Nixon Backer Tells of Link To Lawyer in Funds Case

NYTimes

By WALTER RUGABER AUG 23 1972 Special to The New York Times

One of President Nixon's finantoday a long-standing friendship with the Mexican lawyer whose bank drafts for \$89,000 last June 17. have turned up in connection with the break-in at Democratic headquarters in Washington.

Robert H. Allen, president of of the Gulf Resources and Chemical Company of Houston, declined to discuss how the \$89,000 might have reached the

Mexico City lawyer, Manuel Ogarrio Daguerre.

"Well, quite frankly, I don't want to speculate on that," Mr. Allen said. The businessman, who arrived here today for the Republican National Convention, is chairman of the Texas Finance Committee to Re-elect the President.

transaction had occurred prior ico City or knew who did, re-to April 7, when a new cam-plied that "I can't say that." organization had taken the 17 break-in.
position that disclosure was The businessman explained therefore not required.

Banco Internacional in Mexico represented his company in City on April 4. They were

MIAMI BEACH, Aug. 22- subsequently passed through a Miami bank account controlled by Bernard L. Barker, the alleged leader of the break-in

> When Mr. Barker was arrested in the June 17 break-in, he had in his possession 53 \$100 bills, which were traced through their serial numbers to the \$89,000 withdrawn in Miami in early May.

Mr. Ogarrio has said that he never received the checks and knew nothing about them. The source of the \$89,000, part of at least \$114,000 available to Mr. Barker before the break-in, is obscure.

Disclaims Break-in Role

Mr. Allen, asked to deny that Mr. Allen asserted that the he had sent the funds to Mexpaign finance law took effect, He did say, however, that he and that President Nixon's had nothing to do with the June

that he had known Mr. Ogarrio "personally for many years." Four drafts, payable to Mr. "personally for many years." Ogarrio, were issued by the He said the lawyer had once

Mexico, but he added that the concern was no longer active in the country.

A check for \$25,000 that also passed through Mr. Barker's Miami account is known to have represented contributions that had been collected by Kenneth H. Dahlberg of Minneapolis, Mr. Nixon's Midwestern finance chief.

Fund Discrepancies Denied

Special to The New York Times

WASHINGTON, Aug. 22-An official of the Committee for the Re-elction of the President denied today printed allegations saying that Federal auditors had uncovered illegal discrepancies in the committee's handling of some \$500,000 worth of campaign funds.

Paul E. Barrick, the committee's treasurer, called "entirely wrong" a report carried in to-day's editions of The Washington Post that had stated that investigators for the General Accounting Office had found failures by committee officials to report about \$200,000 in contributions and a similar amount in expenditures, as required by the new Federal campaign election law.

The Post article also said the G.A.O., which is the Congressional auditing and investigative agency, had discovered the existance of a "campaign security fund" containing \$100,-000 in unreported funds, as well "some errors, apparently technical, in reporting a \$50,-000 itemization."

Compliance With Law

Mr. Barrick said that since April 7, the date the Federal campaign law's reporting requirements took effect, "this committee has sought diligently to compl ywith each require-ment imposed by that act," and that the committee had "never been advised that any irregularities have been alleged by Government officials with responsibility in this area."

The man in charge of the investigation, Philip S. Hughes, who heads the G.A.O.'s. Office of Federal Elections, confirmed that no formal charges against the committee had yet been made, because the official report of the investigation's findings was still incomplete.

Mr. Hughes added that he did not "recognize" any of the alleged violations by the committee referred to in The Post article. He refused to discuss the investigation's findings, pending the release of the report, which is expected in a day or two.

The G.A.O began looking into the committee's finances on Aug. 1, following the discovery that a \$25,000 cashier's check apparently intended for President Nixon's re-election campaign had been deposited in the Miami bank account of Mr. Barker.