

W092

d caczqylbyl 706

O'Brien  
LOS ANGELES AP - Sig-  
nificant new developments in  
the Watergate bugging case are  
imminent but can't be divulged  
yet, says Sen. George S.  
McGovern's national campaign  
director.

Lawrence F. O'Brien told  
newsmen Saturday he could not  
go into details but referred to  
the investigation as the Re-  
publican "corruption, sabotage  
and espionage" case and said it  
had assumed proportions "bor-  
dering on a police state in this  
country."

Five men were arrested in  
Democratic national headquar-  
ters earlier this year and ac-  
cused of attempting to install  
electronic eavesdropping equip-  
ment in O'Brien's office. He  
was the party's national chair-  
man before becoming  
McGovern's campaign director.

O'Brien also called on Presi-  
dent Nixon to disclose the fi-  
nancial arrangements by which  
he obtained the Western White  
House in San Clemente, Calif.

"Someone has borrowed \$1  
million to pay off the original  
promissory note and has put up  
the entire property as collater-  
al," he said.

"Mr. Nixon's role in this  
transaction is shrouded in mys-  
tery. Did he borrow \$1 million  
to pay off the sellers? If so,  
from whom?"

He said title to the 22-acre es-  
tate is held by a subsidiary of a  
company headed by Rocco C.  
Siciliano, former under-secre-  
tary of commerce and the only  
business member of the federal  
Pay Board.