

Around the World

# Hungary Says Spy Duped U.S.

BUDAPEST — Hungary claimed yesterday that a Hungarian counterintelligence man had worked for six years at the U.S. intelligence headquarters in Munich, West Germany, wrecking American intelligence operations in Hungary. Identified under the cover name Peter Karsai by the Hungarian Communist Party newspaper Nepszabadsag, the man was said to have risen to the rank of major in Munich, but returned to Hungary to avoid being unmasked.

The Nepszabadsag article did not say when Karsai worked in Munich or when he returned, but it gave the impression that he escaped detection earlier this year. It said he and an aide in West Berlin, identified as Josef Feles, were awarded high decorations on their return.

According to the paper, Karsai's work enabled Hungarian counterintelligence to destroy "the U.S. espionage network in Hungary" and proved the undoing of the American intelligence operations chief in Hungary, identified as Steven Forrai, a Hungarian army officer who "allegedly worked for American intelligence during World War II."