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Nixon Lawyers Probe Cabinet

of Interest

By WALTER R. MEARS NEW YORK (AP) - President-elect Nixon's staff lawyers are looking closely into the financial holdings of his prospective Cabinet members to guard against any conflicts of interest.

John D. Ehrlichman, Nixon's son. White House counsel, is in charge of the inquiry, which ciency or economy.

Guard Against Conflicts covers the 12 appointees and to recommend specific arrangestaff aids to the president-elect. ments for the handling of finanbe such as to eliminate the fact trust arrangement with the apor appearance of:

vate gain.

"2. Giving preferential treatment to any organization or per-

"3. Impeding government effi-

"4. Losing complete independence or impartiality of action.

"5. Making a government decision outside official channels edge as well as the control of of the

integrity of the government."

The Ehrlichman instructions a position of acting for the gov-reasonable period of time. ernment where his private in-terests are involved."

The arrangements made must cial interests of Nixon appoint- State ees. In some cases, it says, a icine pointee having no control over "1. Using public office for pri- his holdings could be satisfacto-

But it adds that men named "to some of the more important and sensitive positions, especially in the Department of Defense," may have to go farther. Some possible arrangements the tion o document says, include a trust by the that would be outside the knowl. ert L. the appointee, or provision that Affecting adversely the the trustee will not invest the R. Sci confidence of the public in the funds in interests related to the the di work of the agency involved.

The booklet also notes that Saint note that the principle of federal law and executive orders is that pointee might divest himself of lor of "a public official must not be in such financial holdings over a icine

"Where a conflict of interest 12f appears, a legally binding ar- de The booklet makes no attempt rangement must be established so which will eliminate the con- T flict," it says.

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