

Privacy Act Statement. Every registration statement, short form registration statement, supplemental statement, exhibit, amendment, dissemination report, copy of political propaganda or other document or information filed with the Attorney General under this act is a public record open to public examination, inspection and copying during the posted business hours of the Registration Unit in Washington, D.C. One copy is automatically provided to the Secretary of State pursuant to Section 6(b) of the Act, and copies of such documents are routinely made available to other agencies, departments and Congress pursuant to Section 6(c) of the Act. Finally, the Attorney General transmits an annual report to the Congress on the Administration of the Act which lists the names of all agents and the nature, sources and content of the political propaganda disseminated or distributed by them. This report is available to the public.

Public Reporting Burden. Public reporting burden for this collection of information is estimated to average .49 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden to Chief, Registration Unit, Criminal Division, U.S. Department of Justice, Washington, D.C. 20530; and to the Office of Information and Regulatory Affairs, Office of Management and Budget, Washington, D.C. 20503.

*Furnish this exhibit for EACH foreign principal listed in an initial statement
and for EACH additional foreign principal acquired subsequently.*

1. Name and address of registrant Zvi Rafiah - Asia House, 4 Weizman Street, Tel Aviv, 64239, Israel	2. Registration No. 4736
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3. Name of foreign principal Polysack	4. Principal address of foreign principal Nir Yitzhak-Sufa, D.N. Negev, 85455 Israel
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5. Indicate whether your foreign principal is one of the following type:

- Foreign government
- Foreign political party
- Foreign or domestic organization: If either, check one of the following:
 - Partnership
 - Corporation
 - Association
 - Individual—State his nationality _____
 - Committee
 - Voluntary group
 - Other (specify) Organization collectively owned by Kibbutz Nir-Yitzhak

6. If the foreign principal is a foreign government, state:

- a) Branch or agency represented by the registrant.
- b) Name and title of official with whom registrant deals. **Not Applicable**

7. If the foreign principal is a foreign political party, state:

- a) Principal address
- b) Name and title of official with whom registrant deals. **Not Applicable**
- c) Principal aim

8. If the foreign principal is not a foreign government or a foreign political party,

a) State the nature of the business or activity of this foreign principal

Producer of mono-oriented film and knitware

b) Is this foreign principal

Owned by a foreign government, foreign political party, or other foreign principal Yes No

Directed by a foreign government, foreign political party, or other foreign principal Yes No

Controlled by a foreign government, foreign political party, or other foreign principal Yes No

Financed by a foreign government, foreign political party, or other foreign principal Yes No

Subsidized in whole by a foreign government, foreign political party, or other foreign principal Yes No

Subsidized in part by a foreign government, foreign political party, or other foreign principal Yes No

9. Explain fully all items answered "Yes" in Item 8(b). (If additional space is needed, a full insert page may be used.)

10. If the foreign principal is an organization and is not owned or controlled by a foreign government, foreign political party or other foreign principal, state who owns and controls it.

Owned by Kibbutz members

Date of Exhibit A	Name and Title	Signature
12/1/1992	Zvi RAFAH	Z. Rafiah

INSTRUCTIONS: A registrant must furnish as an Exhibit B copies of each written agreement and the terms and conditions of each oral agreement with his foreign principal, including all modifications of such agreements; or, where no contract exists, a full statement of all the circumstances by reason of which the registrant is acting as an agent of a foreign principal. This form shall be filed in triplicate for each foreign principal named in the registration statement and must be signed by or on behalf of the registrant.

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Name of Registrant	Name of Foreign Principal
Zvi Rafiah	Polysack

Check Appropriate Boxes:

- 1. The agreement between the registrant and the above-named foreign principal is a formal written contract. If this box is checked, attach three copies of the contract to this exhibit.
- 2. There is no formal written contract between the registrant and foreign principal. The agreement with the above-named foreign principal has resulted from an exchange of correspondence. If this box is checked, attach three copies of all pertinent correspondence, including a copy of any initial proposal which has been adopted by reference in such correspondence.
- 3. The agreement or understanding between the registrant and the foreign principal is the result of neither a formal written contract nor an exchange of correspondence between the parties. If this box is checked, give a complete description below of the terms and conditions of the oral agreement or understanding, its duration, the fees and the expenses, if any, to be received.

See Polysack Insert 3

4. Describe fully the nature and method of performance of the above indicated agreement or understanding.

I am retained by Polysack principally to help ensure that Polysack is permitted to compete for U.S. defense procurement opportunities consistently with the provisions of the U.S.-Israel Memorandum of Understanding on military procurement.

5. Describe fully the activities the registrant engages in or proposes to engage in on behalf of the above foreign principal.

My activity on behalf of Polysack principally involves meetings with officials of the U.S. Department of Defense, at which I advocate adherence to the U.S. Israel MOU. On occasion my activity involves meetings with Members of Congress and Congressional Staff in which I advocate Polysack's position on MOU issues.

All of these activities have been conducted and completed prior to the submission of this Exhibit. These prior activities are set forth in detail in Polysack Insert 5.

The prior activities focus on advocating that a U.S. prime contractor be able to use shade material made by Polysack in the Large Area Shade System U.S. Army procurement.

6. Will the activities on behalf of the above foreign principal include political activities as defined in Section 1(o) of the Act?¹
Yes No

If yes, describe all such political activities indicating, among other things, the relations, interests or policies to be influenced together with the means to be employed to achieve this purpose.

I understand that the Registration Unit takes the view that advocacy to Congressional officials of the importance of U.S. compliance with existing policy under the U.S.-Israel MOU constitutes political activity. On occasion I engage in such advocacy. The means employed to these purposes are those described in the answer to question 5.

Date of Exhibit B	Name and Title	Signature
12/1/1992	Zvi Rafan	Z. Rafan

¹Political activity as defined in Section 1(o) of the Act means the dissemination of political propaganda and any other activity which the person engaging therein believes will, or which he intends to, prevail upon, indoctrinate, convert, induce, persuade, or in any other way influence any agency or official of the Government of the United States or any section of the public within the United States with reference to formulating, adopting, or changing the domestic or foreign policies of the United States or with reference to the political or public interests, policies, or relations of a government of a foreign country or a foreign political party.

Polysack Exhibit B

Insert 3

The agreement between Polysack and the Consultant was informal. It is possible that the agreement was summarized in correspondence, but no such correspondence is contained in the Consultant's files. The agreement was for the months of April through June, 1991. It provided for the following compensation for the Consultant:

1. A flat fee of \$ 3500 (U.S.) per month, payable in New Shekels at current exchange rates;
2. Reimbursement for expenses; and
3. A payment equal to 1 % of the amount of sales of the principal's product to the U.S. military services, up to \$5 million (U.S.) in value of sales, to be paid only if sales are actually made and the Consultant's activities were a direct and necessary factor in the completion of the sale.

The other terms of the agreement govern issues such as reporting to the principal, dispute settlement, and standard contract clauses. These will be spelled out in detail in the forthcoming translation.

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CORPORATION

Polysack Exhibit B

Insert 5

List of Meetings on Behalf of Polysack

1991 April 23: Brent Franzel, Leg. Aide to Senator Christopher Bond.
Deborah Lee, Prof. St. M., House Armed Services Committee.
Collen Preston, General Counsel, House Armed Services Committee.
Cathleen Garman, Prof. St. M., House Armed Services Committee.
Warren Nelson, Prof. St. M., House Armed Services Committee.

1991 July: Warren Nelson.
Brent Franzel.

1991 November: Brent Franzel (telephone conference).