OPTIONAL FORM NO. 10 UNITED STATES GO TRNMENT emorandum

Director, FBI (92-2713)

April 13, 1961

SAC, New Orleans (92-36)

SUBJECT:

CARLOS MARCELLO, aka

ANTI-RACKETEERING

On April 7, 1961, Agents of the New Orleans Office 201 interviewed SERGIO ARCACHA-SMITH, head of the FRENTE REVOLUCIONARIO DEMOCRATICO (FRD), an anti-Castro organization, in the New Orleans area regarding a security matter. At this time, ARCACHA stated that in January of 1961, one

had contacted him in January 1961, stating he nad a contributor for the FRD who was willing to make available funds in the amount of some \$200,000.00. ARCACHA said he asked for the identity of this generous contributor and replied that the contributor was CARLOS MARCELLO. replied that the contributor was CARLOS MARCELLO.

told ARCACHA that MARCELLO would make the contribution with the understanding that after the Castro regime was thrown out in Cuba, the new government would give MARCELLO certain gambling concessions as well as the privilege of Cuban

citizenship.

ARCACHA advised agents of the New Orleans Office

that he had no such authority to offer concessions of this type, and the matter was dropped. ecpica made of SERIAL for review at FBIHQ by for review at FBIHQ by

55 AFR 26 196