SFExaminer DEC 9 1977

Computer nabbed Nixon

United Press

WASHINGTON — President Nixon was nabbed by the IRS computer which noticed that he had a large income but paid very small taxes in 1971 and 1972, and immediately "a red flag went up," White House aides said yesterday.

After his returns were audited, the Internal Revenue Service was satisfied everything was in order.

The IRS summoned Nixon's accountant, Arthur Blech, and his attorney, Frank DeMarco Jr., to a meeting in Washington on May 23 and notified the president of the audit.

The examiners for almost six hours studied "every single item without exception" among presidential vouchers, journals, ledgers, summaries and dossiers.