5 June 1973

SUBJECT

: Items in John Clarke Memorandum to the Director of Central Intelligence,

dated 9 May 1973

| | l. Two items in the attached memorandum had not (b)(1) previously been reported. The first: " Use of CIA funds and facilities to for FBI and pro- (b)(1) vision of technical equipments by NSA for use (b)(3) against (b)(1) | | | | | |
|--------|--|--|--|--|--|--|
| | 2. In a follow-up meeting with Mr. Clarke, he advised | | | | | |
| | that involved here was the use of funds appropriated for CIA | | | | | |
| | being given to the FBI in cashiers checks for the purpose of | | | | | |
| | (b)(1) | | | | | |
| | There was also (b)(3) | | | | | |
| | Agency help given in H Further, other | | | | | |
| (b)(1) | CIA monies in cashiers checks were given to NSA who, with | | | | | |
| (b)(3) | some assistance, was working on (b)(1) | | | | | |
| | Mr. Clarke said he thought the only problem (b)(3) | | | | | |
| | here was in the use of funds, not in the operation. He thought | | | | | |
| | the only source of additional information on this subject was | | | | | |
| | Mr. of the DDO/CI Staff. | | | | | |
| | (b)(3) | | | | | |
| | 3. The second item: " Use of CIA funds to help | | | | | |
| | State Department defer Presidential representational expenses | | | | | |
| | of President Lyndon B. Johnson's trip to Southeast Asia." | | | | | |
| | | | | | | |
| | 4. Mr. Clarke said the total amount of money requested | | | | | |
| | by State Department was \$3,000,000 but that the Director would | | | | | |
| | not agree to this amount. The Director did supply funds in | | | | | |
| | those instances where some operational activity was involved or | | | | | |
| | could be inferred, i.e., (b)(3) | | | | | |
| | Mr. Clarke was not sure of the amount of Agenc (b)(3) | | | | | |
| | [[] [] [] [] [] [] [] [] [] [| | | | | |

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funds used. He felt that only Colonel White could supply additional details. He said Senator Russell and Representative Mahon were advised of this Agency activity but asked not to be briefed in detail.

(b)(3)

Unspector

Attachmen t

00071

SECRET-EYES ONLY

9 May 1973

| MEMORANDUM | FOR: | Director | of | Central | Intelligence |
|------------|------|----------|----|---------|--------------|

SUBJECT : Per your instructions

- 1. I have no recollection of specific contacts with the Ellsberg case, Watergate, or Young. Dick Helms' instructions at the time regarding discussion of Hunt's previous employment should be a matter of record.
- 2. Other activities of the Agency which could at some point raise public questions should they be exposed and on which Bill Colby is fully conversant are:

| (b)(3) | CI activity of Dick Ober, DD/ Ω (b)(3) |
|------------|---|
| | and linvestments and |
| | accumulation of Government capital. |
| | Use of CIA funds and facilities to acquire U. (b)(1) real estate for FBI and provision of technical(b)(3) |
| 100 | equipments by NSA for use against |
| V VIII | (b)(1) (b)(3) |
| | Use of CIA funds to help State Department defer |
| | Presidential representational expenses of L. B. J. |
| 253/ | |
| | (b)(3) |
| / ' | |
| | John M. Granke |
| | |

EYES ONLY SECRET (b)(3)

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