIAL FUNDS

SSI C P de LANGE requests an advance to reward an informer who supplied the DSO with information that led to effective arrest of members of a syndicate that deals in drugs. Pursuant to the arrest the suspect were given lengthy jail terms and the drugs that were found, during the operation, in their possession were seized.

The amount claimed is R 100 000 and the value for money has been assessed by the Project Manager CSI Leask and based on the information which the informer supplied he concurs with the request.

CLAIMANT : SSI C P de LANGE  
PERSAL : 04099818  
PROJECT : BAD GUYS (Coffee Leg)  
DIVISION : SNPU  
AMOUNT : R 100 000



The claim is in line with the provisions as set out in par. D2.19 of the C-Fund policy and I therefore recommend its approval.

See attached legal opinion from the DSO Legal Advisor, Mr. F Du Plessis.

Regards

  
ADV S MLOMBO

C-FUND ADMINISTRATOR

~~APPROVED / NOT APPROVED~~

~~HEAD OF OPERATIONS~~

ADV. AT MNGWENGWE

Date 14/05/2007

Comments:

~~CONCURRED / NOT CONCURRED~~

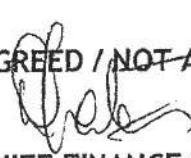
HEAD OF THE DIRECTORATE OF SPECIAL OPERATIONS

ADV L F MCCARTHY

Date 15/5/07

Comments:

~~AGREED / NOT AGREED~~

  
CHIEF FINANCE OFFICER: DSO

MR B GRAHAM

Date 18.5.07

Comments:

9/2007 BG

## CONFIDENTIAL

ANNEXURE 4 (consolidated &amp; amended) TO DSO PP 1 – 2001

## REQUEST FOR ADVANCE/REIMBURSEMENT OF DSO C-FUNDS FORM

|                                          |                           |
|------------------------------------------|---------------------------|
| Claimed by (Surname and initials)        | DE LANGE C P              |
| Persal Number                            | 04099818                  |
| Regional/Divisional Office               | SNPU                      |
| Name of Project                          | COFFEE [ leg of Bad Guys] |
| Nature of Pre-Project Expenditure        |                           |
| Total Amount of claim                    | R100000.00                |
| Cash Register Number (Official use only) |                           |

Application is hereby made for a DSO C-Funds advance/reimbursement to be incurred and accounted for as set out in Annexure 1 hereto.

Motivation for claim:

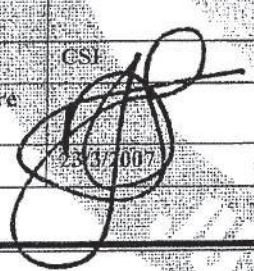
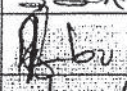
REWARD [PLEASE SEE THE ATTACHED MEMO]

  
Signature

2007/03/23

Date

## AUTHORISATION OF REQUEST FOR ADVANCE/REIMBURSEMENT

| OPERATIONAL<br>AUTHORISATION |                                                                                     | FISCAL AUTHORISATION |                                                                                     | INFORMANT'S/AGENT'S<br>CUSTODIAN<br>(Informants/Agents requests only) |  |
|------------------------------|-------------------------------------------------------------------------------------|----------------------|-------------------------------------------------------------------------------------|-----------------------------------------------------------------------|--|
| Surname & Initials           | LEASK<br>A G                                                                        | Surname & Initials   | Mkomo S                                                                             | Surname & Initials                                                    |  |
| Rank                         | CSI                                                                                 | Rank                 | SSA                                                                                 | Rank                                                                  |  |
| Signature                    |  | Signature            |  | Signature                                                             |  |
| Date                         | 23/3/07                                                                             | Date                 | 2/04/07                                                                             | Date                                                                  |  |

## REPAYMENT OF ADVANCE

The amount of R \_\_\_\_\_ is hereby repaid. The advance is repaid for the following reasons: \_\_\_\_\_

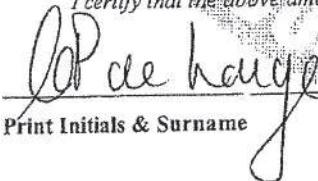
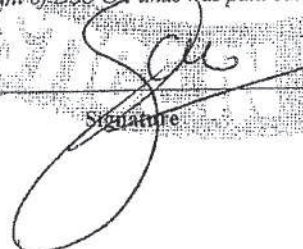
Date \_\_\_\_\_ Place \_\_\_\_\_ Signature \_\_\_\_\_ Signature \_\_\_\_\_  
Custodian Requestor0

**Annexure 1: Request for Advance/Reimbursement of DSO C-Funds Form**

| Usage                                 | Amount requested  | Period from & to   | Details                                  |
|---------------------------------------|-------------------|--------------------|------------------------------------------|
| <i>Undercover operations</i>          |                   |                    |                                          |
| <i>Rewards</i>                        | R100000.00        | APRIL 2006 TO DATE | Supplied Information on a drug syndicate |
| <i>Inducements</i>                    | R                 |                    |                                          |
| <i>Operational remuneration</i>       | R                 |                    |                                          |
| <i>Occasional operational contact</i> | R                 |                    |                                          |
| <i>Evidence purchases</i>             | R                 |                    |                                          |
| <i>Interceptions and monitoring</i>   | R                 |                    |                                          |
| <i>Emergency/Miscellaneous</i>        | R                 |                    |                                          |
| <b>TOTAL</b>                          | <b>R100000.00</b> |                    |                                          |

**ACKNOWLEDGEMENT OF RECEIPT**

I certify that the above amount of DSO C-Funds was paid out to me for purposes as set out supra.



 2007-05-16  
 Print Initials & Surname Signature Date

Confidential



DIRECTORATE OF SPECIAL OPERATIONS  
OFFICE OF THE HEAD  
SPECIAL NATIONAL PROJECTS UNIT (SNPU)

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INTERNAL MEMORANDUM

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TO : CSI AG Leask  
FROM : SSI N de Lange  
SUBJECT : REWARD FOR INFORMATION: PAUL O SULLIVAN  
DATE : 23 MARCH 2007  
REF NO : 8/7/5/2

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APPLICATION FOR REWARD. PAUL O'SULLIVAN.

INTRODUCTION

This is an application for a reward for information generated and passed on to the Directorate of Special Operations by a member of the public namely Paul O'Sullivan.

It relates to the activities of an International drug smuggling syndicate with tentacles throughout the world.

## BACKGROUND

In November of 2005 an active syndicate member was tasked by his syndicate bosses to provide transport and storage for a 4 ton consignment of Hashish that had been imported into South Africa from Iran.

The greater part of the shipment had already been distributed to countries around the Globe. The remaining ton is referred to in paragraph one of this claim. Mr. O'Sullivan stumbled onto this information after he tracked down and got acquainted with Mr. [REDACTED], the syndicate member who was responsible for the transportation and storage of the drugs smuggled by the syndicate.

O'Sullivan managed to win over the confidence of [REDACTED], debriefed him, and took an affidavit from him exposing the criminal activities of the syndicate.

O'Sullivan handed over [REDACTED] to members of the DSO led to successfully introducing a DSO agent into the syndicate. [REDACTED] then surrendered 762Kg of hashish to the DSO as part of ongoing activities.

Whilst co-operating with the DSO, [REDACTED] was tasked by the syndicate bosses to deliver the Hashish to them. Delivery was to take place at the East Rand Mall in terms of section 252 A authorizations where it was suggested that he load the hashish onto a truck and carry out instructions of the syndicate. The hashish was intended for Canada. These negotiations took place over several weeks.

On 5/7/2006 a deal was concluded with the syndicate in which the hashish was going to be delivered to them at the East Rand Mall. [REDACTED] accompanied by a DSO agent handed over the hashish to the syndicate members at the Mall.

The truck with its load of hashish was then tracked to a self storage facility in Alberton where the syndicate members were arrested by the DSO namely;

Stanley Poonin

Chris Alblas

Lesley Allen Curtis ( American)

Pedro Marques (Portuguese)

It was during the search that two storage rooms were discovered as part of the syndicates storage infrastructure, further a large quantity of compressed Cannabis weighing 1114.63 Kg, was discovered already packed and ready for export to Europe.

Later on the same day Dimitros Papparas was arrested at his residence in Observatory, Johannesburg. Another 4Kg of hashish had been found on a small holding belonging to him at Endicott.

On 12/6/2006 a wanted syndicate leader, Steve Papparus surrendered to the DSO. On 25 July 2006 the following syndicate members entered into a plea bargain with the state and were sentenced as follows:

**Lesley Allen Curtis** 10 years imprisonment of which 5 years was conditionally suspended.

**Chris Alblas** 10 years imprisonment of which 5 years was conditionally suspended.

**Pedro Marques** 30 months of imprisonment plus a further 3 years imprisonment which was conditionally suspended.

This agreement was a stepping stone in the case to be brought against the syndicate leaders.

It was feared that [REDACTED] life could be in danger because of the part that he played to expose the syndicate. Because C-Funds were not immediately available, O'Sullivan of his own accord sent [REDACTED] with his wife and [REDACTED]

██████ into hiding. Further to this O'Sullivan provided him with the necessary cash and a cellular phone that could not be traced. O'Sullivan was partly reimbursed for this at a later stage.

Mr. O'Sullivan's contribution to this matter later caused the arrest of Mr. Glen Agliotti on 18/01/2007. The case against Agliotti, Papparus Jnr, Papparus Snr and Poonin has been remanded to 30/05/2007.

The combined value of the 767 kg of hashish and the 1114.63 kg of cannabis confiscated by the DSO amounts to R56, 997,158.00, which is only part of the full consignment valued at more than 200 Million Rand.

An amount of R 228157.32 has also been paid into the CARA account by Alblas, Curtis and Marques as ordered by the court.

#### SERIOUSNESS OF CRIME

The crimes committed by this syndicate fall squarely within the mandate of the DSO. The crimes in which Mr O'Sullivan has assisted are of a very serious nature. The DSO has declared several project legs within the Bad Guys project in order to investigate other matters. These crimes impact adversely on the well being of the public in general and more especially on the health and wealth of our Nation.

It also has a serious impact on our economy as these syndicate members launder the income generated from the drug deals and no tax whatsoever is paid on the money. The money generated finances even bigger deals

#### VALUE OF THE INFORMATION

The information supplied by O'Sullivan contributed to the present investigations, without which it would not have been possible to take it to a higher level. Over

and above that he also convinced Dormehl to operate with the DSO so as to address the other syndicate members.

#### DEGREE OF DIFFICULTY OF THE INVESTIGATION

Mr. O'Sullivan has taken extraordinary steps to gather the information he supplied the DSO with. Normally syndicates work very closely together and they are very secretive. It is almost impossible for outsiders to infiltrate the syndicate or to glean any information on their activities.

#### INFORMATION TIME AND EFFORT SPENT TO OBTAIN THE INFORMATION

Extra-ordinary time and effort was spent to first of all gain the confidence of [REDACTED] and later to convince him to assist the DSO in this matter. Most of this consultation was done after hours. Besides this O'Sullivan also had numerous meetings with the DSO at various meetings all over Gauteng. He also made use of a chartered air craft piloted by him in order to get [REDACTED] to covertly point out certain facilities that was used by the syndicate and to photograph them. For this he made use of his own camera, vehicle and aircraft rental. O'Sullivan funded all his own operational costs. O'Sullivan effectively beat SAPS at what they were expected to do.

#### LEVEL OF INFILTRATION

Infiltration into this level of organized crime is extremely difficult and complex and their information networks are sophisticated, they are well connected and this affords them with the opportunity to scrutinize any person who wants to infiltrate or join the syndicate.

#### JUDICIAL PROCESS.

Mr. O Sullivan's information was carefully analysed and could be corroborated in all aspects. It ensured the full co-operation of [REDACTED] and the arrest and

seizures that followed. Mr. O Sullivan is not considered a state witness at this stage.

#### PRIORITY OF THESE CRIMES

Crimes like these are enjoying very high priority within the ranks of the DSO and that of Government. Our President in various press releases clearly stated that organized crime like this should be eradicated with all the necessary means available to law enforcement. More specifically corruption by police officials.

#### MOTIVE FOR CO-OPERATION

Mr. O'Sullivan did not give this information for financial gain, with him it is a matter of principal. It is acknowledged that O'Sullivan and Commissioner Selebi are at loggerheads but this information has been properly handed to the DSO and independently verified. Mr. O Sullivan has a motive of revenge against Commissioner Selebi but this case other than him being a policeman, does not at this stage aim in anyway to implicate Selebi directly.

#### EXPENSES INCURRED

|                                                          |                  |
|----------------------------------------------------------|------------------|
| Numerous meetings over a period of weeks with [REDACTED] | R4000.00         |
| 4 Hours of flying time to identify Storage facilities    | R6000.00         |
| Air flight expenses                                      | R1200.00         |
| Cash advance to [REDACTED]                               | <u>R12000.00</u> |
| Total                                                    | R23200.00        |

#### REWARD

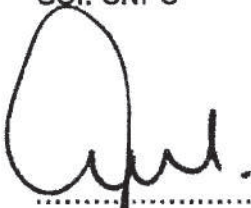
It is recommended that Mr. O'Sullivan be paid the amount of R100000.00 as reward in lieu of time, effort, money, successful recovery of a large consignment of drugs and the prosecution of the syndicate.

Yours faithfully,



Neels de Lange

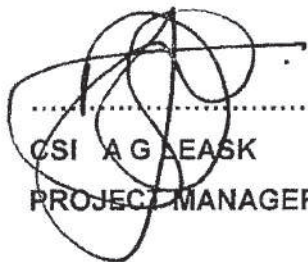
SSI: SNPU



ADV G NEL

CASE MANAGER

RECOMMENDED/~~NOT RECOMMENDED~~



CSI AG AEASK

PROJECT MANAGER

RECOMMENDED/~~NOT RECOMMENDED~~

ADV. A T MNGWENGWE

INVESTIGATION HEAD DSO

RECOMMENDED/~~NOT RECOMMENDED~~

ADV. L F McCarthy

HEAD OF DSO

APPROVED/~~NOT APPROVED~~